

Ref: MDO 103/2008

August 13, 2008

To: The President
The Stock Exchange of Thailand

Subject: Explanation of operating result as at June 30, 2008 difference over 20% from the same period last year.

United Securities Public Company Limited would like to explain the reasons that the operating results for the second quarter ended June 30, 2008, reviewed by the auditor and the audit committee, which posted a net loss of Bt18.099m comparing with a net profit of Bt10.38m of the same period last year as follows:

- (1) The total revenue increased from Bt72.36m to Bt88.51m, or increased by 22.32% year-on-year, due mainly to an increase in fees and service income of 45.87%, interest and dividend 128.28% and interest on margin loans 30.17%
- (2) Meanwhile, the total operating expenses decreased by 4.51% from Bt58.36m to Bt55.73m as the Company could reduce the premises and equipment expenses by 18.90%.
- (3) However, the Company had to reserve for the bad debts and doubtful accounts of Bt45.34m in this quarter. As a result, the second quarter results showed a net loss of Bt19.99m, of which differed by more than 20% compared with the same period last year.

Please be informed accordingly.

Yours sincerely,

Ms. Tippranee Chatmanop
Executive Director – Business Support