

(Translation)

Ref.TYM 001/2008

January 3, 2008

Subject : To Inform the Establishment of a Subsidiary Company

Attention : The President of the Stock Exchange of Thailand

As Thai Yuan Metal Public Company Limited would like to inform the Stock Exchange of Thailand of the resolution passed by the Board of Directors of the Company in the Meeting No.1/ 2008 held on January 3, 2008 :

The Company has established a limited liability company, THAINGUAN LOGISTIC CO., LTD. with following details :

Name : " THAINGUAN LOGISTIC COMPANY LIMITED "

Country : Thailand

Capital Investment : Baht10million. Divided into100,000 shares valued Baht 100 per share

Shareholding structure : 80 % held by Thai Yuan Metal Public Company Limited .The other shareholder 20 %

The other shareholder is not related person according to notification of the board of governors of the Stock Exchange of Thailand Re: Disclosure of Information and Other Acts of Listed Companies Concerning the Connected Transaction, 2003

Timing : End of January 2008

Source of funding : Working Capital

Objective : To operate Logistic

Anticipated Benefits : Increasing competitive potentiality in the future

This transaction is classified as the acquisition of assets according to notification of the board of governors of the Stock Exchange of Thailand Re: Disclosure of Information and Other Acts of Listed Companies Concerning the Acquisition and Disposition of Assets, 2004. This investment size is accounted for 0.58 percent of the company's total assets as of 30th September 2007, which is lower than 15 percent

Kindly be informed accordingly.

Yours faithfully,

Mr. Boonchai Jirapongtrakul

Managing director