

Sor Gor 39/64

11 November 2021

To the Attention of the Manager and Director of the **Securities Exchange of Thailand**
Subject Information summary for Related Party Transaction concerning the entity's borrowing

Attachment Information for Related Party Transaction concerning ECL's borrowing under the B/E instrument, from Mr. Preecha Veerapong, who is the Chairman of the Board, and also the major shareholders

The Board at its 5/2564 meeting held on 11 November 2021 resolved to approve ECL's borrowing through issuance of bill of exchange (B/E) instrument, from Mr. Preecha Veerapong, who is the Chairman of the Board, and also the major shareholder. The amount limit of Baht 300 million, in order to support hire purchase credit expansion. The B/E issuance shall be short term with tenor restricted to no more than 270 days, at the rates of 3.00 – 3.50 percent per annum payable upon B/E issuance, and principal sum payable at maturity. Such transactions are considered related party transaction in accordance with announcement of the Security Exchange of Thailand with detailed information per attachment.

Please be informed accordingly.

Sincerely Yours,

Mrs. Duangrat Jaengmongkol,
Director and Company Secretary
Eastern Commercial Leasing PLC

Attachment

Information Summary for Related Party Transaction

EASTERN COMMERCIAL LEASING PLC

Subject: Approval for the borrowing through issuance of bill of exchange within the amount limit of Baht 300 million from Mr. Preecha Veerapong, the major shareholder

1. **Date of transaction:** 11 November 2021

2. **Relevant contract parties**

Lender: Mr. Preecha Veerapong

Borrower: Eastern Commercial Leasing PLC. (ECL)

Relationship: Mr. Preecha Veerapong holds the position of the Chairman of the Board of Eastern Commercial Leasing PLC, and the shareholder of the Eastern Commercial Leasing PLC, holding 86,965,875 shares accounting for 7.84% of ECL's issued and paid up capital, on 12 October 2021

3. **Nature of transaction**

Type of the Transaction : Related party Transaction of the Receipt of Financial support classification

Credit facility : Short-term loan in the form of Bill of Exchange (B/E) each of which shall have tenor no more than 270 days and without collateral guarantee

Interest Rate : 3.00%-3.50% or lower than commercial banking loan rate of interest at the time of the loan date (At present commercial bank loan rates range from 3.70% – 4.00% per annum.)

Duration : Not more than 1 year from November 12, 2021- November 11,2022

Interest Payment : payable upon B/E issuance

Other Conditions : None

Objectives : To be supporting hire purchase credit expansion

4. **Total value and basis for the establishment of total transactional value**

4.1) Value of Transaction = maximum borrowing amount x maximum interest rate
x maximum maturity
= THB 300,000,000 x 3.50% x 1 year
= THB 10,500,000

Remark: To calculate the interest rate of 3.50%, which is the highest interest rate in accordance with the resolution of the Board of Directors approved the loan.

4.2) The transaction that the Company made with the related persons during period 6 months

Since 7 May 2021 to 10 November 2021 , ECL has issued 6 bills of exchange to borrow from Mr.Preecha Veerapong totaling Baht 185 million, and paid interests amounting to Baht 2,711,337.84.

The principles that are used to calculate the Size of Transaction

$$\begin{aligned}\text{Size of Transaction} &= \text{Value of Transaction} / \text{Net Tangible Assets} \times 100 \\ &= \text{THB } 13,211,337.84 / \text{THB } 1,638,611,116.56 \times 100 \\ &= 0.81\%\end{aligned}$$

(Remark: NTA as at June 30,2021)

Combination the size of transactions of 4. 1) and 4. 2) are receive the interest amount of 13.21 million baht or 0.81 percent of the company's net tangible assets. The transaction value is greater than Baht 1 million but less than Baht 20 million or greater than 0.03% but less than 3% of the NTA. The transaction is considered related party transaction in accordance with the announcement of the Board of Governors of the Securities Exchange of Thailand as pertinent to information disclosure and operation of listed companies in engaging in related party transactions of the receipt of financial support classification. This requires Board of Directors' approval for the transaction, and providing information disclosure to the Securities Exchange of Thailand, but not requiring approval at the shareholders' meeting.

5. Name list for related party transaction and scope of vested interest of the related parties in engaging in the related party transaction

Mr. Preecha Veerapong holds the position of the Chairman of the Board and the shareholder of the Eastern Commercial Leasing PLC, holding shares accounting for 7.84% Which is considered a connected transaction

6. Meeting attendance and voting at the Board of Directors' Meeting by related parties

Director who has vested interest per item 5 did not attend, and vote at the Board of Directors' Meeting in consideration of the agenda mentioned.

7. The Board of Directors' opinion on decision to engage in the related party transaction

Such borrowing has the objective of supporting hire purchase credit expansion. The rate of interest payable is lower than loan rate from commercial banks which currently the highest borrowing rate is 4.00% p.a. Therefore, accepting such financial support shall reduce interest payable burden to the company, being reasonable, and without risks.

8. The Audit Committee opinion and /or company directors' opinion different from the Board of Directors' opinion referred to in item 7.

- None -