

The purpose of this disclosure is to clarify standard practices of Kiatnakin Phatra Bank Public Company Limited (“KKP”) when we engage in the sale or purchase and execution of foreign exchange transactions (“FX”). This disclosure is part of KKP’s effort to provide transparency to our FX counterparties on our business practices. KKP is committed to conducting our business with integrity, transparency, and fairness. This disclosure intends to provide how KKP acts as principal or riskless principal and the way we communicate and transact regarding the pricing, discussion or placement of orders and all other activities relating to FX Transaction. It also is not intended to conflict with or override any relevant law, regulatory rule or other applicable requirement in any places where KKP conducts businesses.

Role and Principal Trading

KKP acts as an arm’s length party in FX transactions with all of its counterparties on a principal basis for its own account as a dealer or market-maker. These trading activities may conflict with the interest of our counterparties. This is because the activities might have an impact on the prices we offer, the availability of liquidity to execute orders, and the reference prices of stop-loss orders, and other similar conditions. Nevertheless, KKP endeavors to execute the foregoing transactions in a reasonable way to minimize the impact.

Fee/ Pricing

KKP provides clients an all-in price that includes mark-up or sales margin, unless KKP has informed you otherwise. Prices quoted by KKP should be considered indicative unless client have been informed the price is firm. The prices are based on a broad range of standard commercial factors of the FX Transaction, including (but not limited to), the platform and/or channel through which the order is placed, market condition, relationship with each client, the size or volume of a trade as well as complexity of the FX Transaction, capital charges, operational, any relevant costs, and other relevant factors. For these reasons, KKP retains discretion to offer different prices to different counterparties for the same or substantially similar transactions. Unless required by law or regulation, KKP is not obligated to disclose the amount of revenue it expects to earn from a transaction or the components of KKP’s “all-in” price.

Pre-hedging

KKP may engage in a pre-hedging activity, acting in good faith and in a reasonable manner and without further disclosure to a customer, if it considers (among other things) at our own discretion that such hedging activity would be in client’s interest or that such hedging activity could avoid disrupting the market. Pre-hedging transactions will be entered into with a view to manage risk and facilitate customers’ transactions, which may be executed prior to or alongside client’s FX Transactions. These activities may affect market prices and the availability of liquidity at levels of necessary to execute the counterparties order.

Handling of Orders

KKP will use its professional judgment to execute the order with the aim of achieving the best possible outcome. KKP will undertake working the Counterparties’ order within the operating framework. By leaving the order with KKP, the Counterparties expressly agree to the framework outlined in this communication and should be aware that KKP will exercise its discretion in

deciding which orders to execute, when to execute, and how to execute them, including whether to execute all or part of an order. Discretion on the part of KKP, including whether to time prioritize or aggregate an order, will be informed by factors including, but not limited to, the order type and general market conditions.

Types of Order ;

Market Orders : A market order means an order to transact immediately at the best available price. In executing such order, KKP will take into consideration various factors such as prevailing liquidity and other market conditions. KKP will execute the counterparties' order by using its discretion and expertise to achieve the best price KKP is able to offer to its counterparties.

Limit Orders : A limit order means setting a target price that will ordinarily be at a more favourable price than the current market price. The order may not be executed promptly. In leaving a limit order the Counterparties must be aware that it is forgoing the certainty of immediate execution in exchange for the possibility of getting a better price in the future. If the target price is reached, the limit order will be filled when KKP is prepared to enter into a transaction with the Counterparties at the required target price.

Stop-loss Orders : A stop-loss order means setting a target price at which the order becomes live at a less favorable price than the current market price. It may not be executed promptly. Once the trigger price has been reached, KKP will attempt to enter into a FX Transaction with its interbank counterparties at, or as close as practically possible to, the target price. KKP will not guarantee nor ensure the order is executed at the target price.

Fixing Orders : KKP may accept orders from clients to execute transactions at a specific time in the future based on any published rate or reference price. To transact such orders, KKP will execute the FX Transaction at the rate of such specific time plus a pre-determined spread which is agreed or disclosed. This order will not be transacted against any official benchmark price.

At Risk Orders : An at risk order is where KKP is asked to provide a firm two-way price in an instrument in a given size. Once such a price is made by KKP, KKP will consider it to be executable immediately, and in any event subject to change according to market conditions. In fast moving markets, of which the price may change rapidly, if the Counterparties do not deal immediately KKP will require the Counterparties to request a requote price to transact.

Reference Prices

Reference Prices are used to determine the reference level for order or other trade events. Main reference rate sources include publicly available FX sources e.g. website, central bank rates or interbank quotes, reliable sources from market providers.

Conflicts of Interest

KKP complies with high professional standards and ethical values and takes all reasonable steps to avoid conflicts of interest so as to promote fair dealing with counterparties.

Information Handling

KKP has policies and controls that are designed to protect the Counterparties' confidential information. KKP shall not disclose your confidential information unless (i) we have obtained prior consent from you; (ii) we are obliged to share such information in accordance applicable laws and regulations or as required by regulators; or (iii) the disclosure is made to third parties who

need to know the information for executing, processing, clearing, novating, or settling a transaction or the purpose of internal or external audit.