

No. 0161/01E

January 18, 2018

Subject: Amendment to Coal Mining Concession of Subsidiary Companies in Indonesia

Attn: President
 The Stock Exchange of Thailand

According to the Board of Directors' Meeting of Lanna Resources Public Co., Ltd. ("LANNA") No.6/2017 dated December 18, 2017 having resolved to approve PT. Lanna Harita Indonesia ("LHI") and PT. Singlurus Pratama ("SGP"), subsidiary companies of LANNA in Indonesia, to sign the amendment to each of their coal mining concession or the Coal Contract of Work ("CCoW") with the Ministry of Energy and Mineral Resources ("MEMR") in respect of divestment obligation to reduce the proportion of foreign or non-Indonesian shareholding to not more than 49 percent of the paid-up capital, which shall be carried out in accordance with the Law of the Republic of Indonesia No. 4 of 2009 on Coal and Mineral Mining.

On January 17, 2018, LHI and SGP have signed the CCoW amendment with MEMR on the divestment of foreign or non-Indonesian shareholding in order to proceed in accordance with the resolution of the Board of Directors of LANNA as mentioned above, having details which can be summarized as follows:

(1) LHI shall divest the proportion of foreign or non-Indonesian shareholding from 65 percent to not more than 49 percent of the paid-up capital, by divesting 9 percent of foreign or non-Indonesian shareholding within October 2018 and divesting another 7 percent of foreign or non-Indonesian shareholding within October 2019, for a total divestment of foreign or non-Indonesian shareholding of 16 percent of the paid-up capital, having details as shown in the table below. The divestment shares may be sold to Indonesian individual or entities, Government of Indonesia and/or Indonesian state-owned and regional-owned enterprises at a price deemed appropriate and fair by LANNA. Nevertheless, LANNA shall still have management control in LHI, which allows for the consolidation of LHI's financial statements into LANNA's consolidated financial statements as before.

List of Shareholders of LHI	Shareholding Before Divestment		Shareholding Increase (Decrease) in Year 2018		Shareholding Increase (Decrease) in Year 2019		Shareholding After Divestment	
	Number of Shares	%	Number of Shares	%	Number of Shares	%	Number of Shares	%
(1) Lanna Resources Public Co., Ltd. (Thai nationality)	4,400	55	(610)	(7.6154)	(473)	(5.9231)	3,317	41.4615
(2) Pan-United Investments Pte. Ltd. (Singaporean nationality)	800	10	(110)	(1.3846)	(87)	(1.0769)	603	7.5385
(3) PT. Harita Mahakam Mining (Indonesian nationality)	2,800	35	-	-	-	-	2,800	35
(4) Other shareholders buying divestment shares (Indonesian nationality)	-	-	720	9	560	7	1,280	16
(5) Total	8,000	100	-	-	-	-	8,000	100
Remarks: LHI has remaining coal mining concession period of 13 years until year 2031 with remaining coal reserves of approximately 35 million tons.								

(2) SGP shall divest the proportion of foreign or non-Indonesian shareholding from 65 percent to not more than 49 percent of the paid-up capital, by divesting 9 percent of foreign or non-Indonesian shareholding within October 2018 and divesting another 7 percent of foreign or non-Indonesian shareholding within October 2019, for a total divestment of foreign or non-Indonesian shareholding of 16 percent of the paid-up capital, having details as shown in the table below. The divestment shares may be sold to Indonesian individual or entities, Government of Indonesia and/or Indonesian state-owned and regional-owned enterprises at a price deemed appropriate and fair by LANNA. Nevertheless, LANNA shall still have management control in SGP, which allows for the consolidation of SGP's financial statements into LANNA's consolidated financial statements as before.

List of Shareholders of SGP	Shareholding Before Divestment		Shareholding Increase (Decrease) in Year 2018		Shareholding Increase (Decrease) in Year 2019		Shareholding After Divestment	
	Number of Shares	%	Number of Shares	%	Number of Shares	%	Number of Shares	%
(1) Lanna Resources Public Co., Ltd. (Thai nationality)	5,168	65	(715)	(9)	(557)	(7)	3,896	49
(2) PT. Indocoal Pratama Jaya (Indonesian nationality)	1,192	15	-	-	-	-	1,192	15
(3) PT. Harita Jayaraya (Indonesian nationality)	954	12	-	-	-	-	954	12
(4) PT. Ambhara Karya Perdana (Indonesian nationality)	636	8	-	-	-	-	636	8
(5) Other shareholders buying divestment shares (Indonesian nationality)	-	-	715	9	557	7	1,272	16
(6) Total	7,950	100	-	-	-	-	7,950	100
Remarks: SGP has remaining coal mining concession period of 21 years until year 2039 with remaining coal reserves of approximately 45 million tons.								

(3) Impact from the divestment of foreign or non-Indonesian shareholding as mentioned above can be summarized as follows:

(3.1) With the divestment of LANNA shareholding in LHI and SGP, it is anticipated that LANNA should make profit from the sale of shares in LHI and SGP during year 2018 and 2019 as mentioned above. Such information shall be disclosed when the actual share sale transaction is made.

(3.2) Share of profit or loss of LHI will decrease by 7.6154 percent in year 2018 and decrease by 13.5385 percent in year 2019 and the following years, in accordance with the reduction in shareholding proportion of LANNA in LHI as mentioned above.

(3.3) Share of profit or loss of SGP will decrease by 9 percent in year 2018 and decrease by 16 percent in year 2019 and the following years, in accordance with the reduction in shareholding proportion of LANNA in SGP as mentioned above.

Please be informed accordingly.

Yours faithfully,
For and on behalf of Lanna Resources Public Company Limited

(Mr. Saharat Vatanatumrak)
Company Secretary