



Golden Lime Public Company Limited

Financial Policy



SUTHA is focusing on creating stable and sustainable growth in the long run while strictly upholding corporate governance principles and maintaining holistic financial management within Company Group to prevent risks concerning financial liquidity and volatility in terms of interest rates and currency exchange rates. The Company, therefore, developed an investment plan to expand its business in the most careful manner, by taking into account various capital sources and determining a capital structure that is capable of maintaining major financial ratios at an appropriate level and considering the benefits gained from the long-term investment including creating the business opportunity in order to create sustainability for business.

1. Objective of Financial Policy

1. To determine a capital structure that is capable of maintaining major financial ratios at an appropriate level Comparable in the same industry or on a comparable basis on the terms of the funding source sponsor.
2. To manage the risks for creating appropriate business opportunity by acquiring loans from various financial institutions who offer the best conditions, lower interests or fee, provide flexible credit and financial support services and can be adjusted appropriately according to the capital utilization in order to create the business opportunity and increase smooth financial management in time
3. To manage and control the working capital utilization both short-term and long-term appropriately and timely
4. To monitor the change of factors related to the financial support for the working capital or investment in order to maintain the business continuity including a stable business expansion in the future.

2. Scope

This Financial Policy is established to determine the significant financial points that need to be controlled and monitored in order to mitigate the risks and reduce the likelihood of financial deficits.

3 The Significant financial Policy

▪ **Controlled financial ratio indicators**

- Debt to Equity Ratio shall not exceed 2 times
- Net Debt to Equity Ratio shall not exceed 1.75 times
- Debt Service Coverage Ratio shall not be less than 1.2 times
- Leverage ratio shall not exceed 3 times

▪ **Annual Budgetary and Investment plan**

The Company and its subsidiaries shall provide the Annual Budgetary and Investment plan in order to monitor the liquidity at the subsidiary level and the overview of the Company in the future. Additionally, there shall be a review if there are any significant changes in situations to ensure timely and appropriate financial monitoring and control.

▪ **Financial Support and Guarantees**

The Company does not have a policy for the financial support or guarantees for the persons, executives or any company who are not a subsidiary

▪ **Capital Management and Implementation for Debt Default**

In managing the allocated capital or loans acquired from the financial institutions to use for the investment projects shall be controlled and monitored. Withdrawal of such capital or loan must meet the purpose, conditions and agreements agreed by both parties including the cashflow monitoring to ensure that the debt repayment is in time by weekly, monthly, quarterly, and yearly. In case there are unpredictable situations or the likelihood of the unable to transfer the cash into the debt repayment account in time, the Company shall immediately inform the financial institutions in advance or



negotiate to defer the debt repayment period or switch to use other loan facilities to repay the debt in time and appropriately in order to reduce the chance of debt default or for appropriate financial liquidity management.

▪ **Dividend Payment Policy**

The Company shall consider making an annual dividend payment or interim dividend payment to shareholders at the rate of no less than 40 percent of net profit stated in its financial statement and after deducting funds. Nevertheless, such dividend payment may be different from the set-out policy or be omitted subjected to changes depending on the operating result, financial status, economic situations, investment plan, necessity and circumstances in the future as deemed appropriate by the Board of Directors /or shareholders.

Regarding the dividend payment policy of subsidiaries, a subsidiary company shall make dividend payments to the Company from its net profit. However, other factors must also be considered such as the operating result, financial position, liquidity of subsidiary, business expansion and factors relating to the management process applied by the subsidiary company. The interim dividend payment or annual dividend payment of the subsidiary depends on the budgetary plan or subject to its operating result and in accordance with its financial obligations with the financial institutions until completion.

The Financial Policy herein was approved by the Board of Directors' Meeting No. 1/2021 held on 25 February 2021.

Mr.Sripop Sarasas

Chairman of the Board of Directors

Description to issue and improve the document

Item	Document number	Issue on/Reviewed on	Approved date	Reference the Board of Directors Meeting to approved
1	CS20201201	1 December 2020	25 February 2021	The Board of Directors Meeting no. 1/2021
2	CS20201201_Rev.01	26 December 2023		Finance & Accounting Manager and Finance Controller & Analysis
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