



THE SET Newsletter

UBIS

UBIS (Asia) raises funds
to expand its business horizons

To keep pace with the burgeoning consumer products industry in local and overseas markets, UBIS (Asia) PCL (UBIS), an integrated manufacturer of sealing compounds and coating lacquers, listed on Thailand's Market for Alternative Investment (mai) on May 9, 2007. The company plans to use the funds raised from the listing to further expand its business.

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Gold Property Fund lists on Thai Exchange

Gold Property Fund, under the management of Kasikom Asset Management Co., Ltd., became The Stock Exchange of Thailand (SET)'s second new listed property fund for 2007, bringing the total number of Thai listed property funds to 14.

Units from the Fund commenced trading on May 22, 2007 in the Property Development Sector, Property & Construction Group, using "GOLDPF" as their trading symbol.

The fund has THB 2.06 billion (approx. USD 59.51 million) in registered capital, comprised of 206 million investment units with a par value of THB 10.00 each. Kasikom Asset Management Co., Ltd., the fund manager, offered the investment units to the general public during April 18 - 26 at par.

GOLDPF is a closed-end specific property fund with an indefinite project life. Its policy is to invest in the Mayfair Marriott Executive Apartment Building, a five-star serviced apartment building with 162 rooms, owned by Golden Land (Mayfair) Co., Ltd. The fund will lease the 26-story complex with a five-level underground car park accommodating 175 cars, and a 156 sq.m. restaurant area. In addition, the fund will also purchase the required furniture and equipment from Golden Land (Mayfair) Co., Ltd.

The building is located in the heart of Bangkok, on Langsuan Road in Pathumwan district and has been operating commercially since 2003. Its current occupancy rate is around 82%.

The fund has received collateral from Golden Land (Mayfair)

Co., Ltd. to guarantee its rental revenues during its initial five years of operation. Consequently, unit holders are expected to gain an average return of approximately 7.40 - 7.50% during that period, which is relatively high when compared with current low interest rates for deposits.

The Fund has an option to purchase the apartment building from Golden Land (Mayfair) Co., Ltd. on the lease's completion at 30 or 60 years at THB 405 million (USD 11.70 million) or THB 984 million (USD 28.43 million), respectively.

GOLDPF has a policy to pay dividends to unit-holders not more than twice a year. After five years, if it generates net profits, the management company will pay no less than 90% of the fund's annual profits to unit-holders.

Currently Golden Land Property Development PCL (GOLD), which has a 99.99% stake in Golden Land (Mayfair) Co., Ltd., holds 33.00% of the total investment units of GOLDPF. GOLD will maintain at least 25.00% stake for one year after listing.



For more information on Gold Property Fund, please visit Kasikom Asset Management's website at www.kasikomasset.com, and SET's website at www.set.or.th.

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New lists of securities for calculating the SET50 and SET100 indices for H2/2007

The Stock Exchange of Thailand (SET) announced revised lists of securities to be included in calculating the SET50 and SET100 indices for H2/2007. Nine securities were added to the SET100 Index calculation, and one to the SET50.

Components Firms of the SET50 and SET100 Indices (July 1, 2007 – December 31, 2007)

Sector	Securities Name		Sector	Securities Name	
Industry Group: Agro & Food Industry			Industry Group: Resources		
Agribusiness	Charoen Pokphand Foods PCL	CPF	Property Development	Rojana Industrial Park PCL	ROJANA
	Sri Trang Agro-Industry PCL**	STA		SC Asset Corporation PCL	SC
Food & Beverage	Khon Kaen Sugar Industry PCL	KSL		Sansiri PCL	SIRI
	Minor International PCL	MINT		Supalai PCL	SPALI
	Thai Union Frozen Products PCL	TUF		Sino-Thai Engineering and Construction PCL	STEC
Industry Group: Consumer Products			Ticon Industrial Connection PCL	TICON	
Fashion	Saha-Union PCL**	SUC	Industry Group: Energy & Utilities		
Industry Group: Financials			Bangkok Aviation Fuel Services PCL	BAFS	
Banking	ACL Bank PCL	ACL	Banpu PCL	BANPU	
	Bank of Ayudhya PCL	BAY	Electricity Generating PCL	EGCO	
	Bangkok Bank PCL	BBL	Glow Energy PCL	GLOW	
	Kasikornbank PCL	KBANK	IRPC PCL	IRPC	
	Kiatnakin Bank PCL	KK	PTT PCL	PTT	
	Krung Thai Bank PCL	KTB	PTT Exploration and Production PCL	PTTEP	
	The Siam Commercial Bank PCL	SCB	Ratchaburi Electricity Generating Holding PCL	RATCH	
	Siam City Bank PCL	SCIB	Rayong Refinery PCL*/**	RRC	
	Tisco Bank PCL	TISCO	Thai Oil PCL	TOP	
	TMB Bank PCL	TMB	Mining	Padaeng Industry PCL	PDI
Finance & Securities	Adkinson Securities PCL	ASL	Industry Group: Services		
	Asia Plus Securities PCL	ASP	Commerce	C.P. Seven Eleven PCL	CP7-11
	Kim Eng Securities (Thailand) PCL	KEST		Home Product Center PCL	HMPRO
	KGI Securities (Thailand) PCL	KGI		Loxley PCL	LOXLEY
	Krungthai Card PCL	KTC		Siam Makro PCL	MAKRO
	Phatra Securities PCL	PHATRA		Robinson Department Store PCL	ROBINS
	Thanachart Capital PCL	TCAP	Health Care Services	Bangkok Dusit Medical Services PCL	BGH
Seamico Securities PCL**	ZMICO	Bumrungrad Hospital PCL		BH	
Industry Group: Industrials				Bangkok Chain Hospital PCL	KH
Automotive	Aapico Hitech PCL	AH	Media & Publishing	BEC World PCL	BEC
Industrial Materials & Machinery	Thai Stanley Electric PCL	STANLY		Major Cineplex Group PCL	MAJOR
	G Steel PCL	GSTEEL		MCOT PCL	MCOT
	Nakomthai Strip Mill PCL	NSM		RS PCL**	RS
Petrochemicals & Chemicals	Sahaviriya Steel Industries PCL	SSI	Tourism & Leisure	The Erawan Group PCL	ERAWAN
	The Aromatics (Thailand) PCL	ATC	Transportation & Logistics	Airports of Thailand PCL	AOT
	PTT Chemical PCL	PTTCH		Bangkok Expressway PCL	BECL
Thai Plastic and Chemicals PCL	TPC	Precious Shipping PCL		PSL	
Industry Group: Property & Construction				Regional Container Lines PCL	RCL
Construction Materials	Dynasty Ceramic PCL	DCC		Thai Airways International PCL	THAI
	The Siam Cement PCL	SCC		Thoresen Thai Agencies PCL	TTA
	Siam City Cement PCL	SCCC		Industry Group: Technology	
	Tipco Asphalt PCL**	TASCO	Electronic Components	Cal-Comp Electronics (Thailand) PCL	CCET
	TPI Polene PCL	TPIPL		Delta Electronics (Thailand) PCL	DELTA
Vanachai Group PCL	VNG	Information & Communication Technology	Hana Microelectronics PCL	HANA	
Property Development	Amata Corporation PCL		AMATA	Advanced Info Service PCL	ADVANC
	Asian Property Development PCL		AP	Forth Corporation PCL**	FORTH
	Bangkok Land PCL		BLAND	The International Engineering PCL**	IEC
	CH. Kamchang PCL		CK	Jasmine International PCL	JAS
	Central Pattana PCL		CPN	Samart Corporation PCL	SAMART
	Golden Land Property Development PCL		GOLD	Shin Satellite PCL	SATTEL
	Hemaraj Land and Development PCL		HEMRAJ	True Corporation PCL	TRUE
	Italian-Thai Development PCL		ITD	TT&T PCL	TT&T
	Land and Houses PCL		LH	TWZ Corporation PCL**	TWZ
	LP.N. Development PCL	LPN	Replacement list for SET100 Index		
	Natural Park PCL	N-PARK	Property Development	Property Perfect PCL	PF
	Power Line Engineering PCL	PLE	Home & Office Products	Raimon Land PCL	RAIMON
	Preuksa Real Estate PCL	PS	Property Development	Siam Steel International PCL	SIAM
Quality Houses PCL	QH	Finance & Securities	N.C. Housing PCL	NCH	
			Capital Nomura Securities PCL	CNS	

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

* New securities added in the SET50 Index
 ** New securities added in the SET100 Index

Thai listed companies record over THB 110 billion in profits for Q1/2007

Out of a total of 535 listed firms on The Stock Exchange of Thailand (SET) and Market for Alternative Investment (mai), 511 companies, including property funds, have submitted their financial statements for Q1/2007. During January 1 – March 31, total net profits for the 511 firms were THB 116.63 billion (approx. USD 3.28 billion) and total sales were THB 1.37 trillion (USD 38.50 billion). The three most profitable industry groups were Resources, Financials, and Property and Construction.

SET-listed companies post THB 1.36 trillion in sales

Among SET-listed companies, 468 out of 491 (including property funds) submitted their Q1/2007 financial statements. They posted THB 1.36 trillion in sales, up 5% year-on-year (y-o-y); they produced profits of THB 116.26 billion, down 21% y-o-y. Of these 468 firms, 361 companies posted profits, while the remaining 107 had net losses. The ratio of companies with net gains to those with losses is 77:23.

SET100 Index companies racked up THB 105.53 billion (USD 2.97 billion) in net profits, or 79% of the overall net profits of all listed firms. However, this figure represented a 14% y-o-y decrease. Total sales rose 7%, while the cost of sales grew 10%, and the gross margin rate narrowed to 21%.

SET50 Index firms earned THB 99.98 billion (USD 2.81 billion) in net profits, or 86% of the overall net profits of all listed companies. This represented a 12% decrease y-o-y. Total sales grew 7%, while the cost of sales rose 10%, and the gross margin rate declined to 21%.

The 455 listed firms in the eight industry groups (excluding companies in the non-compliance and non-performing groups) recorded increased sales in nearly every industry except in the technology and consumer products groups. These companies saw total net profits of THB 116.38 billion, which accounted 99.8% of the profit for all listed firms.

In descending order of net profitability, the industry groups are as follows:

- 1. Resources Industry Group** (comprising the energy & utilities and mining sectors): This group's combined net profit was THB 48.15 billion, a y-o-y increase of 0.5%. Sales grew 2% due to the rising price of finished oil products. However, cost of sales also increased, narrowing gross profit margins. The strengthening baht resulted in decreased exchange rate gains.
- 2. Financials Industry Group** (consisting of the banking, finance & securities, and insurance sectors): This industry group saw net profit of THB 23.28 billion, a 22% y-o-y decline, principally due to setting aside reserves for doubtful debts as required by Bank of Thailand (BOT).

Thirteen companies in the banking sector posted a total of THB 20.46 billion in net profit, down 22% y-o-y. The decline was mainly due to the banks' fulfilling the BOT and IAS39 standard requirement for increased reserves for doubtful debts.

Nineteen companies in the finance and securities sector (excluding hire-purchase and leasing companies) posted THB 938 million in profit, a 48% decrease y-o-y, to meet the new accounting standard in provisions for bad and doubtful debts similar to banks. The insurance sector saw total net profits of THB 1.06 billion, down 3% y-o-y.

- 3. Property and Construction Industry Group** (consisting of the property development and construction materials sector, plus property funds): This group saw a net profit of THB 16.98 billion, decreasing 6% y-o-y due to sluggishness of the industry. These companies were affected by the domestic economy as well as to slower expenditure for infrastructure projects.
- 4. Services Industry Group** (consisting of commerce, health care services, media & publishing, professional services, tourism & leisure, and transportation & logistics sectors): This group posted a combined net profit of THB 14.99 billion, down 27% from Q1/2006. The group had a 7% sales growth. The media and publishing sector saw 12% profit growth because BEC World PCL (BEC) had been increasing its advertising charges. Health care services had an 11% increase in profit as revenue from health services increased. The tourism and leisure sector posted 8% profit growth. Nevertheless, most companies in this group had higher costs of sales and lower exchange rate gains.
- 5. Industrials Industry Group** (consisting of automotive, industrial materials & machinery, packaging, paper & printing materials, and petrochemicals & chemicals sectors): These firms posted a combined net profit of THB 8.06 billion, a 25% jump from Q1/2006. The rise was due to a 25% increase in sales, while costs of sales grew at 13%. The group registered lower exchange rate gains.
- 6. Technology Industry Group** (consisting of the information & communication technology, and electronic components sectors): This group's combined net profits amounted to THB 2.69 billion, a drop of 80% y-o-y. However, the electronic components sector saw 45% profit growth as sales rose by 22% and the sector enjoyed gains from exchange rates.
- 7. Consumer Products Industry Group** (consisting of fashion, home & office products, and personal products & pharmaceuticals sectors): This group posted net profits of THB 1.35 billion, or a 36% drop from Q1/2006.
- 8. Agro and Food Industry Group** (consisting of food & beverage and agribusiness sectors): This group recorded THB 888 million in net profits, which was a 71% drop from the same period in 2006. These sectors were hit by declining domestic sales prices, deteriorating exports as the baht strengthened, and higher costs of raw materials.

The top five most profitable firms, in descending order, were PTT PCL (PTT), Siam Cement PCL (SCC), PTT

Exploration and Production PCL (PTTEP), Thai Oil PCL (TOP), and Bangkok Bank PCL (BBL).

mai-listed firms post sales growth of 15%

For mai-listed companies, 43 out of 44 firms submitted their Q1/2007 financial statements; the single remaining firm uses an accounting period different from the calendar year. These mai firms posted THB 379 million in net profits, a 5% increase, while their sales rose by 15%, to THB 8.61 billion. There were 35 companies with net profits, while the remaining eight companies had net losses; this works out to a ratio of 81:19. Six companies showed exceptional profit growth rates of over 100% y-o-y.

The top three companies with highest net profit growth are:

1. Sherwood Chemical (SWC) posted THB 18 million in profits in Q1/2007 compared to only THB 1 million in Q1/2006, hence marking a 1,576% spike y-o-y. The company posted THB 145 million in sales, or a 44% rise from THB 100 million in Q1/2006.
2. C.I. Group (CIG) posted THB 23 million in profits in Q1/2007 compared to THB 4 million in Q1/2006, or a

527% rise. The company posted THB 328 million in sales, a leap of 40% from THB 234 million in Q1/2006.

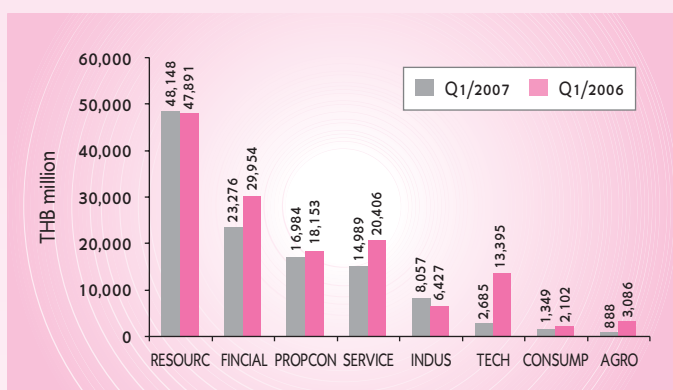
3. Star Sanitaryware (STAR) posted THB 6 million in profits in Q1/2007 compared to only THB 1 million in Q1/2006, or a 469% increase. Its y-o-y sales for the period went up 15% — from THB 49 million to THB 60 million.

The most profitable company was Unimit Engineering PCL (UEC), which posted THB 64 million in profit, a 55% y-o-y jump, and THB 357 million in sales. Second-ranking was Unique Mining Services PCL (UMS), which posted a profit of THB 58 million, a y-o-y increase of 84%, and THB 515 million in sales. The third most profitable company was Goldfine Manufacturers PCL (GFM), posting THB 38 million profit, a 56% increase over the same period in 2006. It had sales of THB 370 million.

Two mai-listed firms recorded more than 100% sales growth. They were Focus Engineering and Construction (FOCUS) and Unique Mining Services PCL (UMS) which posted, respectively, 131% and 112% in sales growth.

Additional information on listed companies' performance can be found at www.set.or.th and www.mai.or.th.

Net profits of the eight industry groups



Top five most profitable sectors (excluding financial institutions, companies in non-compliance and non-performing groups)

Sector	Net profits (THB million)		Growth (%)	Share of overall net profits of all listed firms	Share of industry's net profits
	Q1/2007	Q1/2006			
1. Energy & Utilities	47,864	47,458	1%	41%	99%
2. Construction Materials	11,013	12,316	(11)%	9%	65%
3. Transportation & Logistics	8,877	12,832	(31)%	8%	59%
4. Petrochemicals & Chemicals	5,918	5,830	2%	5%	73%
5. Property Development	3,315	5,504	(40)%	3%	20%

Top ten listed firms with largest net profits, sales, and assets

(excluding financial institutions, property funds, mai-listed firms, companies in non-compliance and non-performing groups)

Unit: THB million

Symbol		Net profits		Symbol		Sales		Symbol		Assets	
		Q1/2007	Q1/2006			Q1/2007	Q1/2006			Q1/2007	Q1/2006
1	PTT	22,581	23,723	PTT	298,279	270,254	PTT	799,860	751,453		
2	SCC	8,213	9,546	SCC	65,337	64,138	THAI	262,342	262,862		
3	PTTEP	6,771	7,839	TOP	64,428	64,859	SCC	247,038	226,264		
4	TOP	5,759	4,053	IRPC	50,550	51,590	PTTEP	172,428	157,813		
5	THAI	4,233	6,205	THAI	49,597	46,109	AOT	143,449	145,656		
6	ADVANC	3,984	5,290	RRC	35,364	44,553	TOP	139,467	125,200		
7	IRPC	3,524	2,764	CPF	29,077	27,443	ADVANC	137,742	134,301		
8	EGCO	2,538	2,070	CP7-11	27,015	24,755	IRPC	128,539	127,828		
9	ATC	2,524	349	ADVANC	23,498	24,688	PTTCH	124,380	123,094		
10	PTTCH	2,435	4,158	CCET	21,227	13,642	TRUE	121,501	122,170		
Total		62,562	65,997	Total	664,372	632,031	Total	2,276,746	2,176,641		
Share of overall net profits		69%	59%	Share of overall sales		54%	53%	Share of overall assets		45%	59%
Overall net profits		90,445	111,127	Overall sales		1,227,129	1,183,860	Overall assets		5,005,859	4,879,055

UBIS (Asia) PCL.



UBIS

Mr. Sawang Dhangwatnotai
Chairman



UBIS (Asia) PCL manufactures chemical products to seal compounds and can-coating lacquers for metal containers, such as food and beverage cans and food-container packaging, the latter including aluminum tubes. The products are entirely manufactured, researched, and developed with the company's own technology and formulas. About 70% of the company's revenue is derived from the domestic market. Sales in China contribute about 20% of revenue.

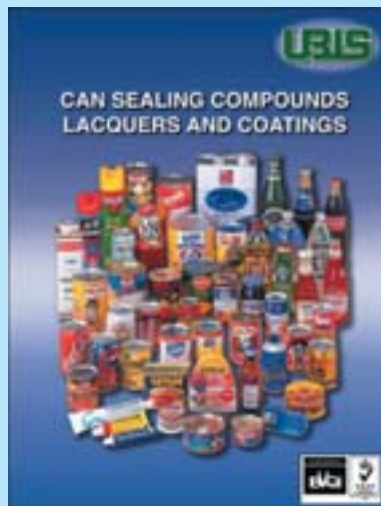
The unique characteristic of a sealing compound is the way it prevents contamination by not allowing any substance to penetrate through the seams and react with the product inside. The coating lacquers not only protect the can itself from exterior contamination; they also prevent any reaction between the can and the product inside. Sealing compounds and can-coating lacquers help prevent any change in the smell, color, and taste of the product inside.

The company produces:

1. Sealing compounds

- 1.1 Water-based compounds: These are particularly used with food containers. They have no harmful environmental effects and cause no pollution.
- 1.2 PVC Plastisol compounds: These are used in the lids of various packaging closures. The company supplies this product for use with both metal and non-metal containers, such as glass bottles.

2. Solvent-based lacquer coatings: These are used as internal and external can coatings.



In addition to producing sealing compounds and can-coating lacquers, the company is also the sole distributor of the following two imported products:

1. A lubricant used in can molding, the Quaker brand of Quaker Chemical, U.S.A. The company is the authorized sole distributor in Thailand. This type of lubricant is used in the can and steel industry.
2. Ink for printing on the surfaces of cans, from Rollchem Enterprise. The company is the authorized sole distributor in Thailand.

Mr. Sawang Dhangwatnotai, Chairman of UBIS (Asia) PCL, described the company's key strengths: "We have been in this business for over ten years. Today, we are the leading manufacturer of sealing compounds, holding 70% of the Thai market share. However, we cannot say that we are the leading coating lacquer producer since there are a lot of competitors in that market."

UBIS's financial highlights (in THB million)

	Q1/2007	2006	2005
Total assets	359.14	324.10	260.13
Total revenue	118.85	449.97	433.45
Earning before interest and tax	17.69	68.14	64.24
Net profits	11.71	46.57	44.17
Basic earning per share	0.08	0.32	0.30

UBIS...raising funds to expand its business horizons

UBIS (Asia) PCL listed on Thailand's Market for Alternative Investment (mai) on May 9, 2007, using "UBIS" as its trading symbol.

UBIS has THB 190 million (approx. USD 5.49 million) paid-up capital, comprised of an existing 145 million common shares and 45 million shares issued in the IPO, each with a par value of THB 1.00. Asia Plus Securities PCL acted as its financial advisor and lead underwriter. The company's dividend payment policy is to pay no less than 40% of its net profit after tax and legal reserves.

"We would like to thank all investors and stakeholders who trust in UBIS. We will expand our business and work under good corporate governance," said Mr. Sawang.

Following the IPO, the principal shareholders in the company are now the Dhangwatnotai group, holding 57.42% of paid-up capital, followed by UBIS's directors and management, who collectively hold 15.47%.

More information on UBIS can be found on the company's corporate website at www.ubiasia.com, mai's website at www.mai.or.th or SETTRADE.Com's website at www.settrade.com.

Thai bourse's road show confirms strong investor interest in the Thai market

Foreign investors are still very interested in Thai capital markets, despite the current political turbulence. To promote investment in the country's securities markets, representatives of The Stock Exchange of Thailand (SET) and twelve listed companies made a whirlwind three-country tour from May 27 to June 3, at the invitation of Credit Suisse Securities (Thailand). "While overseas, SET executives met with senior fund executives and fund managers from 75 institutions. Thirty-one were in Singapore, 25 in London, and 19 in New York. These institutions currently manage total assets of approximately USD 500 billion. To foster confidence in the Thai capital market among foreign investors, the road show presented information on Thai economic and investment conditions, the capital market development plan, and listed company information," said Mr. Vichate Tantiwanich, SET Executive Vice President, Issuer and Investor Marketing.

Foreign fund institutions remained confident in Thai strong economic fundamentals

"The road show proved to be impressively successful, attracting overwhelming attention from foreign fund institutions. Most of them, or around 80%, currently invest in the Thai stock market while the remainder invests in hedge funds that are seeking potential investment opportunities.

conditions, it should be noted that from January until June 1, 2007, foreign investors were net-buyers, with THB 74.79 billion (approx. USD 2.16 billion) in the Thai market.

"Foreign institutions acknowledge that the Thai market has a low average price-earnings ratio, making shares attractive, and that several listed companies had sound fundamentals and paid out high dividend yields," Mr. Vichate noted.



Mr. Vichate Tantiwanich

Investors keen to know more about Thai listed companies

Overseas fund managers crowded together at group meetings with representatives from participating listed firms to directly gain in-depth corporate information. Foreign institutions had shown the most interest in companies related to banking, property development and energy, and so the 12 companies participating were from these sectors.

Firms joining the trip were The Aromatics (Thailand) PCL (ATC), Bangkok Bank PCL (BBL), Charoen Pokphand Foods PCL (CPF), C.P. Seven Eleven PCL (CP7-11), Minor



SET executives met foreign fund managers in Singapore, London and New York, respectively.

Hence, this opportunity enabled overseas institutional investors to directly gain credible and factual information about the Thai capital market and businesses from senior executives of SET and listed companies, both in one-on-one and small group meetings," he continued.

"After clarifying the current political and economic situation in Thailand, we're happy to see foreign investors getting a better understanding of our country. Some said they have been investing in Thai markets for a long while and have witnessed several major events, so they did not panic. They remain confident in the economy's strong fundamentals and thought it was rather an opportune time to buy stocks at low prices, which were temporarily affected by the political situation," Mr. Vichate said.

Concerning the Constitutional Court's ruling that dissolved a political party, SET officials reassured foreign institutions that the Thai market had successfully weathered greater political storms over the past year. As a sign of positive investment

International PCL (MINT), Precious Shipping PCL (PSL), PTT PCL (PTT), Sansiri PCL (SIRI), Thai Airways International PCL (THAI), Ticon Industrial Connection PCL (TICON), Tisco Bank PCL (TISCO), and Thai Union Frozen Products PCL (TUF).

The companies represented all major local industries: agribusiness, energy and utilities, food and beverage, banking, petrochemicals and chemicals, property, commerce, and the transportation and logistics. As of May 22, 2007, the 12 firms had a combined market value of USD 35.36 billion, or 22.35% of the total market value (USD 158.23 billion).

"The number of Thai listed firms with large market capitalization remains small, compared to other emerging markets in Asia. Most of Thai large-cap stocks are assembled in particular industry groups, such as financials, and petrochemicals and chemicals. SET will, therefore, strive to attract more large potential businesses in promising and diversified industries, such as automotive and tourism to list on the Exchange. This will not only provide investors with a

greater variety of attractive investment products, but also enable the stock index to represent the Thai business sector more accurately. In addition, SET will introduce new financial products, such as exchange-traded funds (ETFs) and SET50 Index Options, in Q3/2007," Mr. Vichate said.

SET executives also highlighted corporate governance (CG) development in Thailand, as evidenced by the Exchange's 15 CG Principles for public companies, the recent integration of the Organization for Economic Cooperation Development (OECD)'s CG guidelines into the 15 Principles, and Thailand's high score in the World Bank's Report on the Observance of Standards and Codes. Such evidence helped enhance the reliability of Thai companies' financial reporting and management, boosting confidence among investors.

Road show featured regional collaboration


Aside from their interest in the Thai capital market development policy and public companies, foreign fund institutions were also eager to know more about liquidity improvement, direct market access for institutions, linkage with other regional exchanges, corporatization trends, possible listing of large firms, and opportunities to meet with smaller market capitalization firms.

"Foreign investors were assured of the Exchange's continuing collaboration with other exchanges in Southeast Asia in order to enhance the attractiveness of all the markets. ASEAN exchanges joined to introduce the FTST/ASEAN Index, an attractive regional product which combines top

regional blue-chips together. At the recent CLSA Corporate Access Forum, SET executives, together with their counterparts from the Jakarta, Malaysia, Philippines, Singapore, and Hanoi exchanges, informed institutional investors of their collaboration to develop a regional capital market developing joint products and promotions to enhance the region's attractiveness as an investment destination and for global competitiveness," Mr. Vichate noted.

"Participating institutional investors suggested that the Thai Exchange increase market liquidity by reducing the spread. They also commented that small- and medium-sized Thai companies should more actively conduct investor relations (IR) activities, by, for example, welcoming more company visits and producing information in English. In addition, foreign investors proposed that Thai custodians use common foreign exchange rates, changing from the current system of using on- and off-shore rates. We'll see what we can do in response to their suggestions," he added.

During the road show, SET executives also invited foreign institutional investors to join Thailand Focus 2007, an in-bound road show to be held in Thailand in September 2007. This event will enable foreign investors to acquire the newest information about Thai capital market developments from Thai policymakers and leading executives.

Mr. Vichate concluded that SET will continue to provide up-to-date information about Thai capital market. SET will undertake its next international road show in Tokyo in July 2007. 

Thai depository forges ahead in pursuit of excellent back-office services

Thailand Securities Depository Co., Ltd. (TSD) continues to upgrade its post-trading service, to be a valued partner in Thai capital market offering excellent services. TSD has recently developed systems for fund registration and for securities borrowing and lending. It extended fee exemption for bond brokerages through 2009 to promote bond investment. TSD is also exploring the possibility of enhancing international networking among depository counterparts so as to better serve investors and securities issuers in global markets.

FAST: TSD's new fund registration system

To enhance service quality and keep pace with the burgeoning mutual fund industry, TSD is developing a new, more efficient and less expensive fund registration system. The new system, known as FAST (for "Fund Administration System @ TSD"), will replace the existing one.

"FAST can deal with more complicated types of funds and is easier to use. The new system should be attractive to asset management firms. Three of them — Manulife Asset Management, Seamico Asset Management, and Phillip Asset Management — have recently joined TSD and will be trading by Q2/2007," said TSD Chief Executive Officer Ms. Sopawadee Lertmanaschai.

TSD began its fund registration service in 2003 to assist asset management firms, which at that time were obliged



to develop their own systems to handle post-trade work. By providing an alternative service, TSD enabled them to focus on managing funds as well as selling and buying fund units. Presently, TSD services a total of 58 mutual, retirement mutual, long-term equity, and provident funds belonging to ten asset management firms.

TSD enhances its securities borrowing and lending service

TSD allocated THB 70 million (approx. USD 2.02 million) to system and facilities development for the securities borrowing and lending (SBL) business. SBL will enhance the quality of services for TSD's members while increasing the liquidity and competitiveness of the Thai market. These objectives support The Stock Exchange of Thailand (SET)'s strategic plan, which has proposed a complete SBL service for lenders and borrowers by 2009.

SBL transactions are not yet popular in Thailand, nor are they very liquid, so TSD is funding the system and facilities development to promote the SBL market. As SBL transactions

gain acceptance from investors as a portfolio and liquidity management tool, liquidity in the Thai market will increase, Ms. Sopawadee said.

Currently, TSD acts as a lender of last resort for securities settlement to reduce possible default risks. It has encouraged institutions to participate in the SBL market as securities lenders, and acted as an intermediary providing an SBL system for securities depositors. TSD is also designing a standard contract for these transactions and educating its members and related parties about the process.

“TSD’s recent survey of its members highlighted the need for an effective system for to facilitate transactions between brokers or other custodians and their investors. This system should be open to all, easy to use, serve both local and overseas clients, and be connected to other systems. We expect to start providing an SBL services system which meets international standards by the first quarter of 2008,” Ms. Sopawadee added.



Ms. Sopawadee Lertmanaschai

TSD extends fee exemption for bond brokerages through 2009

TSD’s Board of Directors approved the extension of the monthly fee exemption for all securities companies that use its Broker Operation Service. The fee has been waived to promote bond transactions and reduce costs born by securities companies in the bond market. Originally scheduled to end in December 2007, the THB 20,000 monthly-fee exemption has now been extended another two years to December 2009.

“TSD has been offering the Broker Operation Service to securities companies since 2003, and to promote bond trading the monthly fee has always been waived and no entry fee has ever been imposed. The board’s resolution will provide continued support and help reduce transaction costs incurred from bond trading to encourage all securities companies to trade more bonds,” Ms. Sopawadee explained.

At present, there are eight securities companies eligible for the extended fee exemption. They are ACL Securities Co. Ltd. (ACL), Asia Plus Securities PCL (ASP), Ayudhaya Securities PCL (AYS), Capital Nomura Securities PCL (CNS), Kim Eng Securities (Thailand) PCL (KEST), Kiatnakin Securities Co. Ltd. (KKS), Phillip Securities (Thailand) PCL (PST), and SCB Securities Co. Ltd. (SCBS).

TSD may service bonds over-the-counter market

Moreover, TSD is currently examining the commercial feasibility of servicing the bonds over-the-counter (OTC) market. At the fifth Asia/Oceania Central Counterparties (CCP)

Meeting, held May 8-10, TSD expressed interest in an interconnected post-trade system involving its counterparts in Asia/Oceania.

“TSD presented the OTC initiative for bonds at the meeting because current trading is substantial and involves institutions that clear and settle independently yet have no central counterparty to insure against risk. Currently, TSD provides services relating to trading risk insurance for SET, Market for Alternative Investment, Bond Electronic Exchange and Thailand Futures Exchange. Obviously, TSD would be capable of providing similar services to an OTC market,” Ms. Sopawadee stated.

However, a number of matters require closer scrutiny, such as cross-margin, collateral management, current legal issues, and auto-securities borrowing and lending.

TSD would therefore like to first consult with Bank of Thailand and Securities and Exchange Commission.

Thai depository and Singaporean counterpart explore dual listing

TSD’s board on May 24 approved in principle to forming closer links with Singapore’s Central Depository Pte. Ltd. (CDP) by conducting an in-depth study about possible dual listing. The move was expected to expedite post-trade transactions, facilitate information transfer between the two markets and lead to increased regional interconnection. The move is especially timely for Total Access Communication PCL, which will be listed on both the Thai and Singapore exchanges this year.

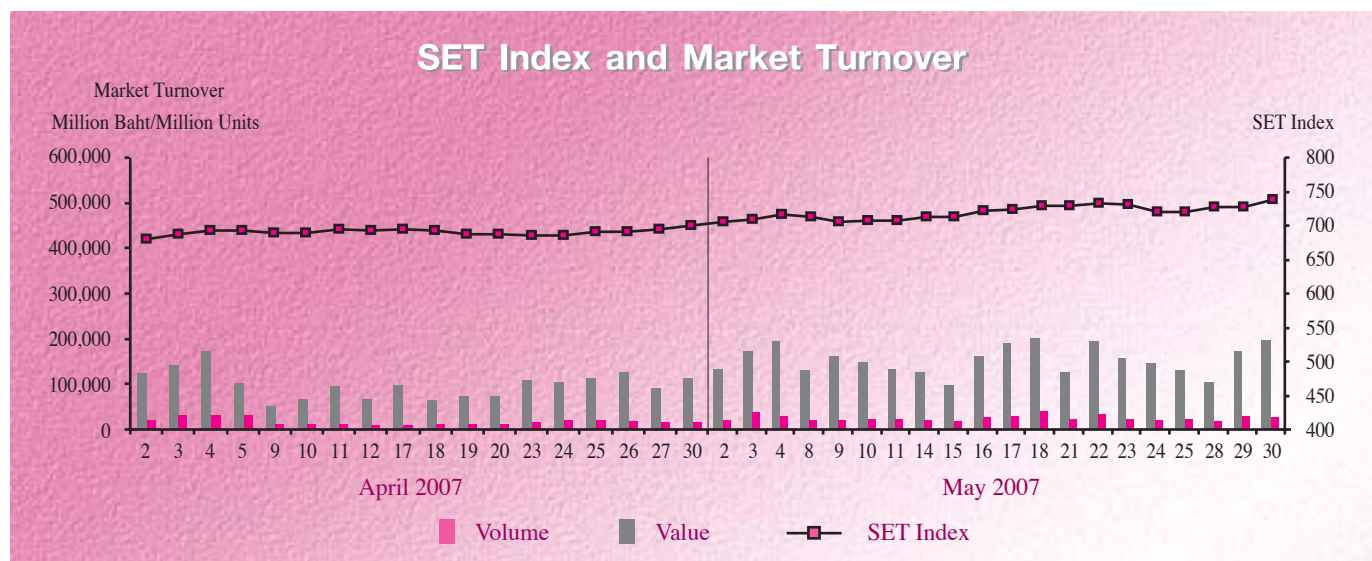
“The increased connection with foreign depositories will expedite share registration changes in cross-border linkages. It will also enhance TSD’s efficiency and competitiveness in preparation for cross-border transactions. Increased international networking between depositories better serves investors and facilitates issuers’ access to global markets for fund-raising. TSD has also begun discussions with the Vietnamese and Swiss depositories. Our initiative reflects a worldwide trend,” Ms. Sopawadee said.

“The linkage is implemented by TSD becoming a member of, and opening an account with, a foreign depository. This then enables transactions between markets to be easily processed, thus benefiting the overall Thai market,” Ms. Sopawadee concluded.

Updates and additional information about TSD are posted on www.tsd.co.th. Interested parties also may contact TSD Call Center on (66) 2229 2888, or e-mail contact.tsd@set.or.th.

Change in name of brokerage firm

Date	No.	Before Changing	Symbol	After Changing	Symbol
12/06/2007	48	Prudent Siam Securities Company Limited	PSS	Aira Securities Company Limited	AIRA



The Stock Price Indices in May 2007

Index	High (Date)	Low (Date)	Close	
			May 2007	Compared with April 2007 (%)
SET	737.40 (30)	705.47 (2)	737.40	↑ 5.47
SET50	523.40 (30)	497.46 (2)	523.40	↑ 6.39
SET100	1,133.78 (30)	1,077.53 (2)	1,133.78	↑ 6.31
mai	213.84 (21)	209.87 (2)	212.16	↑ 1.79

Stock Market Turnover in May 2007

	Volume (Million Shares)				Value (Million Baht)				
	May 2007		Compared with April 2007 (%)		May 2007		Compared with April 2007 (%)		
	SET	mai	SET	mai	SET	mai	SET	mai	
Total	47,961.03	1,726.08	↑ 67.61%	↑ 31.77%	Total	305,207.75	4,403.24	↑ 73.88%	↑ 19.17%
Daily Average	2,398.05	86.30	↑ 50.85%	↑ 18.59%	Daily Average	15,260.39	220.16	↑ 56.49%	↑ 7.25%

Statistics of Listed Debentures in May 2007

Issues	Total Outstanding Value (Million Baht)	Total Turnover	
		Volume (Shares)	Value (Million Baht)
588	3,463,360.89	20,300	20,875,623

Transactions by Type of Investors**

Unit : Million Baht

Type of Investors	April 2007				May 2007			
	Buy	%	Sell	%	Buy	%	Sell	%
Foreigners (corporate & individual)	76,039.73	42.43	64,367.53	35.91	126,061.76	40.71	101,772.75	32.87
Local Institutions*	26,534.04	14.80	26,109.96	14.57	41,509.65	13.41	47,621.35	15.38
Local Investors	76,653.50	42.77	88,749.78	49.52	142,039.58	45.88	160,216.89	51.75
Total	179,227.27	100.00	179,227.27	100.00	309,610.99	100.00	309,610.99	100.00

* 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 May 2007

Rank	Securities		Market Value	
			Million Baht	% of Total
1	PTT	PTT	712,498.00	13.15
2	PTT Exploration and Production	PTTEP	341,796.00	6.31
3	The Siam Cement	SCC	285,600.00	5.27
4	Advanced Info Service	ADVANC	266,000.00	4.91
5	Bangkok Bank	BBL	217,608.00	4.02
6	Kasikornbank	KBANK	162,357.00	3.00
7	Thai Oil	TOP	137,701.00	2.54
8	PTT Chemical	PTTCH	137,090.00	2.53
9	The Siam Commercial Bank	SCB	130,803.00	2.41
10	Krung Thai Bank	KTB	121,859.00	2.25
Total			2,513,312.00	46.39

Top Ten Most Actively Traded Securities (Main Board) in May 2007

Rank	Securities		Number of Securities	Turnover Value	
				Million Baht	% of Total
1	PTT	PTT	112,595,614	26,870.95	9.47
2	PTT Exploration and Production	PTTEP	128,267,427	12,616.93	4.45
3	Bangkok Bank	BBL	109,934,395	12,332.21	4.35
4	Thai Oil	TOP	175,947,918	11,807.01	4.16
5	The Siam Commercial Bank	SCB	129,714,798	8,651.33	3.05
6	Krung Thai Bank	KTB	731,127,872	7,923.62	2.79
7	Kasikornbank	KBANK	110,462,508	7,327.04	2.58
8	Thoresen Thai Agencies	TTA	200,255,139	7,196.73	2.54
9	The Aromatics (Thailand)	ATC	117,936,854	6,887.14	2.43
10	Bank of Ayudhya	BAY	319,355,559	6,807.69	2.40
Total			2,135,598,084	108,420.65	38.22

* Excluding transactions on Foreign Board and mai

Top Ten Most Actively Traded Securities (Foreign Board) in May 2007

Rank	Securities		Number of Securities	Turnover Value	
				Million Baht	% of Total
1	Bangkok Bank	BBL-F	80,290,780	9,178.38	18.98
2	Kasikornbank	KBANK-F	55,963,219	3,814.54	13.23
3	Advanced Info Service	ADVANC-F	29,709,320	2,597.99	7.02
4	The Siam Cement	SCC-F	8,814,543	2,150.35	2.08
5	Land and Houses	LH-F	107,535,930	834.66	25.42
6	Krung Thai Bank	KTB-F	68,586,700	748.64	16.21
7	Bank of Ayudhya	BAY-F	29,145,422	630.59	6.89
8	Banpu	BANPU-F	2,737,600	624.23	0.65
9	Electricity Generating	EGCO-F	1,835,900	198.15	0.43
10	Siam Makro	MAKRO-F	1,376,300	128.05	0.33
Total			385,995,714	20,905.58	91.23

* Excluding transactions of mai

Top Ten Outstanding Non-Voting Depository Receipts (NVDRs) in May 2007

Rank	Securities	Number of NVDRs	% of Paid-up Capital	
1	Raimon Land	RAIMON-W	514,642,168	66.48
2	Raimon Land	RAIMON	808,337,128	38.34
3	Golden Land Property Development	GOLD	216,609,515	34.38
4	LPN Development	LPN	446,154,415	30.23
5	Bangkok Land	BLAND	4,085,321,450	26.02
6	Tisco Bank	TISCO	137,605,423	25.41
7	Bangkok Bank	BBL	443,238,997	23.22
8	Jasmine International	JAS-W	20,804,280	23.19
9	Land and Houses	LH	1,886,953,260	21.79
10	Phatra Securities	PHATRA	45,883,786	21.49

Market Data of TFEX

Transaction Summary		February 2007	March 2007	April 2007	May 2007
Total Volume	(Contracts)	41,790	45,040	33,743	51,075
Daily Average Volume	(Contracts)	2,089.50	2,145	1,875	2,554
Total Value	(Million Baht)	19,866.98	21,129.12	16,429.17	26,080.88
Daily Average Value	(Million Baht)	946.05	1,005.20	912.73	1,304.04
Month-end Open Interest	(Contracts)	7,432	5,996	8,590	10,479

Market Summary: SET50 Index Futures		Open	High	Low	Settle
Symbol	Contract Month				
S50M07	Jun-07	499.7	524.0	497.8	523.0
S50U07	Sep-07	499.7	522.9	496.5	521.9
S50Z07	Dec-07	503.5	520.0	502.2	523.9
S50H08	Mar-08	505.0	522.0	499.1	522.0
S50M07	Jun-07	499.7	524.0	497.8	523.0

SET provides listed firms advice on international road show preparation

Representatives from listed companies in various sectors attended a seminar to hear from investor relations (IR) experts about how they should prepare for international roadshows. Participants also learned tips on presenting their corporate information, conducting IR activities and meeting investors' expectations.



Held at the SET building, the event was co-hosted by the Thailand Investor Relations Club and SET. Distinguished speakers included IR gurus from Aeon Thana Sinsap (Thailand) PCL, Bualuang Securities PCL, PTT PCL and Siam Cement PCL. ✍️

SET co-hosts seminar on CG for financial advisors



Thailand's National Corporate Governance Committee, in conjunction with the Securities and Exchange Commission and SET's CG Center, hosted a May 29 seminar, "CG Substance and Form: What Financial Advisors Should Know." The seminar offered guidance to financial advisors on how to guide SET-listed companies as well as those wishing to be listed about corporate governance (CG) principles and implementation.

Professor Hiran Radeesri, chairman of SET's Corporate Governance Center, gave opening remarks at the event. Held on May 18, the forum drew 110 financial advisors. ✍️

Seminar on multinational enterprises' role in Thai exports industry



Mr. Archanun Kohpaiboon, Ph.D., an outstanding economics lecturer from the Faculty of Economics, Thammasat University, gave a special lecture on "Is multinational enterprises' investment an opportunity or threat for Thai exports industry?" at Prof. Sangvian Indaravijaya Auditorium, the SET building.

The lecturer pointed out the necessity of and benefits from multinational enterprises' investment in developing countries. He also suggested the Thai government should

support R&D to attract more investment from multinational enterprises in the long run.

The seminar attracted an overflow crowd of businesspersons and entrepreneurs in the local exports industry. ✍️

Seminar on CG and Enterprise Value

On June 1, the Listed Companies Association, in collaboration with SET, Thai Institute of Directors, Government Pension Fund, Aberdeen Asset Management Asia Limited, and CLSA Securities (Thailand), organized the CG seminar titled "Corporate Governance and Enterprise Value" at the SET building. Mr. Prasert Bunsumpun, PTT PCL's president and the chairman of Listed Companies Association, gave opening remarks emphasizing the important role of CG in enterprise value.

Sharing their views as key institutional investor at one of the seminar's forums, "Corporate Governance: Developments in Asian and global markets," were Mr. Peter Taylor, chief of CG at Aberdeen Asset Management Asia Ltd., and Mr. Chanchai Supasagee, director of CG and compliance for Thailand's Government Pension Fund. Both agreed that Asian countries currently implement CG practices actively, yet the form has sometimes outpaced the substance.

Other distinguished speakers joining the panel discussion were Mr. Gillem Tulloch, head of research at CLSA Securities (Thailand), and Mr. Charnchai Charuvastr, President and CEO of Thai Institute of Directors. The forum was moderated by Market for Alternative Investment President Mr. Chanitr Charnchainarong. ✍️

