



MILL 020/2011

July 14, 2011

Subject : Report on the utilization of increased capital as of Jun 30, 2011
Attention : The Managing Director and President of The Stock Exchange of Thailand

Regards to Mill Con Steel Industries Public Company "The Company", hereby report the resolutions of the Extraordinary General Meeting of Shareholders No.2/2010 held on October 31, 2010 respectively. The company will increase capital as follows:

Details of Allotment of new shares	Type/Number (shares)	Allocation and offered at Jun 30, 2011
1. Ordinary share capital		
1.1 To Allocate to DEUTSHE INVESTITIONS -UND ENTWICKLUNGSGESELLSCHAFT MBH "DEG"	218,750,000	No appropriation
1.2 To reserve for the stock dividend payment to the holders of preferred shares group A total 23 people	133,963,030	The company had allocated 133,963,029 shares to holders of preferred shares group A according to the resolution of Extraordinary General Meeting of the Shareholders No.2/2010 held on October 21, 2010. (The total remaining share which not yet been allocated was 1 share, which the Company had decreased capital according to the resolution of the Annual General Meeting of the Shareholders No.1/2011 held on April 22, 2011.)
1.3 To cover for the adjustment under warrant	27,986,400	No appropriation
2. Preferred share capital group A and group B allocated to specific persons (Private Placement)		
2.1 Preferred shares Group A not over than 164,982,889 shares	264,982,889	As on November 5, 2010, the Company had allocated and offered 8,571,500 shares at 4.20 Baht with the total remaining shares which not yet been offered were 156,411,389 shares. As on April 22, 2011, The Annual General Meeting of Shareholders No. 1/2011 had resolved the Company to decrease capital by reduce the preferred shares Group A which not yet been offered for the amount of 149,744,789 shares. As a result, the total remaining preferred shares Group A which not yet been reduce were 6,666,600 shares. The total remaining shares had been offered at 4.20 Baht per share as on June 21, 2011. As a result, the Company had received money after expenses from that offering for 27,156,728.00 Baht.
2.2 Preferred shares Group B not over than 100,000,000 shares	100,000,000	The Company had decreased capital according to the resolution of the Annual General Meeting of the Shareholders No.1/2011 held on April 22, 2011.

The summary of utilization of Increased capital (particularly the amount which company received money) during as Jun 30, 2011 are as follows:

Objective	Amounts received From capital increases (1 Jan - 30 Jun 11)	Utilization Period 1 Jan - 30 Jun 11	Remaining Balance As 31 Jun 11
Invested in subsidiary company (MILLCON BURAPA Co.,Ltd)	27,156,728.00	27,156,728.00	0.00
The Amount of money received from increased capital	27,156,728.00	27,156,728.00	0.00

The Company had spent money received from increased capital 27,156,728 Baht to invest in share capital of subsidiary company (BRP Steel Co., Ltd.) which had been increased capital from 1,968,000,000 Baht to 2,599,000,000 Baht with paid-up share capital for 48.34% of shares. After the investment, the Company will hold 473,909,920 shares par value 5 Baht or 98.73% of paid-up capital 2,399,999,990 Baht in the subsidiary company.

The subsidiary company "BRP Steel Co., Ltd." had been changed its name to "Millcon Burapa Co., Ltd." with The Department of Business Development, Ministry of Commerce, as on May 11, 2011.

Please be informed accordingly.

Yours sincerely,

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(Mrs. Pirom Sawpayon)
Director