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TYM 039/2552

July 29, 2009

Subject : Explanation revising Utilization of increased capital

To: President

The Stock Exchange of Thailand

Regarding to Thai Yuan Metal Public Company Limited (The Company) has reported the utilization of increased capital on July 28, 2009 and revised the utilization budget as follows:-

Utilization purpose	Amount under Utilization Projection – previous (Million Baht)	Amount under Utilization Projection – revised (Million Baht)
1. Building construction	40.00	60.00
2. Machinery and Tools	100.00	80.00
Total	140.00	140.00

The Company would like to explain the reason of revision the utilization budget owing to the change of piping machines to cutting machines which has higher demand. The new machine costs were less than before but production capacity still the same about 80,000 ton/year, which has no effect to the companies 'revenue. At the same time the construction of factory buildings has been adjusted some structures , i.e. adding more poles in order to ensure that it's strong enough for fixing all machines and increasing one more crane, resulting higher budget. However, The Company is able to manage the fund to fulfill both objectives without raising additional budget.

Please be informed accordingly

Yours sincerely,

(Mr.Boonchai Jirapongtrakul)

Managing Director

Thai Yuan Metal Public Company Limited