



PO. No. 024 / 2017

13th March 2017

Subject: To clarify overdue loan repayment of a subsidiary company

To: President
The Stock Exchange of Thailand,

The International Engineering Public Company (the “Company”) would like to clarify the information and report the progress related to overdue loan repayment of IEC Sakaeo 1 Co., Ltd. (“IEC SK1”), which is a subsidiary company, to the Stock Exchange of Thailand (“SET”)

On December 2016, IEC SK1 had faced with electricity shutdown in the PEA’s transmission system caused of blackout, which is totally an accident and uncontrollable. This resulted in malfunction of a steam turbine; therefore, the electricity could not be generated from 6th December 2016 to 23 January 2017. This accident also happened again on 12th February 2017. IEC SK1 had to stop operation to repair the turbine; however, the electrical generation system can be operated as normal since 4th March 2017.

This malfunction of turbine causes of income loss for electrical selling at that period and IEC SK1 could not pay the repayment to Kasikornbank Public Company Limited (the “bank”) in full amount from February to April 2017. In February 2017, IEC SK1 had paid a part of principle to the bank and still left for 3.75 million Baht that can be considered as overdue loan repayment in the term of loan agreement between IEC SK1 and the bank. Total debt including interest shall be called by the bank would be 450.85 million Baht. Hence, the total debt would be 9.11 per cent as compared to the Company and subsidiaries’ total asset value (Consolidated Financial Statements) as of 31 March 2016.

However, IEC SK1 already had a meeting with the bank on 7th March 2017. IEC SK1 has proposed to extend a debt payment period. The bank has already received the proposal of IEC SK1, which is now on consideration. If there is any progress, the company will inform SET in the next time.

Please be informed accordingly.

Yours sincerely,

(Dr. Attawooth Laohapakdee)
Chief Management Officer,
Authorized Person to Disclose Information