Message from the Chairman



Dear all Shareholders and Investors, it was already one year which The Steel Public Company Limited and subsidiaries encountered loss in previous year due to internal factors and world economics descending for years. Since beginning of 2014 all managements and staff had altogether tried to improved and solved the previous year mistakes by accelerating sales till situation changed to profit in this year. In addition, the Company had changed the corporate image by changing name from "Thai Yuan Metal Public Company Limited" to "The Steel Company Limited" in order to support the upcoming AEC.

Managements and all Directors, together with all staff have high energetic and keep high intention to work hard and used past experience as information to continuously improve all operations and efficiency in order to make highest profit for shareholders.

On behalf of the Board of Directors, we would like to express our appreciation for shareholders, customers, business partners, financial institutions, and private sectors concerned of their full support in the Company's operation. We also are very grateful to our executives and staff who have performed their duties with full responsibilities and commitment to improve the Company's potential for the steady and ongoing growth in the future.

Mr. Prachuab Chaiyasan

Chairman

Financial Highlights

(Thousand Baht)

	2014	2013	2012
Data from consolidated financial Statements			
Revenue from sales	16,882,705	11,574,095	14,827,760
Gross Profit	391,962	(143,370)	258,414
Comprehensive Net Profit (Loss)	86,079	(556,704)	(45,400)
Total Assets	4,066,523	3,978,593	5,607,299
Total Liabilities	3,279,974	3,317,252	4,418,954
Shareholder's Equity	786,550	661,341	1,188,345
Financial Ratio			
Gross Profit Margin	2.32	(1.24)	1.52%
Net Profit Margin	0.51	(4.80)	(0.38)%
Return on Assets	2.14	(11.62)	(1.05)%
Return on Equity	11.89	(60.19)	(4.91)%
Current Ratio (times)	1.03	1.03	1.16
Debt to Equity Ratio (times)	4.17	5.02	3.81

Business Overview

The Company has been selling various kind of metal products, raw materials (not forming),such as, Hot Roll Coil and forming, such as, slitting, plate, and other hot formings and cold formings, steel channel bar, steel angle bar, rip c-channel and steel pipe.

The Company income structure composed of

1) Steel Trading

The Company has various kind of steel tradings Hot Roll Coil, Plate, H-Beams, I-Beams, wide flange, steel bar, steel channel bar, steel channel and steel flat bar, c-channel and steel pipe. The Company also provides other products, water pipe, zing, etc. Since end of 2011 through 2012 the Company also imported scraps for selling as raw materials for producing Hot Roll Coils and Billets.

2) Coil Center

The Company processes hot rolled coil into other forming products, such as, slitting coil, cutting sheet including c-channel and steel pipes and also provides service of cutting plate and slitting coil per customers' need.

The Company's income structure

The distribution value	2014		2013		2012	
	Million Baht	Ratio	Million Baht	Ratio	Million Baht	Ratio
Trading						
- Scrap	3,996.38	23.70	4,456.56	38.50	7,027.46	47.39
- Appearance iron	10,515.17	62.30	3,311.00	28.61	3,539.56	23.87
Processing	2,239.24	13.30	3,781.65	32.67	4,257.36	28.71
Grand Total	16,750.79	99.30	11,549.21	99.78	14,824.37	99.97
Other income	131.92	0.70	24.89	0.22	3.38	0.03
Total Revenues	16,882.71	100.00	11,574.10	100.00	14,827.76	100.00

Type of Business and Nature of Operation

The Company divides its operations into two categories, as follows:

1. Steel Trading and Warehousing

The company's products can be divided into 3 main products, as follows:

1.1 Hot Rolled Flat product

This product is passed the production process of the local manufactures. The feature of Hot Rolled Flat Product is sheet, which has different width, length and dept. There are two types. The first type is Hot-Rolled Coil with the depth from 1.0 millimeter to 13.0 millimeters. The second type is Hot-Rolled Plate with the dept from 8 millimeters to 100 millimeters. The company procures Hot-Rolled Coil and Hot-Rolled Plate from local manufactures and sells them to steel traders and steel manufactures. These customers use these products to produce other steel works. These products are widely used in several industries such as construction, machinery and ship building.

1.2 Long product

1) Hot Formed product

These products are passed the hot forming process, which are H-Beams, I-Beams, wide flange, steel bar, steel channel bar, steel channel and steel flat bar. The company procures these products and sells to trader and the customers in construction industry.

2) Cold Formed product

These products are reformed without heating process. This type of products includes steel channel bar, steel angle bar, rip c-channel and steel pipe. The steel pipe which company procures is suitable for construction industry. The company procures these products and sells to trader and the customers in construction industry.

1.3 Other steel products

The company purchases other steel products to accommodate the customers such as cold rolled sheet and stainless steel sheet.

2. Coil Center

The company processes hot rolled coil into other forming products, such as, slitting coil, cutting sheet various sizes, including c-channel and steel pipes. Currently, overall production capacity is around 200,000 Ton per year, with working 8 hours per day, and increasing 2-4 hours per day in peak period.

Marketing and Competitive Situation

1. Marketing Strategies

1) Since the Company has variety of products, customers can order from the company instead of order from many distributors. The company can serve customers' need well, especially, wholesaler and construction clients, which are major customers.
2) Metal products, both bought for trading and manufactured by the company received Thai Industrial standard Institute license from Ministry of Industrial, and the company has quality assurance system before deliver goods. Incase of damages, new goods will be resubmitted immediately.
3) The company has services to deliver products to customers either in Bangkok, outer ring of Bangkok or near by provinces.
4) The company can immediately serve customers' need due to variety of products, efficient inventory control system, and on time delivery.
5) The company separates marketing team by customer locations in order to closely take care customers and know their needs.
6) The company seriously focuses on creating value added to the firm, by developing and giving product knowledges to staff in order that they can give good advice and service to customers.

Distribution channel

The Company distributed all products locally in both 2013 and 2014, mainly to whole sellers, other industries and constructors, including HRC manufacturers.

2. Competition

Because the company operates as coil service center and steel manufacture, the company divides the competitive situation as follow:

2.1 The coil service center

There are many coil service centers in Thailand but most of them are small manufacturers. There are only two large manufacturers and six medium manufacturers in this market. The company is one of the medium manufacturers. Therefore, the level of competition for large and medium manufactures is moderate. Moreover, at the present the production is not sufficient for the customers' demand.

2.2 The steel pipe and rip c-channel manufacture

The competition in this market is in high level because there are approximately 50 steel pipe and rip c-channel manufactures in this market. The company divides the competition of steel pipe and rip c-channel into three groups according to their production capacity.

- The large steel pipe and rip c-channel manufactures have production capacity more than 100,000 tones per year. There are nine large manufacturers.
- The Medium steel pipe and rip c-channel manufactures have production capacity ranging from 50,000 tones per year to 100,000 tones per year. There are approximately 13 Medium manufacturers.
- The small steel pipe and rip c-channel manufactures have the capacity less than 50,000 tones per year. The rest of the manufacturers are small manufacturers. The steel pipe and rip c-channel manufacturing capacity of the company is 35,000 tones per year. Therefore, the company is small manufacturer.

Merchandise Suppliers

♣ Production

At present the company has one factory and one subsidiary with the full production capacity of approximate 200,000 tones per year. The average utilization rate is 61 percent in 2013 and 42 percent in 2014.

♣ Raw material and product procurement

At present the company procures hot rolled coil with the standard size of thickness, width and length from the local manufacturers. G J Steel Public Company Limited and G Steel Public Company Limited who are two of the three major producers, and purchase other products from various supplies.

Environmental Impact

The environmental Impact of steel manufacturer is the noise pollution. However, the company controls the noise not to affect the environment by design the factories. Moreover, the company is examined by Department of industrial Works annually. The environment of the factory is according to the standard and is not affect the environment.

Moreover, the company has never been sued about the pollution and has never been warned or charged or charged by the government agent according to the environmental laws.

Risk factors

1) The risk associated with the volatility of the price of raw material

The company purchased all of hot rolled coil from the local manufacturers with the range 50.62% of all purchases in 2013 and 58.04% of all purchases in 2014. Therefore, the volatility of hot rolled coil price affects the company's cost and the company's selling price.

However, if the price of steel products tends to stable or increase, the company uses the cost plus policy to set the selling price of all products. The company uses the raw material cost, expenses and profit to set the selling prices. Therefore, the company can maintain the profit margin and the company can adjust the selling price according to the changing of raw material prices. When the selling prices tend to decrease, the company accelerates to sell all of products. If the customers wish to order the goods in advance, the company will collect the advance payment from them and will order the goods from the manufacturers. This can lower the risk associated with the volatility of hot rolled coli price.

Moreover, the company follows the changing of raw material prices closely to order the raw material and to manage the inventory properly. The company has the policy to decrease the inventory when the price of raw material tends to decrease and to increase the inventory when the price of raw material tends to increase. In the normal situation, the company has the policy to keep the inventory for 45 days. From these policies, the changing of the raw material price will not affect the company's operational performance significantly.

2) Risk associated with the reliability on major steel producers

At the present, there are only three hot rolled coil manufacturers in Thailand. Hence, there may be a risk if these major domestic steel producers are unable to deliver their products to the Company as scheduled and if the Company is unable to provide substitute products to fill its customer's orders.

However, the company has purchased hot rolled coil from these manufacturers for a long time and has never defaulted on payment. These make the company has close relationship with the manufacturers. Moreover, the company plans the production and informs the purchasing amount of raw material in advance. The company has never experienced a delivery problem with these suppliers, when the steel price situation is normal or the steel price tends to increase. Therefore, the company believes that the company will not be affected by this problem. If there is such problem, the company is able to import hot rolled coil from foreign. In the past, the company imported hot rolled coil from Russia, Africa, and China. The import of hot rolled coil takes a few weeks, which is longer than purchase them from local manufacturers.

3) The risk associated with the changing law about the competition

1) <u>The Anti- Dumping Measures</u>

The dumping on steel market in Thailand from 2001 to 2002 lowered the local hot rolled coil price and affected local steel manufacturers. This also leaded to more price competition of steel transformers. Thai government imposed anti-dumping duties on imports of hot-rolled steel from 14 countries, dated November 8, 2002, for a period of five years, and could be renewed for another 5 years. This measure will end in 2008. From this measure, the foreign hot rolled coil is more expensive than the local on. Moreover, it lowers the price competition of structural steel. Therefore, when this measure ends, the price of hot rolled coil may fluctuate because of the foreign dumping. This may lower the competitive of the company if the company is unable to find the cheaper raw material sources.

2) Free Trade Area

At the present, Thailand has Free Trade Area Agreement with ASEAN countries and Agreement on the Common Effective Preferential Tariff (CEPT) Scheme for ASEAN Free Trade Area (AFTA). Hot rolled coil and steel pipe are on the normal track, which Thailand has to lower tariff on import goods to zero within 2010. The tariff rate of hot rolled coil from ASEAN countries is two to five percent depending on type and size. The tariff rate of steel pipe from ASEAN countries is five percent. Moreover, it is possible that Thailand will make Free Trade Area agreement with other countries in the future. So the imported hot rolled coil and steel pipe may be cheaper and there may be more foreign competitors. However, the import of hot rolled coil and steel pipe have disadvantage about the transportation duration and transportation cost. Moreover, if the import hot rolled coil and steel pipe is cheaper than local ones, the company is able to import them as in the past.

4) Risk of impact from natural hazards and uncertainty politic

Since end of 2011 natural hazards seemed increasing the violent and uncertainty. This has impact to seasonal trading, especially; there will be heavy rain and flooding in every third quarter and politic uncertainty which affect to property business and consequently metal trading are also slow down.

General Information

INFORMATION ABOUT THE COMPANY AND ITS SUBSIDIARY

The Company

Name	:	The Steel Public Company Limited
Head Office	:	1401 Ekkachai Road, Bangbon Bangbon Bangkok 10150
Branch 1	:	7/4,7/6 Moo 1 Ekkachai Road, Khae lai, Kratumban, Samutsakorn 74110
Branch 2	:	99/5 Moo 1 Bangnamjued Amphur Muang Samutsakorn 74000
Homepage	:	http://www.thesteel.co.th
Company Registration	:	0107549000106
Business Operation	:	The company runs business as a trader and supplier of a wide variety of steel products: raw materials such as hot rolled coil; transformed steel such as coil slitting, steel sheet , hot formed product, cold formed product ; and other steel products. The company also processes some types of steel such as steel sheet, coil slitting, steel flat bar, steel angle bar, steel channel bar, steel pipe, and steel Rip C channel.
Telephone	:	(662) 894-8889-90
Fax	:	(662) 405-2929 / (662) 405-2943
Registered capital	:	Baht 500,000,000
Common Shares	:	400,005,080 shares
Par Value	:	Baht 1.00
Paid Capital	:	Baht 400,005,080

Name (Company Registration)	Address	Type of Business	Registered (Baht)	Paid-up (Baht)	Percentage of Investment
1) The Steel PCL. (0107549000106)	1401 Ekkachai Road, Bangbon , Bangbon, Bangkok 10150 Tel: 66 (0) 2894-8889-90 Fax: 66 (0) 2405-2929 E-mail: theinfo@thesteel.co.th Website: www.thesteel.co.th	Manufacture and sale of steel	500,000,000	400,005,080	-
Its Subsidiary					
1) The Steel Logistic Co.,Ltd. (0745551000218)	7/8 Moo 1 Ekkachai Road, Khae lai, Kratumban, Samutsakorn 74110 Tel: 66 (0) 2811-2506-8 66 (0) 2811-3561-3 Fax: 66 (0) 2429-3959	To operate Logistic	10,000,000	10,000,000	80.00%
2) T.Y.K Industry Co., Ltd. (0745552002940)	196 Moo1, Khae lai, Kratumban, Samutsakorn 74110 Tel: 66 (0) 34-476-456 Fax: 66 (0) 34-476-756	Manufacture black pipe	50,000,000	50,000,000	70.00%
3) Precision Perfect Pipe Co., Ltd (0745555002266)	196/1 Moo1, Khae lai, Kratumban, Samutsakorn 74110 Tel: 66 (0) 34-476-456 Fax: 66 (0) 34-476-756	Manufacture and Sell pipe and Components of the Automotive Business	100,000,000	100,000,000	40.00%
4) Liberty Steel Siam Co., Ltd. (0105554023044)	1401 Ekkachai Rd. Bangbon, Bangbon, Bangkok 10150 Tel: 66 (0) 2894-8889-90 Fax: 66 (0) 2405-2929	Selling Steel-Round Bars, Hot Rolled Coils, and raw materials for manufacture other forming products	700,000,000	450,000,000	78.22%

Referrals and Their locations

Securities Register

Company	:	Thailand Securities Depository Co.,Ltd
Address	:	62 The Stock Exchange of Thailand Building,
		Rachadapisek Road, Klongtoey, Bangkok 10110, Thailand
Telephone	:	(662) 229-2800
Fax	:	(662) 265-5642

Auditor

Company Name	:	S.K.Accountant Services Company Limited
		128/150-153, Phayatai Plaza Building,14th Floor, Phayatai Road
		Thungphayatai, Ratchatavee, Bangkok 10400, Thailand
Telephone	:	+66 (2) 214-6464
Fax	:	+66 (2) 215-4772 / (2) 214-6065
Auditor	:	Ms.Wanraya Puttasatiean CPA.No. 4387 and/or
		Ms.Chantra Wongsri u-domporn CPA.No. 4996 and/or

Capital Structure

(1) Company's Securities

The Companies' registered capital was as follows:-

Registered capital	500,000,000	Baht
Paid-up capital	400,005,080	Baht
Ordinary Shares	500,000,000	Shares
Par value	1.00	Baht

(2) Shareholder

The 8 major shareholders as at the book closure date on December 31, 2014 are as follows:-

	Name	No. of Shares	%
1	Ms. Boonchai Jirapongtralkul	94,000,000	23.50
2	Mr. Ratana Jirapontrakul	79,000,000	19.75
3	Mr. Panu Jarupilun	30,000,000	7.50
4	Ms. Alisa Jirapongtrakul	30,000,000	7.50
5	Mr.Jumpod Chuwong	19,189,000	4.80
6	Ms.Suwannee Jirapongtrakul	19,095,000	4.77
7	Mr. Nirum Ngamchamnunrit	19,000,000	4.75
8	Mr. Booncherd Santudpanich	17,000,000	4.25
9	Mr. Boonchoke Thiratarakorn	11,540,000	2.88

(3) Dividend Payment Policy

The Company's Dividend Payment Policy

The Company has the policy to pay dividend to shareholders at the rate not less than 50% of net profit after tax, unless the company has new investment project.

Subsidiaries' Dividend Payment Policy

For the other subsidiaries, the Company does not set the rate of subsidiaries' dividend payment, but the policy of subsidiaries' dividend payment to the Company has to be complied with subsidiaries' regulation on dividend payment which is resolved by the shareholders meeting. The subsidiaries' payment of dividend will be determined mainly by the performance of the company's earnings which depends on the performance of its operations and economy.

In addition, for the dividend payment, subsidiaries shall allocate not less than one of twentieth (1/20) from its net profit until this account reaches an amount not less than 10% of the registered authorized capital

In 2014, the Annual General Meeting of Shareholders held on 22 April 2014 considered and approved that no dividend payment was made for the operating results of the year 2013, due to operating loss. Therefore, the Company was unable to allocate dividend payment to shareholders.

Management Structure

The Management Structure of the Company consists of the Board of Directors and the 3 committees including the Audit Committee, the Executive Committee and the Nomination and Remuneration Committee whose scope of responsibilities and functions could be summarized as follows:-

The Board of Directors

Name	Position	Meeting Attendance of the Directors in 2014	
		Meeting	Attendance
Mr.Panu Jarupilun	Director	4	4
Mr.Boonchai Jirapongtrakul	Director	4	4
Mr.Booncherd Santunpanich	Director	4	4
Ms.Proudpalin Vacharabenjapat	Director Nomination and Remuneration Committee	4	4
Mr.Prachuab Chaiyasan	Chairman of Director Independent Director Chairman of the Audit Committee	4	4
Mrs.Seenual Tasanapat	Independent Director Audit Committee Chairman of the Nomination and Remuneration Committee	4	4
Mr.Teerapong Tanarukvudhikorn	Independent Director Audit Committee	4	4

Audit Committee:

On December 31, 2014 the Audit Committee comprised of 3 independent directors with 3 years term as follow:-

1. Mr. Prachuab Chaiyasan Chairman of the Audit Committee
2. Mrs. Seenual Tasanapant Audit Committee
3. Mr. Teerapong Thanarukvudhikorn Audit Committee

The Audit Committee number 2 had adequate expertise and experience to review creditability of the financial reports. (detail of Audit Committee's experiences is on Information of Directors and Managements of the Company)

Secretary of the audit committee: Ms. Thitima Nontavech

Executive Committee:

On December 31, 2014 the Executive committee comprised of 4 members as follows:-

1. Mr. Boonchai Jirapongtrakul Chairman of the Executive Committee
2. Mr. Sila Wangphornphra Executive Director
3. Mr. Prasertsuk Nudthaisong Executive Director

Nomination and Remuneration Committee:

On December 31, 2014 the Nomination and Remuneration Committee comprised of 3 members as follows:-

1.	Mrs. Seenual	Tasanapant	Chairman of the Nomination and Remuneration Committee
2.	Mrs.Nartsine	Sarnvanichpitak	Nomination and Remuneration Committee
3.	Ms. Nathita	Jiradejdumrong	Nomination and Remuneration Committee

Secretary of the Nomination and Remuneration Committee: Ms. Thitima Nontavech

Executives:

On December 31, 2014 the executives(1) comprised of 5 members according to definition of the Securities and Exchange Commission (SEC) as follows:-

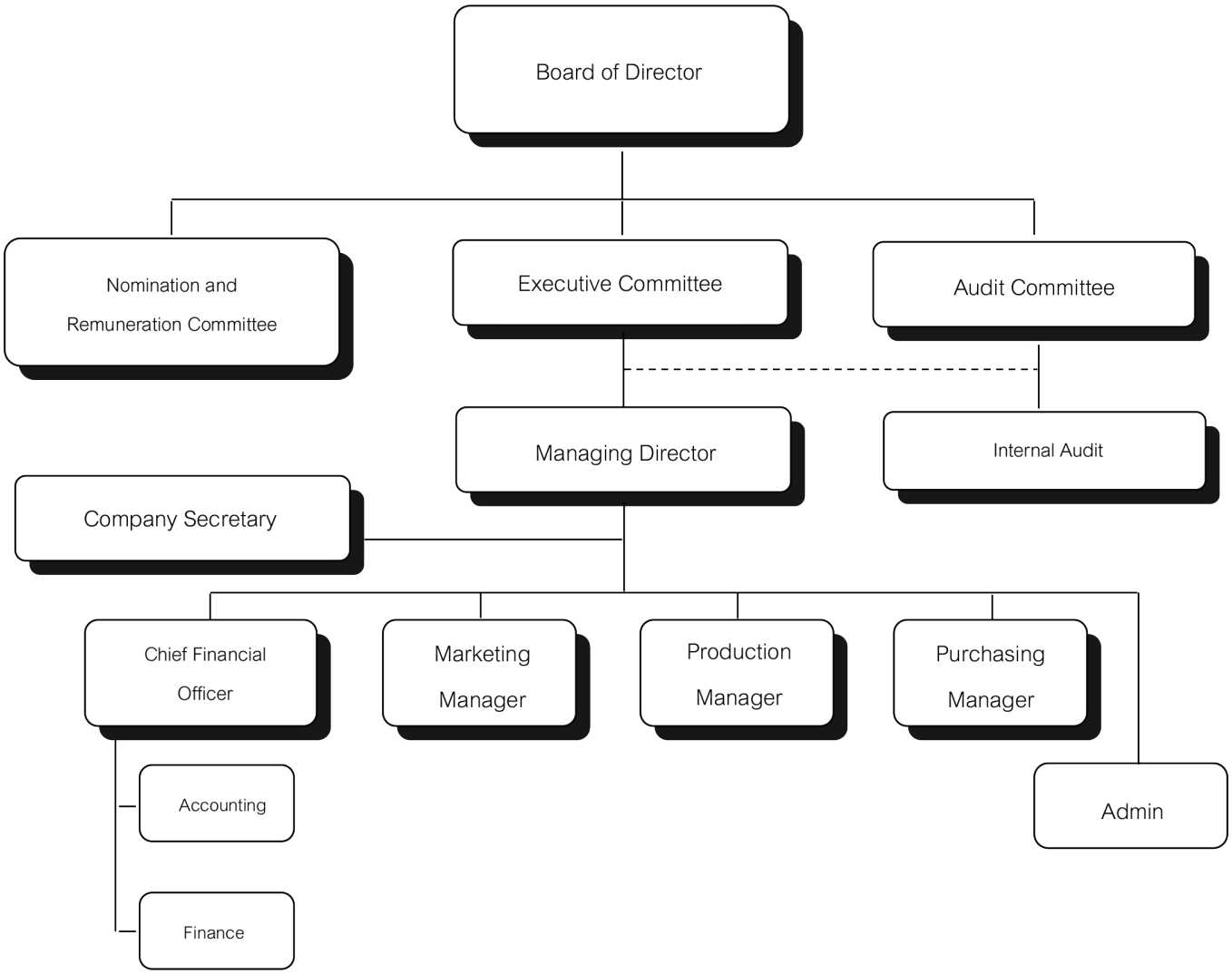
1.	Mr. Boonchai	Jirapongtrakul	Managing Director
2.	Mr. Pornthep	Pripaisalkij	Chief Financial Officer
3.	Mr. Sanguan	Chaichusorn	Marketing Manager
4.	Mr. Sila	Wangphornphra	Manufacturing Manager
5.	Mr. Prasertsuk	Nudthaisong	Purchasing Manager

Note:

(1) "Executives" mean directors, managers or those who hold the first four positions lower than the managers (who hold the highest position of the Company), those who hold the position equivalent to the four executives including those who hold management positions in accounting or finance division from division managers or equivalent onwards.

Organization Chart of The Steel Public Company Limited

(As at December 31, 2014)



Company Secretary:

Board of Director had appointed Ms.Thitima Nontavech handle Company Secretary since May 10,2013 with qualification presented in Attachment 1.

Remuneration of the Directors and Management Team

A. Remuneration in Cash for the Year Ending 31 December 2014

- Directors' Remuneration ; Meeting Allowance and Operating Bonus

Unit : Baht

Name	Meeting Allowance			Bonus	Total
	Board of Directors	Audit Committee	Nomination and Remuneration Committee		
1. Mr.Panu Jarupilun	80,000	-	-	75,000	155,000
2. Mr.Boonchai Jirapongtrakul	80,000	-	-	75,000	155,000
3. Mr.Booncherd Santudpanich	80,000	-	-	75,000	155,000
4. Mr.Prachuab Chaiyasan	80,000	120,000	-	150,000	350,000
5. Mrs.Seenual Tasanapant	80,000	80,000	-	75,000	235,000
6. Mr.Teerapong Thanarukvudhikorn	80,000	80,000	-	75,000	235,000
7. Ms.Proudpalin Vacharabenjapat	80,000	-	-	75,000	155,000
8. Mrs.Nartsine Sarnvanichpitak	-	-	-	-	-
				TOTAL	

- Management Remuneration

Unit : Baht

Remuneration	Total (person)	Salary/Bonus/Other
Directors as management	2	6,760,000
Executives	4	5,312,525
	Total	12,072,525

B. Other remunerations

-None-

Labor dispute

(1) The total company employees as of December 31, 2014 were 283 persons (exclude executive). This consisted of the employee according to the work lines as follows.

Department		Numbers of Permanent Staff (Person)
		2014
1.	Office	102
2.	Factory	181
	Total	283

In a period of the past three years. The company did not have any conflicts about labor.

(2) Employee's compensation

Total compensations of the employee who were not the administrators of the company and subsidiaries (including coming in and going out of the employee during year 2014) was Baht 67.16 million. This compensation was in the form of salary, bonus, wages, overtime wage, living expenses and provident fund.

Personnel development policy

Human Resource Department had set up policies as follow:-

1. The Company will manage human resources, to comply with and support companies' business goals and strategies.
2. The Company will deploy HR systems and processes with Clarity, Transparency, Justice and the same alignment in the company.
3. The Company adheres the merit system that considers knowledge, ability of employees as most important. Thus, advances in career path and motivations will be subjected to the quality and success of the work, Knowledge and competent and Attitudes and employees' potential which meet companies' requirements.
4. The Company will continuously encourage the development of human resources, in order to make staff have competency and efficiency in their duties.

Good Corporate Governance

The Board of Director has recognized the importance on following the best practices of good corporate governance. The Company has determined that its policies on the best practices of good corporate governance as stated by the Stock Exchange of Thailand and then brought principles mentioned as a guide of how to operate the company to get the most benefit of running the business and support clearness, efficiency of the management so that Shareholders, the investors, and all relating Investor Relation as follows.

The policy regarding corporate governance

1. All information must be clearly presented and on time.
2. Directors and management persons must be sufficiency managed.
3. The principle of operating business must be benefited to shareholders.
4. Risk management must to controlled and minimized loss.
5. Ethics must be used for operating a business.

Sub Committees

The Board of Directors has set up a series of key sub-committees which are composed of knowledgeable persons and those with appropriate expertise to help supervise and examine several issues and assignments to ensure their accuracy, transparency and completeness before submitting to the Board of Directors for approval or acknowledgement on case-by-case basis to support the Company's administration and management:

- The Audit Committee

  This committee consists of three independent and with one well-versed in such fields. The term of each committee is three years.
- The Nomination and Remuneration Committee

  This committee consists of three Directors, one member be from an outsiders and one member is officer include five members.
- The Executive Committee

  This committee consists of one executive directors and two executive include three members. Executive committee was authorized to administration.

Definition

- Independent Directors: mean outside directors who are not the Company's executives or employees, not executive directors or authorized signatory directors, and are independent from major shareholders, executives and stakeholders. Non-executive directors are able to equally protect the benefits of as shareholders, and prevent conflict of interest between the Company and involved persons and have qualifications and independence as required by the SET and SEC as follows:
  1. Does not hold more than 1% of the total number of voting shares in the parent Company, or of any of its subsidiaries or joint venture companies or in any entity likely to give rise to a conflict of interest, shares held by related persons to be included in the calculation in accordance with directive 258 of the Securities Act.
  2. Does not take part in administering the work, is not a contractor or an employee or consultant in receipt of a regular salary and is not in a position to exert control over the Company, its subsidiaries, joint ventures or fellow-subsidiaries or on any entity likely to give rise to a conflict of interest (at present, and in the two years prior to his appointment).
  3. Is not related by blood or marriage to (i.e. is not the father, mother, spouse, sibling or child of or the spouse of a child of an Administrator, major shareholder or other person in a position of authority or candidate as Administrator or person in a position of authority Company or any of its subsidiaries.

4. Does not have business dealing with the Company:

   4.1 Is not an auditor of the Company

   4.2 Does not provide other professional services to the Company such as legal or financial consultancy or appraisal worth more than Bt.2m per year.

   4.3 Does not have habitual related party transactions by way of rent or lease, whether as lesson or lessee, of real estate, or concerning assets/services or the receipt or provision of financial assistance with a value exceeding Bt.20m or 3% of NTA, whichever is the lower, including transactions carried out in the one year prior to the carrying out of and given transaction.

   He must not have business relations as defined in 4.1 to 4.3 above at present, nor in the two years prior to his appointment except where there is necessary and proper reason and in any case not continuously or constantly. An Independent Director or Audit Committee Member may have relations that go beyond those stipulated while performing his office, but only after obtaining the unanimous prior approval of the Company's Board of Directors and subject to the relationship being disclosed per Form 56-1, in the Annual Report and in the letter of invitation to the Shareholders' Meeting in the event that the Shareholders' Meeting is to be asked to renew the term of office of the Independent Director or Audit Committee Member concerned.

5. Has not been appointed to represent a Director or major shareholder or other shareholder that is a related party to a major shareholder.
6. Does not have any other characteristic limiting his independence.
7. An Independent Director having the characteristics set out in points 1 to 6 above may be given powers by the Board of Directors to decide on matters involving the Company, its subsidiaries, its joint ventures or fellow-subsidiaries or entities likely to have a conflict of interest on a collective decision basis.

Duties and Responsibilities of Board of Director:

1. The authority and function according to the Civil and Commercial Code, including other laws which specify to be the authority and function of the committee or the group of the committee in the public company.
2. The authority and function according to the company regulations that is defined to be for the committee group.
3. Consider approval long-term plan, budget plan, and the annual investment budget.
4. Run the company's business according to laws, objectives, and the regulations of the company as well as the resolution of the shareholder meeting
5. Plan the administration policy of the company all until the checking turn over of the company
6. Define other regulations of the company
7. Appoint board of directors or assign to one or more committees or any individual operate instead of the committee and in the limit responsibility that the board should have and has the right to cancel, ignore, edit, or change the mentioned authority.
8. Consider and approve the important activities that are related to the company or are appropriate to make benefit for the company

   Except for these following issues that can operate only when permission has been given by the shareholder meeting. The committee who may have gain or loss or conflict in other benefits with the company or the sub company cannot vote for those issues.

   - The topic that the law has defined must have the resolution from the shareholder meeting.
   - Making the list in which the committee has gain and loss and in the area of law or regulations of the stock market defined have to be authorized from the shareholder meeting.

- Other than that, the following criteria must get the consent from the board meeting and the shareholder meeting with the vote not less than 3 out of 4 of the attending shareholders who have the rights to vote:
  - selling or transferring the company's business all or just important parts
  - buying or receiving the transfer of the other companies or public companies as the company's property
  - making, editing, or canceling the contract regarding renting the company's business all or just important parts; assigning others to manage the company's business or adding the business with other individuals with the objective of sharing profits and loss with each other
  - editing the memorandum or the company's regulation
  - increasing or decreasing capital, issuing the debenture, combining or canceling the business
  - other issues according to the law

Duties and Responsibilities of Audit Committee :

1. to review the Company's financial reporting process to ensure that it is accurate and adequate;
2. to review the Company's internal control system and internal audit system to ensure that they are suitable and efficient, to determine an internal audit unit's independence, as well as to approve the appointment, transfer and dismissal of the chief of an internal audit unit or any other unit in charge of an internal audit;
3. to review the Company's compliance with the law on securities and exchange, the Exchange's regulations, and the laws relating to the Company's business;
4. to consider, select and nominate an independent person to be the Company's auditor, and to propose such person's remuneration, as well as to attend meeting with the auditor without the presence of the executive directors at least once a year;
5. to review the Connected Transactions, or the transactions that may lead to conflicts of interests, to ensure that they are in compliance with the laws and the Exchange's regulations, and are reasonable and for the highest benefit of the Company;
6. to prepare, and to disclose in the Company's annual report, an audit committee's report which must be signed by the audit committee's chairman and consist of at least the following information:
   A. an opinion on the accuracy, completeness and creditability of the Company's financial report,
   B. an opinion on the adequacy of the Company's internal control system,
   C. an opinion on the compliance with the law on securities and exchange, the Exchange's regulations, or the laws relating to the Company's business,
   D. an opinion on the suitability of an auditor,
   E. an opinion on the transactions that may lead to conflicts of interests,
   F. the number of the audit committee meetings, and the attendance of such meetings by each committee member,
   G. an opinion or overview comment received by the audit committee from its performance of duties in accordance with this charter, and
   H. other transactions which, according to the audit committee's opinion, should be known to the shareholders and general investors, subject to the scope of duties and responsibilities assigned by the Company's board of directors; and
7. to perform any other act as assigned by the Company's board of directors, with the approval of the audit committee.

Duties and Responsibilities Executive Committee :

1. Empower of decide the significant operations by specified scope works, purpose, discipline, policy, type or size of duties within their authorities including govern general operation, production, customer's relation and must responsible to Board of Directors.
2. Consider all investments including purchasing ,selling company's fixed assets and propose to Broad of Directors.

3. Consider about the purchasing. Each time of buying raw ingredients should not more 20,000 tons.
4. Have the authority to act and be representative of the business to the third party in the related business and giving benefit to the business
5. Consider to collect the company funds for presenting to the company committee.
6. Approve the appointment of the company consultants in other issues that are necessary to the operations.
7. Run the business that relates to the general administration of the company.
8. Consider to approve the operation plans of each company department and to approve the requests from other departments that exceed the authority of such departments.
9. If the operation plans' budget of is over than the approved amount, it must be submitted to the Board of Directors for approval.

That is, the assignment of such authority, the managing director must act according to the rules and regulations that have been approved by the committee. They must not approve any issue that they or opposed individuals may gain or loss, or are opposed to the benefits in other ways with the company and sub-company. They must also reveal the following issues to the committee of the company for consideration.

Things other than what has been mentioned, Executive committee is not allowed to do unless it has been assigned from the committee meeting occasionally.

Duties and Responsibilities Nomination and Remuneration Committee :

1. Define the scope of work and method on the selection and recruitment of directors and sub-committee whose tenure have ended or unoccupied position for submission of the Board's consideration and/or further to shareholders' meetings for approval.
2. Define the method and practice of appropriate compensation for directors and sub-committee to the Board and/or further to Shareholders' meetings for approval.
3. Report to the Board of Director the results of Nomination and Remuneration Committee meetings or other matters that the Board of Directors should be informed.
4. Perform any tasks assigned by the Board of Directors.

Nomination of Directors and Management

Nomination of Directors:

Under the Company regulations, one-third of the directors must leave the Board at every annual general meeting. In the case that total number is not divisible by three, the number closest to one-third must used with the exit of the director who stays the longest with the Board of directors. The exit director maybe re-elected to the Board.

Recruitment of directors is under the responsibility of Nomination and Compensation Committee. The committee will screen candidates with qualifications predetermined in Company regulations and qualification in section 68 of the Public Company Limited Act B.E. 2535 (1992) and the related announcements of the Securities and Exchange Commission and tabled them to the Board for consideration before submission to shareholders' meetings to decide and appoint them under the following methods:

1. A shareholder has a score equal to one voice.
2. Committee election can be made through an individual or a group to be committee according to shareholder meeting. To vote, no matter individual or group who the shareholder vote will be the vice according to the number of stocks that the shareholder holds (follow previous step) in which the mentioned shareholder cannot divide their voices to any individual more or less than others.

3. The individuals who receive the majority of the votes (from greatest to least) will be those who win the election of they fulfill the number of required committees. In the case that the individual gets the same number of votes, but one gets more than the required number of the committee at that time, the chairman will be the one to decide who will win the tie.

Since October 1, 2014 – December 31, 2014, shareholders have been allowed to take part in the proposal of candidates for selection. The selection method and process are posted on www.thesteel.co.th, and investors are informed of the information through SET's IT information channel (portal). However, no shareholder has proposed any name for consideration in 2014.

Nomination of Management:

- Nomination of Managing Director: The Executive Committee will conduct a preliminary screening of candidates with the required qualifications, knowledge, skills, and experience; then, table them to the Nomination and Compensation Committee for consideration and endorsement before submitting the final list to the Board of Director for consideration.
- Nomination of Executives: The Managing Director will select and appoint candidates with the qualifications, knowledge, skills, and experience suitable for each executive position. The recruitment will be done under the human resources department's regulations.

Control of subsidiaries and associated Company

The Company has policy to control operation in subsidiaries by budgeting system. Every subsidiary has to prepare budget and present to Directors. In addition, control of cash payment will be allowed subsidiaries' management counter sign cheques with parent companies' management.

Control and Prevention of the Use of Inside Information

Detail Control and Prevention of the Use of inside Information on section 2 : Equitable Treatment of Shareholders

Audit fee

Auditor from S.K. Accountant Services Co., Ltd was not related party to the company. Amount Baht 1,800,000 was paid as auditor fee for year 2014 for the auditing financial statements of the company and subsidiaries. No other fee was paid.

Good Corporate Governance Compliance

In 2014, the company duly complied with the principles of good corporate governance for listed companies 2006 in these following five principles:

1. RIGHTS OF SHAREHOLDERS

The company values shareholders' rights by refraining from violating or infringing on such rights as follows:

1. Fundamental legal rights: The Company facilitated the exercising of the management of share transfers by reliable registrars.
2. Right to receive significant information: The Company disclosed up-to-date information through its website for shareholders to stay abreast of significant Company news, changes, and the information disclosed under regulations. As a rule after disclosure to the Stock Exchange of Thailand (SET), this is posted on the website.
3. Right to attend meetings and vote: The Company facilitated all shareholders' attendance at meetings and exercising of their votes. In the annual general meeting (AGM), it instituted a management system to promote and support such rights before the meeting date, during the meeting, and after the meeting date as detailed in AGM Checklist published by the Securities and Exchange Commission (SEC).

2 EQUITABLE TREATMENT OF SHAREHOLDERS

The Company values the equality of all shareholders. Its practical guidelines to promote genuine equality include the following:

1. Fair exercising of shareholders' rights at Annual General Meetings (AGM)

Before the meeting date:

- The Company allows each shareholder to propose agenda items for consideration at their meeting ahead of the actual meeting date and also to nominate candidates for directors and Shareholders are allowed to submit written questions about agenda items ahead of the meeting date through its website. In 2012, no shareholder proposed their own agenda and nominates candidates for the Company Directors.
- The Company has authorized Thailand Securities Depository Co., Ltd as the share registrar to deliver invitation letters enclosed with minutes of the previous meeting, annual report, documents to supplement decision making in each agenda, explanations and information of the independent directors, steps to attend the meeting, special regulations relating to the shareholder's meeting, the meeting venue and proxy form to all shareholders at least seven days before the meeting. Such information is also made available through the Company website at www.thesteel.co.th and announced in the newspapers for three consecutive days before the meeting to inform the shareholders in advance.
- Through the meeting notice, the Company informs shareholders of meeting participation criteria, providing them with a list of independent directors on proxy forms designed by the Ministry of Commerce. This proxy forms also provide for shareholders' written opinions on balloting.

Shareholders' Meeting:

- The Company provides two hours before each meeting for registration and even after that, it allows shareholders who still want to attend the meeting to do so and register their attendance without losing their rights and they still have the voting right for the items remaining on the agenda. Souvenirs and food as well as refreshments are also offered to those attending.
- The Company Secretary informs the meeting about the meeting criteria and rules as the procedures for balloting and provides shareholders with the voting right, equivalent to the number of shares held. One share yields one vote.
- The Company encouraged the meeting to use voting ballots and encouraged shareholders to exercise the voting right in selecting director. Prepared ballots for individual director and distributed them to the shareholders during registration before the meeting began. Details of the voting scores were recorded in the Annual General Meeting of the Shareholders for the Year 2014. The Voting ballots key documentation is systematically compiled and may be inspected for subsequent reference.
- The Company allows shareholders to fully express their views and raise their questions. The Chairman of the Board of Directors, the Chairman of Audit Committee, the Managing Director and CEO attend all meetings to address questions clearly.

After the meeting date:

- The Company Secretary records all significant information at an AGM, such as the Directors in attendance; the clarifications of the Chairman of the Board of Directors, the Chairman of Audit Committee, the Managing Director. It includes questions raised and opinions expressed by shareholder; the method for voting and counting votes; the number of votes for, against or non-voting on an Issue; and any other relevant information.
- The Minutes of the Meeting are forwarded to the Stock Exchange of Thailand within 14 days of the Meeting and are also posted on the company's website. This allows shareholders to inspect the accuracy of resolutions and make suggestions for any other details to be recorded prior to proposing the approval of the said Minutes at the next Shareholders' Meeting.

2. Control and Prevention of the Use of Inside Information:

- The company sets to have the protection against bringing company information to be used by setting unit that know information and will not reveal it to other unrelated individuals or group.
- The Company administrator who receives the financial of the company will not use the benefit from the mentioned information before reveal to the public. The administrators cannot buy or sell the company's assets for a period of one month before the financial budget will be presented to the public.
- When the company assets register in the stock exchange in Thailand, the company has set that the committee and administrator have functioned in reporting asset holding in the company according to the Sections 59 so that it would be as announced of the National Election Committee Office 14/1997 about making and revealing the report of asset holding on May 12, 1997 and have set the penalty according to the Possession and Stock Exchange Act, 1992 and the regulations of Stock Exchange in Thailand. This includes setting the penalty for those searching for their own benefit from using the company's internal information for personal use reveal to others, thus damaging the company. There will be consideration concerning the punishment according to the situation such as verbal warning, written warning, suspension, including halt employment by firing or dislodge.
- In making connected transactions, the company strictly manages the approval procedure in its best interests. Transactions with possible conflicts of interest are raised for the Audit Committee's scrutiny before submitting to the Board and shareholders' meetings for consideration, if applicable. The Company discloses complete important information in compliance with the regulation.

3 ROLES OF STAKEHOLDERS

The Company gives the importance to the right to all group of individuals who gain or loss, no matter if they will gain or loss inside or outside. Because the company realizes the support from those who gain or loss, which will create abilities in competition and make profit for the company, it is considered to bring success to the company on the long-term. These are the important details;

Staffs	:	Equitable treatment and reasonable benefits to all staff.
Traders and Creditors	:	Fair treatment and follow terms and conditions stated in agreement.
Customer	:	Create a satisfaction to the customer, take care and be responsible for the customer by emphasizing the product quality, qualified service.
Competitors	:	Avoid unfair competition, and practice business ethics.
Community/Social	:	The Company considers the environment by being responsible of taking care of making sure there is no effect on the environment of the public and society

In addition, it has instituted a communication channel for requests, opinions and suggestions with the Board of Director to enable parties to make useful recommendations provided a box to receive comment at the front of the office or by website or email at theinfo@thesteel.co.th, audit@thesteel.co.th. The Company's Secretary who receives and summarizes all topics, and to the Audit Committee, and Board of Directors. The Company gives importance to the secrecy of information received in order to build confidence to sender, and complaint will only be known to assigned and related persons.

4 DISCLOSURE OF INFORMATION AND TRANSPARENCY

The Company highly values the disclosure of financial and other information through various channels for shareholder, investors and stakeholders to equally reach the information as follows:-

- Disclose assorted significant information, including financial information, shareholding structure, good corporate governance and company information submitted to SET through its ELCID system, Annual Report, Form 56-1, notice to shareholders' meeting, minutes of shareholders' meetings in both Thai and English, is regularly updated at www. thesteel.co.th

- On the investor relationship side, currently, the company is in the process of setting the specific unit, but has appointed to the Ms. Proudpalin Vacharabenjapat, communicate with the institutional investor, shareholders, including the analyzer and the related government agency.

5 RESPONSIBILITIES OF THE BOARD

The company has responsibility and leadership and vision from to be Good Corporate Governance as follows:

1. Composition of the Board:
   - The Board consisted of 7 directors-three non-executives and one executive. Three were independent directors. Information about the terms of each director appears in the annual report, Form 56-1.
   - Chairman and Managing Director are individual but they are the relation. Their experience different are advantageous for each department. However, company had divided clearly the authority for each company committee and administration and 3 company's non administration committee for balancing and auditing of company administration.
   - The Board has not only defined a formal and transparent recruitment procedure for directors, to be executed by the Nominating and Remuneration Committee, bust has made it possible for shareholders to nominate suitable persons for selection.
   - Terms of Directors:

     As stated in company regulations, each director's term is three years, in line with that stated in the Public Company Limited Act. It is also stipulated that the Audit Committee can be in office for up to three consecutive terms.
   - Company Secretary

     Ms. Thitima Nontavech , has been assigned to serve as Company Secretary. This person is a regular employee. Who can be contacted by email at theinfo@thesteel.co.th.

Meeting Attendance and Remuneration of the Directors in 2014

Name	Attendance/Meeting			
	Board of Directors	Audit Committee	Nomination and Remuneration Committee	Term of Director Term
1. Mr.Panu Jarupilun	4/4	-	-	Apr 2012-2015
2. Mr.Boonchai Jirapongtrakul	4/4	-	-	Apr 2013-2016
3. Mr.Booncherd Santudpanich	4/4	-	-	Apr 2012-2015
4. Mr.Prachuab Chaiyasan	4/4	4/4	-	Apr 2012-2015
5. Mr.Teerapong Thanarukvudhikorn	4/4	4/4	-	Apr 2011-2014
6. Mrs.Seenual Tasanapant	4/4	4/4	-	Apr 2011-2014
7. Ms.Proudpalin Vacharabenjapat	4/4	-	-	Apr 2013-2016
8. Mrs.Nartsine Sarnvanichpitak	-	-	-	-

Note: - No 8 Nomination and Remuneration committee was assigned from outsider.

Corporate Social Responsibility (CSR)

The Company has given important to CSR with following policies:-

- The Company operates business with anti-cheating by stating as policy in company manual and inform all staff when start the work.
- The Company will sell only good quality products with reasonable prices.
- When there are opportunities, the Company will join social activities with close communities, such as, giving scholarship to schools, cleaning campaign to create nice communities, etc.

Internal Control and Risk Management

According to Thai Yuan Metal Public Company Limited Board of Director meeting No.1/2015 on February 27,2015, Board had appraised Company internal control system by asking informations from managements and concluded focus 5 topics of internal control system as follows:-

1. Internal Control within organization.
2. Risk appraisal.
3. Operation control.
4. Information system and communication.
5. Follow up system.

Board agreed that Company internal control system was enough and suitable. The Company had provided enough man-power to run the system efficiently and follow up system was provided to ensure all assets were protected from any mis-used by directors or managements who had no authority. Activities with related parties who may have conflict of interests were also controlled.

For appraisal from of SEC for year 2014 which company had complied, found that the Company was able to Completely accounting for all questionnaires. Audit Committee had the opinion that Companies' internal control was adequate for the preparing of financial reportings correctly.

After appraised, Board of Director had opinion that the Company had adequate internal control system and other enough controls for the 5 topics. Internal Auditing was independence to follow up and control. The Company also had good custodian system of documents which facilitate directors, auditor, or Legal Officers to audit within reasonable time frame.

Head of Internal Audit

Regarding Audit Committee Meeting on November 14,2012, No.4/2012 had appointed Mr.Wisood Charoensilawat as Internal Auditor from November 16,2012 onwards up to present due to his 8 years internal audit experiences. The approval of appointment, transferring, dismiss Internal Auditor has to be getting opinion from Audit Committee.

Related Party Transactions

Necessity and Reasonableness of Connected Transactions.

Connected party transactions with related companies or any persons who may have conflict of interest in the past year were the normal trading such as the merchandise purchasing, merchandise distributing. The company has the policy to let the audit committee consider and give the opinion to such listing. The audit committee will bring the market price of others to compare with the price of listing between each other to consider every details were disclosed in Note To Financial Statement No.32 in year 2014.

Policy or Trend of listing between each other

In the future, if the company has the need to do the list between each other with the person who may have the conflict with the company, the company has the policy to set the condition according to the nature of normal business and is the market price that can compare with the price occurred to the third party. The company will let the audit committee to check and give opinions regarding the appropriateness of the price and the logic of the listing

Listing between each other that may happen in the future must be practiced by the committee according to other regulations that is defined and the committee must not approve any listing that they or the persons who may have the conflict in any manner with the company and must open such list to the company committee to let them consider. The company must practice to the law regarding the possession and stock exchange and discipline, announce, order, or regulation of the stock exchange of Thailand, including the practice according to the regulation of opening information about doing the list that are related and receiving or distributing the assets of the company or sub-company.

If there is any listing between each other of The Steel Public Company Limited and the sub-company that occurs with the person who make the conflict in benefit or has benefits and losses or has the conflict in benefit that is not the normal trading, the company will let the audit committee give opinions concerning the price, compensation rate, including the need and appropriateness of that list. In the case that the audit committee has no experience in considering the listing between each other that may occur, the company will let the independent evaluator or the expert as the one who give opinion regarding the listing between each other to make the decision of the audit committee, committee, or the shareholders according to each situation. The company will open the list between each other in the note to financial statements, the annual information list form (form 56-1) and the annual report of the company (form 56-2).

Audit Committee's Report 2014



The Audit Committee of The Steel Public Company Limited of Mr. Prachuab Chaiyasan, Chairman of the Audit Committee, Mrs. Seenual Tasanapant and Mr. Teerapong Thanarukvudhikorn, members of the Audit Committee. All Audit Committee member possess appropriate qualifications and one of the Directors has adequate experiences and capable to re creditability of the financial report. The Audit Committee reviews performance against its charter issued by the Board of Directors, which aligns with the regulations of the Stock Exchange of Thailand (SET).

In 2014, the Audit Committee convened 4 meetings. Each Audit Committee director attended every meeting with senior executives, external auditors and internal auditors with independence in reporting, expressing opinion and giving recommendations. Significant tasks were summarized as follows:

- **Reviewed company's quarterly and audited financial statements of 2014;**
  Reviewed a quarterly and audited financial statements of 2014 with executives and auditor to ensure that financial statements of both the Company and its subsidiaries were in accordance with generally accepted accounting principles and disclosures were adequate and timely to serve investors.
- **Reviewed the internal control system and the internal audit systems;**
  Reviewed audit operations, audit reports and gave advise on quarterly basis and viewed that internal control systems were adequate and internal audit systems were appropriate and efficient.
- **Compliance with Relevant Laws and Regulations;**
  The company has a clear policies to comply with all regulations and related governing laws, the Audit committee did not find any significant incompliance to the law. The company realizes the importance of information disclosure, including financial statements and other reports, and ensures that they are complete, accurate, reliable and timely.
- **Consider Appointing the External Auditors and audit fee for year 2015;**
  The Audit Committee has taken into consideration the independence, performance, and experience and an appropriate of audit fees. The Audit Committee has passed an unanimous resolution to propose to the Company's Board of Directors for consideration and propose to the shareholders' meeting to consider and approve the appointment of Ms. Wanraya Puttasatiean CPA.No. 4387 and/or Mr. Cherdsakul Onmongkol CPA.No. 7195 and/or Ms. Waraphorn Intaraprasit CPA.No. 7881, from CWWP Co., Ltd., to serve as the Company's external auditor for the year 2015, the audit fee will be within Baht 2,044,000 for the Company and subsidiaries.
- **Reviewed related parties transactions;** The Audit Committee has reviewed and given opinion towards related party transactions to ensure the company has complied to normal business conditions, reasonable and created high benefit to company.

In summary, Audit Committee had performed duties according to Charter approved from Board of Directors, and given recommendations to all parties to manage with good governance, legally and appropriate in order to achieve companies' goals.

Mr. Prachuab Chaiyasan
Chairman of the Audit Committee

Report of the Board of Director's Responsibility to the financial Report

The Board of Director of Responsibility information to Financial Report

The Board of Director is responsible for financial statement of The Steel Public Co.,Ltd. which included all financial information as in our annual report. This financial statement has been made in applicable practice methods regularly as general accountancy standards. It has also revealed enough information as in its précised remark in order to be beneficial for our shareholders and investors thoroughly.

The Board of Director who has also made the efficient processes of risk management and internal control appropriately. These processes can be ensuring that our information protections in particular to preserve all company assets effectively, moreover to prevent fraud or any significant abnormal operations.

The Board of Director has appointed the Audit Committee to responsible for reviewing all accountancy policies and financial report accuracies. In charge of verification all internal controls, internal audit system together with risk operating processes as already mentioned in annual report.

The financial statement has been verified by auditor from S.K. Accountant Services Co., Ltd with good cooperation from Board of Director to provide all related information in order to support their audit and independent in expressing opinion. The auditor's opinion was already expressed in our financial report as part company annual report.

Thus, the board of director has concluded that our internal control systems are satisfactory. And the financial statement of The Steel Public Co., Ltd. for year ended December 31, 2014 can be reliable and conformed to laws and regulations.



Mr.Prachuab Chaiyasan
(Chairman)



Mr.Boonchai Jirapongtrakul
(Managing Director)

Management Discussion and Analysis

Financial Ratio

		For Consolidated Financial Statement			For Separated Financial Statement		
		2014	2013	2012	2014	2013	2012
Liquidity Ratio							
Current ratio	(times)	1.03	1.03	1.16	1.18	1.00	1.20
Quick ratio	(times)	0.41	0.36	0.33	0.47	0.55	0.87
Cash flow liquidity ratio	(times)	0.04	0.40	-0.06	-0.19	0.85	-0.05
Receivables turnover	(times)	13.73	8.88	8.79	9.12	2.59	5.93
Collection period	(day)	26.21	40.55	40.95	39.46	138.86	60.73
Inventory period	(times)	9.93	4.62	5.64	11.13	7.21	11.11
Inventory Turnover period	(day)	36.25	78.00	63.8	32.35	49.96	32.42
Account payable turnover	(times)	50.38	42.32	60.91	41.16	26.90	76.87
Payment period	(day)	7.15	8.51	5.91	8.75	13.38	4.68
Cash Cycle	(times)	55.32	110.05	98.84	63.05	175.44	88.46
Profitability Ratio							
Gross profit margin	(%)	2.32	-1.24	1.52	2.37	3.58	1.95
Operating Profit Margin	(%)	0.91	-2.81	0.51	1.04	-2.07	0.96
Other Income Ratio	(%)	0.36	0.26	0.5	0.26	0.68	0.41
Cash to Profit Ratio	(%)	79.18	-453.87	-343.15	-347.77	-1972.13	-121.68
Net profit margin	(%)	0.51	-4.80	-0.38	0.49	-3.24	0.35
Return on equity	(%)	11.89	-60.19	-3.91	6.64	-21.12	5.13
Efficiency Ratio							
Return on assets	(%)	2.14	-11.62	-1.05	1.83	-5.15	1.13
Return on fixed assets	(%)	26.44	-75.27	-0.84	45.07	-76.67	32.79
Assets turnover	(times)	4.21	2.42	2.79	3.76	1.59	3.19
Financial Ratio							
Debt to equity ratio	(times)	4.17	5.02	3.81	2.75	2.50	3.65
Interest coverage	(times)	2.81	13.12	-0.80	-4.15	28.17	-0.40
Cash Basis	(times)	2.99	11.13	-2.03	-1.39	43.41	4.21
Dividend rate	(%)	-	-3.59	-88.10	-	-9.08	67.52
Net profit per share (Fully Diluted)	(baht)	0.24	-0.51	0.0083	0.16	-0.55	0.146
Book value per share*	(baht)	2.43	2.20	2.90	2.46	2.30	2.87
Growth Ratio							
Assets	(%)	2.21	-28.68	8.94	14.64	-39.59	6.76
Liabilities	(%)	-1.12	-24.93	10.77	17.76	-44.86	8.26
Total revenue	(%)	46.01	-22.13	42.62	91.64	-58.79	57.89
Administrative expenses	(%)	40.59	-19.52	45.55	86.60	-57.64	60.2
Net profit (loss)	(%)	115.46	-889.02	-137.67	128.78	-471.66	-61.73

Management Discussion on Operations

The Company's operation results and financial status of year 2013 – 2014 were as follows:

Statement of Comprehensive Income

Total revenues of the Company and subsidiaries for the year ended December 31, 2014 equaled Baht 16,882.71 million compared with Baht 11,574.10 million of year 2013, increasing Baht 5,308.61 million or 45.87%. Total revenues increased mainly due to sale quantities around 37%, and average selling price increased around 6%.

Cost of goods sold for year 2014 presented Baht 16,490.74 million compared with Baht 11,717.46 million of 2013, increased Baht 4,773.28 million or 40.74%, which less than sale increasing, resulting there was gross profit Baht 391.96 million in 2014, while was gross loss in 2013. Selling and administrative expenses of 2014 equaled Baht 231.85 million compared to Baht 181.90 million in 2013, increasing Baht 49.95 million due to salaries, wages, welfare, transportation and other overheads related to huge sale increasing.

Finance cost of 2014 was Baht 101.52 million, reduced from 2013 which was Baht 124.95 million due to repay long term loan and reducing of interest rates. Inaddition, there were extra-ordinally item profit from selling investment Baht 35.82 million in 2014. After deducting all expenses and income tax, the Company reported net profit attribute to equity holders of Company for year 2014 Baht 94.86 million, compared to net loss of Baht (204.24) million of 2013, increasing of net profit Baht 299.10 million or 1,464.45%

Statement of Financial Position

Total Assets of the Company as of December 31, 2014 equaled Baht 4,066.52 million compare to Baht 3,978.59 million of year 2013, assets increased due to investment in associated company.

Total Liabilities decreased from Baht 3,317.25 million in 2013 to Baht 3,279.97 million in year 2014 due to gradually repay long term loan, resulting D/E ratio decreased from 3.77 as at December 31, 2013 to 3.37 as at December 31, 2014.

Factors or Situations May impact Future Operation

Since the Company could generated profit every year, until 2013 facing loss, which was impacted from investment in one subsidiary who imported scraps for selling, but selling prices dropped since 2012, which may create distrust from financial institutions. But, this problem was solved in 2014 and changed operation into profit. However, would economy crisis and unstability of Thai politic may cause internal economics slow down, then impact to metal industries.

(TRANSLATION)

INDEPENDENT AUDITOR'S REPORT

To the Shareholders and Board of Directors of THE STEEL PUBLIC COMPANY LIMITED
(Formerly Name ; Thai Yuan Metal Public Company Limited)

I have audited the accompanying consolidated and separate financial statements of THE STEEL PUBLIC COMPANY LIMITED and its subsidiaries and of THE STEEL PUBLIC COMPANY LIMITED, which comprise the consolidated and separate statements of financial position as at 31 December 2014, and the consolidated and separate statements of comprehensive income, the consolidated and separate statements of changes in shareholders' equity and the consolidated and separate statements of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Standards on Auditing. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the consolidated and separate financial statements present fairly, in all material respects, the financial position of THE STEEL PUBLIC COMPANY LIMITED and its subsidiaries and of THE STEEL PUBLIC COMPANY LIMITED as at 31 December 2014, and their financial performance and cash flows for the year then ended in accordance with Financial Reporting Standards.

Other Matter

The consolidated and separate financial statements of THE STEEL PUBLIC COMPANY LIMITED and its subsidiaries and of THE STEEL PUBLIC COMPANY LIMITED as at 31 December 2013, as presented herein for comparative purposes, were audited by another auditor and he had expressed an unqualified opinion on those financial statements which were reported on 28 February 2014.

(Miss Wanraya Puttasatiean)
Certified Public Accountant Registration No. 4387

S.K. Accountant Services Company Limited
Bangkok,
27 February 2015.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

As at 31 December 2014

	Notes	CONSOLIDATED FINANCIAL STATEMENTS			SEPARATE FINANCIAL STATEMENTS	
		31 December 2014	31 December 2013	1 January 2013	31 December 2014	31 December 2013
		Baht	Baht	Baht	Baht	Baht
ASSETS						
CURRENT ASSETS						
Cash and Cash Equivalents	7	32,045,801.61	30,941,703.91	47,363,613.68	26,287,217.78	13,629,689.73
Temporary Investments	8	3,917,052.59	42,615,502.63	-	3,917,052.59	2,797,894.34
Trade Receivables and Other - Net	9	1,355,155,229.13	1,193,910,275.85	1,551,449,384.13	1,256,629,415.63	1,255,039,907.37
Inventories - Net	10	1,539,005,313.25	1,782,402,393.28	3,296,575,554.34	1,492,461,064.70	786,708,985.24
Advance Payment for Inventories	10	336,211,429.93	230,093,396.31	46,270,294.12	336,211,429.93	227,752,140.62
TOTAL CURRENT ASSETS		**3,266,334,826.51**	**3,279,963,271.98**	**4,941,658,846.27**	**3,115,506,180.63**	**2,285,928,617.30**
NON-CURRENT ASSETS						
Pledged Deposit Fixed Account	11	10,269,228.60	10,060,000.00	-	-	-
Investment in Associated Company	12	143,239,200.30	-	-	150,000,000.00	-
Investment in Subsidiary Company - Net	13	-	-	-	70,975,907.55	81,000,000.00
Long-Term Loans and Accrued Interest Income to Subsidiaries	32.2	-	-	-	128,599,650.69	609,864,575.34
Property, Plant and Equipment - Net	14	622,789,661.56	670,091,684.45	626,926,985.11	209,543,677.99	231,341,369.17
Intangible Asset - Net	15	2,215,284.37	2,734,820.93	468,747.12	218,176.70	404,547.70
Deferred Tax Assets	16	21,541,591.76	15,736,161.18	28,559,263.57	21,126,783.91	15,436,748.98
Other Non-Current Assets		134,200.00	8,000.00	9,684,907.96	117,200.00	8,000.00
TOTAL NON-CURRENT ASSETS		**800,189,166.59**	**698,630,666.56**	**665,639,903.76**	**580,581,396.84**	**938,055,241.19**
TOTAL ASSETS		**4,066,523,993.10**	**3,978,593,938.54**	**5,607,298,750.03**	**3,696,087,577.47**	**3,223,983,858.49**

Notes to the financial statements are an integral part of these financial statements.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

As at 31 December 2014

		CONSOLIDATED FINANCIAL STATEMENTS			SEPARATE FINANCIAL STATEMENTS	
	Notes	31 December 2014	31 December 2013	1 January 2013	31 December 2014	31 December 2013
		Baht	Baht	Baht	Baht	Baht
LIABILITIES AND SHAREHOLDERS' EQUITY						
CURRENT LIABILITIES						
Bank Overdrafts and Short - Term Borrowings						
from Financial Institutions	18	2,785,216,369.80	2,704,724,469.16	4,003,642,114.87	2,327,112,472.05	1,900,000,000.00
Short - Term Loans from Related Persons	32.2	14,400,100.00	-	-	-	-
Trade Payables and Other	19	312,638,963.48	404,117,581.75	212,697,380.80	283,598,353.44	382,975,935.71
Advances Receiced for Inventories		19,945,545.30	17,261,999.58	-	19,945,545.30	81,113.10
Current Portion of Long - Term Liabilities						
Liabilities under Finance Lease Agreement	20	604,064.62	1,614,835.00	1,271,334.98	-	-
Long - Term Borrowings from Financial Institutions	21	45,600,000.00	45,600,000.00	33,600,000.00	-	-
Current Income Tax Payable		5,741,869.45	10,261,877.99	26,568,190.81	5,741,869.45	10,261,877.99
TOTAL CURRENT LIABILITIES		**3,184,146,912.65**	**3,183,580,763.48**	**4,277,779,021.46**	**2,636,398,240.24**	**2,293,318,926.80**
NON-CURRENT LIABILITIES						
Liabilities under Finance Lease Agreement	20	905,727.02	458,824.11	2,724,308.72	-	-
Long - Term Borrowings from Financial Institutions - Net	21	80,488,347.55	123,441,898.50	130,282,499.18	-	-
Employee Benefit Obligation	22	13,801,830.91	9,770,845.00	8,168,132.00	11,261,527.00	8,273,784.00
Contingent Liability on Guarantees of the Subsidiary		-	-	-	62,638,545.08	-
Other Non-Current Liabilities		631,500.00	-	-	-	-
TOTAL NON-CURRENT LIABILITIES		**95,827,405.48**	**133,671,567.61**	**141,174,939.90**	**73,900,072.08**	**8,273,784.00**
TOTAL LIABILITIES		**3,279,974,318.13**	**3,317,252,331.09**	**4,418,953,961.36**	**2,710,298,312.32**	**2,301,592,710.80**
SHAREHOLDERS' EQUITY						
Share Capital	23					
Authorized Share Capital						
500,000,000 Ordinary Shares @ Baht 1.00		500,000,000.00	500,000,000.00	500,000,000.00	500,000,000.00	500,000,000.00
Issued and Paid - Up Share Capital						
400,005,080 Ordinary Shares @ Baht 1.00		400,005,080.00	400,000,000.00	400,000,000.00	400,005,080.00	400,000,000.00
Share Premium Account		191,499,920.00	191,479,600.00	191,479,600.00	191,499,920.00	191,479,600.00
Surplus (Discount) on changes in Interest of Subsidiaries		(662,496.96)	-	-	-	-
Retained Earnings						
Appropriated						
Legal Reserve	24	33,420,000.00	33,420,000.00	33,420,000.00	33,420,000.00	33,420,000.00
Unappropriated		348,114,568.68	254,001,833.23	478,242,509.53	360,864,265.15	297,491,547.69
SHAREHOLDERS' EQUITY OF THE PARENT COMPANY		**972,377,071.72**	**878,901,433.23**	**1,103,142,109.53**	**985,789,265.15**	**922,391,147.69**
Non-Controlling Interests		(185,827,396.75)	(217,559,825.78)	85,202,679.14	-	-
TOTAL SHAREHOLDERS' EQUITY		**786,549,674.97**	**661,341,607.45**	**1,188,344,788.67**	**985,789,265.15**	**922,391,147.69**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**4,066,523,993.10**	**3,978,593,938.54**	**5,607,298,750.03**	**3,696,087,577.47**	**3,223,983,858.49**

Notes to the financial statements are an integral part of these financial statements.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

For the year ended 31 December 2014

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		31 December 2014	31 December 2013	31 December 2014	31 December 2013
		Baht	Baht	Baht	Baht
Revenue from Sales and Services		16,882,705,476.91	11,574,095,371.50	12,990,463,586.19	6,749,809,194.72
Cost of Sales and Services		(16,490,742,620.78)	(11,717,464,934.83)	(12,682,966,627.57)	(6,507,887,120.48)
GROSS (LOSS) PROFIT		**391,962,856.13**	**(143,369,563.33)**	**307,496,958.62**	**241,922,074.24**
Gain (Loss) from Exchange Rate		2,649,027.50	7,806,337.76	38,590.09	11,381,023.93
Interest Income		12,525,708.67	1,883,290.47	31,828,964.78	22,531,238.75
Gain on Sale of Investments		35,825,191.71	-	-	-
Other Income		9,927,732.69	20,647,948.28	1,724,845.43	12,274,813.83
Unrealised Gain (Loss) on Changes in Fair Value of Investments		1,119,158.25	(102,517,597.13)	1,119,158.25	(6,629,597.13)
Selling Expenses		(116,184,109.55)	(81,840,796.67)	(67,625,800.05)	(51,200,005.61)
Administrative Expenses		(115,665,770.85)	(100,059,252.16)	(73,776,135.44)	(46,969,865.86)
Loss Impairment on Investment in Subsidiaries		-	-	(31,524,730.22)	(42,500,000.00)
Provision Liabilities on Investment in Subsidiaries		-	-	-	(241,147,536.26)
Share of Profit (Loss) of Associated Company		(6,760,799.70)	-	-	-
Finance Costs		(101,521,949.85)	(124,954,239.89)	(78,644,460.41)	(102,800,198.00)
PROFIT (LOSS) BEFORE INCOME TAX		**113,877,045.00**	**(522,403,872.67)**	**90,637,391.05**	**(203,138,052.11)**
Income Tax Revenue (Expenses)	27	(27,053,950.02)	(34,299,713.66)	(26,500,867.99)	(17,029,142.36)
PROFIT (LOSS) FOR THE YEAR		**86,823,094.98**	**(556,703,586.33)**	**64,136,523.06**	**(220,167,194.47)**
OTHER COMPREHENSIVE INCOME					
Actuarial Losses - Net of Tax		(743,398.46)	-	(763,805.60)	-
OTHER COMPREHENSIVE INCOME (EXPENSE)					
FOR THE PERIOD - NET OF TAX		**(743,398.46)**	**-**	**(763,805.60)**	**-**
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		**86,079,696.52**	**(556,703,586.33)**	**63,372,717.46**	**(220,167,194.47)**
Profit (Loss) Attributable to					
The Parent Company		94,856,133.91	(204,241,421.30)		
Non - Controlling Interests		(8,033,038.93)	(352,462,165.03)		
		86,823,094.98	(556,703,586.33)		
Profit (Loss) Attributable to Other Comprehensive					
The Parent Company		94,104,572.51	(204,241,421.30)		
Non - Controlling Interests		(8,024,875.99)	(352,462,165.03)		
		86,079,696.52	(556,703,586.33)		
Basic Earnings (Loss) per Share					
The Parent Company (Baht)	28	0.24	(0.51)	0.16	(0.55)

Notes to the financial statements are an integral part of these financial statements.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

For the year ended 31 December 2014

CONSOLIDATED FINANCIAL STATEMENTS

	Notes	Issued and Paid-Up Share Capital	Share Premiums Account	Surplus(Discount) on changes of Interest in Subsidiaries	Retained(Loss) Earnings		Total Equity Attributable to the Parent Company	Non - Controlling Interests	Total Shareholders' Equity
					Appropriated Legal reserve	Unappropriated			
		Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Balance as at 1 January 2013		**400,000,000.00**	**191,479,600.00**	**-**	**33,420,000.00**	**478,242,509.53**	**1,103,142,109.53**	**85,202,679.14**	**1,188,344,788.67**
Subscriptions Receivable		-	-	-	-	-	-	(9,800,339.89)	(9,800,339.89)
Increases in Non-controlling Interests of Investment in Subsidiaries		-	-	-	-	-	-	59,500,000.00	59,500,000.00
Dividends Paid	25	-	-	-	-	(19,999,255.00)	(19,999,255.00)	-	(19,999,255.00)
Total Comprehensive Income for the Year		-	-	-	-	(204,241,421.30)	(204,241,421.30)	(352,462,165.03)	(556,703,586.33)
Balance as at 31 December 2013		**400,000,000.00**	**191,479,600.00**	**-**	**33,420,000.00**	**254,001,833.23**	**878,901,433.23**	**(217,559,825.78)**	**661,341,607.45**
Issued of Increase Ordinary Shares		5,080.00	20,320.00	-	-	-	25,400.00	-	25,400.00
Increases in Non-controlling Interests of Investment in Subsidiaries		-	-	-	-	-	-	39,102,971.00	39,102,971.00
Decrease in Non-controlling Interests of Investment in Subsidiaries		-	-	(662,496.96)	-	-	(662,496.96)	662,496.96	-
Total Comprehensive Income for the Year		-	-	-	-	94,112,735.45	94,112,735.45	(8,033,038.93)	86,079,696.52
Balance as at 31 December 2014		**400,005,080.00**	**191,499,920.00**	**(662,496.96)**	**33,420,000.00**	**348,114,568.68**	**972,377,071.72**	**(185,827,396.75)**	**786,549,674.97**

Notes to the financial statements are an integral part of these financial statements.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

For the year ended 31 December 2014

SEPARATE FINANCIAL STATEMENTS

	Notes	Issued and Paid-Up Share Capital	Share Premiums Account	Retained (Losses) Earnings		Total
				Appropriated Legal reserve	Unappropriated	
		Baht	Baht	Baht	Baht	Baht
Balance as at 1 January 2013		**400,000,000.00**	**191,479,600.00**	**33,420,000.00**	**537,657,997.16**	**1,162,557,597.16**
Dividends Paid	25	-	-	-	(19,999,255.00)	(19,999,255.00)
Total Comprehensive Income for the Year		-	-	-	(220,167,194.47)	(220,167,194.47)
Balance as at 31 December 2013		**400,000,000.00**	**191,479,600.00**	**33,420,000.00**	**297,491,547.69**	**922,391,147.69**
Issued of Increase Ordinary Shares		5,080.00	20,320.00	-	-	25,400.00
Total Comprehensive Income for the Year		-	-	-	63,372,717.46	63,372,717.46
Balance as at 31 December 2014		**400,005,080.00**	**191,499,920.00**	**33,420,000.00**	**360,864,265.15**	**985,789,265.15**

Notes to the financial statements are an integral part of these financial statements.

บริษัท เดอะ สตีล จำกัด (มหาชน)
THE STEEL PUBLIC COMPANY LIMITED

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOW

For the year ended 31 December 2014

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		31 December 2014	31 December 2013	31 December 2014	31 December 2013
		Baht	Baht	Baht	Baht
CASH FLOW FROM OPERATING ACTIVITIES					
Profit (Loss) before Income Tax		113,877,045.00	(522,403,872.67)	90,637,391.05	(203,138,052.11)
Adjustment to Profit (Loss) before Income Tax for					
Cash Received (Paid) from Operations :					
Depreciation and Amortization		86,041,032.75	67,194,726.27	36,309,802.23	30,977,044.39
Doubtful Debts		9,140,152.99	-	9,140,152.99	-
Loss from Decline in Value of inventories (Reserve)		153,088,049.09	134,800,000.00	12,550,409.42	-
Loss Impairment on Investment in Subsidiaries		-	-	31,524,730.22	42,500,000.00
Unrealised (Gain) Loss on Changes in Fair Value of Investments		(1,119,158.25)	102,517,597.13	(1,119,158.25)	6,629,597.13
Gain on Sale of Investments		(35,708,238.07)	-	-	-
(Gain) Losses from Sales of Fixed Assets		1,049,607.47	(366,425.84)	1.00	(106,219.12)
Expense from Transfer Assets		117,500.00	-	-	-
Provision Liabilities on Investment in Subsidiaries		-	-	-	241,147,536.26
Actuarial Losses		928,561.08	-	-	-
Excess of Loss in Associated Company		6,760,799.70	-	-	-
Employee Benefit Obligation		3,092,884.08	1,602,713.00	2,032,986.00	1,211,592.00
Interest Income		(12,525,708.67)	(1,883,290.47)	(31,828,964.78)	(22,531,238.75)
Finance Costs		101,521,949.85	124,954,239.89	78,644,460.41	102,800,198.00
Profit (Loss) from Operating Activities before Changes in					
Operating Assets and Liabilities		426,264,477.02	(93,584,312.69)	227,891,810.29	199,490,457.80
(Increase) Decrease in Operating Assets					
Trade Receivables and Other		(146,946,272.06)	188,790,365.40	224,889,620.10	2,075,750,705.77
Inventories		90,309,030.94	1,380,499,700.94	(718,302,488.88)	233,031,780.19
Advances Payment for Inventories		(106,118,033.62)	(181,458,014.01)	(108,459,289.31)	40,992,233.26
Other Non - Current Assets		(126,200.00)	-	(820,062.34)	-
Increase (Decrease) in Operating Liabilities					
Trade Payables and Other		(95,254,072.34)	202,336,490.67	(102,786,360.91)	243,364,032.88
Advance Received for Inventories		2,683,545.72	17,261,949.18	19,864,432.20	-
Other Current Liabilities		-	-	62,638,545.08	-
Other Non-Current Liabilities		631,500.00	-	(10,261,877.99)	-
Cash Received (Paid) from Operating Activities		171,443,975.66	1,513,846,179.49	(405,345,671.76)	2,792,629,209.90
Cash Received from Withholding Tax Deducted at Source		1,118,249.92	-	-	-
Cash Received from Interest Income		11,130,779.34	116,738.68	122,692.80	94,464.27
Cash Paid for Income Tax		(62,265,541.25)	(37,657,908.60)	(62,778,042.13)	(33,801,112.67)
Net Cash Provided (Used) from Operating Activities		**121,427,463.67**	**1,476,305,009.57**	**(468,001,021.09)**	**2,758,922,561.50**

Notes to the financial statements are an integral part of these financial statements.

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOW

For the year ended 31 December 2014

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		31 December 2014	31 December 2013	31 December 2014	31 December 2013
		Baht	Baht	Baht	Baht
CASH FLOW FROM INVESTING ACTIVITIES					
Cash Received on Sale of Investments		75,525,846.86	-	-	-
Cash Received from Disposal of Investment in Subsidiaries		-	2,000,000.00	-	2,000,000.00
Cash Paid for Investments in Subsidiary Company		-	-	(212,500,004.00)	(42,500,000.00)
Cash Paid for Investments in Associated Company		(150,000,000.00)	-	(150,000,000.00)	-
Pledged Deposit Fixed Account		(209,228.60)	(10,060,000.00)	-	-
Increase (Decrease) in Short - Term Loans to Subsidiaries		-	-	-	(538,733,671.89)
Cash Received from Long-Term Loans		-	-	592,400,000.00	-
Cash Paid from Long-Term Loans		-	-	(111,000,000.00)	-
Cash Paid for Purchase of Fixed Assets		(40,396,535.77)	(110,386,429.75)	(14,313,841.05)	(1,060,117.25)
Cash Paid for Purchase of Intangible Assets		(165,976.62)	(2,314,151.19)	(11,900.00)	-
Cash Received from Sale of Fixed Assets		4,112,825.04	1,149,388.97	-	301,821.12
Cash received from assets not used in operations		-	7,900,000.00	-	7,900,000.00
Cash Received from Interest Income for Loans to Subsidiaries		-	-	24,182,103.91	22,436,774.48
Net Cash Provided (Used) from Investing Activities		**(111,133,069.09)**	**(111,711,191.97)**	**128,756,358.86**	**(549,655,193.54)**
CASH FLOW FROM FINANCING ACTIVITIES					
Increase (Decrease) In Bank Overdrafts and Short - Term Borrowing from Financial Institutions		80,491,900.64	(1,298,917,645.71)	427,112,472.05	(2,103,642,114.87)
Cash Received from Short - Term Loans in Related Persons		14,400,100.00	-	-	-
Cash Received from Long - Term Borrowings from Financial Institutions		580,000,000.00	55,000,000.00	-	-
Cash Paid for Long - Term Borrowings from Financial Institutions		(622,953,550.95)	(49,785,095.11)	-	-
Cash Paid for Liabilities under Finance Lease Agreement		(1,978,374.74)	(2,645,103.95)	-	-
Cash Paid for Interest Expenses		(98,278,746.83)	(122,168,627.60)	(75,235,681.77)	(100,019,806.91)
Cash Paid for Dividend		-	(19,999,255.00)	-	(19,999,255.00)
Cash Received from Increase Capital		25,400.00	-	25,400.00	-
Cash Received from non-controlling interests of Investments in Subsidiaries		39,102,975.00	57,500,000.00	-	-
Net Cash Provided (Used) from Financing Activities		**(9,190,296.88)**	**(1,381,015,727.37)**	**351,902,190.28**	**(2,223,661,176.78)**
Net Increase (Decrease) in Cash and Cash Equivalents		**1,104,097.70**	**(16,421,909.77)**	**12,657,528.05**	**(14,393,808.82)**
Cash and Cash Equivalents at The Beginning of the Year	7	**30,941,703.91**	**47,363,613.68**	**13,629,689.73**	**28,023,498.55**
Cash and Cash Equivalents at The Ending of the Year	7	**32,045,801.61**	**30,941,703.91**	**26,287,217.78**	**13,629,689.73**

Notes to the financial statements are an integral part of these financial statements.

THE STEEL PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES
NOTES TO FINANCIAL STATEMENTS
As at 31 December 2014

1. General Information

THE STEEL PUBLIC COMPANY LIMITED became a public company limited on 3 July, 2006 and listed on the Stock Exchange of Thailand on 9 August 2007 with the Company registration number 0 1 0 7 5 4 9 0 0 0 1 0 . Its head office is situated at 1401 Eagachai Rd., Bang Bon, Bang Bon, Bangkok, Thailand and have two branchs constitution.

The Company main businesses activities are selling and transforming hot rolled coils and sheets and structural steels.

2. Basis of the Financial Statement Preparation

2.1 The financial statements have been prepared in accordance with Financial Reporting Standards of Thailand including related interpretations and guidelines promulgated by the Federation of Accounting Professions, applicable rules, regulations of the Securities and Exchange Commission and The Stock Exchange of Thailand.

2.2 The financial statements were presented in compliance with the notification of Department of Business Development regarding “Brief particulars must be contained in financial statements B.E. 2554” dated on 28 September 2011, notified according to Accounting Act B.E. 2543.

2.3 In order to prepare the financial statements to comply with financial reporting standards, the Company’s management had to make some estimates and suppositions which may have an effect on the amount shown for revenues, expenses, assets and liabilities and also on the disclosures concerning assets and contingent liabilities, therefore the actual result may differ from the estimated amount.

2.4 The financial report in Thai language are the official statutory financial report of the Company. The financial report in English language have been translated from the Thai language financial report.

3. Basis of the Consolidation Financial Statement Preparation

3.1 In preparation of the consolidated financial statements, the Company will only take its subsidiary companies which is under the main control of THE STEEL PUBLIC COMPANY LIMITED into account, after having eliminated the remaining balances and transactions among themselves, The Company holds shares in subsidiary companies with the percentage of shareholdings in subsidiary companies as follows: (Note 13)

Name of the entity	Type of business	% Ownership interest	
		2014	2013
The Steel Logistic Co., Ltd.	Logistic service	60.00	60.00
T.Y.K Industry Co., Ltd.	Manufacturing and distributing pipe	70.00	70.00
Precision Perfect Pipe Co., Ltd.	Manufacture and sell pipe and Other Metal products	40.00	40.00
Liberty Steel Siam Ltd.	Mainly selling of steel scrap	50.29	42.50

3.2 Subsidiaries are fully consolidated, from the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.

3.3 The financial statements of Precision Perfect Pipe Company Limited are included in the consolidated financial statements because the Company attained significant management control over their financial and operating policies.

3.4 The financial statements of the subsidiaries are prepared using the same significant accounting policies as the Company.

3.5 Material balances and transactions between the Company and its subsidiaries have been eliminated from the consolidated financial statements.

3.6 Non-controlling interests represent the portion of profit or loss and net assets of the subsidiaries that are not held by the Company and are presented separately in the consolidated profit or loss and within equity in the consolidated statement of financial position.

4. Adopted New Financial Reporting Policies

The Company adopted accounting standards, financial reporting standards, interpretations accounting standards and accounting guidance, which are not effective for accounting periods beginning on or after 1 January 2014.

5. New Financial Reporting Standards Not Yet Effective

Accounting standards, financial reporting standards, interpretations accounting standards, interpretations financial reporting standards and new accounting practics, which are not effective for the current accounting periods, that the Company has not adopted, are as follows:

Effective for the accounting period beginning on or after 1 January 2015

TAS 1 (revised 2014)	Presentation of Financial Statements
TAS 2 (revised 2014)	Inventories
TAS 7 (revised 2014)	Statement of Cash Flows
TAS 8 (revised 2014)	Accounting Policies, Changes in Accounting Estimate and Errors
TAS 10 (revised 2014)	Events After the Reporting Period
TAS 11 (revised 2014)	Construction Contracts
TAS 12 (revised 2014)	Income Taxes
TAS 16 (revised 2014)	Property, Plant and Equipment
TAS 17 (revised 2014)	Leases
TAS 18 (revised 2014)	Revenue
TAS 19 (revised 2014)	Employee Benefits
TAS 20 (revised 2014)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (revised 2014)	The Effects of Changes in Foreign Exchange Rates
TAS 23 (revised 2014)	Borrowing Costs
TAS 24 (revised 2014)	Related Party Disclosures
TAS 26 (revised 2014)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (revised 2014)	Separate Financial Statements
TAS 28 (revised 2014)	Investments in Associates and Joint Ventures
TAS 29 (revised 2014)	Financial Reporting in Hyperinflationary Economies
TAS 33 (revised 2014)	Earnings per Share
TAS 34 (revised 2014)	Interim Financial Reporting
TAS 36 (revised 2014)	Impairment of Assets
TAS 37 (revised 2014)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (revised 2014)	Intangible Assets

TAS 40 (revised 2014)	Investment Property
TFRS 2 (revised 2014)	Share-based Payment
TFRS 3 (revised 2014)	Business Combinations
TFRS 5 (revised 2014)	Non-current Assets Held for Sale and Discounted Operations
TFRS 6 (revised 2014)	Exploration for and Evaluation of Mineral Resources
TFRS 8 (revised 2014)	Operating Segments
TFRS 10	Consolidated Financial Statements
TFRS 11	Joint Arrangements
TFRS 12	Disclosure of Interests in Other Entities
TFRS 13	Fair Value Measurement
SIC 10 (revised 2014)	Government Assistance-No Specific Relation to Operating Activities
SIC 15 (revised 2014)	Operating Leases-Incentives
SIC 25 (revised 2014)	Income Taxes-Changes in the Tax Status of an Enterprise or its Shareholders
SIC 27 (revised 2014)	Evaluating the Substance of Transactions in the Legal Form of a Lease
SIC 29 (revised 2014)	Service Concession Arrangements: Disclosures
SIC 31 (revised 2014)	Revenue-Barter Transactions involving Advertising Services
SIC 32 (revised 2014)	Intangible Assets-Web Site Costs
TFRIC 1 (revised 2014)	Changes in Existing Decommissioning, Restoration and Similar Liabiliteis
TFRIC 4 (revised 2014)	Determining Whether an Arrangement Contains a Lease
TFRIC 5 (revised 2014)	Rights to Interests Arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (revised 2014)	Applying the Restatement Approach under IAS 29 Financial Reporting in Hyperinflationary Economies
TFRIC 10 (revised 2014)	Interim Financial Reporting and Impairment
TFRIC 12 (revised 2014)	Service Concession Arrangements
TFRIC 13 (revised 2014)	Customer Loyalty Programmes
TFRIC 14	IAS 19-The Limit on a Defined Benefit Asset, Minimum Funding Requirement and their Interaction
TFRIC 15 (revised 2014)	Agreements for the Construction of Real Estate
TFRIC 17 (revised 2014)	Distributions of Non-cash Assets to Owners
TFRIC 18 (revised 2014)	Transfers of Assets from Customers
TFRIC 20	Stripping Costs in the Production Phase of a Surface Mine

Effective for the accounting period beginning on or after 1 January 2016

TFRS 4 (revised 2014) Insurance Contracts

The management of the Company believes that above financial reporting standards will not have any significant impact on the financial statements when they are applied.

6. Significant Accounting Policies

6.1 Measurements bases used in the Preparation of Financial Statements

Measurement bases used in the preparation of financial statements are historical cost measurement basis and combination of variety measurement bases used. Some assets and liabilities that use other measurement bases have been disclosed the measurement bases used in the particular accounting policies.

6.2 Items denominated in Foreign Currencies

Items denominated in foreign currencies are recorded in Baht at the prevailing exchange rate when the transactions occur, and their balances of assets and liabilities at the ended of period are converted into Baht at the prevailing exchange rate on that date. Profit or loss arising from such conversion is shown as revenues or expenses in the statements of comprehensive income for that period.

6.3 Financial Instruments

Financial instruments, financial assets were shown in the statements of financial position composed of cash and cash at banks, trade receivables and other. Financial liabilities were shown in the statements of financial position composed of trade and other payables and borrowings. The accounting policy of each item would be disclosed in separated items.

6.4 Cash and Cash Equivalents

Cash and cash equivalents includes bank deposit in type of saving accounts, current accounts and 3 months fixed accounts without guarantee obligation and not subject to withdrawal restrictions.

6.5 Temporary Investment

Investment is investment in marketable security which the Company holds as trading security is reflected by fair value. The fair value of registered security is computed as of the date in the statement of financial position from the latest price offered of The Stock Exchange of Thailand. The Company recognized the change of investment value as gain (loss) transaction in the statement of comprehensive income, for the cost of investment disposed during the period computed according to the average method.

6.6 Trade Receivables and Other

Trade receivable and other accounts are carried at original invoice amount less allowance for doubtful receivables based on a review of all outstanding amounts at the year end. The amount of the allowance is the difference between the carrying amount of the receivable and the amount expected to be collectible. Bad debts are written off during the year in which they are identified.

6.7 Inventories

Inventories are stated at the lower of cost or net realisable value. Cost is determined by the weighted average method. The cost of purchase comprises both the purchase price and costs directly attributable to the acquisition of the inventory, such as import duties and transportation charges, less all attributable discounts, allowances or rebates. The cost of finished goods comprises raw materials, direct labour, other direct costs and related production overheads, the latter being allocated on the basis of normal operating activities. Net realisable value is the estimate of the selling price in the ordinary course of business, less the costs of completion and selling expenses.

6.8 Investment

Investments in subsidiaries and associated are reported by using the cost method of accounting in the separate financial statements.

Investment in associated are reported by using the equity method of accounting in the consolidated financial statements.

A test for impairment is carried out when there is a factor indicating that an investment might be impaired. If the carrying value of the investment is higher than its recoverable amount, impairment loss is charged to the statement of comprehensive income.

6.9 Property, Plant and Equipment

Property, plant and equipment are initially recorded at cost. Building and equipment are stated at historical cost less accumulated depreciation and is calculated depreciation by the straight line method, except for land which is considered to have an indefinite life, to its residual value over the estimated useful life as follows:

Buildings and structures	5 - 32 Years
Machineries and equipment	5 - 10 Years
Fixtures and office equipment	5 Years
Motor vehicles	5 Years

Construction in progress are stated at cost. These assets are not depreciated until such time as the relevant assets are completed and ready for their intended operational use.

Repair and maintenance is recognized in the statements of comprehensive income during the period that it is incurred.

Cost of significant improvement should be recognized as a part of carrying amount of assets when it is probable that the Company will obtain the future economic benefits from that transaction and able to measure the cost of that transaction reliably. Cost of improvement should be depreciated by the basis of estimated useful life. Repair and maintenance expenses are recognized as expenses during the period that they are incurred.

Gain or loss from disposal of property, plant and equipment is computed from discrepancy between net cash received and book value and recognized as other revenue or other expense in the statements of comprehensive income.

6.10 Intangible Assets and Amortization

Computer software

Acquired computer software license are capitalized on the basis of the costs incurred to acquire and bring to use the specific software. These costs are amortized over their estimated useful lives 5 years.

6.11 Impairment

The carrying amounts of assets are assessed at the end of each reporting period to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated of asset or its cash-generating unit to which the asset is included in the recognition of an impairment loss when the recoverable amount less than the carrying amount of the asset or its cash generating unit.

Impairment loss is recognized as expenses in profit or loss immediately.

Calculation of Recoverable Amount

- The recoverable amount is the higher of the asset's fair value less cost to sell of asset or the cash-generating unit or its value in use.
- In assessing value in use of an asset by estimating the present value of future cash flows generated by the asset, discounted using a pre-tax discount rate which reflects current market assessments of the time value of money and the risks specific to the asset.
- The asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Reversals of Impairment Loss

- The loss on impairment of assets excluding goodwill recognized in the prior period will be reversed if the estimation for indicated net realizable value changes since the last impairment loss was recognized. The carrying amount of the asset not exceed just to be the carrying amount that would have been (net of depreciation or amortization), if no impairment loss had been recognized.
- Reversals of impairment loss will be recognized as income in profit or loss immediately.

6.12 Employee Benefit

Short-term Employee Benefits

The Group Company is recognized salary, wage, bonus, social security fund and provident fund are expenses on date when the transactions occur.

Long-term Employee Benefits

The Group Company provides for post employment benefits to or retirement indemnity employees under the labor laws applicable in Thailand. The Company has recorded the liabilities in respect of employee benefits which are the present value of the defined benefit obligations calculated by an independent actuary in accordance with the actuarial technique, and discounted benefit by the projected unit credit method. The estimated future cash flows shall reflect employee salaries, turnover rate, mortality rate, length of service and other. The Company recorded provision for employee benefit is non – current liabilities. The costs associated with providing these benefits are charged to the statements of comprehensive income so as to spread the cost over the employment period during which the entitlement to benefits is earned.

6.13 Provision of Liabilities

The Group are recognized when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made. Where the Group expects a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain

6.14 Recognition of Revenues

- Revenue from sales is recognized when are delivered.
- Revenue from services is recognized when service have been provided to customer.
- Revenue from interest receivable is recognized in accordance with the period of time and computed from the accrued principle balance.

6.15 Recognition of Expenses

- Expenses are recognized on an accrual basis

6.16 Income Tax

Income tax expense represents the sum of corporate income tax currently payable and deferred tax.

Current tax

The Group record current income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

The Group recognize deferred income tax is provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of the reporting period.

The Group recognize deferred tax liabilities for all taxable temporary differences while they recognize deferred tax assets for all deductible temporary differences and tax losses carried forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences and tax losses carried forward can be utilized.

At each reporting date, the Group review and reduce the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized.

The Group record deferred tax directly to shareholders' equity if the tax relates to items that are recorded directly to shareholders' equity.

6.17 Earnings (Losses) per Share

Earnings (losses) per share are calculated by dividing the net profit by the weighted averaged number of issued and paid-up ordinary shares.

The Company did not calculate the fully diluted earnings per share since it has no ordinary share equivalents.

6.18 Appropriation of Retained Earnings

The appropriation of retained earnings is attributable to the Public Company Limited Act B.E. 2535. The Company will appropriate when it is approved at the board of directors which will report to the next shareholders' meeting.

6.19 Significant Accounting Judgments and Estimates

In order to prepare the financial statements to comply with financial reporting standards, the Company's management had to make some judgment and estimates which may have an effect on the amount shown in financial statements and notes to financial statements, therefore the actual result may differ from the estimated amount. Significant estimates and provisions are as follows:

Lease

In determining whether a lease is to be classified as an operating lease or finance lease, the management is required to use judgment regarding whether significant risk and rewards of ownership of the leased asset have been transferred, taking into consideration terms and conditions of the arrangement.

Allowance for Doubtful Accounts - Trade Receivables and Other

In determining an allowance for doubtful accounts-trade and other receivables, the management needs to make judgment and estimates based upon, among other things, past collection history, aging profile of outstanding debts and the prevailing economic condition.

Reduction of Inventories to become Net Realizable Value

In estimating the reduction of inventories to become net realizable value, the management uses the discretion in estimating the net realizable value of inventories. The sum of money expected to receive from inventories is considered from the change in sale price or cost directly related to the events occurring after of report period.

Property, Plant and Equipment and Depreciation

In determining depreciation of plant and equipment, the management is required to make estimates of the useful lives and residual values of the Company's plant and equipment and to review estimate useful lives and residual values when there are any changes.

In addition, the management is required to review plant and equipment for impairment on a periodical basis and record impairment losses in the period when it is determined that their recoverable amount is lower than the carrying amount. This requires judgments regarding forecast of future revenues and expenses relating to the assets subject to the review.

Intangible Assets and Amortization

Intangible assets are systematically amortized over their estimated useful lives, and are subject to impairment if there is an indication they may be impaired.

Post Employment Benefits

The obligation under defined benefit plan is determined based on actuarial valuations. Inherent within these calculations are assumptions as to discount rates, future salary increases and other demographic factors. In determining the appropriate discount rate, management selects an interest rate that reflects the current economic situation, the mortality rates using mortality tables that reveal the country. Actual post-retirement costs may ultimately differ from these estimates.

7. Cash and Cash Equivalents

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	Baht	Baht	Baht	Baht
Cash	7,912,293.17	2,966,184.00	7,606,197.17	2,822,673.00
Cash Deposit - Current Account	21,150,213.30	25,041,678.27	18,503,887.30	10,781,286.62
Cash Deposit - Savings Account	2,983,295.14	2,933,841.64	177,133.31	25,730.11
Total	32,045,801.61	30,941,703.91	26,287,217.78	13,629,689.73

8. Temporary Investments – Net

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2014	As at 31 December 2013	As at 31 December 2014	As at 31 December 2013
	Baht	Baht	Baht	Baht
Investment Units in Marketable Security				
G J STEEL PUBLIC COMPANY LIMITED				
Original Value as at Date of Transfer	213,055,081.83	213,055,081.83	13,989,473.54	13,989,473.54
Less Allowance for Devaluation	(67,921,982.07)	(67,921,982.07)	(4,561,982.07)	(4,561,982.07)
Original Value as at Date of Transfer – Net	145,133,099.76	145,133,099.76	9,427,491.47	9,427,491.47
Less Sale Investments	(199,065,608.29)	-	-	-
Reversal Allowance for Devaluation	63,360,000.00	-	-	-
Unrealized Loss on Changes in Fair Value of Investments	(40,590,343.01)	(102,517,597.13)	(5,510,438.88)	(6,629,597.13)
Add Gain on Sale of Investment	35,079,904.13	-	-	-
Fair Value of Investment	3,917,052.59	42,615,502.63	3,917,052.59	2,797,894.34

For the years ended 31 December 2014 and 2013, the movement of unrealized gain (losses) on changes in fair value of investments were as follows :

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended 31 December 2014	For the years ended 31 December 2013	For the years ended 31 December 2014	For the years ended 31 December 2013
	Baht	Baht	Baht	Baht
Beginning Fair Value	(102,517,597.13)	-	(6,629,597.13)	-
Increased during the Period	(35,079,904.13)	(102,517,597.13)	-	(6,629,597.13)
Decreased during the Period	97,007,158.25	-	1,119,158.25	-
Ending Fair Value	(40,590,343.01)	(102,517,597.13)	(5,510,438.88)	(6,629,597.13)

In year 2013, the Company and a subsidiary agreed to receive the settlement from an overdue trade receivable as well as the advance payment for purchase of inventories for G J STEEL PUBLIC COMPANY LIMITED by its common shares (the customer's Parent company). As a result, the Company and the subsidiary transferred trade receivables and advance payment for purchase of inventories to current investment by using the net book value as of the date of transfer of the common share.

9. Trade Receivables and Other – Net

Consisted of :

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	Baht	Baht	Baht	Baht
Trade Receivables and	1,329,327,580.23	1,129,351,196.78	1,287,009,667.83	1,560,453,389.36
Notes Receivables	(75,277,181.12)	(66,137,028.13)	(75,277,181.12)	(66,137,028.13)
Less Allowance for Doubtful Debt				
Provision Liabilities on				
Investment in Subsidiary	-	-	-	(253,637,911.31)
Trade Receivables-Net	1,254,050,399.11	1,063,214,168.65	1,211,732,486.71	1,240,678,449.92
Other Receivables	101,104,830.02	130,696,107.20	44,896,928.92	14,361,457.45
Net	1,355,155,229.13	1,193,910,275.85	1,256,629,415.63	1,255,039,907.37

Trade Receivables and Notes were classified by aging as at 31 December 2014 and 2013, as followings :

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	Baht	Baht	Baht	Baht
Trade within due period	861,051,888.64	430,075,114.22	828,028,712.11	417,911,406.35
Trade and Notes Receivables over due period :				
Less than 3 months	297,288,375.57	521,401,067.62	287,993,639.70	428,666,767.89
Over due 3 to 6 months	14,982,923.98	95,967,470.30	14,982,923.98	95,967,470.30
Over due 6 to 12 months	89,329,877.90	11,276,078.92	89,329,877.90	21,605,791.49
Over due over 12 months	66,674,514.14	70,631,465.72	66,674,514.14	596,301,953.33
Total	1,329,327,580.23	1,129,351,196.78	1,287,009,667.83	1,560,453,389.36
Less Allowance for Doubtful Debt	(75,277,181.12)	(66,137,028.13)	(75,277,181.12)	(66,137,028.13)
Provision Liabilities on				
Investment in a Subsidiary	-	-	-	(253,637,911.31)
Net	1,254,050,399.11	1,063,214,168.65	1,211,732,486.71	1,240,678,449.92

Other Receivables as at 31 December 2014 and 2013, consist of :

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2014	As at 31 December 2013	As at 31 December 2014	As at 31 December 2013
	Baht	Baht	Baht	Baht
Advance Payment	1,974,282.01	702,604.94	1,507,154.01	352,018.94
Revenue Department Receivable	83,601,519.40	123,400,173.95	42,312,077.04	14,007,192.27
Others	15,529,028.61	6,593,328.31	1,077,697.87	2,246.24
Total	101,104,830.02	130,696,107.20	44,896,928.92	14,361,457.45

For the years ended 31 December 2014 and 2013, the movement of allowance for doubtful account was as follows :

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended 31 December 2014	For the years ended 31 December 2013	For the years ended 31 December 2014	For the years ended 31 December 2013
	Baht	Baht	Baht	Baht
Beginning Balance	(66,137,028.13)	(131,620,374.11)	(66,137,028.13)	(68,260,374.11)
Increased during the Period	(9,140,152.99)	-	(9,140,152.99)	-
Decreased during the Period	-	65,483,345.98	-	2,123,345.98
Ending Balance	(75,277,181.12)	(66,137,028.13)	(75,277,181.12)	(66,137,028.13)

10. Inventories – Net

Consisted of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2014	As at 31 December 2013	As at 31 December 2014	As at 31 December 2013
	Baht	Baht	Baht	Baht
Finished Goods	1,490,186,880.08	1,950,402,393.28	1,441,281,090.04	786,708,985.24
Goods in transit	63,730,384.08	-	63,730,384.08	-
Less Allowance for Decline in Value of Inventories	(14,911,950.91)	(168,000,000.00)	(12,550,409.42)	-
Net	1,539,005,313.25	1,782,402,393.28	1,492,461,064.70	786,708,985.24

As at 31 December 2014 and 2013, the Group had advance payments for purchase of inventories of Baht 336.21 million and Baht 230.09 million in the consolidated financial statement and of Baht 336.21 million and Baht 227.75 million in the separate financial statements, respectively. These represented advance payments for purchase of inventory to the subsidiary and other companies with these inventories do not yet receive at the end of the period.

For the years ended 31 December 2014 and 2013, the movement of allowance for decline in value of inventories was as follows :

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended 31 December 2014	For the years ended 31 December 2013	For the years ended 31 December 2014	For the years ended 31 December 2013
	Baht	Baht	Baht	Baht
Beginning Balance	(168,000,000.00)	(33,200,000.00)	-	-
Increased during the Period	(12,550,409.42)	(134,800,000.00)	(12,550,409.42)	-
Decreased during the Period	165,638,458.51	-	-	-
Ending Balance	(14,911,950.91)	(168,000,000.00)	(12,550,409.42)	-

11. Pledged Deposit Fixed Account

As at 31 December 2014 and 2013, the consolidated financial statement for subsidiary had invested in 12 months fixed deposits with a local commercial bank of Baht 10.27 million, and Baht 10.06 million, respectively. The subsidiary pledged these fixed deposits as collateral for short-term loans from the bank and collateral for its credit cards of subsidiary.

12. Investment in Associated Company

Consisted of :

					Consolidated Financial Statements			
Company's name	Paid-up Capital		Percentage of shareholding		Equity method		Dividend	
					As at	As at	For the years ended	
	2014	2013	2014	2013	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	Baht	Baht	%	%	Baht	Baht	Baht	Baht
Delong (Thailand) Co., Ltd.	1,000,000,000.00	-	15	-	143,239,200.30	-	-	-

					Separate Financial Statements			
Company's name	Paid-up Capital		Percentage of shareholding		Cost method		Dividend	
					As at	As at	For the years ended	
	2014	2013	2014	2013	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	Baht	Baht	%	%	Baht	Baht	Baht	Baht
Delong (Thailand) Co., Ltd.	1,000,000,000.00	-	15	-	150,000,000.00	-	-	-

The management of the company has decided to invest in narrow surface hot roll coil business. This business is an investment between Delong Steel Singapore, Project Private Limited from Singapore and 3 steel industry companies in Thailand. On 24 February 2014, the Company has entered into a joint venture agreement with the above company to establish Delong (Thailand) Co ., Ltd. The Company has investment plan in this joint venture business at 15 percent of the registered capital totaling Baht 700 million, representing Baht 105 million. The objective is to serve as another raw material source (narrow surface roll coil) and to reduce the dependent on few raw material suppliers in the present and correct the problem on raw material shortage. Present, the company received payment for the shares for investment the whole amount.

Later, on 14 November 2014 in accordance with the meeting of the Board of Directors of the Company No. 4/2014, it had a resolution to approve the capital increase in its associate according to the proportion of the existing shareholder to 450,000 shares at par value of Baht 100 which was represented the capital increase amounting of Baht 450,000,000. Present, the Company received payment for the shares for investment the whole amount.

The Company is eligible to vote by the holding portion at 15 percent of the registered capital and have one director of the company to join the director in this new company and one director of the subsidiary is appointed as director and managing director (MD) of the new company established in

accordance with the joint venture agreement that is there are 2 directors in 7 persons that come from (THE) company group and 1 director that comes from appointment to be CEO. Such reason shows that the Company has influence on important decision making both in management and business operation and financial decision. Therefore, the Company classifies investment as investment in associate and measure the value of investment by the equity method in the consolidated financial statements.

Summarized financial information of associated company is as follows:

	As at 31 December 2014 Baht	For the years ended 31 December 2014 Baht
Paid-up Share Capital	955,000,000	-
Total Assets	1,043,320,386	-
Total Liabilities	133,392,384	-
Total Income	-	4,168,090
Total Expenses	-	49,240,088
Profit(Loss) for the Year	-	(45,071,998)

13. Investment in Subsidiary Company – Net

Consisted of :

				Separate Financial Statements Cost method	
		Paid-up Capital	Percentage of shareholding	As at 31 December 2014	As at 31 December 2013
Company's name	Type of business	'000 Baht	%	Baht	Baht
The Steel Logistic Co., Ltd.	Logistic services	10,000	60	6,000,000.00	6,000,000.00
T.Y.K.Industry Co., Ltd.	Manufacturing and distributing pipe	50,000	70	35,000,000.00	35,000,000.00
Precision Perfect Pipe Co., Ltd.	Manufacture and sell pipeand Other Metal products	100,000	40	40,000,000.00	40,000,000.00
Liberty Steel Siam Co., Ltd.	Selling of steels scrap	450,000	50.29	297,500,004.00	85,000,000.00
Total				378,500,004.00	166,000,000.00
Less Allowance for Impairment Investment				(307,524,096.45)	(85,000,000.00)
Net				70,975,907.55	81,000,000.00

For the years ended 31 December 2014 and 2013, Allowance for Impairment Investment were as follows :

	Separate Financial Statements	
	For the years ended 31 December 2014	For the years ended 31 December 2013
	Baht	Baht
Beginning Balance	(85,000,000.00)	(42,500,000.00)
Increased during the Period	(222,524,096.45)	(42,500,000.00)
Decreased during the Period	-	-
Ending Balance	(307,524,096.45)	(85,000,000.00)

As at 31 December 2013, the Company is the guarantor for liability of a subsidiary who is the Company's debtor in term of loan and accrued interest income advance payment and trade receivable, offset with trade payables in the total amount of Baht 1,153 million, respectively. The subsidiary has a registered capital of Baht 200 million and has the capital deficits in the amount of Baht 266.69 million and Baht 541 million, respectively. On 21 February 2014, the Extraordinary Shareholders' Meeting of such the subsidiary passed the unanimously resolutions to approve the increase in authorized share capital of Baht 500 million from the registered share capital of Baht 200 million to Baht 700 million by based on the existing holding proportion. The first called for 25 percent of share subscription is to repay its liabilities and to be used as its working capital. In addition, the major shareholder who owns 49 percent equity investment has issued letter of intent to confirm that over the course of the next two years. However, during the period there were 4 small groups of shareholders of this subsidiary decided to sell all of their shares to The Steel Public Company Limited with the total 544,999 shares at Baht 0.000007 per share totaling Baht 4.00. The management has informed this matter to the Board of Directors of the Company, Febuary 27, 2015. And they have agreed the Company to buy all of this subsidiary's shares from such small groups of shareholders. This purchase of shares made the Company's investment proportion to change from 42.50 percent to 50.29 percent. For the case of capital increase of a major shareholder, there was no payment for the shares of this capital increase at that time to now. The subsidiary was recorded as shares receivable.

The separate financial statements for the years ended 31 December 2014, the Company reflected loss in the subsidiary's capital deficits according to its proportion of 50.29 percent of the subsidiary's registered capital as the guarantor.

14. Property, Plant and Equipment – Net

Consisted of :

	Consolidated Financial Statements							
	Land	Building and improvement	Machine and factory equipment	Office equipment	Vehicles	Work under construction	Machine installation	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
As at 31 December 2012								
Costs	98,302,794.48	280,986,849.51	197,834,662.09	10,751,088.82	106,400,535.94	54,619,995.08	90,048,258.21	838,944,184.13
Less Accumulated Depreciation	-	(72,974,729.08)	(102,951,062.51)	(8,398,207.44)	(27,693,199.99)	-	-	(212,017,199.02)
Carrying Amount	98,302,794.48	208,012,120.43	94,883,599.58	2,352,881.38	78,707,335.95	54,619,995.08	90,048,258.21	626,926,985.11
Transactions During the Year ended 31 December 2013								
Purchase	-	90,846,490.84	120,507,303.98	16,676,427.82	27,749,041.12	34,275,096.36	26,188,617.77	316,242,977.89
Disposal	-	-	(718,200.00)	-	(1,688,143.70)	(88,895,091.44)	(116,236,875.98)	(207,538,311.12)
Depreciation for the Year	-	(15,760,859.15)	(30,938,725.28)	(2,384,543.54)	(18,274,820.03)	-	-	(67,358,948.00)
Depreciation for Disposal	-	-	250,632.15	-	1,568,348.42	-	-	1,818,980.57
Ending Carrying Amount	**98,302,794.48**	**283,097,752.12**	**183,984,610.43**	**16,644,765.66**	**88,061,761.76**	**-**	**-**	**670,091,684.45**
As at 31 December 2013								
Costs	98,302,794.48	371,833,340.35	317,623,766.07	27,427,516.64	132,461,433.36	-	-	947,648,850.90
Less Accumulated Depreciation	-	(88,735,588.23)	(133,639,155.64)	(10,782,750.98)	(44,399,671.60)	-	-	(277,557,166.45)
Carrying Amount	**98,302,794.48**	**283,097,752.12**	**183,984,610.43**	**16,644,765.66**	**88,061,761.76**	**-**	**-**	**670,091,684.45**

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	Consolidated Financial Statements					
	Land	Building and improvement	Machine and factory equipment	Office equipment	Vehicles	Total
	Baht	Baht	Baht	Baht	Baht	Baht
As at 31 December 2013						
Costs	98,302,794.48	371,833,340.35	317,623,766.07	27,427,516.64	132,461,433.36	947,648,850.90
Less Accumulated Depreciation	-	(88,735,588.23)	(133,639,155.64)	(10,782,750.98)	(44,399,671.60)	(277,557,166.45)
Carrying Amount	98,302,794.48	283,097,752.12	183,984,610.43	16,644,765.66	88,061,761.76	670,091,684.45
Transactions During the Year ended 31 December 2014						
Purchase	-	34,470.00	10,305,387.26	4,332,813.06	28,660,758.87	43,333,429.19
Disposal	-	-	-	(3,434,360.74)	(4,008,000.00)	(7,442,360.74)
Depreciation for the Year	(171,139.88)	(20,660,584.75)	(36,127,007.14)	(4,236,876.15)	(24,277,411.65)	(85,473,019.57)
Accumulated Depreciation for Disposal	-	-	-	758,785.25	1,521,142.98	2,279,928.23
Ending Carrying Amount	**98,131,654.60**	**262,471,637.37**	**158,162,990.55**	**14,065,127.08**	**89,958,251.96**	**622,789,661.56**
As at 31 December 2014						
Costs	98,302,794.48	371,867,810.35	327,929,153.33	28,325,968.96	157,114,192.23	983,539,919.35
Less Accumulated Depreciation	(171,139.88)	(109,396,172.98)	(169,766,162.78)	(14,260,841.88)	(67,155,940.27)	(360,750,257.79)
Ending Carrying Amount	**98,131,654.60**	**262,471,637.37**	**158,162,990.55**	**14,065,127.08**	**89,958,251.96**	**622,789,661.56**

	Separate Financial Statements					
	Land	Building and improvement	Machine and factory equipment	Office equipment	Vehicles	Total
	Baht	Baht	Baht	Baht	Baht	Baht
As at 31 December 2012						
Costs	70,816,000.00	207,856,069.79	120,867,414.28	9,330,742.60	10,594,353.74	419,464,580.41
Less Accumulated Depreciation	-	(65,106,188.94)	(81,070,530.85)	(8,002,815.63)	(3,858,700.80)	(158,038,236.22)
Carrying Amount	70,816,000.00	142,749,880.85	39,796,883.43	1,327,926.97	6,735,652.94	261,426,344.19
Transactions During the Year ended 31 December 2013						
Purchase	-	-	107,739.31	234,277.94	522,500.00	864,517.25
Disposal	-	-	-	-	(533,644.86)	(533,644.86)
Depreciation for the Year	-	(10,545,224.91)	(18,022,755.88)	(459,605.99)	(1,921,903.49)	(30,949,490.27)
Depreciation for Disposal	-	-	-	-	533,642.86	533,642.86
Ending Carrying Amount	**70,816,000.00**	**132,204,655.94**	**21,881,866.86**	**1,102,598.92**	**5,336,247.45**	**231,341,369.17**
As at 31 December 2013						
Costs	70,816,000.00	207,856,069.79	120,975,153.59	9,565,020.54	10,583,208.88	419,795,452.80
Less Accumulated Depreciation	-	(75,651,413.85)	(99,093,286.73)	(8,462,421.62)	(5,246,961.43)	(188,454,083.63)
Carrying Amount	**70,816,000.00**	**132,204,655.94**	**21,881,866.86**	**1,102,598.92**	**5,336,247.45**	**231,341,369.17**

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	Separate Financial Statements					
	Land	Building and improvement	Machine and factory equipment	Office equipment	Vehicles	Total
	Baht	Baht	Baht	Baht	Baht	Baht
As at 31 December 2013						
Costs	70,816,000.00	207,856,069.79	120,975,153.59	9,565,020.54	10,583,208.88	419,795,452.80
Less Accumulated Depreciation	-	(75,651,413.85)	(99,093,286.73)	(8,462,421.62)	(5,246,961.43)	(188,454,083.63)
Carrying Amount	70,816,000.00	132,204,655.94	21,881,866.86	1,102,598.92	5,336,247.45	231,341,369.17
Transactions During the Year ended 31 December 2014						
Purchase	-	-	256,728.56	3,339,786.37	10,717,326.12	14,313,841.05
Transfer out	-	-	-	(1,532.71)	-	(1,532.71)
Depreciation for the Year	-	(14,408,230.18)	(17,066,227.28)	(769,039.24)	(3,868,034.53)	(36,111,531.23)
Depreciation for Written-off	-	-	-	1,531.71	-	1,531.71
Ending Carrying Amount	**70,816,000.00**	**117,796,425.76**	**5,072,368.14**	**3,673,345.05**	**12,185,539.04**	**209,543,677.99**
As at 31 December 2014						
Costs	70,816,000.00	207,856,069.79	121,231,882.15	12,903,274.20	21,300,535.00	434,107,761.14
Less Accumulated Depreciation	-	(90,059,644.03)	(116,159,514.01)	(9,229,929.15)	(9,114,995.96)	(224,564,083.15)
Carrying Amount	**70,816,000.00**	**117,796,425.76**	**5,072,368.14**	**3,673,345.05**	**12,185,539.04**	**209,543,677.99**

Consolidated Financial Statements

As at 31 December 2014 and 2013, the land and building of two subsidiaries and a part of machine of subsidiary, with their carrying amount of Baht 210.03 million and Baht 270.11 million, respectively, were pledged as collateral for their bank overdrafts (Note 18) and long – term loan from financial institution of such subsidiaries (Note 21).

As at 31 December 2014 and 2013, two subsidiaries had vehicles under financial leases agreements with the carrying amount of Baht 6.81 million and Baht 3.32 million, respectively.

As at 31 December 2014 and 2013, the Company and a subsidiary has assets which fully depreciated but still in use, costing in amount of Baht 120.46 million and in amount of Baht 40.36 million respectively. The carrying amounts are in amount of Baht 668 and in amount of Baht 236 respectively.

Separate Financial Statements

As at 31 December 2014, the Company entered into the memorandums with regard to the changes of collateral with the bank overdrafts and short-term loans from financial institutions to release the collateral being land, building and machineries thereon of the Company. By doing that, the Company provided the Negative Pledge to the financial institutions instead. Therefore, property, plant and equipment of the Company have freed from any obligations as collateral.

As at 31 December 2014 and 2013, the Company has assets which fully depreciated but still in use, costing in amount of Baht 106.06 million and in amount of Baht 37.58 million respectively. The carrying amounts are in amount of Baht 641 and in amount of Baht 221,respectively.

15. Other Intangible Assets – Net

Consist of :

	Consolidated Financial Statements			Separate Financial Statements
	Computer Software	Systems Installation	Total	Computer Software
	Baht	Baht	Baht	Baht
As at 31 December 2012				
Costs	1,146,940.00	-	1,146,940.00	1,078,940.00
Less Accumulated Amortization	(678,192.88)	-	(678,192.88)	(646,838.18)
Carrying Amount	**468,747.12**	**-**	**468,747.12**	**432,101.82**
Transactions During the Year Ended 31 December 2013				
Purchase	-	2,314,151.19	2,314,151.19	-
Amortization for the Year	(48,077.38)	-	(48,077.38)	(27,554.12)
Ending Carrying Amount	**420,669.74**	**2,314,151.19**	**2,734,820.93**	**404,547.70**
As at 31 December 2013				
Costs	1,146,940.00	-	3,461,091.19	1,078,940.00
Less Accumulated Amortization	(726,270.26)	-	(726,270.26)	(674,392.30)
Carrying Amount	**420,669.74**	**2,314,151.19**	**2,734,820.93**	**404,547.70**
Transactions During the Year Ended 31 December 2014				
Purchase	50,900.00	115,076.62	165,976.62	11,900.00
Transfer in	2,311,727.81	-	2,311,727.81	-
Transfer out	-	(2,429,227.81)	(2,429,227.81)	-
Amortization for the Year	(568,013.18)	-	(568,013.18)	(198,271.00)
Ending Carrying Amount	**2,215,284.37**	**-**	**2,215,284.37**	**218,176.70**
As at 31 December 2014				
Costs	3,509,567.81	-	3,509,567.81	1,090,840.00
Less Accumulated Amortization	(1,294,283.44)	-	(1,294,283.44)	(872,663.30)
Carrying Amount	**2,215,284.37**	**-**	**2,215,284.37**	**218,176.70**

16. Deferred Income Taxes

Deferred income taxes are calculated in full on temporary differences, using the liability method and applying a principal tax rate of 20 percent. The deferred taxation related to the temporary differences between the carrying amounts and the tax bases of assets and liabilities of the company are summarized below:

	Consolidated Financial Statements			
	As at 31 December 2013	Recognized in the Profit (Loss) for the period	Recognized in the other Comprehensive Income (Expense)	As at 31 December 2014
	Baht	Baht	Baht	Baht
Deferred Tax Assets				
Allowance for Doubtful Accounts	13,227,405.62	1,828,030.60	-	15,055,436.22
Losses on Declining Value of Inventories	-	2,510,081.88	-	2,510,081.88
Unrealized Losses on Changes in Fair Value of Investments	1,325,919.43	688,564.76	-	2,014,484.19
Employee Benefit Obligation	1,954,169.00	1,089,745.27	(185,849.62)	2,858,064.65
Total	16,507,494.05	6,116,422.51	(185,849.62)	22,438,066.94
Deferred Tax Liabilities				
Depreciation	(771,332.87)	(125,142.31)	-	(896,475.18)
Total	(771,332.87)	(125,142.31)	-	(896,475.18)
Deferred Tax Assets	15,736,161.18	5,991,280.20	(185,849.62)	21,541,591.76

	Separate Financial Statement			
	As at 31 December 2013	Recognized in the Profit(Loss) for the period	Recognized in the other Comprehensive Income (Expense)	As at 31 December 2014
	Baht	Baht	Baht	Baht
Deferred Tax Assets				
Allowance for Doubtful Accounts	13,227,405.62	1,828,030.60	-	15,055,436.22
Losses on Declining Value of Inventories	-	2,510,081.88	-	2,510,081.88
Unrealized Losses on Changes in Fair Value of Investments	1,325,919.43	688,564.76	-	2,014,484.19
Employee Benefit Obligation	1,654,756.80	979,451.40	(190,951.40)	2,443,256.80
Total	16,208,081.85	6,006,128.64	(190,951.40)	22,023,259.09
Deferred Tax Liabilities				
Depreciation	(771,332.87)	(125,142.31)	-	(896,475.18)
Total	(771,332.87)	(125,142.31)	-	(896,475.18)
Deferred Tax Assets	15,436,748.98	5,880,986.33	(190,951.40)	21,126,783.91

17. Credit Facility and Guarantee

As at 31 December 2014 and 2013, the Company has credits line financial institutions in term of bank overdrafts, trust receipts, letter of guarantee and credits line for forward contracts below:

	Consolidated Financial Statements		Separate Financial Statement	
	For the years ended		For the years ended	
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	Million Baht	Million Baht	Million Baht	Million Baht
Bank Overdrafts	188.00	198.00	165.00	175.00
Trust Receipts and Promissory Notes	6,615.00	6,715.00	6,470.00	6,570.00
Total	6,803.00	6,913.00	6,635.00	6,745.00

	Consolidated Financial Statements		Separate Financial Statement	
	For the years ended		For the years ended	
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	USD	USD	USD	USD
Forward contracts	50.00	3.00	50.00	3.00
Total	50.00	3.00	50.00	3.00

The Company entered into the memorandums with regard to the changes of collateral with the bank overdrafts and short-term loans from financial institutions to release the collateral being land, building and machineries thereon of the Company. By doing that, the Company provided the Negative Pledge instead.

18. Bank Overdrafts and Short – Term Borrowings from Financial Institutions

Consisted of :

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	Baht	Baht	Baht	Baht
Bank Overdraft	20,132,822.33	12,025,287.55	11,887,472.05	-
Trust Receipt Payable	855,083,547.47	729,199,181.61	500,225,000.00	-
Promissory Note	1,910,000,000.00	1,963,500,000.00	1,815,000,000.00	1,900,000,000.00
Total	2,785,216,369.80	2,704,724,469.16	2,327,112,472.05	1,900,000,000.00

The consolidated and separate financial statement as at 31 December 2014 and 2013, Bank overdraft has the interest rates of MOR per annum.

The consolidated and separate financial statement as at 31 December 2014 and 2013, trust receipt is carried by interest rates of 1.58 percent – 5.55 percent and 5.00 percent – 5.125 percent per annum respectively. The ownership of merchandise purchased from the contract performance of trust receipt is still belonged to the commercial bank until there will be repayment of trust receipt to the commercial bank.

The consolidated and separate financial statement as at 31 December 2014 and 2013, short term loan from the financial institutes is borrowing in term of promissory note, carried interest rate of 2.80 percent – 3.98 percent per annum and 2.40 percent – 3.40 percent per annum, respectively.

19. Trade And Other Payables

Consisted of:

	Consolidated financial statements		Separate financial statements	
	As at 31 December 2014	As at 31 December 2013	As at 31 December 2014	As at 31 December 2013
	Baht	Baht	Baht	Baht
Trade Payables – Domestic	214,919,368.99	375,031,580.87	187,425,235.71	364,295,446.16
Trade Payable – Overseas	63,730,384.08	879,782.06	63,730,384.08	879,782.06
Trade Payable – Other	33,989,210.41	28,206,218.82	32,442,733.65	17,800,707.49
Total	312,638,963.48	404,117,581.75	283,598,353.44	382,975,935.71

As at 31 December 2014 and 2013, other payables consist of :

	Consolidated financial statements		Separate financial statements	
	As at 31 December 2014	As at 31 December 2013	As at 31 December 2014	As at 31 December 2013
	Baht	Baht	Baht	Baht
Revenue Department Payable	1,051,215.22	1,623,208.35	791,331.82	710,109.22
Accrued Interest Expenses	5,019,464.83	1,776,261.81	4,027,655.35	618,876.71
Accrued Commission Expenses	12,115,355.76	9,911,203.91	12,115,355.76	9,911,203.91
Other Payables	2,483,541.19	5,817,228.07	1,851,737.03	617,408.07
Accrued Expenses	13,319,633.41	9,078,316.68	13,656,653.69	5,943,109.58
Total	33,989,210.41	28,206,218.82	32,442,733.65	17,800,707.49

20. Finance Lease Liabilities

Consisted of :

	Consolidated Financial Statements	
	As at 31 December 2014	As at 31 December 2013
	Baht	Baht
Minimum Lease Payments under Finance Lease Agreement	1,648,551.00	2,192,232.00
Less Deferred Interest Expenses	(138,759.36)	(118,572.89)
Liabilities under Finance Lease Agreement	1,509,791.64	2,073,659.11
Less Current Portion of payment within one year	(604,064.62)	(1,614,835.00)
Net	905,727.02	458,824.11

The aggregate minimum lease payments under leases agreements are as follows:

	Consolidated Financial Statements	
	As at 31 December 2014 Baht	As at 31 December 2013 Baht
Not Over 1 year	531,743.95	1,697,352.00
Over 1 year but not over 5 years	1,116,807.05	494,880.00
Total	1,648,551.00	2,192,232.00

21. Long-Term Borrowing – Net

Consisted of :

Subsidiary No.	Credit line (Million Baht)	Term of repayment	Monthly repayment (Million Baht)	Interest rate (Per annum)	Consolidated Financial Statements 31 December 2014 Baht	31 December 2013 Baht
1	120	September 2011 - February 2018	1.8	MLR-2.25	42,088,347.55	61,041,898.50
2	120	July 2013 - June 2018	2.0	MLR-2.25	84,000,000.00	108,000,000.00
Long-Term Loans from Financial Institution					126,088,347.55	169,041,898.50
Less Current Portion of payment within one year					(45,600,000.00)	(45,600,000.00)
Long-Term Loans from Financial Institution – Net					80,488,347.55	123,441,898.50

For the years ended 31 December 2014 and 2013, Long-Term Loans from Financial Institution were as follows :

	Consolidated Financial Statements	
	For the years ended 31 December 2014 Baht	For the years ended 31 December 2013 Baht
Beginning Balance	169,041,898.50	163,826,993.61
Increased during the Period	580,000,000.00	55,000,000.00
Decreased during the Period	(622,953,550.95)	(49,785,095.11)
Ending Balance	126,088,347.55	169,041,898.50

These long – term loans are guaranteed by the Company, some directors of the subsidiary and pledged by the the subsidiary's land with building and machine.

Under the loan agreement terms, the subsidiaries must comply with the condition of loan covenants such as:

	Subsidiaries		
	The 1st subsidiary	The 2 nd subsidiary	
		Year 2012 - 2014	Since year 2015
Debt to Equity Ratio	not over than 1.5 times	not over than 2.5 times	not over than 2 times
Debt Service Coverage	at lease 1.1 times	at lease 1.2 times	at lease 1.1 times

22. Employee Benefit Obligation

Movement of the present value of employee benefits obligation expenses in the statement of comprehensive income for the years ended 31 December 2014 and 2013 are as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended 31 December 2014	For the years ended 31 December 2013	For the years ended 31 December 2014	For the years ended 31 December 2013
	Baht	Baht	Baht	Baht
Present Value of the Obligation as at 1 January	9,780,385.75	8,168,132.00	8,273,784.00	7,062,192.00
Current Service Cost	2,493,109.07	1,341,661.00	1,543,662.06	993,055.00
Interest Expenses	599,775.01	261,052.00	489,323.94	218,537.00
Profit (Loss) of Principal Actuarial	928,561.08	-	954,757.00	-
Present Value of the Obligation as at 31 December	13,801,830.91	9,770,845.00	11,261,527.00	8,273,784.00

Employee benefit obligations in the statement of financial position as at 31 December 2014 and 2013 consisted of:

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended 31 December 2014	For the years ended 31 December 2013	For the years ended 31 December 2014	For the years ended 31 December 2013
	Baht	Baht	Baht	Baht
Current Service Cost	2,493,109.07	1,341,661.00	1,543,662.06	993,055.00
Interest Expenses	599,775.01	261,052.00	489,323.94	218,537.00
Total	3,092,884.08	1,602,713.00	2,032,986.00	1,211,592.00

The above expenses which are recognized in the profit or loss are included in the items as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended 31 December 2014	For the years ended 31 December 2013	For the years ended 31 December 2014	For the years ended 31 December 2013
	Baht	Baht	Baht	Baht
Cost of Sales	865,717.25	-	448,732.22	-
Salling Expenses	311,833.47	-	269,521.47	-
Administrative Expenses	1,915,333.36	1,602,713.00	1,314,732.31	1,211,592.00
Total	3,092,884.08	1,602,713.00	2,032,986.00	1,211,592.00

The key assumptions used for the purposes of the actuarial valuation were as follows:

	As at 31 December 2014	As at 31 December 2013
Discount rate	4.54 – 4.62% per annum	4.10% per annum
Salary increase rate	6.30 – 7.13% per annum	3.00% per annum
Mortality rate	100% (mortality rate from Thai mortality table for 2008)	TMO97(mortality rate from Thai mortality table for 1997)
Disability rate	10% of mortality rate from mortality rate from Thai mortality table for 2008	10% of mortality rate mortality rate from Thai mortality table for 2008
Employee turnover rate	0 – 66% per annum	0 – 66% per annum
Retirement age	55 years old	55 years old

23. Share Capital

The movements of authorized share capital and the issue and paid-up ordinary shares are as follows:

	Par Value	As at 31 December 2014		As at 31 December 2013	
		Number of Share	Value	Number of Share	Value
	Baht	Share	Baht	Share	Baht
Authorized Share Capital					
Beginning Ordinary Shares	1.00	500,000,000	500,000,000.00	500,000,000	500,000,000.00
Ending Ordinary Shares	1.00	500,000,000	500,000,000.00	500,000,000	500,000,000.00
Issued and Paid-up Share Capital					
Beginning Ordinary Shares	1.00	400,000,000	400,000,000.00	400,000,000	400,000,000.00
Add Issue of Ordinary Shares	1.00	5,080	-	-	5,080.00
Ending Ordinary Shares	1.00	400,005,080	400,000,000.00	400,000,000	400,005,080.00

24. Legal Reserve

Under the provisions of the Public Company Limited Act B.E. 2535, the Company is required to appropriate at least 5% of its annual net income after deduction of any deficit brought forward as a legal reserve until the reserve reaches 10% of the authorized capital.

25. Dividends Paid

At the ordinary shareholders' meeting 2013 dated 22 April, 2013, the shareholders approved the dividends payment from the operation of year 2012 of Baht 19.99 million, for 400 million common shares, at Baht 0.05 per share. The dividends payment date was May 15, 2013.

26. Capital Management

The management of the Group has the capital management policy to maintain a strong capital base by emphasis on planning and determining the operating strategies resulting in good business's performance and sustained good cash flows management. In addition, the Group considers investing in projects which have good rate of return, appropriate working capital management, maintain a strong financial position and appropriate investment structure as to maintain sustained future operations of the business and to maintain shareholders, investors, creditors and others interest's confidence.

27. Tax Income (Expense)

Income tax which is recognized in the profit (loss) for the period, consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended		For the years ended	
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	Baht	Baht	Baht	Baht
Current Tax Income (Expense)	(32,673,530.98)	(21,476,611.27)	(31,999,951.52)	(17,494,799.85)
Deferred Income Tax				
(Expense) revenue deferred income tax	5,619,580.96	(12,823,102.39)	5,499,083.53	465,657.49
(Expense) Revenue Income Tax is recognized in the profit (loss) for the period	(27,053,950.02)	(34,299,713.66)	(26,500,867.99)	(17,029,142.36)

The differences between income tax (expense) revenue which were calculated from accounting profit at the tax rate for the years ended 31 December 2014 and 2013, in 20 percent, can be presented as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended		For the years ended	
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	Baht	Baht	Baht	Baht
Profit (Loss) before Income Tax	113,877,045.00	(522,403,872.67)	90,637,391.05	(203,138,052.11)
Income Tax (Expense) Revenue calculated at the tax rate of 20%	(22,775,409.00)	104,480,774.53	(18,127,478.21)	40,627,610.42
Expenses that are not deductible for income tax	(4,278,541.02)	(138,780,488.19)	(8,373,389.78)	(57,656,752.78)
Income Tax (Expense) Revenue recognized in the Profit (Loss) for the year Profit (Loss) before Income Tax	(27,053,950.02)	(34,299,713.66)	(26,500,867.99)	(17,029,142.36)

Income tax which is recognized in the other comprehensive income (expense), consist of:

	Consolidated Financial Statements		
	For the years ended 31 December 2014		
	Amount Before Tax	Income tax Revenues (Expenses) Income Tax	Net of Tax
For the years ended 31 December 2014			
Profit (Losses) of Principal Actuarial	(929,248.08)	185,849.62	(743,398.46)

	Separate Financial Statements For the years ended 31 December 2014		
	Amount Before Tax	Income tax Revenues (Expenses) Income Tax	Net of Tax
For the years ended 31 December 2014			
Profit (Losses) of Principal Actuarial	(954,757.00)	190,951.40	(763,805.60)

28. Earnings (Losses) per share

For the year ended 31 December 2014 and 2013, the Company calculates the basic earnings (losses) per share by dividing profit (losses) for the year with weighted average number of ordinary shares are as follows:

	Consolidated Financial Statements For the year ended		Separate Financial Statements For the year ended	
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	Baht	Baht	Baht	Baht
Net profit(losses) attributable toholder of the Company	94,856,133.91	(204,241,421.30)	63,372,717.46	(220,167,194.47)
Weighted average number of shares (shares)	400,005,080	400,000,000	400,005,080	400,000,000
Earnings(losses) per share (Baht)	0.24	(0.51)	0.16	(0.55)

29. Significant Expenses By Nature

Significant expense by nature for the years ended 31 December 2014 and 2013

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended		For the year ended	
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	Baht	Baht	Baht	Baht
(Increase)Decrease in merchandise inventories	90,309,030.94	1,380,499,700.94	(718,302,488.88)	233,031,780.19
Purchases of goods	16,066,022,102.03	9,894,580,173.10	13,224,914,614.65	6,150,919,142.09
Service cost of manufacturing from a subsidiary and other person	64,615,757.40	3,473,690.69	53,294,825.45	67,078,183.19
Depreciation and amortization	86,041,032.75	67,194,726.27	36,309,802.23	30,977,044.39
Employee benefit and expenses	159,917,453.43	105,022,743.04	92,428,151.28	49,648,660.74
Transportation and distribution expenses	17,205,339.26	61,333,395.40	38,220,075.78	29,661,550.48
Utilities expenses	16,987,166.24	14,280,487.17	5,961,231.80	5,261,789.90
Repairs and maintenance expenditure	41,602,575.29	9,018,607.90	7,702,795.57	5,080,759.09
Commission and sales promotion	13,090,774.86	10,162,607.87	12,315,766.23	9,947,651.71
Doubtful accounts	9,140,152.99	-	9,140,152.99	-
Unrealised loss on changes in fair value of temporary investments	-	102,517,597.13	-	6,629,597.13
Loss from devaluation of inventories	153,088,049.09	134,800,000.00	12,550,409.42	-
Loss on impairment of investments in subsidiary	-	-	31,524,730.22	42,500,000.00
Provision liabilities on investment in subsidiary	-	-	-	241,147,536.23

30. Operating Segment

The Group is engaged in the business of manufacturing and distributing many types of coils and of logistic service. The operating segment can be classified into 4 segments as follows :

A. Transactions relating to sales of coils

B. Transactions relating to service cutting of coils

C. Transactions relating to logistic services

D. Transactions relating to manufacture and sell pipe and other metal products

In the consolidate financial statement for the year ended 31 December 2014, information based on operating sectors is as follow :

Consolidated Financial Statements

For the year ended 31 December 2014

Baht

	A	B	C	D	Eliminate Items	Total
Revenue from Sales and Services	18,708,595,804.34	59,319,608.56	72,597,764.22	118,105,326.93	(2,075,913,027.14)	16,882,705,476.91
Cost of Sales and Services	(18,360,235,538.92)	(44,355,415.93)	(68,650,484.54)	(138,264,632.79)	2,120,763,451.40	(16,490,742,620.78)
Gross Profit (Loss)	348,360,265.42	14,964,192.63	3,947,279.68	(20,159,305.86)	44,850,424.26	391,962,856.13
Gain on Exchange Rate						2,649,027.50
Interest Income						12,525,708.67
Gain on Sale of Investments						35,825,191.71
Other Income						9,927,732.69
Unrealized Gain on Changes in Fair value of Investments						1,119,158.25
Selling Expenses						(116,184,109.55)
Administrative Expenses						(115,665,770.85)
Share of Profit (Loss) of Associated						(6,760,799.70)
Financial Costs						(101,521,949.85)
Tax Income (Expense)						(27,053,950.02)
Add Loss Non - Controlling Interests						8,033,038.93
Profit (Loss) Shareholders of the Parent Company						94,856,133.91
Property, Plant and Equipment - Net	209,899,050.28	118,164,858.25	76,627,657.40	220,338,268.61	(2,240,172.98)	622,789,661.56
Common Assets						3,443,734,331.54
Total Assets						4,066,523,993.10

In the consolidate financial statement for the year ended 31 December 2014, information based on operating sectors is as follow :

Consolidated Financial Statements

For the year ended 31 December 2013

Baht

	A	B	C	D	Eliminate Items	Total
Revenue from Sales and Services	12,822,021,646.97	70,101,269.40	57,321,401.14	47,184,663.01	(1,422,533,609.02)	11,574,095,371.50
Cost of Sales and Services	(13,012,392,673.56)	(48,442,512.55)	(51,344,158.86)	(44,785,028.79)	1,439,499,438.93	(11,717,464,934.84)
Gross Profit (Loss)	(190,371,026.59)	21,658,756.85	5,977,242.28	2,399,634.22	16,965,829.91	(143,369,563.34)
Gain on Exchange Rate						7,806,337.76
Interest Income						1,883,290.47
Other Income						20,647,948.28
Unrealized Losses on Changes in Fair value of Investments						(102,517,597.13)
Selling Expenses						(81,840,796.67)
Administrative Expenses						(100,059,252.16)
Financial Costs						(124,954,239.89)
Tax Income (Expense)						(34,299,713.66)
Add Loss Non - Controlling Interests						352,462,165.03
Profit (Loss) Shareholders of the Parent Company						(204,241,421.30)
Property, Plant and Equipment – Net	234,984,091.15	127,686,957.94	83,676,244.03	225,693,664.31	(1,949,272.98)	670,091,684.45
Common Assets						3,308,502,254.09
Total Assets						3,978,593,938.54

31. Financial Instruments

31.1 Policy of Financial Risk Management

The Group are not engaged in the trading of any derivative financial instruments for speculative purposes.

31.2 Liquidity Risk

Liquidity risk, or funding risk, is the risk that the Group will encounter difficulty in raising funds to meet commitments associated with financial instruments. Liquidity risk may result from an inability to sell a financial asset quickly at close to its fair value.

31.3 Interest Rate Risk

Interest rate risk is derived from the fluctuation of market interest rates in the future which will affect the Company's financial performance and cash flows. The Company had assets and liabilities which exposed to interest rate risk as follows:

	Consolidated Financial Statements		Consolidated Financial Statements	
	As at	As at	As at	As at
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	Baht	Baht	%	%
Bank Deposit – Savings Account	2,983,295.14	2,933,841.64	0.25 – 0.50	0.63 – 0.75
Bank Deposit – Fixed Account	10,269,228.60	10,060,000.00	1.30 – 1.35	1.90 – 2.30
Bank Overdrafts and Short – Term Borrowings				
from Financial Institutions	2,785,216,369.80	2,704,724,469.16	2.70 – 4.41	4.75 – 6.375
Long -Term Borrowings				
from Financial Institutions	80,488,347.55	123,441,898.50	1.58 – 5.50	5.00 – 5.125

	Separate Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	Baht	Baht	%	%
Bank Deposit – Savings Account	177,133.31	25,730.11	0.25 – 0.50	0.63 – 0.75
Long-Term Loans and Accrued				
Interest Income	128,599,650.69	609,864,575.34	5.50	5.50
Bank Overdrafts and Short – Term Borrowings				
from Financial Institutions	2,327,112,472.05	1,900,000,000.00	2.80 – 3.98	2.40 – 3.40

31.4 Risk on Exchange Rate

Risk on Exchange Rate is regarded to purchase raw material, machines and sales denominated in foreign currencies. The Group have financial assets and financial liabilities in foreign currencies as follows:

	Consolidated/ Separate Financial Statements			
Currencies	financial assets		financial liabilities	
	As at	As at	As at	As at
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
USD Dollar	-	-	2,119,920.00	-

32. Inter-Transaction Between Related Parties

The Company constitutes important business transaction with subsidiary companies, the related companies and persons. Such business transactions are complied with trading term and criteria as per mutually agreed between the Company and related companies which is complied with the normal course of business whereby it can be summarized as follows:

32.1 Related Revenues and Expenses

		Consolidated Financial Statements For the year ended		Separate Financial Statements For the year ended	
	Pricing Policy	31 December 2014	31 December 2013	31 December 2014	31 December 2013
		Baht	Baht	Baht	Baht
Inter-Company Transactions with Subsidiary					
(Eliminated from the Consolidated Financial Statements)					
Revenue from Sales	As normal course of business prices closed to other entities	-	-	327,711.00	32,171,766.36
Interest Income	Interest rate 5 % per annum	-	-	24,285,120.51	17,148,698.61
Rental Income	Agreed price and contract price	-	-	60,000.00	60,000.00
Other Income from Delayed Penaty	Based on Agreement	-	-	7,421,151.47	-
Purchase of Raw Materials and Goods and Supplies	At normal course of business prices closed to other entities	-	-	1,993,372,208.80	1,287,824,232.61
Transportation Expense	At normal course of business prices closed to other entities	-	-	39,747,575.61	34,178,329.15
Service Cost of Manufacturing	At normal course of business prices closed to other entities	-	-	49,568,339.65	63,604,492.50
Inter - Transactions with Related Companies					
Revenue from Sales	At normal course of business prices closed to other entities	1,443,651,725.75	1,867,477,279.51	1,442,882,264.59	935,350,959.51
Purchase of Raw Materials and Goods and Supplies	At normal course of business prices closed to other entities	2,135,090,100.01	3,054,975,484.54	649,635,386.34	814,872,877.91

32.2 Inter - Assets and Liabilities

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2014	As at 31 December 2013	As at 31 December 2014	As at 31 December 2013
	Baht	Baht	Baht	Baht
Trade Receivable				
The Subsidiary Company				
Liberty Steel Siam Co., Ltd.	-	-	-	546,028,853.31
Precision Perfect Pipe Co., Ltd.	-	-	954.44	48,186.02
The Related Company				
Taiping Ethanol Co., Ltd.	135,012.39	16,500.00	135,012.39	113,056.52
Thaiethanol Power PCL.	735,834.72	-	735,834.72	-
Kim Heng Loha Co., Ltd.	2,274,953.75	58,837,216.82	2,274,953.75	58,837,216.82
Kim Chai Steel Co., Ltd.	-	145,238.10	-	145,238.10
K Steel Center Co., Ltd.	-	3,122,741.74	-	3,122,741.74
V. P. Steel & Wire Mesh Co., Ltd.	1,987,676.69	17,152,292.80	1,987,676.69	4,259,909.74
K.S. Metaltech Co., Ltd.	200,205.56	10,172,402.29	-	10,070,752.29
Hidakayookoo Enterprises Ltd.	-	460,477.72	-	460,477.72
Kim Hong Metal Co., Ltd.	4,878,662.86	-	4,878,662.86	-
Numthai Steel Co., Ltd.	20,591,332.54	-	20,591,332.54	-
Metal Inter Co., Ltd.	1,475.96	-	1,475.96	-
Mahachai Steel Center Co., Ltd.	58,411.30	-	58,411.30	-
Bangkok Steel Center Co., Ltd.	30,588,470.00	-	30,588,470.00	-
Total	61,452,035.77	89,906,869.47	61,252,784.65	623,086,432.26
Other Receivable				
The Related Company				
Liberty Siam Holdings Pte. Ltd.	258,197,364.89	8,800,339.89	-	-
Related Persons	-	1,000,000.00	-	-
Advance Payment for Inventories				
The Subsidiary Company				
Liberty Siam Holding Pte. Ltd.	-	-	-	130,989,253.66
The Related Company				
Parthongkij Steel Industry Co., Ltd.	22,292,487.68	96,672,897.20	22,292,487.68	96,672,897.20

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2014 Baht	As at 31 December 2013 Baht	As at 31 December 2014 Baht	As at 31 December 2013 Baht
Long – Term Loan for the Subsidiary Company				
The Subsidiary Company				
The Steel Logistic Co., Ltd.	-	-	80,000,000.00	77,400,000.00
T.Y.K. Industry Co., Ltd.	-	-	25,000,000.00	12,000,000.00
Liberty Steel Siam Co., Ltd.	-	-	-	500,000,000.00
Precision Perfect Pipe Co., Ltd.	-	-	23,000,000.00	20,000,000.00
Accured Interest				
The Subsidiary Company				
The Steel Logistic Co., Ltd.	-	-	375,431.51	328,684.93
T.Y.K. Industry Co., Ltd.	-	-	116,780.82	50,958.90
Precision Perfect Pipe Co., Ltd.	-	-	107,438.36	84,931.51
Total	-	-	128,599,650.69	609,864,575.34
Trade Payables				
The Subsidiary Company				
T.Y.K. Industry Co., Ltd.	-	-	644,076.36	1,129,004.60
Liberty Siam Holdjing Pte. Ltd	-	-	-	23,897,166.00
The Related Company				
Hidakayookoo Enterprises Ltd	-	31,002,479.94	-	-
Kim Yuan Enterprise Co., Ltd.	123,827.63	230,858.72	5,400.03	702.94
Kim Heng Loha Co., Ltd.	-	1,331,667.00	-	1,331,667.00
Kim Seng Steel Co., Ltd.	-	1,026,656.22	-	1,026,656.22
Mahachai Steel Center Co., Ltd.	-	178,367,422.91	-	178,367,422.91
Parthongkij Steel Industry Co., Ltd.	-	259,933.40	-	259,933.40
K.S. Metaltech Co., Ltd.	2,734,489.86	10,000,944.02	2,729,139.86	10,000,944.02
K Steel Center Co., Ltd.	-	10,171,324.00	-	10,171,324.00
Total	2,858,317.49	232,391,286.21	3,378,616.25	226,184,821.09
Other Payables				
The Subsidiary Company				
The Steel Logistic Co., Ltd.	-	-	2,978,954.25	1,686,539.31

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2014	As at 31 December 2013	As at 31 December 2014	As at 31 December 2013
	Baht	Baht	Baht	Baht
Short – Term Loans				
The Related Company				
KNT Intertrade Co., Ltd.	8,210,000.00	-	-	-
Directors				
Mr. Win Suteerachai	2,000,100.00	-	-	-
Mr. Boonchai Jirapongtrakul	2,790,000.00	-	-	-
Mr. Somsak Jirapongtrakul	1,400,000.00			
Total	6,192,100.00			
Grand Total	14,400,100.00	-	-	-

For the year ended 31 December 2014, the movement of long-term Loans and Accrued Interest Income of Subsidiaries are as follows :

	Separate Financial Statements			
	As at	Movement during the period		As at
	1 January 2014	Increase	Decrease	31 December 2014
	Baht	Baht	Baht	Baht
Long-Term Loan				
The Steel Logistic Co., Ltd.	77,400,000.00	15,000,000.00	(12,400,000.00)	80,000,000.00
T.Y.K. Industry Co., Ltd.	12,000,000.00	13,000,000.00	-	25,000,000.00
Liberty Steel Siam Co., Ltd.	500,000,000.00	80,000,000.00	(580,000,000.00)	-
Precision Perfect Pipe Co., Ltd.	20,000,000.00	3,000,000.00	-	23,000,000.00
Accured Interest				
The Steel Logistic Co., Ltd.	328,684.93	4,513,709.60	(4,466,963.02)	375,431.51
T.Y.K. Industry Co., Ltd.	50,958.90	917,315.06	(851,493.14)	116,780.82
Liberty Steel Siam Co., Ltd.	-	17,588,821.92	(17,588,821.92)	-
Precision Perfect Pipe Co., Ltd.	84,931.51	1,157,835.63	(1,135,328.78)	107,438.36
Total	609,864,575.34	135,177,682.21	(616,442,606.86)	128,599,650.69

32.3 Relationship with the Company and Pricing Policy

Company's name	Relationship with the Company
The Steel Logistic Co., Ltd.	60% shareholding
T.Y.K. Industry Co., Ltd.	70% shareholding
Precision Perfect Pipe Co., Ltd.	40% shareholding but the Company had the ability to control the company
Liberty Steel Siam Co., Ltd.	50.29 % shareholding but the Company had the abilit to control the company
Thaiethanol Power PCL.	Common shareholders
Taiping Ethanol Co., Ltd.	Common shareholders
Kim Yuan Enterprise Co., Ltd.	Common shareholders
Bearings Corporation Co., Ltd.	Common shareholders
Hidakayookoo Enterprises Ltd.	5% shareholding in Liberty Steel Siam Co., Ltd.
Parthongkij Steel Industry Co., Ltd.	Shareholding and authorized director of the company hold 2% interest in Liberty Steel Siam Co., Ltd.
Liberty Siam Holdings Pte. Co., Ltd.	49% shareholding in Liberty Steel Siam Co., Ltd.
K.S. Metaltech Co., Ltd.	14.99% shareholding in Precision Perfect Pipe Co., Ltd.
Liberty Commodities Limited, Liberty Fe Trade DMCC,	Companies in the group of the company that holds
Liberty Commodities Asia Limited	49% shareholding in Liberty Steel Siam Ltd.
Kim Heng Loha Co., Ltd.	Close relative of directors
Kim Chua Steel Co., Ltd.	Close relative of directors
Kim Seng Steel Co., Ltd.	Close relative of directors
Kim Chai Steel Co., Ltd.	Close relative of directors
Kim Hong Metal Co., Ltd.	Close relative of directors
V. P. Steel & Wire Mesh Co., Ltd.	Close relative of directors
Numthai Steel Co., Ltd.	Close relative of directors
Metal Inter Co., Ltd.	Close relative of directors
Mahachai Steel Center Co., Ltd.	Close relative of directors
Mahachai Steel Inter Co., Ltd.	Close relative of directors
K Steel Center Co., Ltd.	Close relative of directors
Bangkok Steel Center Co., Ltd.	The Closed Relative of Subsidiary Company's Directors
Mr.Win Suteerachai	Director of Subsidiary Company
Mr.Boonchai Jirapongtrakul	Director of Company
Mr.Somsak Jirapongtrakul	Director of Company

32.4 Key Management Personal Compensation

	Consolidated/Separate Financial Statements	
	For the years ended	
	31 December 2014	31 December 2013
	Baht	Baht
Short – Term Employee Benefits	11,323,400.00	11,394,000.00
Post – Employee Benefits	732,088.53	976,118.04
Total	12,055,488.53	12,370,118.04

33. Non – Cash Flow Transactions

Consist of :

	Consolidated Financial Statements		Separate Financial Statements	
	For the years ended		For the years ended	
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
	Baht	Baht	Baht	Baht
Purchase Fixed Assets with Credit				
Trade Payables for Fixed Assets	626,341.57	-	-	-
Finance Lease-Liabilities	1,320,416.25	-	-	-
Fixed Assets Increse from Tranfer in				
Deposit Transferred to Fix Assets	990,135.60	-	-	-
Provision Liabilities on Investment in Subsidiary Transferred to Allowance for Impairment Investment	-	-	212,500,004.00	-
Provision Liabilities on Investment in Subsidiary Transferred to Short - term Loan to Subsidiary	-	-	10,024,092.45	-

34. Obligation and Contingent Liabilities

The Group has commitments and contingent liabilities below.

34.1 As at 31 December 2014 and 2013, the Company and the subsidiary has entered into the Collateral Management Agreements; CMA with a foreign company at the rate of management fee in totally USD 3,500 and USD 10,500 per month, respectively, and superintending fee USD 0.1 per metric ton. The agreements have been in effect until cancelled by either party.

34.2 As at 31 December 2014, the Group has letters of guarantee issued by bank for the payment of electricity and utility fee of the Company amounting of Baht 0.78 million and 0.46 million respectively, for two subsidiaries amounting of Baht 2.86 million and 2.60 million respectively.

34.3 As at 31 December 2014, the Company has contingent liability from guarantee for three subsidiaries' credit facilities amounting of Baht 1429.71 million and 1,547.00 million respectively.

34.4 As at 31 December 2014, the Group has obligation under lease company contract of rent for office and goods have lease since 1 January 2014 to 1 July 2016 had obligation as follows :

	As at 31 December 2014 Million Baht	As at 31 December 2013 Million Baht
Not over 1 year	2.40	-
Over 1 year but not over 5 years	2.40	-
Total	4.80	-

34.5 As at 31 December 2014 and 2013, the Group still remains contingent liabilities with the financial institutions follows :

	Consolidated Financial Statements	
	As at 31 December 2014 Million Baht	As at 31 December 2013 Million Baht
- Letters of Credit		
Credit Line for Baht 6,615 Million, Unusance Line	3,830.09	4,035.28

	Separate Financial Statements	
	As at 31 December 2014 Million Baht	As at 31 December 2013 Million Baht
- Letters of Credit		
Credit Line for Baht 6,470 Million, Unusance Line	3,841.98	4,035.28

35. Employee Provident Fund

The Group and its employees have jointly registered a provident fund scheme under the Provident Fund Act B.E. 2530. The fund is contributed equally by both the employees at the rate of 2 percent of the employee's salary (based on the number of employees' working year). The fund will be paid to the employees upon termination in accordance with the rules of the fund. The Company and subsidiary payment is starting 1 July 2006 and 1 March 2011, respectively.

36. Reclassification of Accounts

The Company has reclassified some items in comparative financial statements in to comply with the financial statements for the current period, which does not have any effects on profit (loss) for the period or shareholders' equity already reported. The details of reclassification are as follows:

	Consolidated Financial Statements		
	As Previously Reported	Reclassified	As Currently Reported
	Baht	Baht	Baht
Statements of Financial Position as at 1 January 2013			
Trade and Other Receivables – Net	1,552,782,961.98	(1,333,577.85)	1,551,449,384.13
Inventories – Net	3,295,241,976.49	1,333,577.85	3,296,575,554.34
Statements of Financial Position as at 31 December 2013			
Trade and Other Receivables – Net	1,206,170,733.47	(12,260,457.62)	1,193,910,275.85
Inventories – Net	1,779,942,275.55	2,460,117.73	1,782,402,393.28
Non - Controlling Interests	(207,759,485.89)	(9,800,339.89)	(217,559,825.78)
Statements of Comprehensive Income for the Year Ended 31 December 2013			
Cost of Sales and Services	11,582,664,934.83	134,800,000.00	11,717,464,934.83
Loss from Decline in Value of Inventories	134,800,000.00	(134,800,000.00)	-

37. Approval of the Financial Statements

These financial statements have been approved by authorized directors of the Company on 27 February 2015.

Information of Director and Managements of the Company (at December 31, 2014)

	Name	Age (Year)	Education	Total of Voting right experience (%)	Relationship with other management	Experience	
						Time	Position
1	Mr.Prachuab Chaiyasan Independent Director/ Chairman of the Audit Committee	71	- B.A (Political Science), Thammasat University - Honorary Doctorate Degree in Political Science - Director Accreditation Program (DAP) 54 - Director Certification Program (DCP) 83	None	-	2006 - Present 2006 - Present 2006 - Present 2006 - Present 2001 - 2006	- Chairman of Director / Independent Director / Chairman of the Audit Committee The Steel Public Company Limited - Chairman / Director / Chairman of the Audit Committee Thai Ethanol Power Public Company Limited - Director Thai Ping Ethanol Co.,Ltd - President of the University Council, Ramkhamhaeng University - Thai Trade Representative and Chairman of Joint Committee Thai-Laos on Business and Investment Promotion in Laos PDR
2	Mr.Panu Jarupilun Director	68	- Bachelor's degree of Mechanical Engineering, Xian Jiaotong University - Bachelor's degree of International Business, Hunan University - Director Accreditation Program (DAP) 54	7.50	A Husband of Ms.Ratana	1991 - Present 2002 - Present 2006 - Present	- Director The Steel Public Company Limited - Director/ Chairman of the Executive Board Thai Ethanol Power Public Company Limited - Director Thai Ping Ethanol Co.Ltd
3	Mr.Boonchai Jirapongtrakul Director/ Chairman of the Executive Committee/ Managing Director	46	- year 12, Brisbane International College Australia - Director Accreditation Program (DAP) 54 - Director Certification Program (DCP) 79	23.50	Son of Ms.Ratana	1991 - Present 2006 - Present 2006 - Present	- Director/ Executive Director/ Managing Director The Steel Public Company Limited - Director Thai Ethanol Power Public Company Limited - Director Thai Ping Ethanol Co.,Ltd
4	Mr.Booncherd Santudpanich Director	45	- year 12 W.A.I.C Western Australia International Collage - Director Accreditation Program (DAP) 54 - Director Certification Program (DAP) 79	4.25	Brother of Mr.Boonchai	2006 - Present 2002 - Present 2006 - Present	- Director The Steel Public Company Limited - Director/ Managing Director Thai Ethanol Power Public Company Limited - Director Thai Ping Ethanol Co.,Ltd
5	Ms.Proudpalin Vacharabenjapat Director/ Nomination and Remuneration Committee	38	- MBA: Marketing Thunderbird, The American Gradate School of International Management - Director Accreditation Program (DAP) 62	None	Wife of Mr.Boonchai	2007 - Present	- Director/ Nomination and Remuneration Committee The Steel Public Company Limited
6	Mrs.Seenual Tasanapant Independent Director/ Audit Committee/ Chairman of the Nomination and Remuneration Committee	69	- Bachelor Degree of laws, Thammasat University - Bachelor Degree of accountancy, Thammasat University - Director Accreditation Program (DAP) 55 - Director Certification Program (DCP) 79 - Audit Committee Program (ACP) 17	None	-	2006 - Present 2007 - 2009 1998 - 2006	- Independent Director / Audit Committee/ Nomination and Remuneration Committee The Steel Public Company Limited - Advisor of the Board Committee Mahidol University Saving and credit co-op Ltd. - Manager Mahidol University Saving and credit co-op Ltd.
7	Mr.Teerapong Thanarukvudhikorn Independent Director/ Audit Committee	61	- Bachelor Degree of Business Administrator (Accounting), Rajamangala University of Technology - Director Accreditation Program (DAP) 59	None	-	2010 - Present 2006 - Present 2001 - Present 1994 - Present 1991 - Present	- Independent Director / Audit Committee The Steel Public Company Limited - Independent Director/ Audit Committee Thai Ethanol Power Public Company Limited - Executive Director House Holding Group Co.,Ltd - Executive Director Korn Kaen Royal Dragon Co.,Ltd - Executive Director Royal International Business Co.,Ltd

Information of Director and Managements of the Company (at December 31, 2014)

8	Mr.Sila Wangphornphra Executive Director/ Production Manager	43	- Bachelor Degree of Business Administration, Siam University	None	-	1995 - Present	- Executive Director/ Production Manager The Steel Public Company Limited
9	Mr.Prasertsuk Nudthaisong Executive Director/ Purchasing Manager	43	- Secondary School	None	-	1996 - Present	- Executive Director/ Purchasing Manager The Steel Public Company Limited
10	Mr.Pornthep Pripaisalkij Chief Financial Officer	55	- Master Degree in Administrative, Thammasat University	None	-	2009 – Present	- Chief Financial Officer The Steel Public Company Limited
11	Mr.Sanguan Chaichusorn Marketing Manager	65	- Diploma (Account)	None	-	2002 - Present	- Marketing Manager The Steel Public Company Limited
12	Ms.Thitima Nontavech Secretary Company	31	Bachelor of Business Administration,UTCC	None	-	2013-present	- Secretary Company

Duties and Responsibilities of Company Secretary

1. Prepare and keep documents as follows: -

    1.1 Director registration

    1.2 Board of Director meeting letters, Minute of Board of Director meetings, and annual reports.

    1.3 Annual General Shareholder Meetings and Minute of the meetings.

2. Benefit interest reports prepared by Directors or Managements.

3. Handle other issues per SEC committee announcements

In addition, Company Secretary also has other duties as company assignments as follows: -

1. Handle conducting meeting for BOD, AC, remuneration committee, and AGM.
2. Coordinate within organization to perform per BOD meeting or resolution from Shareholders meeting
3. Coordinate with regulators, such as, SET, SEC and take care all disclosures to report correctly.
4. Others per company assignments.

Details of Directors of the company in Subsidiaries and Associates

Name - Surname		THE	Subsidiaries				Associates or Related Companies	
			TSL	TYK	PPP	LSS	TEP	TPE
1. Mr.Panu	Jarupilun	5	-	-	-	-	5,6	5
2. Mr.Boonchai	Jirapongtrakul	3,5,6	5	5	5	5	5	5
3. Mr.Booncherd	Santudpanich	5	-	-	-	-	3,5	5
4. Ms.Proudpalin	Vacharabenjapat	5	-	-	-	-	-	-
5. Mr.Prachuab	Chaiyasan	1,2,5	-	-	-	-	1,2	5
6. Mrs.Seenual	Tasanapant	4,5	-	-	-	-	-	-
7. Mr.Teerapong	Thanarukvudhikorn	4,5	-	-	-	-	4,5	5
8. Mr.Sila	Wangphornphra	7,8	-	-	-	-	-	-
9. Mr.Prasertsuk	Nudthaisong	7,8	-	-	-	-	-	-
10. Mr.Pornthep	Pripaisalkij	8	-	-	-	-	-	-
11. Mr.Sanguan	Chaichusorn	8	-	-	-	-	-	-

Remark :

- Symbol position of Director and Management

  1 = Chairman 2 = Chairman of the Audit Committee

  3 = Managing Director 4 = Audit Committee

  5 = Director 6 = Chairman of the Executive Board

  7 = Executive Director 8 = Executive

- Symbol of Company and Subsidiaries and Associates

  THE The Steel Public Company Limited

  TSL The Steel Logistic Company Limited

  TYK T.Y.K. Industry Company Limited

  PPP Precision Perfect Pipe Company Limited

  LSS Liberty Steel Siam Company Limited

  TEP Thai Ethanol Power Public Company Limited

  TPE Thai Ping Ethanol Company Limited

Details of Directors of the company in Subsidiaries

Name - Surname	Subsidiaries			
	TSL	TYK	PPP	LSS
1. Mr.Boonchai Jirapongtrakul	2	2	2	2,3
2. Mr.Siri Sirimahachai	1,3	-	-	-
3. Mr.Somsak Wongsirisup	-	1,3	1,2	-
4. Mr.Win Suteerachai	-	-	3	-
5. Mr.Suwit Jiraphongtrakul	-	-	2	-
6. Mr.Sanjeev Gupta	-	-	-	2

Remark :

- Symbol position of Director and Management

  1 = Chairman 2 = Director 3 = Managing Director

- Symbol of Company and Subsidiaries and Associates

  TSL The Steel Logistic Company Limited

  TYK T.Y.K. Industry Company Limited

  PPP Precision Perfect Pipe Company Limited

  LSS Liberty Steel Siam Company Limited