

June 30, 2010

Subject: Provision of financial support to a subsidiary

To: Managing Director, Stock Exchange of Thailand

The Board of Directors' meeting no. 7/2010 held on June 30, 2010 has the resolution to approve to provide the financial support by issuing corporate guarantee in favor of AMBANK (Malaysia) Berhad for any payable due by E-Tech IT SDN, BHD (a subsidiary) to the bank. Pursuant to the letter of offer, AMBANK (Malaysia) Berhad has provided E-Tech IT SDN, BHD the general banking facilities, up to the maximum amount of Ringgit 60 Million or equivalent to Baht 600 million in respect of Malaysian governmental project. The Company will provide the corporate guarantee to AMBANK and the guarantee amount will not exceed 60% of the subsidiary's debt due to the bank based on the percentage of shareholding that the Company holds 60% of total shares of the subsidiary. The details of the connected transaction are as follows:

1. Date, Month, Year of Transaction

June 30, 2010

2. Name of Parties Involved

1. Simat Technologies Public Company Limited ("The Company") as "the Guarantor"
2. E-Tech IT SDN, BHD as "the Borrower"
3. AMBANK (Malaysia) Berhad as "the Bank/Lender"

3. Nature of Transaction

- Type and size of connected transaction: The transaction is the provision of corporate guarantee which is considered as the financial support to any juristic person that the Company holds shares more than any other connected person and the size of this transaction is not exceed Baht 360 million (60% of Baht 600 million, the maximum limit of facilities) which is exceed 3% of net tangible assets (Baht 4.5 million calculated from the consolidated financial statements as at 31st March 2010 reviewed by auditor) and also exceed Baht 20 million therefore it is considered as a large transaction size. However, the guarantee amount is based on the percentage of shareholding therefore this transaction is exempted from the approval by shareholders but the approval by Board of Directors and the disclosure to SET are still required.

- Nature of financial support: The Company will provide the financial support by issuing corporate guarantee in favor of AMBANK (Malaysia) Berhad for any payable due by E-Tech IT SDN, BHD (a subsidiary) to the bank. Pursuant to the letter of offer, AMBANK (Malaysia) Berhad has provided E-Tech IT SDN, BHD the general banking facilities, up to the maximum amount of Baht 600 million in respect of Malaysian governmental project in which the default risk is low and high security in debt collection. The Company will provide the corporate guarantee to AMBANK and the guarantee amount will not exceed 60% of the subsidiary's debt due to the bank based on the percentage of shareholding that the Company holds 60% of total shares of the subsidiary. The corporate guarantee is made to secure for the general trading but for a large trading transaction due to the subsidiary needs to sell a large number of computer equipment to the government where the sales contract is on hand. To supply such a large number of computer equipment, the subsidiary needs the banking facility to pay the supplier.

4. Total Value and Criteria for Determining Total Value of Transaction

The Company agrees to provide the financial support to E-Tech IT SDN, BHD by mean of issuing proportionate corporate guarantee in favor of AMBANK for any payable due by E-Tech IT SDN, BHD to the bank at the sum amount not exceeding Baht 360 million (60% of the maximum facility limit of Baht 600 million).

5. Names of Connected Persons

- E-Tech IT SDN, BHD
- Simat Technologies Public Company Limited who holds 60% of total shares of E-Tech IT SDN, BHD
- Mr. Ling Chee Kiat, a shareholder, who holds 30% of total shares and the Director of E-Tech IT SDN, BHD. Mr. Ling Chee Kiat is also the Director of Simat Technologies

6. Nature and Scope of Interest of Connected Persons

Mr. Ling Chee Kiat has no special interest in the provision of such proportionate financial support to E-Tech IT SDN, BHD. By the way, Mr. Ling Chee Kiat and other shareholders jointly and severally guarantee the full obligations of the subsidiary due to the bank.

7. Participation of Connected Directors by Attending and Voting at Board's Meeting

Mr. Ling Chee Kiat did not attend the meeting and not cast the vote for this agenda.

8. Board's Opinion Regarding to the Transaction

The Board of Directors agreed that the provision of financial support to E-Tech IT SDN, BHD by issuing the proportionate corporate guarantee will help the subsidiary has sufficient working capital from the facilities given by the bank to support the supply of a number of computer equipments to the government which will increase the revenue and net profit to the Company.

9. Opinion of the Audit Committee and/or Opinion of Director(s) Which Is Different from the Board's Opinion in Item No. 8.

The Audit Committee has the same opinion as the Board. No other director has opinion which is different from the Board's opinion in item no. 8.

Please be informed accordingly,

Yours faithfully,

(Mr. Thammanoon Korkiatwanich)

Vice President – Accounting & Finance