

Accounts Receivable Reports as of 31st March 2018

Italian-Thai Development Public Company Limited is pleased to inform SET regarding the progression of accounts receivable reports as of 31st March 2018 as follows;

Transactions / Companies	Value (MB)	Allowances for Doubtful Accounts (MB)	Sources of Transaction	Actions to be taken
1. Accounts Receivable, not due to pay yet and unconnected transaction/ the overseas subsidiary : ITD Cementation India Limited	573.28	For Q4 of 2017, the allowance for doubtful accounts was recorded for the Accounts Receivable and the total unpaid income	<ul style="list-style-type: none"> - The Construction of Diversion Dam, foundation pile and rammed-earth wall in India. - The amount collection is based on the right from the amending of job scope and condition signed on contract with acknowledging as income of 2008. 	To claim the right for amount collection was considered as the normal practice in business field. The subsidiary had already sued on 2008. The case was currently on the judging process under the arbitrator.
2. Accounts Receivable, as unconnected company/ the overseas subsidiary : PT Thailindo Bara Pratama	296.24	-	The Construction of Road and Port Facilities in Indonesia. The project was completed 2014.	The problem was from the receivable who cannot pay the amount on time. The notice letter for overdue payment was issued. Also, It was now under the negotiated process regarding the debt condition and payment plan expecting to be done within 2018.

Transactions / Companies	Value (MB)	Allowances for Doubtful Accounts (MB)	Sources of Transaction	Actions to be taken
<p>3. Accounts Receivable, as connected company - PAM SAKOA COAL SA (PAMS)/ The overseas subsidiary: ITD Madagascar</p> <p>The short-term loan for connected company - PAM SAKOA COAL SA (PAMS)/ The overseas subsidiary: ITD Madagascar</p> <p>Relation</p> <p>- The Directors of the Company (Mr. Premchai Karnasuta, and Mrs. Nijaporn Charanachitta) indirectly held the amount of 89.73% from the total outstanding shares of PAM SAKOA COAL SA. (PAMS) via Asia Thai Mining Co., Ltd.</p> <p>- The Director of the Company (Mr. Peeti Karnasuta) was the Director of PAM SAKOA COAL SA (PAMS)</p>	<p>58.01</p> <p>15.57</p>	<p>-</p> <p>-</p>	<p>The consultancy service for techniques and engineering of Infrastructures for SAKOA Coal Mine Project at Madagascar from 2010 to 2018.</p> <p>In 2013, ITD Madagascar, the subsidiary of ITD, imported the machines and tools on behalf of the project owner (PAMS) to get right for tax exemption. Therefore, ITD Madagascar offered PAMS the loan basing on the agreement made between each other. Then, PAMS could use the loan to pay for tax and other expenses.</p>	<p>The receivable slowed down the payment due to the study of the possibility of project. The business plan was adjusted in order to negotiate with the investor to operate the business in future.</p> <p>PAMS would obtain the amount for paid-up tax and would payoff for the loan from ITD Madagascar once the Government issued BOI.</p>

Transactions / Companies	Value (MB)	Allowances for Doubtful Accounts (MB)	Sources of Transaction	Actions to be taken
<p>Accounts Receivable, as connected company – PAN African mining Corp./ company</p> <p>Relation</p> <p>- The Directors of the Company (Mr. Premchai Karnasuta, and Mrs. Nijaporn Charanachitta) indirectly held the amount of 90% from the total outstanding shares of PAN AFRICAN MINING CORP via Asia Thai Mining Co., Ltd.</p> <p>- The Directors of the Company (Mr. Premchai Karnasuta, Mrs. Nijaporn Charanachitta and Mr. Peeti Karnasuta) were the Directors of PAN AFRICAN MINING CORP.</p>	103.57	-	The consultancy services for project management for SAKOA Coal Mine Project in Madagascar from 2010 to 2016.	The receivable slowed down the payment due to the study of the possibility of project. The business plan was adjusted in order to negotiate with the investor to operate the business in future.
4. The detail of allowances for doubtful accounts for those Accounts Receivable, as connected company in total amount of 610 MB without suing, were as follows;				

Transactions / Companies	Value (MB)	Allowances for Doubtful Accounts (MB)	Sources of Transaction	Actions to be taken
4.1 Associate company - MCRP. Construction/ company (holding shares as 24%)	534.5	534.5	To sell MCRP the machinery products for land reclamation project at the Philippines in 2013. (the Project was cancelled)	<p>The full amount of debt was consider as allowance for doubtful accounts.</p> <p>Currently, the machine was gradually sold to pay off some amount of debt.</p> <p>The amount of accounts receivable was left 538.8 MB as of 31st December 2017.</p> <p>On Q1 of 2018, 4.3 MB was additionally paid, then the amount of accounts receivable was left 534.5 MB as of 31st March 2018.</p>
<p>4.2 Auo-Po Grand Marina Co., Ltd./ company</p> <p>Relation</p> <p>- The Director of the Company (Mr. Premchai Karnasuta) indirectly held the amount of 90% from the total outstanding shares of Auo-Po Grand Co., Ltd. via 3 B Holding Co., Ltd.</p> <p>- The Director of the Company (Mr. Premchai Karnasuta) was the Director of Auo-Po Grand Marina Co., Ltd</p>	95.2	38.7	- The Construction services of jetty and Yacht Club at Auo-Po, Phuket Province. (The project was done in 2011)	<p>- Auo-Po Grand Marina Co.,Ltd. had a repayment plan and gradually paid debt upon its financial capabilities. Then, the Company had set some amount as allowance for doubtful accounts. In sum, the Accounts Receivables was 99.36 MB as of 31st December 2017.</p> <p>On Q1 of 2018, 4.16 MB was additionally paid, then the amount of accounts receivable was left 95.2 MB as of 31st March 2018.</p>

Transactions / Companies	Value (MB)	Allowances for Doubtful Accounts (MB)	Sources of Transaction	Actions to be taken
<p>4.3 NWR-SBCC Joint Venture/ company</p> <p>Relation</p> <p>- A connected company (Saraburi Coal Co., Ltd. invested in the amount of the amount of 50% of NWR-SBCC Joint Venture)</p> <p>- The Directors of the Company (Mr. Premchai Karnasuta, Mrs. Nijaporn Charanachitta, and Mr. Peeti Karnasuta) were the Directors of Saraburi Coal Co.,Ltd. by indirectly holding the amount of 90% from the total outstanding shares via Palang Ngan Sakol Co., Ltd, and Saraburi Coal Co., Ltd.</p>	987.3	24.9	<p>- In 2010, the Company sold the machines and tools, offered the techniques and engineering consultancy services, and took Mae Moh Project 6, Lampang Province.</p> <p>- SQ-ITD Joint Venture offered the machine leasing for Mae Moh Project, Lampang Province.</p>	<p>The Joint Venture would estimate the value of machine used in the project for debt payment once the project would be done on 2018.</p> <p>- Cause of allowances for doubtful accounts setting: SQ-ITD Joint Venture considered the accounts receivable aging and the unpaid amount for leasing fee as 24.9 MB.</p>
<p>4.4 Asia Thai Mining Co., Ltd. / The overseas subsidiary: Asia Pacific Potash Corporation Co., Ltd.</p> <p>Relation</p> <p>- The Directors of the Company (Mr. Premchai Karnasuta, and Mrs. Nijaporn Charanachitta) indirectly held the amount of 90% from the total outstanding shares via Palang Ngan Sakol Co., Ltd, and Saraburi Coal Co., Ltd.</p>	11.97	11.97	The consultancy services for techniques and geographical engineering from 2008 to 2011 for SAKOA Coal Mine Project in Madagascar.	It was now on the process for debt negotiation and asking for the payment.

Transactions / Companies	Value (MB)	Allowances for Doubtful Accounts (MB)	Sources of Transaction	Actions to be taken
<p>- The Directors of the Company (Mr. Premchai Karnasuta, Mrs. Nijaporn Charanachitta, and Mr. Peeti Karnasuta) were the Directors of Asia Thai Mining Co., Ltd.</p>				
<p>5. Loan for Sino Lao Aluminum Corporation Limited/ Company (holding shares as 34%)</p>	<p>187.12</p>	<p>-</p>	<p>The business of Bauxite Mining at Lao PDR. The shareholders were ITD as 34%, Lao Service Incorporation Sole Co., Ltd as 33% (Lao PDR), and Reignwood International Investment (Group) Co., Ltd. as 33% (China)</p>	<p>The loan was not made due to the Reignwood's agreement to sell ITD the share. Also, upon Lao Service Incorporation's agreement, the majority shareholders needed to allocate the funds to directly operate the project, then it was now on the process to ask for the payment.</p>

Please be informed accordingly.