

June 14, 2013

Georg Kell
Executive Director
UN Global Compact
USA

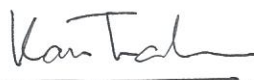
Dear Georg Kell,

The Siam Cement Public Company Limited (SCG), a leading business conglomerate in the ASEAN region, has committed itself to conducting business in line with good corporate governance and sustainable development principles throughout 100 years. Our longstanding tradition of learning, adjustment and development in all areas has enabled SCG to survive the waves of crises and challenges and to earn widespread recognition as a role model for other businesses, both locally and internationally. Consecutively, the attempt established pride to all stakeholders who shared happiness, balance and sustainability with all sectors while sustainably building economic growth.

Since 2000, SCG has been a member of the World Business Council for Sustainable Development (WBCSD) with the world's leading companies collaborating to form the Sustainable Initiatives and to share experiences as well as know-how in sustainable business practices. From our strong commitment to Sustainable Development, SCG has been honored the Sector Leader in Building Materials & Fixtures from Dow Jones Sustainability Indexes (DJSI) for a second consecutive year (2011-2012).

In February 2012, SCG became a signatory of United Nation Global Compact and has committed to supporting its ten principles. We have extended our accomplishments to the Advanced Level, comprising 24 universally accepted principles in the areas of governance and engagement, human rights, labor, environment, anti-corruption, value chain and transparency. The implementations toward such commitment are reported in our Sustainability Report 2012, Annual Report 2012 and SD Guidelines, declared in SCG Communication on Progress. We believe that such efforts will enable a sustainable business network and that collaboration from every sector can be achieved and can bring mutual benefit to all.

Sincerely yours,



Kan Trakulhoon

President & CEO, SCG

SCG voluntarily joined the member of UN Global Compact since 2012 to demonstrate our intention to perform the business in accordance with the universal principles. As part of this commitment, we have pledged to be one of the world's Responsible Corporate Citizen. The implementation plans toward such commitment are as follows;

Criteria for the GC Advanced Level		Contents	Relevant Reports and Pages		
			Sustainability Report	Annual Report	SD Guidelines
Strategy, Governance and Engagement					
1	The COP describes key aspects of the company’s high-level sustainability strategy in line with Global Compact principles	Anticipate for corporate to drive sustainable consumption without encroaching natural resources and environment	5	-	3
		Create value and differentiation through process improvement and less natural resource dependent Technology	5	-	18-20
		Reinvent environmentally friendly products and services	5	-	20
		Strengthen the community with employee engagement	5	-	14
		Lending an improvement in work environment	5	-	15-17
2	The COP describes effective decision-making processes and systems of governance for corporate sustainability	Management Approach to Sustainability	20-22	-	11-13
3	The COP describes engagement with all important stakeholders	Stakeholder Engagement	18-19	-	17-18
UN Goals and Issues					
4	The COP describes actions taken in support of broader UN goals and issues	Social and Community Development	64-73	-	-

Criteria for the GC Advanced Level		Contents	Relevant Reports and Pages		
			Sustainability Report	Annual Report	SD Guidelines
Human Rights Implementation					
5	The COP describes robust commitments, strategies or policies in the area of human rights	Employee Retention (Next step: care)	58-59	-	15-17
6	The COP describes effective management systems to integrate the human rights principles	TIS/OHSAS 18001	-	-	15-17
		CSR-DIW, ISO 26000	96	-	-
		SET Awards	96	-	-
		Thailand Corporate Excellence Awards 2011	96	-	-
7	The COP describes effective monitoring and evaluation mechanisms of human rights integration	Community and Employee satisfaction survey	18, 20, 25	-	-
8	The COP describes key outcomes of human rights integration	Community and Employee satisfaction survey results	25	-	-
Labor Principles Implementation					
9	The COP describes robust commitments, strategies or policies in the area of labor	Labor Standard and Practices	-	-	15
		Health and Safety	60-63	-	-
10	The COP describes effective management systems to integrate the labor principles	Training Programs	56-58	-	-
11	The COP describes effective monitoring and evaluation mechanisms of labor principles integration	SCG Contractor Safety Certification System	60	-	-
		Safety Performance Assessment Program	60	-	-
		Accident Statistic	63	-	-
12	The COP describes key outcomes of integration of the labor principles	Social Performance	84-85	-	-

Criteria for the GC Advanced Level		Contents	Relevant Reports and Pages		
			Sustainability Report	Annual Report	SD Guidelines
Environmental Stewardship Implementation					
13	The COP describes robust commitments, strategies or policies in the area of environmental stewardship	Sustainable Environment	40-53	-	18-20
14	The COP describes effective management systems to integrate the environmental principles	Sustainability Management Structure and Action Plan	20-23	-	-
		ISO 14001	20-23	-	-
15	The COP describes effective monitoring and evaluation mechanisms for environmental stewardship	Progress of Sustainable Development Plan in 2012	24-25	-	-
		Environmental Performance Assessment Program	94	-	-
16	The COP describes key outcomes of integration of the environmental principles	Environmental Performance	77-83	-	-
Anti-Corruption Implementation					
17	The COP describes robust commitments, strategies or policies in the area of anti-corruption	SCG Vision	6-7	-	-
		Participation in Collective Action Coalition of the private sector against corruption	17	-	-
		Announce policy and a guideline regarding anti-corruption through corporate governance handbook and SCG’s Code of Conduct	58	-	11-13
18	The COP describes effective management systems to integrate the anti-corruption principle	Whistleblower Policy	58-59	-	-
19	The COP describes effective monitoring and evaluation mechanisms for the integration of anti-corruption	Oversight of Risk Management	11	-	-
		Whistleblower Policy	58-59	-	-
20	The COP describes key outcomes of integration of the anti-corruption principle	SCG Business Philosophy and Code of Conduct	6	-	-
		Anti-corruption Efforts	-	21-22	-



United Nations Global Compact (UNGC)

Communication on Progress for the Advanced Level



Criteria for the GC Advanced Level		Contents	Relevant Reports and Pages		
			Sustainability Report	Annual Report	SD Guidelines
Value Chain Implementation					
21	The COP describes implementation of the Global Compact principles in the value chain	Supply Chain Management	29-30	-	-
		Customer Relationship Management	30-32	-	-
Transparency and Verification					
22	The COP provides information on the company's profile and context of operation	About SCG	1-3	-	-
		Organizational Structure	-	6-19	-
23	The COP incorporates high standards of transparency and disclosure	Sustainability Performance Data	76-87	-	-
		GRI Guideline Reference Table (G3.1, A+)	90-93	-	-
24	The COP is independently verified by a credible third-party	Assurance Statement by ERM, and pwc	94-95	-	-
		Independent Auditor's Report by KPMG	-	98-99	-