

- Translation -

TCP 026/2011

May 16, 2011

To: President
The Stock Exchange of Thailand

Subject: Progress Report of Free-float Solution

According to the shareholding report as at the date of closing the share registration book for collecting the name of shareholders having the right to attend the Annual General Meeting of Shareholders for the Year 2011, Thai Cane Paper Public Company Limited ("TCP") has 573 minority shareholders holding 13.66% of the paid-up capital which does not meet the free-float requirements of the Stock Exchange of Thailand (SET) regarding maintaining the status of Listed Companies in SET and the temporary relaxation of free-float measures.

TCP would like to refer that TCP is currently in the process of delisting its shares from SET according to the resolution of the Extraordinary General Meeting of Shareholders No. 1/2008 held on June 9, 2008 and SET has issued a letter no. Bor Jor 341/2008 dated June 23, 2008 notifying that SET has approved TCP to delist its shares from SET. However, thereafter nine shareholders of TCP made a legal action to the Kanchanaburi Provincial Court to consider the withdrawal of the resolution of the said meeting. Consequently, SCG Paper Public Company Limited ("SCG Paper") as the Tender Offeror of TCP shares would have to hold further process of the delisting of TCP's shares from SET (e.g. the Tender Offer for remaining TCP shares). SCG Paper, thus, is required to wait for the final judgment of the legal action brought by the shareholders to SCG Paper, which is presently in the process of witness examination.

Therefore, TCP regards that TCP will be able to consider the solution for its meeting of free-float requirements when such matter becomes clearer.

For your information accordingly.

Sincerely yours,

- signed by -

(Mr. Twatchai Wongpaisarn)

Managing Director