

FAQ Changing the Par Value

1. Will stock splits or mergers result in dilution?

Answer In general, if investors hold shares in the same proportion before and after the stock split or reverse stock split, there will be no dilution effect in both price and control. In a reverse stock split, however, investors with odd shares may sell them, resulting in a lower share ownership proportion.

2. Does a stock split or reverse stock split affect a stock's real value?

Answer A stock split or reverse stock split is simply an increase or decrease in the liquidity of the stock that has no effect on the stock's fundamentals.

3. When the company conducts a par value consolidation (Reverse Stock Split), resulting in a share consolidation, what actions must the company take following shareholders' meeting approval of the resolution in order for the Stock Exchange of Thailand (SET) to change the par value of the common shares in the trading system?

Answer

● Example of a Par consolidation : If the original Par value of 1 Baht is changed to a new Par value of 2 Baht, the number of shares will decrease from 1,000 million shares to 500 million shares.

● After the listed company has registered the new Par value with the Ministry of Commerce, the company must complete the following steps:

1. Submit a copy of the new capital certificate and the memorandum of association to the SET via the SETLink system (report/other forms for submission to SET); **and**

2. Announce via the SETLink system to notify the investors that the company has completed the registration of the Par consolidation, and request the SET to post the SP (Suspension) sign for 2 business days (2 business days in advance prior to the effective date of the new Par value in the SET's trading system), in accordance with the following example information disclosure :

Example Notification of Par Value Change Registration with the Department of Business Development, Ministry of Commerce

According to the resolution of the shareholders' meeting of held on, the meeting approved the change Par value of the company's shares through a share consolidation, resulting in a decrease in the number of shares of the company's shares as follows:

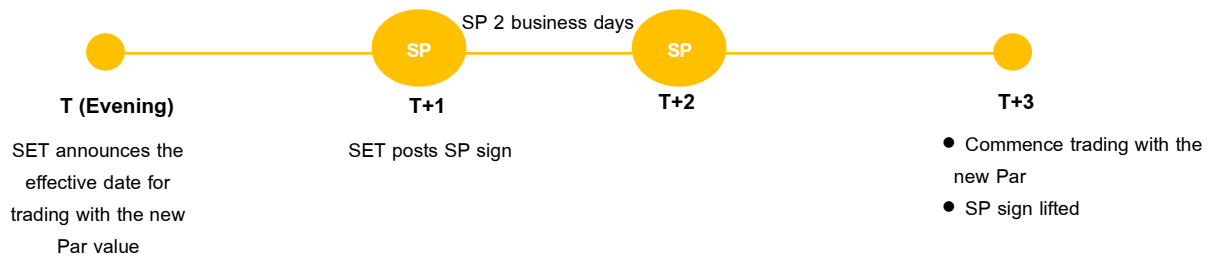
Previous	New
Par value of Baht per share	Par value of Baht per share
Registered shares of shares	Registered shares of shares

and approve the amendment to Clause of the Company's Memorandum of Association to reflect the change in par value of the Company's shares.

The company has completed the registration in relation to the above shareholders' meeting resolution with the Department of Business Development, Ministry of Commerce, on Therefore, in order to ensure that the share allocation is executed correctly prior to the commencement of trading at the new par value, the company requests the Stock Exchange of Thailand (SET) to suspend trading of the company's securities by posting the SP sign from the business day following the date on which the SET announces the change in the par value (Par), until the day prior to the effective date of the new Par value in the SET's trading system.

4. When will the trading suspension (SP) and the new par value become effective in the Stock Exchange of Thailand's trading system?

Answer After the company has completed all actions as specified in Item 3, the SET will announce the effective date for trading with the new Par value (Date T) and announce the trading suspension of the company's securities by posting the SP sign for 2 business days (Date T+1 and T+2). Subsequently, the company's securities will commence trading with the new Par value in the SET's trading system on the third business day following the date of the SET's announcement (Date T+3).



5. Why does the company need to request a trading suspension (SP) when implementing a par value consolidation?

Answer As the par value consolidation will result in a reduction of the number of shares, the company must request the SET to suspend trading by posting the SP sign for 2 business days prior to the effective date of the new par value in the trading system to ensure accurate share allocation. In this regard, upon notifying the investors of the Board of Directors' resolution regarding the par consolidation, the company may also inform investors that once the new par value is registered, the company will request the aforementioned two-day trading suspension.
