

No. SIAM 032/2016

December 28, 2016

Subject : Notify the increase of capital of the Subsidiary Company and the Indirect Subsidiary Company

To : The President
The Stock Exchange of Thailand

Siam Steel International Public Company Limited ("The Company") would like to inform as follows:

1. Siam International Energy Limited ("SIE"), the Subsidiary Company will increase the capital from Baht 50,000,000 to 160,000,000 by issuing new share of 11,000,000 shares at a par value of Baht 10 per share of which the Company holds all shares to keep the same proportion of share.

New capital structure of the SIE is as follows:

Shareholder	Formerly		New	
	%	shares	%	shares
Siam Steel International Public Company Limited	100	4,999,997	100	15,999,997

The Purpose of capital increase

To expand investment in its business and to purchase the ordinary shares of Siam Biomass Product Limited.

Source of funds

Company working capital

Size List

The above transaction is not considered as acquisition and disposition of material assets of listed companies and it is not a connected transaction so it does not comply with the Notification of the Capital Market Supervisor Board and SET.

2. Siam Biomass Product Limited (“SBP”), the Indirect Subsidiary Company will increase the capital from Baht 1,000,000 to Baht 100,000,000 by issuing of 9,900,000 shares at par value of Baht 10 per share of which SIE holds all shares to keep the same proportion of share.

New capital structure of the SBP is as follows:

Shareholder	Formerly		New	
	%	shares	%	shares
SIE	100	99,997	100	9,999,997

The Purpose of capital increase

To expand investment in its business and invest in a new company.

Source of funds

SIE working capital

The above transaction is not considered as acquisition and disposition of material assets of listed companies, therefore it does not comply with the Notification of the Capital Market Supervisor Board and SET.

Please be informed accordingly.

Sincerely yours,

(Surapol Kunanantakul)
Director