

Opinion of the Audit Committee on the Proposal of the Appointment of the Auditor and the Auditor Remuneration

In order to appoint the Company's auditor, the Audit Committee of City Steel Public Company Limited has considered 3 auditors based on their performances, independence, as well as auditing fees and has come up with the opinion that has been proposed to the Board of Director. The Audit Committee has proposed to appoint Mr.Pojana Asawasontichai, a certified public accountant No. 4891, Mr.Pichai Dachanapirom, a certified public accountant No. 2421, Ms.Chantra Wongsriudomporn, a certified public accountant No.4996, Ms. Wannisa Ngambuathong, a certified public accountant No.6838, or Mr.Thanawut Piboonsawat, a certified public accountant No.6699 of the Dharmniti Auditing Company Limited to be the Company's independent auditor for the fiscal year 2010/2011.

Mr.Pojana Asawasontichai has signed on the Company's financial statements for 3 years since the year 2007/2008 to 2009/2010 and has professionally performed his duty as the independent auditor during these years. For the year 2010/2011, the auditor has proposed the remuneration of THB 1,115,000 which is equal to those for the accounting period ended 31 July 2010.