

APPENDICES

APPENDIX A

CIRCUIT BREAKER

Thailand stock market invented Circuit Breaker resort, declared in 1999, to slow the fluctuation of the price down in SET index. The further detail as follows:

First stage: If the SET index falls by 10% from the previous day's close, all trading in listed securities will be halted for 30 minutes.

Second stage: If the SET index falls by 20% from the previous day's close (i.e., another 10%), trading in all listed securities will be halted for one hour.

If the trading time left in a session is less than 30 minutes, or one hour (as the case may be) after the circuit breaker comes into effect, trading will be halted until the closing time of that session, and the trading will then resume in the next session.

The authorities has used this resort 3 times on December 19th, 2006, once the index plunged 10.14% after the declaration of Bank of Thailand 30% reservation for short term capital inflow, on October 10th and 27th, 2008 which was affected by the recession in the U.S. economy.