

(Translation)

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**Notification of the Office of the Securities and Exchange Commission  
No. SorThor/Nor. 26/2549  
Re: Forms of Financial Statement of a Securities Company**

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By virtue of Section 106 of the Securities and Exchange, Act B.E. 2535 (1992), and Clause 1 of the Notification of the Securities and Exchange Commission Re: Rules and Period for Submitting a Report of the Securities Company, dated 18 May 1992, the Office of the Securities and Exchange Commission hereby issues the following regulations:

**Clause 1.** The following notification shall be repealed:

(1) The Notification of the Office of the Securities and Exchange Commission No. SorThor/Nor. 46/2545 Re: Forms of financial statement of a securities company, dated 19 December 2002;

(2) The Notification of the Office of the Securities and Exchange Commission No. SorThor/Nor. 22/2547 Re: Forms of financial statement of a securities company (No. 2) dated 25 May 2004.

**Clause 2.** In this Notification,

“electronic data” means the information created, transmitted, received, stored or processed by an electronic means;

“securities company report transmission system” means electronic data transmission system determined by the Office for use of the securities company in submitting the report of the securities company to the Office;

“Office” means the Office of the Securities and Exchange Commission.

**Clause 3.** The securities company shall prepare a financial statement in accordance with the format annexed to this Notification and shall also comply with the explanation attached hereto.

**Clause 4.** In the case where the securities company desires to submit a financial statement under Clause 3 to the Office in the form of electronic data, the securities company shall submit such financial statement via the securities company report transmission system in accordance with the rule of practice of the Office of the Securities and Exchange Commission on electronic data transmission.

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**Clause 5.** This Notification shall apply to a financial statement of the accounting period ended as from 30 June 2006.

Notified this 29<sup>th</sup> Day of June 2006

(Prasong Vinaiphaet)  
Acting Secretary-General  
Office of the Securities and Exchange Commission.

**The ..... securities company limited**

**Balance sheet**

**As of (date) .....20.. and 20..**

**Assets**

(Unit:Baht)

Consolidated  
(20..) (20..)

The Company only  
(20..) (20..)

1. Cash and cash equivalents
2. Long-term deposits  
at financial institutions
3. Securities purchased  
under reverse repurchase agreement
4. Investments in investment  
Securities
5. Investments in subsidiary  
and affiliated
6. Receivables from Clearing House
7. Securities business receivables  
and Derivatives business receivables
8. Others derivatives assets
9. Property, plant and equipment
10. Intangible assets
11. Other assets

**Total assets**

**Liabilities and shareholders' equity**

(Unit:Baht)

	<b><u>Consolidated</u></b>		<b><u>The Company only</u></b>	
	<b><u>(20..)</u></b>	<b><u>(20..)</u></b>	<b><u>(20..)</u></b>	<b><u>(20..)</u></b>
<b>Liabilities</b>				
12. Borrowings				
13. Securities sold under repurchase agreements				
14. Payable to Clearing House				
15. Securities business payable and derivatives business payables				
16. Debentures and debt instruments				
17. Other derivatives liabilities				
18. Provision				
19. Other liabilities				
Total liabilities				
<b>Shareholders' equity</b>				
20. Share capital				
20.1 Authorized share capital				
20.2 Issued and paid-up share capital				
21. Stock rights and warrants				
22. Additional paid-in capital (discount on capital stock))				
23. Appraisal surplus				
24. revaluation surplus (deficit) in investments)				
25. Retained earnings (deficits) arising from risk prevention equipment with directly recognition to the owner's equity				
26. retained earnings (deficits)				
26.1 Appropriated				
26.1.1 legal reserve				
26.1.2 others				
2.6.2 Unappropriated				
27. <u>deducted</u> Treasury stock				
28. Minority interest				
<b>Total Shareholders' equity</b>				

**Total Liabilities and shareholders' equity**

**The ..... securities company limited**  
**Income statement**  
**For month/year ending.....**

**Assets**

(Unit:Baht)

	<u>Consolidated</u>		<u>The Company only</u>	
	<u>(20..)</u>	<u>(20..)</u>	<u>(20..)</u>	<u>(20..)</u>
1. Income				
1.1 Brokerage fees				
1.1.1 Brokerage fees from Securities business				
1.1.2 Brokerage fees from Derivatives business				
1.2 Fees and services incomes				
1.3 Gain (loss) on Securities trading				
1.4 Gain (loss) on Derivatives trading				
1.5 Interest and dividend				
1.6 Interest on margin loans				
1.7 Share of profit of subsidiaries and associates				
1.8 Others incomes				
Total Income				
2. Expenses				
2.1 Expenses on Borrowing				
2.2 Fee and Service Expenses				
2.3 Bad debt and doubtful accounts				
2.4 Shares of loss of subsidiaries and affiliated				
2.5 Operating expenses				
2.5.1 Personnel expenses				
2.5.2 Premises and equipment expenses				
2.5.3 Taxes and duties				
2.5.4 Directors' remuneration				
2.5.5 Others expenses				

**Total Expenses**

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(Unit:Baht)

	<b><u>Consolidated</u></b> <b><u>only</u></b>	<b><u>The Company</u></b>
	(20..) (20..)	(20..) (20..)
3. Income (Loss) before income tax		
4. Income tax expenses		
5. Income (Loss) after income tax		
6. Net profit (Loss) of minority interest		
7. Profit (Loss) from ordinary activities		
8. Extraordinary Items		
9. Net income (loss)		
10. Earnings per share		
10.1 Basic earning per share		
10.1.1 Net profit (loss) before extraordinary items		
10.1.2 Extraordinary items		
10.1.3 Net income (loss)		
10.2 diluted earning per share		
10.2.1 Profit (Loss) before extraordinary items		
10.2.2 Extraordinary items		
10.2.3 Net income (loss)		

**The ..... securities company limited**  
**Cash flow statement**  
**For month/year ending.....**

(Unit:Baht)

	<b><u>Consolidated</u></b>	<b><u>The Company</u></b>
	<b><u>only</u></b>	
	<b><u>(20..)</u></b>	<b><u>(20..)</u></b>
<b>Cash flows from operating activities</b>		
Net income		
Adjustments to reconcile net earning to net cash (loss) from operating activities		
Depreciation and writing off		
bad debt and doubtful accounts		
Income tax to be written off		
(Gain) Loss from regulation of securities		
(Gain) Loss from assets distribution		
(Gain) Loss from foreign currencies exchange		
Earnings from operation before change in operating assets and liabilities		
Operating assets (increase) decrease		
Long-term deposits at financial institutions		
Securities purchased under reverse repurchase agreement		
Temporary investments		
Receivables from Clearing House		
Securities business receivables and Derivatives business receivables		
Other derivatives assets		
Other assets		
Operating Liabilities increase (decrease)		
Securities sold under repurchase agreement		
Payable to Clearing House		
Securities business and Derivatives business payables		
Other derivatives liabilities		
Provision		
Other liabilities		
Net cash from operating activities		

(Unit:Baht)

	<u>Consolidated</u>		<u>The Company only</u>	
	<u>(20..)</u>	<u>(20..)</u>	<u>(20..)</u>	<u>(20..)</u>
<b>Cash flows from investing activities</b>				
Cash purchase of long-term investment				
Sale of long-term investment				
Cash Purchase of investment in subsidiary and affiliated				
Sale of investment in subsidiary and affiliated				
Cash spending for Purchase of property, plant and equipment				
Cash receiving from sale of property, plant and equipment				
<b>Net cash flows from investing activities</b>				
<b>Cash flows from financing activities</b>				
Increase (decrease) in on call borrowings				
Proceeds from fixed period loan				
Payment of fixed period loan				
Proceeds from issuance of debenture and long-term debt instruments				
Redemption of debenture and long-term debt instruments				
Increase in issued and paid-up share capital				
Additional paid-in capital				
Cash spending in redemption of treasury stock				
Cash receiving from the sale of treasury stock				
Payment of dividend				
Net cash from financing activities				
Net increase (decrease) in cash and cash equivalents				
Cash and cash equivalents as of ... (beginning of period)				
Cash and cash equivalents as of ... (end of period)				
Supplementing information on cash flows .....				
.....				



**The ..... Securities Company Limited**  
**Statements of changes in shareholder's equity**  
**For the period of... .....until.....20.. and .....20...**

**Consolidated financial statement**

	<b>(Unit:Baht)</b>								<b>Total</b>
	<b>Ordinary share</b>	<b>Stock rights and warrants<sup>/1</sup></b>	<b>Additional paid-in capital (Discount on capital stock)<sup>/1</sup></b>	<b>Surplus in other capital (deficit)<sup>/2</sup></b>	<b>Legal reserve</b>	<b>Other reserve</b>	<b>Unappropriated retained earning (deficit)</b>	<b>Treasury stock<sup>/1</sup></b>	
1. Balance at the beginning 25x0	x	x	x	x	x	x	x	(x)	x
2. Accumulation from write off							x		x
3. Adjusted balance	x	x	x	x	x	x	x	(x)	x
<u>Alteration between a period</u>									
4. Appraisal surplus				x					x
5. Revaluation surplus (deficit) in investment				x					x
6. Retained earning (deficit) arising from risk prevention equipment with directly recognition to the owner's equity									
7. Net income (loss)							x		x
8. Retained earning appropriation					x	x	(x)		
9. Payment dividend							(x)		x
10. Increase (decrease) issued capital <sup>/1</sup>	x		x						x
11. Increase (decrease) stock right and		x							x

	x	x	x	x	x	x	x	(x)		x
13. Balance at end 25x0										
14. Accumulation from write off										
15. Adjusted balance	x	x	x	x	x	x	x	(x)		x
<u>Alteration between a period</u>										
16. Appraisal surplus				x						x
17. Revaluation surplus				x						x
(deficit) in investment										
18. Retained earning (deficit) arising from risk prevention equipment with directly recognition to the owner's equity										
19. Net income (loss)							x		x	x
20. Retained earnings appropriation					x	x	(x)			
21. Payment dividend							(x)		x	x
22. Increase (decrease) issued capital <sup>/1</sup>	x		x							x
23. Increase (decrease) stock right and warrants <sup>/1</sup>		x								
24. (Increase) decrease Treasury stock <sup>/1</sup>			x					(x)		(x)

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25. Balance at end	x	x	x	x	x	x	x	(x)	x	x
25x1										

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<sup>/1</sup>In case of the company have both ordinary share and preferred share, it shall separate ordinary share and preferred share. And in case of having both a surplus and a deficit, it shall demonstrate such items separately without setting off.

<sup>/2</sup> In case of the company have various categories of additional paid-in other capital (deficit), namely appraisal surplus, revaluation surplus (deficit) in investment, it shall separate surplus (deficit) categories of each its categories.

## Financial statement of the sole company

(Unit:Baht)

	Ordinary share	Stocks right and warrants <sup>/1</sup>	Additional paid-in capital (Discount on capital stock) <sup>/1</sup>	Additional paid-in other capital (deficit) <sup>/2</sup>	Legal reserve	Others	Unappropriated retained earning (deficit)	Treasury stock <sup>/1</sup>
1. Balance at the beginning of 25x0	x	x	x	x	x	x	X	(x)
2. Accumulation from correction of mistakes							x	
3. Adjusted balance <u>Alteration</u> <u>between two</u> <u>periods</u>	x	x	x	x	x	x	x	(x)
4. Appraisal surplus				x				
5. Revaluation surplus (deficit) in investment				x				
6. Retained earning (deficit) arising from risk prevention equipment with directly recognition								

to the

owner's

equity

7. Net income

(loss)

8.

Appropriated

retained

earnings

9. Payment

dividend

10. Increase

(decrease)

issued

capital<sup>/1</sup>

11. Increase

(decrease)

stock

right and

warrants<sup>/1</sup>

12. (Increase)

decrease

Treasury

stock<sup>/1</sup>

13. Balance at

end 25x0

14.

Accumulation

from

write off

15. Adjusted

balance

Alterationbetween aperiod

16. Appraisal

surplus

17.

Revaluation

surplus

(deficit)

in investment

18. Retained

earning

(deficit)

x

(x)

(x)

x

x

x

x

x

x

x

x

x

x

x

x

x

x

x

x

x

x

x

x

x

x

arising from  
risk  
prevention

equipment  
with  
directly  
recognition to  
the  
owner's  
equity

19. Net income (loss)								x
20. Appropriated retained earnings					x	x		(x)
21. Payment dividend								(x)
22. Increase (decrease) issued capital <sup>/1</sup>	x			x				
23. Increase (decrease) stock right and warrants <sup>/1</sup>							x	
24. (Increase) decrease Treasury stock <sup>/1</sup>								
25. Balance at end 25x1	x	x	x	x	x	x	x	x

<sup>1</sup>In case of the company have both ordinary share and preferred share, it shall separate ordinary share and premium share. And in case of having both a surplus and a deficit, it shall demonstrate such items separately without setting off.

<sup>2</sup> In case of the company have various categories of additional paid-in other capital (deficit), namely appraisal surplus, revaluation surplus (deficit) in investment, it shall separate surplus (deficit) categories of each its categories.

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**Explanation of Items**

**Balance sheet**

**Assets**

**1. Cash and cash equivalents**

**Cash** means

1) banknotes and coins holding by the company, including miscellaneous cash, money orders, postal bills, due cheques still have not yet been deposited, travelers' cheques and bank drafts

2) bank deposits in current accounts and saving accounts, and those in fixed deposit accounts and certificates of deposit with due dates of not exceeding three months, but not includes bank deposits with an obligation.

**cash equivalents** means short-term investments with high liquidity ready to be converted into definite amounts of cash, and low risk of value changing or pertaining insignificant value changing, most of which are bills or promissory notes issued, accepted or given aval by financial institutions and held by the company for payment of short-term encumbrance rather than for investment or other purpose such as on call promissory notes or bills with due dates of less than three months etc..

In the case where the company possesses a fixed deposit, certificate of deposit and a bill which is due within three months but the company intends to extend the due date by rolling over or extend the period of the deposit, such asset may be classified as a long-term deposit at a financial institution or an investment (as the case may be); provided that such policy shall be clearly indicated in the remarks of the financial statement.

**2. A long-term deposit at a financial institution** means a deposit at a financial institution other than those classified as cash and cash equivalents, such as a fixed deposit, certificate of deposit, a promissory note issued by a financial institution with due date of more than three months, and a deposit with an obligation etc..

**3. Securities purchased under a reverse repurchase agreement** means a loan with an agreement to accept the transfer of a financial asset from the other party in exchange for cash or in return for other matter, while having an obligation to resale such financial asset in the future in an amount equivalent to the cash or such other matter given plus interest or other similar matter in return.

**4. Investments in securities**

An investment in debt instrument means an investment in a contract showing that the instrument issuer has both directly and indirectly obligation to pay cash or other asset to the instrument holder in an amount and under the conditions expressly or impliedly prescribed therein, such as a bond, debenture, convertible debenture, and a bill or promissory note other than that classified as cash equivalent and a long-term deposit at a financial institution, etc..

An investment in equity securities means an investment in a contract showing that the instrument holder owns an equity of the balance interest of the invested business, such as share capital, investment units of mutual fund, share capital warrant and share capital purchasing right etc..

The company shall demonstrate items of investment in net value after adding or deducting with the value adjustment reserve accounts and the reserve for depreciation of investment fund.



**5. Investments in subsidiary and associated companies** means investments in subsidiary and associated companies holding by the company and subject to the accounting standard which records such investment by the Equity Method. In case of any holding of investments in subsidiary and associated companies are not subject to the accounting standards on recording the investment by the Equity Method. It shall be record an account under the items of investments in debt and equity securities.

**6. Receivables from clearing house** means a net balance account of receivables from the Thailand Securities Depository Company Limited (TSD.) resulting from paying for the prices of securities via the clearing house of the securities depository center, and a net balance account of receivables from the derivatives clearing house, including the cash deposited as collateral with the derivatives clearing house for a derivatives transaction.

**7. Securities business receivables and Derivatives business receivables** means net balance account of securities business receivables and derivatives business receivables after deducting by an allowance for doubtful account and revaluation allowance for debt restructuring plus accrued interests. Nevertheless, securities business receivables shall include receivable of securities trading by cash, under margin loans and a pledged asset receivable, i.e. the cash deposited as collateral with a securities lending creditor or the securities depository center and other receivables such as a receivable of securities trading by cash who fail to pay within due period or a receivable pending under a composition proceeding or payment in installments. As for the derivatives business receivable, it shall also include other receivables, such as a receivable pending under a composition proceeding or payment in installments.

**8. Others derivatives assets** means others derivatives assets other than the items No. 1-7 which the company is entitled under a contract to receive cash or other financial assets from other business or under a contract for exchanging financial instrument of the company with financial instrument of other business, subject to a condition beneficial to the company.

**9. Property, plant and equipment** means tangible assets under all of the conditions as follows:

(1) being available for producing, selling products or rendering service, rent or management;

(2) being expected to be utilized for more than one accounting period.

Such assets shall be indicated the net value after deducting accumulated depreciation.

**10. Intangible assets** means non-cash assets which is identifiable but intangible, being held by the company for producing or selling products, rent or rendering service or

management, such as computer software, lease rights, a license pending writing off, membership fee of The Stock Exchange of Thailand pending writing off etc..

**11. Other assets** means any assets other than those specified in the items No. 1-10, such as accrued interests from cash and cash equivalents, a long-term deposit at a financial institution and investment, accrued income, expense in advance, property pending sale etc..

In the case where any other assets amounts to five percent or more the total assets, it shall be separately demonstrated next to item No. 10.

### **Liabilities and shareholder's equity**

#### **Liabilities**

**12. Borrowings** means all category of borrowings whether domestic and abroad, namely financial institution borrowings, bank overdraft, bill payable, promissory note etc. including negotiable instrument selling or discount negotiable instrument selling whose the buyer has a right of recourse.

**13. Securities sold under repurchase agreement** means the lending of money with an agreement to transfer financial assets to the other party in exchange for cash or other returns, whereby causing an obligation to repurchase such financial assets in the future at the amount equivalent to the cash or other returns exchanged plus interest and other similar returns.

**14. Payable to clearing house** means net balance account of creditor of the Thailand Securities Depository Company Limited (TSD) occurring from settling the securities trader via the clearing house of securities depository center and a net balance account of creditor of derivatives clearing house.

**15. Securities business payable and derivatives business payables** means company encumbrance from undertaking the securities business and derivatives business affected to the third person, namely net balance account of creditor of trading of securities by cash client, encumbrance for deliver the securities result in short selling or securities borrowing and encumbrance for return asset which the company hold as a collateral of securities borrowing.

**16. Debenture and debt instruments** means all categories of securities and derivatives business payables selling by the company including subordinated debt instrument.

**17. Other derivatives liabilities** means other derivatives liabilities other than the items No. 12-16 which the company has an encumbrance in according with the contract to

deliver cash or other financial assets to another business or changing the financial instrument with the financial instrument of other business subjected to condition causing a loss to the business.

**18. Provision** means uncertain liabilities related to the period or payable amount. The company is able to estimate respectfully such liabilities value and being an encumbrance has an opportunity to cause a business loss economic interest resources for settlement of such encumbrance.

**19. Other liabilities** means liabilities beyond specified in the items No. 12-18, namely accrued interest payable of money of loan, debenture and other debt instrument and accrued expenses etc..

In the case where other liabilities have an amount from five percent of total liabilities, it shall demonstrate such other liabilities as a special item and demonstrate subsequent to the item No. 18.

### **Shareholders' equity**

#### **20. Share capital**

**20.1 Authorised share capital** means legal registered capital shall demonstrate category of share, amount of share and value of each category of share as registered.

**20.2 Issued and paid-up capital** means an amount and value of share for sale and already called for paid the share price. It shall be demonstrate each category of share.

**21. Stocks right and warrants** means value of right issued by the company to the holder in order to purchase an ordinary share or preferred share, including shares issued for increasing paid-up capital warrant issued for the former shareholder. It shall disclose total right and remain including condition of exercise the right and involved encumbrance.

**22. Additional paid-in capital (discount on capital)** means the cash received from sale of legally authorised share capital in the part exceeding or lower than of the registered capital. If there exists both the part exceeding and the part lower than the registered value, they shall be demonstrated separately without having to make a setoff. And in case the share capital consists of ordinary shares and preference shares, the part exceeding and the part lower than the registered value of both categories of shares shall be separately demonstrated.

**23. Appraisal surplus** means a premium on cost or book value of the asset.

**24. Revaluation surplus (deficit) in investments** means the difference between the book value and fair value of investment, which is determined by the Accounting Standard to be reported in the shareholders' equity.

**25. Retained earning (deficit) arising from risk prevention equipment with directly recognition to the owner's equity** means earning or loss from derivatives dealing subjected to the items recognition condition in the shareholders' equity as prescribed by the accounting principle.

**26. Retained earnings (deficit)**

**26.1 Appropriated**

**26.1.1 legal reserve** means the reserve separated from annual net income under the Civil and Commercial Code and the Public Limited Company Act, B.E. 2535 (1992)

**26.1.2 others** means the amount appropriated from retained earnings for any purpose under the resolution of shareholders, which shall be classified into categories, such as for the purpose of dividend level maintenance, for business expanding or under encumbrance condition.

**26.2 Unappropriated** means retained earnings and net income of accounting period remaining from appropriated. In case of net balance account is retained loss. It shall demonstrate the amount of cash in the parenthesis and called "deficit".

**27. Treasury stock** means ordinary share, preference share and other equity instrument equivalents to ordinary share of company re-purchasing by the company or the subsidiaries.

**28. Minority interest** means net assets of the subsidiaries only in the part which is subject to the parent company whether directly or indirectly.

**Profit and loss statement or income statement**

**1. Income**

**1.1 Brokerage fees**

**1.1.1 Brokerage fees from Securities business** means brokerage fees which the company has received from undertaking the securities brokerage. In case where the company submit a purchasing orders via other securities company, it shall identified as a net brokerage fees.

**1.1.2 Brokerage fees from Derivatives business** means brokerage fees which the company has received from undertaking the derivatives brokerage.

**1.2 Fee and service income** means fee and service income which the company has received from providing service to a client, such as investment advisor service fee, securities underwriting fee, fund management fee, clients' asset management fee and securities borrowing and lending fee etc..

**1.3 Gain (loss) on Securities trading** means gain or loss on securities trading. In the case where it has a securities trading expenses or gain or loss from securities appraising, it shall adjust such items to demonstrate total. If total result in loss, it shall demonstrate the amount of cash in the parenthesis.

**1.4 Gain (loss) on Derivatives trading** means gain or loss on derivatives trading. In the case where it has a derivatives trading expenses or gain or loss from derivatives appraising, it shall adjust such items to demonstrate a total. If a total result in loss, it shall demonstrate the amount in the parenthesis.

**1.5 Interest and dividend** means remuneration receiving from bank deposit or financial institution, other lending money which is not margin loans for securities purchasing and sharing of gain or other receiving from the investments.

**1.6 Interest on margin loans** means remuneration receiving from lending money for securities purchasing.

**1.7 Share of profit of subsidiaries and associates** means sharing of gain from the subsidiaries and associates which the company has recognised on share holding proportion in such company.

**1.8 Other income** means other incomes beyond the items above, including other income which are non-extraordinary items, namely gain from selling property, plant, equipment and other assets etc.. In the case where has a selling expenses or loss from selling such property, it shall be subtracted by this items in order to demonstrate a total amount. In the case of a total amount is loss, it shall demonstrate in item No. 2.5.5.

In the case where other income have an amount from five percent of total income, it shall demonstrate such other income as a special item and demonstrate subsequent to the item No 1.6.

## **2. Expenses**

**2.1 Expenses on borrowing** means remuneration from beneficial using of investments, including interests and discount paid by the company for the lender. In a manner of lending documentary issuance, promissory note issuance, interests for bank overdrafts, interests for securities purchased under resale agreement interests, interests for clients in credit balance system and money lending fee.

**2.2 Fee and Service Expenses** means remuneration of service fee paid by the company for provider related to securities business, namely the securities exchange business fee, amortised permission fee, sale agent of unit trust fee and foreign broker fee, etc..

**2.3 Bad debt and doubtful account** means securities business account receivable and accrued interests which finally demand repayment but not receiving a

payment, including the amount separated for the securities business account receivable and accrued interests which unexpected to collect within the accounting period

In the case of debtor occurring from the corruption of employee and a debtor whose demonstrated in the balance sheet as other assets which unable to collect, it shall be deem as other expenses and demonstrate in the item No.2.5.5.

**2.4 Shares of loss of subsidiaries and associates** means share of loss of subsidiaries and associates which the company recognise in the manner of proportion and share holding in such company.

**2.5 Operating expenses** consist of

**2.5.1 Personnel expenses** means remuneration paid to the staff member and employee, namely salary, wages, overtime wage, bonus, pension, living allowance, welfare, company contribution paid to the provident fund, income tax paid by the company etc..

**2.5.2 Premises and equipment expenses** means depreciation, rent, repair and maintenance, insurance premium, housing and land tax, water fee, electrical fee, telephone fee, material fee and other expenses related to property, plant and equipment.

**2.5.3 Tax and duties** means variety of taxation, namely specific business tax, signboard tax, stamp duties, excluding corporate income tax prescribed in the item No. 4, housing and land tax prescribed in the item No.2.5.2 and income tax paid by the company for committee, staff member and employee prescribed in the item No.2.5.1 and 2.5.4 etc..

**2.5.4 Director's remuneration** means cash or any assets paid to committee under Section 90 of Public Limited Company Act, B.E. 2535 (1992)

**2.5.5 Other expense** means other expenses beyond prescribed in above items namely entertainment expense, deferred debit unrelated directly to business operation etc., including other expenses which classified as an extraordinary items namely loss from corruption of a staff member, selling property, plant equipment and assets. In the case where having income from selling such assets, it shall be subtracted from this item in order to identify as a total amount. And if a total amount result in gain, it shall demonstrate in the item No. 1.7.

In the case where other expenses items has amount from five percent of total expenses, it shall demonstrate such other expenses as a solely item separate such items solely and demonstrate subsequent to the item No. 2.5.4.

**3. Income (Loss) before income tax** means total income deducted by total expenses before deducting income tax and extraordinary item. If it results in loss, such amount shall be put in the parenthesis.

**4. Income tax expenses** means corporate income tax calculating in accordance with the accounting procedure or the provision of the revenue code

**5. Income (Loss) after income tax** means net profit (loss) after subtracted by the income taxation and prior to the extraordinary items In a case of having a net loss, it shall demonstrate the amount of cash in the parenthesis.

**6. Net profit (Loss) of minority interest** means net operating of the subsidiaries which is not a proportion of the parent company, whether directly or indirectly. In a case of having a net loss, it shall demonstrate the amount of cash in the parenthesis.

**7. Profit (Loss) from ordinary activities** means profit (loss) from activities which is a part of business operation of company or arising from regular operation of the company, including other activities related to the business operation or carry out of such work. In a case of having a net loss, it shall demonstrate the amount of cash in the parenthesis.

**8. Extraordinary Items** means incomes or expenses arising from items or event accounting differ clearly from regular operation of the company and unexpectedly or rarely occurs Such extraordinary items shall be demonstrated as a total amount after subtract related income taxation and demonstrate the amount of related income taxation. In a case of extraordinary items result in loss, it shall demonstrate the amount of cash in the parenthesis.

**9. Net income (loss)** means gain or loss after subtracted or plus the extraordinary items. In a case of having a net loss, it shall demonstrate the amount of cash in the parenthesis.

**10. Earning per share** means average of earning per an ordinary share by calculating in accordance with the Accounting Standard on earning per share. In a case of having a loss per share, it shall demonstrate the amount of cash in the parenthesis by separated as follows:

**10.1 Basic earning per share**

**10.1.1 Profit (Loss) before extraordinary items.**

**10.1.2 Extraordinary items.**

**10.1.3 Net income (loss).**

**10.2 Diluted earning per share.**

**10.2.1 Profit (Loss) before extraordinary items.**

**10.2.2 Extraordinary items.**

**10.2.3 Net income (loss).**

**Cash flows statement**

The items in the cash flow statement of the company shall be use the prescribed definition, as follow:

**Cash flow from operating activities** means money arising from the main activities which cause the incomes of business or other activities as non- investment activities or financing activities, namely cash receipts, interests, fee, brokerage fee, cash dividend and other incomes, cash paid or received from borrowing, prepaid cash to customer, cash receipts or paid for trading temporarily investment, cash receipts from the due disposal property etc..

**Cash flow from investing activities** means money arising from purchase or disposal property or long term investment, namely cash receipts or paid from disposal or purchase property, plant, equipment and intangible assets, cash receipts or paid from disposal or purchase the investments in subsidiaries and associated companies, except cash flow from interests receipts and dividend receipts which allocated as cash flows from operating activities.

**Cash flow from financing activities** means money arising from liabilities and owner's equity or any other activities causing alteration of capacity and structure of the owner's equity and borrowing of business's equity, namely cash receipts or repayment for borrowings, cash receipts from stock, treasury stock, warrant share, debentures, debt



instrument, subordinated instrument or cash paid for stock repurchase, cash paid for redeem debenture, instrument shown right in liabilities having characteristics similar to capital and dividend paid to shareholders etc., proving that excluding cash flows from interests which allocated as a cash flow from operating activities.

**The remarks of financial statement ( The footnotes to financial statement)**

The Securities company shall disclose detail in the footnotes to financial statement as prescribed by the accounting standard, namely information of financial statement reporting rule, summary of accounting policies which the securities company using for the significant accounting items and accounting event, detail attached to significant items which demonstrated in the financial statement and other additional information as prescribed by the accounting standard, the Securities and Exchange Commission and the Office of Securities and Exchange Commission. If the securities company have not such items or not such without materiality, the securities company is unable to demonstrate such items, provided that it shall have the following items at least,

**1. General Information:**

1.1 the location or the head office or the main place for business operation and legal position of the business;

1.2 The explanation of business operation and main activities of the company, including securities business operation license of the securities company;

1.3 the amount of employees at the end of accounting period or the average amount of employees for the accounting period.

## **2. Basis of preparation of financial statement :**

2.1 The content as specified that the financial statement made in accordance with the accounting standard under the law on accounting or other accounting standard in case of not having accounting standard as specified above;

2.2 Fact and reason in case of the securities company desire to comply with the financial statement accounting standard prior to enforcement date;

2.3 reason shown that the securities company is unnecessary to prepare the financial statement because of the securities company in the position as a subsidiaries or entire taken over or almost under control by the other business.

## **3. Summary of Significant Accounting Policies**

Disclosure of each topic shall be complied in accordance with the accounting standard and related notification, as follows:

### **3.1 Consolidated financial statement**

It shall disclose rules of preparing a consolidated financial statement, namely using a similar accounting policy for all company taken to prepare a consolidated financial statement. If it is unable to use a similar accounting policy, it shall disclose fact together with proportion of the items took a different accounting policy.

### **3.2 Revenue**

It shall disclose the significant rules of recognition of significant category of income namely brokerage fee, fee and service fee, loan interest, gain and loss from securities trading and interests and dividend from investment etc.. Furthermore the company have to stop recognizing income client, it shall disclose rule of stopping income recognition.

### **3.3 Merger**

It shall disclose accounting procedure for merger and accounting procedure for goodwill .

### **3.4 Cash and cash equivalents**

It shall disclose the composition of cash and cash equivalents and policy used to consider the composition of cash and cash equivalents.

### **3.5 Securities sold under repurchase agreement, securities purchased under resale agreement and securities borrowing and lending**

It shall disclose the materiality of transaction briefly, namely objective of transaction, category of securities purchased under resale agreement and borrowing and lending securities, category of received collateral or collateral use for the contract, approximate duration of contract of each transaction, adequacy approximation of collateral and income recognition and transaction fee.

### **3.6 Investments in debt and net equity securities**

It shall disclose the rule of fair value assessment of each category of investments in debt and net equity securities namely cost price, price writing-off cost, current

purchasing price, discounted cash-flow analysis price, accounting policies on cost calculating in investment, accounting records of changing of fair value of temporarily investment and investment and consideration of inferior investments etc..

### **3.7 Investment in subsidiary and associated company**

It shall disclose the accounting method of investments of subsidiary and associated company and loss recognition higher than investments in subsidiary and associated company in case of the subsidiary and associated company lose more than their capital.

### **3.8 Securities business account receivable and allowance for doubtful accounts**

It shall disclose the characters of each category of securities business account receivable and rules of consideration on allowance for doubtful accounts and bad debt amortisation.

### **3.9 Doubtful debt restructuring**

It shall disclose a nature of the debt restructure, accounting policy of value assessment expected to return and discount rate.

### **3.10 Property, plant and equipment**

It shall disclose a valuation method determinate on book value prior to subtracted by accumulated depreciation of assets, depreciation method, useful life or depreciation rate classified by each category of assets, accounting policy on expenditure forecasting of place renovation after using finish property, plant and equipment and in case of using value assessment as revaluation, it shall identify rules of assets appraisal.

### **3.11 Intangible assets**

It shall disclose a valuation method determinate on book value prior to subtracted by accumulated write-off of assets, write-off procedure, utilizing lifetime or write-off rate.

### **3.12 Provsion**

It shall disclose rules of recognition and valuation method of provision.

### **3.13 Treasury stock**

It shall disclose characteristics of each category of stock resold by the securities company or the subsidiary company, objective and reason of resold, accounting record policy and fact of resold of the securities company or the subsidiary company from the person or related business, disposal period and amortization of repurchasing share (cancellation of treasury stock for reducing capital).

### **3.14 risk management and prevention**

It shall disclose objective and policy on financial risk management of the company, policy on using financial instrument for preventing risk to apply to each accounting items expected to cause a risk.

**3.15 Foreign currency**

It shall disclose rules of items recognition of foreign currency, reported date in balance sheet, exchange rate, variance recognition from foreign currency alteration

**3.16 Gratuities pension and provident fund projects**

It shall disclose a management for gratuities pension and provident fund.

**3.17 Profit (Loss) per share**

It shall disclose rules of calculation of primary earnings (loss) per share and earnings (loss) per discount share in the accounting period.

**3.18 Accounting change and correction/ratification**

It shall disclose nature of accounting change, correction of errors, reason and effect of such change and correction.

**4. Significant supplementary statement****4.1 Cash and cash equivalents**

It shall disclose the following detail:

	<u>20..</u>		<u>20..</u>
cash	xxx		xxx
current and saving deposit	xxx		xxx
bill with expiration not exceeding 3 months	xxx	xxx	xxx
<u>subtract</u> deposit on behalf of company			
for a customer	(xxx)		(xxx)
total cash and cash equivalents	<u>xxx</u>		<u>xxx</u>

**4.2 Long-term deposits at financial institution**

It shall disclose the following details:

	<u>20..</u>		<u>20..</u>
fixed deposit with expiration exceeding			
than 3 months	xxx		xxx
promissory note with expiration exceeding			
than 3 months	xxx		xxx
deposit with encumbrance	xxx		xxx
total long-term deposits			
at financial institution	<u>xxx</u>		<u>xxx</u>

In case of certificate of deposit, it shall demonstrate with net book value for adjustment the deferred variance and demonstrate a balance of such deferred items together with the amount amortised between the period, and in case of deposits in the financial institution having position or business operation problem, it shall disclose such amount of cash.

#### 4.3 Investments in debt and net equity securities

It shall disclose following detail:

(1) Cost and fair value

	<u>cost /</u> <u>amortised</u> <u>capital</u>	<u>20..</u> <u>fair value</u>	<u>cost /</u> <u>amortised</u> <u>capital</u>	<u>20..</u> <u>fair value</u>
1. Short-term investment	xxx	xxx	xxx	xxx
1.1 Securities for trades	xxx	xxx	xxx	xxx
1.2 Securities available for sales	xxx	xxx	xxx	xxx
1.3 General investment	xxx	xxx	xxx	xxx
1.4 Held-to-maturity securities	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>
Total	xxx	xxx	xxx	xxx
<u>Plus</u> (subtract) revaluation allowance	xxx	-	xxx	-
<u>subtract</u> inferior value allowance	(xxx)	-	(xxx)	-
total short-term investments	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>
	<u>cost /</u> <u>amortised</u> <u>capital</u>	<u>20..</u> <u>fair value</u>	<u>cost /</u> <u>amortised</u> <u>capital</u>	<u>20..</u> <u>fair value</u>
2. Long-term investment				
2.1 Securities for sales	xxx	xxx	xxx	xxx
2.2 General investment	xxx	xxx	xxx	xxx
2.3 Held-to-maturity securities	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>
Total	xxx	xxx	xxx	xxx
<u>Plus</u> (subtract) revaluation allowance	xxx	-	xxx	-
<u>Subtract</u> inferior allowance	(xxx)	-	(xxx)	-
total long-term investment	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>
<b>Total investments in debt and net equity securities</b>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>

As regard the general investment, in case of holding shares of 10 per cent or more of sold shares in any juristic person, the name of the juristic person, category of

business, unpaid amount of money, and proportion of equity in each juristic person shall be disclosed.

(2) Fair value of in binding investments in debt and net equity securities

	<u>20..</u>	<u>20..</u>
1. Securities sold under repurchase agreement		
- securities for trades	xxx	xxx
- securities available for sales		xxx
xxx		
.....	<u>xxx</u>	<u>xxx</u>
total	<u>xxx</u>	<u>xxx</u>
2. lending securities/securities as collateral		
- securities for trades	xxx	xxx
.....	xxx	xxx
total	<u>xxx</u>	<u>xxx</u>
3. borrowing securities with deliver yet	xxx	xxx
4. total binding securities	<u>xxx</u>	<u>xxx</u>

(3) Investments in debt instrument under the remain period of contract  
It shall disclose current period detail and comparative period, as follow

	<u>20..</u>	<u>20..</u>	
	<u>Within one</u>	<u>2-5 years</u>	<u>Exceeding 5</u>
	<u>year</u>		<u>year</u>
Debt instrument for trades	xxx	xxx	xxx
Held-to-maturity debt instrument	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>
Total	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>

In case of the company sell or change category of debt instrument which holding until maturity due, it shall disclose additional details, as follows:

- a) the amount of write-off cost of the securities sold or transferred;
- b) total amount of net profit or loss items which occurred;
- c) total amount of net profit or loss items which not occurred;
- d) reason why the company sold or transferred for changing such category of debt instrument.

(4) Profit (loss) not yet occurred from investments value changing recognised for the shareholders' equity.

20..                      20..

Total amount at the beginning of the period	xxx	xxx
Changing between the period		
- appraisal	xxx	xxx
- sale/ transfer for changing category/ amortisation		<u>xxx</u>
		<u>xxx</u>
Total amount at the end of the period	<u>xxx</u>	<u>xxx</u>

\* Write-off is an adjustment of gain (loss) not yet occurred. In case of transfer for changing from debt instrument for trade to debt instrument holding until due, the company shall, at the date of transfer, transfer such debt instrument at fair value and shall write-off the profit and loss account which has not yet occurred and is shown in the shareholders' equity until the due date of such instrument in the same manner as decreasing surplus or discount of a debt instrument.

- (5) Significant items included the earning statement, as follows
- a) interests and dividend arising from the investments in debt and net equity securities;
  - b) total amount of returns arising from selling each category of investments;
  - c) total amount of net profit items and total amount of net loss arising from transferring for change category of securities;
  - d) total amount of net profit items and total amount of net loss arising from selling each investments;
  - e) total amount of net profit items and total amount of net loss arising which not occurred from the securities for trade.

(6) Investments in the trouble business

In case the company invests in a company which is having problem relating to financial position and outcome of business operation, such as a financial institution which was closed down or controlled by the Government, the company having problem in debt payment, or in the existence of business the company which is potentially revoked from being the listed company in the securities exchange etc., the company shall disclose the following details:

- a) category of investments in the trouble business;
- b) cost price and fair value of such investments;
- c) value adjust allowance or of inferior allowance of such investments

4.4 Investments in subsidiary and associated companies

<u>Name of company</u>	<u>Category of business</u>	<u>Registered in Country</u>	<u>Proportion of investment (percentage)</u>	<u>Amount of investment cost method</u>		<u>Amount of investment Interest conflict method</u>	
				<u>20..</u>	<u>20..</u>	<u>20..</u>	<u>20..</u>
Subsidiary companies							
1.....	.....	.....	xx%	xxx	xxx	xxx	xxx
.							
2.....	.....	.....	xx%	xxx	xxx	xxx	xxx
.							
associated companies							
1.....	.....	.....	xx%	xxx	xxx	xxx	xxx
.							
2.....	.....	.....	xx%	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>
.							
total				<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>

It shall disclose the name list of subsidiary companies which arrange to make the financial statement together with a reason and proportion of voting right in case of the differ to the proportion of investment and the nature of relationship, including the effect from acquisition of or disposal the subsidiary companies to the financial position at the date in the balance sheet and the business operation.

4.5 Receivables from Clearing house

It shall disclose following detail:

	<u>20..</u>	<u>20..</u>
Receivables from Thailand Securities Depository Company Limited (TSD)		
	xxx	xxx
Receivables from Thailand Clearing House (TCH)		
	xxx	xxx
<u>Subtract</u> Receivables from Clearing house	<u>(xxx)</u>	<u>(xxx)</u>
Receivables from Clearing house	<u>xxx</u>	<u>xxx</u>

4.6 Securities business account receivables and derivatives business receivables

It shall disclose following detail:

<u>securities business account receivables</u>	<u>20..</u>	<u>20..</u>
--	-------------	-------------



Receivables bought securities by cash	xxx	xxx
Margin loan	xxx	xxx
Receivable grant assets as collateral	xxx	xxx
Other receivables		(xxx)
(xxx)		
Total securities business account receivable		
<u>Plus</u> accrued interests		xxx
xxx		
<u>Subtract</u> allowance for doubtful accounts	(xxx)	(xxx)
<u>Subtract</u> value adjust allowance		
from debt restructure	(xxx)	(xxx)
(1) securities business account receivable	<u>xxx</u>	<u>xxx</u>
<u>derivatives business receivables</u>		
derivatives business receivables	xxx	xxx
<u>Plus</u> accrued interests	xxx	xxx
<u>Subtract</u> allowance for doubtful accounts		(xxx)
(xxx)		
<u>Subtract</u> value adjust allowance		
from debt restructure	(xxx)	(xxx)
(2) derivatives business receivables	<u>xxx</u>	<u>xxx</u>
(1) + (2) securities business account receivables and derivatives business receivables		<u>xxx</u>

xxx

**Remarks :** Other receivables means receivable from securities purchasing order which is unable to pay due debt securities business receivables pending litigation, compromise or payment by installments etc..

Moreover, there shall be disclosed the amount of loan and receivables which the company stops income recognition and shall demonstrate the credit rating and allowance setting for doubtful debts of the current period and comparative period, as follows:

<u>level arrangement</u>	<u>amount of debt</u>	<u>allowance for doubtful accounts settled</u>	<u>allowance for doubtful accounts surplus (deficit)</u>
doubtful debt	xxx	xxx	xxx
substandard account			
receivable	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>
total	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>

#### 4.7 Allowance for doubtful accounts

It shall disclose following detail:

	<u>20..</u>	<u>20..</u>
total amount at the beginning of the period	xxx	
xxx		
doubtful account	xxx	xxx
bad debt return	xxx	xxx
amortised bad debt	(xxx)	(xxx)
others	<u>xxx</u>	<u>xxx</u>
total amount at the beginning of the period	<u>xxx</u>	
<u>xxx</u>		

#### 4.8 Debt restructuring

It shall disclose detail for the current period and comparative period, as follow:

<u>Category of debt restructuring</u>	<u>Number</u>	<u>Book value prior to debt restructuring</u>	<u>Value behind debt restructuring</u>	<u>Asset value/ interests accepted transfer</u>	<u>Loss from debt restructuring</u>
Transferring asset for payment	xx	xxxx	-	xxxx	xxxx
Transferring interests for payment	xx	xxxx	-	xxxx	xxxx
Changing condition of payment	<u>xx</u>	<u>xxxx</u>	<u>xxxx</u>	<u>. - .</u>	<u>xxxx</u>
Total debt of restructuring	<u>xx</u>	<u>xxxx</u>	<u>xxxx</u>	<u>xxxx</u>	<u>xxxx</u>
Total debt	<u>xx</u>	<u>xxxx</u>	<u>xxxx</u>	-	-

In case of debt restructuring is the manner of asset accept transferring or the interests in the owner's equity, the company shall disclose the category of the asset accept transferring.

Moreover, the company shall disclose additional detail, as follow:

- total amount of investment behind debt restructuring;
- total amount of remaining encumbrance which the creditor agree a debtor adding later a debt restructuring (if any);
- interests income from debtor having a debt restructuring.

(Translation)

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4.9 Property, plant and equipment

It shall disclose following detail:

	<u>Assets value</u>				<u>Accumulated depreciation</u>				<u>Inferior value allowance</u>			
	<u>bring forward at the beginning of the period</u>	<u>increase</u>	<u>decrease/disposal</u>	<u>balance at the beginning of the period</u>	<u>bring forward at the beginning of the period</u>	<u>increase</u>	<u>decrease/disposal</u>	<u>balance at the beginning of the period</u>	<u>bring forward at the beginning of the period</u>	<u>increase</u>	<u>decrease/disposal</u>	<u>balance at the beginning of the period</u>
<u>Property</u>												
historical cost	xxx	xxx	(xxx)	xxx	-	-	-	-	xxx	xxx	(xxx)	xxx
additional appraisal portion	<u>xxx</u>	<u>xxx</u>	<u>(xxx)</u>	<u>xxx</u>	-	-	-	-	-	-	-	-
property as a new appraisal price	<u>xxx</u>	<u>xxx</u>	<u>(xxx)</u>	<u>xxx</u>	-	-	-	-	-	-	-	-
<u>Plant</u>												
historical cost	xxx	xxx	(xxx)	xxx	xxx	xxx	(xxx)	xxx	xxx	xxx	(xxx)	xxx
additional	<u>xxx</u>	<u>xxx</u>	<u>(xxx)</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>(xxx)</u>	<u>xxx</u>	-	-	-	-

(Translation)

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appraisal portion												
plant as a new  appraisal price	<u>xxx</u>	<u>xxx</u>	<u>(xxx)</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>(xxx)</u>	<u>xxx</u>	-	-	-	-
<u>Equipment</u>												
historical cost	xxx	xxx	(xxx)	xxx	xxx	xxx	(xxx)	xxx	xxx	xxx	(xxx)	xxx
additional appraisal portion	<u>xxx</u>	<u>xxx</u>	<u>(xxx)</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>(xxx)</u>	<u>xxx</u>	-	-	-	-
equipment as a new  appraisal price	<u>xxx</u>	<u>xxx</u>	<u>(xxx)</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>(xxx)</u>	<u>xxx</u>	-	-	-	-
<u>Total</u>	<u>xxx</u>	<u>xxx</u>	<u>(xxx)</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>(xxx)</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>(xxx)</u>	<u>xxx</u>

In case of using a new appraisal price, it shall disclose the date of appraisal a new price and the company has the due disposal asset, it shall disclose in similar to disclose detail of property, plant and equipment, it shall separate them solely.

(Translation)

#### 4.10. Intangible assets

It shall disclose detail as follow:

	<u>Expiration n of amortised remain</u>	<u>bring forward at the beginning of the period</u>	<u>Increase (decrease)</u>		<u>Inferior value allowance</u>	<u>balance at the beginning of the period</u>
Securities licensing fee	xx	xxx	xxx	(xxx)	(xxx)	xxx
Lease right	xx	xxx	xxx	(xxx)	(xxx)	xxx
Software	xx	xxx	xxx	(xxx)	(xxx)	xxx
Goodwill	xx	<u>xxx</u>	<u>xxx</u>	<u>(xxx)</u>	<u>(xxx)</u>	<u>xxx</u>
Total		<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>

#### 4.11 Other assets

It shall disclose detail and amount of money of significant assets.

#### 4.12 Loaning money, debentures and other debt instruments

It shall disclose detail current period detail and comparative period, as follow:  
(example)

	Interest rate	<u>remaining time of debt will total</u>				total
		<u>Not exceeding 1 year</u>	<u>1-5 years</u>	<u>5-10 years</u>	<u>10 years upper</u>	
1. Bank overdraft	MOR-010	xxx	-	-	-	xxx
2. Promissory note/ bank loaning	MLR- 0.20	xxx	xxx	xxx	xxx	xxx
3. Loaning in foreign currency						
3.1 Loan on Yen currency 300 millions Yen	LIBOR- 0.25	-	xxx	-	-	xxx
3.2 Loan on US Dollar currency in amount of 60 millions Dollar	LIBOR- 0.30			xxx		xxx
4. Debenture						
4.1 Unsecured debentures due on August 2003 in amount of one million units	6.3	xxx	-	-	-	xxx
4.2 subordinated debentures on Pound Sterling currency	LIBOR- 0.50	-	xxx	-	-	xxx

100 million which due on June 2005 in amount of one hundred thousand units						
4.3 convertible debentures on Yen currency 250 million Yen (convertible condition as prescribe No. ....)	LIBOR- 0.65	-	-	-	<u>xxx</u>	<u>xxx</u>
Total		<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>

Moreover, in case of loan, debenture or debt instrument having conditions or restriction to be complied by the company, the substantial matters of the conditions and restriction shall be disclosed, such as payment of dividends, management, increase/decrease of capital, grant of loan, or the maintenance of financial ratio (such as debt/equity ratio), etc..

#### 4.13 Provision

It shall disclose a detail of each category of provision, as follows:

Total at the beginning of period	xxx
Increase between the period *	xxx
Decrease between the period *	(xxx)
Total at the end of period	<u>xxx</u>

\*It shall specify the reason of increasing and decreasing between the instalment such as arising from increasing/decreasing value assessment, revising the account because of high recording or cutting off because of settlement of such encumbrances.

Moreover, there shall be disclosed the explanation in brief of the nature of encumbrance and the timing that the company expects to lose the economic interest or settle such encumbrance, including the uncertainty of such amount or timing.

#### 4.14 Provision

It shall disclose a detail in cash amount of other significant other assets.

#### 4.15 Financial equipment

##### (1) Item of risk prevention

It shall disclose the following detail:

- a) the explanation related to accounting for risk prevention and concerned risk;
- b) the explanation related to financial equipment used to prevent a risk;
- c) in case of a risk prevention for the item which will occur in the future, it shall disclose the time expected that such item is occurred and specify the time to recognise profit or loss item from such item;

d) the explanation related to the item which will occur and used to prevent a risk but such expected item is not occur;

e) in case of the business use the financial equipment for risk prevention from the cash flow, it shall disclose the increasing and decreasing amount of the profit item or the loss item arising from such financial equipment recognised as in the shareholders' equity and the portion transferred from the shareholders' equity to recognized as in the earning statement of accounting period;

Providing that, the information disclosure as in the topic above, it shall disclose in the manner of category of risk prevention such as risk prevention of fair value, risk prevention of cash flow and risk prevention of net investment in the foreign agency.

(2) Condition, agreement and accounting policy (in case of not disclose in other topic)

It shall disclose a detail in each category of financial equipment, as follows:

a) characteristics and matter of financial equipment, including significant condition and agreement effected to the amount, time range and certainty of cash flow in the future;

b) accounting policy and accounting procedure, including rules of items recognition and value assessment;

c) in case of one of financial equipment hold or issued by the company cause the company affected a significant risk, it shall disclose condition and agreement in accordance with each of category of financial equipment, as follows:

- capital, book value or the amount specified as base amount for payment in the future;

- settlement day, expiration day or the enforcement day;

- right to pay prior to due, convertible right or change with other financial equipment, assets or other debt, including a period or right exercising date, price or price range upon the right and convertible rate or using currency rate;

- cash amount and time range for receiving or paying the capital, interests, dividend or other benefit of the capital as specified to paid in installment, including payment due, payment rate and rules of assets separation for paid for the financial equipment;

- receiving collateral or place as a collateral;

- currency of cash flow which will receive or pay from the financial equipment in case of differ from the currency reported;

- significant condition or binding of financial equipment deleted or altered.

(3) significant risk of the financial equipment:

1) risk for interests

It shall disclose value of assets and other financial debt affected by the market interests rate changed regard to group in a manner of remaining time prior contract due or remaining time prior to specification of new rate upon the time come first Nevertheless, it shall disclose the real interests rate if it is able to calculate.

**Interests**

<b><u>rate</u></b>	<b><u>Remaining time prior</u></b>	<b><u>Total</u></b>	<b><u>Interests rate</u></b>	<b><u>Real</u></b>
<b><u>adjusted</u></b>	<b><u>contract due</u></b>		<b><u>(percentage)</u></b>	<b><u>interests</u></b>
<b><u>by the</u></b>	<b><u>or specification of new rate</u></b>			<b><u>rate</u></b>



	<u>market</u>	<u>Less</u>	<u>1-5</u>	<u>More</u>	<u>No</u>		<u>Floating</u>	<u>Fixed</u>	
	<u>rate</u>	<u>than1</u>	<u>years</u>	<u>than</u>	<u>interest</u>		<u>rate</u>	<u>rate</u>	
		<u>year</u>		<u>5</u>					
				<u>years</u>					
<b><u>Financial Assets</u></b>									
Cash and cash equivalents	xxx	xxx	xxx	xxx	xxx	xxx	xx%	xx%	xx%
Securities purchased under resale agreement	xxx	xxx	xxx	xxx	xxx	xxx	xx%	xx%	xx%
Investments in debt instrument	xxx	xxx	xxx	xxx	xxx	xxx	xx%	xx%	xx%
Securities business account receivable	xxx	xxx	xxx	xxx	xxx	xxx	xx%	xx%	xx%
Trading securities account	xxx	xxx	xxx	xxx	xxx	xxx	xx%	xx%	xx%
Other financial assets	xxx	xxx	xxx	xxx	xxx	xxx	xx%	xx%	xx%
Total assets	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>			
<b><u>Financial liabilities</u></b>									
Borrowing	xxx	xxx	xxx	xxx	xxx	xxx	xx%	xx%	xx%
Securities sold under repurchase agreement	xxx	xxx	xxx	xxx	xxx	xxx	xx%	xx%	xx%
Trading securities account	xxx	xxx	xxx	xxx	xxx	xxx	xx%	xx%	xx%
Payable securities business	xxx	xxx	xxx	xxx	xxx	xxx	xx%	xx%	xx%
Debenture and other debt instruments	xxx	xxx	xxx	xxx	xxx	xxx	xx%	xx%	xx%
Other financial liabilities	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	xx%	xx%	xx%
Total financial liabilities	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>			

**2) Risk on giving credit**

There shall be disclosed the maximum amount, at the date in the financial statement, which the business may lose from granting credit or from defaults on payment

or delivery regardless of fair value of collateral, including the crowded risk from granting credits or crowded significant transactions with contracting parties.

(4) Fair value of financial assets and each category of financial liabilities (in case of not disclose in other topic)

(example)

Fair value of financial equipment taken for risk prevention recognized by the company for the balance sheet at 31<sup>st</sup> December 20.. , as follows:

	<b><u>Remaining time prior contract due</u></b>				<b><u>Total</u></b>
	<b><u>1-3 months</u></b>	<b><u>3-6 months</u></b>	<b><u>6-12 months</u></b>	<b><u>More than 1 year</u></b>	
<b><u>Financial assets</u></b>					
Foreign currency future contract	xxx	xxx	xxx	xxx	xxx
Interests rate exchange contract	xxx	xxx	xxx	xxx	xxx
Currency exchange contract	xxx	xxx	xxx	xxx	xxx
<b><u>Financial liabilities</u></b>					
Interests rate exchange contract	xxx	xxx	xxx	xxx	xxx
Currency exchange contract	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>
Total	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>

In case it is unable to disclose fair value of the financial equipment practicable because it is unable to specify the fair value reliable, the business shall disclose fact and significant characteristics of financial equipment related to fair value specification. Moreover, in case of the business identify the financial assets higher than the fair value. The business shall disclose the book value and fair value of each item or group of assets including reason that is not adjust upon the book value and the evidence which lead the executives believe that will receive book value of assets or such group of assets .

#### 4.16 Share capital

It shall disclose a detail, as follows:

- (1) right, privileges and restriction of each category of share capital including restriction for paying dividend and paid back for cost;
- (2) rules and condition of right of share warrant;

(3) reserved share issued under the right of share and issued under the sale contract disclose related condition and amount;

(4) in case of the company is pending on increasing paid-up capital or reducing paid-up capital, it shall disclose the of capital for increasing paid-up or reducing paid-up, category of share, amount of share, par value and status of procedure.

#### 4.17 Retained earning

It shall disclose a detail, as follows:

(1) an explanation of the characteristics and subordinated objective of each category of reserved share which in the shareholders' equity;

(2) an amount of dividend proposed or notified to pay subsequently the date in the balance sheet but prior to the financial statement approved by the Board to publish;

(3) an amount of dividend unrecognized of preference share in category of accumulated dividend .

#### 4.18 Treasury stock

It shall disclose a detail, as follows:

(1) changing of treasury stock

	<u>Bring forward at the beginning of period</u>	<u>Additional purchasing</u>	<u>New issuance (cost price)</u>	<u>Cancellation/ Cutting share off (cost price)</u>	<u>Balance at the end of period</u>
1. Repurchasing ordinary share	xxx	xxx	xxx	xxx	xxx
- amount of share	xxx	xxx	xxx	xxx	xxx
- amount of cash	xxx	xxx	xxx	xxx	xxx
2. Repurchasing preference share					
- amount of share	xxx	xxx	xxx	xxx	xxx
- amount of cash	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>

(2) changing of capital surplus of repurchasing share.

	<u>Bring forward at the beginning of period</u>	<u>Increasing</u>	<u>Reducing</u>	<u>Balance at the end of period</u>
- Capital surplus of	xxx	xxx	xxx	xxx

repurchasing  
ordinary share

- Capital surplus of repurchasing preference share	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>
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- Capital surplus of treasury stock	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>	<u>xxx</u>
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#### 4.19 Fee and service charge

It shall disclose a detail, as follows:

	<u>20..</u>	<u>20..</u>
(1) securities underwriting	xxx	xxx
(2) investment advisor		xxx
xxx		
(3) customer assets	xxx	xxx
(4) financial advisor	xxx	xxx
(5) securities lending/borrowing	xxx	xxx
(6) others (please specify a significant detail)	xxx	xxx

#### 4.20 Extraordinary items

It shall disclose a nature of event, cash amount and incomes tax related to each extraordinary items.

### **5. Supplementary information**

#### 5.1 Assets with restriction and encumbrance

It shall disclose a detail in assets which has restriction and encumbrance by demonstrate category and book value of assets together with restriction and encumbrance of such assets, in case of not disclose in other topic.

#### 5.2 Other remuneration paid to directors and Board

It shall disclose the remuneration or other benefit in the manner of cash or non cash paid to the directors and executives employee from the level of division manager or division director including the equivalent position beside ordinary remuneration which paid in due course to directors and Board.

#### 5.3 Contingency liabilities and encumbrances

It shall disclose briefly the characteristics and cash amount of contingency liabilities and encumbrances as well as an opinion of executives of the company or other

effect will arising. In case of the company creating the encumbrances by purchase or acquisition of assets or having contingency liabilities or any encumbrances which has the cash amount number as essential.

#### 5.4 Related transaction among person or business

In case of the public limited company, it shall disclose the related transaction among person or business, as follows:

(example)

<u>Related transaction</u>	<u>20..</u>	<u>20..</u>	<u>Cross-price policy</u>
1) Net brokerage fee			
- subsidiaries company	xxx	xxx	
- co-director company	xxx	xxx	
2) Assets management			
- associated company	xxx	xxx	
3) Collateral services fee			
- subsidiaries company	xxx	xxx	
4) Premises rent			
- associated company	xxx	xxx	
5) Advisory fee			
- associated company	xxx	xxx	

<u>Accrued balance of accounting items</u>	<u>20..</u>	<u>20..</u>	<u>Cross-price policy</u>
1) Margin loan			
- subsidiaries company	xxx	xxx	
2) Borrowing			
- co-director company	xxx	xxx	
3) Accrued rent			
- associated company	xxx	xxx	

#### 5.5 Long term lease contract

It shall disclose briefly a summary of contract, settlement day, binding and prohibition by the contract and related cash amount.

#### 5.6 Significant event subsequent to the date specified in the financial statement

It shall disclose briefly a summary of event arisen subsequent to the date specified in the financial statement which may affected to the financial statement in accounting period will submit together with related cash amount.