Market Report: Thailand

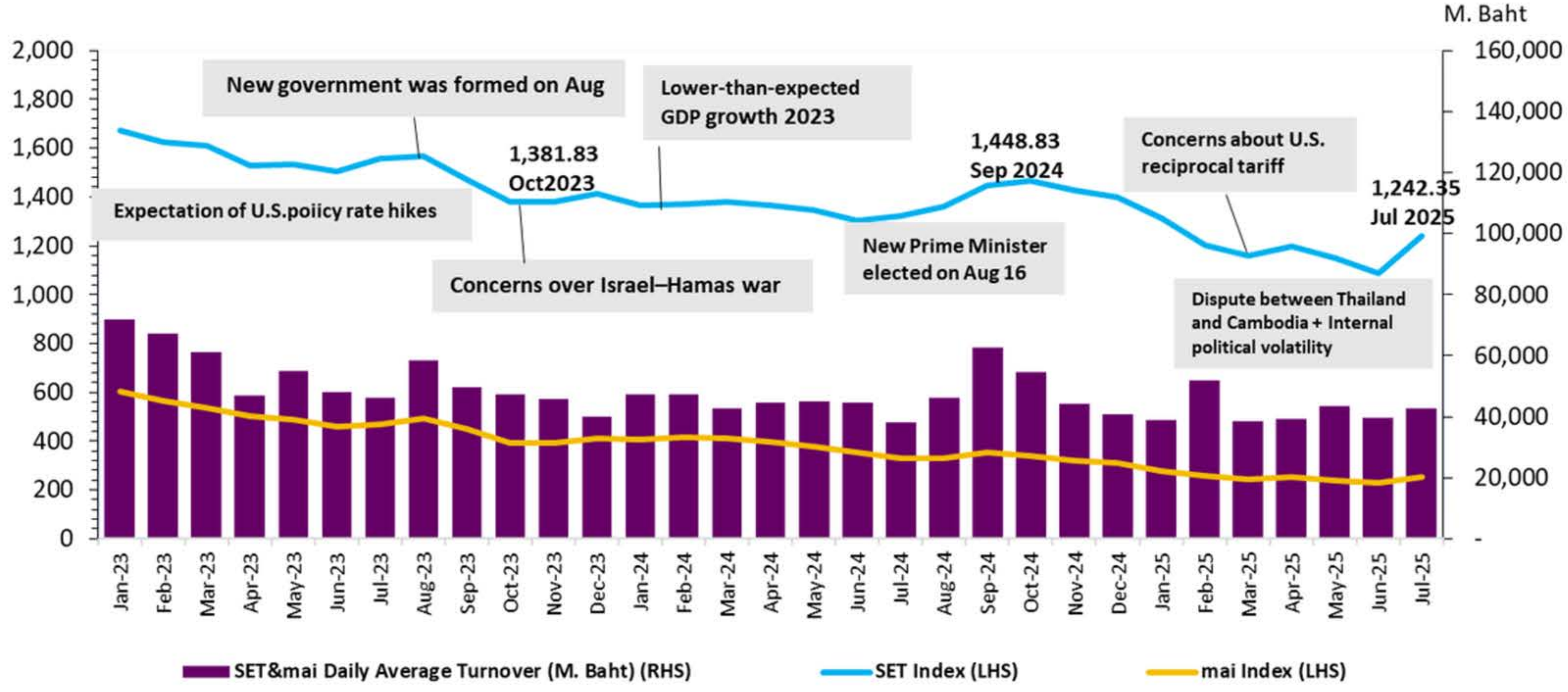
September 2025

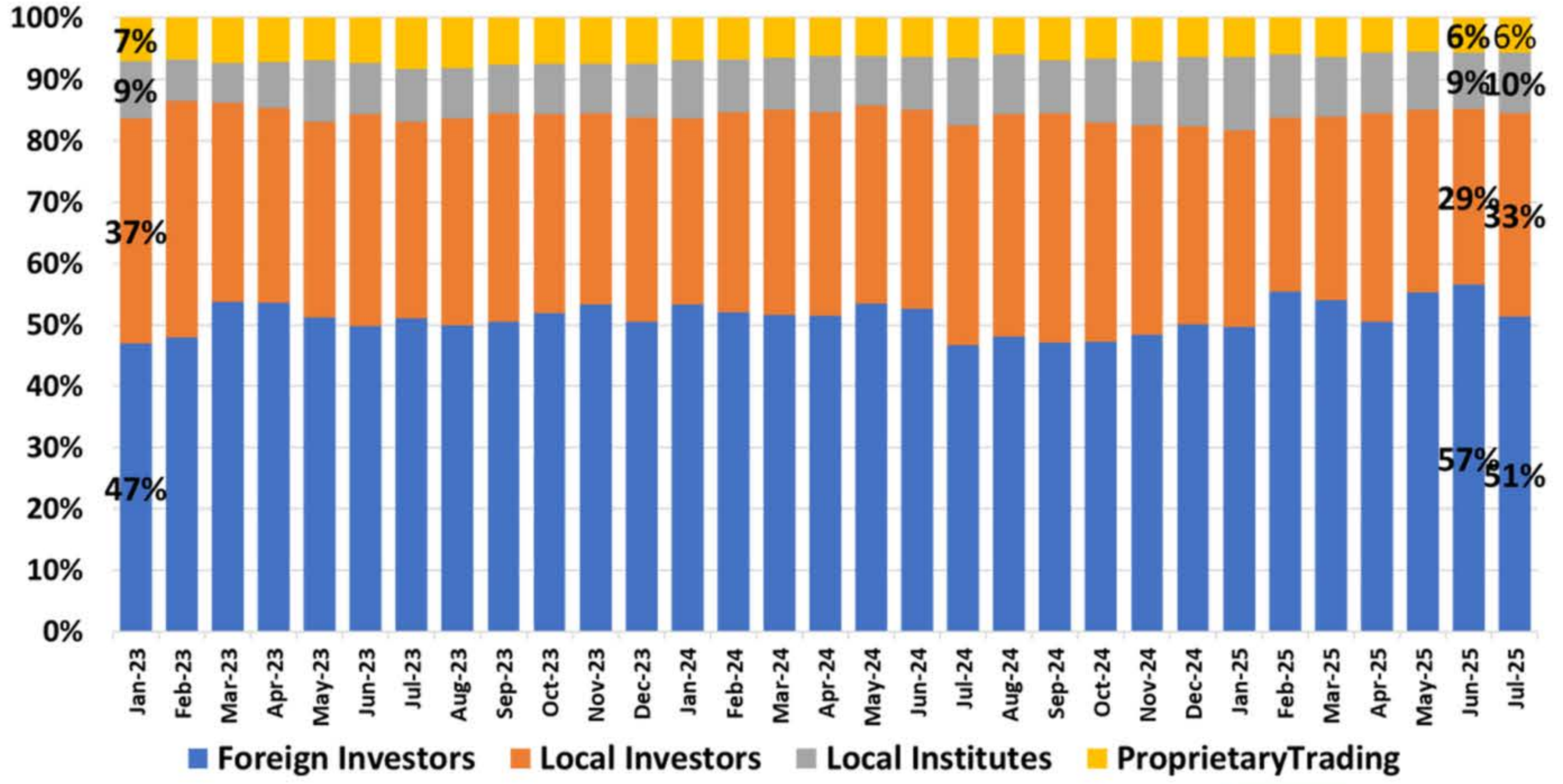
Overview of Thai Capital Market: Equity Market

- **Market concerns**
  - US Tariffs
  - Domesic political issues
  - Thai-Cambodia border incidents
- **Positive signals**
  - US Tariffs compatible in ASEAN
  - Upward reivsion of Thai GDP growth
- **Trading activity**
  - 50% by foreign investors

Data as of Jul 2025

%YoY	Actual			Forecast 2025	
	2022	2023	2024	Apr-25	Jul-25
GDP growth	2.6	2	2.5	2.1	2.2
Private Consumption	6.2	6.9	4.4	3.2	3.1
Private Investment	0.1	-4.7	2.5	0.4	3.0
Public Consumption	4.6	3.1	-1.6	1.2	1.2
Public Investment	-3.9	-4.2	4.8	2.8	3.9
Export (USD)	5.4	-1.5	5.8	2.3	5.5
Inflation (%)	6.1	1.2	0.4	0.8	0.4
Current Account (%GDP)	-3.5	1.5	2.1	2.2	2.9

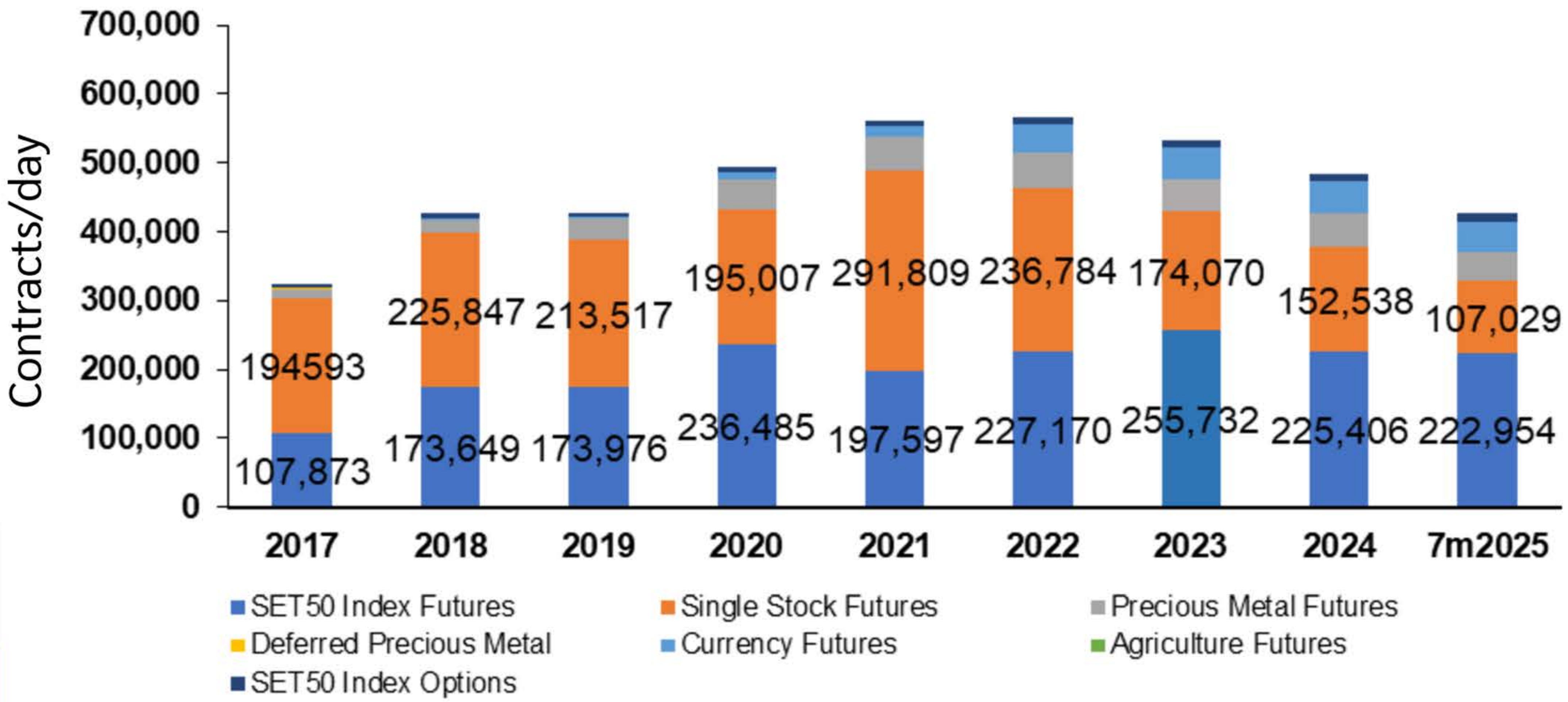


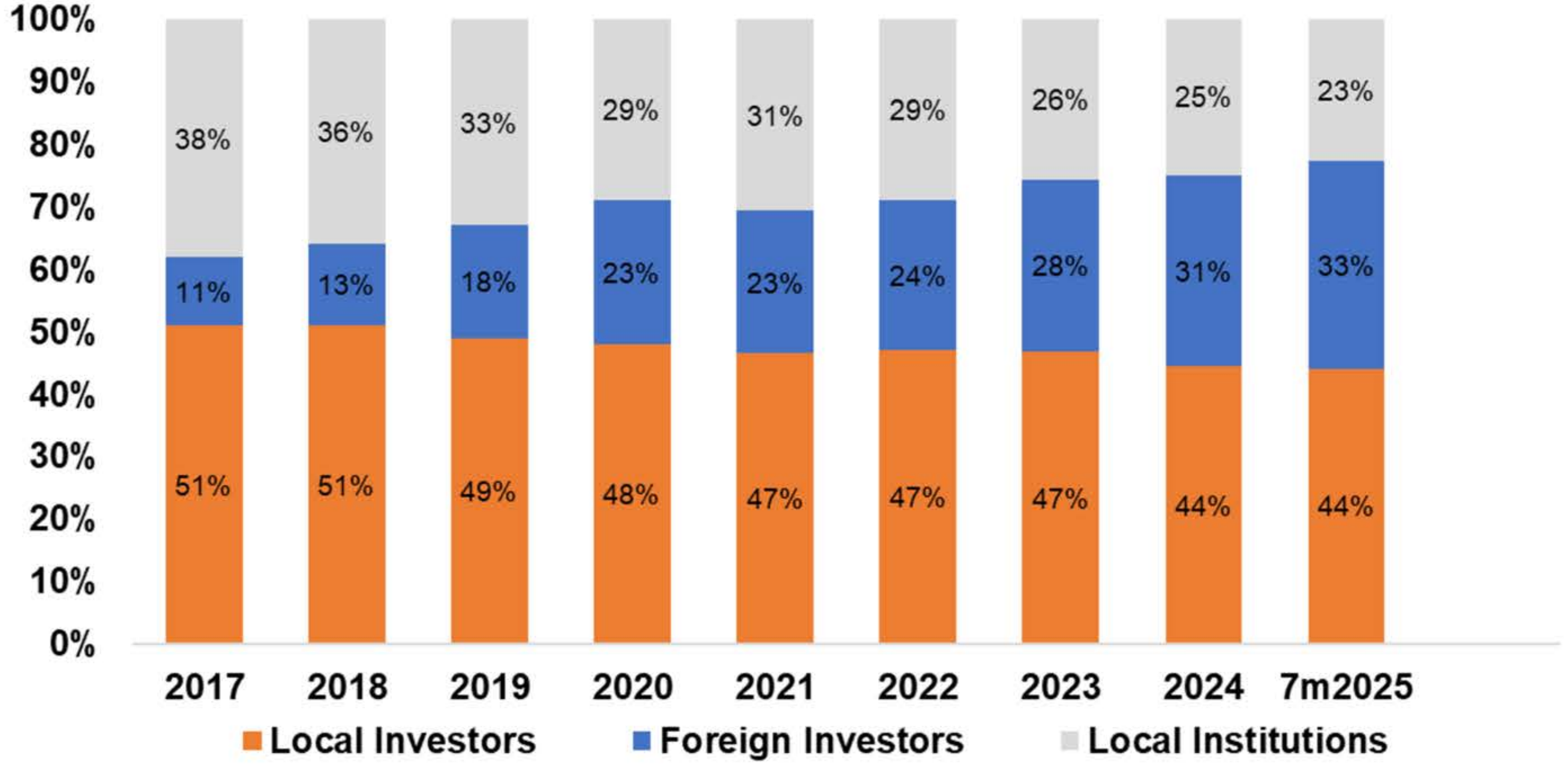


Source: SET

Overview of Thai Capital Market: Derivatives Market

Most of the trading in TFEX has come from SET50 Index Futures and Single Stock Futures





Local investor has been the major group of investors in TFEX since inception, accounted for 44% of trading value, followed by Foreign investor, and Local institutions

Source: TFEX

Overview of Thai Securities Industry

43 Securities Brokers
(35 SET members)

43 Derivatives Agents
(36 TFEX members)

362* Branch Offices

170 in Bangkok Metropolitan
192 in other provinces

6mn+
Securities trading a/c

378k+
Derivatives trading a/c

Margin A/C

14% **86%**

of Local Investor Trading Value

Revenue Structures (1H2025)

16% Others

36% *Brokerage*

14% *Fees*

25% *Interests*

8% *Trading*

Commission rate (1H2025)

~0.12% *Retail*

~0.04% *Institution*

Note: Data as of June 2025, excluding * data as of May 2025
Source: SEC, SET, ASCO

Future Challenges: Measures to enhance Trust & Confidence in Thai Market

Capital Market Task Force was set up

- Boost investment
- Improve liquidity
- Lift up trust and confidence

Way forward....

Advancing Thai Capital Market Strength & Resiliency

- Set up Individual Investment A/C
- Encourage roles of domestic institutions (PVD/Insurance/Pension)

- Attract quality listing (new economy/foreign)
- Uplift quality of listed comp. through Jump+ Program/Value up program
- Increase efficiency and competitiveness of IPO process and foreign listing
- Promote fund raising for SMEs/ New economy
- Uplift ESG disclosure

- Increase potential of domestic professional players
- Integrate the use of AI in capital market data (Stock research/ AI Eng translation for listed comp.)
- Upgrade IA/AC and set knowledge standard for listed comp directors
- Support Tokenization (Funds/ Debt)
- Revise market microstructure
- Reduce difficulties of foreign investors (e.g. allow e-proxy)

Future Challenges: Measures to enhance Trust & Confidence in Thai Market

JUMP+ Program - a Listed Company Value Creation Support Program

- Disclosure of Company's Value Creation Plan
- Regular Update and Communication with Investors
- Corporate Visibility Enhancement through various activities

Provided resources and support

- Financial Incentives totaling up to THB5.5 million per company.
  - THB3 million designated for business planning
  - THB1 million for zero-carbon initiatives
  - THB0.5 million for governance reforms and THB 0.5 million for other areas
- Advisory Pools/ Workshops & activities to support Jump+ Plan
- Reductions in SET and TSD fees

JUMP+

Source: SET

Project participation criteria

- Being listed company on SET or mai (Not include REIT, IFF and Property Fund)
- Not flagged with CB, CS, CC, CF, NP, or SP signs
- Not subject to possible delisting by the SET
- Not subject to any criminal complaints filed by the Securities and Exchange Commission (SEC) within the five years prior to the date of application*

JUMP+ Program Details and Timeline

Jun 26 - Dec 25, 2025
Submit BoD Approval and application

Prepare, Publish and communicate JUMP+ Plans for 2026-2028

Provide quarterly updaes

Future Challenges: Sustainability Roadmap

At COP 26, Thailand committed to reach carbon neutrality by 2050 and net zero GHG emissions by 2065.

National Plan

2021

2030 — 2nd Nationally Determined Contribution (NDC): reduce GHG emission by 40%

2050 — Carbon neutrality

2065 — Net-zero GHG emissions

- The 20-Year National Strategy and the 13th National Economic and Social Development Plan

Recent Developments

- Established a Department of Climate Change and the Environment (CCE)
- (draft) Thailand's first Climate Change Act
- Carbon tax on oil and oil products, starting February 2025

Sustainable Finance Ecosystem of Thailand Capital Market

Sustainable Finance Initiatives for Thailand

- Working Group on Sustainable Finance

SEC Strategic Plans to support SDGs

- **Issuers:** The adoption of IFRS S1 and S2 for listed companies
  - 2026: SET50 group
  - 2027: SET100 group
  - 2029: Listed companies and new issuers in SET
- **Products: Add ESG risk in Stock valuation** (SEC plan: all listed companies' valuation must cover ESG risk by 2030)**/ Establishment of Thai ESG funds**
- **Professionals:** Integrate the ESG analysis into Investment analysts refreshers course, encourage Investment Consultants to advise investors on ESG products.
- **Investors:** Introducing the Investment Governance Code (I Code)

Thai Cabinet approved tax benefit for Thai ESG and ThaiESGX fund, maximum deduction is THB300,000 and not exceeding 30% of assessable income

- 2024: ThaiESG fund.
- 2025: ThaiESGX fund , same deduction amount as ThaiESG fund (raised USD900 million in May-Jun25)

Thai ESGX use same criteria as ThaiESG but must invest in securities with sustainability features, not less than 80% of the NAV

Future Challenges: Digital Asset

Landscape:

9 DA Exchanges
14 DA Brokers
4 DA Dealers
2 DA Fund Managers
9 ICO Portals
2 DA Advisory
2 DA Custodial Wallet

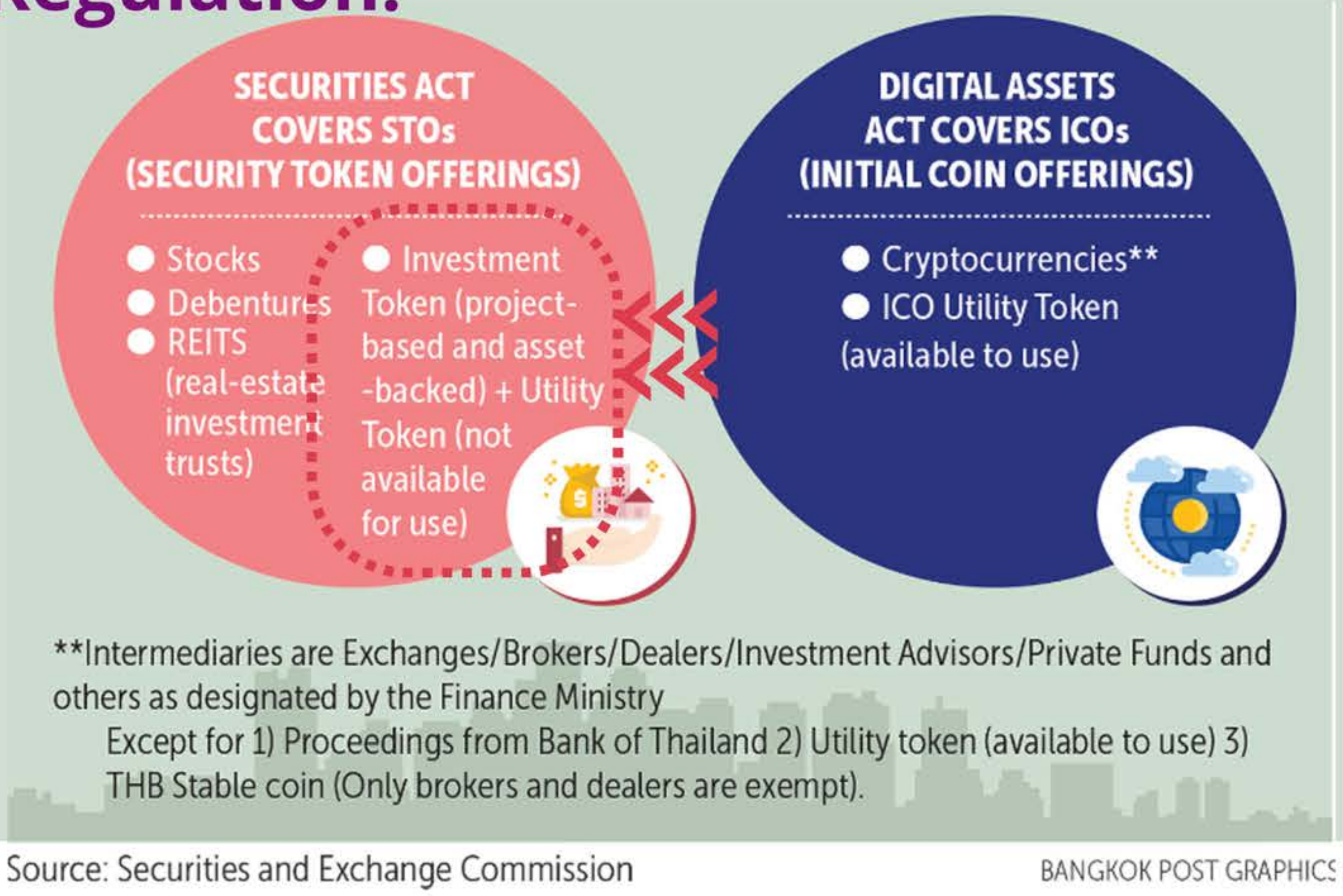
Market Information:

(As of July2025)
No. of crypto & investment tokens listed: 295
Customer Asset at DA Exchanges: USD 3,021 million
Average daily trading value: approx.USD89 million
No. of A/C: 2.73 million

SEC Regulatory Sandbox:

- The SEC Digital Asset Regulatory Sandbox (launched August 2024) .The scope of services for six types of digital asset businesses.
- Current participants : SCB10x, Kasikornbank and Ascend Bit

Regulation:



Long-term: Amendment of Securities Exchange Act

Medium-term:
SEC allow securities companies to offer investment token services (broker/dealer/advisor) within same entity (No DA licences required), **but** cryptocurrencies and utility tokens must separate legal entity and apply for licenses

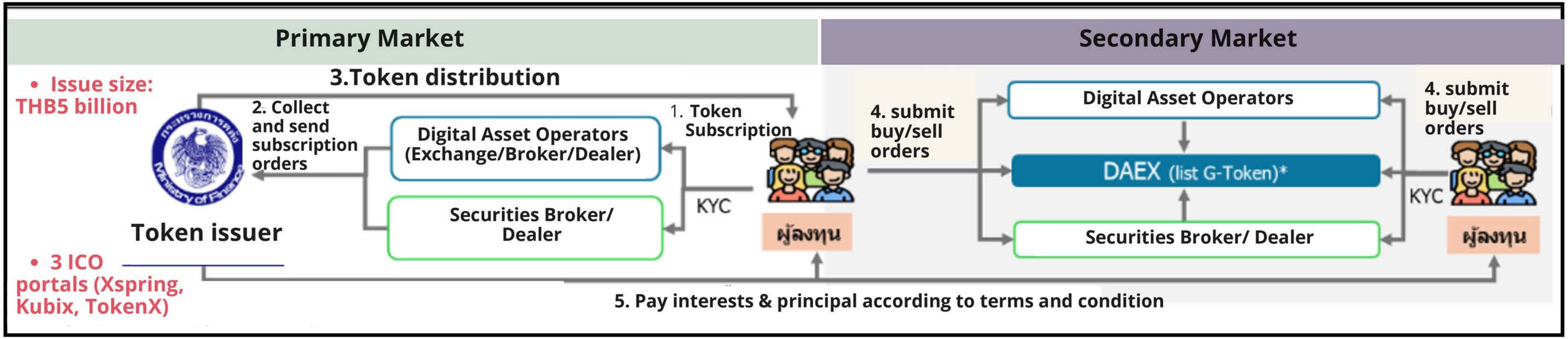
TouristDigiPay Program:

- The 18-month pilot program jointly launched by the Ministry of Finance, AMLO, SEC and BOT.
- Tourists can exchange digital assets for Thai baht and spend the converted money through e-money platforms (ranging from street food vendors to convenience stores).
- Monthly spending limits of THB500,000 (USD15,400), with individual transactions capped at THB100,000 (USD3,080).

Future Challenges: G - Token NEW

What is G-Tokens?

- Digital tokens issued by the Ministry of Finance (MoF), similar to government bonds.
- The tokens provide the rights for token holders to receive repayment of principal and interest.
- SEC has issued regulations regarding G-Tokens
  - The designation of G-Token as an additional digital token under the Digital Asset Business Act
  - Exemption from the application for a permit to offer G-Tokens/ from license application for digital asset business operators and securities business operators
- Interest rate & subscription date is expected to be announced by September



Thank You