



PO No. 061 / 2018

August 14<sup>th</sup>, 2018

Subject : Borrowings from related individual (Revise)

To : President  
The Stock Exchange of Thailand

The Board of Directors Meeting of The International Engineering Public Company Limited (“The Company”) held on August 14<sup>th</sup>, 2018 has approved the borrowing of 30 million Baht loan from Mr. Komol Jungrungruangkit (“The Lender”), Director of the company and the father of Mr. Pongkawin Jungrungruangkit, the Chairman and the Chief Executive Officer of the Company. This connected transaction, according to the Notification of Capital Market Supervisory Board TorChor 21/2551 Re: Rules on Connected Transactions and the Notification of the Board of Governors of the Stock Exchange of Thailand Re: Disclosure of Information and Act of Listed Companies Concerning the Connected Transactions, 2003 (“Notification of the Board of Governors”) is defined as receipt of financial assistance. The value used to calculate the size of transaction is the value of the interest or benefits to be repaid to the connected person throughout the period of financial assistance with transaction size 3 million or 0.094% of the Company’s net tangible assets (Net Tangible Asset : NTA) as of 31 March 2016. Considering that the total value of this connected transaction is over 1 million but less than 20 million Baht or has transaction size over 0.03% but less than 3% of the Company’s net tangible asset, whichever is higher under general commercial conditions. As per the criteria, the information must be disclosed to the Stock Exchange of Thailand. Therefore, the Company would like to disclose the information as follows:

**1. Transaction date**

The Company shall borrow 30 million Baht from the lender by the end of August 2018.

**2. Related Parties and Relations between parties**

Lender: Mr. Komol Jungrungruangkit (Director of the company and the father of Mr. Pongkawin Jungrungruangkit, Chairman and the Chief Executive Officer of the Company)

Borrower: The International Engineering Public Company Limited

Relation between both parties:

The Lender is a related person to the borrowing Company, whereby the Lender is Director of the company and the father of the Chairman and the Chief Executive Officer of the Company.

**3. General characteristics of the transaction**

This is a connected transaction according to the Notification of Capital Market Supervisory Board TorChor 21/2551 Re: Rules on Connected Transactions and the Notification of the Board of Governors of the Stock Exchange of Thailand Re: Disclosure of Information and Act of Listed Companies Concerning the Connected Transactions, 2003 and is categorized as receipt of financial assistance. The value used to calculate the size of transaction is the value of the interest or benefits to be repaid to the connected person throughout the period of financial assistance with transaction size over 1 million but not exceeding 20 million Baht or more than 0.03% but no more than 3% of the Company’s net tangible assets, whichever is higher. This must be approved by the Company’s board and information must be disclosed to the Stock Exchange of Thailand.

**4. Details of the transaction**

Nature of financial assistance person	: Financial borrowings from related person
Value of principle	: 30 million Baht
Rate of interest	: 5.00 % per year
Borrowing period	: The period is 1 year, whereby the Borrower will repay the principle and interest within 1 year. Should the Borrower be unable to repay the principle and interest to the Lender, both parties agreed to let the Borrower repay only the interest portion of the first year to Lender first, granting that the Lender agreed to extend the repayment period of principle and interest by one more year.
Basis for calculation of transaction size	: Value of interest that the Company must repay to the lender throughout the assistance period. ( 1 year equals 1,500,000 Baht) ( 2 year equals 3 million Baht)
Proof of loan	: The Company shall issue promissory note to the Lender as a proof of loan.
Security	: Both parties agreed to use the apartment which is the property of GIDEC Co., Ltd. (an indirect fully-owned subsidiary) Unit 159/153, Floor 23, Building 1, Commonwealth Pinklao Condominium registration no.3/2540 located on land deed no.118,119,120,121,122,123,985 Bang Bamru, Bang Phlat District, Bangkok with an estimated area of approximately 1,268.21 square meters to mortgage as the security for the lender with mortgaged amount of <b>30 million Baht.</b>
Details of the land used as security	:(1) The condominium has its total property value, which is used for rights and juristic act registration during the accounting period from 2016 – 2019, of 51.36 million Baht.  (2) The condominium has book value as of the date of acquisition on 25 August 2010 of 38.79 million Baht.



(3) On 3 October 2016, Future Appraisal Co., Ltd, an independent appraiser appraised the value of assets to be at 31.70 million Baht.

Other conditions : - None –

**5. Benefits from entering into the transaction**

The aforementioned borrowings shall be used as a working capital in order to enhance liquidity in the Company and its subsidiaries operations.

**6. Stake holding director who is also the connected person**

During the discussion on the agenda regarding the loan in the Board of Directors Meeting dated 14 August 2018, Mr. Komol Jungrungruangkit, Director and Mr. Pongkawin Jungrungruangkit, Chairman and the Chief Executive Officer did not cast his vote in the meeting.

**7. Opinions of the Board of Directors**

The Board of Directors agreed that the transaction will help enhance the Company's liquidity in its operation, which will directly benefit the Company and therefore deemed expedient to approve the transaction.

I hereby certified that the content is correct and accurate and the Company's board have resolved to approve the aforementioned transaction.

Yours sincerely,

( Mr. Pongkawin Jungrungruangkit )  
Chairman and Chief Executive Officer