Major Developments in
Thai Capital Market

November 2018
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At this initial stage, the stocks are restricted to shares which are underlying assets of Stock Futures only.
Payment System for Capital Market – to create more efficient payment process

- Co-developed by the Association of Thai Securities Companies (ASCO), the Thai Bankers’ Association (TBA) and The Stock Exchange of Thailand (SET)

- Single file formats & Single contact points (FINNET, a subsidiary of SET)
- 1st phase launched on February 12th, 2018 (batch payments/settlement of money between A/C within the same bank)
- 2nd phase will be launched in Q2-2019 (batch payments/settlement of money between A/C across banks)
Digital ID Platform – to facilitate online identification process

- Co-developed by private and public sector

- The company, National Digital ID Co. Ltd. (NDID), had been set up to manage Digital ID Platform
- Follow NIST Special Publication 800-63-3 - Digital Identity Guideline
- 1st phase will be launched by December 2018
- Participants in 1st phase (as of September 2018) consists of: 12 commercial banks, 5 securities firms, SET, 2 asset management companies, National Credit Bureau and BIZ Portal (Government portal for ease of doing business project)

Source: National Digital ID Working Committee
Digital Asset Businesses

**Activities governed by the Royal Decree**

- Limited/Public Limited Company registered in Thailand
- SEC Approval
- Offer to be made through ICO Portal recognized by SEC
- Filing/prospectus requirements
- Accepting only cryptocurrencies via licensed operators/traded via licensed exchanges
- Investor types & Investment limits as specified by SEC

**Digital token offering**

- Companies (Co.Ltd. / PLC.) offering tokens through ICOs
- Deals screened by ICO portal before submitting for SEC approval

**Digital asset businesses**

- Investors obtaining return or goods/services as specified by token issuers
- Transactions done via licensed operators (Secondary market for crypto/token)
- Digital asset exchanges/brokers/dealers
- People wishing to obtain crypto/token

**Qualifications**

- Licensed by Minister of Finance
- In Compliance with standards set by SEC e.g.
  - Adequate Capital
  - Proper risk management (incl. against cyberthreats)
  - Know Your Client/Customer Due Diligence process
  - Measures to prevent anti-money laundering

Source: SEC (No. of applicants as of October 9, 2018 for licenses; 9 Digital asset exchanges, 2 brokers and 1 ICO Portal)
Thank you