

Ref. PDI/BK-BS-034/2014

8 May 2014

To : President  
The Stock Exchange of Thailand

Re. : Resolutions of the Board of Directors' Meeting, No. 02-2014

The Board of Directors of Padaeng Industry Public Company Limited at its meeting, No. 02-2014 on 8 May 2014 has adopted the following resolutions:

1. Acknowledged that PDI has up to date sold forward a total of 26,300 tons of the 2014 zinc production at an average LME price of 2,072.40 USD/ton with the average exchange rate of 32.91 THB/USD. This operation completed the strategic hedging for year 2014.

This forward sale is to protect Padaeng's income against fluctuation in LME zinc price. While these strategic hedging transactions will prevent the company from taking advantage of any further upside on the tonnage hedged, the Company will in any case lock-in an acceptable return for its shareholders and be protected against future drops of the zinc price in 2014.

2. Approved the setup of a new subsidiary:

Company Name: PDI Eco Company Limited  
Register Capital: 50 MB, divided into 500,000 shares at 100 THB per share  
Source of fund: Padaeng Industry Public Company Limited  
% share held: 100 % own by Padaeng Industry Plc.  
Business: Waste management, including recycling materials and energy generation  
Purpose: Expansion and Diversification into Eco management business

3. Approved name change and capital increase in its subsidiary, Padaeng International Mining:

Name change: From Padaeng International Mining Co.,Ltd. to PDI Energy Co., Ltd.  
Capital Increase: From 100,000 THB to 50 MB divided into 500,000 shares at 100 THB per share.  
Source of fund: Padaeng Industry Public Company Limited  
% share held: 100 % own by Padaeng Industry Plc.  
Purpose: Expansion and diversification to the renewable energy business

4. Approved share purchase: Change in holding structure:

Purpose: Re-organize of South East Asia Metals Co., Ltd. (SEAMET) to be a subsidiary of Padaeng Industry Plc. and do business on producing and trading of metals and materials.

Detail of change: Padaeng Industry Plc. buy all shares of SEAMET (100% subsidiary of Padaeng Properties Co. Ltd.) from Padaeng Properties Co., Ltd. (100% subsidiary of Padaeng Industry Plc.) and restructuring of management under direct control by Padaeng Industry Plc.

Please be informed accordingly.

Yours truly,

- Signature -

(Surin Tanticharoenkiat)  
Company Secretary

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