



(Translation)

No. 034/2018

3 August 2018

Subject: Capital decrease of subsidiary company

To: President

The Stock Exchange of Thailand

Adamas Incorporation Public Company Limited (“the Company”) would like to announce regarding capital decrease of Sittarom Development Company Limited (“Subsidiary or STR”), which the Company holds 99.99% of STR’s registered capital, from current registered capital of 160,000,000 Baht (divided into 160,000 ordinary shares at the par value of 1,000 Baht per share) to 40,000,000 Baht (divided into 40,000 ordinary shares at the par value of 1,000 Baht per share) in order to settle borrowings from related party. Since the Company has an outstanding loan from the Subsidiary as of 30 June 2018 approximately 120 Million Baht.

At the present, the Company invests in other company (“Holding Company”). The capital decrease for the purpose of reducing borrowings from related party causes the group of the Company’s overview to pay lower corporate income tax rate and to perform better operating result meanwhile the financial position has remained unchanged due to the fact that interest expenses paid by the Company is the interest income of the Subsidiary. Thus, the Company has no tax benefits from such interest expenses.

After the capital decrease, the Company holds 39,998 shares in Subsidiary with the par value of 1,000 Baht per share, representing 99.99% of the registered capital and the capital decrease shall not have any impact on the Company’s business operation.

Sittarom Development Company Limited proceeded according to the Laws by publicizing the capital decrease through local newspaper as well as notified all creditors regarding the capital decrease. When the objection period according to the law has been reached, there was no objection raised from any creditor. Therefore, the Subsidiary has completely registered the decrease of registered capital together with the amendment to the Memorandum of Association of the Company to be accorded with the decrease of the registered capital as detailed above, with the Department of Business Development, the Ministry of

Commerce, effective on 3 August 2018.

Please be informed accordingly.

Sincerely yours,

Adamas Incorporation Public Company Limited

Signed

(Mr. Kriangkrai Siravanichkan)
Chairman of the Board of Directors