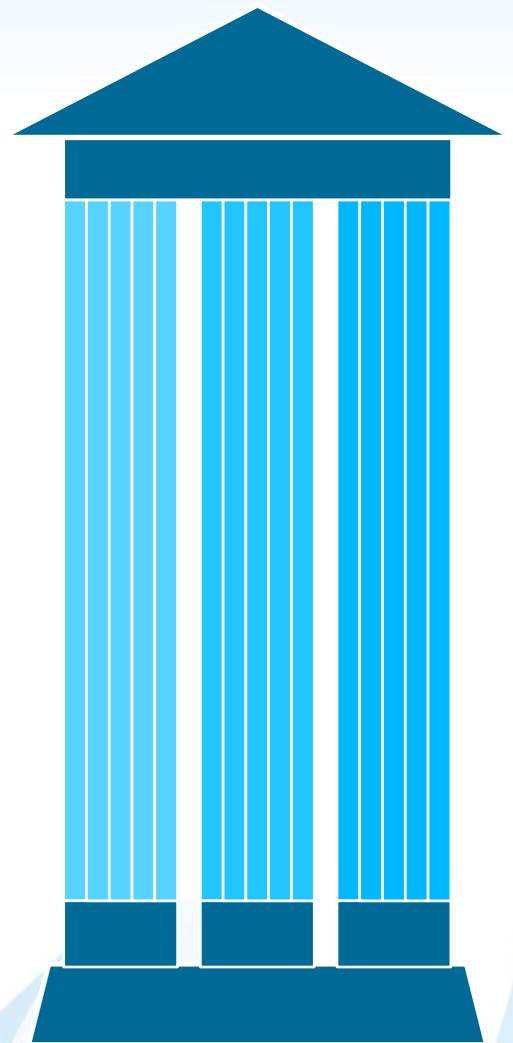


Market Disclosures

June 2018

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 2018, Krung Thai Bank had total capital in accordance with Basel III requirements as prescribed by BOT amounting to THB 328,760 million, divided into Common Equity Tier 1 (CET1) THB 256,318 million, Tier 1 capital THB 256,318 million and Tier 2 capital THB 72,442 million. Whilst, the Financial Business Group of the Bank had total capital amounting to THB 340,613 million, divided into Common Equity Tier 1 (CET1) THB 266,359 million, Tier 1 capital THB 267,334 million and Tier 2 capital THB 73,279 million. Details are shown in Table 1.

Table 1 Capital Structure

Unit : Million Baht

Period Ending	Consolidated basis		Bank Only	
	30-Jun-18	31-Dec-17	30-Jun-18	31-Dec-17
Tier 1 Capital	267,334	268,517	256,318	256,428
Common Equity Tier 1	266,359	267,381	256,318	256,428
▪ 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	-
▪ Net profit after appropriation	160,210	156,895	149,584	147,415
▪ Other comprehensive income (OCI)	16,813	20,837	13,334	14,861
O Accumulated other comprehensive income	16,813	20,837	13,334	14,861
O Owner changes	0	-	0	-
▪ Deductions from Common Equity Tier 1	10,703	10,390	6,639	5,887
O Deductions from Common Equity Tier 1	10,703	10,390	6,639	5,887
O Deductions from Tier 1 Capital for the remaining balances only when the Tier 1 Capital is insufficient to be fully deducted	0	-	0	-
Additional Tier 1	975	1,136	0	-
▪ Funds received from debt instruments subordinated to depositors, general creditors, Subordinated creditors and holders of Tier 2 capital instruments	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	975	1,136	0	-
▪ Deductions from Additional Tier 1	0	-	0	-
O Deductions from Additional Tier 1	0	-	0	-
O Deductions from Tier 2 Capital for the remaining balances when the Tier 2 Capital is insufficient to be fully deducted	0	-	0	-
Tier 2 Capital	73,279	74,205	72,442	72,883
▪ Funds received from debt instruments subordinated to depositors and general creditors	51,810	51,810	51,810	51,810
▪ General Provision	21,469	22,395	20,632	21,073
▪ Transaction under subsidiary and association only for non-controlling interest and outside the scope that countable as Tier 2 of	0	-	0	-
▪ Deductions from Tier 2 Capital	0	-	0	-
Total Regulatory Capital	340,613	342,722	328,760	329,311

Capital adequacy

As at June 30, 2018, Krung Thai Bank and its Financial Conglomerate had Common Equity Tier 1 ratio of 13.73 percent and 13.74 percent respectively, Tier 1 ratio of 13.73 percent and 13.79 percent respectively, and total capital ratio of 17.61 percent and 17.57 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 + 1.875 percent) which are 6.375 percent for CET1 ratio, 7.875 percent for Tier 1 ratio and 10.375 percent of Total capital ratio.

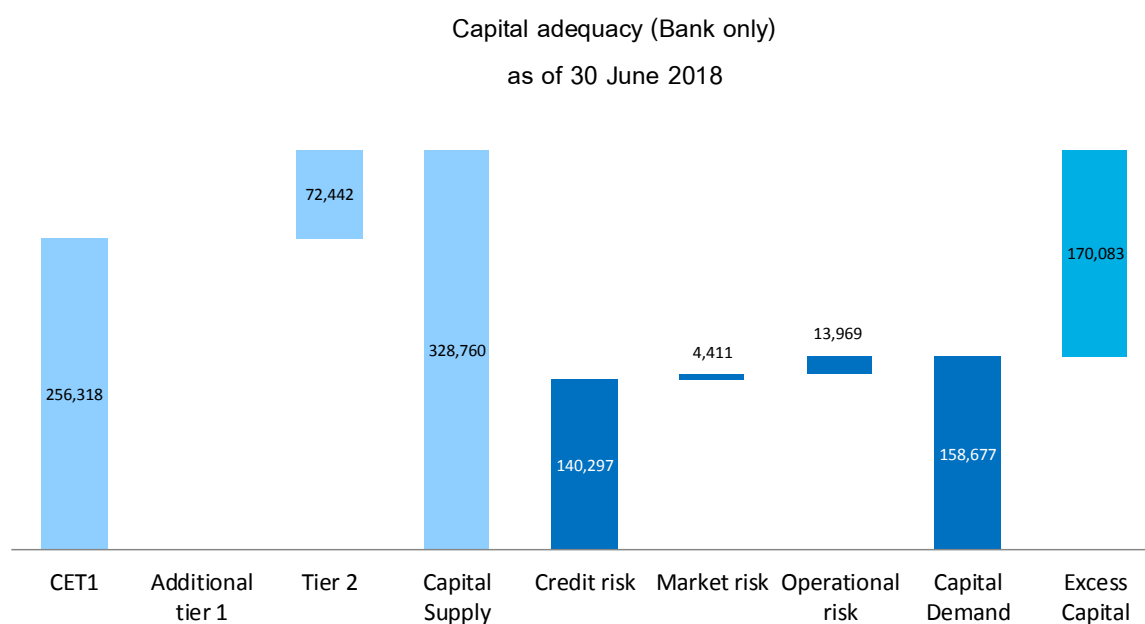
Table 2 Capital Adequacy Ratio

Period Ending	Consolidated basis		Bank Only	
	30-Jun-18	31-Dec-17	30-Jun-18	31-Dec-17
Common Equity Tier 1 ratio (CET1 ratio)	13.74%	13.38%	13.73%	13.59%
Tier 1 ratio	13.79%	13.44%	13.73%	13.59%
Total capital ratio	17.57%	17.15%	17.61%	17.45%

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, 2018, Krung Thai Bank had total capital amounting to THB 328,760 million and held the capital requirement against Credit Risk, Market Risk and Operational Risk amounting to THB 158,677 million.

Consequently, the Bank still had the excess capital as at THB 170,083 million.



The Financial Business Group had total capital amounting to THB 340,613 million and held the capital requirement against all risks amounting to THB 164,790 million. Therefore, the excess capital of the Financial Business Group was at THB 175,823 million.

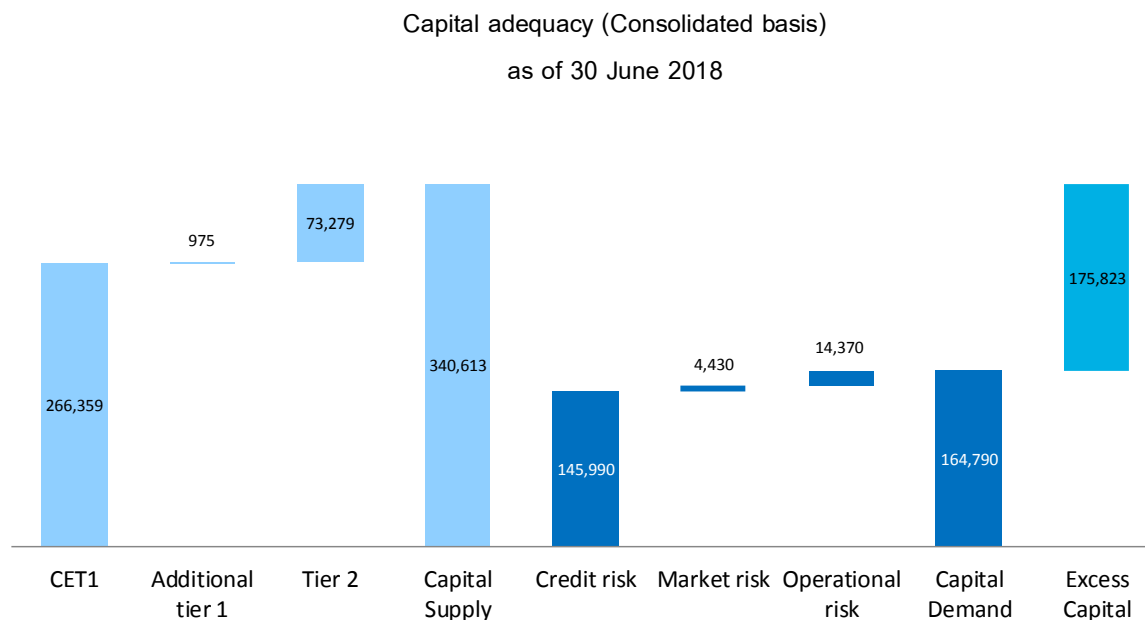


Table 3 Minimum Capital Requirements by Standardized Approach (SA)

Unit : Million Baht

Period Ending	Consolidated basis		Bank Only	
	30-Jun-18	31-Dec-17	30-Jun-18	31-Dec-17
Credit Risk	145,990	152,285	140,297	143,296
■ Performing assets	141,832	148,234	136,239	139,374
○ Claims on sovereign entities and claims treated as claims on sovereign entities ^{1/}	1,585	1,554	1,585	1,554
○ Claims on financial institutions and claims treated as claims on financial institutions ^{2/}	7,806	6,251	7,762	6,206
○ Claims on corporate entities and claims treated as claims on corporate entities ^{3/}	74,433	81,279	73,191	79,898
○ Claims on retail portfolios	33,819	32,255	33,187	31,456
○ Residential mortgage exposures	10,991	10,580	10,991	10,580
○ Other assets	13,199	16,315	9,522	9,681
■ Non-Performing assets	4,158	4,052	4,059	3,922
Market Risk	4,430	3,330	4,411	3,315
■ Interest rate risk	2,776	2,206	2,771	2,207
■ Equity price risk	31	30	2	-
■ Foreign exchange rate risk	1,621	1,092	1,637	1,109
■ Commodity price risk	1	2	0	-
Operational Risk	14,370	14,251	13,969	13,830
Total minimum capital requirements	164,790	169,866	158,677	160,441
Total risk-weighted assets	1,938,709	1,998,423	1,866,792	1,887,541

^{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		USD 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 - 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. 2019 - 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)	The occurrence of the Bank of Thailand and/or any other empowered government agency deciding to grant financial assistance to the Issuer such as in the form of a capital injection, without which the Issuer would become unable to continue its business in any manner
31	If write - down, full or partial	Full or Partial
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	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)	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)	The occurrence of the Bank of Thailand and/or any other empowered government agency deciding to grant financial assistance to the Issuer such as in the form of a capital injection, without which the Issuer would become unable to continue its business in any manner
31	If write - down, full or partial	Full or Partial
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		KT27NA
1	Issuer	Krung Thai Bank Public Company Limited
2	Unique identifier	TH0150037B00
	<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)	20,000
9	Par value of instrument (Unit : Baht)	1,000
10	Accounting classification	Liability - amortised cost
11	Original date of issuance	23 November 2017
12	Perpetual or dated	dated
13	Original maturity date	23 November 2027
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date , contingent call dates and redemption amount	23 November 2022
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	3.40%
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)	The occurrence of the Bank of Thailand and/or any other empowered government agency deciding to grant financial assistance to the Issuer such as in the form of a capital injection, without which the Issuer would become unable to continue its business in any manner
31	If write - down, full or partial	Full or Partial
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 5 Reconciliation of Capital from Consolidated Supervision Financial Statement

Unit : Million Baht

Capital related items as of June 2018	Balance sheet as in published financial statements ^{a/}	Balance sheet as under regulatory scope of consolidation ^{b/}	References
Assets			
▪ Cash	66,501	66,350	-
▪ Interbank and money market items, net	521,214	520,657	-
▪ Claim on securities	56,589	56,589	-
▪ Derivative assets	49,654	49,661	-
▪ Investments, net	175,762	176,917	-
▪ Investments in subsidiaries and associates, net	16,054	20,681	-
▪ Loans to customers and accrued interest receivables, net	1,827,950	1,773,776	-
o Loans to customers	1,960,922	1,902,577	-
o Accrued interest receivables	4,988	4,512	-
Total Loans to customers and accrued interest receivables	1,965,910	1,907,089	-
o <u>Less</u> Deferred revenue	1,373	2,025	-
o <u>Less</u> Allowance for doubtful accounts	136,577	131,278	Q
o <u>Less</u> revaluation allowance for debt restructuring	10	10	-
Total Loans to customers and accrued interest receivables, net	1,827,950	1,773,776	-
▪ Customers' liabilities under acceptances	192	192	-
▪ Properties for sale, net	34,899	34,899	-
▪ Premises and equipment, net	25,953	27,414	-
▪ Goodwill and other intangible assets, net	3,922	3,910	-
o Goodwill, net	0	300	L
o Other intangible assets, net	3,922	3,610	M
▪ Deferred tax assets	5,132	3,769	N
▪ Accrued income	3,455	3,467	-
▪ Other assets, net	17,495	19,721	-
Total assets	2,804,772	2,758,003	
Liabilities			
▪ Deposits	2,040,349	2,041,331	-
▪ Interbank and money market items, net	193,703	195,375	-
▪ Liabilities payable on demand	5,460	5,460	-
▪ Liabilities to deliver securities	56,670	56,670	-
▪ Financial liabilities designated at fair value	0	0	-
▪ Derivative liabilities	46,805	46,805	-
▪ Debt issued and borrowings	112,169	71,160	-
o subordinated debentures	51,810	51,810	-
Qualified as capital	51,810	51,810	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	60,359	19,350	-
▪ Bank's liabilities under acceptances	192	192	-
▪ Provisions	13,207	13,107	-
▪ Deferred tax liabilities	0	349	-
▪ Other liabilities	40,539	37,273	-
Total liabilities	2,509,094	2,467,722	

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

Unit : Million Baht

Capital related items as of December 2016	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	0	-
o Premium on common shares	20,834	20,834	C
▪ Other components of equity	16,833	16,817	-
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	8,513	8,542	-
Revaluation surplus on Equity investments	6,656	6,685	G
Revaluation surplus on Debt securities	1,857	1,857	H
o Gains (losses) from translating the financial statements	(37)	(49)	I
o Gains (losses) from the fair value of hedging instrument for cash flow hedge reserve	0	(33)	J
▪ Retained earning	179,068	178,791	-
o Appropriated	7,200	167,410	-
Legal reserve	7,200	7,200	D
Net profit after appropriation	0	160,210	E
o Unappropriated	171,868	11,381	-
Unappropriated Net profit	171,868	14,421	-
Others	0	(3,040)	K
o Total equity attributable to equity holders of the bank	288,740	288,447	-
▪ Non-controlling interest	6,938	1,834	-
Total equity	295,678	290,281	
Total liabilities and equity	2,804,772	2,758,003	

^{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	160,210	E
▪ Other comprehensive income (OCI)	16,813	
o Change in revaluatuion surplus on land and premises	8,353	F
o Gains (losses) on remeasuring available for sale investment	8,542	
Gains (losses) on remeasuring available for sale investment of equity securities	6,685	G
Gains (losses) on remeasuring available for sale investment of debt securities	1,857	H
o Gains (losses) arising from translation the financial statements of foreign operations	-49	I
o Gains (losses) from the fair value of hedging instrument for cash flow hedge reserve	-33	J
▪ Owner changes	0	-
Total Common Equity Tier 1 (CET1) before adjustment and deduction items	277,062	
Deductions items from Common Equity Tier 1		
▪ Net Losses	(3,040)	K
▪ Goodwill	(246)	L 1/
▪ Intangible Assets	(3,610)	M
▪ Deferred tax assets	(3,421)	N 2/
▪ Investment in equity including warrants to purchase shares that counted as CET 1 of other financial institutions and other Financial Business Group	(386)	-
▪ Investment in equity including warrants to purchase shares of companies in which the financial conglomerate hold more than 10% of total sold shares of each respective company	0	
Total deduction items for Common Equity Tier 1 (CET1)	(10,703)	
Total Common Equity Tier 1 (CET1)	266,359	
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	975	-
Total Additional Tier 1 : instruments before deduction items	975	
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	975	
Total Tier 1 Capital	267,334	
Tier 2 Capital		
▪ Funds received from debt instruments subordinated to depositors and general creditors	51,810	P
▪ General provision	21,469	Q 3/
Total Tier 2 Capital before deduction items	73,279	
Total deduction items for Additional Tier 2	0	
Total Tier 2 Capital	73,279	
Total Regulatory Capital	340,613	

^{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 2018		Remaining amount subject to transitional adjustment under Basel III
Tier 1 Capital :		
Common Equity Tier 1 (CET1) : instruments and reserves		
▪ Common Equity Tier 1 : instruments and reserves	262,957	0
▪ Less Deductions from Common Equity Tier 1	(6,639)	0
Total Common Equity Tier 1	256,318	
Additional Tier 1		
▪ Additional Tier 1 : instruments	0	0
▪ Less Deductions from Additional Tier 1	0	
Total Additional Tier 1	0	
Tier 1 Capital	256,318	
Tier 2 Capital :		
▪ Tier 2 Capital : instruments and general provisions	72,442	(51,810)
▪ Less Deductions from Tier 2 Capital	0	
Tier 2 Capital	72,442	
Total Regulatory Capital	328,760	

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

Unit : Million Baht

Amount as of 30 June 2018		Remaining amount subject to transitional adjustment under Basel III
Tier 1 Capital	267,334.00	
Common Equity Tier 1 (CET1) : instruments and reserves	266,359.00	
▪ Paid-up share capital	71,977.00	
▪ Net premium (discount)	20,834.00	
▪ Non-cumulative preferred share	28.00	
▪ Statutory reserves	7,200.00	
▪ Reserve appropriated from the net profit	-	
▪ Net profit after appropriation	160,210.00	
▪ Other comprehensive income (OCI)	16,813.00	
◦ Change in revaluation surplus on land and premises	8,353.00	
◦ Gains (losses) on remeasuring available for sale investment	8,542.00	
Gains (losses) on remeasuring available for sale investment of equity securities	6,685.00	
Gains (losses) on remeasuring available for sale investment of debt securities	1,857.00	0
◦ Gains (losses) arising from translation the financial statements of foreign operations	49.00	0
◦ Gains (losses) from the fair value of hedging instrument for cash flow hedge reserve	33.00	
◦ 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	(10,703)	
◦ Net Losses	(3,040)	
◦ Goodwill	(246)	
◦ Intangible Assets	(3,610)	0
◦ Deferred tax assets	(3,421)	
◦ Investment in equity including warrants to purchase shares that counted as CET 1 of other financial institutions and other Financial Business Group	(386)	
◦ Investment in equity including warrants to purchase share of companies in which the financial conglomerate hold more than 10% of total sold shares of each	-	
Additional Tier 1 : instruments	975	
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	975	
▪ Deductions from Additional Tier 1	-	
◦ Investment in Additional Tier 1 of other financial institutions or other Financial Business Group	-	
Tier 2 Capital	73,279	
▪ Funds received from debt instruments subordinated to depositors and general creditors	51,810	(51,810)
▪ General provision	21,469	
▪ Non-controlling interest given recognition in tier 2 capital	-	
▪ Deductions from Tier 2 Capital	-	
Total Regulatory Capital	340,613	

