

SIAM 025/2013

November 14, 2013

ATTN The President
The Stock Exchange of Thailand

SUBJ. Clarification on the Income Statement of the end quarter for the three-month period ended of September 30, 2013

Dear Sir,

As shown in the financial statements of the end quarter for the three-month period ended of September 30, 2013 for Siam Steel International Public Company Limited and subsidiaries, it indicated the changed performance over 20%.

We would like to compare the company's performance for the three-month period ended of September 30, 2013 and 2012 as under :-

	Consolidated	
	For three-month period	
	<u>(unit : thousand baht)</u>	
	<u>2013</u>	<u>2012</u>
Revenues sales and services – domestic	595,028	581,291
Revenues sales and services – export	32,363	203,372
Revenues sales and services – net	627,391	784,663
Revenues from construction work	-	22,182
Gross profit	67,923	134,913
Net Profit (Loss) portion of the Company	(24,981)	18,770

A decrease of the net profit for the three-month period compared between ended of September 30, 2013 and 2012 was decreased by THB 44 million or 233 percent. This was due to the following reasons:

1. In this quarter, revenues from sales and services decreased by THB 157 million which mainly resulting from the decrease of export sales at THB 171 million due to the decrease in special project of the export sales and the increase of revenues from domestic sales by THB 14 million.
2. In this quarter, other income was THB 11 million compared with other income THB 16 million for the same quarter of last year which mainly resulting from the decrease of revenues from interest on bank deposit.
3. In this quarter, gross profit was 11 percent compared with gross profit 17 percent for the same quarter of last year which mainly resulting from the decrease of export sales but there was a number of fixed cost.
4. In this quarter, loss portion of the company was THB 25 million compared with net profit THB 19 million for the same quarter of last year, resulting from the revenue of export sales was decreased as mentioned above.

Please be informed accordingly.

Yours faithfully,

Siam Steel International Public Company Limited