

(Unofficial Translation)

No. GSTEEL/ELCID-08/2567

10 May 2024

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

Dear: President
The Stock Exchange of Thailand

The Board of Directors' Meeting of G Steel Public Company Limited (“the Company”) No. 4/2567 held on 10 May 2024 (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 utilize the equipment with sufficient skin pass capability at GJS to conduct inspection, flattening of coils and other services to solve the problem of HRC coils of the Company. The same had been reviewed and concurred by the Company’s Audit Committee’s Meeting No. 3/2023 held on 10 May 2024.

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 will be utilized until August 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 not more than 1,500 tons to GJS to process by Skin Pass mill to improve and inspect the Company’s HRC quality because the Skin Pass mill of the Company has less capability than GJS’s mill.

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

The Company will send not more than 1,500 tons to GJS to process by Skin Pass mill of GJS at a service fee of 213 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 319,500 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 0.0168% of the Company's Net Total Assets (NTA) (NTA of the Company as per the latest financial statement as of March 31, 2024 was Baht 1,899.21 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 2.68% 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, Mr. Hisato Ishizaki, Mr. Nobuo Okochi, Mr. Yoshinao Ikeda, Khunying Patama Leeswadtrakul, 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 utilization of GJS Skin Pass 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 utilization of GJS Skin Pass Service is necessary for quality control and will be beneficial for future quality improvements of the products of the Company. Thus, the Company has approved the utilization of GJS Skin Pass Service at GJS for the total service fee of Baht 319,500.

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