



Thai Beverage Public Company Limited

ANNOUNCEMENT

Date: 28 February 2018
To: Singapore Exchange Securities Trading Limited
Subject: Acquisition of 75% shareholding interest in Havi Logistics (Thailand) Limited

Thai Beverage Public Company Limited (“**THBEV**”, together with its subsidiaries, the “**THBEV Group**”) is pleased to announce that our wholly-owned subsidiary, Thai Beverage Logistics Co., Ltd. (“**ThaiBev Logistics**”), has today acquired from a third party vendor an aggregate of 954,750 ordinary shares with a par value of Baht 100 each (the “**Sale Shares**”) in Havi Logistics (Thailand) Limited (“**Havi Logistics**”) (representing approximately 75% of the total number of issued shares of Havi Logistics), a company incorporated in Thailand (the “**Acquisition**”).

Havi Logistics operates logistics businesses for food services in Thailand with expertise in cold chain logistics and multi-temperature food distribution technology. By leveraging global expertise in end-to-end food logistics service know-how and capabilities of Havi Logistics, THBEV Group will be able to expand its logistics business portfolio, improve controllability of food supply chain management, improve logistics and distribution efficiency, provide opportunities to synergize warehousing and ambient transportation of products with ThaiBev Logistics, and build a strong platform for food business expansion in the future.

Following the completion of the relevant share transfers, Havi Logistics is now an indirect subsidiary of THBEV through ThaiBev Logistics.

The cash consideration for the purchase of the Sale Shares was Baht 240,000,000 (the “**Purchase Price**”), paid in cash by ThaiBev Logistics to the vendor on the closing of the Acquisition. The Purchase Price was arrived at pursuant to negotiations between parties on a willing buyer, willing seller basis, taking into consideration, *inter alia*, the earnings, financial position, management experience of the target business, and the potential for growth in the logistics business for food services in Thailand.

Based on the audited financial statements of Havi Logistics for the financial period starting 1 January 2016 and ending 31 December 2016 provided by the vendor to ThaiBev Logistics, the net tangible assets value and the book value of the Sale Shares were approximately Baht 50 million. There is no available open market value of the Sale Shares.

The Acquisition was funded with internally generated cash flow and is not expected to have any material impact on the earnings per share or net tangible assets of THBEV for this current financial year.

To the best knowledge of the directors of THBEV (the “**Directors**”), neither the Directors nor substantial shareholders of THBEV has any interest, direct or indirect (other than through their respective shareholding in THBEV), in the aforesaid transaction.

Please be informed accordingly.

Yours faithfully,

Nantika Ninvoraskul
Company Secretary

