



June 28, 2017

To: The President
The Stock Exchange of Thailand

Subject : Notice of Judgment of the Supreme Court for Corporate Income Tax Assessment

As in year 2006 the Company received a corporate income tax assessment notice from the Revenue Department, covering the years 1997 through 2000, and assessing tax amounting to Baht 733,659,893.32 (including penalties and surcharges), subsequently the Company appealed to the Supreme Court. (The Company has disclosed the tax assessment in Notes to Consolidated Financial Statements since 2006 and appeared in item 19.3.1 (a) of Notes to Consolidated Financial Statements of Q1/2016 page 15).

On 26 June 2017, the Supreme Court read the judgment no. 10338/2559 which can be summarized that the Company has to pay tax including penalties and surcharges in total amount of Baht 733,659,893.32 to Revenue Department. In the past, the Company had believed that the Company would win the case and therefore the Company has not recorded provision in the accounts. The Company is considering to record provision of the whole amount in the Q2/2017. However, the Company is of an opinion that the judgment does not substantially affect the Company since the Company has a strong financial position and performances including liquidity. As of 31 March 2017, the Company has total shareholders' equity of Baht 29,247 million, net profit for the 1st quarter-2017 of Baht 1,349 million and cash/ cash equivalents approximately Baht 18,979 million (equivalent to USD 556 million) while the tax amount according to the judgment is at Baht 733,659,893.32 (equivalent to USD 21.5 million). In addition, in order to minimize effect on the cash flow, the Company will negotiate with the Revenue Department for installments afterwards. If the negotiation is not successful it will not affect the Company's operations since the Company has sufficient liquidity.

Please be informed accordingly.

Anusorn Muttaraid
Director