

No. kor bor ror 011/2013

May 15, 2013

Director & General Manager

The Stock Exchange of Thailand

Re : Clarification on net profits decline of over 20% for 1st quarter, 2013 compared to the same period last year

Dear Sir,

Thai Wacoal Public Company Limited wishes to hereby report its consolidated operating results for 1st quarter, 2013, ending March 31, 2013, whereby its net profits stood at Baht 77.16 million, representing the decline of Baht 35.77 million, or 31.67% from the same period last year. Such decline could be largely attributed to the followings:

1. The company posted lower income from products sales and services by Baht 131.54 million, or 11.66% less than the same period last year, largely due to the decline in its export sales caused by stronger Baht. As the result, the company's gross profits fell by Baht 33.12 million based on current exchange rate, as against less strong Baht currency a year earlier.
2. The company was subject to higher cost of sales, largely caused by the sharp minimum wage hike to Baht 300 per day across the country. Due to the locations of the company's 4 subsidiary companies in upcountry areas, the cost impacts from such wage hike were more severe compared to the cost situation in Bangkok area.

The company hereby reports to the SET accordingly.

Sincerely yours,

Onanong Saengpumpong

Mrs. Onanong Saengpumpong

Company Secretary