



# THE **SET** Newsletter



**R**ayong Refinery PCL (RRC), a leading petroleum refiner and supplier of refined petroleum products, listed on The Stock Exchange of Thailand (SET) on June 5, 2006.

To keep pace with the rising global demand for oil, RRC is raising funds to further improve refinery efficiency, and expand its business. On June 5, the company joined the Energy & Utilities Sector, Resources Industry Group, bringing to 19 the number of companies in that group.

*Continued on page 6*



## SET seminar provides insights into derivatives and index futures

To provide insights into the derivatives market and index futures, The Stock Exchange of Thailand (SET) and Thailand Futures Exchange PCL (TFEX) invited guest speakers from UBS Investment Bank to address a seminar on July 7, 2006. The speakers included Mr. Laurent Combalot, Managing Director, Head of Institutional Sales-Equity Risk Management Products, UBS AG Hong Kong, and Dr. Kai-Hing Lum, Executive Director, Financial Markets Education, UBS AG Tokyo.

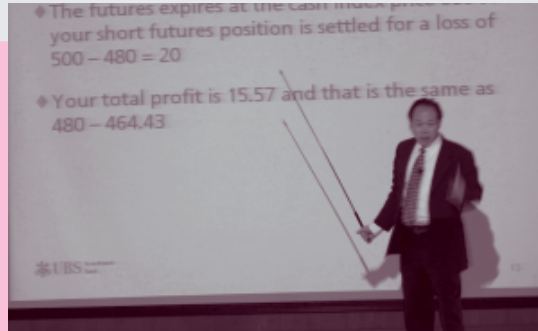
In an overview of the derivatives market, it was noted that active money management is concerned with risk-adjusted returns. As risk-management has become more important in investment management, derivatives have gained popularity. Since derivatives reduce portfolio volatility and provide returns by choosing stocks with less cyclical risk, a wide range of investors have been attracted to this market. In addition, derivatives increase the efficiency of the price discovery mechanism, thus benefiting the whole capital market, Mr. Combalot stated.

Dr. Kai-Hing Lum answered questions on the mechanisms of index futures in his presentation, "How does it work and how to make it work". Dr. Kai-Hing pointed out that understanding the dynamics of their valuation is fundamental to using index futures. Since arbitrage conditions form a strong relationship between the funds supporting the spot price and the futures' price, when a futures' price is either over- or undervalued, an arbitrageur can take risk-free profit. However, in the real world, futures prices may not follow arbitrage conditions perfectly, since futures reflect market expectations, and behave as a proxy to the spot price.

The major benefits of futures are their use as a hedging instrument and for investment management. Index futures may be incorporated into an equity



Mr. Laurent Combalot



Dr. Kai-Hing Lum

portfolio for many reasons, including to preserve capital, enhance return, improve Sharpe ratio or transfer and manage risk in a portfolio (beta measurement). Long and short arbitrage are also attractive strategies to pursue when mispricing between the futures price and the underlying index price occurs. Another benefit of index futures is to allow for the quick dissemination and implementation of market information and sentiment, Dr. Kai-Hing said.

To develop the futures market, the market structure must adapt by removing trading barriers and encouraging a diversity of participants, Dr. Kai-Hing concluded. ✍️

### Contents

**Cover Story:** RRC plans business expansion and joins the Thai capital market

2	SET seminar provides insights into derivatives and index futures	3	Thai bourse's 'SET Research' monitors global and local developments	3	Thai exchange establishes online trading platform for Japanese investors
4	New lists of securities for calculating the SET50 and SET100 indices	5	How globally competitive is the Thai petrochemical industry?	7	34 leading Singapore investors attend Thai economic forum
8	Thai exchange expands the size of the bond market	9	Thai bourse encourages increased corporate social responsibility	12	SET Activities

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## Thai bourse's 'SET Research' monitors global and local developments

The Stock Exchange of Thailand's (SET) Research and Information Division recently established a portal on the Exchange's website, [www.set.or.th](http://www.set.or.th), to keep users up-to-date with global and Thai market developments.

The section includes "In the Spotlight", and "Numbers of the Week", the former featuring news and articles about global market trends, while the latter explains significant statistical data.

Each fortnight, "In the Spotlight" focuses on a current topic. "Numbers of the Week" presents those up-to-date economic and financial statistics from Thai

and overseas markets, which are relevant to the Thai economy and stock market.

Included in 'SET Research' is 'SET Note', a periodical, providing in-depth analysis of issues concerning Thai corporations and the stock market. 'SET Research' also presents Thai market developments, market comparisons, and features from the Exchange's road shows (e.g., 'International Exchanges' Developments', 'Newsworthy' and 'Frequently Requested Statistics').

For further information (in Thai only), visit the website at [www.set.or.th/setresearch](http://www.set.or.th/setresearch)



## Thai exchange establishes online trading platform for Japanese investors

Japanese investors will be well-served in 2007 by "Japan Premium", a Japanese-language online trading platform established by United Securities PLC (United) and Settrade.com (SETTRADE).

United's innovative move, developing a Japanese website [www.unitedsec.com/jp](http://www.unitedsec.com/jp), is expected to expand the Thai market's foreign investor base, adding value to local investment, an especially important contribution, given Thailand's relatively low securities prices and P/E ratios.

The website will offer a new, easy and convenient option for Japanese who want to invest in Thai listed companies and the local market. It is expected that this new service will significantly increase the value of United's trade next year.

United, one of 26 firms in SETTRADE's online trading system, has been providing online trading since 2000, and currently has 1,100 participating accounts, putting it in 21<sup>st</sup> place among brokers in terms of trading value.

"Online investor numbers have risen by 50% — from 91,556 accounts at end-2005, to 136,977 accounts by end-June 2006. Online trading turnover was THB 500 billion (approx. USD 13 billion) in 2005, and THB 270 billion (approx. USD 7 billion) in H1/2006. The upsurge in interest in internet-based investment is due to ongoing promotions, marketing and educational programs," SETTRADE Vice-President of Marketing and Business Development Mr. Kirati Kosicharoen said.



Mr. Kirati Kosicharoen

Investor interest in SETTRADE has been spiked, not only by the ease and reliability of online trading, but also by the innovative value-added services offered, e.g., wireless trading via mobile phones and Pocket PCs. The system is very flexible, and can be customized to suit the needs of individual brokers.

"SETTRADE supports United's groundbreaking effort aimed at expanding their Japanese clientele, through the online trading system and the streaming investment information program, which will publish daily market and stock analyses, real-time stock quotations and other investment news in Japanese," Mr. Kirati added.

According to Board of Investment data, more than 32,000 Japanese were registered to work in Thailand in 2004, bringing with them investment of more than THB 150 billion (approx. USD 4 billion). To better service Japanese investors, United recently opened a new office comprised of Thai and Japanese analysts and customer service teams, together with Thailand's first locally-licensed Japanese marketing officer.

For more information on "Japan Premium", the Japanese-language website, please log on to [www.unitedsec.com/jp](http://www.unitedsec.com/jp). To establish new accounts please call 66-2259-8208, or e-mail [jp@unitedsec.com](mailto:jp@unitedsec.com).



## New lists of securities for calculating the SET50 and SET100 indices

The Stock Exchange of Thailand (SET) announced revised lists of securities to be included in calculating the SET50 and SET100 indices for H2/2006. There are three new securities added to the SET50 index calculation, and nine to the SET100.

### Securities considered or used in calculating the SET50 and the SET100 indices (for July 1 - December 31, 2006)

No.	Sector	Securities Name		No.	Sector	Securities Name		
<b>Industry Group: Agro &amp; Food Industry</b>								
1	Agribusiness	Charoen Pokphand Foods PCL	CPF	54	Energy & Utilities	Power Line Engineering PCL	PLE	
2		Sri Trang Agro-Industry PCL	STA	55		Quality Houses PCL	QH	
3	Food & Beverage	Khon Kaen Sugar Industry PCL	KSL	56		Rojana Industrial Park PCL	ROJANA	
4		Minor International PCL*	MINT	57		Sansiri PCL**	SIRI	
5		Thai Union Frozen Products PCL	TUF	58		Supalai PCL	SPALI	
<b>Industry Group: Financials</b>								
6	Banking	ACL Bank PCL	ACL	59		Sino-Thai Engineering And Construction PCL	STEC	
7		Bank of Ayudhya PCL	BAY	60		Ticon Industrial Connection PCL	TICON	
8		Bangkok Bank PCL	BBL	<b>Industry Group: Resources</b>				
9		Bankthai PCL	BT	61		Asian Insulators PCL	AI	
10		Kasikornbank PCL	KBANK	62	Banpu PCL	BANPU		
11		Kiatnakin Bank PCL	KK	63	Bangchak Petroleum PCL	BCP		
12		Krung Thai Bank PCL	KTB	64	Electricity Generating PCL	EGCOMP		
13		The Siam Commercial Bank PCL	SCB	65	Glow Energy PCL	GLOW		
14		Siam City Bank PCL	SCIB	66	Lanna Resources PCL	LANNA		
15		TISCO Bank PCL	TISCO	67	PTT PCL	PTT		
16	TMB Bank PCL	TMB	68	PTT Exploration And Production PCL	PTTEP			
17	Finance & Securities	Asia Plus Securities PCL	ASP	69	Ratchaburi Electricity Generating Holding PCL	RATCH		
18		Bangkok First Investment & Trust PCL	BFIT	70	Solartron PCL**	SOLAR		
19		Globex Holding Management PCL**	GBX	71	Thai Oil PCL	TOP		
20		Kim Eng Securities (Thailand) PCL	KEST	72	Mining	Padaeng Industry PCL**	PDI	
21		KGI Securities (Thailand) PCL	KGI	<b>Industry Group: Services</b>				
22		Krungthai Card PCL	KTC	73	Commerce	C.P. Seven Eleven PCL	CP7-11	
23		Phatra Securities PCL**	PHATRA	74	Home Product Center PCL	HMPRO		
24		Thanachart Capital PCL	TCAP	75	Loxley PCL	LOXLEY		
25	Seamico Securities PCL	ZMICO	76	Siam Makro PCL	MAKRO			
<b>Industry Group: Industrials</b>								
26	Automotive	Aapico Hitech PCL	AH	77	Robinson Department Store PCL	ROBINS		
27		Somboon Advance Technology PCL	SAT	78	Health Care Services	Bangkok Dusit Medical Services PCL	BGH	
28		Yarnapund PCL	YNP	79	Bumrungrad Hospital PCL	BH		
29	Packaging	Polyplex (Thailand) PCL	PTL	80	Media & Publishing	BEC World PCL	BEC	
30	Petrochemicals & Chemicals	The Aromatics (Thailand) PCL	ATC	81	ITV PCL	ITV		
31		Indorama Polymers PCL**	IRP	82	Major Cineplex Group PCL**	MAJOR		
32		PTT Chemical PCL	PTTCH	83	MCOT PCL	MCOT		
33		Thai Plastic and Chemicals PCL	TPC	84	Transportation & Logistics	Airports of Thailand PCL	AOT	
<b>Industry Group: Property &amp; Construction</b>								
34	Construction	Thainox Stainless PCL	INOX	85	Bangkok Expressway PCL	BECL		
35		Materials	Millennium Steel PCL	MS	86	Precious Shipping PCL	PSL	
36	Nakornthai Strip Mill PCL	NSM	87	Regional Container Lines PCL	RCL			
37	Siam Cement PCL	SCC	88	Thai Airways International PCL	THAI			
38	Siam City Cement PCL	SCCC	89	Thoresen Thai Agencies PCL	TTA			
39	Singha Paratech PCL	SINGHA	<b>Industry Group: Technology</b>					
40	Sahaviriya Steel Industries PCL	SSI	90	Communication	Advanced Info Service PCL	ADVANC		
41	TPI Polene PCL	TPIPL	91	Jasmine International PCL	JAS			
42	Vanachai Group PCL	VNG	92	Samart Corporation PCL	SAMART			
43	Property Development	Amata Corporation PCL*	AMATA	93	Samart Telcoms PCL**	SAMTEL		
44		Asian Property Development PCL	AP	94	Shin Satellite PCL	SATTEL		
45		Bangkok Land PCL	BLAND	95	Samart I-Mobile PCL	SIM		
46		Ch. Karnchang PCL	CK	96	True Corporation PCL	TRUE		
47		Central Pattana PCL	CPN	97	TT&T PCL	TT&T		
48		Hemaraj Land And Development PCL	HEMRAJ	98	Electronic Components	Cal-Comp Electronics (Thailand) PCL*	CCET	
49		Italian-Thai Development PCL	ITD	99	Delta Electronics (Thailand) PCL	DELTA		
50		Land and Houses PCL	LH	100	Hana Microelectronics PCL	HANA		
51		L.P.N. Development PCL	LPN	<b>Replacement list for SET100 Index</b>				
52		Metrostar Property PCL**	METRO	1	Electrical Products & Computer	Mida Assets PCL	MIDA	
53		Natural Park PCL	N-PARK	2	Communication	CS Loxinfo PCL	CSL	
			3	Finance & Securities	UOB Kay Hian Securities (Thailand) PCL	UOBKH		
			4		Bualuang Securities PCL	BLS		
			5	Property Development	M.K. Real Estate Development PCL	MK		

Remarks :  Securities considered in calculating the SET50 Index  
 Replacement list for the SET50 Index

\* New securities added to the SET50 Index calculation for this period  
 \*\* New securities added to the SET100 Index calculation for this period

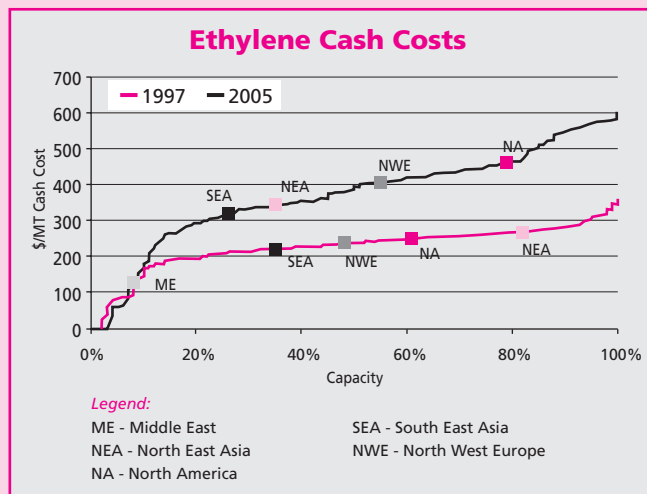
## How globally competitive is the Thai petrochemical industry?

Despite skyrocketing oil prices and geopolitical uncertainty, the outlook for Thailand's petrochemical industry remains positive for the near future, according to a senior advisor to the Petroleum Institute of Thailand (PTIT).

Khunying Thongtip Ratanarat, Senior Consultant / Advisor, PTIT, was optimistic about Thai petrochemical industry at the seminar: *"Thai Petrochemical Industry: Current Situation and Outlook"*. She pointed out that the critical drivers for sustainable growth of Thailand's petrochemical industry are:

- feedstock
- market
- policy & regulations
- human resources

The local petrochemical industry was based principally on natural gas production, which makes up 50% of total industry output. Consequently, the industry benefits from lower raw material costs, as gas is mainly sourced domestically, as opposed to imported naphtha and crude, she said.



Source: 2006 CMAI World Petrochemical Conference, 22-23 March 2006, Houston, Texas, U.S.A.

Thai petrochemical producers enjoyed the lowest costs in Southeast Asia, with only the Middle East having lower production costs. The recent increase in Iran's petrochemical capacity would not affect market prices because demand remains higher than supply, she stated.



Among the globally competitive strategies that Thai petrochemical producers needed to implement are: building a strong domestic market while expanding internationally; human resources development; domestic and international marketing; and reducing logistical and operational costs, she added.

Government must have lucid, judicious and fair policies and regulations that display a clear vision of the country's future energy requirements and usage. Furthermore, the government needs to draft a far-sighted resources policy, which provides the management



of our raw materials required to guarantee a sustainable gas-based, petrochemical industry.

Thai petrochemical producers are competent, and meet the new dimensions and standards of the global petrochemical industry. These dimensions include technology, new products and scale, such as PTT PLC's 1 million ton ethane cracker in Map Ta Phut, Rayong - a huge operation on a world scale, Khunying Thongtip declared.

Thai petrochemical giants are taking advantage of state-of-the-art technology to add value to their products. For example, Siam Cement PLC has been developing metathesis technology to produce propylene from ethylene and butane. In addition, new products, such as MEG, phenol, ACN, and ethoxylate & fatty alcohols, are being produced by several Thai petrochemical companies.

The seminar was co-hosted by The Stock Exchange of Thailand (SET) and Securities Analysts Association (SAA), on July 6, 2006 at the SET Building.

**R**ayong Refinery PCL (RRC) listed on The Stock Exchange of Thailand (SET) on June 5. The company provides a range of high-quality refined petroleum products, including light products (LPG, light naphtha, propylene, reformate and gasoline), middle distillates (jet fuel and diesel) and heavy products (fuel oil and bitumen), and can produce 145,000 barrels per day.

RRC joins the Energy & Utilities Sector, Resources Industry Group, using "RRC" as its trading symbol. The firm has partially funded the construction and upgrading of its own complexes, to be connected to the Aromatic Complex II of The Aromatics (Thailand) PCL (ATC).

*"As a leading Thai petroleum refiner and producer, RRC is one of the most modern and energy-efficient operations nationally, and in the Asia-Pacific. RRC uses an advanced, complicated, yet flexible, refining process, and has access to the high-quality, low-cost crude oil needed to produce a diverse range of highly*



*sought after, refined petroleum products. The company operates a large, modern refinery, the equal of most in the Asia-Pacific in terms of energy efficiency. We can refine the equivalent of 15% of total Thai domestic oil production,"* said RRC President Mr. Chainoi Puankosoom.

### Raising funds to keep pace with rising global demand

To meet the rising global demand for oil, the firm will use the funds raised to further improve refinery efficiency, and expand its business through a joint venture with ATC, with whom they appear to have the required synergies. The three facilities, Aromatic Complex II, Reforming Complex and Upgrading Complex, will start commercial operations in Q3/2008, expanding RRC's production capacity to 210,000 barrels a day. It is expected that the company will invest around USD 522 million in the project.

## Rayong Refinery PCL (RRC)



**Mr. Chainoi Puankosoom**  
President

RRC maintains the highest levels of quality, safety, occupational health and environmental standards, receiving a number of international standards certifications, including ISO 9001:2000, ISO 14001, OHSAS 18001 and ISO/IEC 17025. Furthermore, the company intends to upgrade to meet EURO IV—a new international environmental benchmark, soon to be in effect.

### RCC's financial summary (THB million)

	Q1/2006	Q1/2005	2005
Revenue from sales and services	44,499	32,857	142,766
Net profit*	2,337	1,632	6,568

\* Excluding gains from debt restructuring

The firm has THB 27.95 billion (approx. USD 725.82 million) in paid-up capital, made up of 2.275 million ordinary shares, and 520 million shares in capital increase, all with a par value of THB 1.00. RRC's initial public offering (IPO) consisted of RRC's 520 million shares, plus PTT PCL's 877.50 million shares, a total of 1,397.5 million shares. The offer was available to retail investors on May 18 - 19, and to institutions on May 26, 29, and 30, at THB 18.00 per share. Finansa Securities Co., Ltd. and Phatra Securities PCL are the financial co-advisors. As well as the shares making up the IPO, there are a further 113.289 million shares (8.11% of IPO shares), allocated under the "green shoe option" to maximize price stability.

Following the IPO, RRC's principal shareholder is PTT PCL, with 49.99% of the company's paid-up capital. RRC's dividend payment policy is to pay no less than 30% of net profits after reserves.

For more information on Rayong Refinery PCL, please visit its website at [www.rrc.co.th](http://www.rrc.co.th), or the SETTRADE.Com website at [www.settrade.com](http://www.settrade.com), or the SET website at [www.set.or.th](http://www.set.or.th).

## 34 leading Singapore investors attend Thai economic forum

A delegation of the Thai government and private sector attended the “Thai Equity 2006: Investor Forum”, a special meeting involving leading Singaporean investors, representatives of the Ministry of Finance, The Stock Exchange of Thailand (SET) and leading listed companies, held in Singapore during July 13-14, 2006. Dr. Thanong Bidaya, Minister of Finance, who led the delegation, discussed political and economic developments and opportunities for businesses in Thailand.

*“The Thai economy remains strong, demonstrating sound fundamentals, with the gross domestic product (GDP) rising during the first half of this year at 5.5%. This was a 6% growth in the first quarter of 2006, and a 5% growth during the second. During the second half of the year, there may be some slowdown in economic growth, due to the strengthening Thai baht, which is starting to affect exports. Meanwhile, high oil prices have also depressed public consumption,”* Dr. Thanong said.



Concerning the ongoing political situation and investment, Dr. Thanong asserted that the country remains democratic, and occasional disruptions are normal for any democratic system, as occurs in many countries. While violence is not expected, there are conflicting opinions, but once the political heat is over, he believes that the Thai economy will be stronger, and there will be a general election this year.

*“This road show is aimed at creating better understanding and presenting hard information to investors. Despite some outflows, net foreign investment figures remain strongly positive, displaying an optimistic view of Thailand. Furthermore, the overall performance of listed companies, especially the banking sector, which continues to post significant profits, remains good,”* he added.

Inviting large listed companies to the Singapore road show has been successful, with 34 institutional

investors, such as mutual funds, Goldman Sachs Singapore, Government of Singapore Investment Corporation, HSBC Investment Holdings and UBS Global Asset Management (UK), showing a great deal of interest, and 141



**Dr. Thanong Bidaya**

face-to-face discussions occurring with listed companies. Sixty top executives attended these talks, while the international media has been covering events very closely, SET President Mrs. Patareeya Benjapolchai declared.

*“Most of the questions raised by foreign investors concerned the effects of political turmoil, rising oil prices, and overseas situations that impact on public companies. Most understand that SET remains attractive because of low securities prices and a P/E Ratio of 9, compared to 15 to 20 in other regional markets. From the beginning of this year, net foreign buys stand at almost THB 72 billion (approx. USD 1.88 billion), despite foreign investors’ concern about world events and the oil price. When our local political problems are resolved, we expect there’ll be more continued foreign investment,”* she reported.

Dr. Supavud Saicheua, Managing Director and Head of Research Group of Phatra Securities PCL, who was also the organizer of the road show, said that the Minister of Finance’s statement was the highlight of the event for him, because investors are looking for factual information on which to base their decisions. In the past, many countries would organize a road show only to give a positive spin. However, he said that when the situation is mixed, investors most need credible information. Then, all can accept the facts as they are, and credibly-informed investors are more likely to maintain long-term confidence in a visiting country’s economic future.

*“The 34 funds that attended represent more than 50% of foreign investment in the Thai stock market. Among the 10 Thai listed firms, those that received the most interest, were Airport Authority of Thailand PCL, and Asian Property Development PCL, who hosted up to 18 discussions with investors,”* Dr. Supavud added.

Other listed companies that attracted investor interest at the road show were Prueksa Real Estate PCL, Krung Thai Bank PCL, Electricity Generating PCL, Mcot PCL, PTT PCL, Bangkok Bank PCL, Thai Airways International PCL and Thai Military Bank PCL, all of which averaged 10 discussion rounds. 📝



## Thai exchange expands the size of the bond market

Thailand's Bond Electronic Exchange (BEX) has become increasingly active following the launch of its electronic real-time trading system, Fixed Income and Related Securities Trading System (Firsts), and aims to capture 30% of domestic trading by end-2008. To achieve that target, it will promote private sector bond issues, and continue to boost the retail investor base through frequent educational activities.

BEX will encourage the private sector to raise funds by issuing bonds, aiming to reach 80% of GDP within the next five years, as proposed in the 2<sup>nd</sup> Thai Capital Market Master Plan.

### Trading on BEX boosted by real-time trading system

The arrival of Firsts on March 1, 2006, has made trading easier, and volumes have risen steadily, to THB 16,302.09 million (USD 425.09 million) in H1/2006. BEX

### BEX gears up to spread financial understanding and bond investment

As part of its nationwide campaign, BEX continues to raise people's financial consciousness, and boost investment in fixed income instruments, through numerous educational activities.

With Bank of Thailand (BOT) and Thai Bankers' Association (TBA), BEX held an educational fair, "Bonds for the People #1: Secure Saving, Gain from Investing" on July 8, 2006, in Phuket. Activities included a simulation workshop on portfolio management, and exhibition booths featuring BEX member commercial banks and securities companies. Among the highlights of the fair were seminars on the Thai bond market, investing in government and other bonds, and the value of bonds in a climate of rising interest rates.

The Phuket event was very successful and received a lot of attention from local investors and the



BEX Competition 2006



BEX road show in Phuket

has twenty-one dealers participating, consisting of 13 commercial banks, and 8 securities companies, with a further 16 institutional investors (13 mutual funds, 2 insurance companies and the Government Pension Fund) also involved.

In H1/2006, newly-listed bond issues totaled THB 2.57 trillion (USD 67.01 billion), of which THB 2.51 trillion were government bonds, and THB 64.6 billion were private sector issues.

The value of outstanding bonds on BEX by end-Q2/2006, rose by 271% to THB 2.86 trillion (USD 74.58 billion)—due to a sharp increase in bond listings by government and the corporate sector. Currently, BEX listed bonds account for 79.33% of Thailand's total fixed income instruments.

For more information regarding investment through BEX, please visit its website at [www.bex.or.th](http://www.bex.or.th) or contact SET Call Center 66 2229 2222.

general public. Further road shows are planned for Chiang Mai, Khon Kaen, and Chonburi.

In addition, the "BEX Competition 2006: Finding Bond Wizards" aims to educate university students in fixed income instruments and asset management. 72 teams from 26 Thai universities have been involved in the contest, which runs from July 5 - September 3, 2006. Through the competition, students are learning about bonds, personal financial planning and portfolio management, and developing their financial skills, knowledge, and analytical reasoning, as well as having the chance to win prizes totaling THB 300,000.

Also, the Bond Trading Simulation program is important, as it will enable investors, students and the general public to experience bond trading. This project will be launched this November. ✍



## Thai bourse encourages increased corporate social responsibility

Corporate Social Responsibility (CSR) is not only socially responsible, but commercially important. This was the message from the seminar co-hosted by The Stock Exchange of Thailand (SET), Thai Research Fund (TRF), Thaipat Institute, and Krungthep Turakij Newspaper on June 23, 2006. All SET-listed companies were invited to attend the event, which promoted the adoption of meaningful CSR programs.

*“Research on the relationship between such programs and organizational benefits demonstrates that efficient CSR design and realization helps the company, both objectively and subjectively. Gains include higher market share, reduced operational costs, increased accessibility to funding, greater employee loyalty, a positive corporate image and brand acceptance. Thus, incorporating CSR programs into business practice*



*“CSR is an integral part of good corporate governance (CG), and is a natural complement to ethical business practice. This year, CG center will provide training and advice on CSR, and draft a social and environmental policy to assist listed companies. In addition, this year’s SET Awards will include a prize for the best CSR program.*

*Socially concerned business is important in many ways. Genuine CSR builds relationships and reduces business risk. It increases confidence in the local capital market, especially among foreign investors who, these days, are more concerned about CG and CSR when making investment decisions,”* SET’s Capital Market Opportunity Center Chairman Ms. Sopawadee Lertmanaschai stated.


Many firms see a CSR program as an additional cost, believing that it does not contribute to profitability. CSR is then dependent on the company’s bottom-line. TRF provides scholarships to develop and research CSR, to enable businesses to integrate the concept into their management practice, and become committed to genuine CSR programs, Assistant Director of Thai Research Fund (TRF) Assoc. Prof. Suchata Chinajitr said.

*assists an organization to not only outperform and excel, but also to achieve sustainable business growth,”* Assoc. Prof. Suchata stated.

There is more to a CSR program than making donations to charity. Thaipat Institute, being concerned with economic self-sufficiency and corporate social responsibility, is keen to spread the concept of CSR, Thaipat Institute Director Mr. Pipat Yodpreutikarn said.

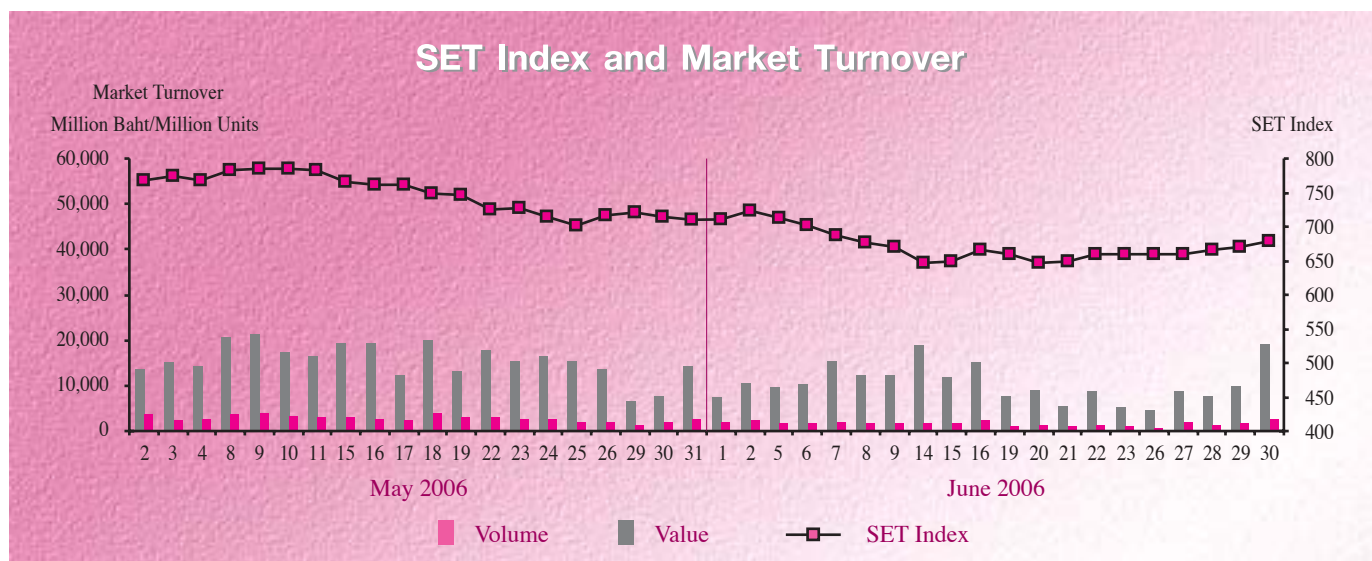
*“Promoting CSR in business entails thinking like children, performing like youngsters, and speaking like adults. It requires creativity, sincerity, determination and power. Internal and external communication must be clear and unambiguous, because only when staff and customers understand the concept, can the company benefit,”* Mr. Pipat added.

Guest speakers at the seminar were from top management of Panasonic Electric Works (Thailand) PCL, Nestle (Thailand) PCL, and Amarin Printing & Publishing PCL. These companies have all completed phase I of Thaipat Institute’s CSR program.

For more information regarding CSR program and CG, please contact SET’s CG center on 66 2229 2603-4, or SET Call Center on 66 2229 2222. 

## Change in Name of Brokerage Firm

Date	Before Changing	Symbol	After Changing	Symbol
05/07/2006	Thanachart Securities PCL	NATSEC	Thanachart Securities PCL	TNS



## The Stock Price Indices in June 2006

Index	High (Date)	Low (Date)	Close	
			June 2006	Compared with May 2006 (%)
SET	722.61 (2)	646.69 (14)	678.13	↓ 4.41%
SET50	502.47 (2)	444.27 (14)	471.54	↓ 4.26%
SET100*	1,095.96 (2)	970.71 (14)	1,026.28	↓ 4.49%
mai	164.42 (2)	155.52 (28)	155.73	↓ 4.25%

\* The SET100 Index was launched on May 3, 2005.

## Stock Market Turnover in June 2006

	Volume (Million Shares)				Value (Million Baht)				
	June 2006		Compared with May 2006 (%)		June 2006		Compared with May 2006 (%)		
	SET	mai	SET	mai	SET	mai	SET	mai	
Total	31,861.07	143.12	↓ 41.16%	↓ 79.07%	Total	208,974.18	277.56	↓ 32.15%	↓ 98.20%
Daily Average	1,593.05	7.16	↓ 41.16%	↓ 79.05%	Daily Average	10,448.71	13.88	↑ 378.68%	↓ 87.28%

## Statistics of Listed Debentures in June 2006

Issues	Total Outstanding Value (Million Baht)	Total Turnover	
		Value (Units)	Value (Million Baht)
576	2,875,550.02	49,400	47.88

## Transactions by Type of Investors\*

Unit : Million Baht

Type of Investors	May 2006				June 2006			
	Buy	%	Sell	%	Buy	%	Sell	%
Foreigners (corporate & individual)	94,026.38	30.31	128,411.74	41.40	77,716.92	37.14	90,765.10	43.38
Local Institutions**	48,531.34	15.65	35,800.33	11.54	33,423.02	15.97	25,718.77	12.29
Local Investors	167,626.41	54.04	145,972.06	47.06	98,111.81	46.89	92,767.88	44.33
<b>Total</b>	<b>310,184.13</b>	<b>100.00</b>	<b>310,184.13</b>	<b>100.00</b>	<b>209,251.75</b>	<b>100.00</b>	<b>209,251.75</b>	<b>100.00</b>

\* Including securities companies, mutual funds, banks, finance firms, insurance companies, juridical entities and provident funds

\*\* Including transactions of mai

## Top Ten Securities with Highest Market Value in June 2006

Rank	Securities		Market Value	
			Million Baht	% of Total
1	PTT	PTT	632,177	13.17
2	PTT Exploration and Production	PTTEP	347,161	7.23
3	Advanced Info Service	ADVANC	265,635	5.53
4	The Siam Cement	SCC	256,800	5.35
5	Bangkok Bank	BBL	194,701	4.06
6	Kasikornbank	KBANK	140,513	2.93
7	Thai Petrochemical Industry	TPI	134,550	2.80
8	Thai Oil	TOP	129,541	2.70
9	Krung Thai Bank	KTB	112,915	2.35
10	The Siam Commercial Bank	SCB	108,692	2.26
<b>Total</b>			<b>2,322,685</b>	<b>48.38</b>

## Top Ten Most Actively Traded Securities (Main Board) in June 2006

Rank	Securities		Number of Securities	Turnover Value	
				Million Baht	% of Total
1	PTT	PTT	70,213,155	15,469.63	8.21
2	Rayong Refinery	RRC	778,244,019	14,297.36	7.59
3	PTT Exploration and Production	PTTEP	116,966,788	12,136.39	6.44
4	Bangkok Bank	BBL	92,806,606	9,251.61	4.91
5	The Siam Commercial Bank	SCB	141,681,285	7,714.39	4.09
6	Thai Oil	TOP	124,577,599	7,561.95	4.01
7	Kasikornbank	KBANK	124,528,300	7,121.24	3.78
8	Advanced Info Service	ADVANC	77,248,853	6,764.79	3.59
9	The Siam Cement	SCC	30,884,972	6,406.10	3.40
10	Thai Petrochemical Industry	TPI	841,044,634	5,866.65	3.11
<b>Total</b>			<b>2,398,196,211</b>	<b>92,590.11</b>	<b>49.13</b>

\* Excluding transactions on Foreign Board and mai

## Top Ten Most Actively Traded Securities (Foreign Board) in June 2006

Rank	Securities		Number of Securities	Turnover Value	
				Million Baht	% of Total
1	Bangkok Bank	BBL-F	82,841,662	8,460.79	41.10
2	Kasikornbank	KBANK-F	111,872,999	6,495.40	31.55
3	The Siam Cement	SCC-F	10,521,119	2,338.16	11.36
4	Bank of Ayudhya	BAY-F	43,443,700	749.23	3.64
5	Land and Houses	LH-F	103,464,800	725.63	3.52
6	Advanced Info Service	ADVANC-F	7,514,200	644.47	3.13
7	Electricity Generation	EGCOMP-F	2,905,000	218.94	1.06
8	Siam City Bank	SCIB-F	11,033,800	205.16	1.00
9	Thai Union Frozen Products	TUF-F	4,720,900	120.77	0.59
10	Kiatnakin Bank	KK-F	3,969,100	115.96	0.56
<b>Total</b>			<b>382,287,280</b>	<b>20,074.51</b>	<b>97.52</b>

\* Excluding transactions of mai

## Top Ten Outstanding Non-Voting Depository Receipts (NVDRs) in June 2006

Rank	Securities	Number of NVDRs	% of Paid-up Capital	
1	Jasmine International	JAS-W	50,508,220	56.28
2	Raimon Land	RAIMON-W	422,159,597	54.53
3	Golden Land Property Development	GOLD	217,980,572	34.60
4	Tisco Finance	TISCO	165,917,537	30.66
5	L.P.N. Development	LPN	371,981,113	25.21
6	Univertures	UV	126,832,849	23.92
7	Supalai	SPALI-W3	34,404,306	23.65
8	Land and Houses	LH	1,964,783,705	23.38
9	Aapico Hitech	AH	55,866,301	23.28
10	Pranda Jewellery	PRANDA	70,339,000	22.69

## Market data of TFEX\*

Transaction Summary	April 2006	May 2006	June 2006	April - June 2006
Total Volume (Contracts)	161	4,565	8,996	13,722
Daily Average Volume (Contracts)	161	228.25	449.80	334.68
Total Value (Million Baht)	86.47	2,368.56	4,134.05	6,589.08
Daily Average Value (Million Baht)	86.47	118.43	206.70	160.71
Month-end Open Interest (Contracts)	102	1,109	1,907	1,907

Market Summary: SET50 Index Futures					
Symbol	Contract Month	Open	High	Low	Settle
S50M06	Jun-06	493.00	498.50	439.60	466.06
S50U06	Sep-06	492.10	498.90	440.10	468.80
S50Z06	Dec-06	498.00	500.00	445.00	469.60
S50H07	Mar-07	-	-	-	467.70
S50M07	Jun-07	475.00	475.00	475.00	475.00

\* TFEX started its trading on April 28, 2006.



## LTFs and Retirement Mutual Funds (RMF)s feature at Thai Investors' Day



On July 1-2, the monthly **"Thai Investors' Day"** highlighted the benefits of investment in LTFs and RMFs. At the fair, several investment management firms presented promotions to attract funds, and a large number of visitors attended a variety of free seminars.

The event was co-hosted by SET, Thailand Securities Depository Co., Ltd. (TSD), Thai Investors' Association (TIA), the Federation of Thai Capital Market Organizations (FeTCO), and the "Put Your Money to Work through the Mutual Fund" Project.

To make a booking for seminars at the monthly event, please contact TIA on 66 2237 1992-3, or the SET Call Center on 66 2229 2222. ✍

## Thai exchange leads company visit to Suvarnabhumi Airport



As part of the **"mai company visit"** project, aimed at providing investors with first-hand information about mai-listed companies' operations, a group of investors, led by mai Vice-President Mr. Prapan Charoenprawatt and TIA President Mr. Wichai Poolworoluk, visited Suvarnabhumi Airport to see Interlink Communication PCL's operations. ✍

## Thai bourse to increase investors through the "Let's activate your LTF" campaign



The campaign, **"Let's Activate Your LTF"**, intended to increase the number of Thai Long-Term Equity Funds' (LTF) investors to 200,000 by end-2007, kicked off on June 26, 2006.

The project has a number of unique features, such as giving those who invest for three consecutive months during July 1 - December 31, 2006 an opportunity to participate in a monthly lucky draw, with 100 winners each time. The first draw will be on October 20, 2006, and continue for three months, with the prize being an amount equal to that of the third month of their LTF investment (to a limit of THB 10,000).

The campaign is a collaboration between The Stock Exchange of Thailand (SET), Securities and Exchange Commission (SEC), Revenue Department, and Association of Investment Management Companies (AIMC).

Attending the launch were SET Chairman Mr. Vijit Supinit, SEC Senior Assistant Secretary General, Mr. Pravej Ongartsittigul, Revenue Department Deputy Director-General Mr. Satit Rungkasiri, and SET President Mrs. Patareeya Benjapolchai. ✍

## Thai Money Channel road show in Udon Thani

SET, in conjunction with Udon Thani Chamber of Commerce and Federation of Udon Thani Industries, hosted the first **"Money Channel Road Show"**, to promote savings and investment through 'edutainment'.

This very successful event, on June 25, 2006, in the northeastern region's international trade hub, drew 2,000 investors and members of the general public from the province and surrounds. Over 20 organizations, including nine securities, three asset management and five listed companies, participated together with TIA, SET and its subsidiaries.

Children were treated to a mini-showcase of the "Ood-Eed" Pig, and the "Magic Piggy Bank", hand-puppets, drawing, painting and gifts, such as piggy-banks and storybooks, all with an appropriate personal savings message. Visitors also had a chance to win gold necklaces, satellite dishes and cash to invest in mutual funds, totaling more than THB 100,000.

The next road show will be held in November, 2006 in Songkhla province. ✍

