Ref. No. IRP 47/12/07

December 20, 2007

Subject: Disclosure of information concerning the acquisition of two PET Polymers Production facilities in Europe

Attention: The Shareholders
Indorama Polymers Public Company Limited

Reference: IRP's notice to the Stock Exchange of Thailand Ref. No. IRP 46/12/07 dated December 6, 2007

Attachment: 1. The information of the Company’s transaction as per Schedule 1 of the SET Notification No. Bor.Jor/Por. 21-01 on the Disclosure of Information and Other Acts of Listed Companies Concerning the Acquisition and Disposition of Assets, 2004
2. The information of the Company’s transaction as per Schedule 2 of the SET Notification No. Bor.Jor/Por. 21-01 on the Disclosure of Information and Other Acts of Listed Companies Concerning the Acquisition and Disposition of Assets, 2004
3. Summary of financial statements during the past 3 years and the present year until the latest quarter

Dear Sir,

We, Indorama Polymers Public Company Limited, refer to our notice to the Stock Exchange of Thailand Ref. No. IRP 46/12/07 dated December 6, 2007, regarding the Board approval of the acquisition by UAB “Indorama Polymers Europe” and its two subsidiaries the two production facilities for PET Polymers in Rotterdam, Netherland, and in Workington, United Kingdom.

The transaction value of this transaction is 19.41% of the Company’s total assets as on the latest financial period (September 30, 2007) which falls into class 2 transaction as per part 2 of section 3 of the SET Notification No. Bor.Jor/Por. 21-01 on the Disclosure of Information and Other Acts of Listed Companies Concerning the Acquisition and Disposition of Assets. The Company is therefore required to disclose the information of the transaction to the Stock Exchange of Thailand and serve a written notice on the detail of transaction to the shareholders within 21 days from the date of disclosure to the SET.

INDORAMA POLYMERS PUBLIC COMPANY LIMITED
75/102, 103 Ocean Tower 2, 37th Floor, Soi Sukhumvit 19 (Wattana), Asoke Road, Klongtoey Nua, Wattana, Bangkok 10110, Thailand
Tel: +66 2661 6661 Fax: +66 2661 6664
Registration No: 0107547001032
KNOWLEDGE • COMMITMENT • SERVICE
Please see attached for the information as per Schedule 2 of the said notification together with the opinion for this transaction of Siam City Securities Co., Ltd., Independent Expert.

Please be informed accordingly,

Yours Sincerely,
Indorama Polymers Public Company Limited

( Dilip Kumar Agarwal)
COO & CFO
Attachment 1

Information in the notice served to Shareholders by the listed company as per Schedule 1 of the Notification No. Bor.Jor./Por. 21-01

Ref. No. IRP 46/12/07

December 6, 2007

Subject: Disclosure of information concerning the acquisition of PET production facility in Europe

Attention: The President
The Stock Exchange of Thailand

Dear Sir,

This notice is hereby given that the Board of Directors of Indorama Polymers Public Company Limited (the “Company”), at its Meeting No. 9/2007 dated December 6, 2007, has resolved to approve the acquisition by UAB “Indorama Polymers Europe”, and its two subsidiaries, two PET Polymers production facilities.

The acquisition consists of the purchase of a PET Polymers facility with a capacity of 200,000 tons per annum located in Rotterdam, Netherland, and the purchase of a PET Polymers facility with a capacity of 155,000 tons per annum located in Workington, United Kingdom from the sellers; Eastman Chemical Inc. and its affiliates.

The detail of the transaction as per Schedule 1 of the SET Notification No. Bor.Jor/Por. 21-01 on the Disclosure of Information and Other Acts of Listed Companies Concerning the Acquisition and Disposition of Assets, 2004, is as follows;

1. The date of transaction
The Company’s Board of Directors has approved the acquisition by its wholly owned subsidiary at its Meeting No. 9/2007 dated December 6, 2007

2. Parties involved and their relationship
The Assets Purchase Agreement will be entered into between IRP’s wholly owned subsidiary UAB “Indorama Polymers Europe” and its two subsidiaries to be formed on a later date which will be registered in Netherland and United Kingdom respectively (as buyers) and Eastman Chemical Inc. and its affiliates (as sellers), who are unrelated third parties.

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KNOWLEDGE • COMMITMENT • SERVICE
3. General Characteristic and details of assets
The purchasing assets consist of;
1. PET Plant and land at Workington, United Kingdom, with Polycondensation and Solid State Polymerization capacities of 155,000 MT per annum and
2. PET Plant at Rotterdam, Netherland, with Polycondensation and Solid State Polymerization of 200,000 MT per annum located on a long term leasehold land.

This transaction is a purchasing of assets and therefore is regarded as acquisition of assets under the SET Notification No. Bor.Jor/Por. 21-01 which require valuation on transaction value and transaction classification as per the said notification.

4. Total value, payment terms, and determination of value and funding
The total acquisition cost of the two plants will be up to EURO 65 million (approximately Baht 3,250 million at the exchange rate of Baht 50.00 per Euro).

The payment will be made end of January 2008.

The total acquisition cost is based on the agreed terms with the Sellers.

The acquisition will be funded by up to EURO 45 million by way of loans in the subsidiaries and up to EURO 20 million by way of equity to be injected by IRP into its new subsidiary, UAB Indorama Polymers Europe.

The subsidiary will arrange the necessary finance for its working capital.

5. Benefit to the Company (IRP)
IRP has presence in Europe through its existing subsidiary UAB Orion Global Pet, located in Klaipeda, Lithuania (North East Europe) which manufactures PET polymers. UAB Orion Global Pet has been profitable from the start-up of operations at the end of year 2006 and is currently operating at full capacity and has established a large and diversified customer base.

The assets purchase of PET polymers plant will give opportunity to consolidate IRP position in the European market, leverage on its market positioning and have a diversified product portfolio. Also, it will result in optimization of logistics costs considering the two plants are located in North West Europe. This will allow to service a larger and diversified customer base resulting in higher revenues and earnings to IRP.

6. Schedule date of completion
The transfer of ownership in assets and payment consideration for the purpose is expected to be completed by January 2008 on satisfactory completion of certain conditions and regulatory approvals.
5. (2) Summary of financial statements during the past 3 years and the present year until the latest quarter, as well as the explanation and analysis of financial condition and operating result in the past year and the present year until the latest quarter including risk factor which may affect the profit of the listed company. Please see attachment 3.

5. (3) Financial projections in the present year
None

5. (4) List of the management and list of the first 10 shareholders as at the date of close of share register book

The Company’s Managements

<table>
<thead>
<tr>
<th>Name</th>
<th>Position</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mr. Alok Lohia</td>
<td>Chief Executive Officer</td>
</tr>
<tr>
<td>Mr. Dilip Kumar Agarwal</td>
<td>Chief Operating Officer and Chief Financial Officer</td>
</tr>
<tr>
<td>Mrs. Suchitra Lohia</td>
<td>Director - Business Development</td>
</tr>
<tr>
<td>Mr. Vivek Harkauli</td>
<td>Senior Vice President – Marketing</td>
</tr>
<tr>
<td>Mr. Vinod Kumar Gupta</td>
<td>Senior Vice President – Corporate</td>
</tr>
<tr>
<td>Mr. Ramesh Kumar Narsinghpura</td>
<td>Senior Vice President – Finance</td>
</tr>
<tr>
<td>Mr. Umesh Chandra</td>
<td>Senior Vice President – Production</td>
</tr>
<tr>
<td>Mr. Dalip Kumar Bakshi</td>
<td>Vice President – HRD</td>
</tr>
</tbody>
</table>

The Company's 10 Majors Shareholders (as at November 30, 2007)

<table>
<thead>
<tr>
<th>Name</th>
<th>Shares held</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>Beacon Global Co., Ltd.</td>
<td>537,198,080</td>
<td>38.87</td>
</tr>
<tr>
<td>Indorama Holdings Co., Ltd.</td>
<td>365,999,970</td>
<td>26.48</td>
</tr>
<tr>
<td>Indorama Synthetics (India) Ltd.</td>
<td>90,480,000</td>
<td>6.55</td>
</tr>
<tr>
<td>Somers (U.K.) Limited</td>
<td>85,298,300</td>
<td>6.17</td>
</tr>
<tr>
<td>DEG GmbH Company</td>
<td>54,519,790</td>
<td>3.94</td>
</tr>
<tr>
<td>Thai NVDR Co., Ltd.</td>
<td>46,577,200</td>
<td>3.37</td>
</tr>
<tr>
<td>Government of Singapore Investment Corporation C</td>
<td>32,103,400</td>
<td>2.32</td>
</tr>
<tr>
<td>PICTET &amp; CIE</td>
<td>19,682,400</td>
<td>1.42</td>
</tr>
<tr>
<td>Government Saving Bank</td>
<td>18,400,000</td>
<td>1.33</td>
</tr>
<tr>
<td>Bangkok Bank PCL.</td>
<td>15,000,000</td>
<td>1.09</td>
</tr>
</tbody>
</table>

5. (5) Other information that may materially affect the decision of investors
None

6. The opinion of the Board of Directors of the company relating to the sufficiency of cash flow
Attachment 2

Information in the notice served to Shareholders by the listed company as per Schedule 2 of the Notification No. Bor.Jor./Por. 21-01

1. The information under Schedule 1
   Please see attachment 1.

2. The responsibility of the Company’s Directors with respect to the information sent to the shareholders
   The Board of Directors, at its Meeting No. 9/2007 dated December 6, 2007, has considered the information on the acquisition being sent to the Company’s Shareholders.

3. Opinion of an independent expert
   Please see attachment 4

4. (1) The total amount of debt instruments having been issued and those not having been issued
   None

4. (2) The total amount of loans with specified repayment period, including the liability to place assets as collateral
   The long term loan will be taken by UAB “Indorama Polymers Europe” and/or its subsidiaries and will not be exceeding Euro 45 millions with 5-6 years repayment period. The loan will be secured by the subsidiary’s assets including plants, machineries, buildings, and lands.

   The equity up to Euro 20 million will be injected by IRP into UAB “Indorama Polymers Europe” by way of internal accrual and/or borrowing.

4. (3) The total value of debts in other categories, including overdrafts, indicating the liability to place assets as collateral
   None

4. (4) Indebtedness to be incurred in the future
   None

5. (1) Information relating to nature of business operations and business trends of the listed company, subsidiaries and associated companies of the listed company
   IRP Group is a global manufacturer and supplier of PET Polymers as raw materials for a range of converters. In addition to PET Polymers, IRP group also produce preforms, bottles, and closures, by Petform (Thailand) Co., Ltd., a subsidiary, and supplies them to number of beverage brand owners.

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Registration No: 010754701032
KNOWLEDGE • COMMITMENT • SERVICE
7. Valuation and classification of the transaction
According to the SET Notification No. Bor.Jor/Por. 21-01 on the Disclosure of Information and Other Acts of Listed Companies Concerning the Acquisition and Disposition of Assets, 2004, the evaluation on the value of transaction as per section 2 clause 7(3) is as follows;

\[
\text{= Total value of the payment / Total assets of the listed company as on September 30, 2007} \\
= 3,250 / 16,740 \\
= 19.41\%
\]

The value of the transactions falls into class 2 transaction as per part 2 of section 3 of the SET Notification No. Bor.Jor./Por. 21-01 and therefore require disclosure to the Stock Exchange of Thailand and written notice served to the shareholders of the company within 21 days from the date of disclosure to the Stock Exchange of Thailand.

8. Opinion of the Board of Directors
The investment decision has been approved by the Board of Directors based on demand growth for PET polymers, demand exceeding supply in Europe, low investment cost in comparison to a Greenfield project and access to a larger customer base across Europe.

The management appointed an independent expert, Siam City Securities Co., Ltd., (SCIS) to do a valuation of the acquiring assets. The independent expert has done the valuation under different methods and the acquisition price for the two PET plants of up to Euro 65 Million is a fair value.

Please be informed accordingly,

Yours Sincerely,
Indorama Polymers Public Company Limited
- Dilip Kumar Agarwal -
( Dilip Kumar Agarwal )
COO & CFO
Authorized Signatory for Information Disclosure
The Board of Directors has considered on the sufficiency of cash flow to financially support this Project and concluded that the project will be operated and financially supported by long-term loan and internal cash flow.

7. Pending material lawsuits or claims.
None

8. Interests or connected transactions between the listed company and directors, management and shareholders directly or indirectly holding shares amounting to 10 percent to more, including the nature of the transaction or the interests
None

9. Summaries of material contracts during the past 2 years
None