



MILL 018/2012

October 12, 2012

Subject: Information on the progress for acquisition of all asset of Thai Special Steel Industry Plc. ("TSSI")
Attention: The President
The Stock Exchange of Thailand

Regarding to the Extraordinary General Meeting of Shareholder no. 1/2011 held on 11 November 2011 that approved to acquire all asset of Thai Special Steel Industry Public Company Limited ("TSSI") by Ocean Profit Company Limited (Subsidiary of Millcon Steel Industries Public Company Limited). Their former business is steel distributor and at present is a subsidiary of Millcon Steel Industries Public Company Limited ("The Company"). Purpose to support buying TSSI's assets as informed to The Stock Exchange of Thailand since October 18, 2011. And progress information noticed since May 16, 2012.

The Company would like to confirm that the acquisitions of TSSI's assets are still being in the process. However, the delay of acquisition period from the target plan within year 2012 due to the negotiation with several parties needs to be accurately. Therefore, Millcon needs to postpone the acquisition period from the previous plan and expects to be completed this within year 2013. Furthermore, the company considers that the commercial grade wire rod faces the dumping from China market. Due to commercial grade wire rod is one part of TSSI s products, the postponing of TSSI s acquisition will avoid the effect from dumping market in this current situation.

The investment budget of such acquisition is THB 3,065 million which from increasing capital of THB 1,500 million and loan of THB 1,565 million approved by the Extraordinary General Meeting of Shareholder no. 1/2011. Offering Convertible Debenture, Ordinary shares and Ordinary share's warrant to get Right for this investment is not been allocated.

The Company will update any progressive to The Stock Exchange of Thailand and all investors once result available.

Please be informed accordingly,

Sincerely Yours,

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(Mrs. Pirom Saopayon)
Dircetor