

Lao People Democratic Republic
Peace Independence Democracy Unity Prosperity

-----000-----



Subject: Base price Change

- Concerning to the Rights Offering for the current shareholders, LSX will inform you about the method of base price change.
- When Listed Company (Currently EDL-Gen, BCEL) increase the number of shares, LSX will adjust the stock price regardless of previous day's closing price to equalize the market value between before-rights offering and after-rights offering. LSX call it "Base Price change"

* Related regulation (LSX Market Operation Regulation, Article 11-(1).4)

(1) The base price of stocks shall be the price noted in each of the following items:

4. In case of the issues undergone Ex-Rights: The amount obtained using the following formula:

(Total of market capitalization before capital increase + issuing price of stocks ×
Number of shares allocated to shareholders) / Number of shares after capital
increase;

- The date of changing "Base Price" is the "Record Date" (The date of confirming beneficial shareholder on the shareholder register book). Considering T+2 settlement scheme, LSX will apply changed Base Price on the Ex-Rights date (T-1 day of record date)
- When investors buy the stock on one day (T-1 day) prior to record date (LSX call it "Ex-Rights date"), they do not have rights to receive new share allocation (rights offering allocation)
- Generally, the price (Base Price) will be applied from Ex-Rights date

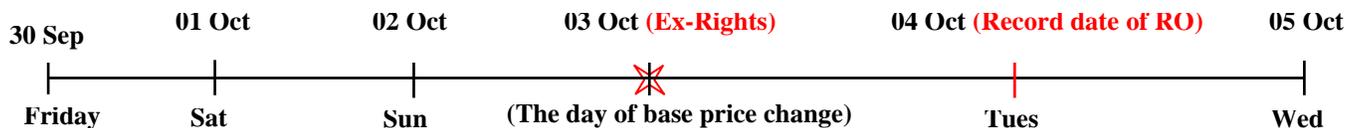
- Please see example of base price change

Assumption;

- Name of Listed Company : AAA Company
- Previous day (30 September 2011) closing price : 5,000 Kip ⁽¹⁾ (example)
- Record date : 04th October 2011
- Number of shares before capital increase : 868,597,050 shares ⁽²⁾
- Issuing price of stock : 4,300 Kip ⁽³⁾
- Number of shares allocated to shareholders : 217,419,263 shares ⁽⁴⁾
- Number of shares after capital increase : 1,085,746,313 shares ⁽⁵⁾

Base price for Ex-Rights date (03 October 2011)

$$\begin{aligned} &= \frac{(5,000^{(1)} \times 868,597,050^{(2)}) + (4,300^{(3)} \times 217,419,263^{(4)})}{1,085,746,313^{(5)}} \\ &= \frac{4,342,985,250,000 + 934,902,830,900}{1,085,746,313} \\ &= 4,861 \text{ Kip} \cong \underline{4,900 \text{ Kip}} \end{aligned}$$



Thus, LSX would like to notify to you