



Market Consultation

Proposed Amendments to Regulations to Support Vayupak Fund

Consultation period ends on
13 September 2024

The government has a policy to raise funds for Vayupak Fund One ("VAYU1") to boost domestic savings, investment, as well as to support the development of Thai capital markets. VAYU1 is expected to offer Type-A investment units to general investors, totaling value of 100,000 – 150,000 million baht, and subsequently be listed on the Stock Exchange of Thailand ("SET").

SET currently has regulations for listings and trading of mutual funds, nonetheless, we propose the following amendments to make them more suitable:

1. Adjust the timeframe for mutual fund information disclosure to ensure investors have sufficient information to make investment decisions.
 - Reporting of Net Asset Value per unit ("NAV"), which includes net asset value, unit value, number of units, selling price of units, and redemption price of units. The timeframe will be adjusted to align with the regulations of the Securities and Exchange Commission ("SEC")¹.
 - Disclosure of the Book Closing Date or Record Date for granting any rights to security holders (collectively referred to as "Entitlement Date") to the SET. This will be adjusted to suit the current environment where investors can access information quickly and conveniently, in line with other similar securities.

Summary of proposed amendments is as follows:

Item	Current Regulations	Proposed Amendments
Report of NAV	As of the last business day of the week	Every business day, as per SEC regulations
Disclosure or Amendment of Record Date / Book Closing	14 days in advance (7 days in advance in case of date's amendment)	5 business days in advance (same as ETF)

2. Revision of the short selling price rule for those who apply to be Market Makers of VAYU1 and adjust the tick size for trading VAYU1 to support the Market Maker's function, thereby enhancing liquidity for the benefit of investors.

Summary of proposed amendments is as follows:

Item	Current Regulations	Proposed Amendments
Short selling of VAYU1 by Market Makers	At a price higher than the last trading price (Uptick)	No price rule (at any price, same as ETF)
Tick Size	0.01 baht	In a tiered structure (same as stocks, as per the table below)

¹ The SEC requires asset management companies to comply with the rules of the Association of Investment Management Companies (AIMC), approved by the SEC.

Tick Size for Stocks

Bid/Offer Price			Tick Size
	Less than	2 baht	0.01 baht
From	2 baht	But less than 5 baht	0.02 baht
From	5 baht	But less than 10 baht	0.05 baht
From	10 baht	But less than 25 baht	0.10 baht
From	25 baht	But less than 100 baht	0.25 baht
From	100 baht	But less than 200 baht	0.50 baht
From	200 baht	But less than 400 baht	1.00 baht
From	400 baht and above		2.00 baht

SET invites feedback from all stakeholder on these proposed amendments until September 13, 2024, via <https://forms.gle/gS5BCiBDuAoZcddU9>.

For inquiries, please contact the Market Supervision Policy Department at 02-009-9804-5 or MarketSupervisionPolicyDepartment@set.or.th

Part 3: Questionnaire

Please complete the questionnaire by filling out this form or go to link <https://forms.gle/gS5BCiBDuAoZcddU9>

1. General Information

Name-Surname _____

Company name _____ (Symbol _____)

Position _____

Contact number _____

E-mail address _____

Category of the respondent (You may choose more than one)

- Issuer Company
- Securities Companies
- Legal Advisor
- Individual Investor
- Institutional Investor
- Others (please specify)

2. Questions (if you agree otherwise or disagree, please provide a reason)

Question 1: Report on NAV

Do you agree with daily NAV disclosures for mutual funds through the SET system, as per Association of Investment Management Companies (AIMC) regulations which are approved by the SEC?

<input type="checkbox"/> Agree	
<input type="checkbox"/> Agree, but the details are otherwise.	(please explain your reasoning)
<input type="checkbox"/> Disagree	(please explain your reasoning)
<u>Further Suggestions:</u>	

Question 2: Disclosure of the Entitlement Date

Do you agree with the adjustment of the disclosure period for the Entitlement Date of mutual funds to be at least 5 business days before the Entitlement Date?

<input type="checkbox"/> Agree	
<input type="checkbox"/> Agree, but the details are otherwise.	(please explain your reasoning)
<input type="checkbox"/> Disagree	(please explain your reasoning)
<u>Further Suggestions:</u>	

Question 3: Short sell price rule for Market Makers of VAYU1

Do you agree with exempting the short selling price rule for VAYU1 Market Makers, allowing them to short sell VAYU1 investment units without price restrictions?

<input type="checkbox"/> Agree	
<input type="checkbox"/> Agree, but the details are otherwise.	(please explain your reasoning)
<input type="checkbox"/> Disagree	(please explain your reasoning)
<u>Further Suggestions:</u>	

Question 4: Tick Size for trading of VAYU1 investment units



Do you agree with adjusting the Tick Size of VAYU1 investment units to be a tiered structure, same as stocks?

<input type="checkbox"/> Agree	
<input type="checkbox"/> Agree, but the details are otherwise.	(please explain your reasoning)
<input type="checkbox"/> Disagree	(please explain your reasoning)
<u>Further suggestions:</u> 	

Other Suggestions

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Please submit your feedback back to MarketSupervisionPolicyDepartment@set.or.th by September 13, 2024

On this occasion, SET would like to thank you for your comments and suggestions.