

- Translation -

Ref: TYM 029/2009

May 14, 2009

Subject: Clarification on the Operating Result for the 1st quarter of 2009

To: President

The Stock Exchange of Thailand

CC: Corporate Finance Department

Securities and Exchange Commission

We, Thai Yuan Metal Public Company Limited (the "Company"), hereby submit the financial statements of the company and subsidiary for the 1st quarter ended March 31, 2009, and would like to clarify differences of the operating result compared with the same period of previous year as follows:

1. Profit and Loss Statement

Total revenue of the Company and subsidiary for the 1st quarter ended March 31, 2009 equaled Baht 985.0 million compared with Baht 1,395.2 million for the same period of 2008, revenue decreased Baht 410.2 million or 29.4% mainly due to declining of metal selling prices around 30% compared to the prices of previous year 1st quarter.

Cost of goods sold for the 1st quarter of 2009 was still higher than the same quarter of previous year due to old stocks carried from last year which could not be sold in higher prices.

Selling and administrative expenses of 1st quarter 2009 totally Baht 12.7 million compared with Baht 14.1 for the same quarter of 2008, decreased Baht 1.4 million. Financial cost Baht 9.0 million, increased from the same period of previous year for Baht 4.8 million due to more short term loan. After deducting all expenses, the company reported net loss for the 1st quarter of 2009 equaled Baht 54.5 million, compared to net profit of Baht 97.0 million for the same quarter of 2008, decreasing of profit Baht 151.5 million or 156.2%

2. Balance sheet

Total Assets of the Company as at March 31, 2009 equaled Baht 1,601.2 million compared with Baht 1,665.2 million as at December 31, 2008 (restated), assets decreased Baht 64.0 million due to inventories which the company tried to dispose and reduce re-order quantities.

Total liabilities were Baht 757.3 million, slightly decreased from year end 2008. Debt equity ratio increased from 0.85 as at December 31, 2008 to 0.89 as at March 31, 2009.

Please be informed accordingly.

Sincerely yours,

Thai Yuan Metal Public Company Limited

(Mr.Boonchai Jirapongtrakul)

Managing Director