



บริษัท สหอุตสาหกรรมน้ำมันปาล์ม จำกัด (มหาชน)
United Palm Oil Industry Public Company Limited

CORPORATE HEADQUARTERS
64 Soi Bangna-Trad 25, Khwaeng Bangna Nuea,
Khet Bangna, Bangkok 10260 Thailand

Tel +66-(0)2-744 1046
Fax +66-(0)2-361-8988-89

www.upoic.co.th

[English Translation]

25 December 2019

Subject: Exit from land in the agricultural reform area

To: Director and Manager of the Stock Exchange of Thailand

- Reference:
1. Krabi Provincial Agricultural Land Reform Office's Letter No. Kor Bor 0011/2354, dated 2 December 2019, re: Announcement of Land Title Consideration Results
 2. Krabi Provincial Agricultural Land Reform Office's Letter No. Kor Bor 0011/2358, dated 3 December 2019, re: Order to Leave the Land and Demolish the Buildings in the Target Area Pursuant to Section 1 (1) of the Chief of the NCPO's Order No. 36/2559
 3. Order to Leave the Land and Demolish the Buildings in the Target Area (No. 24/2562, dated 6 December 2019) Pursuant to Section 1 (1) of the Chief of the NCPO's Order No. 36/2559

According to the referenced letters, Krabi Provincial Agricultural Land Reform Office has considered evidence given by the United Palm Oil Industry Public Company Limited (the "Company") and ruled that the objections by the Company were groundless; it has ordered the Company to demolish and destroy buildings, edifices and other things and leave the land with title No. 601, having approximate area of 973 rai, located at Krabi Noi Subdistrict, Muang District, Krabi Province (the "Land") within 30 days from the date of receiving the order or the date of the order (6 December 2019).

In the Company's Board of Directors Meeting No. 7/2019, dated 24 December 2019, the Board of Directors resolved for the Company to proceed as directed in the referenced order, whereby the Company shall exit from the Land held in possession without title documents issued by governmental authorities and remove all properties from such Land by 31 December 2019.

Exit from the Land results in the reduction of the Company's land and depreciation of the Company's assets, by 7.97 million Baht as its Book Value. Furthermore, there are plantations of palm trees, which the Company invested in, on the Land, accounting for 4.50 per cent of the Company's total own harvested palm fruits, or 2.10 per cent of the total palm fruits supplied as throughput raw material for the Company's crushing mill. As a consequence of the exit from the Land, the Company has to buy palm fruits from outgrowers to compensate for the shortfall in palm fruits, which will subsequently lead to a higher cost of raw materials for the Company.

Please be informed accordingly.

Best regards,

(Ms. Anchalee Suebjantasiri)
Managing Director

ESTATE OFFICE / MILL

98 Moo 6, Nuaklong-Khao Phanom Road,
Huayoong Sub-district, Nuaklong District,
Krabi 81130 Thailand

Tel +66-(0)75-666 075
Fax +66-(0)75-666 072



A Subsidiary of Lam Soon (Thailand) Public Company Limited