

Translation

9 May 2014

Re: Explanation of different on result of operation for the three-month period ended March 31, 2014 and 2013

Attn: The Managing Director
The Stock Exchange of Thailand

Pacific Pipe Public Company Limited would like to clarify the operating results of the three-month period ended March 31, 2014 that net profit was Baht 106.65 million, decrease Baht 90.54 million or 45.92% which change more than 20% from net profit in the same period of last year as follow:

1. Revenue from sale and service was Baht 1,672.44 million, decreased Baht 205.61 million or 10.95% from the same period of last year. This is result from the decreasing selling price in line with Raw Material Price.
2. Cost of goods sold and service was Baht 1,486.46 million, decreased Baht 98.43 million or 6.21% from the same period of last year. This is result from the fluctuation in Raw Material Price.
3. Selling expenses were Baht 29.65 million, decreased Baht 1.77 million or 5.63% from the same period of last year. This is result from the decreasing in Revenue.
4. Administration expenses were Baht 54.88 million, decreased Baht 2.91 million or 5.03% from the same period of last year. This is result from expenses control.
5. Net foreign exchange gain of Baht 0.21 million decreased Baht 19.81 million or decrease 98.87 % from the same period of last year. This is result from the fluctuation in exchange rate and decreasing in Foreign Currency Liabilities.

Yours faithfully

(Miss Viriya Ampornapakul)
President