

Major Developments in Thai Capital Market

November 2018

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1 Thai Capital Market at a glance (as of September 2018)

Stock Market



SET Index

1,756.41 points

(+0.15%YTD)

Sep 2018

Market Cap.

USD552 billion

(-1.4%YTD)

Derivatives Market

Open Interest

3,072,840 contracts

(+9.2%YTD)

No. of Listed Companies

693 companies

(+ 5 companies YTD)

Avg. daily turnover

USD1.88 billion

(+27%YoY)

Avg. daily volume

443,262 contracts

(+47.6%YoY)

No. of Listed Securities

2,541 securities

(+255 securities YTD)

Highlights

- Allow securities (e.g. government bonds, Bank of Thailand bonds, and stocks*) as collateral (April 2018)
- New product “Gold Online Futures” (November 2018)

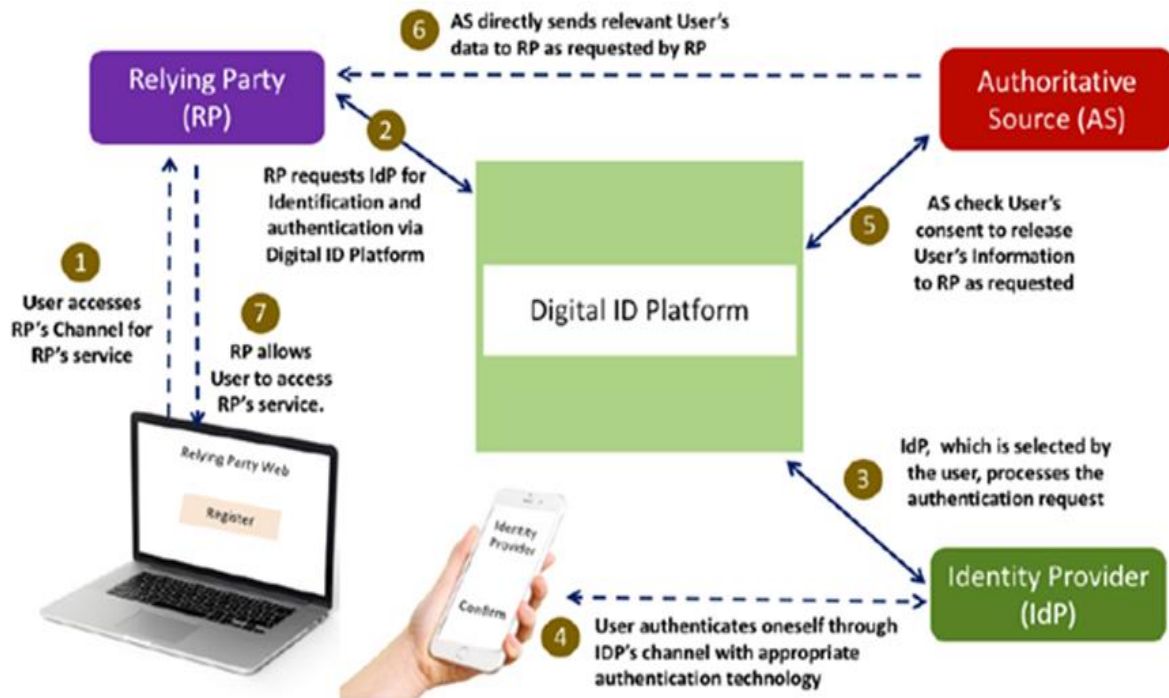
Source: SEC, SET, ASCO *At this initial stage, the stocks are restricted to shares which are underlying assets of Stock Futures only.

② 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)

3 Digital ID Platform – to facilitate online identification process

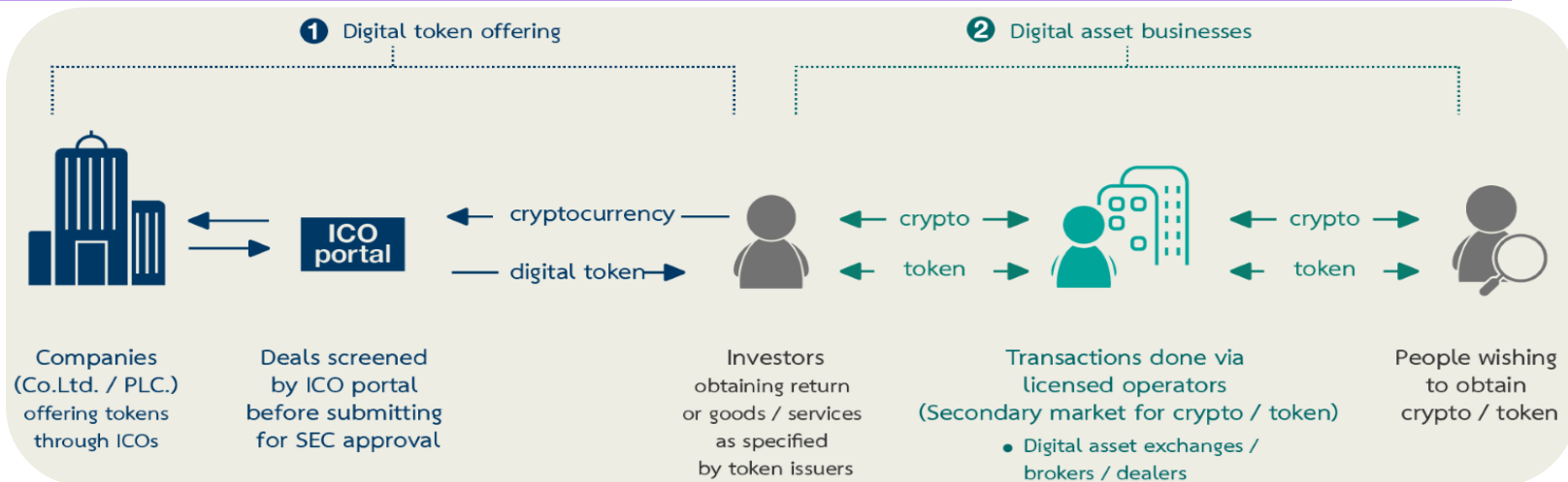
- Co-developed by private and public sector



- 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)

4 Digital Asset Businesses

Activities governed by the Royal Decree



1 Digital token offering to public

- 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

2 Digital asset businesses (exchanges/brokers/dealers)

- 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