

- Translation -

Ref: TYM 039/2010

November 12, 2010

Subject: Clarification on the Operating Result for the 3rd quarter of 2010

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 3rd quarter ended September 30, 2010, 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 3rd quarter ended September 30, 2010 equaled Baht 2,252.1 million compared with Baht 895.7 million for the same period of 2009, revenue increased Baht 1,356.4 million or 151.4% mainly due to continuously better metal trading since 2nd quarter 2010, metal prices increased a little, but average sale quantities increased 32%. In addition there was revenue from compensation for guarantee selling price of inventory from supplier amount Baht 10.8 million.

Selling and administrative expense of the 3rd quarter 2010 totally Baht 18.2 million compared with Baht 31.35 million for the same quarter of 2009, decreasing of Baht 13.2 million due to higher provision of doubtful debt in year 2009. Financial cost of this quarter Baht 9.2 million, increased from Baht 4.7 million of 3rd quarter 2009 for Baht 4.5 million due to more short term loan for reserving stocks. After deducting all expenses, the company reported net profit for the 3rd quarter of 2010 equaled Baht 39.4 million, compared to net profit of Baht 12.8 million for the same quarter of 2009, increasing of profit Baht 26.6 million or 207.8%.

2. Balance sheet

Total Assets of the Company as at September 30, 2010 equaled Baht 2,645.6 million compared with Baht 1,978.5 million as at December 31, 2009, assets increased Baht 667.1 million due to accounts receivable, inventories, and advance money for reserving stocks.

Total liabilities were Baht 1,625.5 million, increased from Baht 1,104.1 million as at end of 2009 for Baht 521.4 million, because the company had to use short term loan around Baht 470 million to reserve stocks for selling, resulting debt equity ratio increased from 1.26 as at December 31, 2009 to 1.59 as at September 30, 2010.

Please be informed accordingly.

Sincerely yours,

Thai Yuan Metal Public Company Limited

(Mr.Boonchai Jirapongtrakul)

Managing Director