



บริษัท สหวิริยาสตีลอินดัสตรี จำกัด (มหาชน)
SAHAVIRIYA STEEL INDUSTRIES PUBLIC COMPANY LIMITED

innovate · strength

ISO 9001
ISO 14001
TIS 18001
ISO/TS 16949
ISO/IEC 17025

สร้างสรรค์นวัตกรรมผลิตภัณฑ์เหล็กและบริการที่มีมูลค่าเพิ่มกับลูกค้า สร้างกำไรสม่ำเสมอ สร้างผลตอบแทนแก่ผู้มีส่วนได้เสียอย่างยั่งยืน
Innovate premium value steel products and services for customer; generate consistent profit and sustainable value for stakeholders.
A MEMBER OF SAHAVIRIYA GROUP

No. S.E.C. 152/2015

11 November 2015

Re: Notification of Change in Accounting Policy
Attn: President
Stock Exchange of Thailand

According to the Accounting Standard, subject of "Property, Plant and Equipment", Depreciation of the surplus from revaluation will be charged to Statements of income. Later in 2006, the Federation of Accounting Professions under the Royal Patronage of His Majesty the King ("FAP") announced the Accounting Professions No. 25/2549, subject of "Accounting for Revaluation", allowing business to calculate and record Depreciation to Statements of income at cost, and charge Depreciation of the surplus from revaluation to the Revaluation surplus account under Equity category. Later in 2011, FAP announced the Accounting Professions No.18/2554, allowing business to employ the Accounting Professions No. 25/2549 only until 31 December 2015.

Subsequently, Sahaviriya Steel Industries Public Company Limited (the "Company") convened the Board of Directors' Meeting No. 15/2015 on 1 October 2015. The Board of Directors considered that according to the Accounting for Revaluation on property, plant and equipment, Depreciation of the surplus from revaluation will be charged to Statements of income. As a result, Cost of goods sold will be recorded higher than actual cost. Therefore, the Board of Directors resolved to approve the Company for the change in accounting policy of the Company and its subsidiaries in Thailand, regarding the valuation of fixed assets for property, plant and equipment, from Revaluation Basis to Cost Basis, starting from 1 January 2016 onward. Accordingly, from the first quarter financial statements ended 31 March 2016 onward, Cost Basis will be able to represent actual cost and reflect operating performance of the Group more appropriately than the Revaluation Basis can.

The change in the aforementioned accounting policy will result in a decrease in assets, liabilities, and equity of the Group's financial position. The Company has assessed the estimated impact from the change in accounting policy on the Group's financial position as at 31 December 2015 as follows:

สำนักงานกรุงเทพ
HEAD OFFICE
โรงงาน
PLANT OFFICE

28/1 อาคารประชาวิทย์ ชั้น 2-3 ถ.สุรศักดิ์ แขวงสีลม เขตบางรัก กรุงเทพฯ 10500
28/1 Prapawit Bldg., 2-3 Fl., Surasak Rd., Silom, Bangrak, Bangkok 10500 Thailand
9 หมู่ 7 ต. แม่รำพึง อ.บางสะพาน จ.ประจวบคีรีขันธ์ 77140
9 M. 7 T.Maerumphueng, Bangsaphan, Prachuapkhirkhan 77140 Thailand
<http://www.ssi-steel.com>

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Fax : (662) 2368890, 2368892, 6300287-8, 2367017
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ทะเบียนเลขที่ 0107637000688

SAHAVIRIYA IRON AND STEEL - WORLD CLASS QUALITY

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Unit: Million Baht

Impacted Items	Estimated as at 31 December 2015		
	Revaluation Basis (Before Change)	Cost Basis (After Change)	Increase (Decrease)
Assets			
- Revalue of fixed assets	5,308	-	(5,308)
- Investments in joint venture	2,620	2,520	(100)
Liabilities			
- Deferred tax liabilities	1,062	-	(1,062)
Equity			
- Revaluation surplus	4,246	-	(4,246)
- Non-controlling interests	822	745	(77)

Please be informed accordingly.

Sincerely yours,

-Signature-

(Win Viriyaprapaikit)
President