

Capital Adequacy Ratio of the Bank

As of December 31, 2017

Capital Adequacy Ratio	Minimum Capital Requirement Ratio & Conservation Buffer Ratio *	Capital Ratio
Common Equity Tier 1 Ratio	5.75%	11.97%
Tier 1 Capital Ratio	7.25%	11.97%
Capital Adequacy Ratio	9.75%	15.65%

* BOT requires to maintain minimum CAR at 8.5% and gradually increases the conservation buffer at 0.625% per year since January 1, 2016 until reaching 2.5% by January 1, 2019.

Remark:

BOT has adopted supervisory framework for Domestic Systemically Important Banks ("D-SIBs") by requiring qualified banks to maintain higher capital to better absorb losses from their operations. The Bank is identified as D-SIBs and required to maintain additional 1% of common equity tier 1 from the current minimum requirement. This new requirement will be phasing in starting at 0.5% on January 1, 2019 and 1% on January 1, 2020.