



TRANSLATION

HAADTHIP

25 November, 2021

Subject: Investment in the expansion of productivity  
Attention: President  
The Stock Exchange of Thailand

The Board of Directors of HaadThip Public Company Limited (“the Company”) No. 6/2021 held on 25<sup>th</sup> November 2021 has a resolution to approve the investment expansion of productivity at Punpin Plant, Surat Thani province with an approximate investment of amount 1,200 million Baht that consists of construction of factory to support new production lines, machinery and equipment (New PET Filling Line) as well as other operating expenses. Counterparties are machinery suppliers and building contractors who we are in a process of negotiation and not connected to the Company and its subsidiaries under the Notification of the Capital Market Supervisory Board No. Torjor 21/2551, regarding Rules of Entering into a Connected Transaction dated 31 August 2008 (including any amendment thereto) and the Notification of the Board of Governors of the Stock Exchange of Thailand regarding Disclosure of Information and other Acts of Listed Companies, concerning the Connected Transaction B.E 2546, dated 19 November 2003 (including any amendment thereto).

In addition, this transaction is considered as a dispose of assets under the Notification of the Capital Market Supervisory Board No. Torjor 20/2551, regarding Rules of Entering into Material Transaction deemed as Acquisition or Disposition of Assets dated 31 August 2008 and the Notification of the Board of Governors of the Stock Exchange of Thailand, regarding Disclosure of information and other Acts of Listed Companies, concerning the Acquisition or Disposition of Assets B.E. 2547, dated 29 October 2004 (including any amendment thereto). The size of the transaction as per the criteria of on total value of consideration receive is 22.40% of the total assets of the Company and its subsidiaries in accordance with the latest consolidated financial statements of the Company as of 30 September 2021 (the Company has had no the

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asset disposal transaction during the last six months). Such transactions are connected to income acquired from the assets type 2, namely size of transaction from 15% but not over 50%. Therefore, the Company has a responsibility for disclosing any information on such transactions and reports to the Stock Exchange of Thailand as well as circular notice to the shareholders with 21 days from the date of notification to the Stock Exchange of Thailand.

The company does not seek any opinions from the Independent Financial Consultants because the size of investment is less than 50% so the company has no responsibility to announce in accordance with the Notification of Acquisition and Disposition of Assets.

The company would like to notify information on the transactions, acquiring such Assets as per the following details:

**1. Date, Month and Year of the Transactions**

The Board of Directors Meeting 6/2021 held on 25<sup>th</sup> November 2021 has approved the expansion of productivity at Punpin plant, Surat Thani province.

**2. Counterparties and Relationship with the Company and its Subsidiaries**

Counterparties, namely machinery suppliers and Construction Contractors cannot be reviewed at the moment because it is during the negotiation process. Thus, the machinery suppliers and the Construction Contractors has no relationships with the company and its subsidiaries.

**3. General types of the Project**

The Acquisition of such Assets is in accordance with the Capital Market Committee (Torjor 20/1972), regarding Rules of Disclosure of significant information, regarding the Acquisition and Disposition of Assets and the Notification of the Stock Exchange of Thailand, concerning the Disclosure of Information and the Company's Operations and the Notification of the Thailand Stock Exchange Committee, regarding the Disclosure of the Acquisition and the Disposition of the Listed Companies B.E. 2547 with details of calculation of the size of each transaction, using the following overall value of the returns.

$$\begin{aligned} \text{Investment Fund} \times 100 / \text{Total assets of the company} &= \frac{1,200,000,000 \times 100}{5,357,961,000} \\ &= 22.40\% \end{aligned}$$

From the size of such transactions which can be calculated, is within the scope of the Assets Type 2 with the size of the transactions from 15% but no less than 50%. Thus, the company has a responsibility of disclosing the information to the Stock Exchange of Thailand and to serve written notice of its decision to its shareholder within 21 days from the date of disclosure of the information to the Stock Exchange of Thailand.

#### 4. Detail of Acquiring Assets

List of Assets	Estimated Value (Million Baht)
4.1 Construction of the cost of the factory building and warehouse, located at Punpin District, Surat Thani Province - Production building (13,500 sq.m.) which can accommodate 3 production lines. - Raw material warehouse (approx. 2,500 sq.m.) to accommodate the increased production capacity	520
4.2 - New PET Filling Line which can product various pack sizes e.g. 505ml pack at the speed of 1,000 bottles per minute - Supporting systems, auxiliary and equipment	680
Total	1,200

#### 5. Source of investment

Credit lines from financial institution(s), which is in the process of negotiation on terms and conditions, and/or debenture issuance (as an alternative).

#### 6. Expected Benefit

- To allow further expansion plan to accommodate 3 production lines in line with the Company's strategies.
- To increase production capacity to fulfil the incremental demand in PET products

**7. Opinions of the Company's Audit Committee and/or directors which are different from the opinions of the Board of Directors**

- None –

Please be informed accordingly.

Yours sincerely,

Maj. Gen.

(Patchara Rattakul)

Chief Executive Officer

Officer of the Chief Executive Officer

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