

FTSE SET INDEX SERIES

FTSE SET Large Cap Index Review Changes Overview - December 2008

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FTSE ASIA RESEARCH

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TMB Bank and Thai Tap Water Supply will account for 0.98 per cent and 0.34 per cent of the turnover of the FTSE SET Large Cap Index respectively

Thoresen Thai Agencies and Italian-Thai Development before the Index rebalance accounted for 0.71 per cent and 0.50 per cent of the FTSE SET Large Cap Index respectively

Review Overview

The FTSE SET Large Cap Index is the headline index of the FTSE SET Index Series representing the top 30 companies by market capitalisation on the Stock Exchange of Thailand Main Board. The FTSE SET Index Series is reviewed semi-annually in June and December to ensure the Indices remain representative of the underlying Thailand market.

Following the December review, the FTSE SET Index Advisory Committee has approved the following changes to the FTSE SET Large Cap Index. Effective on Monday 22 December 2008, TMB Bank and Thai Tap Water Supply will be included in the FTSE SET Large Cap Index, replacing Thoresen Thai Agencies and Italian-Thai Development. The total two-way index turnover will be 2.62 per cent.

The FTSE SET Large Cap Index Reserve List contains the next 5 highest ranked companies by full market capitalisation – Thai Union Frozen Products, Siam Markro, Siam City Bank, ESSO, and BankThai.

An overview of the changes are highlighted below:

Table One: FTSE SET Large Cap Index Constituent Weightings

Rank	Constituent Name	Subsector Name	Weight in Index before change (%)	Weight in Index after change (%)	Change in Weight (%)	Turnover (2-Way) (%)
1	PTT	Oil & Gas Producers	14.61	14.59	-0.02	0.02
2	PTT Exploration & Production	Oil & Gas Producers	10.51	10.50	-0.01	0.01
3	Bangkok Bank	Banks	9.92	9.91	-0.01	0.01
4	Kasikornbank	Banks	8.00	7.99	-0.01	0.01
5	Siam Commercial Bank	Banks	6.74	6.74	-0.01	0.01
6	Advanced Info Service	Mobile Telecommunications	6.59	6.59	-0.01	0.01
7	Siam Cement	Construction & Materials	6.18	6.18	-0.01	0.01
8	Total Access Communication	Mobile Telecommunications	5.30	5.30	-0.01	0.01
9	Banpu	Mining	4.37	4.37	0.00	0.00
10	Bk Of Ayudha	Banks	2.99	2.98	0.00	0.00
11	CP ALL	Food & Drug Retailers	2.81	2.81	0.00	0.00
12	Land & Houses	Household Goods	1.00	1.00	0.00	0.00
13	Thai Oil	Oil & Gas Producers	1.79	1.79	0.00	0.00
14	Electricity Generating	Electricity	1.76	1.76	0.00	0.00
15	Ratchaburi Elec. Generating	Electricity	1.67	1.67	0.00	0.00
16	PTT Aromatics & Refining	Oil & Gas Producers	1.53	1.53	0.00	0.00
17	Krung Thai Bank	Banks	1.51	1.51	0.00	0.00
18	IRPC	Chemicals	1.51	1.51	0.00	0.00
19	Central Pattana	Real Estate	1.50	1.50	0.00	0.00
20	BEC World	Media	1.48	1.48	0.00	0.00
21	Charoen Pokphand Foods PCL	Food Producers	1.26	1.26	0.00	0.00
22	Minor International	Travel & Leisure	1.17	1.17	0.00	0.00
23	Bangkok Dusit Medical Services	Health Care Equip. & Services	1.02	1.02	0.00	0.00
24	PTT Chemical	Chemicals	1.01	1.01	0.00	0.00
25	TMB Bank	Banks	-	0.98	0.98	0.98
26	Glow Energy	Electricity	0.86	0.86	0.00	0.00
27	Airports of Thailand	Industrial Transportation	0.65	0.65	0.00	0.00
28	Siam City Cement	Construction & Materials	0.57	0.57	0.00	0.00
29	Thai Airways	Travel & Leisure	0.44	0.44	0.00	0.00
30	Thai Tap Water Supply	Gas, Water & Multiutilities	-	0.34	0.34	0.34
-	Thoresen Thai Agencies	Industrial Transportation	0.71	-	-0.71	0.71
-	Italian-Thai Development	Construction & Materials	0.50	-	-0.50	0.50
	Total		100.0	100.0	-	2.62

Source: FTSE Group, data as at 12th December 2008

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Table Two: Sector Breakdown

Banks will see the largest change in Index weighting, up 0.95 per cent to 30.11 per cent due to the inclusion of TMB Bank

Industrial Transportation will see the largest fall in Index weighting, down -0.71 per cent to 0.65 per cent

After the FTSE SET Large Cap Index review changes have been applied, the estimated tracking error and estimated correlation to the FTSE SET All-Share Index will be 1.98 per cent and 0.9979 respectively

Industry/Sector Name	Number of Constituents after inclusion	Change in Constituents	Weight in Index before inclusion (%)	Weight in Index after inclusion (%)	Change in Weight (%)	Turnover (2-Way) (%)
Oil & Gas	4	0	28.44	28.41	-0.03	0.03
Oil & Gas Producers	4	0	28.44	28.41	-0.03	0.03
Basic Materials	3	0	6.89	6.89	-0.01	0.01
Chemicals	2	0	2.52	2.52	0.00	0.00
Mining	1	0	4.37	4.37	0.00	0.00
Industrials	3	-2	8.61	7.40	-1.22	1.22
Construction & Materials	2	-1	7.26	6.75	-0.51	0.51
Industrial Transportation	1	-1	1.36	0.65	-0.71	0.71
Consumer Goods	2	0	2.26	2.26	0.00	0.00
Food Producers	1	0	1.26	1.26	0.00	0.00
Household Goods	1	0	1.00	1.00	0.00	0.00
Health Care	1	0	1.02	1.02	0.00	0.00
Health Care Equip. & Services	1	0	1.02	1.02	0.00	0.00
Consumer Services	4	0	5.90	5.90	-0.01	0.01
Food & Drug Retailers	1	0	2.81	2.81	0.00	0.00
Media	1	0	1.48	1.48	0.00	0.00
Travel & Leisure	2	0	1.61	1.61	0.00	0.00
Telecommunications	2	0	11.90	11.88	-0.01	0.01
Mobile Telecommunications	2	0	11.90	11.88	-0.01	0.01
Utilities	4	1	4.30	4.63	0.33	0.34
Electricity	3	0	4.30	4.29	0.00	0.00
Gas, Water & Multiutilities	1	1	0.00	0.34	0.34	0.34
Financials	7	1	30.67	31.61	0.94	1.01
Banks	6	1	29.17	30.11	0.95	1.01
Real Estate	1	0	1.50	1.50	0.00	0.00
Total	30	4	100.00	100.00	-	2.62

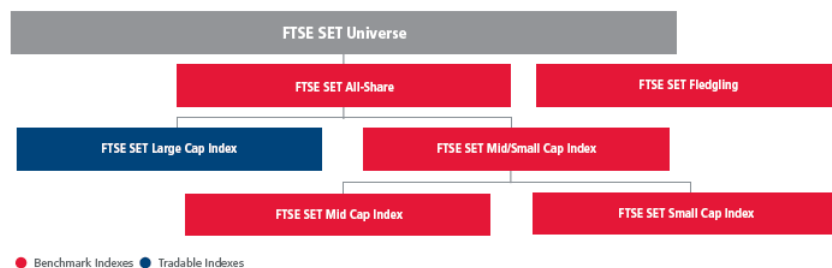
Source: FTSE Group, data as at 12th December 2008

Table Three: FTSE SET Large Cap Index Estimates Data

Index	Estimated Volatility (%)	Estimated Correlation	Estimated Tracking Error (%)	Estimated Beta
FTSE SET Large Cap Index	29.12	0.9979	1.98	1.02
FTSE SET All-Share Index	28.40	1.0000	-	1.00

Source: FTSE Group / Estimates data provided by emapplications.com, data as at 12th December 2008

FTSE SET Index Series Family Tree



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