

No. ERW 026/KorMor.014/2023

August 25, 2023

Subject: Notification of Investment of a subsidiary to operate a project in Japan

Attention: President

The Stock Exchange of Thailand

The Erawan Group Public Company Limited (the “**Company**”) would like to inform that the Board of Directors' Meeting of Erawan Hop Inn Company Limited, a subsidiary of the Company, has resolved to approve the investment in a company in Japan as a TK investor (Tokumei Kumiai (TK) Investor) resulting in the status of such company as a subsidiary for the purpose of acquisition of 3 hotel projects in Japan with the following details:

Targeted Company	Infinity Japan Tokyo 2 Godo Kaisha	Infinity Japan Kyoto 1 Godo Kaisha	Infinity Japan Tokyo 1 Godo Kaisha
Project	<u>Project No. 1 Iidabashi in Tokyo</u>	<u>Project No. 2 Kyoto</u>	<u>Project No. 3 Ueno in Tokyo</u>
Name of Subsidiary	Infinity Japan Tokyo 2 Godo Kaisha	Infinity Japan Kyoto 1 Godo Kaisha	Infinity Japan Tokyo 1 Godo Kaisha
Period of Investment	August 2023	August 2023	September 2023
Total Proportion of Investment in TK (percent)	100	100	100
Purpose of Investment	To increase the investment in the budget hotel segment and the proportion of revenue and profit generated by the international customer base		

In addition, Hop Inn Raku Kabushiki Kaisha, another subsidiary of the Company in Japan, had entered into the asset lease agreement for hotel business with a lessor for 1 hotel project with the following details:

Project No. 4 Asakusa, at the area of Nitenmon, Tokyo, Japan

Topic	Description
Lessee	Hop Inn Raku Kabushiki Kaisha
Lease Term	30 Years (starting from 1 September 2023 to 31 August 2053)

The total investment for these 4 projects in Japan is approximately 1.7 billion Baht, which is align with the Company's long-term strategy in diversifying the hotel investment portfolios to focus on investing in budget hotels and increasing the proportion of revenue and profit generated by the international customer base. The aforementioned 4 projects have 373 rooms and are expected to open for operation in the first quarter of 2024. The entering into the transactions for Project No. 1 to Project No. 3 under the assets purchase and sale agreements expects to be completed within September 2023.

Nevertheless, the entering into such transactions is not considered as the connected transaction and the transaction size combining with the accumulated transaction during the past 6 months is less than 15 percent. Therefore, it is not considered as an acquisition transaction which requires information disclosure according to the criteria for the disclosure of information and other acts of listed companies concerning the acquisition and disposition of assets, however, it is the report in the event that a listed company or its subsidiary acquires or disposes of investments in other company and as a result, that other company becomes a subsidiary of a listed company or of a subsidiary.

Please be informed accordingly.

Yours sincerely,

Youssef El Khomri

(Mr. Youssef El Khomri)

President