

THAIBMA ANNUAL REPORT 2010



TOWARDS FAIR AND EFFICIENT BOND MARKET





Content

Organization Profile	1
The ThaiBMA's Board of Directors 2010	3
Organization Structure	4
Report of the Audit Committee	5
Good Corporate Governance Framework	6
Activities and Developments in 2010	14
Strategies and Plans for 2011	19
Thai Bond Market Movement in 2010	20
Financial Highlights	27
Financial Statements	28
List of ThaiBMA Dealer Member.....	42

Organization Profile

The Thai Bond Market Association (ThaiBMA) is a securities business related association under the Securities and Exchange Commission Act B.E. 2535. Its main purposes are to be a self-regulatory organization (SRO) for a fair and efficient operation of the bond market and to be an information center for the Thai bond market. It also plays functional roles on market development, market convention and standards and being Bond Pricing agency for the industry. In addition, ThaiBMA provides a forum through which industry professionals can response to current issues and plays a role in shaping the future of the Thai bond market.

Vision: Towards a Fair and Efficient Bond Market

Mission

- To be an effective Self-regulatory Organization (SRO) for the Thai bond market
- To be the center of complete Information for the bond market
- To be a leader in bond knowledge, intelligence and development
- To be an efficient forum for stakeholders to participate in bond market activities

Membership

The SEC requires that financial institutions having debt securities dealing license be members of ThaiBMA. Membership of ThaiBDC is classified into 3 types; 1) Ordinary member 2) Extraordinary member (applied for inter-dealer brokers/IDB) and 3) Associate member (open for dealers who remain inactive i.e trading value less than 100 million baht a month. Each of which is subject to different member ship fee and requirement. As of December 2010, ThaiBMA's members consists of 51 ordinary members, 2 Extraordinary members and 2 associate members.

Roles and functions

ThaiBMA plays key functional roles in four main areas;

1. Self-Regulatory Organization (SRO)

ThaiBMA oversees and monitors the conduct of its members in order to ensure fairness and efficiency in debt securities trading. It is committed to retaining the confidence of its members, regulators and investors. Highlight of SRO tasks include the following:

- Perform market monitoring and surveillance to ensure that all trading activities comply with relevant laws and regulation and act as the front line regulator to detect any fraud or unfair trading practices.
- Established Ethics and Code of Conduct for members and traders.

- Issuing rules and guidelines regarding debt securities trading and good market practice.
- Responsible for bond trader examination and registration and provide them with ongoing education to enhance their professionalism.
- Implement enforcement procedure to penalize those who do not comply with the regulation.

2. Bond Information Center and Pricing Agency

Mandated as the sole information center and pricing agency for the bond market, ThaiBMA is an authorized source for Thai bond market data. It disseminates information on both the primary and secondary market through its website www.thaibma.or.th and www.thaibond.com. Both website consists of trading information, bond features, reference yield and relevant



market news and regulatory updates. It constantly attempts to improve the efficiency of the information services provided to its members and customers. As “Bond Pricing Agency”, ThaiBMA provides daily mark-to-market prices for investors. For actively-traded bonds, the mark-to-market prices are based on trading and quotation information. For illiquid debts securities and structured bonds, ThaiBMA developed model yield to be used as fair prices and references for investors.

3. Market Convention and Standard

As trading in the bond market is mainly over-the-counter rather than on an exchange, ThaiBMA serves to enhance standards within the marketplace through extensive consultation with market participants. Example of convention and standards issued by ThaiBMA are as follow:

- Establishment of symbols for bonds and short-term debt securities. The ThaiBMA symbols have been widely recognized and become common standard in the market.
- Standard formula for price / yield calculation for various types of bonds. This helps eliminate discrepancies arising from employing different practices and to be in line with the international standards.
- Bond registration standards that meet international practices.

4. Market Development and Education

As part of ThaiBMA's commitment to enhancing market development and professional practice, ThaiBMA has developed and implemented several key information essential for market development as follows:

- Yield Curve and Benchmark Bonds. Thai BMA provides information to the public on the government bond yield curve and benchmark bonds on a daily basis through website and newspaper.
- Market Education and Promotion. To expand investor understanding of the bond market, Thai BMA provides extensive seminars and training programs for market participants and the general public. It also



produces a comprehensive range of publications for the benefits of those involved in the bond market.

- Financial data innovation. ThaiBMA has initiated financial data innovation such as Bond indices, Zero coupon yield curve, credit spread curve, key rate duration, bond portfolio analysis, Value-at-Risk (VaR) as additional tools for bond investment and portfolio management.



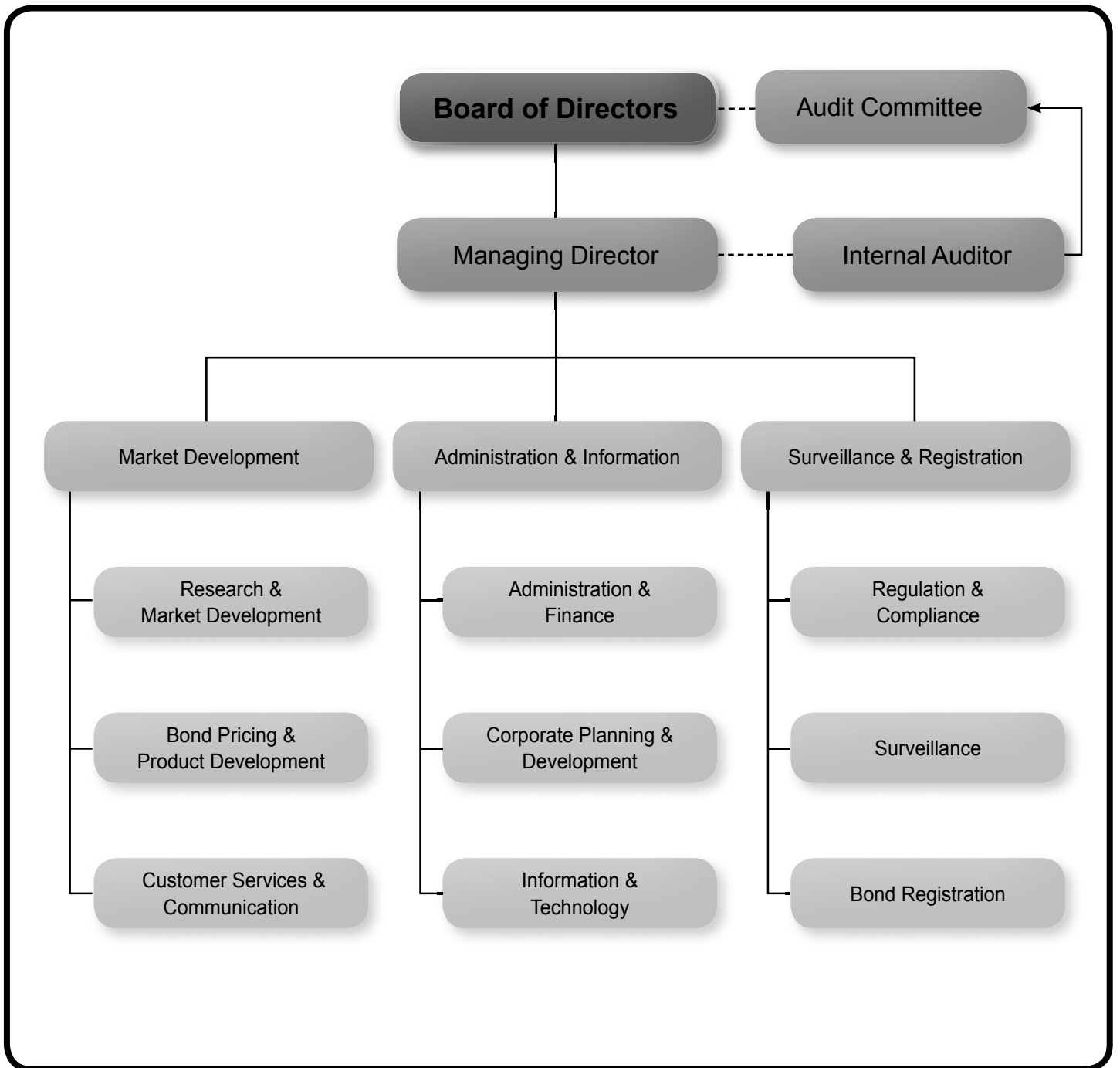
The ThaiBMA's Board of Directors, 2010

Name	Position	Company
1. Mr. Pakorn Malakul Na Ayudhya	Chairman	The Thai Bond Market Association
2. Mr.Singha Nikornpun	Vice Chairman & Independent Director	President Deposit Protection Agency
3. Mr.Yarnsak Manomaiphiboon	Director	Director and Executive Director Bualuang Securities Plc.
4. Mr.Sa-Ard Theerarojanawong	Director	Executive Vice President Bangkok Bank Plc.
5. Mr.Vichai Tangjettanaporn	Director	Head of Trading KASIKORNBANK Plc.
6. Mr.Paiboon Nalinthrangkurn	Director	Chief Executive Officer Tisco Securities Co.,Ltd.
7. Mr. Chatri Sotangkur	Director	EVP, Division Head, Treasury Division Siam Commercial Bank Plc.
8. Mr.Prakob Phiencharoen	Director	Head of Debt Capital Markets Hongkong and Shanghai Banking Corporation Limited, The
9. Mr.Sara Lamsam	Independent Director	President and Chief Executive Officer Muang Thai Life Assurance Co.,Ltd.
10. Mrs. Voravan Tarapoom	Independent Director	Chairman Association of Investment Management Companies
11. Mr. Niwat Kanjanaphoomin	Managing Director	The Thai Bond Market Association



The Thai Bond Market Association

Organization Chart



Audit Committee Report For 2010

To Members and Stakeholders,

The Audit Committee of the Thai Bond Market Association ("the Association") consists of three independent directors who have extensive knowledge and experience in the field of finance, investment, accounting and auditing. The Audit Committee is chaired by Mr. Singha Nikornpun. Mrs. Voravan Tarapoom and Mr. Sara Lamsam are the other members. The Audit Committee is appointed by the Board of Directors to perform its duties, and is accountable to the Board as set forth in the Audit Committee Charter.

During 2010, the Audit Committee independently performed its duties according to the Audit Committee Charter. The total of 4 meetings were held, with the Executive Vice President, Supervision & Surveillance, serving as the Committee Secretary. Issues discussed and reviewed in the meetings were summarized as follow:

- Approval on the appointment of the Outsourced Internal Auditor for the year 2010.
- Review and approval of the internal audit plan for the year 2010. The Audit Committee also reviewed the internal audit report of each department within the Association for the year 2010 and provided recommendations for efficient operations and proper control system.
- Review and approval of the annual financial statements for the year 2009 of the Association for submission to the Board of Directors for consideration.
- Consideration and comment on the risk evaluation report for the year 2010, the risk management system, and key risk control measures; to make certain that appropriate and adequate risk control and management systems have been put in place for significant risks.
- Review and approval of the Compliance Program by Regulation and Compliance Department for the year 2011.

The Committee has proposed to the Board of Directors the appointment of Dharmniti Auditing Company Limited as the Auditor of the Association for the year 2010 and its remuneration. The proposal has been endorsed by the Board of Directors and proposed to the Annual General Meeting of Members for approval.

The Committee is confident that the Association's system of internal control and risk management are adequate and functioning effectively. Such internal control system has been monitored and evaluated carefully to ascertain that the Association is operated in compliance with relevant law, rules and regulations.

In performing its duties, the Committee has exercised independent discretion and expressed its opinions straightforwardly at the utmost interests of the Association without any constraints regarding resources, information and cooperation of the Association. In addition, the Committee supports the operations of the Association in accordance with good corporate governance practices. This will certainly lay a foundation for the Association to attain stable and sustainable growth and earn recognition and trust from the members and stakeholders in conformation with the intention of the Association in assuming the role of the SRO as well as the Information Center of the Thai bond market.

Mr. Singha Nikornpun
Chairman of the Audit Committee
March 23th, 2011



Good Corporate Governance Framework

The Thai Bond Market Association (ThaiBMA) realizes the importance of adherence to the good corporate governance principles. It is fully confident that good corporate governance is an essential factor that promotes the efficiency and effectiveness of the Association's operations in achieving its goal and mission, and lays a foundation for the organization to attain solid and sustained growth by pursuing its operations with strong ethical standards and compliance with relevant laws and regulations. Moreover, good corporate governance also enhances the creditability and trustworthiness of the Association among stakeholders.

Chapter 1 Corporate Governance Policy

The Board of Directors of the ThaiBMA has set forth good corporate governance policy which is in line with the vision and mission of the Association. The policy covers principles of good corporate governance including the Structure and Responsibilities of the Board of Directors, the Roles and Responsibilities of the ThaiBMA, Risk Management and Internal Control, Relationships with Stakeholders, Business Ethics, and Prevention of Conflicts of Interest.

The ThaiBMA has publicly disclosed the corporate governance principles to its stakeholders. The principle has also been communicated to all directors, executives and staffs to ensure understanding and compliance. Proper oversight and monitoring activities have been undertaken to ensure compliance with the policy. The policy has been reviewed and adapted from time to time in order to cope with the ever-changing environment.

Chapter 2 The Board of Directors and Committees

1. The Board of Directors of the ThaiBMA

According to the ThaiBMA's Articles of Association, the structure and composition of the Board of Directors are as follows:

(1) Structure of the Board of Directors

The Board of Directors is composed of not exceeding 11

members elected by the ordinary and extraordinary members of the ThaiBMA. They represent the members and every group of stakeholders in the Thai bond market in conformation with the role of the ThaiBMA as a Self Regulatory Organization (SRO) in the Thai bond market. The members of the Board of Directors are selected from representatives of all parties concerned in the market such as the Thai Bankers' Association, the Foreign Banks' Association, and the Association of Securities Companies. There should be at least 3 independent directors who are not executive directors, managing directors, persons who have authorities in the management, staffs, or employees of the ordinary and extra-ordinary members; or major shareholders of these members.

(2) Roles and Responsibilities of the Board of Directors

The Board of Directors has the responsibilities to set out policies and strategies of the ThaiBMA in accordance with the Association's objectives, Articles of Association, and the resolution of the General Meeting of Members; to supervise the President and executives of the Association to ensure compliance with the Board of Directors' policy guidelines; to determine and approve the rules, regulations, notifications, orders, as well as the Code of Conduct of the Association; to consider the acceptance or revocation of membership; to consider the punishment of members or related persons who violate the rules, regulations, notifications, orders, as well as the Code of Conduct of the Association; and to consider the appointments of sub-committees and advisors of the Association.

(3) Board Meetings and Meeting Quorum

The ThaiBMA officially arranges the Board meetings once a month with a pre-set schedule throughout the year. The Board of Directors may also hold special meetings occasionally as it deems appropriate. The ThaiBMA shall arrange to send a meeting notice, agenda, and related documents to each Board member at least 7 days in advance in order to allow sufficient time for each director to study the matters prior to the meeting. In case of emergency, the related documents may be sent less than

7 days in advance of the meeting.

All directors are able to express their opinions openly and liberally. Each item of agenda and resolution are recorded in writing and minutes of the meetings which have been endorsed by the Board of Directors are maintained at the Association for examination by directors and related parties.

2. The Audit Committee

The ThaiBMA strictly adheres to good corporate governance practices and has accordingly appointed an Audit Committee to monitor and supervise the operations of the Management to ensure that the Association is operated in accordance with rules and code of ethics under an efficient and effective internal control system. The Audit Committee comprises 3 independent directors and has a 3-year term of office.

(1) Roles, Duties and Responsibilities

The Audit Committee has the tasks and responsibilities to review the financial statements of the Association to ascertain that the statements are accurate and disclose sufficient information; to review the Association's operation to ensure that there are appropriate internal control and audit systems; as well as to review policies related to financial management, risk management, and the compliance with business ethics of the Association's executives and staffs. The Audit Committee also joins the Association's executives in the review of material reports required by law for public disclosure and prepare the Audit Committee's report containing opinions about the accuracy, completeness, and reliability of the annual financial statements; the adequacy of internal control system; the appointment of external auditor; the compliance with related laws and regulations; as well as the opinion pertaining to any reports that should be disclosed to the members under the scope of responsibilities assigned by the Board of Directors.

(2) Meeting of the Audit Committee

During each Audit Committee's meeting, the agenda is set in advance and related documents are circulated to members of the Audit Committee and other participants at least 7 days in advance to allow sufficient time to study the matters or request for supporting information. The agenda shall include the review of financial statements and related financial reports, review of the adequacy of internal control and internal audit systems, review and

approval of the annual audit plan to which the risk-based methodology is applied, jointly review with the internal auditors on the problems or constraints arising during the internal audit process, jointly review with the external auditors on the problems and constraints arising from the audit of the Association's financial statements, and review of the operations of the ThaiBMA in accordance with relevant laws, and other activities assigned by the Board of Directors.

The Audit Committee's meetings are normally held at least once a quarter. The Chairman of the Audit Committee may call a special meeting upon request of the members of the committee, the external auditors, or the Chairman of the Board of Directors to jointly consider essential matters.

Chapter 3 Sub-Committees

The ThaiBMA has appointed a number of sub-committees to consider and provide recommendations on the Association's operations as assigned by the Board of Directors. The Sub-Committees appointed are as follows:

- Market Practice Committee
- Market Regulation Committee
- Market Information Committee
- Disciplinary Committee and Appeal Committee
- Risk Management Committee

Chapter 4 Selection and Remunerations of the Committees and Sub-Committees

The selection and screening of members of the Board of Directors and top management as well as the selection and appointment of members of the sub-committees and the President of the ThaiBMA shall be in accordance with the resolution of the Board of Directors. In addition, the Board has the tasks to review the remuneration structure of top management as well as to consider and provide recommendations or opinions pertaining to the policy of remunerations and other benefits of the Association. The remunerations for members of the Board of Directors, the Audit Committee and Sub-Committees as follows:

1. Remunerations for the Board of Directors

The remuneration for the Board of Directors is in accordance with the resolutions of the annual ordinary meeting of the members. The monthly remunerations for the Chairman of the Board, the vice chairman, and members of the Board are set at Baht 25,000, Baht 18,000 and Baht 12,500, respectively.

2. Remunerations for the Audit Committee

The Chairman of the Audit Committee and the members of the Audit Committee are entitled to receive a monthly remuneration of Baht 16,000 and Baht 8,000 respectively, according to the resolution of the Board of Directors.

3. Remunerations for members of Sub-Committees

The Board of Directors has resolved to pay the remunerations to members of each sub-committee in the form of meeting fees. In this respect, the Chairman of the sub-committee is entitled to a fee of Baht 4,000 per meeting whereas each member of the sub-committee is entitled to a fee of Baht 3,000 per meeting.

Chapter 5 The Role of the ThaiBMA

The ThaiBMA is licensed to operate as a securities business related association under the Section 230 of the Securities and Exchange Commission Act B.E. 2535 (1992), with the main function to promote the Thai bond market development. The key functional roles the ThaiBMA are as follows:

Self-Regulatory Organization (SRO)

Performing market monitoring and surveillance to ensure that all trading activities are in compliance with relevant laws and regulations as well as to prevent any unfair trading practices.

Examining trading reports and disclosing information about bond trading in order that the market can use such information for reference in investment decision-making. Setting forth code of ethics and standard of good market practice on secondary bond market; issuing rules and guidelines for member supervision; and determining enforcement procedure and penalty provisions against those who act in breach of relevant rules and regulations to ensure fair trading. The regulations and notifications issued by the Association are carefully scrutinized and discussed by related sub-committee before submitting for the Board of Directors' approval. Hearings are held before submitting for the Board of Directors' approval every time when the issuance of notification or any amendments thereof may have impact on the members. Moreover, any issuance of or amendment to notification relating to bond registration fees which has been approved by the Board of Directors must also be approved by the Office of the Securities and Exchange Commission (SEC) before coming into effect.

Arranging bond trader examination and registration. The examination covers both professional skills as well as

code of ethics in an attempt to enhance professionalism of market practitioners.

Market Convention and Standard

In order to enhance standards within the marketplace, major convention and standards issued by ThaiBMA are as follows:

Standard formula for price/yield calculation for various types of bonds.

Symbols for bond and short-term debt securities.

Bond registration standards.

The Thailand Annex of Global Master Repurchase Agreement which incorporates the supplemental terms and conditions for Thai domestic transactions.

Market operational guidelines in case of emergency holidays.

Bond Information Center and Services

Accepting registration for both government and private debt securities. The objective is to promote efficiency and transparency in disclosing, monitoring and verifying information related to the debt securities and their issuers.

Acting as center for compilation and dissemination of bond related information via various channels including basic information of debt securities in the primary market and trading data in the secondary market, reference yields of different types of debt securities, analysis for investment, as well as investment news.

Acting as a Bond Pricing Agency to disseminate reference yields for investors especially mutual funds for the purpose of mark to market.

Market Development and Education

Yield Curve and Benchmark Bonds. Thai BMA provides information to the public on the government bond yield curve and benchmark bonds on a daily basis through website and newspaper.

Preparation and dissemination of documents, publications, electronic media s, text books, and innovative knowledge to enhance knowledge and understanding about the bond market and standards of business ethics.

Market Education and Promotion. To expand investor understanding of the bond market, Thai BMA provides extensive seminars and training programs for market participants and the general public. It also produces a comprehensive range of publications

The ThaiBMA strictly adheres to good corporate governance practices in taking the roles of bond market

SRO and bond information center in order to assure the stakeholders that the market is supervised and treated in a fair and equitable manner.

Chapter 6 Relationships with Stakeholders

The Board of Directors of The ThaiBMA realizes importance of relationships with stakeholders and places emphasis on the rights of all stakeholders based on fair and equitable treatment as follows:

Regulatory bodies and supporting government agencies

The ThaiBMA acts in compliance with relevant laws and regulations promulgated by the regulators and is ready for inspection at every process of its operations. The Association gives due regard to administration with integrity, transparency, and efficiency in order to attain the mandated mission; facilitating the nation's economic development; and preventing any possible conflicts of interest.

Members

Members of the ThaiBMA are supervised and treated on a fair and equitable manner. Besides, the arbitration process is arranged to settle any disputes which may arise as a result of trading activities between members and their counterparties to ascertain that the disputes are resolved with fairness.

Bond Issuers

The ThaiBMA promotes fund mobilization through issuance of debt instruments which is deemed as an alternative for lower cost of financing. Fund raising via bond issuance will enable issuers to manage their financial positions more efficiently. In this regards, the ThaiBMA regularly and consistently organizes seminars and trainings for prospective issuers to enhance their understanding about the method and process of bond issuance as well as related rules and regulations.

Information users

The ThaiBMA realizes the importance of those who use data and information for analysis and supporting investment decision making. Accordingly, the Association has consistently developed and upgraded the efficiency in rendering information services in terms of format, content quality and dissemination channels.

The ThaiBMA's website which serves as the main channel for information dissemination has been well recognized by international circles and cited as the most comprehensive website for domestic bond information.

Employees

The ThaiBMA places emphasis on the quality of life of its employees and is committed to create a favorable and pleasant working environment in order to maintain quality staffs with the organization. Moreover, the Association provides its employees with strong supports and opportunities for knowledge and skills development to ensure their maximum work efficiency.

The Society

The Association bears in mind its role and responsibility to the society, hence contributing to charitable activities. In particular, it acts as a major organization in disseminating information and knowledge related to the Thai bond market.

The ThaiBMA also puts emphasis on educational activities to promote knowledge and pays due regard to information disclosure to ensure that all stakeholders, including its members, investors, non-member securities companies, students and academics, as well as the general public are provided with accurate, sufficient, and timely information for decision making. The efforts of the ThaiBMA in this regard are as follows:

Providing of information via websites of the Association, namely, www.thaibma.or.th, www.thaibond.com and www.ibond.thaibma.or.th

Arranging for the arbitration procedure and complaint process. The website www.thaibma.or.th/sro/complaint.html is designated as a channel to receive complaints from investors and related parties to ascertain that all complaints, disputes, and any shortcomings are properly handled and all parties concerned are treated with fairness.

Establishment of ThaiBMA Academy which is a training room fully equipped with computerized facilities for accommodation of various training programs; and also serves as a library providing comprehensive resources of up-to-date textbooks on finance and debt instruments for members and the general public.

Organizing of annual "ThaiBMA Best Bond Awards" ceremony to promote evolutions of the Thai bond markets on various aspects as well as to enhance quality and professionalism of institutions involving in market transactions which is essential for the consistent and

vigorous development of domestic bond market.

Chapter 7 Risk Management and Internal Control

The Association recognized the importance of risk management and internal control systems, thus establishing the Association's risk management policy and framework which is in accordance with international enterprise risk management (ERM) principles. The ThaiBMA has also implemented the risk management structure within the organization by setting up a Risk Management Working Group, and operational systems and internal management processes of the Association have been developed to ensure that the risk management process is implemented efficiently and covers all key risk factors.

Chapter 8 Business Ethics

The ThaiBMA is fully confident that the adoption of code of conduct and business ethics is fundamental factor for the promotion and upgrading of good corporate governance. The Board of Directors has granted approval to the Association's code of conduct which sets out the operational guidelines for directors, executives and staffs to pursue in carrying out their duties and responsibilities according to good corporate governance principles. The code of conduct is published in the form of hard copy for distribution to directors, executives and employees. Every employee shall sign off to acknowledge the receipt of the code of conduct handbook and be committed to act in compliance with the said code of conduct which provides the framework for the ThaiBMA's standard of practice.

Chapter 9 Conflicts of Interest Prevention

The Association realizes the importance of avoiding any potential bias or event that would lead to a conflict of interest. The policy of conflict of interest prevention is clearly stated in the code of conduct such that the directors, executives and employees are forbidden from entering any transactions that might lead to conflicts of interest with the Association. In case where there is a conflict of interest, due regard should be paid to the benefit of the Association and disclosure must be made to the Board of Directors, or the President or the superior and immediately reported to the Department of Regulations and Compliance. In addition, the ThaiBMA has issued a number of notifications and regulations in an attempt to prevent conflicts of interest, for instance, the ThaiBMA's Notification regarding investment in or holding of securities by its executives and staffs, the ThaiBMA's

Notification regarding information confidentiality and insider information, and the ThaiBMA's Regulation on guidelines for seconding and transfer of employees to other departments, etc.

Annex

The composition of the Board of Directors, the Audit Committee and Sub-Committees of the ThaiBMA during 2010 were as follows:

1. Board of Directors

No.	Name	Position	Term in Office	Attendance of meeting
1.	Mr. Pakorn Malakul Na Ayudhya	Chairman of the Board	28 Apr 08 – 27 Apr 11	11/11
2.	Mr. Yarnsak Manomaiphiboon	Director	28 Apr 09 – 27 Apr 12	11/11
3.	Mr. Sa-Ard Theerarojanawong	Director	28 Apr 09 – 27 Apr 12	8/11
4.	Mr. Prakob Phiencharoen	Director	21 Jul 09 – 27 Apr 12	7/11
5.	Mr. Chatri Sotangkur	Director	26 Apr 10 – 25 Apr 13	8/11
6.	Mr. Vichai Tangjettanaporn	Director	26 Apr 10 – 25 Apr 13	5/7*
7.	Mr. Paiboon Nalinthrangkurn	Director	21 Jul 09 – 27 Apr 11	8/11
8.	Mr. Singha Nikornpun	Independent Director	28 Apr 08 – 27 Apr 11	9/11
9.	Mrs. Voravan Tarapoom	Independent Director	9 Jun 10 – 27 Apr 12	3/5***
10.	Mr. Sara Lamsam	Independent Director	26 Apr 10 – 25 Apr 13	6/7*
11.	Mr. Niwat Kanjanaphoomin	Managing Director	17 May 10 – 16 May 14	7/7**
12.	Mr. Tada Phutthitada	Adviser	-	5/11
13.	Mr. Singchai Bunyayothin	Adviser	-	8/11
	Retired Directors			
	Mr. Warapatr Todhanakasem, Ph.D.	Director	27 Apr 07–26 Apr 10	4/4
	Mr. Thiti Tantikulanan	Director	27 Apr 07–26 Apr 10	3/4
	Resigned Director			
	Mr. Prasert Kanobthamchai	Director	28 Apr 09 – 27 Apr 12	5/5
	Mr. Nattapol Chavilitcheevin	Director	28 Apr 09 – 27 Apr 12	2/4

Remark: * Mr. Vichai Tangjettanaporn and Mr. Sara Lamsam were elected as the new directors to replace Mr. Thiti Tantikulanan and Mr. Warapatr Todhanakasem, Ph.D. respectively by the Ordinary General Meeting of Members on 26 Apr 2010.

** Mr. Niwat Kanjanaphoomin was nominated as the new managing director to replace Mr. Nattapol Chavilitcheevin and was elected as the new director by the Ordinary General Meeting of Members on 26 Apr 2010.

*** Mrs. Voravan Tarapoom was nominated as the new director to replace Mr. Prasert Kanobthamchai, which had resigned from the Board by the resolution of the Board of Directors meeting 6/2009 on Jun 9, 2010.

2. Audit Committee

No.	Name	Position	Term in Office	Attendance of meeting
1.	Mr. Singha Nikornpun	Chairman of the Audit Committee	27 Apr 50 – 26 Apr 10	4/4
2.	Mr. Sara Lamsum	Audit Committee	26 Apr 10 – 25 Apr 13	2/3*
3.	Mrs. Voravan Tarapoom	Audit Committee	9 Jun 10 – 27 Apr 12	2/3**
	Retired Director			
	Mr. Warapatr Todhanakasem, Ph.D.	Chairman of the Audit Committee	27 Apr 07-26 Apr 10	1/1
	Resigned Director			
	Mr. Prasert Kanobthamchai	Audit Committee	28 Apr 09 – 27 Apr 12	1/1

Remark: *Mr. Sara Lamsam was elected as the new Independent Director to replace Mr Warapatr Todhanakasem, Ph.D. by the Ordinary Meeting of Members on 28 Apr 2009.

** Mrs. Voravan Tarapoom was nominated as the new Independent director to replace Mr. Prasert Kanobthamchai, which had resigned from the Board by the resolution of the Board of Directors meeting 6/2009 on Jun 9, 2010.

3. Market Practice Sub-Committee

No	Name	Position	Organization
1.	Mr. Niwat Kanjanaphoomin	Chairman	ThaiBMA
2.	Mr. Tada Phutthitada	Committee	Ministry of Finance
3.	Miss Soramon Chaithanakulmongkol	Committee	Office of the SEC
4.	Mr. Natt Lumpikananda	Committee	Bank of Thailand
5.	Miss Somboon Suppasiripinyo	Committee	KPMG Thailand
6.	Mr. Prasert Kanobthamchai	Committee	Kasikorn Asset Management
7.	Mr. Viroj Simathongtham	Committee	Custodian Club
8.	Prof. Anya Khanthavit, Ph.D	Committee	Thammasat University
9.	Mr. Anucha Laokwansatit	Committee	American International Assurance
10.	Mr. Sa-ard Theerarojanawong	Committee	Bangkok Bank Pcl.
11.	Mr. Apisak Kiewkarnkha	Committee	Siam Commercial Bank Pcl.
12.	Miss Patcharee Jirawatcharakorn	Committee	Kasikornbank Pcl.
13.	Mr. Manop Lertboonchu	Committee	Thanachart Bank Pcl.
14.	Mr. Thananun Siwamogsatham, Ph.D.	Secretary	ThaiBMA

4. Market Regulation Sub-Committee

No	Name	Position	Organization
1.	Mr. Singha Nikornpun	Chairman	Deposit Protection Agency
2.	Mr. Tada Phutthitada	Committee	Ministry of Finance
3.	Miss Soramon Chaithanakulmongkol	Committee	Office of the SEC
4.	Mrs. Chanatip Jariyawiroj	Committee	Bank of Thailand
5.	Mr. Thatchapol Kanchanakul Ph.D.	Committee	Government Saving Bank
6.	Mr. Wattana Wongsrinin	Committee	Philip Asset Management
7.	Miss Patcharee Jirawatcharakorn	Committee	Kasikorn Bank Pcl.
8.	Mr. Peerapol Suradarunsri	Committee	Siam Commercial Bank Pcl.
9.	Miss Yaowalak Vuthipadadon	Committee	ABN AMRO Bank N.V. (Thailand)
10.	Mr. Niwat Kanjanaphoomin	Committee	ThaiBMA
11.	Miss Ariya Tiranaprakij	Secretary	ThaiBMA

5. Market Information Sub-Committee

No	Name	Position	Organization
1.	Mr. Niwat Kanjanaphoomin	Chairman	ThaiBMA
2.	Mr. Tada Phutthitada	Committee	Ministry of Finance
3.	Miss Chansuda Raktabutr	Committee	Office of the SEC
4.	Miss Varisa Pudtalsri	Committee	Bank of Thailand
5.	Mr. Vichai Tangjettanaporn	Committee	Board of Director of ThaiBMA
6.	Representative from AIMC	Committee	Krungthai Asset Management
7.	Representative Credit Rating Agency	Committee	Credit Rating Agency
8.	Representative from Member	Committee	Deutsche Bank
9.	Representative from Member	Committee	Tisco Bank Pcl.
10.	Representative from Member	Committee	KGI Securities
11.	Mr. Jirapol Pobukdee	Secretary	ThaiBMA

6. Disciplinary Sub-Committee

No	Name	Position	Organization
1.	Mr. Singha Nikornpun	Chairman	Deposit Protection Agency
2.	Mr. Krisada Jinavijarana	Committee	Fiscal Policy Office, MOF
3.	Mr. Weerachote Jirabowornpongsa	Committee	Independent committee
4.	Mr. Tada Phutthitada	Committee	Ministry of Finance
5.	Mr. Niwat Kanjanaphoomin	Committee	ThaiBMA

7. Appeal Sub-Committee

No	Name	Position	Organization
1.	Mrs. Voravan Tarapoom	Committee	Board of Director
2.	Mr. Santi Kiranand, Ph.D.	Committee	Independent committee
3.	Singchai Bunyayothin	Committee	Securities business expert
4.	Mr. Sakkarin Ruamrangsri	Committee	Legal expert
5.	Prof. Prawit Nilsuwannakul, Ph.D.	Committee	Finance & Accounting expert

ThaiBMA's Activities & Developments in 2010

Mandated as the self-regulatory organization (SRO) and information center for the bond market, ThaiBMA has played an active role in driving the development of the Thai bond market. In 2010 ThaiBMA carried out a wide range of activities with regard to its roles in three main areas, i.e. SRO, information center and market development. Major achievements can be summarized as follows:

1. Self-Regulatory Organization (SRO)

In 2010, ThaiBMA continued to strengthen its SRO roles to promote market integrity and fairness through several activities.

1.1 Member Inspection & Supervision

ThaiBMA continued to conduct member on-site inspection to ensure that they comply with the specified rules and regulations which will lead to market fairness and investor confidence. In 2010, a total of 5 member companies were inspected in the area of bond trading and internal control. ThaiBMA also began a study to enhance the efficiency of on-site inspection process by adopting Risk Based Approach (RBA) which will provide a framework for identifying member firms who have higher risk exposure. Moreover, an internal measure to help improve member companies' self-disciplines has also been implemented. The measure has been used to monitor and keep track on member firms with high rate of late report in order to encourage them to improve their compliance with the reporting rules.

1.2 Disciplinary Actions

ThaiBMA has performed disciplinary actions against members who are found of wrongdoings. There were a number of cases brought to the consideration of Disciplinary Committee during the year. One member had fines imposed due to reporting of misleading information on bond trading which considered an unfair practice in the bond market.

1.3 Qualification examinations and training courses

Bond traders are required by the SEC to register with ThaiBMA. As part of the ThaiBMA registration requirements, in 2010 ThaiBMA holds 4 qualification examinations for bond traders to ensure that they have

sufficient knowledge on bond trading and good understandings on ethics and standard of practices of the bond market. The examinations were arranged on an electronic based system (e-testing).

Also, to uplift standards of professionalism in the bond market, ThaiBMA held a trader's Refresher Course "*Regulatory Update & Advances in the Thai Bond Market*" on 19 June 2010 to update rules, regulations, and innovations in the bond market to registered traders and market participants.



1.4 Enhancing efficiency of trade reporting and monitoring system

Aimed to support members in complying with trading report rules, in 2010 ThaiBMA has developed a reporting

and monitoring system called “One-stop Service Reporting and Self-monitoring System--ORS”. This system helps to facilitate members to self-monitor their reported transactions on a real-time basis to ensure accuracy and completeness of trading transactions submitted to ThaiBMA. For example, the system will send alert when the dealer’s counterpart reported transactions later than 15 minutes, send warning when there are duplicate transactions, and send real-time notification when late transactions occur and etc.



1.5 Cooperation with Futures Exchange for market surveillance

In 2010, ThaiBMA signed the Memorandum of Understanding (MOU) with Thailand Futures Exchange (TFEX) to exchange bond and futures trading information for the purpose of market surveillance of the two markets. The information provided to TFEX includes intraday trading information of 4-6- year government bonds, which are used as the underlying asset for the 5-year bond futures and bidding yields of eligible government bonds. The cooperation between ThaiBMA and TFEX was the first step in developing linkages between Bond Futures and outright bond markets which will help promote transparency and provide investors with adequate information for their decision making.

2. Information center

• Improve efficiency and coverage on bond registration information

As the information center for the bond market, ThaiBMA continued to improve service quality, efficiency and coverage on bond information provided to the stakeholders. Higher capacity operating system has been developed and implemented to enhance service quality. Bond registration process and workflows has been reviewed to ensure data accuracy and integrity. A number of new bond information with easy-to-use format has been

introduced, for example, bond outstanding and redemption in format of comparison or summary by date, month, quarter, or year.

In addition, during the year ThaiBMA regularly visited issuers to discuss and share views on market trends as well as updating them on related rules of SEC and ThaiBMA. The regular discussion with issuers has provided us the information to further improve our services and the bond market.

• Enhancing transparency on bond trading information

In line with the role as the Thai bond market’s information center, in 2010 ThaiBMA introduced a number of analytical reports and information to promote greater transparency for the bond market. This included the following;

- *Non-resident trading* (daily and weekly report). The reports provide in-depth data on non-resident trading regarding buy, sell, net and net holding for each period. This allows investors and regulators to keep track on foreign inflows and outflows in a timely manner.
- *Private Repo position information* (weekly report). The report provides time-series data on private repo transactions including financing value, average repo rate, repo term and outstanding position on total private repo transactions.



• Cooperation on the setting up of Thailand Financial Instruments Information Center (TFIIC)

In 2010, ThaiBMA signed a multilateral memorandum of understanding with four key authorities namely the Bank of Thailand, the Public Debt Management Office, the Stock Exchange of Thailand to establish Thailand Financial Instruments Information Center (TFIIC), an infrastructure project under the Capital Market Development Master Plan 2010-2014. The TFIIC will centralize storage of financial instruments data and information for public access and cross-agency sharing within domestic financial markets.



TDM (Tm-1)	Credit Spread by Rating Bond									
	AAA	AA+	AA	AA-	A+	A	A-	BBB+	BBB	BBB-
0	9.05	10.43	10.49	21.02	22.02	24.02	30.00	36.70	39.30	40.30
1	21.54	28.02	28.02	38.35	39.01	41.01	49.00	57.00	61.00	64.00
2	28.00	36.02	37.02	42.35	43.01	45.01	53.00	61.00	65.00	68.00
3	33.00	42.00	43.00	47.35	48.01	50.01	58.00	66.00	70.00	73.00
4	40.30	49.30	50.30	55.00	56.00	58.00	66.00	74.00	78.00	81.00
5	45.30	55.00	56.00	61.00	62.00	64.00	72.00	80.00	84.00	87.00
6	50.30	60.00	61.00	66.00	67.00	69.00	77.00	85.00	89.00	92.00
7	55.30	65.00	66.00	71.00	72.00	74.00	82.00	90.00	94.00	97.00
8	60.30	70.00	71.00	76.00	77.00	79.00	87.00	95.00	99.00	102.00

3. Market Development

3.1 Development of new analytical tools

ThaiBMA has taken a leading role in developing valued-added information and analytical tools contributing to bond market development. Examples of additional analytical tools developed in 2010 are as follows;

- **Enhanced Credit Spread Curve**

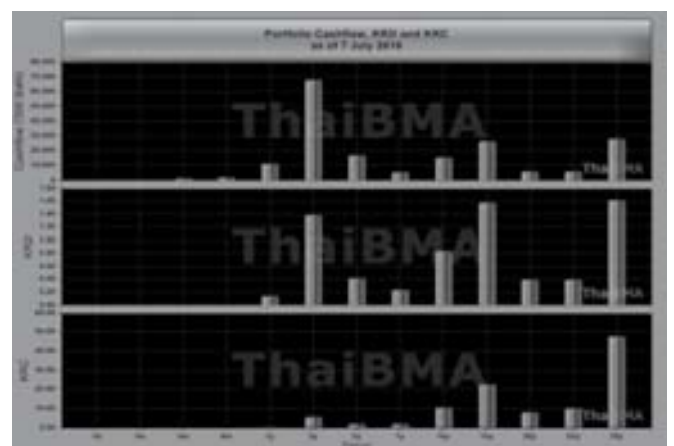
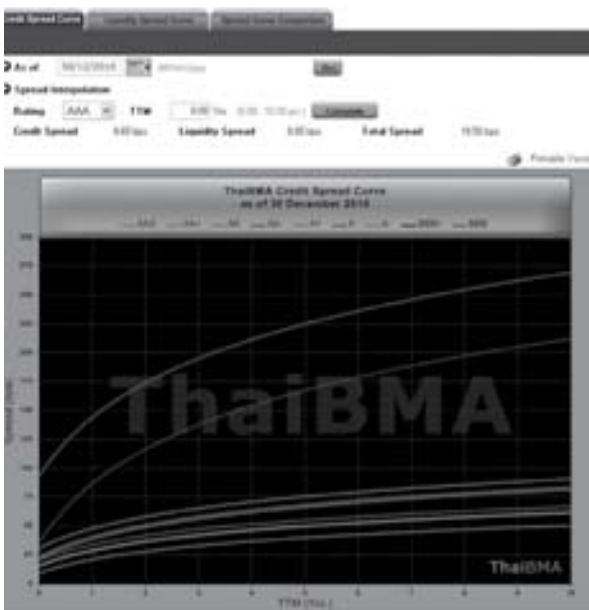
Launching since 2008, ThaiBMA's 'Credit Spread Curve' model has been further enhanced in 2010. The criteria for corporate bond selection in each rating category have been modified to better reflect the nature of liquidity in Thai market. For example, the criteria for bond selection were changed from trading equal or more than 10 transactions within the past year, or outstanding size equal or more than 2,000 million Baht to 1) trading equal or more than 10 transactions within last 6 months, or 4 transactions within past month for bonds with ratings of A- and above and 2) trading equal or more than 5 transactions within last 6 months, or 2 transactions within past month for bonds with ratings of BBB and BBB+.

- **Liquidity Spread Curve**

The benefit from having credit spread curve is that the difference between corporate spread and credit spread for a given bond can be calculated. Such difference is the spread component reflecting risk factors other than credit risk. The residual spread consists of liquidity risk premium. Therefore, the static spread of corporate bonds filtered as less liquid bond is compared with credit spread derived from the fitted credit spread curve. The difference between the two spreads can be considered as liquidity spread. In consequence, the methodology allows the determination of liquidity spread of individual less liquid corporate bond.

- **Key Rate Duration**

Key Rate Duration (KRD) measures the percentage change in bond price or the value of a portfolio. Comparing with the traditional risk measure, namely portfolio modified duration, KRD will measure the change on yield shifts related only to specify cash flows within a term structure, enabling investors to analyze the yield curve changes other than parallel shift. Therefore, investor can effectively hedge for investment in securities and apply for measuring the volatility of bond prices better than the traditional duration measure.



- **Technical Analysis**

Technical analysis is a security analysis discipline for forecasting the direction of prices (or yield) through the study of past market data, primarily price and volume. Technical analysis employs models and trading rules based on price (or yield) and volume transformations, such as the “relative strength index: RSI”, “moving average convergence/divergence: MACD”, “Stochastic”, through recognition of chart patterns which are widely used among traders and financial professionals.



- **iRisk**

iRisk is a financial risk management software which has been developed since 2003 and continued to be upgraded to facilitate users’ needs. In 2010, iRisk 5.0 and the factor analysis module were introduced. This module enables users to analyze market data. In addition, 10 Baht Gold Futures module was developed to support the uncertainty of commodities’ price fluctuation. iRisk’s users are able to evaluate and manage their portfolio’s risk across all asset classes.



3.2 Development of market convention

- **BOT/ LB FRN Reopen calculation**

Reopened bonds have the same maturity date, security identifier, and coupon rate as the original bonds, but with different issue date and, typically with different purchase price based on the current market yield. The Reopen calculation for LB/ BOT FRN will use a set of BIBOR interest rates as of 2 business days prior to the trade date (Auction date), which will calculate the price of the Reopen bonds.

- **Market convention on private repo and unexpected holidays**

To promote activities on repo market which is considered an important tool for bond market liquidity, ThaiBMA has cooperated with the Bank of Thailand, Thai Forex club and relevant market participants to review market convention for repo transactions. This is aimed to develop a more appropriate and practical guideline for conducting repo transactions. The revision includes calculation methods for cash margin, net exposure and repo interest.

In addition, during the year ThaiBMA held meetings with market practice committee and sub-working groups to discuss standard practices in case of unexpected holidays. This has led to an announcement of market convention for private repo transactions in case of unexpected holidays in November 2010.

- **Recommendation for amending regulations on private repo**

With efforts to boost private repo activities particularly among asset management companies who remained to have little participation, ThaiBMA cooperated with the Association of Investment Management Companies (AIMC) to study obstacles for AMC’s which include mutual funds, provident funds and private funds in conducting private repo. Certain SEC regulations imposed on AMC’s were found to be one of the obstacles due to inflexibility and unclear interpretation. Therefore, ThaiBMA and AIMC proposed recommendation to the SEC to amend those rules. Finally, the SEC has issued the revised regulations in October 2010.

3.3 Training and Seminar

In 2010, ThaiBMA organized several seminars and advanced financial trainings to broaden knowledge and

understandings on the bond market to market participants including dealers, institutional investors, issuers as well as the general public. These are

Seminar

1. Seminar on “**Manage your liquidity and create alternative return with Private Repo**” on 28 September 2010 at the Emerald Hotel Bangkok. The topics included how to manage portfolio and make profit from private repo, collateral management, and relevant legal issues.
2. Seminar “**Growth and Prosperity in Thai Bond Market**” in November 2010. This is focused on updating bond knowledge to market participants primarily bond issuers. The topics included new bond features and bond development plan of the Public Debt Management Office (PDMO), the third party guarantee, as well as panel discussion among issuer, investor, underwriter and regulator.
3. Seminar on “**Private repo**” on 2 December 2010 at the Emerald Hotel Bangkok. The topics included Repo strategies in local and international markets, risk management, as well as the operation process.

Financial training courses

1. Training on “**Investment Risks Management for Non-Life Insurance Businesses**” on 26 January 2010. This course was organized by cooperation between ThaiBMA and ERM club, Non-Life Association targeting at non-life insurance companies.
2. Training on “**VaR for Enhancing Portfolio's Return and Risk Management**” on 29-30 July 2010. This course was aimed to provide knowledge of risk management and apply modern quantitative tools on market risk management for enhancing portfolio's returns with acceptable risks.
3. Training on “**Credit Value at Risk**” on 22-23 November 2010. This course aimed to provide insight into credit risk strategies to mitigate risk and manage portfolio risk on corporate bonds, commercial bank loans and credit quality of counterparty in large corporation business.
4. Training on “**Fixed-Income Strategies and Portfolio Management**” on 29 November 2010, aimed to provide knowledge of fixed-income securities management and modern

quantitative tools to enhance return and to obtain an effective investment management process.

ThaiBMA Best Bond Awards

Aimed to promote standards and professionalism in the bond market, ThaiBMA organized the “**Best Bond Awards 2009**” on 26th March 2010. The selections of the award winner have been voted by market participants and the Committee. There has been a total of 10 awards namely Best Bond House, Deal of the Year, Most Creative Issue, Dealer of the Year, Best Market Contributor, Top Underwriter, Best Dealer Compliance, Best Bond Securities Firm and Best Investor Relations Issuer.



Other Activities for Members

To provide members with up-to-date knowledge and information which will promote professionalism among members, a number of member activities were held during 2010. **Monthly member training courses** were provided to employees of dealer-members in several areas to promote understanding on the practical issues such as bond trading, compliance, reporting of transactions, regulations, bond price calculation, and technical issues such as academic update on various types of yield curve, duration, convexity, etc. In addition to training activities, in November 2010, **ThaiBMA held recreation activities ThaiBMA Member Bowling Night: Bond & Bowl** aimed to strengthen relationship among members.



ThaiBMA Business Strategy 2011

ThaiBMA will continue to pursue our vision and missions “Towards a fair and efficient bond market”. In 2011, ThaiBMA focuses on 4 main strategic themes as Market Development, SRO Functions / Strengthen Member Compliance, Process Information Services and Employee and Capability.

1. Market Development

1.1 Market Demand

- Encourage Securities firms into Bond Market
- Promote Private Repo especially to Mutual Fund
- Promote Bond Market to Retail Investors
- Develop and Articulate Thai Bond Market with Asian Market
- Conduct research papers on new investment products

1.2 Market Supply

- Increasing Outstanding Value
- Increasing Corporate bond Issuers
- Participation in the issuance of new investment products to increase the alternative for investors ie. Sukuk Bond

1.3 Market Liquidity

- Improve trade and reporting system

2. SRO Functions / Strengthen Member Compliance

2.1 Market Best Practice

- Improve standards and regulations to be modern and acceptable
- Improve Bond Pricing System efficiently and ability to compete

2.2 Improve Competence of SRO function

- Improve Compliance process, reporting and trading to be efficient
- Enhance members knowledge and understand in rules, regulations and ethics of the Association

2.3 Comply with Rule and Regulation

- Reduce the number of reported transactions late

2.4 Stakeholder Communication and Education

- Training and provide knowledge to members, investors and issuers
- Increase stakeholder satisfaction

3. Process Information Services

3.1 Information Security

- Develop database of bonds and issuers information
- Implement Information Technology Security Policy for operation of association
- Improve Business Continuity Plan (BCP) ie. BCP Human Pandemic, BCP Riot

3.2 New Product on Information Services

- Prepare statistical information to serve members

3.3 Financial before return on investment

- Expand users based in our services

3.4 Steam line operation & Reduce Expenses

- Improve Bond Registration process

4. Employee and Capability

4.1 Human Resource Capital

- Use Human Resources and Knowledge Management to develop our personals

4.2 Risk Management

4.3 Suitable Technology

- Apply Project management to improve our operation.

Thai Bond Market Movement in 2010

I. Primary Market

The number of new long-term corporate issues continued to increase. The total new issues of registered bonds at the ThaiBMA were at THB 11,622.26 billion in 2010, 7% higher than the amount of THB 10,877.71 billion in 2009 (See Table 1). THB 9,714.50 billion of the Bank of Thailand (BOT) bonds were auctioned off in 2010, up by 15% from the previous year. New issuance of Commercial paper registered with ThaiBMA totaled THB 678.88 billion, or 19% higher than those in 2009. The auctioned T-Bills and government bonds amounted to THB 485.00 billion and 429.15 billion, down by 45 and 14% from the previous year, respectively. New issuance of State Owned Enterprise (SOE) bonds totaled THB 42.76 billion in 2010, down by 57% from those in 2009 while new issues of Foreign bonds totaled THB 12 billion, the same amount as 2009. New issuance of long-term corporate bonds were THB 259.97 billion, decreased by 33% from the previous year. The number of new long-term corporate issues increased from 112 issues of 51 companies in 2009 to 154 issues of 52 companies in 2010, with the issue size ranging from THB 100 million to THB 20,000 million, and the issue rating ranging from AAA to BBB-.

TABLE 1 : NEW ISSUANCE REGISTERED BOND AT THAIBMA

Type	2009	2010	Growth (%)
Government Bond	501,841.20	429,154.00	-14.48%
Treasury Bills	885,850.00	485,000.00	-45.25%
State Own Enterprise Bond	99,619.67	42,758.00	-57.08%
State Agency Bond	8,419,335.47	5,714,501.00	15.38%
Long-term Corporate Bond	390,858.00	259,968.00	-33.49%
Commercial Paper	568,208.65	678,882.24	19.48%
Foreign Bond	12,000.00	12,000.00	0.00%
Total	10,877,712.99	11,622,262.84	6.94%

Outstanding Value of ThaiBMA Registered Bonds

The total outstanding value of ThaiBMA registered bonds as of December 2010 amounted THB 6,755.64 billion, a growth of 15% from the previous year. The consisted of THB 2,523.16 billion of government bonds, THB 2,411.73

billion of State Agency (SA) bonds, THB 1,103.64 billion of long-term corporate bonds, THB 501.78 billion of SOE bonds, THB 85.66 billion of commercial papers, THB 71.71 billion of T-Bills and THB 57.96 billion of foreign bonds (See Table 2).

TABLE 2 : THAIBMA REGISTERED BOND OUTSTANDING

Type	2009	2010	Growth
Government Bond	2,130,820.44	2,523,158.12	18.41%
Treasury Bills	206,540.00	71,710.00	-65.28%
State Own Enterprise Bond	532,052.97	501,776.88	-5.69%
-Guaranteed	372,182.87	341,560.40	-8.23%
-Non Guaranteed	159,870.10	160,216.48	0.22%
State Agency Bond	1,819,857.66	2,411,731.66	32.54%
Corporate Bond	1,123,638.02	1,189,304.60	5.84%
-Long-term Corporate Bond	1,048,956.97	1,103,640.44	5.21%
-Commercial Paper	74,681.05	85,664.16	14.71%
Foreign Bond	55,962.00	57,962.00	3.57%
Total	5,968,671.09	6,755,643.26	15.11%

The largest portion of long-term corporate bonds outstanding was in the Energy & Utilities (26%), followed by Banking (20%), Construction Materials sector (11%), Property Development sector (10%), Financial and Securities sector (9%), Transportation and Logistics (6%), Information and communication Technology (4%), and Others (14%). In term of credit rating, the majority of corporate bonds are A-rated bonds, accounting for THB 920.40 billion or 83% of the total outstanding value. The remaining 17% consisted of THB 101.15 billion of B-rated bonds (9%) and THB 82.08 billion of Non-rated (8%) (See Figures 1 and 2).

FIGURE 1 : CORPORATE BOND'S OUTSTANDING VALUE BY BUSINESS SECTOR (as of Dec 30, 2010)

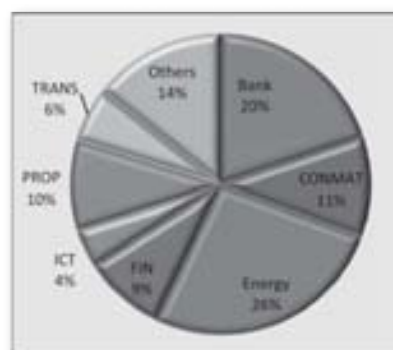
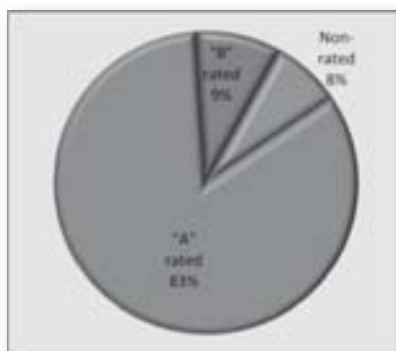


FIGURE 2 : CORPORATE BOND'S OUTSTANDING VALUE BY RATING (as of Dec 30, 2010)



II. Bond Trading Activities in 2010

In 2010, total outright trading value was THB 16,607.69 billion, 14% higher than in 2009 (See Table 3). Trading activities in 2010 continued to be concentrated in BOT

bond, accounted for THB 13,815.52 billion or 83% of the total outright trading value. This was followed by THB 1,754.40 billion of government bonds, THB 807.04 billion of T-Bills, THB 127.57 billion of long-term corporate bonds, THB 50.60 billion of commercial paper, THB 43.23 billion of SOE bonds, and THB 9.32 billion of foreign bonds.

However, total outright trading value with maturity over 1 year stood at THB 2,623.91 billion, 21% higher than in 2009. Average daily outright trading value with maturity over 1 year stood at THB 10.84 billion in 2010, 22% higher than the amount of THB 8.93 billion in 2009.

Total outright trading of long-term corporate bonds in 2010 totaled THB 50.60 billion or 0.77% of the total outright trading value. The largest portion of corporate bonds outright trading value was in the Financial Institution sector (29%), followed by Property sector (17%) and Energy sector (15%).

TABLE 3 : THAIBMA OUTRIGHT TRADING AND OUTSTANDING VALUE BETWEEN 2009 & 2010 (THB Mln)

Type	2009		2010		% Change	
	Outright Trading	Outstanding	Outright Trading	Outstanding	Trading	Outstanding
Government Bond	1,484,396.65	2,130,820.44	1,754,405.00	2,523,158.12	18%	18%
State Own Enterprise	78,988.31	532,052.97	43,230.05	501,776.88	-45%	-6%
- Guaranteed	59,435.16	372,182.87	35,096.19	341,560.40	-41%	-8%
- Non-guaranteed	19,553.15	159,870.10	8,133.86	160,216.48	-58%	0%
T-Bills	1,288,820.61	206,540.00	807,037.43	71,710.00	-37%	-65%
State Agency	11,520,110.58	1,819,657.66	13,815,524.92	2,411,731.66	20%	33%
Corporate (Long-term + Short-Term)	167,927.46	1,123,638.02	178,168.18	1,189,304.60	6%	6%
Foreign Bond	4,485.19	55,962.00	9,322.95	57,962.00	108%	4%
Total Value	14,544,728.80	5,868,671.09	16,607,688.53	6,755,643.26	14%	15%
Total Value (excluding TTM<=1 Yr)	2,168,936.82		2,623,915.33		21%	
- No. of trading days	243		242		0%	
- Daily Average	8,925.67		10,842.63		21%	
No. of Outright Transaction	94,947		104,532		10%	
- Monthly Average	7,912		8,711		10%	
- Daily Average	391		432		11%	
Dealer Participation	38		35		-8%	

Market Participants

In 2010, 77% of the total outright trading value came from transactions between dealers and their clients, whereas 23% was inter-dealer transactions. Major active investors were Asset Management Companies (55%), domestic companies (DCO)(15%), foreign companies (FCO) (11), non-dealer financial institutions (NDL) (9%), insurance companies (3%), individuals (1%) and others (6).

The top ten active member dealers for outright trading with maturity over 1 year in 2010 comprised of six local

commercial banks, namely, KasikornBank Plc (12.97% of market share), Siam Commercial Bank Plc (8.87%), Standard Chartered Bank (8.53%), Bangkok Bank Plc (7.48%), TISCO Bank Public Company Limited (4.72%), United Overseas Bank (Thai) Plc (4.32%), three foreign commercial banks: DEUTSCHE Bank AG, Bangkok Branch (14.17%), J.P. Morgan Securities (THAILAND) Limited (JPMCB) (5.75%) and Hongkong and Shanghai Banking (4.82%), and one securities company: Barclays Capital Securities (Thailand) Limited (BARCAP) (4.66%) (See Table 4).

TABLE 4 : TOP 10 ACTIVE MEMBER DEALERS (Exclude < 1 Yr Bonds)

Rank	Dealers	Outright Trading Value (THB Bln)	% Market Share
1	DBBK	524.42	14.17%
2	KBANK	479.92	12.97%
3	SCB	328.23	8.87%
4	SCBT	315.52	8.53%
5	BBL	276.65	7.48%
6	JPMCB	212.65	5.75%
7	HSBC	178.39	4.82%
8	TISCO	174.76	4.72%
9	BARCAP	172.59	4.66%
10	UOBT	159.86	4.32%
	Other	877.96	23.72%
	Total	3,700.95	100.00%

ket Liquidity

In 2010, the turnover ratio (outright transaction only) for all types of bonds was 2.46 times, down from the ratio of 2.48 times in 2009. In particular, the turnover ratio of T-Bills was 11.25 times), up from 6.24 times in 2009, followed by SA bonds (5.73 times), government bonds (0.70 times), commercial papers (0.59 times), foreign bonds (0.16 times), long-term corporate (0.12 times), and SOE bonds (0.09 times).

The top five active issues of government bonds were LB155A, LB145B, LB196A, LB133A and LB16NA (See Table 5), whereas the top five active SOE bonds were GHB11NC, PEA209A, PEA227A, ETA174A and GHB168A (See Table 6). With regards to long-term corporate bonds, the top five active issues were BAY103A, AYCAL132A, KTC13NA, IRPC147A and BJC113A (See Table 7).

TABLE 5 : TOP 5 MOST ACTIVE GOVERNMENT BONDS

Issue	Type/ Rating	TTM (Yrs.)	YTM (%)	Trading Value (THB Mln)	% of Total Trading	Turnover Ratio (%)	Last Trade Date
Government Bond							
LB155A	GB	4.40	3.150000	413,492.51	2.49	407.09	28/Dec/11
LB145B	GB	3.37	3.090000	238,889.36	1.44	197.37	30/Dec/11
LB196A	GB	8.46	3.570000	161,144.32	0.97	161.15	30/Dec/11
LB133A	GB	2.20	2.850000	144,359.77	0.87	145.82	30/Dec/11
LB16NA	GB	5.89	3.380000	128,423.22	0.77	233.50	29/Dec/11

TABLE 6 : TOP 5 MOST ACTIVE STATE OWNED ENTERPRISE BONDS

Issue	Type/ Rating	TTM (Yrs.)	YTM (%)	Trading Value (THB Mln)	% of Total Trading	Turnover Ratio (%)	Last Trade Date
State Owned Enterprise Bond							
GHB11NC	G	1.08	2.160000	2,297.68	0.01	127.65	27/Oct/11
PEA209A	-	10.01	3.490000	1,600.23	0.01	100.01	23/Sep/11
PEA227A	-	12.01	3.650000	1,599.92	0.01	100.00	16/Jul/11
ETA174A	G	6.28	3.630000	1,417.01	0.01	141.70	23/Dec/11
GHB168A	G	6.36	3.550000	1,412.55	0.01	141.26	8/Apr/11

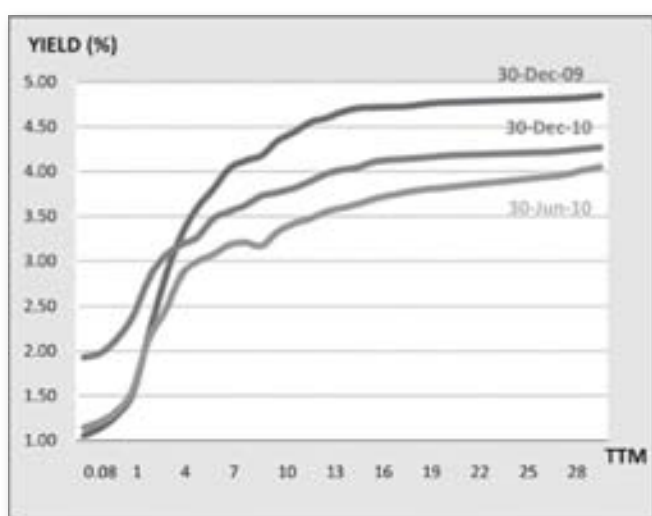
TABLE 7 : TOP 5 MOST ACTIVE CORPORATE BONDS

Issue	Type/ Rating	TTM (Yrs.)	YTM (%)	Trading Value (THB Mln)	% of Total Trading	Turnover Ratio (%)	Last Trade Date
Corporate Bond							
BAY103A	/AA-(tha)	0.06	1.230000	4,634.03	0.03	44.13	25/Feb/11
AYCAL132A	/A+	2.16	3.300000	4,122.48	0.02	58.89	28/Dec/11
KTC13NA	/BBB+	2.89	4.050000	3,663.39	0.02	48.85	17/Dec/11
IRPC147A	/A-(tha)	3.52	4.160000	3,430.13	0.02	49.00	24/Dec/11
BJC113A	/A+	0.25	2.171000	3,313.86	0.02	109.37	24/Dec/11

Yield Movement and the ThaiBMA Bond Index

During 2010, the government yield curve had become more flattening due to significant rise of short-term yields while medium- and long-term yields declined (See Figure 3). Yield of government bonds with maturity not over 3 years rose by 83 to 87 bps, following the continued increase of the policy rate. The Bank of Thailand Monetary Policy Committee (MPC) raised its 1-day RP rate in July, August and December which totally increased by 0.75%.

FIGURE 3 : THAIBMA GOVERNMENT BOND YIELD CURVE MOVEMENT



Yields of government bonds with maturity over 3 years dropped by 10 to 66 bps. Although those yields slightly increased during the fourth quarter of 2010, it stayed at the lower level than the end of 2009. High demand from domestic and foreign investors on medium- to long-term bonds was one of the major factor driving a decline in yields of government bonds with maturity over 3 years during the year of 2010.

ThaiBMA government bond's clean price index closed the year 2010 at 103.69, yielded a positive return of 1.59%. Returns on ThaiBMA government bond index subgroup 1 (1-3 years), subgroup 2 (3-7 years), subgroup 3 (7-10 years), subgroup 4 (over 10 years) and subgroup 5 (less than 10 years) were 1.78%, 4.45%, 7.47%, 10.83%, and 4.36%, respectively. Return on corporate bonds index increased from 4.08% in 2009 to 5.26% in 2010.

Outlook of the Thai Bond Market in 2011 (Source: Opinion survey from underwriters and active dealers by the ThaiBMA)

I. Primary Market

THB 453,500 million of government debt securities is expected to be issued for the fiscal 2011, a slightly increase from the amount issued in 2010. The new government bonds are likely to concentrate on bonds with 5-year maturity, amounting to THB 100,000 million.

In private sector, new corporate debt securities are expected to be approximately THB 300,000 million in 2011 due to the nation's economic recovery and the rising trend of domestic interest rates. Private companies are likely to expedite issuing new bonds to lock in favorable rates in anticipation of higher interest rate in the near future.

II. Secondary Market

Trading value in the secondary market is expected to increase by 10% from the previous year due to the continuing economic growth and capital inflows. However, uptrend of domestic interest rate will be a constraint that make trading value grow at slow pace.

Trading activities in the secondary bond market are expected to concentrate on bonds with maturity not over 5 years in order to minimize price risk. Private repo transactions are expected to rise by 20% to 30% from 2010 due to strong supports from BOT, SEC and ThaiBMA in term of convention, regulation amendment and training.

Appendices

TABLE 1 : SIZE OF THAILAND FINANCIAL MARKET

Economic Indicator	2002	2003	2004	2005	2006	2007	2008	2009	2010
Bank Loans -- THB Billion *	4,602.70	4,701.50	5,081.35	5,488.43	5,706.75	6,221.76	7,368.65	7,675.57	8,767.56 (Nov)
Equities (SET mkt. cap) -- THB Billion **	1,866.24	4,789.86	4,521.89	5,105.11	5,078.70	6,636.07	3,568.22	5,873.10	8,334.68
Domestic Bond (at par) -- THB Billion ***	2,300.00	2,518.00	2,740.38	3,366.84	4,085.26	4,885.76	5,080.05	6,114.49	6,879.48

Source : * Bank of Thailand <http://www2.bot.or.th/statistics/BOTWEBSTAT>.
 ** SET http://www.set.or.th/market/market_statistics.html
 *** ThaiBMA Monthly Report >> Thai Bond Summary >> Part1 (include non-registered bonds)

TABLE 2 : THAIBMA REGISTERED BONDS BY TTM (as of Dec 30, 2010)

Type of Bond	Issue Term (Yrs.)	Outstanding (THB Bln.)	# issue
Treasury Bills	0 - 5	71.71	43
	Total	71.71	43
Government Bond	0 - 5	1,371.72	53
	6 - 10	647.39	12
	11 - 15	303.70	9
	>15	200.35	8
Total	2,523.00	82	
State Agency Bond	0 - 5	2,330.46	90
	6 - 10	81.27	1
	Total	2,411.73	91
State Owned Enterprise Bond	0 - 5	294.94	259
	6 - 10	143.26	136
	11 - 15	62.07	57
	>15	1.50	1
Total	501.78	453	
Long-term Corporate Bond	0 - 5	775	319
	6 - 10	264	63
	11 - 15	55	11
	>15	10	3
Total	1,104	396	
Commercial Paper	0 - 5	85.66	421
	Total	85.66	421
Foreign Bond	0 - 5	45	18
	6 - 10	13	7
	Total	58	25

Source : ThaiBMA

TABLE 3 : TOP 5 MOST ACTIVE REGISTERED BOND

Government		State Owned Enterprise		Corporate	
Issue	THB Mln.	Issue	THB Mln.	Issue	THB Mln.
LB155A	413,492.51	GHB11NC	2,297.68	BAY103A	4,634.03
LB145B	238,889.36	PEA209A	1,600.23	AYCAL132A	4,122.48
LB196A	161,144.32	PEA227A	1,599.92	KTC13NA	3,663.39
LB133A	144,359.77	ETA174A	1,417.01	IRPC147A	3,430.13
LB16NA	128,423.22	GHB168A	1,412.55	BJC113A	3,313.86
Total	1,086,309.18	Total	8,327.39	Total	19,163.89

Source : ThaiBMA

TABLE 4 : THAIBMA GOVERNMENT INTERPOLATION YIELD (%)

Date	1M	3M	6M	1Y	2Y	3Y	5Y	7Y	10Y	12Y	15Y	17Y	20Y	25Y	30Y
30-Dec-09	1.06	1.14	1.28	1.52	2.17	2.80	3.59	4.03	4.34	4.55	4.71	4.72	4.77	4.80	4.85
30-Dec-10	1.93	1.97	2.13	2.38	2.80	3.05	3.26	3.55	3.77	3.89	4.05	4.13	4.17	4.21	4.27
Change (Bps.)	87	83	85	86	63	25	-33	-48	-57	-66	-66	-59	-60	-59	-58

Source : ThaiBMA

TABLE 5 : THAIBMA BOND INDICES

ThaiBMA Bond Indices	2009	Year 2010	Return (%)
Government Bond Index			
Clean Price	102.07	103.69	1.59
Gross Price	103.52	104.92	1.35
Total Return	190.06	201.00	5.76
Corporate Bond (BBB up) Index			
Clean Price	105.11	105.59	0.46
Gross Price	106.02	106.50	0.45
Total Return	161.15	169.63	5.26

Source : ThaiBMA

TABLE 6 : BOND RETURN (%)

ThaiBMA Bond Indices	Return (%) - compare Between 2009 & 2010
Government Bond Total Return Index	5.76
Maturity Sub Group	
Group 1 (1 < TTM <= 3)	1.78
Group 2 (3 < TTM <= 7)	4.45
Group 3 (7 < TTM <= 10)	7.47
Group 4 (TTM > 10)	10.83
Group 5 (TTM <= 10)	4.36
Investment Grade Corporate Bond Index	5.26

Source : ThaiBMA

TABLE 7 : TURNOVER RATIO (as of 30 Dec, 2010)

Type	2009	2010	Growth (%)
Government Bond	0.697	0.695	-0.2%
Treasury Bills	6.24	11.25	80%
State Own Enterprise Bond	0.15	0.09	-42%
State Agency Bond	6.33	5.73	-10%
Corporate Bond	0.149	0.150	0.2%
Foreign Bond	0.08	0.16	101%
Total	2.48	2.46	0.4%

Source : ThaiBMA

FIGURE 1 : GOVERNMENT BOND'S OUTSTANDING BY YEAR TO EXPIRATION (as of Dec 30, 2010)

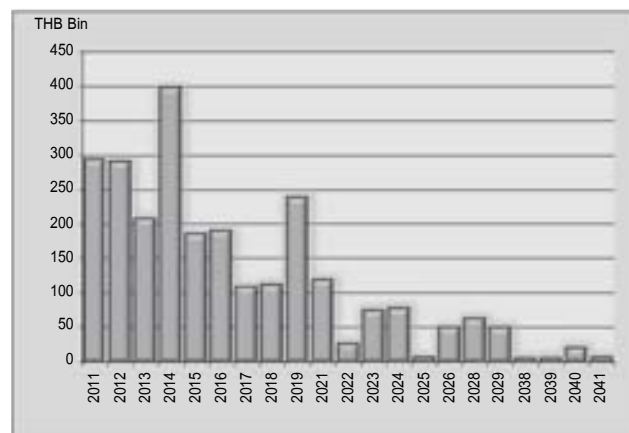


FIGURE 2 : CORPORATE BOND'S TRADING & OUTSTANDING VALUE BY BUSINESS SECTOR (as of Dec 30, 2010)

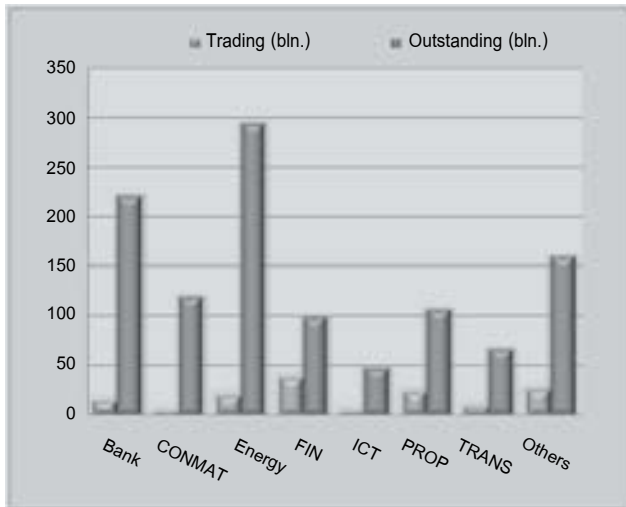


FIGURE 3 : LONG-TERM CORPORATE BOND'S TRADING & OUTSTANDING VALUE BY RATING (AS OF DEC 30, 2010)

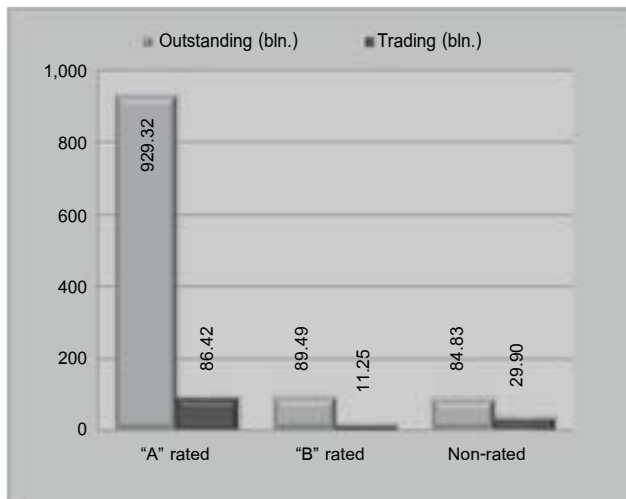


FIGURE 4 : COMPOSITION OF MARKET PARTICIPANTS (Quarterly)

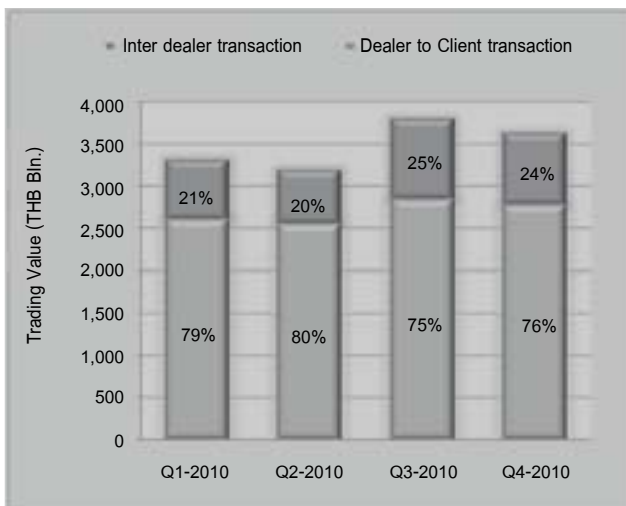


FIGURE 5 : COMPOSITION OF DEALER TO CLIENT TRANSACTIONS

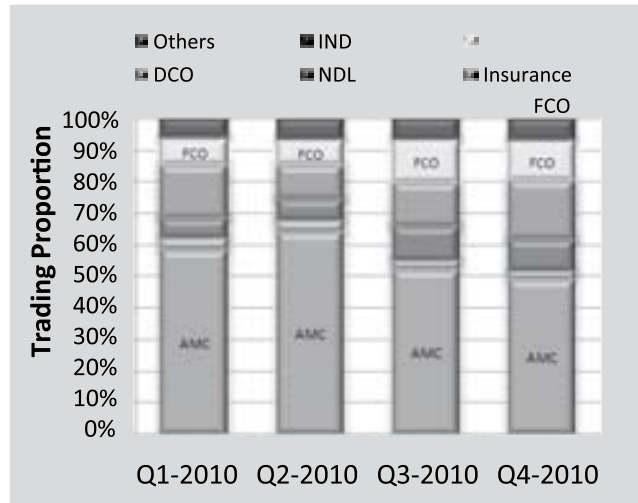


FIGURE 6 : COMPOSITION OF DEALER TO CLIENT TRANSACTIONS IN YEAR 2010

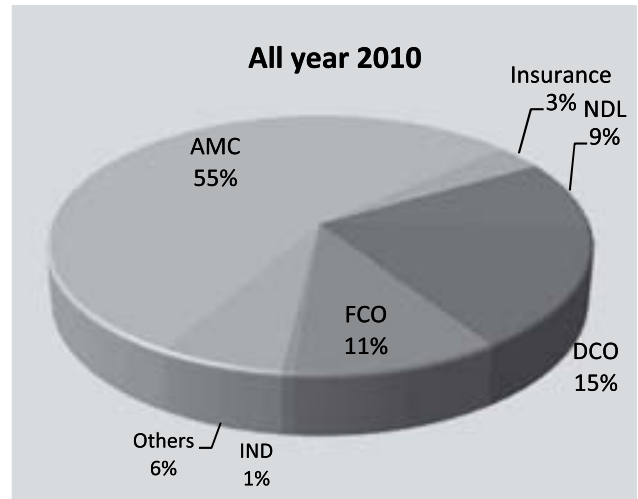


FIGURE 7 : PROVIDENT FUND : FIXED INCOME PORTFOLIO INVESTMENT

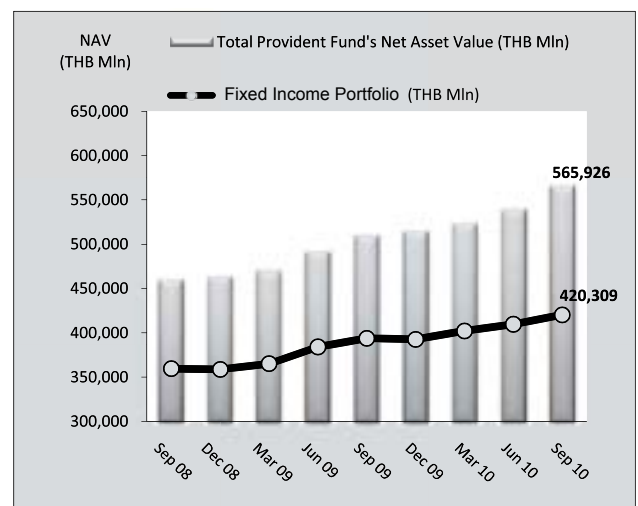


FIGURE 8 : INSURANCE COMPANIES : FIXED INCOME PORTFOLIO MANAGEMENT

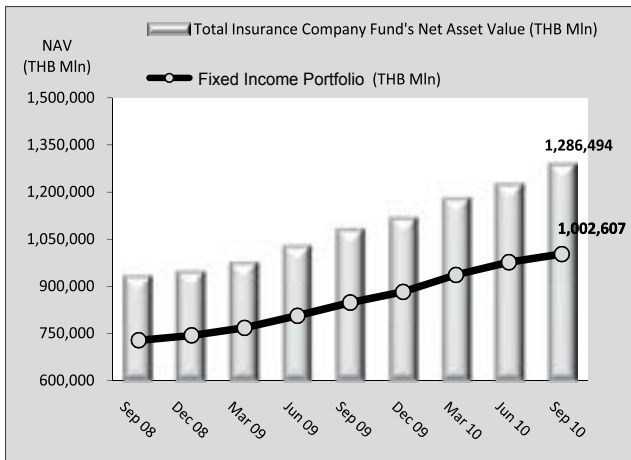


FIGURE 11 : SOCIAL SECURITIES FUND : FIXED INCOME PORTFOLIO MANAGEMENT

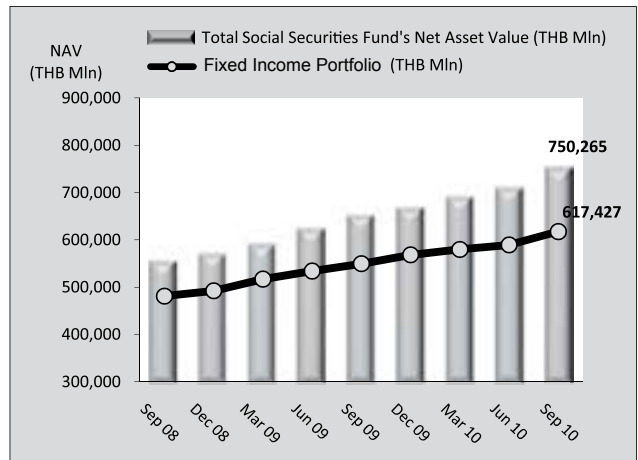


FIGURE 9 : GOVERNMENT PENSION FUND : FIXED INCOME PORTFOLIO MANAGEMENT

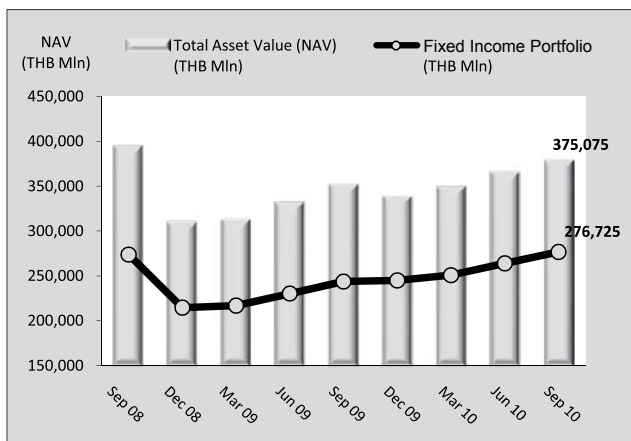


FIGURE 12 : FIXED INCOME ASSET SIZE OF INSTITUTION INVESTORS

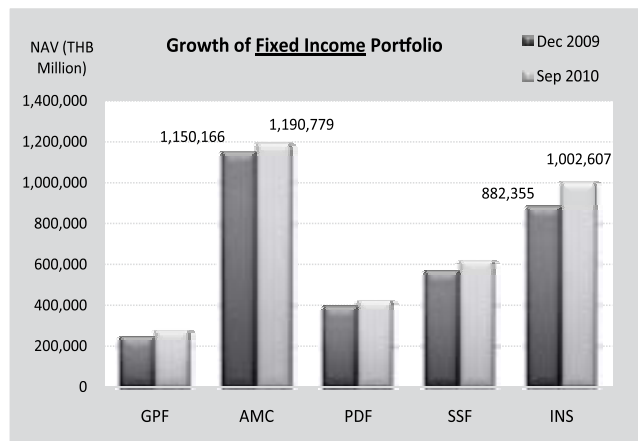
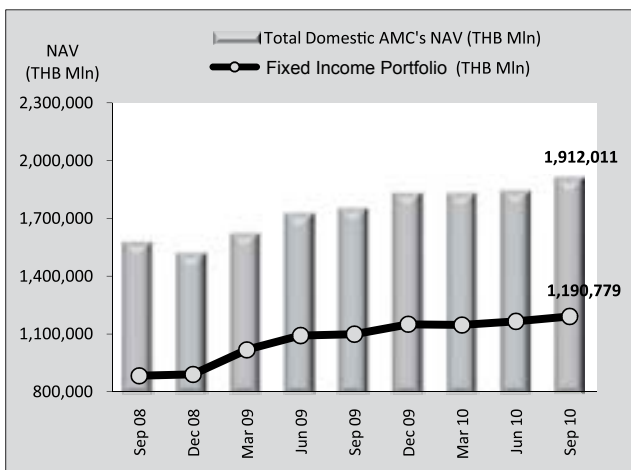


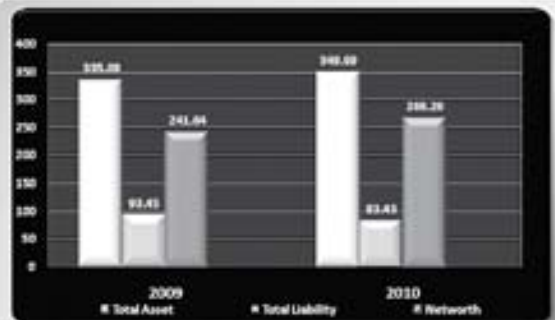
FIGURE 10 : MUTUAL FUND : FIXED INCOME PORTFOLIO MANAGEMENT



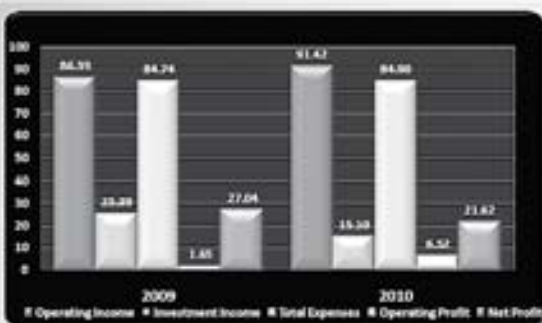
Financial Highlights

ThaiMBA's Performance 2009-2010

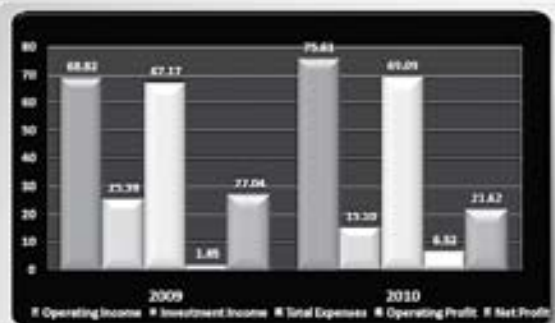
Assets & Liabilities



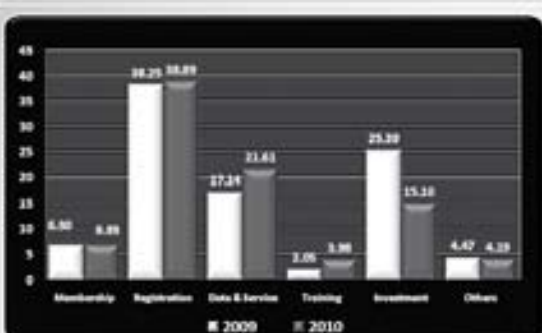
Income Statement (Included MoF)



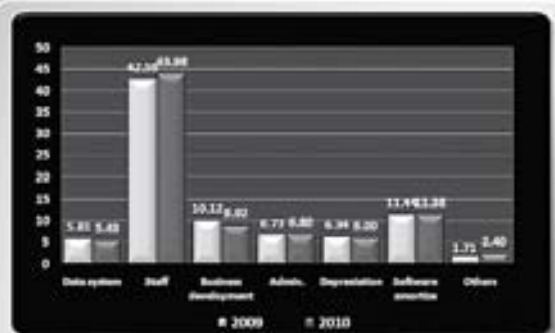
Income Statement (Excluded MoF)



Revenue 2009-2010



Expenses 2009-2010



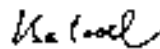
REPORT OF THE AUDITOR

To The Board of Directors and Members of
The Thai Bond Market Association

I have audited the accompanying balance sheets of The Thai Bond Market Association as at December 31, 2010 and 2009, and the related statements of income and expenditure, changes in capital fund and cash flows for the years then ended. These financial statements are the responsibility of the Association's management as to their correctness and completeness of the presentation. My responsibility is to express an opinion on these financial statements based on my audits.

I conducted my audits in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audits provide a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Thai Bond Market Association as at December 31, 2010 and 2009, and the results of its operations, its changes in capital fund and its cash flows for the years then ended in accordance with generally accepted accounting principles.



(Miss Usa Choochinprakarn)
Certified Public Accountant
Registration No. 3522

Dharmniti Auditing Company Limited
Bangkok, Thailand
March 30, 2011
2011/255/9171



ASSETS

	Note	Baht	
		2010	2009
Current assets			
Cash and cash equivalents	3	13,959,559.29	5,484,195.89
Current investments	4	5,091,162.24	40,882,917.06
Loans to cooperative	5	1,000,000.00	2,000,000.00
Prepaid expenses supported by the Ministry of Finance	13	1,374,671.47	2,379,014.21
Other current assets		1,613,095.36	4,676,269.19
Total Current Assets		23,038,488.36	55,422,396.35
Non-current assets			
Long-term investment	2.5, 6	15,044,648.00	-
Investment in Private Fund	2.6, 7	267,653,334.01	222,552,989.75
Equipment - net	2.7, 8	3,388,675.11	3,679,034.17
Equipment supported by the Ministry of Finance - net	2.7, 9	3,767,325.47	7,619,048.78
Intangible assets - net	2.8, 10	9,051,332.67	7,123,900.09
Intangible assets supported by the Ministry of Finance - net	2.8, 11	26,353,206.29	37,311,703.82
Other non-current assets, net		1,396,689.16	1,385,889.16
Total Non-Current Assets		326,655,210.71	279,672,565.77
TOTAL ASSETS		349,693,699.07	335,094,962.12

Notes to the financial statements form an integral part of these statements

LIABILITIES AND CAPITAL FUND

	Note	Baht	
		2010	2009
Current liabilities			
Other payable		2,597,937.49	373,238.22
Accrued expenses		1,104,338.28	716,325.26
Deferred income	2.4, 12	3,158,723.26	4,230,113.25
Deferred income of support fund from the Ministry of Finance	13	31,495,203.23	47,309,766.81
Other current liabilities		2,612,835.02	2,523,726.76
Total Current Liabilities		40,969,037.28	55,153,170.30
Non-current liabilities			
Deferred annual fee of registered debt securities	2.3, 2.4	42,461,331.05	38,303,516.14
Total Non-Current Liabilities		42,461,331.05	38,303,516.14
TOTAL LIABILITIES		83,430,368.33	93,456,686.44
Capital fund			
Donated fund		185,529,785.29	185,529,785.29
Initial capital fund from members	2.2	21,710,000.00	18,710,000.00
Accumulated fund		59,023,545.45	37,398,490.39
TOTAL CAPITAL FUND		266,263,330.74	241,638,275.68
TOTAL LIABILITIES AND CAPITAL FUND		349,693,699.07	335,094,962.12

Notes to the financial statements form an integral part of these statements



STATEMENTS OF INCOME AND EXPENDITURE

(FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009)

	Note	Baht	
		2010	2009
INCOME			
Membership annual fees	2.3	6,931,186.25	6,900,753.24
Admission fees for registered debt instruments	2.3	22,558,864.15	24,497,390.49
Annual fees for registered debt instruments	2.3	16,328,341.75	13,755,485.15
Service fees for data provision	2.3	21,614,132.56	17,141,450.31
Training fees and book support		2,266,203.74	934,050.00
Examination fees, training fees and registration fees for registered traders		1,716,905.29	1,112,494.21
Consultancy services		3,257,367.62	2,652,412.24
Support fund income from the Ministry of Finance	13	15,814,563.58	17,575,420.59
Earnings from investment in Private Fund	2.6, 7	15,100,344.26	25,391,126.13
Interest income		619,247.07	683,120.61
Other income		317,173.86	1,138,302.95
Total income		106,524,330.13	111,782,005.92
EXPENDITURE			
	13		
Data system expenses		5,431,165.79	5,814,521.70
Staff costs		43,977,775.39	42,593,782.37
Business development expenses		8,918,349.67	10,122,259.58
Consultancy project expenses		2,396,485.98	1,707,067.30
Administrative expenses		6,796,176.56	6,725,890.49
Depreciation		6,000,300.99	6,339,779.28
Amortization of computer software		11,379,020.69	11,441,145.32
Total expenditure		84,899,275.07	84,744,446.04
Income over (under) expenditure for the year		21,625,055.06	27,037,559.88

Notes to the financial statements form an integral part of these statements



STATEMENTS OF CHANGES IN CAPITAL FUND

(FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009)

	Note	Baht			Total
		Donated fund	Initial capital fund from members	Accumulated Fund	
Balance as at December 31, 2008		185,529,785.29	18,410,000.00	10,360,930.51	214,300,715.80
Income over (under) expenditure for the year 2009		-	-	27,037,559.88	27,037,559.88
Initial capital fund from associate member		-	300,000.00	-	300,000.00
Balance as at December 31, 2009		185,529,785.29	18,710,000.00	37,398,490.39	241,638,275.68
Income over (under) expenditure for the year 2010		-	-	21,625,055.06	21,625,055.06
Initial capital fund from ordinary member		-	3,000,000.00	-	3,000,000.00
Balance as at December 31, 2010		185,529,785.29	21,710,000.00	59,023,545.45	266,263,330.74

Notes to the financial statements form an integral part of these statements



	Baht	
	2010	2009
Cash flows from operating activities :		
Income over(under) expenditure for the year	21,625,055.06	27,037,559.88
Adjustment for :		
Depreciation	2,148,577.68	2,430,227.78
Amortization of computer software	420,523.16	519,870.82
Loss (gain) on sales of assets	(229,956.05)	(1,122.84)
Loss on write-off of assets	510.76	159.00
Earnings from investment in Private Fund	(15,100,344.26)	(25,391,126.13)
Interest income	(619,247.07)	(683,120.61)
Change in operating assets and liabilities		
Current assets	3,223,272.51	408,855.43
Other non-current assets	(10,800.00)	(90,000.00)
Other payable	2,224,699.27	7,439.85
Accrued expenses	388,013.02	234,450.14
Other current liabilities	89,108.26	711,644.72
Deferred income	(1,071,389.99)	(3,715,843.31)
Deferred annual fees of registered debt securities	4,157,814.91	8,641,237.90
Net cash provided by (used in) operating activities	17,245,837.26	10,110,232.63
Cash flows from investing activities :		
(Increase)Decrease in current investments	35,791,754.82	(10,050,486.14)
(Increase)Decrease in loans to cooperative	1,000,000.00	(2,000,000.00)
(Increase)Decrease in long-term investment	(15,047,249.85)	-
Cash paid for additional investment in Private fund	(30,000,000.00)	-
(Increase)Decrease in investment in Private Fund	(15,100,344.26)	(25,391,126.13)
Earnings(loss) from investment in Private Fund	15,100,344.26	25,391,126.13
Sales of equipment	580,373.83	1,130.84
Purchases of equipment	(2,209,139.16)	(682,894.19)
Intangible assets	(2,347,963.74)	(2,030,724.30)
Interest received	461,750.24	943,873.90
Net cash provided by (used in) investing activities	(11,770,473.86)	(13,819,099.89)
Cash flows from financing activities :		
Initial capital fund from member	3,000,000.00	300,000.00
Net cash provided by (used in) financing activities	3,000,000.00	300,000.00
Increase (decrease) in cash and cash equivalents, net	8,475,363.40	(3,408,867.26)
Cash and cash equivalents, beginning balance	5,484,195.89	8,893,063.15
Cash and cash equivalents, ending balance	13,959,559.29	5,484,195.89

Notes to the financial statements form an integral part of these statements



1. GENERAL INFORMATION

(A) Legal status and address

The Thai Bond Market Association was established as a juristic entity on September 8, 2005, and granted the license by the SEC, registration number 4/2548, according to Articles 231 and 232 of the Securities and Exchange Commission Act B.E. (2535)

The address of its registered office is as follows

29 Vanissa Building 21st Floor, Soi Chidlom, Ploenchit Rd., Lumpini, Patumwan, Bangkok.

(B) Nature of the operation

The Thai Bond Market Association was established following the resolution of the committee in charge of the infrastructure of the bond market under the Domestic Bond Market Development Steering Committee, Ministry of Finance, as a securities business related association under Article 230 of the Securities and Exchange Commission Act B.E. 2535. The main functions of the Association are to serve as a Self-Regulatory Organization (SRO) and to be an information center for the Thai bond market. It also plays functional roles on market development.

Objectives of the Association are as follows :

- (1) To be Center of information of debt instrument market and to provide services of such information;
- (2) To promote and develop debt instrument market and to conduct debt instrument business;
- (3) To promote, develop and prescribe standard of procedures in conducting debt instrument business;
- (4) To supervise Members to comply with the rules and regulations, ethics and standard of procedures in the debt instrument market;
- (5) To promote and foster the research and education regarding debt instruments including providing professional views of the related subjects as well as to publicize and disseminate the information concerning the debt instrument market to the public;
- (6) To promote the relationship and cooperation among Members;
- (7) To compromise and resolve the dispute over conducting the debt instrument business between Members or between Members and the third parties;
- (8) To carry out activities for public benefits or work on other activities to satisfy the Association's foregoing objectives. The foregoing objectives are all non-political related.

(C) Data of membership

As at December 31, 2010 and 2009 membership of the Association consists of:

Ordinary Member	51	Members and 49 members, respectively
Extraordinary Member	2	members
Associate Member	2	Members

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis for preparation of financial statements

The financial statements have been prepared in accordance with Thai Generally Accepted Accounting Principles under the Accounting Act of B.E. 2543 being those Thai Accounting Standards issued under the Accounting Profession Act B.E. 2547. The Association has adopted in 2006, prior to its effective date, the Thai Accounting Standard No. 20 : Accounting for Government Grant and Disclosure of Government Assistance.

The financial statements in Thai language are the official statutory financial statements of the Association. The financial statements in English language have been translated from such financial statements in Thai language.

2.2 Recognition of initial capital fund

Revenue from the membership admission fees is recognized in full as initial capital fund upon membership application.

2.3 Recognition of revenue and expenditure

Revenue from annual membership fees is recognized based on the membership period.

Revenue from admission fees from registering debt instrument is recognized in full upon its registration.

Revenue from annual fees of registered debt instrument is recognized based on the maturity and not exceeding seven years.

Revenue from data provision is recognized based on the service period.

Interest income is recognized on an accrual basis.

Support fund income from the Ministry of Finance for the project is recognized as follows:

- Support fund used for expenditure in the period is recognized as income when expenditure is incurred in the period.

- Support fund used for fixed assets and deferred expenditure are recorded as deferred income of support fund from the Ministry of Finance and recognized as income in proportion to depreciation and amortization of assets in the period.

Other income and expenditure are recognized on an accrual basis.

2.4 Deferred income

Deferred income is realized to income by the straight-line method throughout the period of the agreement.

2.5 Investment

Investment in debt securities and expected to be held to maturity, are accounted at amortized cost by the effective rate method.

The Association calculated cost of the securities by the weighted average cost method.

2.6 Investment in Private Fund

Investment in private fund is stated at the net asset value invested. Earnings from investment are recorded immediately as gain or loss in the statement of income and expenditure in that period.

Investment in private fund is an investment in trading securities and stated at fair value. The fair value of any listed equity securities are derived from the closing price of the Stock Exchange of Thailand, while the fair value of debt securities are calculated from the yield announced by The Thai Bond Market Association. The gain (loss) from investment valuation is recognized as unrealized gain (loss) and shown as earnings from investment in the current period.

Earnings from investment is recognized on an accrual basis as follows :

Interest income is recognized on an accrual basis.

Dividend income is recognized on the date eligible to receive.

Realized gain or loss from sales of investment is recognized as revenue or expense at the selling date.

Cost of investment sold is calculated by the weighted average method.

Management fee and other expenses are recognized on an accrual basis and recorded as deduction from earnings of the periods.

2.7 Equipment - net

Equipment is stated at cost, net of accumulated depreciation.

Depreciation is calculated by the straight-line method over the estimated useful lives of the assets as follows :-

Furniture and fixtures	5	Years
Office equipment	5	Years
Vehicles	5	Years

2.8 Intangible assets

Intangible assets are computer softwares pending for amortization. Amortization is calculated by the straight-line method over the estimated useful lives of 5 years.

2.9 Using of Accounting Estimation

Preparation of financial statements in conformity with generally accepted accounting principles in Thailand requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent assets and liabilities. Actual results may differ from those estimates.

2.10 Employee benefits

The Association operates a provident fund as a defined contribution plan. The assets of which are held in a separate fund which is managed by the external fund manager. The provident fund is funded by payments from employees and by the Association. Contributions to the provident fund are charged to the statement of income and expenditure in the year to which they relate. The Association's contributions and earnings will be paid to employees upon termination of membership and according to the regulation of the fund.

2.11 Income tax

The Thai Bond Market Association has been registered as a securities business related association with the Securities and Exchange Commission to be a juristic entity under Article 233 of the Securities and Exchange Commission Act B.E. 2535 whose nature does not interpret as "juristic company or partnership" defined under article 39 of the Revenue Code. The Association is thus not enforced to pay corporate income tax.

2.12 Cash and cash equivalents

Cash and cash equivalents consist of cash in hand and deposits held at call at financial institutions.

2.13 Adoption of new accounting standards during the year

During the year 2010, the Federation of Accounting Professions (FAP) has issued Notifications to mandate the use of the revised 2009, new issued of accounting standards and financial reporting standards and the interpretation, totalling 32 standards, as follows.

Framework for the Preparation and Presentation of Financial Statements (revised 2009)

TAS 1 (revised 2009) Presentation of Financial Statements

TAS 2 (revised 2009) Inventories

TAS 7 (revised 2009) Statement of Cash Flows

TAS 8 (revised 2009) Accounting Policies, Changes in Accounting Estimates and Errors

TAS 10 (revised 2009) Events after the Reporting Period

TAS 11 (revised 2009) Construction Contracts

TAS 12 Income Taxes

TAS 16 (revised 2009) Property, Plant and Equipment

TAS 17 (revised 2009) Leases

TAS 18 (revised 2009) Revenue

TAS 19 Employee Benefits

TAS 20 (revised 2009) Accounting for Government Grants and Disclosure of Government Assistance

TAS 21 (revised 2009) The Effects of Changes in Foreign Exchange Rates

TAS 23 (revised 2009) Borrowing Costs

TAS 24 (revised 2009) Related Party Disclosures

TAS 26 Accounting and Reporting by Retirement Benefit Plans

TAS 27 (revised 2009) Consolidated and Separate Financial Statements

TAS 28 (revised 2009) Investments in Associates

TAS 29 Financial Reporting in Hyperinflationary Economies
TAS 31 (revised 2009) Interests in Joint Ventures
TAS 33 (revised 2009) Earnings per Share
TAS 34 (revised 2009) Interim Financial Reporting
TAS 36 (revised 2009) Impairment of Assets
TAS 37 (revised 2009) Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (revised 2009) Intangible Assets
TAS 40 (revised 2009) Investment Property
TFRS 2 Share-based Payment
TFRS 3 (revised 2009) Business Combinations
TFRS 5 (revised 2009) Non-current Assets Held for sale and Discontinued Operations
TFRS 6 Exploration for and Evaluation of Mineral Resources
TFRIC15 Agreements for the Construction of Real Estate

These accounting standards and financial reporting standards are effective for the fiscal year beginning on or after January 1, 2011, except for TAS 12, TAS 20 and TAS 21, they are effective for the fiscal year beginning on or after January 1, 2013.

The management of the Association has assessed the effect of these accounting standards and financial reporting standards and believes that they will not have any significant impact on the financial statements for the year in which they are initially applied, except for TAS 16 (revised 2009) Property, Plant and Equipment and TAS 19 Employee Benefits. The management of the Association is in the process of reviewing the effect of such accounting standards to the financial statements for the year in which they are initially applied.

3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consisted of :

	Baht	
	2010	2009
Cash on hand	30,000.00	50,000.00
Cash at banks - Savings accounts	13,928,559.29	5,434,195.89
Cash at banks - Current accounts	1,000.00	-
Total	13,959,559.29	5,484,195.89

4. CURRENT INVESTMENTS

	Interest rate (%)		Baht	
	2010	2009	2010	2009
Fixed deposits at banks (3 - 6 months)	0.85 - 2.00	0.65 - 1.50	5,091,162.24	10,933,627.59
Bank of Thailand bond (12 - 83 days)	-	0.92 - 1.15	-	29,949,289.47
Total			5,091,162.24	40,882,917.06

5. LOANS TO COOPERATIVE

As at December 31, 2010, the Association has loan to the ThaiBMA Saving Cooperative, Limited amount of Baht 1.0 million with the condition to repay of principal within June 29, 2011 and interest rate of 1.15%p.a.

As at December 31, 2009, the Association has loan to the ThaiBMA Saving Cooperative, Limited amount of Baht 2.0 million with the condition to repay of principal within October 29, 2010 and interest rate of 2.50% - 2.75% p.a.

6. LONG-TERM INVESTMENT

	Interest rate (%)		Baht	
	2010	2009	2010	2009
Bank of Thailand Bond (Maturity date on July 16, 2012)	2.475	-	15,044,648.00	-
			15,044,648.00	-

7. INVESTMENT IN PRIVATE FUND

	Baht	
	2010	2009
Investment in private fund - beginning balance	162,000,000.00	162,000,000.00
<u>Add</u> Investment during the year	30,000,000.00	-
	192,000,000.00	162,000,000.00
Accumulated earnings on investment - beginning balance	60,552,989.75	35,161,863.62
<u>Add</u> Earnings from investment for the year	15,100,344.26	25,391,126.13
	75,653,334.01	60,552,989.75
Total investment in private fund	267,653,334.01	222,552,989.75

In the year 2010 and 2009, investment in private fund was managed by TISCO Asset Management Co., Ltd. and Thanachart Fund Management Co., Ltd.

As at December 31, 2010 investment in private fund separated by fund manager consisted of :

	2010		
	Tisco	Thanachart	Total
Investment (at fair value) (Tisco : at cost of Baht 142,869,861.78) (Thanachart : at cost of Baht 126,201,878.96)			
Deposits at financial institutions	1,317,209.24	824,869.60	2,142,078.84
Treasury Bill	10,993,629.24	-	10,993,629.24
Equity securities	19,757,834.00	18,905,595.00	38,663,429.00
Bonds	62,899,522.88	71,478,221.53	134,377,744.41
Debentures	54,159,000.05	39,304,679.61	93,463,679.66
	149,127,195.41	130,513,365.74	279,640,561.15
<u>Add</u> Accrued interest income	794,593.88	386,902.30	1,181,496.18
Receivables from sale of securities	207,455.09	-	207,455.09
<u>Less</u> Accrued expenses	(355,676.76)	(29,200.47)	(384,877.23)
Payables to purchase of securities	(12,991,301.18)	-	(12,991,301.18)
Net assets	136,782,266.44	130,871,067.57	267,653,334.01
Net assets:			
Fund brought forward include accumulated earnings	114,272,718.88	108,280,270.87	222,552,989.75
Increase in investments	15,000,000.00	15,000,000.00	30,000,000.00
Earnings(loss) from investment for the year	7,509,547.56	7,590,796.70	15,100,344.26
Total	136,782,266.44	130,871,067.57	267,653,334.01
Earnings(loss) from investment for the year:			
Income from investment net after expenses	3,180,000.82	2,473,113.77	5,653,114.59
Gain(loss) on sales of investment	1,007,144.51	2,281,485.59	3,288,630.10
Unrealized gain(loss) on securities valuation	3,322,402.23	2,836,197.34	6,158,599.57
Total	7,509,547.56	7,590,796.70	15,100,344.26

As at December 31, 2009 investment in private fund separated by fund manager consisted of :

	2010		
	Tisco	Thanachart	Total
Investment (at fair value) (Tisco : at cost of Baht 111,066,770.20) (Thanachart : at cost of Baht 107,219,805.57)			
Deposits at financial institutions	945,138.95	434,132.15	1,379,271.10
Bills of exchange	-	5,000,000.00	5,000,000.00
Treasury bill	23,986,826.88	-	23,986,826.88
Equity securities	5,549,800.00	-	5,549,800.00
Bonds	34,749,810.81	60,872,914.09	95,622,724.90
Debentures	48,398,054.67	41,677,686.64	90,075,741.31
	113,629,631.31	107,984,732.88	221,614,364.19
<u>Add</u> Accrued interest income	716,638.40	319,642.44	1,036,280.84
<u>Less</u> Accrued expenses	(73,550.83)	(24,104.45)	(97,655.28)
Net assets	114,272,718.88	108,280,270.87	222,552,989.75
Net assets:			
Fund brought forward include accumulated earnings	98,326,572.14	98,835,291.48	197,161,863.62
Earnings from investment for the year	15,946,146.74	9,444,979.39	25,391,126.13
Total	114,272,718.88	108,280,270.87	222,552,989.75
Earnings from investment for the year:			
Income from investment net after expense	3,947,274.08	2,245,705.20	6,192,979.28
Gain(loss) on sales of investment	(2,829,133.34)	(1,260,738.16)	(4,089,871.50)
Unrealized gain(loss) on securities valuation	14,828,006.00	8,460,012.35	23,288,018.35
Total	15,946,146.74	9,444,979.39	25,391,126.13

8. EQUIPMENT - NET

	Baht			
	Balance per book as at Dec. 31, 2009	Addition	Deduction	Balance per book as at Dec. 31, 2010
<u>At cost</u>				
Office equipment	3,422,557.65	90,160.75	1,680.00	3,511,038.40
Furniture and fixtures	4,297,646.07	-	-	4,297,646.07
Computer equipment	12,420,430.78	588,078.41	6,166,505.37	6,842,003.82
Vehicles	1,687,388.00	1,530,900.00	1,687,388.00	1,530,900.00
Total	21,828,022.50	2,209,139.16	7,855,573.37	16,181,588.29
<u>Less</u> Accumulated depreciation				
Office equipment	2,414,246.08	565,150.31	1,216.24	2,978,180.15
Furniture and fixtures	3,029,569.01	795,404.57	-	3,824,973.58
Computer equipment	11,489,325.62	502,185.31	6,166,466.37	5,825,044.56
Vehicles	1,215,847.62	285,837.49	1,336,970.22	164,714.89
Total	18,148,988.33	2,148,577.68	7,504,652.83	12,792,913.18
Equipment - net	3,679,034.17			3,388,675.11
Depreciation 2010				2,148,577.68
Depreciation 2009				2,430,227.78

As at December 31, 2010 and 2009, equipment of the Association were fully depreciated but still in use, amounting to a total cost of Baht 5.69 million and Baht 11.20 million, respectively.

9. EQUIPMENT SUPPORTED BY THE MINISTRY OF FINANCE - NET

	Baht			
	Balance per book as at Dec. 31, 2009	Addition	Deduction	Balance per book as at Dec. 31, 2010
<u>At cost</u>				
Office equipment	664,796.10	-	-	664,796.10
Furniture and fixtures	1,532,674.68	-	-	1,532,674.68
Computer equipment	17,350,428.10	-	-	17,350,428.10
Total	19,547,898.88	-	-	19,547,898.88
<u>Less</u> Accumulated depreciation				
Office equipment	436,987.30	132,947.60	-	569,934.90
Furniture and fixtures	948,926.38	306,534.30	-	1,255,460.68
Computer equipment	10,542,936.42	3,412,241.41	-	13,955,177.83
Total	11,928,850.10	3,851,723.31	-	15,780,573.41
Equipment - net	7,619,048.78			3,767,325.47
Depreciation 2010				3,851,723.31
Depreciation 2009				3,909,551.50

As at December 31, 2010, equipment supported by the ministry of finance of the Association were fully depreciated but still in use, amounting to a total cost of Baht 0.92 million.

10. INTANGIBLE ASSETS - NET

	Baht				Balance per book as at Dec. 31, 2010
	Balance per book as at Dec. 31, 2009	Addition	Deduction	Transfer in (Transfer out)	
<u>At cost</u>					
Computer software	5,905,290.77	245,160.00	526,900.00	8,074,766.36	13,698,317.13
Computer software - in progress	6,009,462.62	2,102,803.74	-	(8,074,766.36)	37,500.00
Total	11,914,753.39	2,347,963.74	526,900.00	-	13,735,817.13
<u>Less</u> Accumulated amortization					
Computer software	4,790,853.30	420,523.16	526,892.00	-	4,684,484.46
Computer software - net	7,123,900.09				9,051,332.67
Software amortization 2010					420,523.16
Software amortization 2009					519,870.82

As at December 31, 2010 and 2009, intangible assets of the Association were fully amortization but still in use, amounting to a total cost of Baht 3.68 million and Baht 4.16 million, respectively.

11. INTANGIBLE ASSETS SUPPORTED BY THE MINISTRY OF FINANCE - NET

	Baht				Balance per book as at Dec. 31, 2010
	Balance per book as at Dec. 31, 2009	Addition	Deduction	Transfer in (Transfer out)	
<i>At cost</i>					
Computer software	54,606,536.96	-	-	10,000,000.00	64,606,536.96
Computer software - in progress	10,000,000.00	-	-	(10,000,000.00)	-
Total	64,606,536.96	-	-	-	64,606,536.96
<i>Less</i> Accumulated amortization					
Computer software	27,294,833.14	10,958,497.53	-	-	38,253,330.67
Computer software - net	37,311,703.82				26,353,206.29
Software amortization 2010					10,958,497.53
Software amortization 2009					10,921,274.50

As at December 31, 2010, intangible assets supported by the ministry of finance of the Association were fully amortization but still in use, amounting to a total cost of Baht 2.00 million.

12. DEFERRED INCOME

Deferred income consisted of :

	Baht	
	2010	2009
Membership fees of data system - iBond	1,440,500.01	2,587,579.21
Membership fees of data system - iRisk	1,634,166.66	1,642,534.04
Other	84,056.59	-
Total	3,158,723.26	4,230,113.25

13. SUPPORT FUND FROM THE MINISTRY OF FINANCE

In the year 2004, the Securities and Exchange Commission had applied for financial support from the Ministry of Finance through the Public Debt Management Office to The Thai Bond Dealing Centre for the Project "Creation of a Self-Regulatory Organization and Information Center for the Thai Bond Market" to which the conclusion was reached by the Cabinet on October 12, 2004 approving support fund under the 2004 budget of additional expenses, central budget, for the expense of enhancing national competitiveness and sustainable development in the amount of Baht 170 million for a period of 3 years (October 12, 2004 - October 11, 2007).

The Association has received support fund from the Ministry of Finance amount of Baht 170 million for the operating period from October 12, 2004 to October 11, 2007. As at the close date of project, the remain cash balance of Baht 5,311,728.93 was sent back to the Ministry of Finance on October 2007, so that total support fund from the Ministry of Finance was Baht 164,688,271.07.

However, the account of deferred income of support fund from Ministry of Finance and support fund income are shown throughout the period of depreciation and amortization of assets supported by the fund over the useful life of those assets.

As at 31 December 2010 and 2009, details of the operation of the Project to create a self-regulatory organization and information center for the Thai bond market are presented as follows:-

	Baht	
	2010	2009
Total support fund from the Ministry of Finance	164,688,271.07	164,688,271.07
Used as expenditure during the year (include depreciation and amortization)		
In 2005 used by The Thai Bond Dealing Centre	7,457,431.79	7,457,431.79
In 2006 used by The Thai Bond Market Association	29,961,465.23	29,961,465.23
In 2007 used by The Thai Bond Market Association	44,809,008.92	44,809,008.92
In 2008 used by The Thai Bond Market Association	17,575,177.73	17,575,177.73
In 2009 used by The Thai Bond Market Association	17,575,420.59	17,575,420.59
In 2010 used by The Thai Bond Market Association	15,814,563.58	-
	133,193,067.84	117,378,504.26
Used as fixed assets and prepaid expenses (Stated as deferred income of support fund from the Ministry of Finance)		
Equipment - net	3,767,325.47	7,619,048.78
Intangible assets (computer software) - net	26,353,206.29	37,311,703.82
Prepaid expenses - net	1,374,671.47	2,379,014.21
	31,495,203.23	47,309,766.81

Support fund income from the Ministry of Finance for the year 2010 and 2009 of Baht 15,814,563.58 and Baht 17,575,420.59, respectively, shown as income is equal to expenditure for the year 2010 and 2009 and consisted of:

	Baht	
	2010	2009
Support fund used for expenditure and classified by type of expenditure:		
Data system expenses	1,004,342.74	2,744,594.59
Depreciation	3,851,723.31	3,909,551.50
Amortization of computer software	10,958,497.53	10,921,274.50
Total expenditure of the project for the year	15,814,563.58	17,575,420.59

As for the support fund from the Ministry of Finance, the Thai Bond Market Association separated the account recording system for the project from its normal recording as specified in the memorandum of agreement between the Public Debt Management Office, Ministry of Finance, Securities and Exchange Commission, and The Thai Bond Market Association dated February 20, 2006. The Association must completely follow the stipulation in the memorandum of agreement to be entitled to receive the above support fund.

14. COMMITMENTS OF LONG-TERM LEASE AGREEMENT

As at December 31, 2010 the Association has commitments of long-term lease agreement as follows:-

1. Office rental agreement on 21 Floor of Vanissa Building with Piyanarongvit Co.,Ltd. is for a period of 3 years from March 1, 2009 to February 28, 2012 with commitment to pay yearly rental charges and common utility charge of Baht 2.52 million per annum.
2. Office rental agreement on 11 Floor of Vanissa Building with Piyanarongvit Co.,Ltd. is for a period of 3 years from December 1, 2008 to November 30, 2011 with commitment to pay yearly rental charges and common utility charge of Baht 0.52 million per annum.

As at December 31, 2010 the Association has commitment under the agreements for the rental fee as follows:-

	<u>Million Baht</u>
Payable within:	
1 year	3.04
More than 1 year to 5 years	0.42

15. AGREEMENTS OF PRIVATE FUND MANAGEMENT

15.1 TISCO Asset Management Co., Ltd. is appointed the fund manager under the agreement made on March 7, 2006 for a period of 1 year and the agreement term will be automatically extended for 1 year at a time. The said company has the right, duty and responsibility to manage the private fund and conform to the details laid down within this agreement as well as to receive management fee at the rate as stipulated in the agreement.

15.2 Thanachart Fund Management Co., Ltd. is appointed the fund manager under the agreement made on February 1, 2006 for a period of 1 year and the agreement term will be automatically extended for 1 year at a time. The said company has the right, duty and responsibility to manage the private fund and conform to the details laid down within this agreement as well as to receive management fee at the rate as stipulated in the agreement.

16. PROVIDENT FUND

The Association has established a provident fund for its employees. Such fund is monthly contributed by both the employees and the Association at the rates specified in the provident fund regulations.

The fund is managed by MFC Asset Management Plc.

During the year 2010, Baht 2.41 million has been contributed to the fund by the Association. (year 2009, Baht 2.48 million)

17. RECLASSIFICATION

Certain amounts in the financial statements for the year ended December 31, 2009 have been reclassified to conform to the current year's classifications, but with no effect to previously reported income over (under) expenditure for the year or capital fund. The reclassifications are as follow:

<u>Former classification</u>	<u>Reclassification to</u>	<u>Baht</u>
Other current liabilities	Other payable	373,238.22

18. APPROVAL OF FINANCIAL STATEMENTS

These financial statements have been approved by the Board of Directors on March 30, 2011.

List of ThaiBMA Dealers Members

Member No.	Abbreviation	Name	Tel.	Fax.
Full Members				
1	RBS	The Royal Bank of Scotland N.V. 3rd - 4th Fl., Bangkok City Tower 179/3 South Sathorn Rd. Bangkok 10120 www.rbs.in.th	0-2679-5900	0-2679-5908
2	CGS	Country Group Securities Public Company Limited 132 Sindhorn Building 1, 2/Fl., Wireless Rd., Lumpinee, Bangkok 10330 www.cgsec.co.th	0-2205-7000	0-2205-7032
3	ML	Merill Lynch Securities (Thailand) Limited 87/2 20 Fl., 4 unit CRC Tower All Seasons Place, Wireless Rd., Lumpinee, Bangkok 10330 www.ml.com	0-2680-4200	0-2680-4214
4	ACLS	ACL Securities Company Limited 999/9 The Offices at Centralworld, 17th Fl., Rama 1 Rd., Pathumwan, Pathumwan, Bangkok 10330 www.acls.co.th	0-2658-9000	0-2658-9309
5	AYS	Ayudhya Securities Public Company Limited 550 Bank of Ayudhya Building, Ploenchit Office, 5th Floor, Ploenchit Road, Lumpini, Pathumwan, Bangkok 10330 www.ays.co.th	0-2659-7000	0-2646-1111
6	BBL	Bangkok Bank Plc. 333 Silom Rd., Silom, Bangrak, Bangkok 10500 www.bangkokbank.com	0-2231-4333	0-2236-8278
7	BofA	Bank of America National Association All Seasons Place 33rd Fl., CRC Tower 87/2 Wireless Rd., Bangkok 10330 www.bankofamerica.com	0-2305-2900	0-2305-2809
8	UOBT	United Overseas Bank (Thai) Plc. 191 South Sathorn Rd., Bangkok 10120 www.uob.co.th	0-2213-2601-3	0-2285-1375
9	BAY	Bank of Ayudhya Plc. 1222 Rama III Rd., Bang Phongphang, Yan Nawa, Bangkok 10120 www.krungsri.com	0-2296-2000	0-2683-1603
10	BARCAP	Barclays Capital Securities (Thailand) Limited 87/2 C.R.C All Season Place Building 21/Fl., Wireless Rd., Lumpinee, Pathumwan, Bangkok 10330 www.barcap.com	0-2686-1900	0-2686-1901
11	BSEC	BFIT Securities Plc. 191 Silom Complex Tower 16 Fl., Silom Rd., Bangrak, Bangkok 10500 www.bfitsec.com	0-2200-2000	0-2632-0191
12	BNPP	BNP Paribas, Bangkok Branch 990 Abdul Rahim Building, 29/Fl., Rama iv Rd., Silom, Bangrak, Bangkok 10550 www.bnpparibas.com	0-2636-1900	0-2636-1935
13	CIMBS	CIMB Securities (Thailand) Co., Ltd. 44 Bankthai Building, G Fl., 24 -26 Luang Suan, Ploenchit Rd., Pathumwan, Bangkok 10330 www.cimbsecurities.co.th	0-2657-9000	0-2657-9111-12
14	CACIB	Credit Agricole Corporate and Investment Bank 152 Wireless Rd., Bangkok 10330 www.ca-cib.com	0-2651-4590	0-2651-4593
15	CNS	Capital Nomura Securities Plc. 21/3 Thai Wah Tower, Ground Floor, South Sathorn Rd., Bangkok 10120 www.cns.co.th	0-2285-0060	0-2285-0886
16	CITI	CITIBANK, N.A. 82 North Sathorn Rd., Silom, Bangrak, Bangkok 10500 www.citibank.com/thailand	0-2232-2000	0-2639-2564
17	CST	Citicorp Securities (Thailand) Ltd. 82 North Sathorn Rd., Silom, Bangrak, Bangkok 10500 www.citigroup.com	0-2639-2200	0-2639-2246
18	DBSV	DBS Vickers Securities (Thailand) Co.,Ltd. 989 Siam Tower Building, 9,14-15/Fl., Rama I Rd., Patumwan, Bangkok 10330 www.dbsvitrade.com	0-2657-7000	0-2658-1258
19	DBBK	Deutsche Bank AG 27th Fl., Athenee Tower, 63 Wireless Road, Bangkok 10330 www.db.com	0-2646-5000	0-2651-5210

Member No.	Abbreviation	Name	Tel.	Fax.
20	FES	Far East Securities Co.,Ltd. 87/2 CRC Tower, All Seasons Place Building 18,38,39/FI., Wireless Rd., Lumpini, Patumwan, Bangkok 10330 www.fes.co.th	0-2648-1111	0-2648-1000
21	FSL	Finansa Securities Ltd. 48/14-15 ,Tisco Tower 20/FI., North Sathorn Rd., Bangkok 10500 www.finansa.com	0-2697-3800	0-2697-0301
22	GLOBLEX	Globlex Securities Co.,Ltd. 87/2 CRC All Seasons Place 8th, 12th Fl., Wireless Rd., Lumpini, Patumwan, Bangkok 10330 www.globlex.co.th	0-2672-5999	0-2672-8888
23	HSBC	The Hongkong and Shanghai Banking Corp.,Ltd. 968 Rama IV Rd., Silom, Bangrak Bangkok 10500 www.hsbc.com	0-2614-4000	0-2632-4900
24	IVG	I V Global Securities Public Company Limited 17th-18th Fl., 540 Mercury Tower, Ploenchit Rd., Lumpini, Pathumwan, Bangkok 10330 www.ivglobal.co.th	0-2658-5800	0-2658-5799
25	JPM	J.P.Morgan Securities (Thailand) Limited 20 Bubphajit Building, 2/FI., North Sathorn Rd., Silom, Bangkok, Bangkok 10500 www.jpmorgan.com	0-2684-2702	0-2684-2720
26	KBANK	Kasikornbank Plc. 1 Soi. Kasikornthai Ratburana Rd., Ratburana, Bangkok 10140 www.kasikornbank.com	0-2470-3042-5	0-2470-3065
27	KGI	KGI Securities (Thailand) Plc. 173 Asia Centre Building, 8th-11th Fl., South Sathorn Rd., Khwaeng Thungmahamek, Khet Satorn, Bangkok 10120 www.kgiworld.com	0-2658-8888	0-2267-8315
28	KK	Kiatnakin Bank Plc. 209 K Tower B , 31st Fl.,Klong Toey Nua, Wattana District, Bangkok 10110 www.kiatnakin.co.th	0-2680-3333	0-2256-9933
29	KEST	Kim Eng Securities (Thailand) Ltd. 999/9 The Offices at Centralworld 20 FI.,Rama1 Rd., Pathumwan, Bangkok 10330 www.kimeng.co.th	0-2658-6300	0-2658-6855
30	TBANK	Thanachart Bank Public Company 444 MBK Tower, 20 Fl., Phayathai Rd., Pathumwan, Bangkok 10330 www.thanachartbank.co.th	0-2655-9000	0-2655-9001
31	PHATRA	Phatra Securities Plc. 6, 8-11/FI., Muang Thai-Phatra Office Tower 1, 252/6 Ratchadaphisek Road Huaykwang Bangkok 10310, Thailand www.phatrarsecurities.com	0-2275-0888	0-2693-2353
32	SCBS	SCB Securities Co.,Ltd. 20th-21st Floor, SCB Park Plaza 3 ,19 Ratchadapisek Road, Chatuchak, Chatuchak, Bangkok 10900 www.scbs.com	0-2686-1000	0-2949-1001
33	KT ZMICO	KT ZMICO Securities Co.,Ltd. 287 Liberty Square, 8-9,15-17,20-21/F, Silom Rd., Bangrak, Bangkok 10500 www.ktzmico.com	0-2695-5000	0-2631-1707
34	SCIB	Siam City Bank Plc. 1101 Newpetchburi Rd.,Rajthevi, Bangkok 10400 www.scib.co.th	0-2208-5000	0-2651-7856
35	SCIBS	Siam City Securities Co.,Ltd 999/9 9th Fl., The Offices at Centralworld, Rama 1 Rd., Pathumwan, Bangkok 10330 www.scis.co.th	0-2624-8888	0-2624-8899
36	SCB	Siam Commercial Bank Plc. 9 Rajadapisek Rd., Chatuchak, Bangkok 10900 www.scb.co.th	0-2544-2335	0-2937-7969
37	SSEC	SICCO Securities Plc. 130-132 Sindhorn Tower 2,1-2,6/FI., Wireless Rd., Lumpinee, Patumwan, Bangkok 10330 www.ssec-online.com	0-2627-3100	0-2263-2043
38	SCBT	Standard Chartered Bank (Thai) Plc. 90 North Sathorn Road,Silom, Bangrak,Bangkok 10500 www.standardchartered.com/th	0-2724-4000	0-2724-8844
39	FSS	Finansia Syrus Securities Plc. 999/9 18th Fl., The Offices at Centralworld, Rama 1 Rd., Pathumwan, Bangkok 10330 www.fnsyrus.com	0-2658-9000	0-2658-9110
40	TMB	TMB Bank Plc. 3000 Phaholyothin Road, Chomphon, Chatuchak, Bangkok 10900 393 8th Fl., Silom Rd., Bangrak, Bangkok 10500 www.tmbbank.com	0-2299-1111 0-2230-5692-3, 0-2230-5030	0-2230-5788
41	TISCO	TISCO Bank Plc. 48/2 TISCO Tower 1st Floor, North Sathorn Rd., BKK 10500 www.tisco.co.th	0-2633-6000	0-2633-6800
42	TRINITY	Trinity Securities Co.,Ltd. 25-26,29 th Floor Bangkok City Tower 179 South Sathorn Rd., Sathon, Bangkok 10120 www.trinitythai.com	0-2285-5115	0-2286-8444

Member No.	Abbreviation	Name	Tel.	Fax.
43	UBS	UBS Securities (Thailand) Ltd. 93/1 GPF Wireless Tower A, 2/F, Wireless Rd., Patunwan Bangkok 10330 www.ubs.com	0-2651-5700	0-2651-5731
44	US	United Securities Plc. 1550 Dhanaphoom Building ,Grang Amarin Tower, 4-5/F, New Petchburi Rd., Rachtavee, Bangkok 10400 www.unitedsec.com	0-2207-0038	0-2652-8977
45	UOBKHST	UOB Kayhian Securities (Thailand) Plc. 130-132 Sindhorn Tower 1&3, 3/F, Tower 1 , 15 & 19/ F, Tower 3 ,Wireless Rd., Lumpini, Pathumwan, Bangkok 10330 www.uobkayhian.co.th	0-2659-8000	0-2659-8163
46	JPMCB	JP Morgan Chased Bank 20 North Sathorn Road Bangkok 10500 www.jpmorgan.com	0-2684-2693	0-2684-2690
47	KTB	Krung Thai Bank Pcl. 35 Sukhumvit Rd., Klong Toey Nua Subdistrict, Wattana District, Bangkok 10110 www.ktb.co.th	0-2255-2222	0-2255-9391-6
48	CIMBT	CIMB Thai Plc. 44 North Sathorn Rd., Silom, Bangrak 10500 www.cimbthai.co.th	0-2670-4610-14	0-2657-3281-82
49	BLS	Bualuang Securities Plc. 29/F, Silom Complex Off.Bldg., 191 Silom Road, Bangrak, Bangkok 10500 www.bualuang.co.th	0-2231-3777, 0-2632-0777	0-2231-3951
50	KS	Kasikorn Securities Public Company Limited Building, 19th floor 400/22 Phahon Yothin Avenue, Samsen Nai, Phaya Thai, Bangkok 10400 www.kasikornsecurities.com	0-2696-0000	0-2696-0069
51	GSB	Government Savings Bank 470 Phaholyothin Rd., Phayathai, Bangkok 10400 www.gsb.or.th	0-2299-8000	0-2279-8728
Affiliate Member				
1	ICAP	ICAP Securities Co., Ltd. 55 Wave Place Building, 13th Floor, Wireless Road, Lumpini, Pathumwan Bangkok, 10330 www.icap.com	0-2256-0888	0-2256-0999
2	WSTPS	Wall Street Tullett Prebon Securities Ltd. 33/64 Wall Street Tower, 13th Floor, Surawong Road, Bangrak, Bangkok 10500	0-2266-8889	0-2632-7375
Associate Member				
1	ASP	Asia Plus Securities Plc. 175 Sathorn City Tower 3/F, South Sathorn Rd., Tungmahamek, Sathorn, Bangkok 10120 www.asiaplus.co.th	0-2285-1666, 0-2680-1111	0-2285-1901
2	AIRA	AIRA Securities Plc. 2/4 Nai Lert Tower, 2nd & 8th Floor, Wireless Road Lumpini, Pathumwan, Bangkok 10330 www.aira.co.th	0-2684-8888	0-2256-0284



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