

UNOFFICIAL TRANSLATION

Readers should be aware that only the original Thai text has legal force, and that this English translation is strictly for reference.

Notification of the Securities and Exchange Commission Re: Determination of Other Regulations of Associations related to Securities Business

By virtue of Section 14 and Section 234(7) of the *Securities and Exchange Act B.E. 2535 (1992)*, the Securities and Exchange Commission hereby issues the following regulations:

Clause 1 An association related to securities business shall have other regulations concerning the following matters:

(1) code of business ethics for members, which shall contain at least the following provisions:

(a) members shall operate business honestly and shall act ethically in relation to clients or the public as well as other securities companies;

(b) members shall treat clients fairly and shall not be involved in discriminatory practice, and shall provide services by using knowledge and capabilities fully and cautiously with sufficient information and referable evidence;

(c) members shall disclose to clients any case where the members have an interest, whether directly or indirectly, in any matter for which the members provide services;

(d) members shall not disclose any client's information which becomes known to them through the course of business operation and normally should be kept undisclosed except in the case of disclosure by virtue of law or for the benefit of the financial institution system or the public;

(e) members shall not help or support fraudulently any act deemed to be an offence against the law on securities and exchange or any act deemed to be an offence related to assets or any act harmful to the economy or the national security, and shall not conceal, or be involved in the manipulation or distribution of, assets derived from such acts.

(2) regulations specifying the composition of an association related to securities business, whereby a body of persons of at least three and not more than fifteen persons shall be established and function as a temporary board of directors of the association related to securities business until the first election of the first board, which shall be held within a specified period, and in any case, shall not be later than one hundred and twenty days as from the date of obtaining the license and the registration as an association related to securities business.

Clause 2 This Notification shall come into force as from the following day of its publication in the Government Gazette.

Notified this 3rd day of August 1992.

(Mr. Panat Simasatian)
Chairman
Securities and Exchange Commission