

EPG-CS-008-2018

30<sup>th</sup> November 2018

Subject The establishment of Eastern Polymer Group's subsidiary's overseas Joint Venture company

To President of the Stock Exchange of Thailand

The Eastern Polymer Group PLC ("EPG or "The Company") would like to announce that on 30<sup>th</sup> November 2018, the Aeroklas Company Limited ("Aeroklas") (the subsidiary of the Company) signed a Joint Venture agreement with Duys Engineering Group (Pty) Ltd. ("DEG") and Mr. Brian William Rogers (Management of Company's Subsidiaries) in South Africa under the name of "Aeroklas Duys (Pty) Ltd." The establishing of this new Joint Venture is in accordance to Board of director's resolution of the Meeting No. 5/2018 on 12th November, 2018 that approve in principle of Aeroklas's Joint Venture in South Africa with the following details.

Registered capital	90 Million Rand (South Africa Rand) (Approximately 202 Million Baht*)
Holding Proportion	<ul style="list-style-type: none"> <li>- DEG to hold 51% of the Joint Venture.</li> <li>- Aeroklas to hold 45% of the Joint Venture.</li> <li>- Mr.Brian William Rogers to hold 4% of the Joint Venture.</li> </ul>
Detail of Business	Manufacturing and distributing Automotive and accessories products for OEM Automakers and other retails customers
Corporate Structure	7 total number of Directors which in accordance to holding proportion
Effective date	To start the commerce with in March 2019
Expected return	<ul style="list-style-type: none"> <li>- Expand to South African Automotive business that have high growth potential due to support from the South African Government</li> <li>- Caption strategic location to export the product to Europe.</li> </ul>
Source of Fund	Aeroklas Cashflow and Corporate Loan

The aforementioned transaction is in accordance to Notification of the Capital Market Supervisory Board No. Tor Chor. 20/2551 "Rules on Entering into Material Transactions Deemed as Acquisition or Disposal of Assets which came into force as of August 31, 2008 and the Notification of the Board of Governors of the Exchange of Thailand on The Disclosure of information and Other Act of Listed company concerning the Acquisition and Disposition of Asset B.C. 2004 which came into force as of October 29, 2004. After calculation, the size of transaction is 0.679% of the total asset value of Company (Maximum acquisition value Criteria). When calculating the size of transactions in the past 6 months of the Company, the maximum value of transaction is 2.90% of total assets of the Company

Total Value of Consideration	=	90.862 Million Baht. x 100
Total Assets of the Company		13,384.51 Million Baht
(According to consolidated financial statements reviewed by certified auditor as of September 30, 2016)	=	0.679 %

*\*The currency exchange of 1 Rand equal 2.2435 Baht as of 31 October 2018*

The aforementioned joint investment is not connected transactions according to the notification of the Capital Market Supervisory Board No. Tor Chor. 21/2551 Re: Guidelines for connected transactions, and notification of the Securities and Exchange Commission of Thailand Re: The disclosure of information and the practice of listed company for connected transaction B.C. 2003 dated 19 November 2003.

Please be informed accordingly

Yours faithfully,

*Pawat Vitoorapakorn*  
Chief Executive Officer