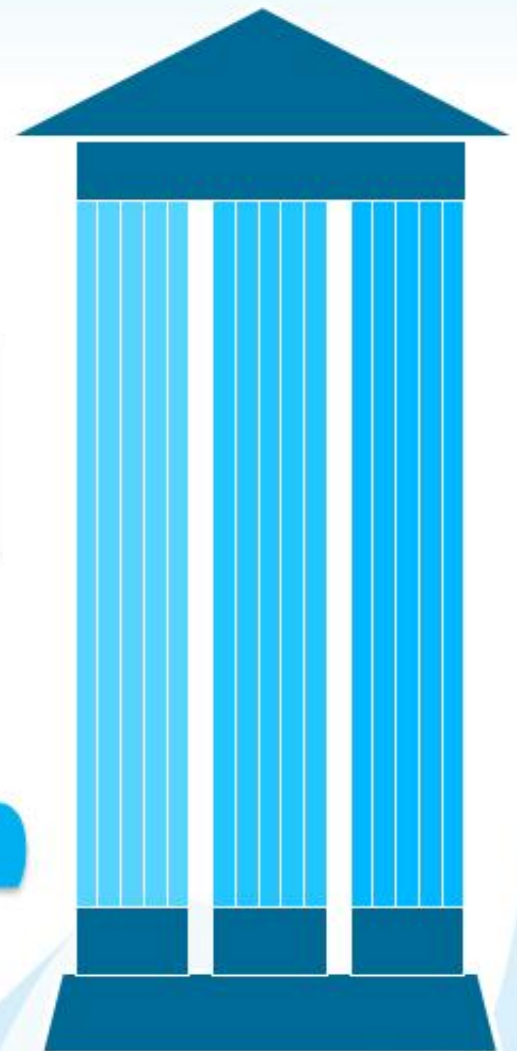


Market Disclosures

June 2015

Basel Pillar



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 2015, Krung Thai Bank had total capital in accordance with Basel III requirements as prescribed by BOT amounting to THB 276,588 million, divided into Common Equity Tier 1 (CET1) THB

204,198 million, Tier 1 capital THB 211,644 million and Tier 2 capital THB 64,944 million. Whilst, the Financial Business Group of the Bank had total capital amounting to THB 280,335 million, divided into Common Equity Tier 1 (CET1) THB 204,979 million, Tier 1 capital THB 213,831 million and Tier 2 capital THB 66,504 million. Details are shown in Table 1.

Table 1 Capital Structure

Unit : Million Baht

Period Ending	Consolidated basis		Bank Only	
	30-Jun-15	31-Dec-14	30-Jun-15	31-Dec-14
Tier 1 Capital	213,831	211,851	211,644	209,453
Common Equity Tier 1	204,979	201,972	204,198	200,943
■ 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	106,073	101,595	103,012	98,875
■ Other comprehensive income (OCI)	11,142	10,856	9,409	9,443
○ Accumulated other comprehensive income	11,142	10,856	9,409	9,443
○ Owner changes	0	0	0	0
■ Deductions from Common Equity Tier 1	12,275	10,518	8,262	7,414
○ Deductions from Common Equity Tier 1	12,275	10,518	8,262	7,414
○ 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	8,852	9,879	7,446	8,510
■ Funds received from debt instruments subordinated to depositors, general creditors, Subordinated creditors and holders of Tier 2 capital instruments	7,446	8,510	7,446	8,510
■ 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	1,426	1,389	0	0
■ Deductions from Additional Tier 1	20	20	0	0
○ Deductions from Additional Tier 1	20	20	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	66,504	76,761	64,944	75,452
■ Funds received from debt instruments subordinated to depositors and general creditors	43,007	53,407	43,007	53,407
■ General Provision	23,497	23,354	21,937	22,045
■ Transaction under subsidiary and association only for non-controlling interest and outside the scope that countable as Tier 2 of consolidated financial institutions	0	0	0	0
■ Deductions from Tier 2 Capital	0	0	0	0
Total Regulatory Capital	280,335	288,612	276,588	284,905

Capital adequacy

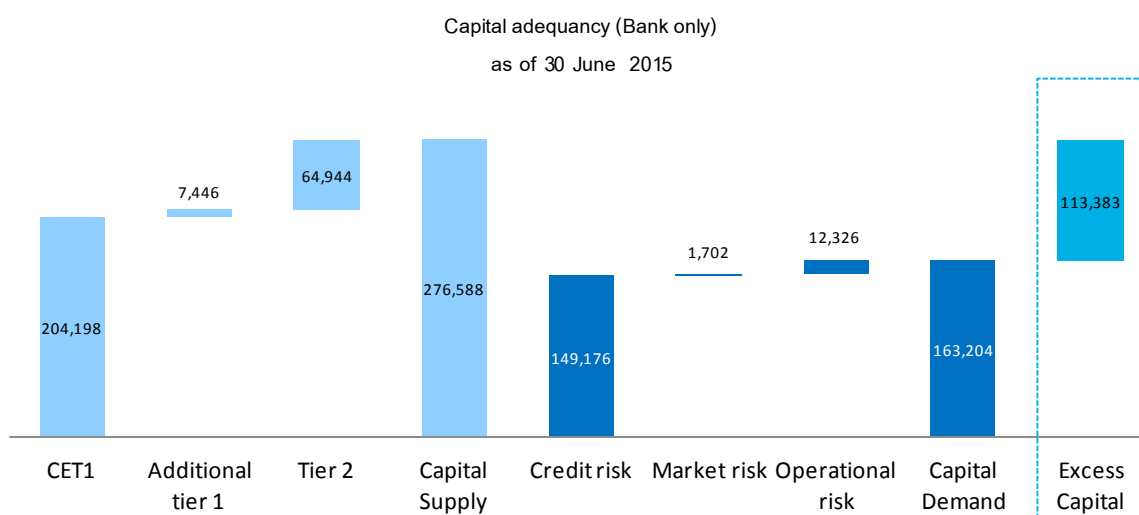
As at June 30, 2015, Krung Thai Bank and its subsidiaries in Financial Business Group had Common Equity Tier 1 ratio amounting to 10.64 percent and 9.99 percent respectively, whilst Tier 1 ratio amounting to 11.02 percent and 10.43 percent respectively. The total capital ratio was at 14.41 percent and 13.67 percent respectively, which was considered to be outstandingly exceeded the minimum ratios prescribed by the regulator as not less than 4.5 percent of CET1 ratio, 6.0 percent of Tier 1 ratio and 8.5 percent of total capital ratio.

Table 2 Capital Adequacy Ratio

Period Ending	Consolidated basis		Bank Only	
	30-Jun-15	31-Dec-14	30-Jun-15	31-Dec-14
Common Equity Tier 1 ratio (CET1 ratio)	9.99%	9.95%	10.64%	10.47%
Tier 1 ratio	10.43%	10.44%	11.02%	10.91%
Total capital ratio	13.67%	14.22%	14.41%	14.85%

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, 2015, Krung Thai Bank had total capital amounting to THB 276,588 million and held the capital requirement against Credit Risk, Market Risk and Operational Risk amounting to THB 163,204 million. Consequently, the Bank still had the excess capital as at THB 113,383 million.



The Financial Business Group had total capital amounting to THB 280,335 million and held the capital requirement against all risks amounting to THB 174,341 million. Therefore, the excess capital of the Financial Business Group was at THB 105,994 million.

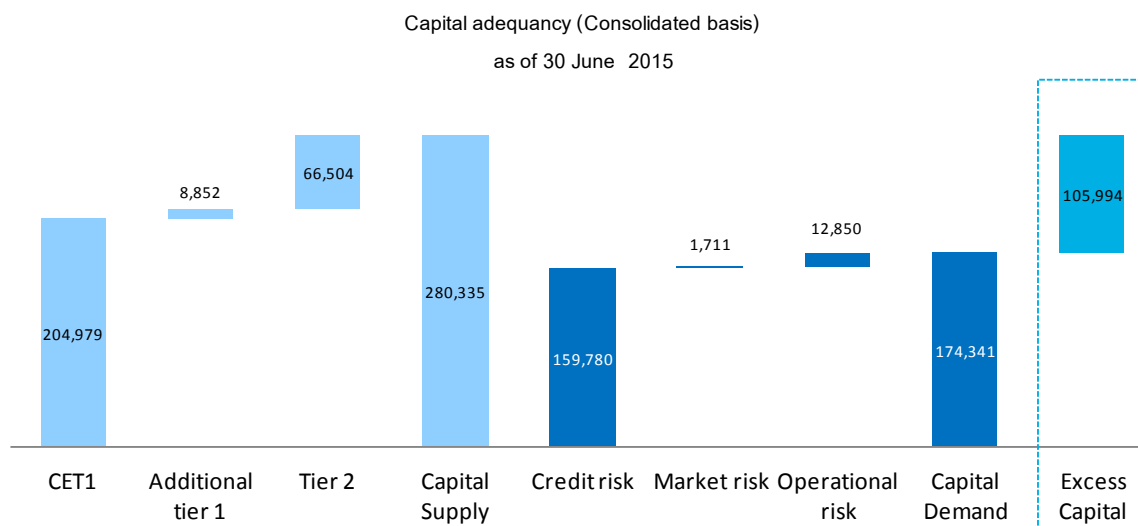


Table 3 Minimum Capital Requirements by Standardized Approach (SA)

Unit : Million Baht

Period Ending	Consolidated basis		Bank Only	
	30-Jun-15	31-Dec-14	30-Jun-15	31-Dec-14
Credit Risk	159,780	158,805	149,176	149,906
■ Performing assets	156,267	155,683	145,671	146,786
○ Claims on sovereign entities and claims treated as claims on sovereign entities ^{1/}	864	1,863	915	1,893
○ Claims on financial institutions and claims treated as claims on financial institutions ^{2/}	7,863	10,027	7,845	9,751
○ Claims on corporate entities and claims treated as claims on corporate entities ^{3/}	92,013	88,862	86,386	87,103
○ Claims on retail portfolios	30,650	31,071	30,578	28,700
○ Residential mortgage exposures	11,576	11,026	11,576	11,026
○ Other assets	13,300	12,835	8,371	8,313
■ Non-Performing assets	3,513	3,122	3,505	3,120
Market Risk	1,711	1,317	1,702	1,316
■ Interest rate risk	1,487	1,074	1,479	1,091
■ Equity price risk	22	8	21.1	4
■ Foreign exchange rate risk	201	234	203	221
■ Commodity price risk	1	2	0	0
Operational Risk	12,850	12,392	12,326	11,900
Total minimum capital requirements	174,341	172,514	163,204	163,121
Total risk-weighted assets	2,051,073	2,029,599	1,920,049	1,919,075

^{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		Hybrid bond USD
1	Issuer	Krung Thai Bank Public Company Limited
2	Unique identifier	XS0270856106
<i>Regulatory treatment</i>		
3	Elements of capital (Common equity tier 1, Additional tier 1, tier 2 capital)	Additional tier 1
4	Are criteria of the capital complying with Basel III?	No
5	If not comply with Basel III, please specify	Step-up bond, Not able to absorb losses on a going-concern basis, 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 and cannot regard as the capital tier in full amount after the first redemption date
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)	4,979
9	Par value of instrument	USD 1,000
10	Accounting classification	Liability - fair value option
11	Original date of issuance	10-Oct-2006
12	Perpetual or dated	Perpetual
13	Original maturity date	Redemption when the business close down
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date , contingent call dates and redemption amount	10-Oct-2016
16	Subsequent call dates, if applicable	Each interest payment date after 10-Oct-2016
<i>Coupons / dividends</i>		
17	Fixed or floating dividend/coupon	Fixed, Floating
18	coupon rate and any related in index	Fixed 7.378% (10 year) From 10 Oct 2006 – 9 Oct 2016 and Float rate LIBOR USD 6M + 3.27% Since 10 Oct 2016
19	Existence of dividend stopper	Yes
20	Fully discretionary , partially discretionary or mandatory	Partially discretionary and mandatory
21	Existence of step up or other incentive to redeem	Yes
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

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

Features		KTBO6PA
1	Issuer	Krung Thai Bank Public Company Limited
2	Unique identifier	TH015003QB18
<i>Regulatory treatment</i>		
3	Elements of capital (Common equity tier 1, Additional tier 1, tier 2 capital)	Additional tier 1
4	Are criteria of the capital complying with Basel III?	No
5	If not comply with Basel III, please specify	Step-up bond, Not able to absorb losses on a going-concern basis, 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 and cannot regard as the capital tier in full amount after the first redemption date
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)	1,008
9	Par value of instrument (Unit : Baht)	1,000
10	Accounting classification	Liability - fair value option
11	Original date of issuance	28-Nov-2006
12	Perpetual or dated	Perpetual
13	Original maturity date	Redemption when the business close down
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date , contingent call dates and redemption amount	28-Nov-2016
16	Subsequent call dates, if applicable	Each interest payment date after 28-Nov-2016
<i>Coupons / dividends</i>		
17	Fixed or floating dividend/coupon	Floating
18	coupon rate and any related in index	Avg-Fix-deposit 6M (individual) quoted by top 5 commercial bank + 2.55% From 28 Nov 2006 – 27 Nov 2016 Avg-Fix- deposit 6M (individual) quoted by top 5 commercial bank + 3.55% Since 28 Nov 2016
19	Existence of dividend stopper	Yes
20	Fully discretionary , partially discretionary or mandatory	partially discretionary and mandatory
21	Existence of step up or other incentive to redeem	Yes
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

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

Features		KTB10PA
1	Issuer	Krung Thai Bank Public Company Limited
2	Unique identifier	TH015003AC07
<i>Regulatory treatment</i>		
3	Elements of capital (Common equity tier 1, Additional tier 1, tier 2 capital)	Additional tier 1
4	Are criteria of the capital complying with Basel III?	No
5	If not comply with Basel III, please specify	Not able to absorb losses on a going-concern basis, 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
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)	1,459
9	Par value of instrument (Unit : Baht)	1,000
10	Accounting classification	Liability - fair value option
11	Original date of issuance	17-Dec-2010
12	Perpetual or dated	Perpetual
13	Original maturity date	Redemption when the business close down
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date , contingent call dates and redemption amount	17-Dec-2015
16	Subsequent call dates, if applicable	Each interest payment date after 17-Dec-2015
<i>Coupons / dividends</i>		
17	Fixed or floating dividend/coupon	Fixed
18	coupon rate and any related in index	5.15%
19	Existence of dividend stopper	Yes
20	Fully discretionary , partially discretionary or mandatory	partially discretionary and 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

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

Features		KT223A
1	Issuer	Krung Thai Bank Public Company Limited
2	Unique identifier	TH0150032306
<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)	5,155
9	Par value of instrument (Unit : Baht)	1,000
10	Accounting classification	Liability - fair value option
11	Original date of issuance	16-Mar-2012
12	Perpetual or dated	dated
13	Original maturity date	16-Mar-2022
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date , contingent call dates and redemption amount	16-Mar-2017
16	Subsequent call dates, if applicable	Each interest payment date after 16-Mar-2017
<i>Coupons / dividends</i>		
17	Fixed or floating dividend/coupon	Fixed
18	coupon rate and any related in index	4.50%
19	Existence of dividend stopper	No
20	Fully discretionary , partially discretionary or mandatory	No
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		KT B22NA
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 - fair value option
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	Each interest payment date after 2-Nov-2017
<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	No
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	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)	22,719
9	Par value of instrument (Unit : Baht)	USD 1,000
10	Accounting classification	Liability - fair value option
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	No
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	No
23	Convertible or non-convertible	No
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 5 Reconciliation of Capital from Consolidated Supervision Financial Statement

Capital related items as of June 2015	Balance sheet as in published financial statements ^{a/}	Balance sheet as under regulatory scope of consolidation ^{b/}	References
Assets			
▪ Cash	54,050	53,940	-
▪ Interbank and money market items, net	329,043	328,739	-
▪ Claim on securities	27,393	27,393	-
▪ Derivative assets	20,161	20,161	-
▪ Investments, net	294,260	294,797	-
▪ Investments in subsidiaries and associates, net	14,371	15,325	-
▪ Loans to customers and accrued interest receivables, net			
o Loans to customers	1,986,899	1,944,185	-
o Accrued interest receivables	3,088	3,108	-
Total Loans to customers and accrued interest receivables	1,989,987	1,947,293	-
o <u>Less</u> Deferred revenue	6,644	7,340	-
o <u>Less</u> Allowance for doubtful accounts	84,406	79,787	Q
o <u>Less</u> revaluation allowance for debt restructuring	172	172	-
Total Loans to customers and accrued interest receivables, net	1,898,765	1,859,994	-
▪ Customers' liabilities under acceptances	1,773	1,773	-
▪ Properties for sale, net	30,427	30,427	-
▪ Premises and equipment, net	27,234	27,352	-
▪ Goodwill and other intangible assets, net	4,707	4,700	-
o Goodwill, net	0	300	L
o Other intangible assets, net	4,707	4,400	M
▪ Deferred tax assets	6,454	5,520	N
▪ Accrued income	6,176	6,185	-
▪ Other assets, net	12,759	13,829	-
Total assets	2,727,573	2,690,135	
Liabilities			
▪ Deposits	2,083,917	2,084,234	-
▪ Interbank and money market items, net	177,994	166,239	-
▪ Liabilities payable on demand	5,430	5,430	-
▪ Liabilities to deliver securities	27,393	27,393	-
▪ Financial liabilities designated at fair value	0	0	-
▪ Derivative liabilities	21,171	21,146	-
▪ Debt issued and borrowings	105,511	83,652	-
o subordinated debentures	43,932	43,932	-
Qualified as capital	43,007	43,007	P
Non-qualified as capital	925	925	-
o Hybrid debt capital instruments	9,925	9,925	-
Qualified as capital	7,446	7,446	O
Non-qualified as capital	2,479	2,479	-
o Other - Non-qualified as capital	51,654	29,795	-
▪ Bank's liabilities under acceptances	1,773	1,773	-
▪ Provisions	14,735	14,733	-
▪ Deferred tax liabilities	0	610	-
▪ Other liabilities	50,281	48,694	-
Total liabilities	2,488,205	2,453,904	

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

Capital related items as of June 2015	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	-
○ Preferred shares	28	28	A
○ Common shares	71,977	71,977	B
▪ Premium on share capital	20,834	20,834	-
○ Premium on preferred shares	-	-	-
○ Premium on common shares	20,834	20,834	C
▪ Other components of equity	12,132	12,147	-
○ Appraisal surplus on assets	6,345	6,345	-
Qualified as capital	6,337	6,337	F
Non-qualified as capital	8	8	-
○ Revaluation surplus on investments	5,741	5,767	-
Revaluation surplus on Equity investments	4,126	4,152	G
Revaluation surplus on Debt securities	1,615	1,615	H
○ Gains (losses) from translating the financial statements	46	46	I
○ Gains (losses) from the fair value of hedging instrument for cash flow hedge reserve	0	(11)	J
▪ Retained earning	130,506	129,537	-
○ Appropriated	7,200	113,274	-
Legal reserve	7,200	7,200	D
Net profit after appropriation	-	106,074	E
○ Unappropriated	123,306	16,263	-
Unappropriated Net profit	-	17,461	-
Others	-	(1,198)	K
○ Total equity attributable to equity holders of the bank	235,477	234,523	-
▪ Non-controlling interest	3,891	1,708	-
Total equity	239,368	236,231	
Total liabilities and equity	2,727,573	2,690,135	

^{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)

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	-	-
▪ Net profit after appropriation	106,073	E
▪ Other comprehensive income (OCI)	11,142	
○ Change in revaluatuaion surplus on land and premises	6,337	F
○ Gains (losses) on remeasuring available for sale investment	4,798	
Gains (losses) on remeasuring available for sale investment of equity securities	4,152	G
Gains (losses) on remeasuring available for sale investment of debt securities	646	H
○ Gains (losses) arising from translation the financial statements of foreign operations	18	I
○ Gains (losses) from the fair value of hedging instrument for cash flow hedge reserve	(11)	J
▪ Owner changes	-	-
Total Common Equity Tier 1 (CET1) before adjustment and deduction items	217,254	
Deductions items from Common Equity Tier 1		
▪ Net Losses	(1,198)	K
▪ Goodwill	(267)	L ^{1/}
▪ Intangible Assets	(1,760)	M
▪ Deferred tax assets	(7,246)	N ^{2/}
▪ Investment in equity including warrants to purchase shares that counted as CET 1 of other financial institutions and other Financial Business Group	(1,804)	-
Total deduction items for Common Equity Tier 1 (CET1)	(12,275)	
Total Common Equity Tier 1 (CET1)	204,979	
Additional Tier 1 : instruments		
▪ Funds received from debt instruments subordinated to depositors, general creditors, Subordinated creditors and holders of Tier 2 capital instruments	7,446	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	1,426	-
Total Additional Tier 1 : instruments before deduction items	8,872	
Deductions items from Additional Tier 1		
▪ Investment in Additional Tier 1 of other financial institutions or other Financial Business Group	(20)	-
Total deduction items for Additional Tier 1	(20)	
Total Additional Tier 1 : instruments	8,852	
Total Tier 1 Capital	213,831	
Tier 2 Capital		
▪ Funds received from debt instruments subordinated to depositors and general creditors	43,007	P
▪ General provision	23,497	Q ^{3/}
Total Tier 2 Capital before deduction items	66,504	
Total deduction items for Additional Tier 2	-	
Total Tier 2 Capital	66,504	
Total Regulatory Capital	280,335	

^{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 2015		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	212,460	(210)
▪ <u>Less</u> Deductions from Common Equity Tier 1	(8,262)	(632)
Total Common Equity Tier 1	204,198	
<u>Additional Tier 1</u>		
▪ Additional Tier 1 : instruments	7,446	(7,446)
▪ <u>Less</u> Deductions from Additional Tier 1	0	
Total Additional Tier 1	7,446	
Tier 1 Capital	211,644	
Tier 2 Capital :		
▪ Tier 2 Capital : instruments and general provisions	64,944	(43,007)
▪ <u>Less</u> Deductions from Tier 2 Capital	0	
Tier 2 Capital	64,944	
Total Regulatory Capital	276,588	

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

Unit : Million Baht

Amount as of 30 June 2015		Remaining amount subject to transitional adjustment under Basel III
Tier 1 Capital	213,831	
<u>Common Equity Tier 1 (CET1) : instruments and reserves</u>	204,979	
▪ 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	106,073	
▪ Other comprehensive income (OCI)	11,142	
◦ Change in revaluation surplus on land and premises	6,337	
◦ Gains (losses) on remeasuring available for sale investment	4,798	
Gains (losses) on remeasuring available for sale investment of equity securities	4,152	
Gains (losses) on remeasuring available for sale investment of debt securities	646	969
◦ Gains (losses) arising from translation the financial statements of foreign operations	18	28
◦ Gains (losses) from the fair value of hedging instrument for cash flow hedge reserve	(11)	
◦ Owner changes	-	
▪ Non-controlling interest given recognition in common equity tier 1	-	
▪ Deductions from Common Equity Tier 1	(12,275)	
◦ Net Losses	(1,198)	
◦ Goodwill	(267)	
◦ Intangible Assets	(1,760)	(2,640)
◦ Deferred tax assets	(7,246)	
◦ Investment in equity including warrants to purchase shares that counted as CET 1 of other financial institutions and other Financial Business Group	(1,804)	
<u>Additional Tier 1 : instruments</u>	8,852	
▪ Funds received from debt instruments subordinated to depositors, general creditors, Subordinated creditors and holders of Tier 2 capital instruments	7,446	(7,446)
▪ 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	1,426	
▪ Deductions from Additional Tier 1	(20)	
◦ Investment in Additional Tier 1 of other financial institutions or other Financial Business Group	(20)	
Tier 2 Capital	66,504	
▪ Funds received from debt instruments subordinated to depositors and general creditors	43,007	(43,007)
▪ General provision	23,497	
▪ Non-controlling interest given recognition in tier 2 capital	-	
▪ Deductions from Tier 2 Capital	-	
Total Regulatory Capital	280,335	



ธนาคารกรุงไทย
KRUNGTHAI BANK