
- Translation -

No. ECF02 084/2560

22 December 2017

Subject : Notification for the entering into the Memorandum of Understanding to study the feasibility of Solar Power Plant Project

To President
The Stock Exchange of Thailand

East Coast Furnitech Public Company Limited ("ECF" or "The Company") would like to notify that the Company, by the resolution of the Board of Directors' meeting No.15/2017 held on 18 December 2017, will be conducting a feasibility study for an investment in 1 Megawatt Solar Power Plant Project of CR Solar Co., Ltd. ("CRS") located at Thern District, Lampang Province instead of an investment of Biomass Power Plant Project of True Energy Power Lopburi Co., Ltd. ("TRUE-P"), which upon the feasibility study, the Company was unable to come to an agreement for the investment in such project.

In this regard, the Company and CRS have mutually entered into the Memorandum of Understanding on 22 December 2017 to transfer the deposit as the security to secure the purchase payment of businesses of CRS, which the amount of deposits has been calculated on the loan principal amount of Baht 50 million, with accrued interest on the loan principal until 22 December 2017, amounted to Baht 2,024,589, and ongoing interest under the loan agreement which is the condition under the Memorandum of Understanding dated 26 December 2016 between the Company and TRUE-P. In this regard, TRUE-P gave the consent for the deposit transfer and agreed to terminate the Memorandum of Understanding dated 26 December 2016 on the signing date of the Memorandum of Understanding between the Company and CRS.

The Company will conduct a due diligence on CRS for 60 days from the date on which the Company completely receives all significant information from CRS. Then, the Company will conduct a feasibility study and make a decision on the investment of such Solar Power Plant Project in further step.

Moreover, the Company will make an addendum to the loan agreement dated 26 December 2016 to extend the due date of the loan repayment to the Company to 26 March 2018. This repayment extension will be the fourth extension. The first, second and third extension of the due date were extended to 26 May 2017, 26 August 2017 and 26 December 2017 respectively.

Please be informed accordingly,

Yours sincerely,

East Coast Furnitech Public Company Limited

-Signature-

(Mr.Arak Suksawad)

Managing Director