

GULF-1-20200224-1

TFEX News: Corporate Action Notice No.1 (GULF)

February 24, 2020

Corporate Action Notice for Adjustment of GULF Futures No.1 (Par Split)

Gulf Energy Development Public Company Limited (the company) informs the resolutions of the Board of Directors' Meeting No. 2/2020 held on February 21, 2020, to propose to the 2020 Annual General Meeting of Shareholders for the further consideration and approval regarding the changes of par value of the Company's share from 5 Baht per share to 1 Baht per share.

(Details as per letter of the company Ref: CS07/2020 Subject: Notification of Convening the 2020 Annual General Meeting and Dividend Payment pursuant to the Resolutions of the Board of Directors' Meeting No. 2/2020, dated Feb 21, 2020)

Thailand Futures Exchange (TFEX) will arrange for the contract adjustment of all open GULF Futures contracts as follows;

Adjusted Contracts:	All open GULF futures contracts
Corporate Action: Par Spilt	Change the par value from 5 Baht per share to 1 Baht per share (The share will be split from 1 existing share to 5 new shares.)
Adjustment Date:	To be announced later.
Effective Date:	To be announced later.
Adjustment Procedures:	
Adjustment Factor (AF)	$\frac{X}{Y} = \frac{1}{5} = 0.20$ where X = No. of existing shares Y = No. of new shares
Adjusted Contract Price	Old Contract Price x 0.20
Adjusted Contract Size	5,000

In addition, TFEX will inform the details on contract adjustment in the TFEX News: Corporate Action Notice No. 2 (GULF) when the effective date of new par value is announced.



Margin calculation details

In accordance with TFEX adjustment to Corporate Action in terms of GULF futures contracts, Thailand Clearing House Co., Ltd. (TCH) would like to announce the arrangement for the adjustment as follows;

Effect of contracts

- Delta Scaling Factor is adjusted by dividing Adjustment Factor.
$$\text{Adjusted Rate} = \text{Current Rate} / \text{AF}$$
- Inter-Month Spread Maintenance Margin is adjusted by multiplying Adjusted Factor
$$\text{Adjusted Rate} = \text{Current Rate} * \text{AF}$$
- Delta per Spread Ratio is adjusted by dividing Adjustment Factor.
$$\text{Adjusted Rate} = \text{Current Rate} / \text{AF}$$

Effect of new contracts

- Maintenance Margin is adjusted by multiplying Adjusted Factor
$$\text{Adjusted Rate} = \text{Current Rate} * \text{AF}$$

Adjustment Date: To be announced

Effective Date: To be announced

TCH will announce the adjusted rates together with TFEX News: Corporate Action Notice No.2