



MILL 029/2013

14 August 2013

Subject : Clarification on the disclaimer of opinion in the auditor's report of the Financial Statements for the three-months and the six-months as at June 30, 2013

Attention : President

The Stock Exchange of Thailand

According to Millcon Steel Co., Ltd. (the "Company") submitted the financial statements for three month and six month ended 30 June ,2013 and was clarified on the disclaimer of opinion in the auditor's report ,the company would like to clarified that on August 8, 2013, the SEC office issued an instruction no.78/2013 ordering the company have special audit concerning entering into trade transactions with the Company's business alliances which may be considered as related parties and the share dilution of investment capital in a company which previously was a subsidiary of the Company. The Company shall submit the special audit report to the SEC office by October 7, 2013 as well as publicizing such audit results via electronic media of the Stock Exchange of Thailand's information system. From the above reason, the auditor was unable to determine that there may be any necessary adjustment concerning the commercial transactions with business alliances and the abdication of the right for the purchase of the share increase in the subsidiary above on the consolidated financial statements and company's financial statements. This is because it depends on the special audit outcome that will take place to consider if all the commercial transactions with business alliances follow the normal course of business or not and whether the shares dilution of investment in that subsidiary is reasonable.

Therefore, the meeting of board of director no. 8/2013 held on 14 August 2013 has passed the resolution to approve and empower the Company's executive and audit committee to appoint auditor who was audit the financial statement of the Company year 2012 or other auditor who was obtain approval of SEC and to be the member of the big audit firm (Big 4) to do the special audit for the Company. The special audit report has to be submitted to SEC within 7 October 2013. The Company will report the progress later.

Please be informed accordingly.



Yours sincerely,

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(Mrs.Pirom Sawpayon)

Director