

(Unofficial Translation)

No. GSTEEL/ELCID-21/2565

10 August 2022

Subject: Reports on Connected Transaction (ordinary business support transaction)

To: President
The Stock Exchange of Thailand

The Board of Directors' Meeting of G Steel Public Company Limited (“**the Company**”) No. 8/2565 held on 10 August 2022, where the same had been reviewed and concurred by the Company’s Audit Committee’s Meeting No. 5/2022 held on 10 August 2022 (the “**Meeting**”), has passed the resolution to approve an ordinary business support transaction by entering into a Service Agreement with Nippon Steel Southeast Asia Company Limited (“**NSSEA**”) which is beneficial to the Company in getting a steel technical Japanese - Thai interpreters for the communication with Japanese experts who came to work with the Company to improve the operations and knowledge transfers. This ordinary business support is deemed as a connected transaction according to the Notification of the Capital Market Supervisory Commission No. Tor Jor 21/2551 Re: Rules on Connected Transactions and the Notification of the Board of Governors of the Stock Exchange of Thailand (SET) Re: Disclosure of Information of Listed Company Concerning the Connected Transactions B.E. 2546 (2003), the details of which are as follows:

Date of Transaction

The Agreement is expected to be executed within August 2022.

Transaction Parties

Service provider: Nippon Steel Southeast Asia Company Limited (“**NSSEA**”), a company having the same major shareholder with the Company which is Nippon Steel Corporation (“**NSC**”) who directly holds 10.24 percent of the Company’s paid-up capital and indirectly holds 49.99 percent of the Company’s paid-up capital through Asia Credit Opportunities I (Mauritius) Limited

Service receiver: G Steel Public Company Limited (“**the Company**”)

Description of the Transaction

The Company will receive the technical assistance from NSSEA by entering into the Service Agreement under which the Company can get staffs on steel technical Japanese – Thai interpreters for the most effective understanding between Japanese experts and Thai employees to benefit the Company’s operation and knowledge transfers for the period of 6 months.

Total Value and Criteria used in determining a transaction’s total value

The Company will enter into the Service Agreement with NSSEA in the amount of approximately Baht 3,500,000 which will be based on the degree of responsibility and skill involved and the time necessarily

spent on the work charged at NSSEA standard scale rates with third party and 5% margin for service fee for a period of 6 months from 1 April 2022 to 30 September 2022 which the bill will be in monthly basis.

Total value of transaction comprises of the total service fee which is not fixed and will be based on the actual degree of responsibility and skill involved and the time necessarily spent on the work with the amount of approximately Baht 3,500,000 throughout the duration of the contract.

Transaction Size: The aforementioned transaction is considered as the ordinary business support transactions with no general commercial terms. The size of the transaction is approximately 0.056% of the Company's Net Total Assets (NTA) (NTA of the Company as per the latest financial statement as of March 31, 2022 was Baht 6,404.02 million) which is higher than Baht 1 million or 0.03% of the Company's NTA, but less than Baht 20 million or 3% of the Company's NTA. Accordingly, this transaction shall be approved by the Board of Directors and disclosed to the Stock Exchange of Thailand.

Criteria: Net Total Asset

Financial Source for Service Fee Payment

The financial source of the Company to pay NSSEA's service fee comes from its working capital.

Related persons and conflict of interests

Some of the Company's directors, namely, Mr. Ichiro Sato, Mr. Nobuo Okochi, and Mr. Kenichi Hoshi are considered as interested and/or connected directors; therefore, in order to ensure the transparency of voting procedures and to facilitate the independent judgement of other directors, those aforementioned directors abstained from voting in this matter and temporarily left the Meeting during voting session.

Opinion of the Board of Directors

The Board of Directors has considered the reason and necessity of the transaction and resolved that the ordinary business support transaction is reasonable and will eventually benefit the operations of the Company on a clear communication with Japanese experts on the technical supports and knowledge transfers to Thai employees to improve the Company's operations. Hence, the Company has approved the ordinary business support from NSSEA by entering into the Service Agreement for a period of 6 months.

Opinion of the Audit Committee which is different from the Board of Directors' opinion

- None -

Please be informed accordingly,

Yours faithfully,

- Signature -

(Ms. Arttaya Sookto)
Company Secretary