

(Unofficial Translation)

This translation is for the convenience of those unfamiliar with the Thai language.

Please refer to the Thai text for the official version

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AIMC Logo

Notification of the Association of Investment Management Companies

No. SorJorKor. KorChor. 1/2546

**Re: Rules and Procedures for Valuating an Asset a Provident Fund Received from a Donor
When Calculating the Net Asset Value of the Provident Fund**

By virtue of clause 3 of the notification of the Securities and Exchange Commission No. 39/2545 Re: Rules and Procedures for Handling an Asset a Provident Fund Receives from a Donar, dated 5 June B.E.2545 which require asset management companies to conduct the valuation of such asset according to guidelines issued by the Association of Investment Management Company. Therefore, by virtue of clause 25 of the notification of the Association of Investment Management Companies, the board of directors of the Association of Investment Management Companies hereby issues the following rules; this Notification shall be integral part of the notification of the Association of Investment Management Companies No. SorJorKor. KorChor. 3/2545 Re: Guidelines and Procedures for Determining the Fair Value of Investments for the Calculation of Net Asset Value of Provident Funds, dated 24 September B.E.2545.

Clause 1 In this Notification,

"Association" refers to the Association of Investment Management Companies.

"Member" refers to a company that is a member of the Association of Investment Management Companies that is licensed to operate a securities business involving provident fund management.

"Provident fund" refers to the securities business involving the management of provident funds.

"Provident Fund Committee" refers to representatives elected by employees and representatives elected by the employer, whose responsibility is to oversee the general operations of the provident fund. The committee is empowered to delegate authority to an asset management company and fund trustee to handle related matters with external parties.

"Fair value" shall be interpreted as stated in the Thai Accounting Standards No. 42 Re: Accounting for Investment Entities.

"Appraisal Company" refers to a juristic person whose main business is to value or audit the valuation of assets. The appraisal company must be approved by the Securities and Exchange Commission.

"Immovable property" refers to land plus any property asset permanently fixed to the land or forms part of the land. It includes rights to a land or property asset permanently fixed to the land or forms part of the land.

"Movable property" refers to other assets not considered immovable property. It includes rights to such property.

Clause 2 If the asset that the provident fund receives from a donor is an asset described in clause 3, clause 4, and clause 5 of the notification of Association of Investment Management Companies No. SorJorKor. KorChor. 3/2545 Re: Guidelines and Procedures for Determining the Fair Value of Investments for the Calculation of Net Asset Value of Provident Funds, dated 24 September B.E.2545, its valuation when calculating the net asset value of the provident fund shall follow clause 3, clause 4, and clause 5 of that notification, mutatis mutandis.

Clause 3 If the asset that the provident fund receives from a donor is not an asset described in clause 2 of this notification. Its valuation when calculating the net asset value of the provident fund shall be determined as follows:

(1) For Immovable property, the fair value shall be estimated by applying one of the following rules:

(a) Use the price obtained from an appraisal report, or certification of an appraisal report produced by an appraisal company, as applicable. The report date must not be older than 1 year from the provident fund's net asset value calculation date. On the date the payment-in-kind is included into the provident fund's net asset value calculation, use the price obtained from the appraisal report. The member shall ensure the value of this asset is appraised every 2 years, or

(b) Use the last traded price, which must not be older than 1 year from the provident fund's net asset value calculation date.

(2) Movable property shall be estimated at fair value by using the latest trading price which must be within 6 months prior to the measurement date of the net asset value of the provident fund. If such trading price is not available, the member shall determine the valuation at

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its discretion. The member shall keep documented evidence explaining the method and justification used to conduct the valuation each time; submit that memo document to the Provident Fund Committee within the next business day after the valuation was conducted. If the Provident Fund Committee disagrees, the Provident Fund Committee has a right to object and provide reason for rejecting the valuation. A management company and the Provident Fund Committee shall mutually reach an agreement on the fair value which will become effective on the day the agreement was reached; no retroactive adjustment is required.

Clause 4 The estimation of fair value under clause 2 and clause 3 shall be based on the date the provident fund receives full legal entitlement to the asset, which shall be the date the asset can be included into the fund's net asset value calculation.

Clause 5 A member shall review the valuation of an asset that the provident fund received from a donor. If the asset's price now differs from the original existing valuation, the member shall update the value of the asset accordingly, at its discretion. The member shall keep documented evidence explaining the method and justification used to conduct the valuation each time; submit that memo document to the Provident Fund Committee within the next business day after the valuation was conducted. If the Provident Fund Committee disagrees, the Provident Fund Committee has a right to object and provide reason for rejecting the valuation. A management company and the Provident Fund Committee shall mutually reach an agreement on the fair value which will become effective on the day the agreement was reached; no retroactive adjustment is required.

Clause 6 This Notification shall be effective from 3 February B.E.2546 onwards and member shall strictly comply.

Announced on 28 January B.E.2546

-Signature-

(Mr. Maris Tarab)

Chairman

Association of Investment Management Companies