

31 July 2018

Subject: Notification of the Amendment of 2017 Financial Statement

Attention: The President

The Stock Exchange of Thailand

Reference: The Letter of the Office of the Securities and Exchange Commission (the "SEC") No. GorLorTor. Gor Chor. 1769/2560 dated 19 October 2017

Attachment: The Revised financial statement year 2017

According to the reference letter, the Office of the Securities and Exchange Commission (the "SEC") requested Group Lease Public Company Limited (the "Company") to rectify its financial statements, Form 56-1 and Form 56-2 immediately as some loan receivables are in question by the SEC.

Upon receipt of the SEC's letter, the Company acted and internally reviewed the transactions related to these loan receivables and hired outside accounting and legal advisors to investigate the transactions and counter parties as well. From February 2018, newly appointed independent directors joined the Company's Audit Committee and Board of Directors. Previously, the Company recorded in its 30 September 2017 quarterly result an allowance for the outstanding balance of the loans and stopped accruing any interest income related to these loans. The result of this action was that the Company recorded an expense for the maximum possible loss for these transactions.

Later, a professional audit firm reported that they found no exception to the disputed loans. However, the Company's Audit Committee considered and resolved to revise the financial statement as requested by the SEC in order to avoid any impact to the Company's operations, shareholders and other concerned parties.

To comply with the SEC's letter, the Company has reissued its 2017 financial statement in accordance with accounting standards. Compared to the original 2017 financial statement, the reissued 2017 financial statement shows an increase (though still a loss) in net income from THB -1,823 million to THB -1,607 million, an improvement of THB 215.50 million. Total shareholders' equity for the end of 2017 remained unchanged compared to the original financial statement for 2017.

Compared to our original financial statement for 2017, the changes in the reissued version are:

- All interest income related to the disputed loans have been eliminated, resulting in lower interest income for the 2016 and 2017 periods, and any previously received interest payments have now been recorded as principal

repayments. The result is a reduction in interest income by THB 233.78 million in 2016 and by THB 177.25 million in 2017

	Consolidated financial statements			Consolidated financial statements		
	2017	2017	Change	2016	2016	Change
	(Restated)	(Previously disclosed)		(Restated)	(Previously disclosed)	
Interest on loan receivables	201.71	378.96	(177.25)	251.08	484.86	(233.78)

- Since the Company now eliminated the income related to these loans and now records the interest received as principal repayments, the result is that there is less outstanding principal as of 31 December 2017. Since previously we recorded an allowance for loan and interest receivables (expense) for the full amount of outstanding principal, the now smaller amount of outstanding principal results in a smaller allowance for the disputed loans and loan and interest receivables (expense) of the remaining uncollected principal. The result is a reduction of THB 392.74 million in expense for allowance on disputed loans and on loan and interest receivables

	Consolidated financial statements			Consolidated financial statements		
	2017	2017	Change	2016	2016	Change
	(Restated)	(Previously disclosed)		(Restated)	(Previously disclosed)	
Expense allowance on disputed loans	603.18	1,952.56	(1,349.38)	-	-	-
Expense allowance on loan and interest receivables	956.64	-	956.64	-	-	-
<b>Total</b>	<b>1,559.82</b>	<b>1,952.56</b>	<b>(392.74)</b>	<b>-</b>	<b>-</b>	<b>-</b>

- Overall, the income reduction and expense reduction largely offset and the end result in terms of financial position is the same as previously disclosed but with different timing in regard to net income. Net income reduced by THB 233.78 million in 2016, however net income improved in 2017 by THB 215.50 million. Total shareholders' equity for the end of 2016 was reduced by THB 236.80 million while for the end of 2017 it remained unchanged

	Consolidated financial statements			Consolidated financial statements		
	2017	2017	Change	2016	2016	Change
	(Restated)	(Previously disclosed)		(Restated)	(Previously disclosed)	
<b>Profit (loss) for the year</b>	<b>(1,607.05)</b>	<b>(1,822.55)</b>	<b>215.50</b>	<b>829.04</b>	<b>1,062.82</b>	<b>(233.78)</b>

	Consolidated financial statements			Consolidated financial statements		
	2017 (Restated)	2017 (Previously disclosed)	Change	2016 (Restated)	2016 (Previously disclosed)	Change
<b>Total shareholders' equity</b>	<b>5,725.62</b>	<b>5,725.62</b>	<b>(0.00)</b>	<b>8,264</b>	<b>8,501</b>	<b>(236.80)</b>

In this regard, the Company already attached the revised financial statement together with this letter.

The Company would like to inform that for the outstanding loan receivables, the Company will make maximum effort to collect the repayment.

Please be informed accordingly.

Yours sincerely,

(Mr. Tatsuya Konoshita)  
Chief Executive Officer