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Ref: THE 010/2023

August 15,2023

Subject: Management Discussion and Analysis Quarter 2 Ending June 30, 2023

To: President

The Stock Exchange of Thailand

CC: Corporate Finance Department

Securities and Exchange Commission

We, The Steel Public Company Limited (the "Company"), hereby submit the financial statements of the company and subsidiaries for the 2nd quarter ended June 30, 2023, and would like to clarify differences of the operating result for the 2nd quarter ended June 30, 2023 compared with 2022 as follows:

1. Statement of Comprehensive Income

Total revenues from sale of the Company and subsidiaries for the 2nd quarter ended June 30, 2023 equaled Baht 1,481.87 million compared with Baht 2,512.44 million for the same period of 2022, revenue decreased Baht 1,030.57 million or 41.02% due to sale quantity reduced around 29.49%, effected from metal demand in market had been reduced since end of 2022. Investments have been sustained, waiting for election of new government 2023. And selling price reduced around 21.31%, resulting gross loss of this quarter Baht 34.43 million, while gross loss in 2nd quarter 2022 was only Baht 22.68 million.

Selling and administrative expense of 2nd quarter 2023 totally Baht 83.43 million compared with Baht 88.99 million for the same quarter of 2022, decreased Baht 5.56 million due to transportation expense which was decreased in line with sale volumn. Financial cost was Baht 17.81 million in this quarter compared with Baht 17.29 million of 2nd quarter, 2022, little increasing due to interest rates had increased. And there was profit recognition from associated company Baht 11.54 million in this quarter, while loss recognition of Baht 2.27 million in 2nd quarter of 2022. After deducting all expenses and income tax, the company reported net loss attributable to Parent Company for the 2nd quarter of 2023 equaled Baht 110.12 million, compared to net loss of Baht 145.39 million for the same quarter of 2022, decreasing of loss Baht 35.27 million or 24.26%.

2. Statement of Financial Position

Total Assets of the Company as at June 30, 2023 equaled Baht 4,228.56 million compared with Baht 5,221.20 million as at December 31, 2022, assets decreased Baht 992.64 million caused from decreased of trade receivables and inventories due to loss purchasing.

Total liabilities decreased from Baht 2,997.26 million as at December 31, 2022 to Baht 2,171.30 million as at June 30, 2023, decreased Baht 825.96 million due to less purchasing, caused less using of short term loans. However, there was loss in this quarter, resulting D/E ratio decreased from 1.34 as at December 31, 2022 to 1.06 as at June 30, 2023.

Please be informed accordingly.

Sincerely yours,

The Steel Public Company Limited

(Mr.Suroj Jiraphongtrakul)

Chief Executive Officer