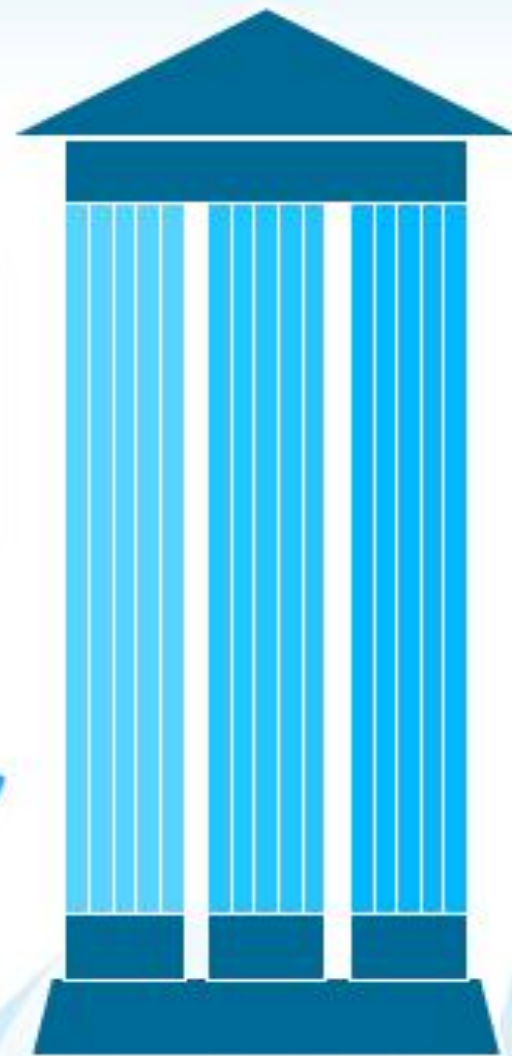


Market Disclosures

June 2017

Basel Pillar



ธนาคารกรุงไทย
KRUNGTHAI BANK

Basel III Pillar III Disclosures

Introduction

Krung Thai Bank has managed risks under the principle to maintain balance between the risks and the business growth with the target to achieve long-run sustainable growth in aspect of revenue, profit, asset quality, liquidity status and the capital adequacy in both banking level and Financial Business Group level.

The Bank has been effectively managing capital fund in compliance with Basel III requirements as prescribed by the Bank of Thailand (BOT) in both banking level and Financial Business Group level since 1 January 2013.

The "Three Pillars" Concept of Basel III Capital Framework

- Pillar I: Minimum Capital Requirement

The Bank is required to set out capital requirement covering Credit Risk, Market Risk and Operational Risk.

Furthermore, the Bank is also required to build-up Common Equity Tier 1 adding on to the minimum capital requirement ratio.

- Pillar II: Supervisory Review Process

The Bank is required to hold higher level of capital than the minimum requirements in Pillar I in order to accommodate for all risks that the Bank shall face in both normal situation and stress event.

The Bank shall set out the key principles of supervisory review for the its risk management process, especially the implementation of Internal Capital Adequacy Process (ICAAP), with highly concerns against all its risks as well as the appropriated stress testing exercise.

- Pillar III: Market Discipline

The Bank is required to set out the public disclosure upon its capital requirements, level of risks and risk management system in order to facilitate and enhance greater insight information for the outsiders and market participants to assess and analyze all risks and capital adequacy of the Bank. This disclosure shall be deemed as the essential market mechanism in escorting the Bank to achieve effective risks management system beyond simply the internal control of the Bank and the supervision of BOT.

Capital structure

As at 30 June 2017, Krung Thai Bank had total capital in accordance with Basel III requirements as prescribed by BOT amounting to THB 313,353 million, divided into Common Equity Tier 1 (CET1) THB 245,443 million, Tier 1 capital THB 245,443 million and Tier 2 capital THB 67,910 million. Whilst, the Financial Business Group of the Bank had total capital amounting to THB 321,706 million, divided into Common Equity Tier 1 (CET1) THB 251,523 million, Tier 1 capital THB 252,613 million and Tier 2 capital THB 69,093 million. Details are shown in Table 1.

Table 1 Capital Structure

Unit : Million Baht

Period Ending	Consolidated basis		Bank Only	
	30-Jun-17	31-Dec-16	30-Jun-17	31-Dec-16
Tier 1 Capital	252,613	249,555	245,443	243,254
Common Equity Tier 1	251,523	248,292	245,443	243,254
■ Paid-up share capital	71,977	71,977	71,977	71,977
■ Net premium (discount)	20,834	20,834	20,834	20,834
■ Non-cumulative preferred share	28	28	28	28
■ Statutory reserves	7,200	7,200	7,200	7,200
■ Reserve appropriated from the net profit	0	0	0	0
■ Net profit after appropriation	143,642	140,138	136,801	134,180
■ Other comprehensive income (OCI)	17,524	17,050	13,539	14,020
○ Accumulated other comprehensive income	17,524	17,050	13,539	14,020
○ Owner changes	0	0	0	0
■ Deductions from Common Equity Tier 1	9,682	8,935	4,936	4,985
○ Deductions from Common Equity Tier 1	9,682	8,935	4,936	4,985
○ Deductions from Tier 1 Capital for the remaining balances only when the Tier 1 Capital is insufficient to be fully deducted	0	0	0	0
Additional Tier 1	1,090	1,263	0	0
■ Funds received from debt instruments subordinated to depositors, general creditors, Subordinated creditors and holders of Tier 2 capital instruments	0	0	0	0
■ Transaction under subsidiary and association only for non-controlling interest and outside the scope that countable as Tier 1 of financial instruments of consolidated financial institutions	1,090	1,263	0	0
■ Deductions from Additional Tier 1	0	0	0	0
○ Deductions from Additional Tier 1	0	0	0	0
○ Deductions from Tier 2 Capital for the remaining balances when the Tier 2 Capital is insufficient to be fully deducted	0	0	0	0
Tier 2 Capital	69,093	74,613	67,910	73,094
■ Funds received from debt instruments subordinated to depositors and general creditors	46,943	52,098	46,943	52,098
■ General Provision	22,150	22,515	20,967	20,996
■ Transaction under subsidiary and association only for non-controlling interest and outside the scope that countable as Tier 2 of	0	0	0	0
■ Deductions from Tier 2 Capital	0	0	0	0
Total Regulatory Capital	321,706	324,168	313,353	316,348

Capital adequacy

As at June 30, 2017, Krung Thai Bank and its Financial Conglomerate had Common Equity Tier 1 ratio of 13.07 percent and 12.72 percent respectively, Tier 1 ratio of 13.07 percent and 12.77 percent respectively, and total capital ratio of 16.69 percent and 16.27 percent respectively. Therefore, the Bank's and its Financial Conglomerate's capital ratios were considerably higher than the regulatory minimum requirements which are 4.5 percent for CET1 ratio, 6.0 percent for Tier 1 ratio, and 8.5 percent for Total capital ratio. The numbers were also much higher than the capital conservation buffer (regulatory requirements +1.25 percent) which are 5.75 percent for CET1 ratio, 7.25 percent for Tier 1 ratio and 9.75 percent of Total capital ratio.

Table 2 Capital Adequacy Ratio

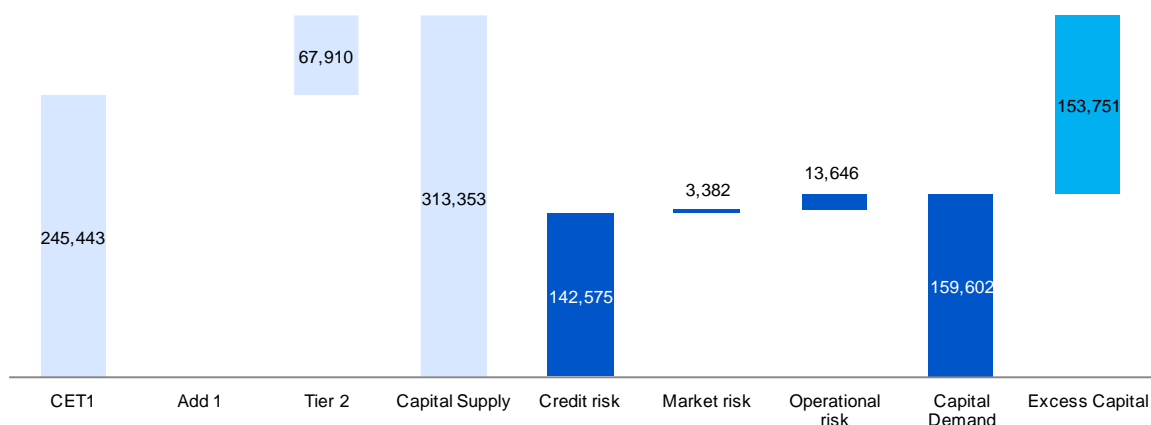
Period Ending	Consolidated basis		Bank Only	
	30-Jun-17	31-Dec-16	30-Jun-17	31-Dec-16
Common Equity Tier 1 ratio (CET1 ratio)	12.72%	12.38%	13.07%	12.96%
Tier 1 ratio	12.77%	12.44%	13.07%	12.96%
Total capital ratio	16.27%	16.16%	16.69%	16.85%

At the present, Krung Thai Bank has adopted the Standardized Approach (SA) for the assessment of the capital adequacy toward Credit Risk, Market Risk and Operational Risk.

As at June 30, 2017, Krung Thai Bank had total capital amounting to THB 313,353 million and held the capital requirement against Credit Risk, Market Risk and Operational Risk amounting to THB 159,602 million.

Consequently, the Bank still had the excess capital as at THB 153,751 million.

Capital adequacy (Bank only)
as of 30 June 2017



The Financial Business Group had total capital amounting to THB 321,706 million and held the capital requirement against all risks amounting to THB 168,114 million. Therefore, the excess capital of the Financial Business Group was at THB 153,592 million.

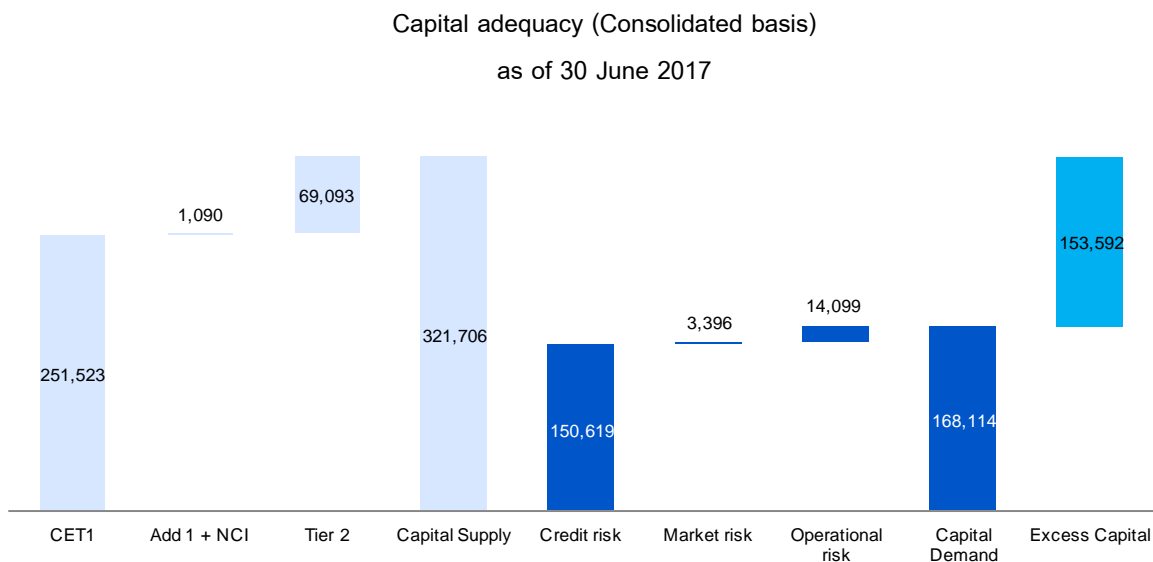


Table 3 Minimum Capital Requirements by Standardized Approach (SA)

Unit : Million Baht

Period Ending	Consolidated basis		Bank Only	
	30-Jun-17	31-Dec-16	30-Jun-17	31-Dec-16
Credit Risk	150,619	153,100	142,575	142,770
■ Performing assets	146,536	149,301	138,640	139,176
○ Claims on sovereign entities and claims treated as claims on sovereign entities ^{1/}	1,662	1,587	1,662	1,583
○ Claims on financial institutions and claims treated as claims on financial institutions ^{2/}	5,767	6,651	5,795	6,056
○ Claims on corporate entities and claims treated as claims on corporate entities ^{3/}	81,500	83,148	80,537	80,149
○ Claims on retail portfolios	31,908	31,927	30,780	30,794
○ Residential mortgage exposures	10,510	10,826	10,510	10,826
○ Other assets	15,189	15,162	9,355	9,768
■ Non-Performing assets	4,083	3,799	3,935	3,594
Market Risk	3,396	3,320	3,382	3,303
■ Interest rate risk	2,482	2,413	2,483	2,426
■ Equity price risk	34	51	3.2	4.2
■ Foreign exchange rate risk	878	855	895	873
■ Commodity price risk	1	1	0	0
Operational Risk	14,099	14,039	13,646	13,529
Total minimum capital requirements	168,114	170,459	159,602	159,602
Total risk-weighted assets	1,977,813	2,005,403	1,877,673	1,877,670

¹ Claims on sovereign entities, central banks, multilateral development banks (MDB) and claims on non-central government public sector entities treated as claims on sovereign entities

² Claims on financial institutions and securities companies and claims on non-central government public sector entities treated as claims on financial institutions

³ Claims on corporate entities and claims on non-central government public sector entities treated as claims on corporate entities

Table 4 Main features of regulatory capital instruments for the Bank and the Financial Business Group

Features		Non-cumulative preferred share
1	Issuer	Krung Thai Bank Public Company Limited
2	Unique identifier	TH0150020Z01, TH0150020Z19, TH0150020R19
	<i>Regulatory treatment</i>	
3	Elements of capital (Common equity tier 1, Additional tier 1, tier 2 capital)	Common equity tier 1
4	Are criteria of the capital complying with Basel III?	Yes
5	If not comply with Basel III, please specify	-
6	Phased out or Full amount	Full amount
7	Eligible at solo basis / Full consolidation / solo basis and Full consolidation	Solo basis and Full consolidation
8	Amount recognised in regulatory capital (Unit : Million Baht)	28
9	Par value of instrument (Unit : Baht)	Changed par value from 10 Baht to 5.15 Baht
10	Accounting classification	Shareholders' equity
11	Original date of issuance	-
12	Perpetual or dated	Perpetual
13	Original maturity date	-
14	Issuer call subject to prior supervisory approval	No
15	Optional call date , contingent call dates and redemption amount	-
16	Subsequent call dates, if applicable	-
	<i>Coupons / dividends</i>	
17	Fixed or floating dividend/coupon	Floating
18	coupon rate and any related in index	Receive dividend and a fixed 3 percent per annual
19	Existence of dividend stopper	No
20	Fully discretionary , partially discretionary or mandatory	Fully discretionary
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	Noncumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger (s)	-
25	If convertible, fully or partially	-
26	If convertible, conversion rate	-
27	If convertible, specify instrument type convertible into	-
28	If convertible, specify issuer of instrument it converts into	-
29	Write - down feature	Yes
30	If write - down, write-down trigger (s)	From 10 Baht to 5.15 Baht
31	If write - down, full or partial	-
32	If write - down, permanent or temporary	-
33	If temporary write-down, description of write-up mechanism	-
34	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Paid-up share capital

Table 4 Main features of regulatory capital instruments for the Bank and the Financial Business Group

(Continued)

Features		KTB22NA
1	Issuer	Krung Thai Bank Public Company Limited
2	Unique identifier	TH0150032B05
<i>Regulatory treatment</i>		
3	Elements of capital (Common equity tier 1, Additional tier 1, tier 2 capital)	Tier 2 capital
4	Are criteria of the capital complying with Basel III?	No
5	If not comply with Basel III, please specify	No criteria for PONV on a going-concern basis
6	Phased out or Full amount	Phase out over 10 year horizon beginning January 1, 2013 (beginning Amortised 2017)
7	Eligible at solo basis / Full consolidation / solo basis and Full consolidation	Solo basis and Full consolidation
8	Amount recognised in regulatory capital (Unit : Million Baht)	15,133
9	Par value of instrument (Unit : Baht)	1,000
10	Accounting classification	Liability - amortised cost
11	Original date of issuance	2-Nov-2012
12	Perpetual or dated	dated
13	Original maturity date	2-Nov-2022
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date , contingent call dates and redemption amount	2-Nov-2017
16	Subsequent call dates, if applicable	Any interest payment date after the fifth anniversary of the issue date
<i>Coupons / dividends</i>		
17	Fixed or floating dividend/coupon	Fixed
18	coupon rate and any related in index	4.60%
19	Existence of dividend stopper	No
20	Fully discretionary , partially discretionary or mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	Noncumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger (s)	-
25	If convertible, fully or partially	-
26	If convertible, conversion rate	-
27	If convertible, specify instrument type convertible into	-
28	If convertible, specify issuer of instrument it converts into	-
29	Write - down feature	No
30	If write - down, write-down trigger (s)	-
31	If write - down, full or partial	-
32	If write - down, permanent or temporary	-
33	If temporary write-down, description of write-up mechanism	-
34	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Paid-up share capital , Non-cumulative preferred share,Hybrid Bond

Table 4 Main features of regulatory capital instruments for the Bank and the Financial Business Group

(Continued)

Features		Euro MTN
1	Issuer	Krung Thai Bank Public Company Limited, acting through its Cayman Islands branch
2	Unique identifier	XS1080078691
	<i>Regulatory treatment</i>	
3	Elements of capital (Common equity tier 1, Additional tier 1, tier 2 capital)	Tier 2 capital
4	Are criteria of the capital complying with Basel III?	Yes
5	If not comply with Basel III, please specify	-
6	Phased out or Full amount	Fully eligible and amortized in the remaining five years before maturity
7	Eligible at solo basis / Full consolidation / solo basis and Full consolidation	Solo basis and Full consolidation
8	Amount recognised in regulatory capital (Unit : Million Baht)	22,719
9	Par value of instrument (Unit : Baht)	USD 1,000
10	Accounting classification	Liability - amortised cost
11	Original date of issuance	26 Jun 2014
12	Perpetual or dated	dated
13	Original maturity date	26 Dec 2024
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date , contingent call dates and redemption amount	26 Dec 2019
16	Subsequent call dates, if applicable	-
	<i>Coupons / dividends</i>	
17	Fixed or floating dividend/coupon	Fixed
18	coupon rate and any related in index	5.20% from 26 Jun. 2014 - 26 Dec. 2019 US Treasury 5Y+3.535% from 26 Dec. 2519 - 26 Dec. 2024
19	Existence of dividend stopper	No
20	Fully discretionary , partially discretionary or mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger (s)	-
25	If convertible, fully or partially	-
26	If convertible, conversion rate	-
27	If convertible, specify instrument type convertible into	-
28	If convertible, specify issuer of instrument it converts into	-
29	Write - down feature	Yes
30	If write - down, write-down trigger (s)	When Issuer can not continue its business and the government authority decides to grant financial assistance to issuer. The Instrument holders shall be forced to write-down (full or partial).
31	If write - down, full or partial	Full or partial write-down
32	If write - down, permanent or temporary	Permanent
33	If temporary write-down, description of write-up mechanism	-
34	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Paid-up share capital , Non-cumulative preferred share,Hybrid Bond

Table 4 Main features of regulatory capital instruments for the Bank and the Financial Business Group

(Continued)

หัวข้อ		MYR MTM
1	Issuer	Krung Thai Bank Public Company Limited, acting through its Cayman Islands branch
2	Unique identifier	MYBPN1500130
	<i>Regulatory treatment</i>	
3	Elements of capital (Common equity tier 1, Additional tier 1, tier 2 capital)	Tier 2 capital
4	Are criteria of the capital complying with Basel III?	Yes
5	If not comply with Basel III, please specify	-
6	Phased out or Full amount	Fully eligible and amortized in the remaining five years before maturity
7	Eligible at solo basis / Full consolidation / solo basis and Full consolidation	Solo basis and Full consolidation
8	Amount recognised in regulatory capital (Unit : Million Baht)	9,091
9	Par value of instrument (Unit : Baht)	MYR 1,000
10	Accounting classification	Liability - amortised cost
11	Original date of issuance	6 July 2015
12	Perpetual or dated	dated
13	Original maturity date	4 July 2025
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date , contingent call dates and redemption amount	6 July 2020
16	Subsequent call dates, if applicable	-
	<i>Coupons / dividends</i>	
17	Fixed or floating dividend/coupon	Fixed
18	coupon rate and any related in index	5.10%
19	Existence of dividend stopper	No
20	Fully discretionary , partially discretionary or mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger (s)	-
25	If convertible, fully or partially	-
26	If convertible, conversion rate	-
27	If convertible, specify instrument type convertible into	-
28	If convertible, specify issuer of instrument it converts into	-
29	Write - down feature	Yes
30	If write - down, write-down trigger (s)	When Issuer can not continue its business and the government authority decides to grant financial assistance to issuer. The Instrument holders shall be forced to write-down (full or partial).
31	If write - down, full or partial	Full or partial write-down
32	If write - down, permanent or temporary	Permanent
33	If temporary write-down, description of write-up mechanism	-
34	Position in subordination hierarchy in liquidation (specify instrument type immediately)	Paid-up share capital , Non-cumulative preferred share,Hybrid Bond

Table 5 Reconciliation of Capital from Consolidated Supervision Financial Statement

Unit : Million Baht

Capital related items as of June 2017	Balance sheet as in published financial statements ^{a/}	Balance sheet as under regulatory scope of consolidation ^{b/}	References
Assets			
▪ Cash	67,239	67,143	-
▪ Interbank and money market items, net	426,469	425,195	-
▪ Claim on securities	22,759	22,759	-
▪ Derivative assets	33,640	33,661	-
▪ Investments, net	204,316	205,668	-
▪ Investments in subsidiaries and associates, net	17,360	19,707	-
▪ Loans to customers and accrued interest receivables, net	1,809,703	1,759,483	
o Loans to customers	1,920,704	1,866,196	-
o Accrued interest receivables	3,159	2,695	-
Total Loans to customers and accrued interest receivables	1,923,863	1,868,891	-
o <u>Less</u> Deferred revenue	-2,694	-3,308	-
o <u>Less</u> Allowance for doubtful accounts	-111,332	-105,966	Q
o <u>Less</u> revaluation allowance for debt restructuring	-134	-134	-
Total Loans to customers and accrued interest receivables, net	1,809,703	1,759,483	-
▪ Customers' liabilities under acceptances	110	110	-
▪ Properties for sale, net	35,122	35,122	-
▪ Premises and equipment, net	26,515	27,973	-
▪ Goodwill and other intangible assets, net	3,998	3,977	-
o Goodwill, net	0	300	L
o Other intangible assets, net	3,998	3,677	M
▪ Deferred tax assets	4,487	3,202	N
▪ Accrued income	2,972	2,977	-
▪ Other assets, net	17,348	19,152	-
Total assets	2,672,038	2,626,129	
Liabilities			
▪ Deposits	1,962,422	1,963,051	-
▪ Interbank and money market items, net	186,750	188,809	-
▪ Liabilities payable on demand	7,765	7,765	-
▪ Liabilities to deliver securities	22,759	22,759	-
▪ Financial liabilities designated at fair value	0	0	-
▪ Derivative liabilities	32,061	32,061	-
▪ Debt issued and borrowings	116,806	75,761	-
o subordinated debentures	46,943	46,943	-
Qualified as capital	46,943	46,943	P
Non-qualified as capital	0	0	-
o Hybrid debt capital instruments	0	0	-
Qualified as capital	0	0	O
Non-qualified as capital	0	0	-
o Other - Non-qualified as capital	69,863	28,818	-
▪ Bank's liabilities under acceptances	110	110	-
▪ Provisions	11,574	11,479	-
▪ Deferred tax liabilities	0	484	-
▪ Other liabilities	52,077	49,340	-
Total liabilities	2,392,324	2,351,619	

Table 5 Reconciliation of Capital from Consolidated Supervision Financial Statement (Continued)

Unit : Million Baht

Capital related items as of June 2017	Balance sheet as in published financial statements ^{a/}	Balance sheet as under regulatory scope of consolidation ^{b/}	References
Equity			
▪ Issued and paid-up share capital	72,005	72,005	-
o Preferred shares	28	28	A
o Common shares	71,977	71,977	B
▪ Premium on share capital	20,834	20,834	-
o Premium on preferred shares	-	0	-
o Premium on common shares	20,834	20,834	C
▪ Other components of equity	18,077	18,090	-
o Appraisal surplus on assets	8,357	8,357	-
Qualified as capital	8,353	8,353	F
Non-qualified as capital	4	4	-
o Revaluation surplus on investments	9,800	9,744	-
Revaluation surplus on Equity investments	6,903	6,847	G
Revaluation surplus on Debt securities	2,897	2,897	H
o Gains (losses) from translating the financial statements	-80	-87	I
o Gains (losses) from the fair value of hedging instrument for cash flow hedge reserve	-	76	J
▪ Retained earning	163,334	161,836	-
o Appropriated	7,200	150,842	-
Legal reserve	7,200	7,200	D
Net profit after appropriation	-	143,642	E
o Unappropriated	156,134	10,994	-
Unappropriated Net profit	156,134	13,120	-
Others	-	-2,126	K
o Total equity attributable to equity holders of the bank	274,250	272,765	-
▪ Non-controlling interest	5,464	1,745	-
Total equity	279,714	274,510	
Total liabilities and equity	2,672,038	2,626,129	

^{a/} Balance sheet as in published financial statements means financial statement for consolidated basis reported to SET

^{b/} Balance sheet as under regulatory scope of consolidation means financial statement for consolidated basis under BOT's regulation which does not include non-life and life insurance companies, and companies where the Bank controls and holds less than 50 percent of paid-up shares capital.

Table 5 Reconciliation of Capital from Consolidated Supervision Financial Statement (Continued)

Unit : Million Baht

Items	Component of regulatory capital reported by financial group	References base on balance sheet under the consolidated supervision
Common Equity Tier 1 (CET1)		
▪ Paid-up share capital	72,005	A + B
▪ Net premium (discount)	20,834	C
▪ Statutory reserves	7,200	D
▪ Reserve appropriated from the net profit	0	-
▪ Net profit after appropriation	143,642	E
▪ Other comprehensive income (OCI)	17,524	
o Change in revaluatuiou surplus on land and premises	8,353	F
o Gains (losses) on remeasuring available for sale investment	9,165	
Gains (losses) on remeasuring available for sale investment of equity securities	6,847	G
Gains (losses) on remeasuring available for sale investment of debt securities	2,318	H
o Gains (losses) arising from translation the financial statements of foreign operations	-70	I
o Gains (losses) from the fair value of hedging instrument for cash flow hedge reserve	76	J
▪ Owner changes	0	-
Total Common Equity Tier 1 (CET1) before adjustment and deduction items	261,205	
Deductions items from Common Equity Tier 1		
▪ Net Losses	(2,126)	K
▪ Goodwill	(253)	L ¹ /
▪ Intangible Assets	(2,941)	M
▪ Deferred tax assets	(2,719)	N ² /
▪ Investment in equity including warrants to purchase shares that counted as CET 1 of other financial institutions and other Financial Business Group	(1,643)	-
▪ OInvestments in equity securities including investments in warrants to purchase shares of any company that the Financial Conglomerate holds more than 10 percent of the company's paid-up shares	0	
Total deduction items for Common Equity Tier 1 (CET1)	(9,682)	
Total Common Equity Tier 1 (CET1)	251,523	
Additional Tier 1 : instruments		
▪ Funds received from debt instruments subordinated to depositors, general creditors, Subordinated creditors and holders of Tier 2 capital instruments	0	O
▪ Transaction under subsidiary and association only for non-controlling interest and outside the scope that countable as Tier 1 of financial instruments of consolidated financial institutions	1,090	-
Total Additional Tier 1 : instruments before deduction items	1,090	
Deductions items from Additional Tier 1		
▪ Investment in Additional Tier 1 of other financial institutions or other Financial Business Group	0	-
Total deduction items for Additional Tier 1	0	
Total Additional Tier 1 : instruments	1,090	
Total Tier 1 Capital	252,613	
Tier 2 Capital		
▪ Funds received from debt instruments subordinated to depositors and general creditors	46,943	P
▪ General provision	22,150	Q ³ /
Total Tier 2 Capital before deduction items	69,093	
Total deduction items for Additional Tier 2	0	
Total Tier 2 Capital	69,093	
Total Regulatory Capital	321,706	

^{1/} Goodwill after the deduction of deferred tax liability^{2/} Net deferred tax asset related to performance^{3/} 1.25 percent of credit risk weighted assets

Table 6 Capital fund during Basel III transitional Period for the Bank

Unit : Million Baht

Amount as of 30 June 2017		Remaining amount subject to transitional adjustment under Basel III
Tier 1 Capital :		
<u>Common Equity Tier 1 (CET1) : instruments and reserves</u>		
▪ Common Equity Tier 1 : instruments and reserves	250,379	(82)
▪ <u>Less</u> Deductions from Common Equity Tier 1	(4,936)	177
Total Common Equity Tier 1	245,443	
<u>Additional Tier 1</u>		
▪ Additional Tier 1 : instruments	0	0
▪ <u>Less</u> Deductions from Additional Tier 1	0	
Total Additional Tier 1	0	
Tier 1 Capital	245,443	
Tier 2 Capital :		
▪ Tier 2 Capital : instruments and general provisions	67,910	(46,943)
▪ <u>Less</u> Deductions from Tier 2 Capital	0	
Tier 2 Capital	67,910	
Total Regulatory Capital	313,353	

Table 6 Capital fund during Basel III transitional Period for the Financial Business Group

Unit : Million Baht

Amount as of 30 June 2017	Remaining amount subject to transitional adjustment under Basel III
Tier 1 Capital	252,613
<u>Common Equity Tier 1 (CET1) : instruments and reserves</u>	251,523
▪ Paid-up share capital	71,977
▪ Net premium (discount)	20,834
▪ Non-cumulative preferred share	28
▪ Statutory reserves	7,200
▪ Reserve appropriated from the net profit	-
▪ Net profit after appropriation	143,642
▪ Other comprehensive income (OCI)	17,524
○ Change in revaluation surplus on land and premises	8,353
○ Gains (losses) on remeasuring available for sale investment	9,165
Gains (losses) on remeasuring available for sale investment of equity securities	6,847
Gains (losses) on remeasuring available for sale investment of debt securities	2,318
○ Gains (losses) arising from translation the financial statements of foreign operations	(70)
○ Gains (losses) from the fair value of hedging instrument for cash flow hedge reserve	76
○ Gain (Losses) from Hedge of Net Investment in Foreign Operation	-
○ Owner changes	-
▪ Non-controlling interest given recognition in common equity tier 1	-
▪ Deductions from Common Equity Tier 1	(9,682)
○ Net Losses	(2,126)
○ Goodwill	(253)
○ Intangible Assets	(2,941)
○ Deferred tax assets	(2,719)
○ Investment in equity including warrants to purchase shares that counted as CET 1 of other financial institutions and other Financial Business Group	(1,643)
Investments in equity securities including investments in warrants to purchase shares of any company that the Financial Conglomerate holds more than 10 percent of the company's paid-up shares	0
<u>Additional Tier 1 : instruments</u>	1,090
Funds received from debt instruments subordinated to depositors, general creditors, Subordinated creditors and holders of Tier 2 capital instruments	-
Transaction under subsidiary and association only for non-controlling interest and outside the scope that countable as Tier 1 of financial instruments of consolidated financial institutions	1,090
▪ Deductions from Additional Tier 1	0
○ Investment in Additional Tier 1 of other financial institutions or other Financial Business Group	0
Tier 2 Capital	69,093
▪ Funds received from debt instruments subordinated to depositors and general creditors	46,943
▪ General provision	22,150
▪ Non-controlling interest given recognition in tier 2 capital	-
▪ Deductions from Tier 2 Capital	-
Total Regulatory Capital	321,706

