

NOTIFICATION OF THE STOCK EXCHANGE OF THAILAND

Re: Members are Bound to Have Client Effectuate Their Trading Transactions through the Cash Balance Account, 2008

By virtue of Clause 3/1 of the Regulations of the Stock Exchange of Thailand Re: Measures in case of Abnormality in the Trading Securities on the Exchange 2001 dated August 29, 2001, as amended by the Regulations of the Stock Exchange of Thailand Re: Measures in case of Abnormality in the Trading Securities on the Exchange (No.2) 2008 dated May 21, 2008, the Stock Exchange of Thailand hereby issues the following regulations:

1. This Notification shall come into force on July 1, 2008. **Effective date**

2. In this Notification: **Definitions**

“Securities with trading transactions causing a false market” mean securities which have been entered on the turnover list, as announced by the Office of the Securities and Exchange Commission and which are of the following nature:

(1) In the case of ordinary share:

(a) Its average trading value per day on a weekly basis is not less than Baht 100 Million;

(b) Its circulating trading rate is not less than 50 per cent; and

(c) Its price to earning ratio is not less than 50 times or the listed company in whose capital that ordinary share is has sustained operating loss, as the case may be.

(2) In the case of warrant on ordinary share:

(a) Its average trading value per day on a weekly basis is not less than Baht 100 Million;

(b) Its circulating trading rate is not less than 100 per cent; and

(c) Its per cent premium rate is not less than 20 per cent.

Calculations of the average trading value per day on a weekly basis, circulating trading rate, operating loss results, and the per cent premium rate must be in accordance

with the rules, conditions and procedures prescribed by the Office of the Securities and Exchange Commission.

3. The Exchange will announce that certain securities have their trading transactions on the exchange cause a false market, so doing on the day when the Office of the Securities and Exchange Commission has announced an entry of those securities on the turnover list.

Notification of securities with trading transactions causing a false market

4. The member is bound to have its client begin to effectuate their trading transactions through the cash balance account on the date following the day when the Office of the Securities and Exchange Commission has announced an entry of those securities on the turnover list under Clause 3. Providing that the trading transactions shall be effectuated through the such account for not less than three successive periods of time.

Trading transactions effectuated through cash balance account

The time period under the first paragraph means time period for which the Office of the Securities and Exchange Commission makes calculations and announcement concerning an entry of certain securities on the turnover list.

If the time period under the first paragraph has expired, and if those securities still have the nature of causing a false market, the member shall see to it that its client continue to effectuate their trading transactions through the cash balance account until those securities do not have the nature of causing a false market.

Notified on the 21st day of May 2008.

(Signed) Patareeya Benjapolchai

(Ms. Patareeya Benjapolchai)
President

Rationale for this issuance: It is expedient for the Exchange to improve the basis for supervising the securities trading transactions on the exchange to suit the trading conditions, and this is to reduce the risk of investors and the overall trading system, so this notification is hereby issued.