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Ref. GSTEEL/ELCID-38/2010

28 September 2010

Subject : Clarification of Additional Information on Bond Exchange Program

To : The President
The Stock Exchange of Thailand

Reference: 1. Letter of the Company No. GSTEEL/ELCID-33/2010 dated September 23, 2010
2. Letter of the Company No. GSTEEL/ELCID-28/2010 dated August 25, 2010

G Steel Public Company Limited ("the Company") would like to make clarification of additional information on the meeting of Noteholders as follows:

1. The principal amount under the Notes will be reduced from US\$170,000,000 to US\$68,000,000, or equivalent to 40% of original amount. The Noteholders are entitled to exchange 50% of their Notes (prior to principal reduction) with new ordinary shares of the Company, at the rate of 30 new ordinary shares for US\$1 Notes (prior to principal reduction).

Conclusion:

1. If the Noteholders do not exercise the rights, the principal amount of the holders shall be reduced by 60% to be 40%
2. If the Noteholders wish to exercise their rights by 50%, they are entitled to exchange at the rate of 30 new ordinary shares for US\$1 Notes. The remaining principal 50% will be reduced by 60% to 40%

If the Noteholders wish to exchange more than 50% of their Notes, allocation of such excess amount will be under the discretion of the committee appointed by the Board, depending on various conditions such as the total number of the applicants (because the shares will be issued on private placement basis) and the amount of Notes exercised by such Noteholders.

2. The Company limit the maximum number of new shares for the exchange at 4,900,000,000 new shares, and will limit the first round of exchange at 2,550,000,000 new shares. The terms and conditions for exchange of the remaining new shares will be determined by the committee appointed by the Board.

If the Noteholders do not approve the proposed amendments, the Company will not proceed with the Bond Exchange Program yet, and will consider other scheme for consideration of the Noteholders.

The Company wishes to persuade the Noteholders to participate in the Bond Exchange Program, and determine that this information is also useful for the shareholders and investors.

Please be informed accordingly.

Respectfully Yours,
-Signature-
(Mr. Ryuzo Ogino)
Director

Compliance
Tel. 0-2634-2222 Ext. 1175
Fax. 0-2634-4500
poonyaveec@gsteel.com