

(Unofficial Translation)

No. GSTEEL/ELCID-11/2566

29 November 2023

**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. 10/2566 held on 29 November 2023 (the “Meeting”) has passed the resolution to approve an ordinary business support transaction by hiring services of G J Steel Public Company Limited (“GJS”) to take trial to flatten the un-flat HRC coils of the Company to confirm whether the un-flat coils can be flattened properly by equipment with sufficient flattening capability at G J Steel Public Company Limited. The same had been reviewed and concurred by the Company’s Audit Committee’s Meeting No. 7/2023 held on 29 November 2023.

This service is deemed as a connected transaction according to the Notification of the Capital Market Supervisory Commission No. Tor Chor 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 service is expected to be executed within 2024.

### **Transaction Parties**

**Service provider:** G J Steel Public Company Limited (“GJS”), 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 send approximately 225 tons to GJS to process by Skin Pass mill of GJS to measure flatness before and after processing to confirm whether the un-flat coils can be treated by sufficient flattening capability equipment because the Skin Pass mill of the Company has less flattening capability than GJS’s mill.

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

The Company will send approximately 225 tons to GJS to process by Skin Pass mill of GJS at a service fee of 195 Baht/ton which is derived from the estimated production cost of GJS’s Skin Pass plus margin of 5%.

**Total value of transaction** comprises of the service fee of all the coils to be processed, the maximum amount of service fee is 43,875 Baht.

**Transaction Size:** The aforementioned transaction is considered as an ordinary business support transaction with no general commercial conditions. The size of the transaction is approximately 0.0018% of the Company's Net Total Assets (NTA) (NTA of the Company as per the latest financial statement as of September 30, 2023 was Baht 2,390.82 million) which is less than Baht 1 million or 0.03% of the Company's NTA. In addition to that, if other connected transactions with related persons of NSC in the past 6 months are included in the transaction size, it will be approximately 0.4196% of NTA 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

### **Payment**

The Company will pay GJS for its service using cash from the operation of the Company.

### **Related persons and conflict of interests**

The Company's directors, namely, Mr. Hideki Ogawa and Mr. Bantoon Juicharern 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 HRC Flattening service is reasonable and there is no other mill nearby that can provide the same service for the Company. The service fee is as per the estimated production cost of GJS plus 5% margin, the Board of Directors viewed that the HRC Flattening service is necessary for a trial and will be beneficial for future quality improvements of the products of the Company. Thus, the Company has approved the HRC Flattening Service at GJS for the total service fee of Baht 43,875.

### **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