

Ref. No. 1061/59E

October 17, 2018

Subject: Notification on the Capital Increase of Lanna Power Generation Co., Ltd.

Attn: President  
The Stock Exchange of Thailand

The Board of Directors' Meeting No. 6/2018 of Lanna Resources Public Co., Ltd. ("LANNA") dated October 16, 2018, has resolved as follows.

(1) Approval for Lanna Power Generation Co., Ltd. ("LPG"), the subsidiary company in Thailand, which LANNA holds 99.99985 percent of the paid-up capital, to increase its registered capital from 2,000,000 shares with a par value of Baht 5 per share, totaling Baht 10,000,000 to become 4,000,000 shares with a par value of Baht 5 per share, totaling Baht 20,000,000, by means of issuance of 2,000,000 ordinary shares with a par value of Baht 5 per share, totaling Baht 10,000,000, by allocating new shares to the existing shareholders of LPG at a ratio of 1 existing share for 1 newly issued share with a par value of Baht 5 per share to use as working capital and to study the feasibility of investment projects in power business both domestically and overseas, with a capital call of Baht 2.50 per share, totaling Baht 5,000,000 or 50 percent of such capital increase with remaining capital to be called as deemed necessary for business operations in the future.

(2) Approval for LANNA to exercise the right to subscribe for the newly issued shares of LPG as allocated at 1,999,997 shares with a par value of Baht 5 per share, totaling Baht 9,999,985, with the share price of Baht 2.50 per share, totaling Baht 4,999,992.50. The remaining capital will be paid as deemed necessary for business operations in the future in order to maintain shareholding proportion of 99.99985 percent of the paid-up capital in LPG. This transaction is not a connected transaction and not within the scope of transaction concerning the acquisition and disposition of assets of listed companies in accordance with the regulations prescribed by the Securities and Exchange Commission (SEC) and the Stock Exchange of Thailand, having the transaction size based on the total value of consideration at 0.104 percent of total asset according to the latest reviewed consolidated financial statements as at June 30, 2018.

Please be informed accordingly.

Yours faithfully,

For and on behalf of Lanna Resources Public Company Limited

(Mr. Saharat Vatanatumrak)  
Company Secretary