Thai Rayon Public Company Limited ("the Company") would like to report on the operational result of the Company for the third quarter as per the details underneath.

A. **Income Statement for the quarter ended 30 June 2009**

The Company has recorded a net profit of Baht 411 Million for this quarter as against net profit Baht 655 Million in the same quarter of previous year, a decrease of 37% or Baht 244 Million on account of following reasons:

1. Sales Revenues decreased by 19% or Baht 397 Million due to decrease in selling price by 22% on account of lower realizations although sales volume recorded a modest increase of 3%.
2. Interest income decreased by 77% or Baht 14 Million mainly due to decrease in interest rate.
3. Export incentive decreased by 31% or Baht 7 Million due to lower export sales volume and value.
4. Foreign exchange loss of Baht 18 Million against exchange gain of Baht 136 Million in the same quarter of previous year, higher by 113% due to strengthening of Baht against US$.
5. Dividend income decreased by 100% or Baht 0.4 Million as no dividend income declared during this quarter.
6. Other income increased to Baht 3 Million compared to Baht 0.2 Million in the same quarter of previous year, an increase of 1068% due to write back of small liabilities.
7. Share of profit from investments accounted for under equity method decreased by Baht 91 Million which is lower by 28%. The decrease in profits of the associated companies in this quarter is mainly on account of global economic slowdown.
8. Cost of sales decreased by 15% or Baht 263 Million mainly due to decrease in raw-material rates.
9. Selling expenses decreased by 63% or Baht 66 Million is mainly due to decrease in outbound logistics cost following lower fuel prices and reduced shipping freight.
10. Interest expenses decreased to Baht 0.2 Million as against Baht 0.4 Million in the same quarter of previous year, lower by 43% due to decrease in short term borrowings.
11. Corporate income tax decreased by 100% or Baht 88 Million as no provision is required due to zero taxable profit.
As per reasons mentioned above, the Company’s achieved earning per share of Baht 2.04 against net earnings per share of Baht 3.25 in the same quarter of previous year.

B. Balance Sheets as at 30 June 2009, compared to as at 30 September 2008

The major changes are as follows.

1. Cash & cash equivalents increased by 69% or Baht 307 Million mainly due to classification of current investments under cash & cash equivalents on account of less maturity period.
2. Current investments decreased by 100% or Baht 310 Million due to classification of the same under cash and cash equivalent on account of less maturity period.
3. Trade account receivables from unrelated parties decreased by 26% or Baht 129 Million due to lower sales.
4. Amounts due from related parties decreased by 30% or Baht 3 Million due to receipt of dues.
5. Inventories decreased by 46% or Baht 629 Million due to reduction in inventory volume and lower raw-material prices.
6. Input tax refundable reduced by 56% or Baht 52 Million due to lower export sales and receipt of arrear refund.
7. Export incentive receivable reduced by 42% or Baht 17 Million due to lower export sales.
8. Interest receivables decreased by 90% or Baht 7 Million due to lower interest rate and reduced surplus funds invested.
9. Dividend receivable decreased by 100% or Baht 9 Million as no dividend was declared during the quarter on investments.
10. Other current assets decreased by 51% or Baht 11 Million due to decrease in bonds in hand, withhold tax receivable and advance to suppliers.
11. Other long –term investments increased by 21% or Baht 231 Million due to unrealized gain from fair value of investment in available-for-sale securities and additional investment of Baht 82 Million in a related company.
12. Bank overdrafts decreased by 74% or Baht 5 Million due to use of own funds for working capital.
13. Trade accounts payable to unrelated parties decreased by 66% or Baht 283 Million due to decrease in payable for raw materials.
14. Other current liabilities decreased by 53% or Baht 138 Million mainly due to decrease in corporate income tax payable and decrease in accrued expenses.
The changes in assets and liabilities and lower net profit for this quarter have caused the reduction in the total shareholders’ equity by 5% or by Baht 675 Million as of 30 June 2009.

Please be informed accordingly.

Yours faithfully,
For THAI RAYON PUBLIC COMPANY LIMITED

(Mr. P.K. Sipani)
Joint President (Finance & Commercial)