6 December 2016

Subject: Notification of production cut by 50%

To: President
The Stock Exchange of Thailand

We would like to inform that based on odour problem issues raised by a few of the community members around our factory area, the Five Sectors committee comprising of government sector, local leaders, public, mass media and our factory has asked the Company to reduce Viscose Staple Fibre (VSF) production temporarily by 50% from its normal level.

The Company meets all emission norms as per Factories Act and our compliance is regularly checked by all regulators. Even then the Company has been continuously improving its air emission levels. This has also been acknowledged by the Government agencies and community members. However keeping in view the issues raised by a few community members and some section of media, the Company has submitted action plan for further improvement in reducing the carbon disulfide (CS2) and hydrogen sulphide (H2S) emissions. At the same time, the Company is working speedily with community, various government agencies and environmental experts on this matter and based on progress, the Company shall request the relevant authorities and five sectors committee for further consideration to resume production at normal level earlier than the timeline of June 2017. The Company does not see any major impact on managing its key customers and suppliers in near short term.

The Company is considering the impact related to such issues and will inform further developments.

Please be informed accordingly.

Yours faithfully,
For Thai Rayon Public Company Limited

Mr. Prasan Sipani
President

CC: Listed Company Department
The Securities and Exchange Commission