

## NOTIFICATION OF THE STOCK EXCHANGE OF THAILAND

### Re : Trading of Derivative Warrants (No.1), 1999

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Whereas it is deemed appropriate to prescribe the rules for trading of derivative warrants to underlie the trading system as provided by the Exchange in accordance with Clause 2, 3, 11, 12, 20 and 28 of the Regulations of the Stock Exchange of Thailand Re: Regulations relating to Trading Clearing and Settlement of Listed Securities (No.1), 1999 dated April 19, 1999.

The Stock Exchange of Thailand hereby issues the following regulations:

1. This Notification shall come into force on the 4th day of May 1999.
2. In this Notification:

“derivative warrants” means derivative warrants to purchase or sell shares, or derivative warrants to receive payment based on the share price, or index warrants.

“derivative warrants to purchase or sell shares” means derivative warrants which give the right to the holder to purchase or sell underlying shares at the time or during prescribed period.

“derivative warrants to receive payment based on the share price” means derivative warrants that give the right to holders to receive payment or other remuneration calculated in monetary terms according to the difference between the price of the underlying shares at the time or during the period prescribed and the price provided in the derivative warrants.

“index warrants” means derivative warrants that give the right to holder to receive payment or other remuneration calculated in monetary terms whereby such right is calculated from the difference between the securities index at the time or during the period prescribed and the securities index provided in the derivative warrants.

“underlying shares” means shares in relation to the rights pertaining to derivative warrants to purchase or sell shares or derivative warrants to receive payment based on the share price.

“securities index” means the index of securities groups qualified to be traded on the Exchange according to the securities groups specified by the Exchange.

“index multiplier” means a figure specified by the company issuing the index warrants to be used as a base in calculating the trading volume for the exercise of the index warrants.

## Chapter 1

### Trading of Derivative Warrants

3. Trading of derivative warrants shall be traded on the main board, the odd lot board, or big lot board.

4. Trading of derivative warrants on the main board shall be made in the same way as trading of derivative warrants to purchase shares which have a term of more than 2 months but no more than 10 years counting from issuing date and derivative warrants to purchase shares with a term of less than 2 months counting from the issuing date, in accordance with the Notification of the Stock Exchange of Thailand governing trading on the main board, except on the rules that the spread of trading of index warrants must not exceed 2 decimal points and must not be less than 0.01 Baht.

Trading of derivative warrants on the odd lot board shall be made in the same way as trading of derivative warrants to purchase shares which have a term of more than 2 months but no more than 10 years counting from the issuing date and derivative warrants to purchase shares with a term of less than 2 months from the issuing date in accordance with the Notification of the Stock Exchange of Thailand governing trading on the odd lot board, except on the rules that the spread of trading of index warrants must not exceed 2 decimal points and must not be less than 0.01 Baht.

Trading of derivative warrants on the big lot board shall be made in the same way as trading of derivative warrants for purchase of shares which have a term of more than 2 months but no more than 10 years counting from the issuing date and the derivative warrants to purchase shares with a term of less than 2 months counting from the issuing date in accordance with the Notification of the Stock Exchange of Thailand governing trade on the big lot board.

## Chapter 2

### Trading for the Exercise of Rights under Derivative Warrants

\*4/1 Trading for the exercise of rights under derivative warrants in accordance with this chapter must be the trading of the derivative warrants with partial collateral or without collateral.

(\*Added May 19, 2009)

5. Trading for the exercise of rights under derivative warrants shall be carried out by a member recording the bid and offer for the exercise of rights into the trading system provided by the Exchange.

6. The record of a bid and offer for the exercise of rights of a member who acts as agent to the holder shall be entered into the trading system on the day prescribed for such exercise within 30 minutes prior to the opening of daily trading for the first session and shall require the following particulars:

- (1) Name of the derivative warrants to be exercised
- (2) Trading volume for the exercise of rights

- (3) Letter E
- (4) Type of the person exercising the rights
- (5) Number of the order of trading for the exercise of rights
- (6) Identification number of the member
- (7) Identification number of the authorized officer
- \*(8) Client ID;
- \*\***(9)** Other particulars as stipulated by the Exchange.  
(\*Amended November 18, 2008)  
(\*\*Added November 18, 2008)

**7.** The record of a bid and offer for the exercise of rights specifying the letter E shall be the bid and offer at the exercise price which has been entered into the trading system by the member acting as agent for the company issuing derivative warrants.

**8.** A member shall specify the type of the person exercising the rights under Clause 6 by using the same letter as the type of trader.

**9.** The record of a bid and offer for the exercise of rights by a member acting as agent for the company issuing derivative warrants into the trading system shall be made within the period and have the particulars as prescribed by the Exchange.

**10.** The record of a bid and offer for the exercise of rights under derivative warrants shall be effective on the member entering the record, with the exception of a change or cancellation of such record as provided under Clause 11 and 12.

**11.** A member may change or cancel the record of a bid and offer for the exercise of rights under derivative warrants in the following cases:

(1) A customer exercising the right under the derivative warrants notifies to change or cancel the bid and offer order for such exercise of rights; or

(2) A member incorrectly records a bid or an offer for the exercise of rights under derivative warrants pursuant to the order.

**12.** The change or cancellation of a bid and offer under Clause 11 shall be made through trading system by the authorized officer on the day prescribed for the exercise of rights 30 minutes prior to the opening of daily trading for the first session, except in the case of a change or cancellation of a bid and offer for the exercise of right which was made inconsistently with the order received by the member acting as agent for the company issuing the derivative warrants, and shall be made within the normal business hours for trading on the prescribed date for the exercise of rights.

**13.** Trading for the exercise of rights under derivative warrants shall be effective when the bids and offers for the exercise of rights are able to be matched by the trading system.

**14.** The calculation of the trading volume for the exercise of rights that the member must pay shall be done in the following:

(1) Trading for the exercise of rights under derivative warrants to purchase or sell shares shall be calculated from the price of the underlying shares prescribed in the derivative warrants multiplied by the trading volume of the underlying shares.

(2) Trading for the exercise of rights under derivative warrants to receive payment based on the share price shall be calculated from the difference between the price of the underlying shares at the time or during the period prescribed and the price of the underlying shares provided in the derivative warrants multiplied by the number of underlying shares determined from the trading volume of the derivative warrants.

(3) Trading for the exercise of rights under the index warrants shall be calculated from the price determined from the difference between the Securities Index at the time or during the period prescribed and the Securities Index provided on the derivative warrants multiplied by the Securities Index and the trading volume of such index warrants.

### **Chapter 3**

#### **Transitional Provision**

**15.** In the period that the Exchange has not provided a trading system for the members to enter the bids and offers for exercise of rights under Clause 9, such members shall send a report of bids and offers for the exercise of rights to the Exchange by facsimile in the form prescribed by the Exchange within 16.00 p.m. on the day prescribed for the exercise of rights and the Exchange shall enter such bids and offers for the exercise of rights on behalf of the members.

The Exchange shall send the details regarding trading for the exercise of rights to the authorized persons appointed by the members according to the form as prescribed by the Exchange.

A member shall be bound by the bid and offer for the exercise of rights that the Exchange has recorded on behalf of the member according to the first paragraph.

Notified on this the 4th day of May 1999.

(Signed) Singh Tangtatswas

(Mr. Singh Tangtatswas)  
President