member of SRI TRANG GROUP

บริษัท ศรีตรังแอโกรอินดัสทรี จำกัด (มหาชน) สาขากรุงเทพ
อาคารปาร์คเวนเชอร์ อีโคเพล็กซ์ ห้องเลขที่ 1701, 1707-1712 ชั้น 17
เลขที่ 57 ถนนวิทยุ แขวงลุมพินี เขตปทุมวัน กรุงเทพฯ 10330 ประเทศไทย

SRI TRANG AGRO-INDUSTRY PUBLIC COMPANY LIMITED (BANGKOK BRANCH)
17TH FLOOR, PARK VENTURES ECOPLEX UNIT 1701, 1707-1712
57 WIRELESS ROAD, LUMPINI, PATHUMWAN, BANGKOK 10330, THAILAND

TEL : 0-2207-4500 FAX : 0-2108-2241-44 เลขประจำตัวผู้เสียภาษีอากร 0107536001656 สาขาที่ 00003

13 November 2020

Subject: Approved the sale of investment and sell of land and buildings of the Company and its subsidiary to Sri Trang Gloves (Thailand) Public Company Limited, a subsidiary of the Company, and approved the interim dividend payment.

To: President
The Stock Exchange of Thailand / The Singapore Exchange

The Board of Directors' Meeting No. 9/2020 of Sri Trang Agro-Industry Public Company Limited (the **"Company"**), held on 13 November 2020, has resolved the significant resolutions which can be summarized as follows:

1. Approved the Company's financial statements for the nine-month period ending 30 September 2020 (reviewed by auditor).

2. Approved the interim dividend payment from the Company's operational result as shown in the Financial Statements ending on 30 September 2020 which has been reviewed by the Company's auditor of THB 0.50 per share, totaling THB 786 million. It will be paid from the Company's net profits exempt from corporate income tax whereby individual shareholder shall not be entitled to a tax credit.

   The Board of Directors has fixed 27 November 2020 as the record date for determining the shareholders entitled to receive an interim dividend.

   Shareholders who hold shares in the Company through direct securities accounts with the Central Depository (Pte) Limited ("CDP") ("Depositors") or persons with shares standing to the credit of their securities accounts with the Depository Agents at 5.00 p.m. (Singapore time) on 27 November 2020 will be entitled to receive the interim dividend.

   The interim dividend will be paid on 9 December 2020.

3. Approved the asset disposition transaction and connected transaction (in which the connected transaction is exempted transaction under the Notification of the Capital Market Supervisory Board and the Notification of the Board of Governors of the Stock Exchange of Thailand in relation to connected transaction), made with Sri Trang Gloves (Thailand) Public Company Limited ("**STGT**"), a subsidiary (direct and indirectly held by the Company of 56.1 percent), with details as follows:

   1st transaction Sale of shares in Premier System Engineering Co., Ltd. ("PSE")

   Sale of shares in PSE to STGT in an amount of (1) 419,996 shares, a proportion of 83.9992 percent of the total shares with voting rights of PSE held by the Company, and (2) 80,000 shares, a proportion of 16.0000 percent of the total shares with voting rights of PSE held by Rubberland Products Company Limited ("**RBL**") (a subsidiary of the Company), totaling 499,996 shares at a par value of THB 100, which is 99.9992 percent of the total shares with voting rights of PSE, with a total selling price of THB 1,120,000,000 ("**Disposition of PSE Shares**"). The selling price has been considered by using appropriate purchase price valued by Discounted Cash Flow method in which the financial advisor, OptAsia Capital Co., Ltd. had proposed to the Company which is a method of calculation that takes into account the potential and ability to make profit of the business in the future. The material assumptions are derived from the previous operations, growth forecast of machinery installation business, construction of the gloves factory, more work received from STGT, including other services such as maintenance of machineries etc.

Seller	No. of shareholding in PSE (shares)	Percent	Selling price (THB)
The Company	419,996	83.9992	940,798,566.39
RBL	80,000	16.0000	179,201,433.61
		Total	**1,120,000,000.00**

The Disposition of PSE Shares is classified as a disposition of the Company's assets transactions under the Notification of the Capital Market Supervisory Board No. TorChor. 20/2551 re: Rules on Entering into Material Transactions Deemed as Acquisition or Disposal of Assets (including any amendments), and the Notification of the Board of Governors of the Stock Exchange of Thailand Re: Disclosure of Information and Other Acts of Listed Companies Concerning the Acquisition and Disposition of Assets B.E. 2547(2004) (including any amendments) (together as "**Notification on the Acquisition or Disposition of Assets**"). The calculation size of the transaction is equivalent to 1.82 percent according to the criteria of the net tangible asset, which is the highest total transaction size calculated from the Company's consolidated financial statements for the nine-month period ending 30 September 2020, which has been reviewed by an auditor ("**Financial Statements**"). The Disposition of PSE Shares is classified as the disposition of assets that is less than 15 percent, thus the Company does not have the duty to comply with the Notification on the Acquisition or Disposition of Assets.

Furthermore, the Disposition of PSE Shares is classified as connected transactions relating to assets or services under the Notification of the Capital Market Supervisory Board No. TorChor. 21/2551 re: Rules on Connected Transactions (including any amendments) and the Notification of the Board of Governors of the Stock Exchange of Thailand Re: Disclosure of Information and Other Acts of Listed Companies Concerning Connected Transactions B.E. 2546 (2003) (including any amendments) (collectively, the "**Notifications on Connected Transactions**") which is the exempted transaction under the Notifications on Connected Transactions, as it is an entering into (1) transaction between the Company and STGT (Company's subsidiary) having connected persons who is not the Company holding STGT shares no more than 10 percent and (2) transaction between RBL (Company's subsidiary) and STGT (Company's subsidiary) having connected persons who is not the Company holding RBL and STGT shares no more than 10 percent.

Reasons and Necessity of the Transaction

The sale of shares of PSE to STGT is an appropriate business restructure because the core business of PSE is to provide construction services and produce and install machinery for the Group's businesses, both natural rubber operations and glove production. During the past 3-4 years, PSE has mainly provided the services to support the expansion of STGT and will continue to provide such services to support further expansion plan at various locations in the future. The sale of ordinary shares of PSE to STGT is an appropriate restructure and accords with the operations of STGT, providing clarity to shareholding structure and eliminating redundancy in the entry into of connected transactions. STGT will have greater flexibility in business operations and PSE will continue to keep within the Group confidential information and expertise in designing and installing glove production machinery. After the sale of shares to STGT, the Company still remains a major shareholder of STGT and STGT still remains a subsidiary of the Company. The Company and companies within the Group will be able to continue to use services from PSE, such as machinery repair and maintenance services and efficiency enhancement services. The business operations Group are not affected by the restructure.

2nd transaction Sale of shares in Sadao P.S. Rubber Company Limited ("PS")

Sale of shares in PS from the Company to STGT in an amount of 399,994 shares, at a par value of THB 100, a proportion of 99.9985 percent of the total shares with voting rights of PS, with a total selling price of THB 147,000,000 ("**Disposition of PS Shares**"). The selling price has been considered by the adjusted book value (adjusted the list of assets appraised by the independent appraiser, First Star Consultant Co., Ltd, and the movement of the list in the balance sheet until 10 November 2020).

The Disposition of PS Shares is classified as a disposition of the Company's assets transactions under the Notification of the Acquisition and Disposition of Assets. The calculation size of the transaction is equivalent to 0.32 percent according to the criteria of the net tangible asset, which is the highest total transaction size calculated from the Financial Statements. The Disposition of PS Shares is classified as the disposition of assets that is less than 15 percent, thus the Company does not have the duty to comply with the Notification on the Acquisition or Disposition of Assets.

Furthermore, the Disposition of PS Shares is classified as connected transactions relating to assets or services which is the exempted transaction under the Notifications on Connected Transactions, as it is an entering into transaction between the Company and STGT (Company's subsidiary) having connected persons who is not the Company holding STGT shares no more than 10 percent.

Reasons and Necessity of the Transaction

PS engages in rubber sheet production, which currently generates lower revenue and net profit as industry trend is moving away from rubber sheet industry. The Company had ceased the business operations of PS. At the same time, STGT has been searching for land in Songkla to construct a new production facility. It is therefore appropriate to sell the land on which PS is situated to STGT by way of the sale of ordinary shares of PS to STGT, which is more financially attractive than the outright sale of land and buildings. In addition, the Company will promptly realize gains from the sales of share of PS, which are not in operations. The Company will also benefit from the capacity expansion of its subsidiary, STGT, as well as realize revenue, net profit and dividend of STGT that will increase in the future.

3rd transaction Sale of land with buildings from Anvar Parawood Company Limited ("ANV")

The sale of land with buildings from ANV, a subsidiary of the Company (held by the Company of 99.99 of the total shares with voting rights of ANV), to STGT with a total of 3 plot of lands, which are connected area in a total of 34 rai, 1 ngarn, 0.7 square wah, located at Sumnakkham Sub-District, Sadao District, Songkhla Province, with a total selling price of THB 69,210,000 ("**Disposition of Land with Buildings from ANV**"). The selling price has been considered by comparing the appraised price by the independent appraiser.

The Disposition of Land with Buildings from ANV is classified as a disposition of the Company's assets transactions under the Notification of the Acquisition and Disposition of Assets. The calculation size of the transaction is equivalent to 0.09 percent according to the criteria of total value of consideration received, which is the highest total transaction size calculated from the Financial Statements. The Disposition of Land with Buildings from ANV is classified as the disposition of assets that is less than 15 percent, thus the Company does not have the duty to comply with the Notification on the Acquisition or Disposition of Assets.

Moreover, the Disposition of Land with Buildings from ANV is classified as connected transactions in relation to assets or services which is the exempted transaction under the Notifications on Connected Transactions, as it is an entering into transaction between ANV (Company's subsidiary) and STGT (Company's subsidiary) having connected persons who is not the Company holding ANV and STGT shares no more than 10 percent.

Reasons and Necessity of the Transaction

ANV is in the business of manufacturing wooden pallets and sourcing woodchips. Currently there is increased price competition and raw material prices for wooden pallets have gone up. The pallet industry has therefore increasingly switched to plastic pallets because of cheaper prices. As ANV is generating increasingly lower business volume while STGT is in need of land to implement capacity expansion in SongKla, it is therefore appropriate for ANV to sell the land with buildings to STGT so that STGT can implement the expansion without delay and doesn't lose any business opportunity. Moreover, such lands are located in Songkhla Special Economic Development Zone which is granted the exemption of corporate income tax and more privileges from the BOI comparing to other areas. In addition, the Company will realize gains from the sales of land and buildings of ANV, which are not presently being put to maximum use. The

Company will also benefit from the capacity expansion of its subsidiary, STGT, as well as realize revenue, net profit and dividend of STGT that will increase in the future.

4th transaction Sale of land with buildings from the Company

The sale of land with buildings from the Company for a total of 12 plots in a total of 334 rai 6.2 square wah, located at Khaochairat Sub-District, Pathio District, Chumphon Province, at a total selling price of THB 177,470,000 ("**Disposition of Land with Buildings of the Company**"). The selling price has been considered by comparing the appraised price by the independent appraiser.

The Disposition of Land with Buildings of the Company is classified as a disposition of the Company's assets transactions under the Notification of the Acquisition and Disposal of Assets. The calculation size of the transaction is equivalent to 0.24 percent according to the criteria of total consideration received, which is the highest total transaction size calculated from the Financial Statements. The Disposition of Land with Buildings from the Company is classified as the disposition of assets that is less than 15 percent, thus the Company does not have the duty to comply with the Notification on the Acquisition or Disposition of Assets.

Moreover, the Disposition of Land with Buildings of the Company is classified as connected transactions in relation to assets or services which is the exempted transaction under the Notifications on Connected Transactions, as it is an entering into transaction between the Company and STGT (Company's subsidiary) having connected persons who is not the Company holding STGT shares no more than 10 percent.

Reasons and Necessity of the Transaction

The land owned by the Company in Chumporn was originally intended for the construction of block rubber processing facilities. Because of the downturn in the natural rubber industry, there is no need for the Company to expand production capacity. Because STGT is in need of land to expand glove production capacity, it is therefore appropriate for the Company to sell the land with buildings to STGT so that STGT can implement the expansion without delay and doesn't lose any business opportunity. In addition, the Company will realize gains from the sales of land and buildings of the Company, which are not presently being put to maximum use. The Company will also benefit from the capacity expansion of its subsidiary, STGT, as well as realize revenue, net profit and dividend of STGT that will increase in the future.

All 4 transactions are expected to be completed by January 2021.

The total transaction size of assets disposition under item 1 to item 4 are equivalent to 2.14 percent according to criteria of net tangible asset calculated from the Financial Statements. The total transaction size, including the transactions taking place 6 months prior to the entering into these transactions, is equivalent to 2.21 percent according to criteria of net tangible asset calculated from the Financial Statements, which is less than 15 percent. It is therefore under the consideration and approval by the meeting of the Board of Directors.

The opinion of the Company's Board of Directors

The Board of Directors Meeting (excluding the directors who have interests, namely Dr. Viyavood Sincharoenkul, Mr. Kitichai Sincharoenkul and Mr. Veerasith Sinchareonkul, who did not attend the meeting during the consideration of such agenda item) had considered and had opinion that the entering into the transaction is reasonable and in the best interest of the Company. The sale of investment transactions are for the benefit of the restructuring of the group of the Company to be in line with business operations. The disposition of land and buildings constitutes will put to use assets that the Company or its Group has and are not presently being put to maximum use. The Company will realize the gains from the sale of shares, land and buildings and will be able to use the cash generated from the sale toward the capacity expansion or as working capital in the Company's usual business operations. In addition, the Company will benefit from the capacity expansion of STGT as well as realize revenue, net profit and dividend of STGT that will increase in the future.

Opinion of the Audit Committee:

The opinion of the Audit Committee of the Company did not differ from the opinion of the Board of Directors.

Please be informed accordingly.

Yours faithfully,

Mr. Kitichai Sincharoenkul

Director