

SIAM 001/2010

February 15, 2010

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 December 31, 2009

Dear Sir,

As shown in the financial statements of the end quarter for the three month period ended of December 31, 2009 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 December 31, 2009 and 2008 as under :-

	Consolidated	
	For three month period	
	<u>(unit : thousand baht)</u>	
	<u>2009</u>	<u>2008</u>
Sales and services – domestic	362,986	466,261
Sales and services – export	28,410	94,269
Sales and services – net	391,396	560,530
Revenues from construction work	73,716	104,363
Gross profit	26,874	131,643
Net (loss) profit	(36,609)	(56,593)

A decrease of the net profit for the three month period compared between ended of December 31, 2009 and 2008 is due to the following reasons:

1. In this quarter, revenues from sales and services decreased by THB 169 million which mainly resulting from the decrease of revenues from domestic sales by THB 103 million and export sale at THB 66 million due to the economic situation.
2. In this quarter, allowance for doubtful account of a construction business of the joint venture company were THB 12 million.
3. In this quarter, equities net profit of associated companies were THB 21 million compared with equities in net loss of associated companies were THB 16 million for the same quarter of last year.
4. In this quarter, net loss was THB 37 million compared with net loss THB 57 million of the same quarter of last year, resulting from the revenue as mentioned above.

Please be informed accordingly.

Yours faithfully,

Siam Steel International Public Company Limited