A decorative graphic of several green bamboo stalks with leaves, positioned on the left side of the slide.

Chaiyoot Chamnanlertkit, Executive Director, Industry
Development Center, Stock Exchange of Thailand

*Session 5: The Role of Stock Exchanges in Promoting Corporate
Governance in Asia – ten years from now?*

A large banner with a green and white diagonal striped background on the left and a map of Asia on the right. The text 'Asian Roundtable on Corporate Governance 10-year Anniversary' is written in white serif font on the left side.

Asian Roundtable
on Corporate Governance
10-year Anniversary

9-10 September 2009 - Manila, Philippines

Chaiyoot Chamnanlertkit
Executive Director

Industry Development Center
CG Center • CSRI • Alliance • Enterprise



The Role of Stock Exchanges in Promoting Corporate Governance in Asia – ten years from now?

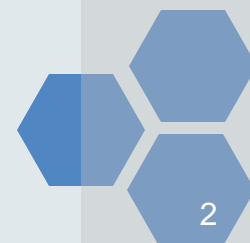
CORPORATE GOVERNANCE IN ASIA :

10 Years from Now

Manila, Philippines,

Peninsula Hotel

9-10 September 2009





CG Development in Thai Capital Market

SET encourage to make CGR on yearly basis to establish CG baseline and its utilization

2009

2008

SEC & SET promote shareholders' right through improvement of AGM process

2005 -
2006

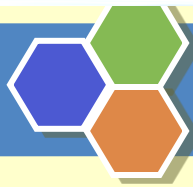
2005 - SEC announced assessment result of World Bank 's CG ROSC
2006 - SET publicized new CG codes that are up to par with OECD

2003

- Director Accredited Program course launched
- First year of SET CG Award

2002

- Thai government has declared 2002 as a year of good CG, and set up the National Corporate Governance Committee to set out policies, measures, and scheme to upgrade the level of corporate governance in Thai business
- SET CG center was set up for helping listed companies to develop their own corporate governance system



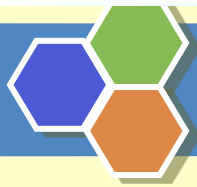
Highlights in CG Developments

Emerging listed companies to continually develop their own CG with CG assessment (Corporate Governance Report of Thai Listed Companies - CGR) { 5 surveys } 

3,536 directors of listed companies attended the Director Accredited Program [80 % of all listed companies directors]

Launching the AGM Assessment Project by SEC with cooperation of the Thai Investors Association and the Thai Listed Companies Association to increase awareness of the AGM [4 parts / 90 clauses] 

CG Academy in university
{1 university in 2008, 2nd semester, at Thammasat}



Highlights in CG Developments

Awards and Recognition

- + Top CG Report Awards [in 2008 / 11 awards]
- + CSR Awards [in 2008 / 3 awards]

Amendment of SEC Act, effective in Sep, 2008

- + More duties and responsibilities of directors and management
- + More protection of the right of shareholders

Promote proper roles of keyed associations in CG Ecosystems

CSRI Forum

In 2007 : Thailand was scored by CLSA on CG Category Scores by Country in ranking No. 2 [56.7 %] 



Step Forward : 10 Yrs. from now

Direction of CG Development

Rule-Based



- **Just form & Common Practices**
- **Lack of Consciousness in mind**
- **Law Inpretation**
- **Burden of Law Enforcement**

Principle-Based



- **Confidence & Reliabilities**
- **Self Awareness**
- **Recognition**
- **Motivation of Best Practices**
- **Morality**
- **Ethics in Mind**

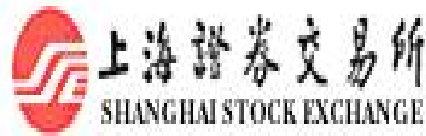


Step Forward : 10 Yrs. from now

Corporate Governance Report - CGR



CGR in Asian Country : who's already done....



Altogether set up Asian CG Benchmark ??





Step Forward : 10 Yrs. from now

Promote proper roles of keyed associations in CG Ecosystems



Support and promote related alliances for CG development :

- **Thai Listed Companies Association**
- **Association of Securities Companies**
- **Association of Investment Management Companies**
- **Thai Investors Association**
- **Investors Relation Club**
- **Thai Institute of Directors Association**
- **Corporate Social Responsibility Institute**
- **Thai Chamber of Commerce**
- **Etc.**



Step Forward : 10 Yrs. from now

Role of SET as Gatekeeper of CG Practices

- i** **Create more qualities for listed companies such as :**
 - Auditor approved by SEC
 - Audit committee at least 3
 - Independent Directors : 1/3 of BOD
 - No conflict of interest
 - Disclosure of info. : accuracy, adequacy, timeliness and fairness to all parties **i**

- i** **Size of Exchange in each category : it doesn't matter !!**
 - Same treatment
 - Same monitor, supervision & control
 - Same enforcement

- i** **Encourage non listed companies to aware and realize to cherish in CG best practices and CSR**



Step Forward : 10 Yrs. from now

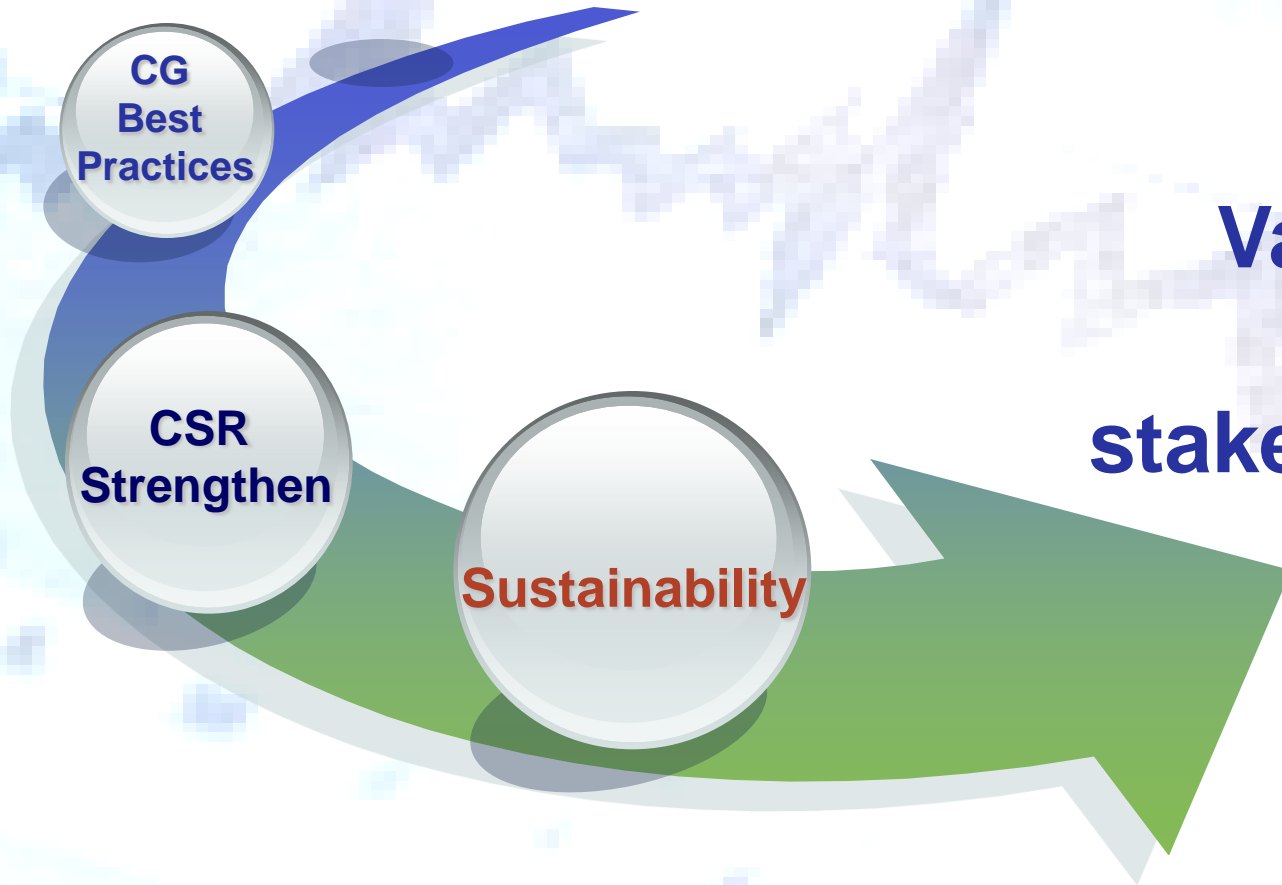
CG : Sustainability

CG
Best
Practices

CSR
Strengthen

Sustainability

Values
to
stakeholders





For future contact :
Good Governance & Alliances Department
Tel. 02-229-2604-7

Thank You!