

- Translation -

No. CKP-22-BCC-L-045

April 5, 2022

Subject: Execution of a Connected Transaction on Provision of Financial Assistance to Luang Prabang Power Company Limited (“LPCL”) as Collateral in accordance with the Terms Described in the Tariff Memorandum of Understanding of the Luang Prabang Hydroelectric Power Project

Attention: President
The Stock Exchange of Thailand

CK Power Public Company Limited (the “Company”) would like to notify the Stock Exchange of Thailand (“SET”) that the Board of Directors’ Meeting No. 3/2022 held on April 5, 2022 has considered approving the Company, as the major shareholder in Luang Prabang Power Company Limited (“LPCL”) with its shareholding percentage of 42.00 percent and as the main developer of the Luang Prabang Hydroelectric Power Project (“Luang Prabang Project”), to execute a connected transaction on provision of financial assistance to LPCL by having the bank issue a Bank Guarantee in the name of LPCL as collateral in accordance with the terms described in the Tariff Memorandum of Understanding (“Tariff MOU”) of the Luang Prabang Project with the Electricity Generating Authority of Thailand (“EGAT”), with the guarantee period from the signing date of the Tariff MOU for one year or until the signing date of the Power Purchase Agreement of the Luang Prabang Project between LPCL and EGAT, whichever occurs earlier. The total value of the transaction plus fees throughout the guarantee period is Baht 98.10 Million (“Transaction Value”) or representing 0.48 percent of the Net Tangible Assets (NTA) under the Company’s consolidated financial statements ended December 31, 2021. In this regard, LPCL is obligated to compensate the Company for any expenses incurred as a result of this financial assistance after LPCL has drawn down the first installment of the loan.

Having considered this matter, the Company, as the main developer of the Luang Prabang Project which is responsible for ensuring completion of work operations according to schedule, is thus of the opinion that execution of such transaction is reasonable and in the best interests of the Company. The agreement for execution of the transaction is subject to the same general trading conditions as those which persons of ordinary prudence would enter into with general contractual parties (Arm’s Length Basis), and without transfer of benefit between the Company and the person who may give rise to a conflict of interest.

LPCL is a legal entity with two major shareholders who are the Company’s connected persons; therefore, such transaction falls within the scope of connected transactions in the category of provision of financial assistance to the legal entity in which major shareholders are the Company’s connected persons in accordance with the Notification of the Capital Market Supervisory Board No. ThorChor.21/2551 (2008) Re: Rules on Connected Transactions dated August 31, 2008 and the Notification of the Board of Governors of the Stock Exchange of Thailand Re: Disclosure of Information and Other Acts of Listed Companies Concerning the Connected Transactions B.E. 2546 (2003) dated November 19, 2003 (“Notifications on Connected Transactions”). Details of relationship and conditions for execution of the transaction in accordance with the Notifications on Connected Transactions are shown below:

1. CH. Karnchang Public Company Limited is the Company's major shareholder with its shareholding percentage of 30.0018 (information as of the closing date of the share register for suspension of share transfer for the right to attend the 2022 Annual Ordinary General Meeting of Shareholders), and is concurrently LPCL's major shareholder with its shareholding percentage of 52.00 percent (including both direct and indirect shareholding via the Company). As such, execution of this transaction is considered a connected transaction in the category 4.1: offering financial assistance to a legal entity in which the listed company holds at a lower ratio than the ratio of shares held by other connected persons, with the transaction value not exceeding Baht 100 Million, which must be approved by the Board of Directors' Meeting and disclosed to the SET.
2. PT (Sole) Company Limited ("PTS") has Mr. David Van Dau, who is the Company's director, as PTS's sole shareholder, and PTS is LPCL's major shareholder with its shareholding percentage of 38.00 percent. As such, execution of this transaction is considered a connected transaction in the category 4.2: offering financial assistance in other cases, with the transaction value exceeding 0.03 percent of NTA (or Baht 6.12 Million) but less than three percent of NTA (or Baht 611.65 Million), which must be approved by the Board of Directors' Meeting and disclosed to the SET.

Please be informed accordingly

Very truly yours,

- Signature -

(Mr. Thanawat Trivisvavet)

Managing Director