

- Translation -

Ref: TYM 049/2009

November 12, 2009

Subject: Clarification on the Operating Result for 3rd 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 statement of the Company and subsidiary for the 3rd quarter ended September 30, 2009, and clarify the 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, 2009 equaled Baht 895.68 million compared with Baht 1,250.99 million for the same period of 2008, revenue decreased Baht 354.31 million or 28.32% due to economic crisis of the world and Thailand which have been carried on since 1st quarter of 2009. Even though metal prices have been gradually increased in the 2nd and 3rd quarter, but not equal to prices in the same quarter of previous year. Metal selling prices and volume of sale for 3rd quarter of 2009 were lower than selling prices and volume of 3rd quarter of 2008 for approximately 49% and 41% respectively.

Cost of goods sold for 3rd quarter of 2009 was still at higher range than the same quarter of 2008 due to the economic crisis, resulting the Company could not increase selling prices as high as previous year.

Selling and administrative expenses of 3rd quarter 2009 totally Baht 9.27 million compared with Baht 8.42 million for the same quarter of 2008, slightly increasing. Financial cost of Baht 4.65 million compared with Baht 10.98 million for 3rd quarter of 2008, decreased Baht 6.33 million due to interest rates declining. Besides, there was additional provision of doubtful account Baht 22.08 million in the 3rd quarter of 2009 according to the Company policy, while loss on diminution of inventories was provided in 3rd quarter of 2008 for Baht 279.82 million. After deducting all expenses, the Company reported net profit for 3rd quarter of 2009 equaled Baht 12.83 million, compared to net loss of Baht 222.48 million for the same quarter of 2008, increasing of profit Baht 235.31 million or 105.77%

2. Balance Sheet

Total Assets of the Company as at September 30, 2009 equaled Baht 1,977.07 million compared with Baht 1,665.2 million as at December 31, 2008 (restated), assets increased Baht 311.87 million due to advances for inventories, which company expected the pricing would be increased in 4th quarter.

Total liabilities as at September 30, 2009 were Baht 1,146.84 million, slightly increased from year ended December 31, 2008 balance (Baht 766.84 million) for Baht 380 million owing to short term loan increasing for reserving stocks. Debt equity ratio increased from 0.85 as at December 31, 2008 to 1.38 as at September 30, 2009.

Please be informed accordingly

Sincerely yours,

Thai Yuan Metal Public Company Limited

(Mr.Boonchai Jirapongtrakul)

Managing Director