REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION
BY THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

TO THE BOARD OF DIRECTORS
BANK OF AYUDHYA PUBLIC COMPANY LIMITED

We have reviewed the consolidated statement of financial position of Bank of Ayudhya Public Company Limited and its subsidiaries and the Bank's statement of financial position of Bank of Ayudhya Public Company Limited as at March 31, 2016, and the related consolidated and Bank's statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three-month period then ended, and the condensed notes to the financial statements. The Bank's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the aforementioned interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting".

Permsak Wongpatcharapakorn
Certified Public Accountant (Thailand)
Registration No. 3427
DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

BANGKOK
May 10, 2016

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT MARCH 31, 2016

BAHT: '000

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	"UNAUDITED"		"UNAUDITED"	
	As at March 31, 2016	As at December 31, 2015	As at March 31, 2016	As at December 31, 2015
ASSETS				
CASH	31,196,676	33,689,886	31,070,691	33,595,831
INTERBANK AND MONEY MARKET ITEMS, NET	220,833,090	194,094,463	219,288,070	192,212,476
CLAIMS ON SECURITY	32,545,318	-	32,545,318	-
DERIVATIVES ASSETS	30,133,335	35,657,181	30,133,335	35,657,181
INVESTMENTS, NET (Note 7.2)	103,251,094	110,026,901	103,234,507	110,010,315
INVESTMENTS IN SUBSIDIARIES, ASSOCIATES				
AND JOINT VENTURES, NET (Note 7.3)	1,646,452	1,575,581	48,895,618	48,895,618
LOANS TO CUSTOMERS AND ACCRUED				
INTEREST RECEIVABLES, NET (Note 7.4)				
Loans to customers	1,354,075,654	1,353,558,616	1,240,112,029	1,238,706,187
Accrued interest receivables	3,758,130	3,572,495	2,487,555	2,359,771
Total loans to customers and accrued				
interest receivables	1,357,833,784	1,357,131,111	1,242,599,584	1,241,065,958
Less Deferred revenue	(51,895,769)	(50,104,606)	(29,944,087)	(27,093,462)
Less Allowance for doubtful accounts (Note 7.5)	(45,380,926)	(43,218,108)	(28,366,178)	(26,286,904)
Less Revaluation allowance for debt				
restructuring (Note 7.6)	(1,445,265)	(1,725,739)	(391,615)	(412,397)
Net loans and accrued interest receivables	1,259,111,824	1,262,082,658	1,183,897,704	1,187,273,195
CUSTOMERS' LIABILITY UNDER ACCEPTANCE	569,975	558,322	569,975	558,322
PROPERTIES FOR SALE, NET	4,870,856	5,049,764	2,770,365	2,857,041
PREMISES AND EQUIPMENT, NET	20,708,086	20,993,113	19,113,187	19,320,134
GOODWILL AND OTHER INTANGIBLE ASSETS, NET	14,262,569	14,477,378	3,701,704	3,831,864
DEFERRED TAX ASSETS	5,252,060	5,369,190	574,882	703,283
ACCOUNTS RECEIVABLE FOR INVESTMENTS	11,678,864	1,036,546	11,678,864	1,036,546
OTHER ASSETS, NET	17,795,838	20,905,527	13,138,363	16,599,421
TOTAL ASSETS	1,753,856,037	1,705,516,510	1,700,612,583	1,652,551,227

The condensed notes to the financial statements form an integral part of these interim financial statements

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT MARCH 31, 2016

BAHT: '000

	CONSOLIDATED FINANCIAL STATEMENTS		**THE BANK'S FINANCIAL STATEMENTS**	
	"UNAUDITED"		**"UNAUDITED"**	
	As at March 31, 2016	**As at December 31, 2015**	**As at March 31, 2016**	**As at December 31, 2015**
LIABILITIES AND EQUITY				
DEPOSITS	1,032,472,959	1,046,289,670	1,037,576,076	1,052,071,691
INTERBANK AND MONEY MARKET ITEMS, NET	303,162,135	275,059,500	305,746,080	277,245,782
LIABILITY PAYABLE ON DEMAND	7,629,836	3,210,983	7,629,836	3,210,983
LIABILITY TO DELIVER SECURITY	32,545,318	-	32,545,318	-
DERIVATIVES LIABILITIES	24,147,792	26,692,658	24,147,792	26,692,658
DEBT ISSUED AND BORROWINGS (Note 7.7)	109,315,261	108,120,551	88,972,261	88,277,551
BANK'S LIABILITY UNDER ACCEPTANCE	569,975	558,322	569,975	558,322
PROVISIONS (Note 7.8)	6,890,440	6,758,757	6,249,220	6,138,420
DEFERRED TAX LIABILITIES	34,589	32,179	-	-
ACCOUNTS PAYABLE FOR INVESTMENTS	3,688,043	1,118,197	3,688,043	1,118,197
OTHER LIABILITIES	36,800,607	46,927,975	21,150,184	30,658,643
TOTAL LIABILITIES	1,557,256,955	1,514,768,792	1,528,274,785	1,485,972,247
EQUITY				
SHARE CAPITAL				
Authorized share capital				
7,574,143,747 ordinary shares of				
Baht 10 each	75,741,437	75,741,437	75,741,437	75,741,437
Issued and paid-up share capital				
7,355,761,773 ordinary shares of				
Baht 10 each	73,557,618	73,557,618	73,557,618	73,557,618
PREMIUM ON ORDINARY SHARES	52,878,749	52,878,749	52,878,749	52,878,749
OTHER RESERVES	2,584,053	1,981,132	2,561,961	1,958,374
RETAINED EARNINGS				
Appropriated				
Legal reserve	3,584,800	3,584,800	3,584,800	3,584,800
Unappropriated	63,537,550	58,352,894	39,754,670	34,599,439
TOTAL BANK'S EQUITY	196,142,770	190,355,193	172,337,798	166,578,980
NON-CONTROLLING INTEREST	456,312	392,525	-	-
TOTAL EQUITY	196,599,082	190,747,718	172,337,798	166,578,980
TOTAL LIABILITIES AND EQUITY	1,753,856,037	1,705,516,510	1,700,612,583	1,652,551,227

The condensed notes to the financial statements form an integral part of these interim financial statements

(Mr. Noriaki Goto)
President and Chief Executive Officer

(Miss Duangdao Wongpanitkrit)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016

"UNAUDITED"

BAHT : '000

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2016	2015	2016	2015
INTEREST INCOME (Note 7.16)	20,874,858	20,776,348	14,651,624	14,557,874
INTEREST EXPENSES (Note 7.17)	5,882,305	6,919,602	5,733,465	6,549,899
INTEREST INCOME, NET	14,992,553	13,856,746	8,918,159	8,007,975
FEES AND SERVICE INCOME	6,030,670	5,571,522	3,078,650	2,851,932
FEES AND SERVICE EXPENSES	1,486,914	1,279,826	868,274	661,932
FEES AND SERVICE INCOME, NET	4,543,756	4,291,696	2,210,376	2,190,000
GAINS ON TRADING AND FOREIGN EXCHANGE TRANSACTIONS, NET	851,224	441,369	851,777	444,846
GAINS ON INVESTMENTS, NET	199,053	279,355	199,053	279,355
SHARE OF PROFIT FROM INVESTMENT FOR USING EQUITY METHOD	70,871	106,304	-	-
DIVIDEND INCOME	37,970	67,026	3,052,280	67,026
BAD DEBTS RECOVERIES	926,826	717,306	64,670	18,936
GAINS ON SALE PROPERTIES FOR SALE	240,124	144,508	84,573	40,130
OTHER OPERATING INCOME	214,987	214,986	194,900	214,838
TOTAL OPERATING INCOME	22,077,364	20,119,296	15,575,788	11,263,106
OTHER OPERATING EXPENSES				
Employee's expenses	5,160,081	4,574,727	3,714,464	3,315,972
Directors' remuneration	11,207	10,915	10,795	9,870
Premises and equipment expenses	1,748,799	1,696,485	1,370,629	1,309,596
Taxes and duties	630,841	634,862	440,791	454,992
Others	2,578,959	2,404,149	1,431,317	1,319,562
Total other operating expenses	10,129,887	9,321,138	6,967,996	6,409,992
IMPAIRMENT LOSS OF LOANS AND DEBT SECURITIES	5,414,041	5,252,664	2,961,274	2,659,614
PROFIT FROM OPERATING BEFORE INCOME TAX EXPENSES	6,533,436	5,545,494	5,646,518	2,193,500
INCOME TAX EXPENSES	1,319,203	1,166,162	525,535	436,967
NET PROFIT	5,214,233	4,379,332	5,120,983	1,756,533

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016

"UNAUDITED"

BAHT : '000

		CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
		2016	**2015**	**2016**	**2015**
OTHER COMPREHENSIVE INCOME					
Items that will be reclassified subsequently to profit or loss:					
Gain on remeasuring available-for-sales investments		797,296	123,926	797,296	123,926
Loss arising from translating the financial statements of a foreign operation		(704)	(923)	-	-
Income tax relating to components of other comprehensive income		(159,461)	(24,785)	(159,461)	(24,785)
Total other comprehensive income, net		637,131	98,218	637,835	99,141
TOTAL COMPREHENSIVE INCOME		5,851,364	4,477,550	5,758,818	1,855,674
NET PROFIT ATTRIBUTABLE					
Owners of the Bank		5,150,235	4,325,984	5,120,983	1,756,533
Non-controlling interest		63,998	53,348	-	-
		5,214,233	4,379,332	5,120,983	1,756,533
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE					
Owners of the Bank		5,787,577	4,424,479	5,758,818	1,855,674
Non-controlling interest		63,787	53,071	-	-
		5,851,364	4,477,550	5,758,818	1,855,674
EARNINGS PER SHARE OF OWNERS OF THE BANK					
BASIC EARNINGS PER SHARE	**BAHT**	0.70	0.59	0.70	0.24
WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES	**SHARES**	7,355,761,773	7,298,800,972	7,355,761,773	7,298,800,972

The condensed notes to the financial statements form an integral part of these interim financial statements

(Mr. Noriaki Goto)
President and Chief Executive Officer

(Miss Duangdao Wongpanitkrit)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN EQUITY

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016

"UNAUDITED"

BAHT : '000

	CONSOLIDATED FINANCIAL STATEMENTS										
	Owners of the Bank									Non-Controlling Interest	Total
	Issued and Paid-up Share Capital	Premium on Share Capital	Other reserves				Retained Earnings		Total Bank's Equity		
			Asset Appraisal Surplus	Revaluation Surplus on Investments	Foreign Currency Translation	Deficit from Business Combination under Common Control	Appropriated Legal Reserve	Unappropriated			
Balance as of January 1, 2015	60,741,437	13,802,216	6,390,131	947,098	441	-	2,877,700	46,395,844	131,154,867	459,514	131,614,381
Issue of ordinary shares related to business combination	12,816,181	39,076,533	-	-	-	(5,217,755)	-	-	46,674,959	-	46,674,959
Change in revaluation surplus	-	-	(33,680)	-	-	-	-	33,680	-	-	-
Total comprehensive income	-	-	-	99,141	(646)	-	-	4,325,984	4,424,479	53,071	4,477,550
Balance as of March 31, 2015	73,557,618	52,878,749	6,356,451	1,046,239	(205)	(5,217,755)	2,877,700	50,755,508	182,254,305	512,585	182,766,890
Balance as of January 1, 2016	73,557,618	52,878,749	6,243,620	952,099	3,168	(5,217,755)	3,584,800	58,352,894	190,355,193	392,525	190,747,718
Change in revaluation surplus	-	-	(34,421)	-	-	-	-	34,421	-	-	-
Total comprehensive income	-	-	-	637,835	(493)	-	-	5,150,235	5,787,577	63,787	5,851,364
Balance as of March 31, 2016	73,557,618	52,878,749	6,209,199	1,589,934	2,675	(5,217,755)	3,584,800	63,537,550	196,142,770	456,312	196,599,082

The condensed notes to the financial statements form an integral part of these interim financial statements

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN EQUITY (CONTINUED)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016

"UNAUDITED"

BAHT : '000

	THE BANK'S FINANCIAL STATEMENTS							
	Issued and Paid-up Share Capital	Premium on Share Capital	Other reserves			Retained Earnings		Total
			Asset Appraisal Surplus	Revaluation Surplus on Investments	Deficit from Business Combination under Common Control	Appropriated Legal Reserve	Unappropriated	
Balance as of January 1, 2015	60,741,437	13,802,216	6,363,657	947,098	-	2,877,700	27,121,341	111,853,449
Issue of ordinary shares related to business combination	12,816,181	39,076,533	-	-	(5,217,755)	-	-	46,674,959
Change in revaluation surplus	-	-	(33,479)	-	-	-	33,479	-
Total comprehensive income	-	-	-	99,141	-	-	1,756,533	1,855,674
Balance as of March 31, 2015	73,557,618	52,878,749	6,330,178	1,046,239	(5,217,755)	2,877,700	28,911,353	160,384,082
Balance as of January 1, 2016	73,557,618	52,878,749	6,224,030	952,099	(5,217,755)	3,584,800	34,599,439	166,578,980
Change in revaluation surplus	-	-	(34,248)	-	-	-	34,248	-
Total comprehensive income	-	-	-	637,835	-	-	5,120,983	5,758,818
Balance as of March 31, 2016	73,557,618	52,878,749	6,189,782	1,589,934	(5,217,755)	3,584,800	39,754,670	172,337,798

The condensed notes to the financial statements form an integral part of these interim financial statements

(Mr. Noriaki Goto)
President and Chief Executive Officer

(Miss Duangdao Wongpanitkrit)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016

"UNAUDITED"

BAHT : '000

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2016	2015	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES				
Income from operating before income tax expenses	6,533,436	5,545,494	5,646,518	2,193,500
Adjustments to reconcile income to cash received (paid) from operating activities:				
Depreciation and amortization	803,800	811,756	572,298	504,435
Deferred interest expenses	483	690	483	690
Impairment loss of loans and debt securities	5,414,041	5,252,664	2,961,274	2,659,614
Gains on translation in foreign currencies	(3,913,972)	(615,823)	(3,913,972)	(615,823)
Share of profit from investment for using equity method	(70,871)	(106,304)	-	-
Gains on investments	(199,053)	(279,355)	(199,053)	(279,355)
Increase (Decrease) in discount on investments	54,452	(25,566)	54,452	(25,566)
Gains on sales of properties for sale	(240,124)	(144,508)	(84,573)	(40,130)
(Gains) losses on sales of premises and equipment	(3,803)	786	2,665	1,326
Loss on impairment of properties for sale (reversal)	60,275	(96,680)	21,314	(98,295)
Loss on impairment of premises and equipment	-	102	-	-
Loss on impairment of other assets (reversal)	(90,372)	15,367	22,191	44,375
Increase in other reserves	131,683	305,830	103,183	284,955
Interest income, net	(14,992,553)	(13,856,746)	(8,918,159)	(8,007,975)
Income tax refunded	-	16,409	-	-
Interest received	22,277,920	20,979,740	12,172,085	13,129,967
Interest paid	(6,830,831)	(7,409,552)	(6,735,326)	(7,074,670)
Dividend income	(37,970)	(67,026)	(3,052,280)	(67,026)
Dividend received	13,916	67,837	13,916	12,779
Decrease in other accrued expenses	(1,554,383)	(1,082,656)	(1,077,640)	(881,536)
Income tax paid	(137,958)	(113,664)	(88,664)	(68,470)
Income from operations before changes in operating assets and liabilities	7,218,116	9,198,795	(2,499,288)	1,672,795
(Increase) decrease in operating assets				
Interbank and money market items	(27,318,978)	3,820,122	(27,335,384)	3,812,371
Derivatives assets	5,509,179	1,542,475	5,509,179	1,542,475
Current investments - securities for trading	(16,968,495)	790,236	(16,968,495)	1,083,250
Loans to customers	(6,839,588)	3,175,080	820,842	(7,025,859)
Properties for sale	2,106,229	2,223,614	979,057	532,905
Other assets	2,993,351	(3,419,628)	3,201,599	(3,738,920)

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016

"UNAUDITED"

BAHT : '000

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2016	**2015**	**2016**	**2015**
CASH FLOWS FROM OPERATING ACTIVITIES (CONTINUED)				
Increase (decrease) in operating liabilities				
Deposits	(13,130,080)	26,793,840	(13,808,984)	26,448,206
Interbank and money market items	33,270,922	(47,196,195)	33,668,585	(47,129,986)
Liability payable on demand	4,457,608	2,705,652	4,457,608	2,705,652
Derivatives liabilities	(2,533,848)	456,225	(2,533,848)	456,225
Other liabilities	(8,343,330)	(832,717)	(7,477,156)	617,987
Net cash from operating activities	(19,578,914)	(742,501)	(21,986,285)	(19,022,899)
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from sales of investments in securities	54,611,801	46,302,747	54,611,802	46,302,747
Cash paid for purchases of investments in securities	(37,997,413)	(15,889,668)	(37,997,413)	(15,889,668)
Dividend received from subsidiaries	-	-	3,014,310	-
Proceeds from sales of premises and equipment	20,399	96,442	684	2,405
Cash paid for purchases of premises and equipment	(742,945)	(516,711)	(566,510)	(338,749)
Cash paid for purchases of other assets	(301,781)	(355,727)	(277,414)	(311,926)
Net cash from investing activities	15,590,061	29,637,083	18,785,459	29,764,809
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from debts issued and borrowings	71,450,000	85,354,153	70,950,000	84,809,300
Cash paid for repayment of debts issued and borrowings	(70,255,290)	(118,775,895)	(70,255,290)	(99,819,909)
Proceeds from business combination	-	71,767	-	71,767
Cash paid for repayment of liabilities under finance lease agreements	(7,495)	(8,537)	(7,495)	(8,537)
Net cash from financing activities	1,187,215	(33,358,512)	687,215	(14,947,379)
Total	(2,801,638)	(4,463,930)	(2,513,611)	(4,205,469)
Gains arising from translating the financial statements of a foreign operation	(492)	(646)	-	-
Effect of exchange rate change on cash	(11,530)	(43,900)	(11,529)	(43,900)
Net decrease in cash and cash equivalents	(2,813,660)	(4,508,476)	(2,525,140)	(4,249,369)
Cash and cash equivalents as at January 1,	35,468,254	34,198,183	33,595,831	31,077,762
Cash and cash equivalents as at March 31,	32,654,594	29,689,707	31,070,691	26,828,393

The condensed notes to the financial statements form an integral part of these interim financial statements

(Mr. Noriaki Goto)
President and Chief Executive Officer

(Miss Duangdao Wongpanitkrit)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
THE CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016
"UNAUDITED"

1. GENERAL INFORMATION

Bank of Ayudhya Public Company Limited ("the Bank") is a public company registered in the Kingdom of Thailand with its head office located at 1222 Rama III Road, Bang Phongphang Subdistrict, Yannawa District, Bangkok. The Bank's main business is commercial banking and the Bank conducts its business through a network of branches throughout Thailand and other countries. The immediate and ultimate parent company of the Bank are The Bank of Tokyo-Mitsubishi UFJ, Ltd. and Mitsubishi UFJ Financial Group, Inc., respectively, both companies are registered in Japan. The Ministry of Commerce granted approval for the Bank and its subsidiaries to operate businesses under Foreign Business Act B.E. 2542 on September 26, 2014. As at March 31, 2016 and December 31, 2015, the Bank has 16 subsidiaries.

2. BASIS FOR PREPARATION OF THE CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS

2.1 The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard No. 34 (Revised 2015), "Interim Financial Reporting" and the regulation of the Thai Securities and Exchange Commission (SEC) and the Stock Exchange of Thailand (SET), where the Presentation in accordance with the Bank of Thailand ("BOT")'s Notification Sor.Nor.Sor. 21/2558 regarding the Preparation and Announcement of Financial Statements of Commercial Banks and Holding Companies of Financial Industry dated December 4, 2015.

The interim financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies.

The interim financial statements are presented in Thai Baht, which is the Bank's functional currency. All financial information presented in Thai Baht has been rounded in the financial statements to the nearest thousand and in the notes to financial statements to the nearest million unless otherwise stated.

The Bank prepares its interim financial statements in the Thai language in conformity with Thai Financial Reporting Standards and the Notifications noted above. However, for convenience of readers, the Bank also prepares its interim financial statements in English language, by translating from the Thai version.

Certain financial information which is normally included in the financial statements prepared in accordance with Thai Financial Reporting Standards, but which is not required for interim reporting purposes, has been omitted. In addition, interim financial statements should be read in conjunction with the financial statements and notes thereto included in the audited financial statements for the year ended December 31, 2015.

The consolidated and the Bank's statements of financial position as at December 31, 2015, presented herein as comparative information, have been derived from the consolidated and the Bank's financial statements for the year then ended which have been audited.

The results of operations for the three-month period ended March 31, 2016 are not necessarily indicative of the operating results anticipated for the full year.

The preparation of interim financial statements in conformity with Thai Financial Reporting Standards also requires management to exercise judgment in order to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent assets and liabilities. The actual results may differ from such estimates.

2.2 The consolidated financial statements included the accounts of the head office and all branches of the Bank and its subsidiaries. These subsidiaries are as follows:

	Business Type	**Place of incorporation and operation**	**Proportion of ownership interest and voting power held by the Bank (%) As at March 31, 2016**	**December 31, 2015**
Subsidiaries				
Ayudhya Development Leasing Company Limited	Leasing and hire-purchase	Thailand	99.99	99.99
Ayudhya Capital Auto Lease Public Company Limited	Hire-purchase and auto leasing	Thailand	100.00	100.00
Ngern Tid Lor Company Limited (formerly CFG Services Company Limited)	Hire-purchase and motorcycle loans	Thailand	100.00	100.00
Ayudhya Card Services Company Limited(1)	Credit cards and personal loans	Thailand	100.00	100.00
Ayudhya Capital Services Company Limited	Credit cards and personal loans	Thailand	100.00	100.00
General Card Services Limited	Credit cards and personal loans	Thailand	100.00	100.00
Krungsriayudhya Card Company Limited	Credit cards and personal loans	Thailand	100.00	100.00
Siam Realty and Services Company Limited	Car rental services and personnel services	Thailand	100.00	100.00
Total Service Solutions Public Company Limited	Collection services	Thailand	100.00	100.00
Krungsri Asset Management Company Limited	Fund management	Thailand	76.59	76.59
Krungsri Ayudhya AMC Limited	Asset management	Thailand	100.00	100.00
Krungsri Securities Public Company Limited	Securities	Thailand	98.71	98.71
Krungsri Factoring Company Limited	Factoring	Thailand	100.00	100.00
Krungsri Life Assurance Broker Limited(2)	Life assurance broker	Thailand	100.00	100.00
Krungsri General Insurance Broker Limited(2)	General insurance broker	Thailand	100.00	100.00
Krungsri Leasing Services Company Limited(3)	Hire-purchase, leasing and sales finance	Lao PDR	70.00	70.00

(1) Subsidiary is in the process of liquidation.
(2) Indirectly holding via Ayudhya Capital Services Company Limited of 100%
(3) Indirectly holding via Ayudhya Capital Services Company Limited of 35% and Ayudhya Capital Auto Lease Public Company Limited of 35%

All material intercompany transactions and balances have been eliminated.

3. ADOPTION OF NEW AND REVISED THAI FINANCIAL REPORTING STANDARDS

Since January 1, 2016, the Bank and its subsidiaries have adopted the new and revised Thai Financial Reporting Standards (TFRSs) issued by the Federation of Accounting Professions, which are effective for the financial statements for the accounting periods beginning on or after January 1, 2016. Thai Financial Reporting Standards which are related to the Bank and its subsidiaries are as follows:

Thai Accounting Standards (TAS)

TAS 1 (Revised 2015)	Presentation of Financial Statements
TAS 7 (Revised 2015)	Statement of Cash Flows
TAS 8 (Revised 2015)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (Revised 2015)	Events After the Reporting Period
TAS 12 (Revised 2015)	Income Taxes
TAS 16 (Revised 2015)	Property, Plant and Equipment
TAS 17 (Revised 2015)	Leases
TAS 18 (Revised 2015)	Revenue
TAS 19 (Revised 2015)	Employee Benefits
TAS 21 (Revised 2015)	The Effects of Changes in Foreign Exchange Rate
TAS 24 (Revised 2015)	Related Party Disclosures
TAS 27 (Revised 2015)	Separate Financial Statements
TAS 28 (Revised 2015)	Investments in Associates and Joint Ventures
TAS 33 (Revised 2015)	Earnings per Share
TAS 34 (Revised 2015)	Interim Financial Reporting
TAS 36 (Revised 2015)	Impairment of Assets
TAS 37 (Revised 2015)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (Revised 2015)	Intangible Assets

Thai Financial Reporting Standards (TFRS)

TFRS 3 (Revised 2015)	Business Combinations
TFRS 5 (Revised 2015)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 8 (Revised 2015)	Operating Segments
TFRS 10 (Revised 2015)	Consolidated Financial Statements
TFRS 11 (Revised 2015)	Joint Arrangements
TFRS 12 (Revised 2015)	Disclosure of Interests in Other Entities
TFRS 13 (Revised 2015)	Fair Value Measurement

Thai Standards Interpretations (TSI)

TSI 15 (Revised 2015)	Operating Leases - Incentives
TSI 27 (Revised 2015)	Evaluating the Substance of Transactions in the Legal Form of a Lease
TSI 31 (Revised 2015)	Revenue - Barter Transactions Involving Advertising Services
TSI 32 (Revised 2015)	Intangible Assets - Web Site Costs

Thai Financial Reporting Standard Interpretations (TFRI)

TFRI 1 (Revised 2015)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRI 4 (Revised 2015)	Determining whether an Arrangement contains a Lease
TFRI 5 (Revised 2015)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds

Thai Financial Reporting Standard Interpretations (TFRI) (Continued)

TFRI 10 (Revised 2015)	Interim Financial Reporting and Impairment
TFRI 13 (Revised 2015)	Customer Loyalty Programmes
TFRI 14 (Revised 2015)	TAS 19 (Revised 2014) - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRI 17 (Revised 2015)	Distributions of Non – cash Assets to Owners
TFRI 18 (Revised 2015)	Transfers of Assets from Customers
TFRI 21 (Revised 2015)	Levies

The above TFRSs have no material impact to the Bank and its subsidiaries' financial statements.

4. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the annual financial statements for the year ended December 31, 2015.

5. ESTIMATED FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received from sell an asset or paid for transfer a liability in an orderly transaction between market participants at the measurement date in the principal market or, in the absence of a principal market, the most a liquid market where the Bank and its subsidiaries are able to access.

Fair value measurement of financial instruments are determined according to the following hierarchy:

Level 1 - Quoted price (unadjusted) in active market for identical assets or liabilities that the Bank and its subsidiaries can access at the measurement date

Level 2 - Quoted price in active market for similar assets or liabilities, the quoted price for identical or similar assets in inactive market and other valuation technique where significant inputs used to measure the fair value are observable

Level 3 - Using techniques where significant inputs used to measure the fair value are unobservable

Financial instruments measured at fair value

Classification of financial instruments measured at fair value by the level of fair value hierarchy as at March 31, 2016 and December 31, 2015 are summarized as follows:

Unit: Million Baht

	CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS March 31, 2016			
	Fair value			Carrying amount
	Level 1	Level 2	Total fair value	
Derivatives assets - trading book	-	26,644	26,644	26,644
Trading investments	53	9,330	9,383	9,383
Available-for-sale investment	2,528	90,223	92,751	92,751
Derivative liabilities - trading book	-	21,733	21,733	21,733

Unit: Million Baht

	CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS December 31, 2015			
	Fair value			Carrying amount
	Level 1	Level 2	Total fair value	
Derivatives assets - trading book	-	28,910	28,910	28,910
Trading investments	-	1,075	1,075	1,075
Available-for-sale investment	1,519	106,237	107,756	107,756
Derivative liabilities - trading book	-	25,794	25,794	25,794

There are no transfers of financial assets and liabilities measured at fair value between level 1 and level 2 during the three-month period ended March 31, 2016.

Valuation technique for financial instrument measured at fair value are as follows:

Derivative - trading book

The valuation techniques using to determine the fair value of derivatives is dependent on the type of instrument and available market data used to measure the fair value. These valuation techniques include discounted cash flow model, option pricing model and other standards model commonly used by market participants. The data used in the valuation is the observable input e.g. interest rate, forward exchange rate. Credit valuation adjustments are also made against the valuation of derivative products to reflect the possibility that the counterparty may default and the Bank may not receive the full market value of the transactions.

Investments

Investment in domestic debt securities listed in Thai Bond Market Association ("ThaiBMA"), discounted cash flow using ThaiBMA yield curve as the discounted rate to determine the fair value.

Equity securities traded in the Stock Exchange of Thailand ("SET"), the fair value is determined by using the last bid price of SET.

Investment in unit trust not listed in SET, the fair value is determined by using the net asset value at the reporting date announced by the asset management company.

6. CAPITAL FUND

The Bank maintains the internal capital adequacy assessment process in accordance with the supervisory review process of the Bank of Thailand and monitors on a regular basis to ensure that the current and future capital requirements are aligned with the risk appetite in the Financial Business Group and the Bank.

The Financial Business Group and the Bank maintain their capital funds in accordance with the criteria, methodologies and conditions prescribed by the Bank of Thailand which is in line with the Basel III. As at March 31, 2016 and December 31, 2015, the capital funds and capital adequacy ratios of the Consolidated Supervision and the Bank are as follows:

Unit : Million Baht

	Basel III Consolidated Supervision	
	March 31, 2016	**December 31, 2015**
Common Equity Tier 1 capital		
Issued and paid-up share capital	73,558	73,558
Premium on share capital	52,879	52,879
Statutory reserve	3,585	3,585
Unappropriated retained earning	48,663	48,663
Other comprehensive income	7,190	6,514
Owner changes - other	(5,218)	(5,218)
Less Deduction items from Common Equity Tier 1	(18,272)	(17,672)
Total Common Equity Tier 1 capital	162,385	162,309
Additional Tier 1	1,190	1,346
Total Tier 1 capital	163,575	163,655
Tier 2 capital	29,841	28,911
Total capital fund	193,416	192,566
Total risk weighted assets	1,344,306	1,327,814

Capital adequacy ratio (%)

	BOT regulatory Minimum requirement*		Basel III Consolidated Supervision	
	March 31, 2016	**December 31, 2015**	**March 31, 2016**	**December 31, 2015**
Total Common Equity Tier 1 capital / Total risk weighted assets	5.125	4.5	12.08	12.22
Total Tier 1 capital / Total risk weighted assets	6.625	6.0	12.17	12.33
Total capital / Total risk weighted assets	9.125	8.5	14.39	14.50
Capital after deducting capital add-on arising from Single Lending Limit (Million Baht)			193,416	192,566
Capital ratio after deducting capital add-on arising from Single Lending Limit			14.39	14.50

*Since January 1, 2016, the BOT required the Commercial Banks to gradually increase and maintain the Conservation Buffer at a fixed rate of 0.625 percent per annum until it reaches 2.5 percent by January 1, 2019.

	Unit : Million Baht	
	Basel III	
	The Bank	
	March 31, 2016	**December 31, 2015**
Common Equity Tier 1 capital		
Issued and paid-up share capital	73,558	73,558
Premium on share capital	52,879	52,879
Statutory reserve	3,585	3,585
Unappropriated retained earning	24,376	24,376
Other comprehensive income	7,256	6,581
Owner changes - other	(5,218)	(5,218)
Less Deduction items from Common Equity Tier 1	(9,926)	(9,578)
Total Common Equity Tier 1 capital	146,510	146,183
Additional Tier 1	-	-
Total Tier 1 capital	146,510	146,183
Tier 2 capital	20,674	20,081
Total capital fund	167,184	166,264
Total risk weighted assets	1,239,381	1,219,813

Capital adequacy ratio (%)

	BOT regulatory Minimum requirement*		**Basel III The Bank**	
	March 31, 2016	**December 31, 2015**	**March 31, 2016**	**December 31, 2015**
Total Common Equity Tier 1 capital / Total risk weighted assets	5.125	4.5	11.82	11.98
Total Tier 1 capital / Total risk weighted assets	6.625	6.0	11.82	11.98
Total capital / Total risk weighted assets	9.125	8.5	13.49	13.63
Capital after deducting capital add-on arising from Single Lending Limit (Million Baht)			167,184	166,264
Capital ratio after deducting capital add-on arising from Single Lending Limit			13.49	13.63

*Since January 1, 2016, the BOT required the Commercial Banks to gradually increase and maintain the Conservation Buffer at a fixed rate of 0.625 percent per annum until it reaches 2.5 percent by January 1, 2019.

Disclosure of capital maintenance information of the Financial Business Group and the Bank under the Bank of Thailand's Notification regarding the Disclosure of the Capital Requirement of the Financial Business Group and regarding the Disclosure of the Capital Requirement of Commercial Banks with details as follows:

Location of disclosure	www.krungsri.com
Date of disclosure	April 27, 2016
Information as at	December 31, 2015

7. ADDITIONAL INFORMATION

7.1 Additional information of cash flows

7.1.1 Non-cash transactions of premises and equipment for the three-month periods ended March 31, 2016 and 2015 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2016	**2015**	**2016**	**2015**
Premises and equipment payable at the beginning of the periods	737	555	579	455
Purchases of premises and equipment	238	467	175	357
Less Cash payment	(743)	(517)	(567)	(339)
Premises and equipment payable at the end of the periods	232	505	187	473

7.1.2 Non-cash transactions of computer software for the three-month periods ended March 31, 2016 and 2015 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2016	**2015**	**2016**	**2015**
Computer software payable at the beginning of the periods	300	300	286	283
Purchases of computer software	80	523	56	482
Less Cash payment	(302)	(356)	(277)	(312)
Computer software payable at the end of the periods	78	467	65	453

7.1.3 Others non-cash transactions for the three-month periods ended March 31, 2016 and 2015 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2016	**2015**	**2016**	**2015**
Increase in revaluation surplus on investments	797	124	797	124
Accumulated depreciation of premises appraisal deducted from premises revaluation surplus	43	42	43	42
Properties for sale debt repayment	1,747	1,823	829	373

7.1.4 On January 5, 2015, the Bank has completed the business transfer of The Bank of Tokyo-Mitsubishi UFJ, Ltd. - Bangkok Branch ("BTMU's Bangkok Branch"), then allotted 1,281,618,026 newly issued ordinary shares as a private placement to The Bank of Tokyo-Mitsubishi UFJ, Ltd. ("BTMU") with the par value of Baht 10 per share and the offering price of Baht 40.49 per share as consideration and/or exchange for the transfer of business of BTMU's Bangkok Branch in accordance with the approval by the Board of Directors Meeting No.12/2014 held on December 17, 2014 under the resolution of the Extraordinary General Meeting of Shareholders No. 1/2013 held on October 31, 2013 to approve the private placement of not more than 1,500,000,000 newly issued ordinary shares with the par value of Baht 10 per share.

Book value of assets and liabilities of BTMU's Bangkok Branch of each item are as follows:

	Unit: Million Baht
Assets	
Cash	72
Interbank and money market items - net	115,012
Derivative assets	20,903
Investments - net	80,341
Loans to customers and accrued interest receivables - net	231,419
Others	1,064
	448,811
Liabilities	
Deposits	146,865
Interbank and money market items - net	216,837
Derivative liabilities	16,373
Debt issued and borrowings	19,691
Others	2,370
	402,136
Net assets	46,675
Deficit from business combination under common control	5,218
Purchase price	51,893

7.1.5 Realized and unrealized gains (losses) on foreign exchange

In the preparation of cash flows statements, realized gains (losses) on foreign exchange are based on a cash basis. Unrealized gains (losses) on foreign exchange are based on the translation difference of assets and liabilities in foreign currencies as described in the accounting policies. It is presented as an adjustment to reconcile income before tax to cash received (paid) from operating activities.

7.2 Investments, net

Investments, net as at March 31, 2016 and December 31, 2015 consisted of the following:

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

	March 31, 2016				December 31, 2015			
	Cost/ Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value	Cost/ Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
Securities for Trading								
Government and state enterprise securities	9,331	-	(1)	9,330	1,074	1	-	1,075
Domestic marketable equity securities	54	-	(1)	53	-	-	-	-
	9,385	-	(2)	9,383	1,074	1	-	1,075
Add (Less) Revaluation allowance	(2)			-	1			-
Total	9,383			9,383	1,075			1,075
Securities Available-for-Sale								
Government and state enterprise securities	73,881	848	-	74,729	90,425	705	(1)	91,129
Private sector's debt securities	13,491	786	-	14,277	13,468	535	-	14,003
Domestic marketable equity securities	3,740	565	(212)	4,093	3,021	467	(516)	2,972
	91,112	2,199	(212)	93,099	106,914	1,707	(517)	108,104
Add Revaluation allowance	1,987			-	1,190			-
Less Allowance for impairment	(348)			(348)	(348)			(348)
Total	92,751			92,751	107,756			107,756
Securities Held-to-Maturity								
Private sector's debt securities	50				50			
Investment in accounts receivable	945				1,020			
	995				1,070			
Less Allowance for impairment	(64)				(64)			
Total	931				1,006			
Securities for General Investments								
Domestic non-marketable equity securities	372				377			
Foreign non-marketable equity securities	32				31			
	404				408			
Less Allowance for impairment	(218)				(218)			
Total	186				190			
Total Investments, net	103,251				110,027			

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS							
	March 31, 2016				December 31, 2015			
	Cost/ Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value	Cost/ Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
Securities for Trading								
Government and state enterprise securities	9,331	-	(1)	9,330	1,074	1	-	1,075
Domestic marketable equity securities	54	-	(1)	53	-	-	-	-
	9,385	-	(2)	9,383	1,074	1	-	1,075
Add (Less) Revaluation allowance	(2)			-	1			-
Total	9,383			9,383	1,075			1,075
Securities Available-for-Sale								
Government and state enterprise securities	73,881	848	-	74,729	90,425	705	(1)	91,129
Private sector's debt securities	13,148	786	-	13,934	13,125	535	-	13,660
Domestic marketable equity securities	3,740	565	(212)	4,093	3,021	467	(516)	2,972
	90,769	2,199	(212)	92,756	106,571	1,707	(517)	107,761
Add Revaluation allowance	1,987			-	1,190			-
Less Allowance for impairment	(5)			(5)	(5)			(5)
Total	92,751			92,751	107,756			107,756
Securities Held-to-Maturity								
Private sector's debt securities	50				50			
Investment in accounts receivable	945				1,020			
	995				1,070			
Less Allowance for impairment	(64)				(64)			
Total	931				1,006			
Securities for General Investments								
Domestic non-marketable equity securities	339				344			
Foreign non-marketable equity securities	32				31			
	371				375			
Less Allowance for impairment	(201)				(202)			
Total	170				173			
Total Investments, net	103,235				110,010			

As at March 31, 2016 and December 31, 2015, the Bank and its subsidiaries had investments in general investments in the consolidated and the Bank's financial statements of 3 companies and 1 company, respectively, subject to being delisted from the SET, with cost of Baht 12 million and market price of Baht 0.

7.3 Investments in subsidiaries, associates and joint ventures, net

Investments in subsidiaries, associates and joint ventures, net as at March 31, 2016 and December 31, 2015 consisted of the following:

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS							
				March 31, 2016			
Company Name	**Business Type**	**Securities Investment Type**	**Registered Share Capital**	**Proportion of Ownership Interest and Voting Power Held by the Bank (%)**	**Investment (Cost)**	**Investment (Equity Method)**	**Dividend**
Joint ventures							
Tesco Card Services Limited [(1)]	Credit cards and personal loans	Common Stock	2,080	50.00	1,040	1,461	-
Tesco Life Assurance Broker Limited [(2)]	Life assurance Broker	Common Stock	12	50.00	-	55	-
Tesco General Insurance Broker Limited [(2)]	General insurance broker	Common Stock	107	50.00	-	130	-
Associate							
Metro Designee Company Limited[(3)]	Special Purpose vehicle	Common Stock	-	22.00	-	-	-
Investments in associate and joint ventures, net					1,040	1,646	-

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS							
				December 31, 2015			
Company Name	**Business Type**	**Securities Investment Type**	**Registered Share Capital**	**Proportion of Ownership Interest and Voting Power Held by the Bank (%)**	**Investment (Cost)**	**Investment (Equity Method)**	**Dividend**
Joint ventures							
Tesco Card Services Limited [(1)]	Credit cards and personal loans	Common Stock	2,080	50.00	1,040	1,404	-
Tesco Life Assurance Broker Limited [(2)]	Life assurance Broker	Common Stock	12	50.00	-	55	-
Tesco General Insurance Broker Limited [(2)]	General insurance broker	Common Stock	107	50.00	-	117	-
Associate							
Metro Designee Company Limited [(3)]	Special Purpose vehicle	Common Stock	-	22.00	-	-	-
Investments in associate and joint ventures, net					1,040	1,576	-

(1) Indirect holding via Ayudhya Capital Services Company Limited

(2) Indirect holding via Tesco Card Services Limited

(3) The company which was established for the transfer of the throughout rights as per the concession agreement between Mass Rapid Transit Authority of Thailand (“MRT”) and Bangkok Expressway and Metro Public Company Limited (“BEM”) (the Company is the result of the amalgamation between Bangkok Expressway Public Company Limited (“BECL”) and Bangkok Metro Public Company Limited (“BMCL”)) in case BEM breaches agreement with MRT or BEM breaches the loan agreement with the creditor group.

Unit: Million Baht

Company Name	Business Type	Securities Investment Type	Registered Share Capital	Proportion of Ownership Interest and Voting Power Held by the Bank (%)	Investment (Cost)	Dividend
		THE BANK'S FINANCIAL STATEMENTS March 31, 2016				
Subsidiaries						
Ayudhya Development Leasing Company Limited	Leasing and hire- purchase	Common stock	3,705	99.99	3,929	-
Ayudhya Capital Auto Lease Public Company Limited	Hire-purchase and auto leasing	Common stock	25,545	100.00	19,880	3,014
Ngern Tid Lor Company Limited (Formerly CFG Services Company Limited)	Hire-purchase and motorcycle loans	Common stock	2,290	100.00	2,126	-
		Preferred stock			1	-
Ayudhya Card Services Company Limited [(1)]	Credit cards and personal loans	Common stock	180	100.00	-	-
Ayudhya Capital Services Company Limited	Credit cards and personal loans	Common stock	5,925	100.00	11,941	-
General Card Services Limited	Credit cards and personal loans	Common stock	2,058	100.00	2,181	-
Krungsriayudhya Card Company Limited	Credit cards and personal loans	Common stock	5,906	100.00	6,275	-
Siam Realty and Services Company Limited	Car rental services and personnel services	Common stock	100	100.00	100	-
Total Services Solutions Public Company Limited	Collection services	Common stock	401	100.00	1,614	-
Krungsri Asset Management Company Limited	Fund management	Common stock	350	76.59	205	-
Krungsri Ayudhya AMC Limited	Asset management	Common stock	2,700	100.00	4,565	-
Krungsri Securities Public Company Limited	Securities	Common stock	600	98.71	731	-
Krungsri Factoring Company Limited	Factoring	Common stock	300	100.00	300	-
Associated Company						
Metro Designee Company Limited [(2)]	Special purpose vehicle	Common stock	-	22.00	-	-
Investments in subsidiaries and associated company					53,848	3,014
Less Allowance for impairment					(4,952)	-
Investments in subsidiaries and associated company, net					48,896	3,014

(1) Subsidiary is in the process of liquidation.

(2) The company which was established for the transfer of the throughout rights as per the concession agreement between MRT and BEM in case BEM breaches agreement with MRT or BEM breaches the loan agreement with the creditor group**.**

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

December 31, 2015

Company Name	Business Type	Securities Investment Type	Registered Share Capital	Proportion of Ownership Interest and Voting Power Held by the Bank (%)	Investment (Cost)	Dividend
Subsidiaries						
Ayudhya Development Leasing Company Limited	Leasing and hire- purchase	Common stock	3,705	99.99	3,929	-
Ayudhya Capital Auto Lease Public Company Limited	Hire-purchase and auto leasing	Common stock	25,545	100.00	19,880	4,068
Ngern Tid Lor Company Limited (Formerly CFG Services Company Limited)	Hire-purchase and motorcycle loans	Common stock	2,290	100.00	2,126	-
		Preferred stock			1	300
Ayudhya Card Services Company Limited [1]	Credit cards and personal loans	Common stock	180	100.00	-	-
Ayudhya Capital Services Company Limited	Credit cards and personal loans	Common stock	5,925	100.00	11,941	-
General Card Services Limited	Credit cards and personal loans	Common stock	2,058	100.00	2,181	-
Krungsriayudhya Card Company Limited	Credit cards and personal loans	Common stock	5,906	100.00	6,275	-
Siam Realty and Services Company Limited	Car rental services and personnel services	Common stock	100	100.00	100	-
Total Services Solutions Public Company Limited	Collection services	Common stock	401	100.00	1,614	-
Krungsri Asset Management Company Limited	Fund management	Common stock	350	76.59	205	938
Krungsri Ayudhya AMC Limited	Asset management	Common stock	2,700	100.00	4,565	-
Krungsri Securities Public Company Limited	Securities	Common stock	600	98.71	731	-
Krungsri Factoring Company Limited	Factoring	Common stock	300	100.00	300	-
Associated Company						
Metro Designee Company Limited [2]	Special purpose vehicle	Common stock	-	22.00	-	-
Investments in subsidiaries and associated company					53,848	5,306
Less Allowance for impairment					(4,952)	-
Investments in subsidiaries and associated company, net					48,896	5,306

(1) Subsidiary is in the process of liquidation.

(2) The company which was established for the transfer of the throughout rights as per the concession agreement between MRT and BEM in case BEM breaches agreement with MRT or BEM breaches the loan agreement with the creditor group.

DISCLOSURE OF THE STATEMENTS OF CASH FLOWS OF ASSET MANAGEMENT COMPANY

KRUNGSRI AYUDHYA AMC LIMITED
STATEMENTS OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016
"UNAUDITED"

Unit: Million Baht

	2016	**2015**
Cash flows from operating activities		
Income before income tax	53	60
Adjustments to reconcile income to cash provided (paid) from operating activities		
Bad debt and doubtful accounts	1	4
Loss on impairment of properties for sale	1	-
Gain on sales of properties for sale	(29)	(41)
Employment benefits expenses	4	4
Interest income, net	(26)	(28)
Interest received	26	28
Income tax paid	(3)	(63)
Income (loss) from operations before changes in operating assets and liabilities	27	(36)
(Increase) decrease in operating assets		
Investment in receivables	16	4
Loans to customers	4	2
Properties for sale	96	123
Other assets	(27)	7
Increase in operating liabilities		
Other liabilities	5	53
Net cash from operating activities	121	153
Cash flows from investing activities		
Net cash from investing activities	-	-
Cash flows from financing activities		
Net cash from financing activities	-	-
Net increase in cash and cash equivalents	121	153
Cash and cash equivalents as at January 1,	458	1,451
Cash and cash equivalents as at March 31,	579	1,604

7.4 Loans to customers and accrued interest receivables, net

Loans to customers and accrued interest receivables, net as at March 31, 2016 and December 31, 2015 are as follows:

(1) Classified by products

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	March 31, 2016	**December 31, 2015**	**March 31, 2016**	**December 31, 2015**
Overdrafts	53,419	54,637	53,316	54,532
Loan against contract	661,743	649,911	739,644	744,533
Trade bill	256,683	269,242	257,732	270,382
Hire-purchase receivable	318,932	309,212	183,730	164,227
Lease contract receivable	13,413	13,825	2,816	2,578
Credit card receivable	46,108	53,310	-	-
Others	3,778	3,422	2,874	2,454
Total	1,354,076	1,353,559	1,240,112	1,238,706
Less Deferred revenue	(51,896)	(50,105)	(29,944)	(27,093)
Loans to customers after deferred revenue, net	1,302,180	1,303,454	1,210,168	1,211,613
Add Accrued interest receivables	3,758	3,573	2,487	2,359
Loans to customers and accrued interest receivable after deferred revenue, net	1,305,938	1,307,027	1,212,655	1,213,972
Less Allowance for doubtful accounts				
1) BOT requirement :				
- Individual approach	(24,126)	(22,966)	(18,725)	(17,621)
- Collective approach	(6,925)	(6,912)	(3,810)	(3,428)
2) Surplus reserve	(14,330)	(13,340)	(5,831)	(5,238)
Less Revaluation allowance for debt restructuring	(1,445)	(1,726)	(391)	(412)
Total loans to customers, net	1,259,112	1,262,083	1,183,898	1,187,273

(2) Classified by currency and residence of debtors

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS					
	March 31, 2016			December 31, 2015		
	Domestic	Foreign	Total	Domestic	Foreign	Total
Baht	1,228,086	11,151	1,239,237	1,228,060	10,948	1,239,008
US Dollar	52,153	5,336	57,489	53,126	6,236	59,362
Other currencies	2,230	3,224	5,454	1,915	3,169	5,084
Total	1,282,469	19,711	1,302,180	1,283,101	20,353	1,303,454

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS					
	March 31, 2016			December 31, 2015		
	Domestic	Foreign	Total	Domestic	Foreign	Total
Baht	1,136,230	11,151	1,147,381	1,136,251	10,948	1,147,199
US Dollar	52,153	5,227	57,380	53,126	6,232	59,358
Other currencies	2,230	3,177	5,407	1,915	3,141	5,056
Total	1,190,613	19,555	1,210,168	1,191,292	20,321	1,211,613

(3) Classified by business type and classification

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS					
	March 31, 2016					
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	13,771	597	94	123	764	15,349
Manufacturing and trading	334,100	17,705	2,055	2,076	5,112	361,048
Real estate and construction	74,154	2,925	742	567	1,200	79,588
Public utilities and services	141,597	5,079	419	506	4,271	151,872
Housing loans	164,168	2,025	920	1,376	2,165	170,654
Others	490,037	23,000	5,214	2,870	2,548	523,669
Total	1,217,827	51,331	9,444	7,518	16,060	1,302,180

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS					
	December 31, 2015					
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	13,747	1,104	86	109	764	15,810
Manufacturing and trading	336,142	14,798	2,675	2,714	3,442	359,771
Real estate and construction	74,491	2,923	915	691	880	79,900
Public utilities and services	140,557	4,879	481	524	1,836	148,277
Housing loans	154,115	1,881	1,102	1,269	1,790	160,157
Others	503,753	22,825	5,565	3,105	4,291	539,539
Total	1,222,805	48,410	10,824	8,412	13,003	1,303,454

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS					
	March 31, 2016					
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	13,698	583	94	123	124	14,622
Manufacturing and trading	333,858	17,379	2,006	2,046	4,355	359,644
Real estate and construction	74,154	2,925	742	567	1,196	79,584
Public utilities and services	141,368	4,842	230	419	1,716	148,575
Housing loans	164,168	2,025	919	1,376	2,129	170,617
Others	421,956	10,258	2,105	1,737	1,070	437,126
Total	1,149,202	38,012	6,096	6,268	10,590	1,210,168

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS					
	December 31, 2015					
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	13,682	1,104	86	109	118	15,099
Manufacturing and trading	336,006	14,550	2,625	2,681	2,702	358,564
Real estate and construction	74,419	2,839	915	669	872	79,714
Public utilities and services	140,523	4,879	481	524	1,439	147,846
Housing loans	154,115	1,881	1,102	1,270	1,748	160,116
Others	436,808	9,180	1,969	1,649	668	450,274
Total	1,155,553	34,433	7,178	6,902	7,547	1,211,613

(4) Classified by type of classification

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS			
	March 31, 2016			
	Loans to Customers and Accrued Interest Receivables	Outstanding Balance Use for Calculation Allowance	% Use for Calculation Allowance(3)	Allowance for Doubtful Accounts(4)
1. Minimum allowance per BOT guideline				
Normal	1,221,364	831,113	1	9,147
Special mention	51,550	38,461	2, 13	4,067
Substandard	9,444	6,762	50, 100	5,673
Doubtful	7,518	4,292	47, 100	3,811
Doubtful of loss	16,062	7,214	100	8,353
Total	1,305,938	887,842		31,051(1)
2. Surplus Reserve				14,330(2)
Total				45,381

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS			
	December 31, 2015			
	Loans to Customers and Accrued Interest Receivables	**Outstanding Balance Use for Calculation Allowance**	**% Use for Calculation Allowance[3]**	**Allowance for Doubtful Accounts[4]**
1. Minimum allowance per BOT guideline				
Normal	1,226,187	845,656	1	9,204
Special mention	48,598	36,427	2, 13	3,802
Substandard	10,824	7,229	52, 100	6,255
Doubtful	8,412	4,692	49, 100	4,271
Doubtful of loss	13,006	5,459	100	6,346
Total	1,307,027	899,463		29,878[1]
2. Surplus Reserve				13,340[2]
Total				43,218

[1] Including allowance for doubtful accounts on a collective approach for hire-purchase loans as at March 31, 2016 and December 31, 2015, of Baht 6,925 million and Baht 6,912 million, respectively.

[2] Including allowance for doubtful accounts of loans granted to subsidiaries as at March 31, 2016 and December 31, 2015, at the rate of 1% of Baht 130,324 million and Baht 145,769 million equal to Baht 1,303 million and Baht 1,458 million, respectively, which are not eliminated but treated as surplus reserve in the consolidated financial statements.

[3] % set up are the minimum rates required by the Bank of Thailand for loans to customers and the rates used for the collective approach valuation.

[4] Excluding revaluation allowance for debt restructuring as at March 31, 2016 and December 31, 2015, of Baht 1,445 million and Baht 1,726 million, respectively, and excluding allowance for doubtful accounts for interbank and money market items as at March 31, 2016 and December 31, 2015, of Baht 347 million and Baht 369 million, respectively.

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS			
	March 31, 2016			
	Loans to Customers and Accrued Interest Receivables	**Outstanding Balance Use for Calculation Allowance**	**% Use for Calculation Allowance[3]**	**Allowance for Doubtful Accounts[4]**
1. Minimum allowance per BOT guideline				
Normal	1,151,553	765,235	1	8,378
Special mention	38,148	26,368	2, 12	2,909
Substandard	6,096	3,505	44, 100	3,372
Doubtful	6,268	3,229	44, 100	3,246
Doubtful of loss	10,590	3,512	100	4,630
Total	1,212,655	801,849		22,535[1]
2. Surplus Reserve				5,831[2]
Total				28,366

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS			
	December 31, 2015			
	Loans to Customers and Accrued Interest Receivables	**Outstanding Balance Use for Calculation Allowance**	**% Use for Calculation Allowance(3)**	**Allowance for Doubtful Accounts(4)**
1. Minimum allowance per BOT guideline				
Normal	1,157,819	781,259	1	8,462
Special mention	34,526	23,706	2, 13	2,537
Substandard	7,178	3,686	45, 100	3,750
Doubtful	6,902	3,445	45, 100	3,574
Doubtful of loss	7,547	1,860	100	2,726
Total	1,213,972	813,956		21,049(1)
2. Surplus Reserve				5,238(2)
Total				26,287

(1) Including allowance for doubtful accounts on a collective approach for hire-purchase loans as at March 31, 2016 and December 31, 2015 of Baht 3,810 million and Baht 3,428 million, respectively.

(2) Including allowance for doubtful accounts of loan granted to subsidiaries as at March 31, 2016 and December 31, 2015, at the rate of 1% of Baht 130,324 million and Baht 145,769 million, equal to Baht 1,303 million and Baht 1,458 million, respectively.

(3) % set up are the minimum rates required by the Bank of Thailand for loans to customers and the rates used for the collective approach valuation.

(4) Excluding revaluation allowance for debt restructuring as at March 31, 2016 and December 31, 2015, of Baht 391 million and Baht 412 million, respectively and excluding allowance for doubtful accounts for interbank and money market items as at March 31, 2016 and December 31, 2015, of Baht 347 million and Baht 369 million, respectively.

As at March 31, 2016 and December 31, 2015, the Bank and Krungsri Ayudhya AMC Limited ("AMC") had non-performing loans which included interbank and money market items as follows:

Unit: Million Baht

	March 31, 2016		
	The Bank	**AMC**	**The Bank and AMC**
Non-performing loans	22,954	602	23,556
Percentage of total loans	1.69	100.00	1.74
Non-performing loans, net	11,706	410	12,116
Percentage of total loans, net	0.87	100.00	0.90

Unit: Million Baht

	December 31, 2015		
	The Bank	**AMC**	**The Bank and AMC**
Non-performing loans	21,627	624	22,251
Percentage of total loans	1.60	100.00	1.64
Non-performing loans, net	11,578	433	12,011
Percentage of total loans, net	0.86	100.00	0.89

As at March 31, 2016 and December 31, 2015, the Bank and its subsidiaries' non-performing loans are Baht 33,022 million and Baht 32,239 million, respectively.

(5) Troubled debt restructuring

For the three-month periods ended March 31, 2016 and 2015, the Bank and its subsidiaries had restructured the following debts:

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

Form of Restructuring	For the three-month period ended March 31, 2016				For the three-month period ended March 31, 2015			
	Number of Debtors	Amount of Debt Before Restructuring	Type of Assets Acquired	Fair Value	Number of Debtors	Amount of Debt Before Restructuring	Type of Assets Acquired	Fair Value
Modification of terms	5,421	862	-	-	5,343	1,065	-	-
Reduction of principal and interest	1,790	83	-	-	1,794	155	-	-
Various forms of restructuring	182	2,874	-	-	49	477	-	-
Total	7,393	3,819		-	7,186	1,697		-

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS

Form of Restructuring	For the three-month period ended March 31, 2016				For the three-month period ended March 31, 2015			
	Number of Debtors	Amount of Debt Before Restructuring	Type of Assets Acquired	Fair Value	Number of Debtors	Amount of Debt Before Restructuring	Type of Assets Acquired	Fair Value
Modification of terms	155	453	-	-	123	446	-	-
Reduction of principal and interest	-	-	-	-	30	81	-	-
Various forms of restructuring	182	2,874	-	-	49	477	-	-
Total	337	3,327		-	202	1,004		-

For the three-month periods ended March 31, 2016 and 2015, the Bank and its subsidiaries calculated the net realizable value for the trouble debt restructured by the modification of terms using the present value of future cash flows under the restructured loan agreement, discounted by the market rate, together with the fair value of collateral as follows:

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

Method	For the three-month period ended March 31, 2016				For the three-month period ended March 31, 2015			
	Average Aging (Year)	Number of Debtor	Amount of Debt Before Restructuring	Amount of Debt After Restructuring	Average Aging (Year)	Number of Debtor	Amount of Debt Before Restructuring	Amount of Debt After Restructuring
Present value of future cash flows	4.70	5,254	436	438	4.62	5,224	805	752
Fair value of collateral	10.07	167	426	426	8.23	119	260	260

Unit: Million Baht

Method	THE BANK'S FINANCIAL STATEMENTS							
	For the three-month period ended March 31, 2016				For the three-month period ended March 31, 2015			
	Average Aging (Year)	Number of Debtor	Amount of Debt Before Restructuring	Amount of Debt After Restructuring	Average Aging (Year)	Number of Debtor	Amount of Debt Before Restructuring	Amount of Debt After Restructuring
Present value of future cash flows	4.33	3	27	27	4.35	4	186	186
Fair value of collateral	11.06	152	426	426	8.23	119	260	260

For the three-month periods ended March 31, 2016 and 2015, the Bank and its subsidiaries recognized losses on debt restructured and interest received from debt restructured in the statements of profit or loss and other comprehensive income as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the three-month periods ended March 31,		THE BANK'S FINANCIAL STATEMENTS For the three-month periods ended March 31,	
	2016	2015	2016	2015
Losses on debt restructured (reversal)	59	273	(14)	(79)
Interest received from debt restructured	237	155	130	144

As at March 31, 2016 and December 31, 2015, the Bank and its subsidiaries recorded balances of total debt restructured and debt restructured during the three-month period ended March 31, 2016 and during the year ended December 31, 2015, in the statements of financial position as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Balances of total debt restructured	16,065	15,943	11,077	11,018
Balances of debt restructured during the period / year	3,586	5,440	3,096	2,865

(6) Lease receivables (Included hire-purchase receivables and finance lease)

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS			
	March 31, 2016			
	Amount due per agreements			
	Within 1 Year	Greater than 1-5 Years	Greater than 5 Years	Total
Minimum lease payments	91,629	191,372	49,344	332,345
Less Unearned interest income				(51,846)
Present value of the minimum lease payments				280,499
Less Allowance for doubtful accounts				(12,781)
Total lease receivables, net				267,718

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS			
	December 31, 2015			
	Amount due per agreements			
	Within 1 year	Greater than 1-5 Years	Greater than 5 Years	Total
Minimum lease payments	91,666	185,408	45,963	323,037
Less Unearned interest income				(50,047)
Present value of the minimum lease payments				272,990
Less Allowance for doubtful accounts				(12,655)
Total lease receivables, net				260,335

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS			
	March 31, 2016			
	Amount due per agreements			
	Within 1 Year	Greater than 1-5 Years	Greater than 5 Years	Total
Minimum lease payments	31,641	111,269	43,636	186,546
Less Unearned interest income				(29,901)
Present value of the minimum lease payments				156,645
Less Allowance for doubtful accounts				(3,811)
Total lease receivables, net				152,834

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS			
	December 31, 2015			
	Amount due per agreements			
	Within 1 Year	Greater than 1-5 Years	Greater than 5 Years	Total
Minimum lease payments	27,526	99,571	39,708	166,805
Less Unearned interest income				(27,041)
Present value of the minimum lease payments				139,764
Less Allowance for doubtful accounts				(3,427)
Total lease receivables, net				136,337

7.5 Allowance for doubtful accounts

Allowance for doubtful accounts as at March 31, 2016 and December 31, 2015 are as follows:

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2016

	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Surplus Reserve	Total
Beginning balance	9,204	3,802	6,255	4,271	6,346	13,340	43,218
Doubtful accounts	84	314	777	179	3,033	991	5,378
Bad debts written off	(141)	(49)	(1,359)	(639)	(1,026)	-	(3,214)
Other	-	-	-	-	-	(1)	(1)
Ending balance	9,147	4,067	5,673	3,811	8,353	14,330	45,381

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2015

	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Surplus Reserve	Total
Beginning balance	6,665	3,239	4,969	3,341	6,441	13,504	38,159
Items arising from business combination	1,991	155	-	377	-	-	2,523
Doubtful accounts (reversal)	596	803	6,687	2,677	8,266	(174)	18,855
Bad debts written off	(48)	(395)	(5,401)	(2,023)	(7,508)	-	(15,375)
Bad debts written off from sales of NPLs	-	-	-	(101)	(853)	-	(954)
Other	-	-	-	-	-	10	10
Ending balance	9,204	3,802	6,255	4,271	6,346	13,340	43,218

Unit: Million Baht

THE BANK’S FINANCIAL STATEMENTS

March 31, 2016

	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Surplus Reserve	Total
Beginning balance	8,462	2,537	3,750	3,574	2,726	5,238	26,287
Doubtful accounts (reversal)	57	421	(295)	311	1,910	594	2,998
Bad debts written off	(141)	(49)	(83)	(639)	(6)	-	(918)
Other	-	-	-	-	-	(1)	(1)
Ending balance	8,378	2,909	3,372	3,246	4,630	5,831	28,366

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS December 31, 2015						
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Surplus Reserve	Total
Beginning balance	5,956	1,635	2,532	2,307	1,803	5,564	19,797
Items arising from business combination	1,991	155	-	377	-	-	2,523
Doubtful accounts (reversal)	563	1,142	1,870	3,014	3,073	(330)	9,332
Bad debts written off	(48)	(395)	(652)	(2,023)	(1,297)	-	(4,415)
Bad debts written off from sales of NPLs	-	-	-	(101)	(853)	-	(954)
Other	-	-	-	-	-	4	4
Ending balance	8,462	2,537	3,750	3,574	2,726	5,238	26,287

As at March 31, 2016 and December 31, 2015, the Bank and its subsidiaries estimated the minimum total allowance under the BOT Guidelines as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Allowance for doubtful accounts*	32,844	31,974	23,274	21,830

* Such allowance for doubtful accounts consists of allowance for doubtful accounts for loans to customers and accrued interest receivables, allowance for doubtful accounts for interbank and money market items and revaluation allowance for debt restructuring.

The Bank and its subsidiaries recorded allowance for doubtful accounts* in the financial statements as follows:

Unit: Million Baht

	March 31, 2016	December 31, 2015
Consolidated financial statements	47,174	45,313
The Bank and Krungsri Ayudhya AMC Limited	29,436	27,401
The Bank's financial statements	29,105	27,069

* Such allowance for doubtful accounts consists of allowance for doubtful accounts for loans to customers and accrued interest receivables, allowance for doubtful accounts for interbank and money market items and revaluation allowance for debt restructuring.

As at March 31, 2016 and December 31, 2015 , the Bank and its subsidiaries had loans to customers and accrued interest receivables to companies which have certain problems in financial position and result of operations as defined in the Guideline of SET dated July 8, 1998 regarding the Quality of Assets and Transactions with Related Parties and the allowance for doubtful accounts for such loans as follows:

Unit: Million Baht

	CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS March 31, 2016			
	Number	Outstanding Balance	Collateral	Allowance for Doubtful Accounts
Companies subject to be delisted by SET	3	2,603	845	1,878
Total	3	2,603	845	1,878

Unit: Million Baht

	CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS December 31, 2015			
	Number	Outstanding Balance	Collateral	Allowance for Doubtful Accounts
Companies subject to be delisted by SET	2	2,225	845	1,291
Total	2	2,225	845	1,291

7.6 Revaluation allowance for debt restructuring

Revaluation allowance for debt restructuring as at March 31, 2016 and December 31, 2015 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Beginning balance	1,726	1,617	412	563
Increase (decrease) during the period / year	59	1,328	(14)	(145)
Amount written off	(340)	(1,219)	(7)	(6)
Ending balance	1,445	1,726	391	412

7.7 Debt issued and borrowings

Debt issued and borrowings as at March 31, 2016 and December 31, 2015 are as follows:

Unit: Million Baht

				CONSOLIDATED FINANCIAL STATEMENTS					
				March 31, 2016			December 31, 2015		
	Currency	Interest rate (%)	Maturity	Domestic	Foreign	Total	Domestic	Foreign	Total
Subordinated debentures	THB	4.70	2022	14,844	-	14,844	14,844	-	14,844
Senior securities	THB	1.86-4.50	2016-2020	68,343	-	68,343	55,843	-	55,843
Bill of exchange	THB	0.50-1.33	2016	26,117	-	26,117	37,420	-	37,420
Other borrowings	THB	0.50	2017	11	-	11	13	-	13
				109,315	-	109,315	108,120	-	108,120

Unit: Million Baht

	Currency	Interest rate (%)	Maturity	THE BANK'S FINANCIAL STATEMENTS March 31, 2016 Domestic	Foreign	Total	December 31, 2015 Domestic	Foreign	Total
Subordinated debentures	THB	4.70	2022	14,844	-	14,844	14,844	-	14,844
Senior securities	THB	1.86-3.59	2016-2019	48,000	-	48,000	36,000	-	36,000
Bill of exchange	THB	0.50-1.33	2016	26,117	-	26,117	37,421	-	37,421
Other borrowings	THB	0.50	2017	11	-	11	13	-	13
				88,972	-	88,972	88,278	-	88,278

Additional information on debts issued and borrowings is as follows:

On November 7, 2012, the Bank issued subordinated debentures No. 1/2012 in the amount of Baht 14,844 million for a 10-year tenor at the fixed interest rate of 4.7% per annum, payable quarterly in February, May, August and November of each year. The Bank has the right to redeem subordinated debentures on the fifth anniversary of the issued date or on any interest payment date after the fifth anniversary subject to the approval of the BOT.

7.8 Provisions

Provisions for the three-month period ended March 31, 2016 and for the year ended December 31, 2015 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS Balance at January 1, 2015	Increase (Decrease)	Balance at December 31, 2015	Increase (Decrease)	Balance at March 31, 2016
Provision for post-employment benefits obligation	3,710	1,041	4,751	119	4,870
Others	1,741	267	2,008	12	2,020
Total	5,451	1,308	6,759	131	6,890

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS Balance at January 1, 2015	Increase (Decrease)	Balance at December 31, 2015	Increase (Decrease)	Balance at March 31, 2016
Provision for post-employment benefits obligation	3,210	947	4,157	99	4,256
Others	1,721	260	1,981	12	1,993
Total	4,931	1,207	6,138	111	6,249

7.9 Dividend payment

The Annual General Meeting of Shareholders No. 103 held on April 23, 2015, approved the dividend payment for the six-month period ended December 31, 2014 to the shareholders of 7,355,761,773 ordinary shares at Baht 0.40 per share totaling Baht 2,942 million with payment date on May 22, 2015.

The Board of Directors' Meeting No. 8/2015 held on August 26, 2015, approved the interim dividend payment for the six-month period ended June 30, 2015 to the shareholders of 7,355,761,773 ordinary shares at Baht 0.40 per share totaling Baht 2,942 million with payment date on September 24, 2015.

7.10 Assets with obligations and restrictions

As at March 31, 2016 and December 31, 2015, government and state enterprise securities with book value of Baht 20,343 million and Baht 24,296 million, respectively, are used as collateral for other commitments with government departments and state enterprises.

7.11 Contingencies

Contingencies as at March 31, 2016 and December 31, 2015 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Avals to bills	791	2,158	791	2,158
Guarantees of loans	118	108	118	108
Liability under unmatured import bills	1,499	2,560	1,499	2,560
Letters of credit	6,885	4,727	6,885	4,727
Other contingencies				
- Unused overdraft limit	45,739	48,231	45,864	48,321
- Unused credit limit	32,672	35,467	32,672	35,467
- Other guarantees	55,963	54,622	55,963	54,622
- Others	115	101	115	101
Total	143,782	147,974	143,907	148,064

The Bank and its subsidiaries have entered into a long-term information technology service agreement, which will be expired in 2020 with a local company. As at March 31, 2016 and December 31, 2015 , the Bank and its subsidiaries have a commitment to pay in the amounts of Baht 2,488 million and Baht 2,677 million, respectively.

As at March 31, 2016 and December 31, 2015, the Bank has commitments to pay regarding the information technology services the amounts of Baht 1,846 million and Baht 1,420 million, respectively.

As at March 31, 2016 and December 31, 2015, the Bank has commitment payment amount of Baht 1,563 million and Baht 1,601 million, respectively, as a result of entering to the construction agreement of the office building.

7.12 Related party transactions

The Bank has business transactions with subsidiaries, associates, joint ventures and related companies. These transactions are with companies that have shareholding and/or major shareholders and/or joint directors with the Bank and with related persons. Such loans to related party have the allowance for doubtful accounts policy which comply with the same BOT regulations as those granted to other debtors.

According to the Bank of Thailand's Notification Sor.Nor.Sor. 19/2555 regarding the "Guideline on Consolidated Supervision (No.2)" dated December 17, 2012, and Sor.Nor.Sor. 6/2553 regarding the "Guideline on Consolidated Supervision" dated June 18, 2010, the Bank is required to disclose the Inter-Group Transactions in the Financial Business Group Policy and the Risk Management for Inter-Group Transactions in the Financial Business Group Policy as follows:

1. The Inter-Group Transactions in the Financial Business Group Policy

   The inter-group transactions shall be the same conditions or criteria, including interest rate or service fee charged, as applied when the Bank conducts the transactions with general customers with the same risk level and the Bank does not allow the companies in the financial business group borrow from or lend to each other.

2. The Risk Management for Inter-Group Transactions in the Financial Business Group Policy

   The Bank manages risk for all inter-group transactions based on the Credit Risk Management for the Financial Business Policy which covers the key credit risk management process, namely credit risk control, credit risk measurement, and credit risk monitoring, in accordance with the Bank's policy and the Bank of Thailand's requirements.

Related party transactions are as follows:

7.12.1 Assets, liabilities and contingencies with certain officers from the levels of Bank's Directors, Executive Vice Presidents and higher, and Vice Presidents/equivalent positions and higher in the Finance and Accounting Functions and the companies in which they and/or the Bank directors and/or their related parties and/or the Bank owned and the companies in which the directors and/or shareholders of the Bank have significant voting right either directly and indirectly, as at March 31, 2016 and December 31, 2015 are as follows:

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2016

	Interbank and money market items (Assets)	Loans	Accrued Interest Receivables	Derivative (Assets)	Other assets	Deposits	Interbank and money market items (Liabilities)	Borrowings	Derivative (Liabilities)	Other Liabilities	Derivative (Notional amount)	Contingencies
Parent company												
The Bank of Tokyo-Mitsubishi UFJ Ltd.	23,537	-	-	2,812	4,059	-	223,819	-	6,581	608	548,702	6,886
Less Allowance for doubtful accounts	(1)	-	-	-	-	-	-	-	-	-	-	-
Total	23,536	-	-	2,812	4,059	-	223,819	-	6,581	608	548,702	6,886
Joint ventures												
Tesco Card Services Limited	-	7,760	26	-	371	207	-	-	-	2	-	-
Tesco Life Assurance Broker Limited	-	-	-	-	10	138	-	-	-	-	-	-
Tesco General Insurance Broker Limited	-	-	-	-	25	486	-	-	-	-	-	-
Less Allowance for doubtful accounts	-	(78)	-	-	-	-	-	-	-	-	-	-
Total	-	7,682	26	-	406	831	-	-	-	2	-	-
Related companies having joint major shareholders or directors	9	8,280	38	285	21	6,598	251	868	98	13	14,725	3,091
Less Allowance for doubtful accounts	-	(81)	-	-	-	-	-	-	-	-	-	-
Total	9	8,199	38	285	21	6,598	251	868	98	13	14,725	3,091
Individual and related parties	-	360	-	-	-	804	-	-	-	435	-	-
Less Allowance for doubtful accounts	-	(1)	-	-	-	-	-	-	-	-	-	-
Total	-	359	-	-	-	804	-	-	-	435	-	-
Total	23,545	16,240	64	3,097	4,486	8,233	224,070	868	6,679	1,058	563,427	9,977

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2015

	Interbank and money market items (Assets)	Loans	Accrued Interest Receivables	Derivative (Assets)	Other assets	Deposits	Interbank and money market items (Liabilities)	Borrowings	Derivative (Liabilities)	Other Liabilities	Derivative (Notional amount)	Contingencies
Parent company												
The Bank of Tokyo-Mitsubishi UFJ Ltd.	15,927	-	-	2,747	4,239	-	229,036	-	6,579	311	544,233	6,192
Less Allowance for doubtful accounts	(1)	-	-	-	-	-	-	-	-	-	-	-
Total	15,926	-	-	2,747	4,239	-	229,036	-	6,579	311	544,233	6,192
Joint ventures												
Tesco Card Services Limited	-	8,873	27	-	321	391	-	-	-	4	-	-
Tesco Life Assurance Broker Limited	-	-	-	-	8	134	-	-	-	-	-	-
Tesco General Insurance Broker Limited	-	-	-	-	22	499	-	-	-	-	-	-
Less Allowance for doubtful accounts	-	(89)	-	-	-	-	-	-	-	-	-	-
Total	-	8,784	27	-	351	1,024	-	-	-	4	-	-
Related companies having joint major shareholders or directors	13	8,714	28	207	-	8,711	210	858	208	14	11,220	3,167
Less Allowance for doubtful accounts	-	(85)	-	-	-	-	-	-	-	-	-	-
Total	13	8,629	28	207	-	8,711	210	858	208	14	11,220	3,167
Individual and related parties	-	311	-	-	-	779	-	-	-	477	-	-
Less Allowance for doubtful accounts	-	(1)	-	-	-	-	-	-	-	-	-	-
Total	-	310	-	-	-	779	-	-	-	477	-	-
Total	15,939	17,723	55	2,954	4,590	10,514	229,246	858	6,787	806	555,453	9,359

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS March 31, 2016											
	Interbank and money market items (Assets)	**Loans**	**Accrued Interest Receivables**	**Derivative (Assets)**	**Other assets**	**Deposits**	**Interbank and money market items (Liabilities)**	**Borrowings**	**Derivative (Liabilities)**	**Other Liabilities**	**Derivative (Notional amount)**	**Contingencies**
Parent company												
The Bank of Tokyo-Mitsubishi UFJ Ltd.	23,537	-	-	2,812	4,059	-	223,819	-	6,581	608	548,702	6,886
Less Allowance for doubtful accounts	(1)	-	-	-	-	-	-	-	-	-	-	-
Total	23,536	-	-	2,812	4,059	-	223,819	-	6,581	608	548,702	6,886
Subsidiaries												
Ayudhya Development Leasing Company Limited	-	3,017	-	-	3	7	-	-	-	-	-	1
Ayudhya Capital Auto Lease Public Company	-	59,866	162	-	219	244	-	-	-	123	-	-
Ngern Tid Lor Company Limited (formerly CFG Services Company Limited)	-	5,941	2	-	13	73	-	-	-	-	-	1
Ayudhya Capital Services Company Limited	-	24,923	83	-	53	345	-	-	-	29	-	3
General Card Services Limited	-	10,873	27	-	11	239	-	-	-	-	-	-
Krungsriayudhya Card Company Limited	-	24,581	43	-	98	416	-	-	-	9	-	1
Siam Realty and Services Company Limited	-	590	-	-	-	19	-	-	-	99	-	-
Total Services Solutions Public Company Limited	-	-	-	-	1	1,123	-	-	-	17	-	-
Krungsri Asset Management Company Limited	-	-	-	-	50	-	1,317	-	-	6	-	-
Krungsri Ayudhya AMC Limited	-	-	-	-	2	580	-	-	-	73	-	38
Krungsri Securities Public Company Limited	-	-	-	-	5	2	1,267	-	-	7	-	-
Krungsri Factoring Company Limited	-	-	-	-	-	186	-	-	-	-	-	-
Krungsri Life Assurance Broker Company Limited	-	-	-	-	-	712	-	-	-	-	-	-
Krungsri General Insurance Broker Company Limited	-	-	-	-	-	1,110	-	-	-	-	-	-
Krungsri Leasing Services Company Limited	-	533	-	-	-	47	-	-	-	-	-	-
Total	-	130,324	317	-	455	5,103	2,584	-	-	363	-	44
Less Allowance for doubtful accounts	-	(1,303)	-	-	-	-	-	-	-	-	-	-
Total	-	129,021	317	-	455	5,103	2,584	-	-	363	-	44

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS (CONTINUED)

March 31, 2016

	Interbank and money market items (Assets)	Loans	Accrued Interest Receivables	Derivative (Assets)	Other assets	Deposits	Interbank and money market items (Liabilities)	Borrowings	Derivative (Liabilities)	Other Liabilities	Derivative (Notional amount)	Contingencies
Joint ventures												
Tesco Card Services Limited	-	7,760	26	-	7	207	-	-	-	-	-	-
Tesco Life Assurance Broker Limited	-	-	-	-	-	138	-	-	-	-	-	-
Tesco General Insurance Broker Limited	-	-	-	-	-	486	-	-	-	-	-	-
Less Allowance for doubtful accounts	-	(78)	-	-	-	-	-	-	-	-	-	-
Total	-	7,682	26	-	7	831	-	-	-	-	-	-
Related companies having joint major shareholders or directors	9	8,280	38	285	21	6,598	251	868	98	13	14,725	3,091
Less Allowance for doubtful accounts	-	(81)	-	-	-	-	-	-	-	-	-	-
Total	9	8,199	38	285	21	6,598	251	868	98	13	14,725	3,091
Individual and related parties	-	325	-	-	-	804	-	-	-	306	-	-
Total	23,545	145,227	381	3,097	4,542	13,336	226,654	868	6,679	1,290	563,427	10,021

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

December 31, 2015

	Interbank and money market items (Assets)	Loans	Accrued Interest Receivables	Derivative (Assets)	Other assets	Deposits	Interbank and money market items (Liabilities)	Borrowings	Derivative (Liabilities)	Other Liabilities	Derivative (Notional amount)	Contingencies
Parent company												
The Bank of Tokyo-Mitsubishi UFJ Ltd.	15,927	-	-	2,747	4,239	-	229,036	-	6,579	311	544,233	6,192
Less Allowance for doubtful accounts	(1)	-	-	-	-	-	-	-	-	-	-	-
Total	15,926	-	-	2,747	4,239	-	229,036	-	6,579	311	544,233	6,192
Subsidiaries												
Ayudhya Development Leasing Company Limited	-	3,207	1	-	1	4	-	-	-	-	-	1
Ayudhya Capital Auto Lease Public Company	-	67,175	173	-	153	358	-	-	-	206	-	-
Ngern Tid Lor Company Limited (formerly CFG Services Company Limited)	-	5,886	3	-	9	91	-	-	-	-	-	2
Ayudhya Capital Services Company Limited	-	25,855	95	-	91	909	-	-	-	23	-	3
General Card Services Limited	-	12,494	32	-	53	325	-	-	-	-	-	-
Krungsriayudhya Card Company Limited	-	30,267	41	-	401	682	-	-	-	7	-	1
Siam Realty and Services Company Limited	-	540	-	-	-	56	-	-	-	48	-	-
Total Services Solutions Public Company Limited	-	-	-	-	1	1,085	-	-	-	17	-	-
Krungsri Asset Management Company Limited	-	-	-	-	63	-	1,096	-	-	-	-	722
Krungsri Ayudhya AMC Limited	-	-	-	-	-	458	-	-	-	69	-	37
Krungsri Securities Public Company Limited	-	-	-	-	6	2	1,090	-	-	2	-	-
Krungsri Factoring Company Limited	-	-	-	-	-	191	-	-	-	-	-	-
Krungsri Life Assurance Broker Company Limited	-	-	-	-	-	629	-	-	-	-	-	-
Krungsri General Insurance Broker Company Limited	-	-	-	-	-	986	-	-	-	-	-	-
Krungsri Leasing Services Company Limited	-	341	-	-	-	5	-	-	-	-	-	-
Total	-	145,765	345	-	778	5,781	2,186	-	-	372	-	766
Less Allowance for doubtful accounts	-	(1,458)	-	-	-	-	-	-	-	-	-	-
Total	-	144,307	345	-	778	5,781	2,186	-	-	372	-	766

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS (CONTINUED)

December 31, 2015

	Interbank and money market items (Assets)	Loans	Accrued Interest Receivables	Derivative (Assets)	Other assets	Deposits	Interbank and money market items (Liabilities)	Borrowings	Derivative (Liabilities)	Other Liabilities	Derivative (Notional amount)	Contingencies
Joint ventures												
Tesco Card Services Limited	-	8,873	27	-	29	391	-	-	-	-	-	-
Tesco Life Assurance Broker Limited	-	-	-	-	-	134	-	-	-	-	-	-
Tesco General Insurance Broker Limited	-	-	-	-	-	499	-	-	-	-	-	-
Less Allowance for doubtful accounts	-	(89)	-	-	-	-	-	-	-	-	-	-
Total	-	8,784	27	-	29	1,024	-	-	-	-	-	-
Related companies having joint major shareholders or directors	13	8,714	28	207	-	8,711	210	858	208	14	11,220	3,167
Less Allowance for doubtful accounts	-	(85)	-	-	-	-	-	-	-	-	-	-
Total	13	8,629	28	207	-	8,711	210	858	208	14	11,220	3,167
Individual and related parties	-	251	-	-	-	779	-	-	-	349	-	-
Total	15,939	161,971	400	2,954	5,046	16,295	231,432	858	6,787	1,046	555,453	10,125

As at March 31, 2016 and December 31, 2015, the Bank charges interest rates to related parties at 0.50% -22.00% p.a. and 1.00% - 21.78% p.a., respectively.

As at March 31, 2016 and December 31, 2015, the allowance for doubtful accounts of loans granted to subsidiaries of Baht 1,303 million and Baht 1,458 million, respectively, are not eliminated but treated as surplus reserve in the consolidated financial statements.

7.12.2 The Bank has investments in subsidiaries, associates and joint ventures as disclosed in Note 7.3 and has investments in related companies as follows:

Unit: Million Baht

				CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS			
				March 31, 2016		December 31, 2015	
	Business Type	Registered Share Capital	Ownership (%)	Investment Cost	Dividend Amount	Investment Cost	Dividend Amount
Related company							
Sri Ayudhya Capital Public Company Limited	Investment holding company	250	8.50	326	21	326	53
Less Allowance for impairment				(5)	-	(5)	-
Investment in related company, net				321	21	321	53

7.12.3 Income and expenses between the Bank and its subsidiaries, associates, joint ventures and related companies for the three-month periods ended March 31, 2016 and 2015 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS							
	For the three-month period ended March 31, 2016				For the three-month period ended March 31, 2015			
	Income		Expenses		Income		Expenses	
	Interest income	Non-interest income	Interest expenses	Non-interest expenses	Interest income	Non-interest income	Interest expenses	Non-interest expenses
Parent company								
The Bank of Tokyo-Mitsubishi UFJ Ltd.	2	(173)	458	142	-	(282)	36	173
Total	2	(173)	458	142	-	(282)	36	173
Joint ventures								
Tesco Card Services Limited	61	120	-	1	85	121	-	1
Tesco Life Assurance Broker Limited	-	1	-	-	-	-	-	-
Tesco General Insurance Broker Limited	-	5	1	-	-	5	1	-
Total	61	126	1	1	85	126	1	1
Related companies having joint major shareholders or directors	71	256	13	50	70	74	17	57
Total	71	256	13	50	70	74	17	57
Individual and related parties	6	2	3	-	2	-	3	-
Total	140	211	475	193	157	(82)	57	231

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS							
	For the three-month period ended March 31, 2016				For the three-month period ended March 31, 2015			
	Income		Expenses		Income		Expenses	
	Interest income	Non-interest income	Interest expenses	Non-interest expenses	Interest income	Non-interest income	Interest expenses	Non-interest expenses
Parent company								
The Bank of Tokyo-Mitsubishi UFJ Ltd.	2	(173)	458	142	-	(282)	36	173
Total	2	(173)	458	142	-	(282)	36	173
Subsidiaries								
Ayudhya Development Leasing Company Limited	29	4	-	-	56	2	-	-
Ayudhya Capital Auto Lease Public Company Limited	624	142	-	84	809	140	1	77
Ngern Tid Lor Company Limited (formerly CFG Services Company Limited)	61	10	-	-	75	10	-	-
Ayudhya Capital Services Company Limited	186	58	-	13	217	52	-	7
General Card Services Limited	77	9	-	1	93	5	-	1
Krungsriayudhya Card Company Limited	170	46	-	34	210	32	-	27
Siam Realty and Services Company Limited	3	4	-	131	4	-	-	128
Total Services Solutions Public Company Limited	-	-	3	23	-	-	3	27
Krungsri Asset Management Company Limited	-	116	-	2	-	105	-	2
Krungsri Ayudhya AMC Limited	-	3	-	-	-	3	-	-
Krungsri Securities Public Company Limited	-	5	3	3	-	4	5	3
Krungsri Factoring Company Limited	-	1	-	-	-	4	-	-
Krungsri Life Assurance Broker Limited	-	-	3	-	-	-	1	-
Krungsri General Insurance Broker Limited	-	-	3	-	-	-	1	-
Krungsri Leasing Services Company Limited	10	-	-	-	-	-	-	-
Total	1,160	398	12	291	1,464	357	11	272
Joint ventures								
Tesco Card Services Limited	61	6	-	1	85	5	-	1
Tesco Life Assurance Broker Limited	-	-	-	-	-	-	-	-
Tesco General Insurance Broker Limited	-	2	1	-	-	2	1	-
Total	61	8	1	1	85	7	1	1
Related companies having joint major shareholders or directors	71	256	13	50	70	74	17	57
Total	71	256	13	50	70	74	17	57
Individual and related parties	6	2	3	-	2	-	3	-
Total	1,300	491	487	484	1,621	156	68	503

7.12.4 For the three-month periods ended March 31, 2016 and 2015, related party transactions among subsidiaries included collection services and other services of Baht 234 million and Baht 221 million, respectively, and office and vehicle rental and facilities service of Baht 15 million and Baht 16 million, respectively.

7.12.5 For the three-month periods ended March 31, 2016 and 2015, subsidiaries had related party transactions from the licenses relevant to technology and software for Baht 13 million and Baht 11 million, respectively.

7.12.6 For the three-month periods ended March 31, 2016 and 2015, related party transactions among subsidiaries from other services were Baht 380 million and Baht 338 million, respectively.

7.13 Management compensation

For the three-month periods ended March 31, 2016 and 2015, compensations paid to key management personnel under TAS 24 (Revised 2015) "Related Party Disclosures" are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the three-month periods ended March 31,		THE BANK'S FINANCIAL STATEMENTS For the three-month periods ended March 31,	
	2016	**2015**	**2016**	**2015**
Short-term employee benefits	496	614	364	505
Post-employment benefits	13	12	9	8
Total	509	626	373	513

7.14 Operating segments

The business segment results are prepared based on the Bank and its subsidiaries' internal management reporting which reflects the organizational management structure. The operating results by business segment provided to Chief Operating Decision Maker to make decision about resources allocations, and assess the performance of, operating segments. The operating segment results are measured in accordance with Thai Financial Reporting Standards, which are also adjusted in accordance with internal management accounting rules and practices. Amounts for each business segment are shown after the allocation of certain centralized costs, income from investment, and the application of transfer pricing, where appropriate. Transactions between segments are recorded on the same basis as the transaction conducted with the third party transactions. Transactions between segments are eliminated on consolidation.

The business segments are described below:

Retail: provides individual customers with a diverse range of banking and related financial services. The products and services available to customers include current and savings accounts, fixed deposits, bill of exchange, housing loan, credit cards, personal loans and sale finance loans, hire-purchase and leasing, wealth management and bancassurance products.

Commercial: provides financial services and products to institutional clients including corporate, small and medium-sized businesses and financial institutions. Products and services comprise the full range of credit facilities from short term working capital, cash management, trade finance, transactional banking, advisory services, and treasury and money markets products.

Others: encompasses other income and expenses generating activities that are not attributed to the business segments described above and eliminated transactions for preparation of consolidated financial statements.

During the three-month periods ended March 31, 2016 and 2015, no revenue from transactions with a single external customer or counter party amounted to 10% or more of the Bank's total revenue.

Operating segment by businesses for the three-month periods ended March 31, 2016 and 2015 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the three-month period ended March 31, 2016			
	Retail	**Commercial**	**Others**	**Total**
Interest income, net	9,005	5,988	-	14,993
Other operating income	5,717	1,728	(361)	7,084
Total operating income	14,722	7,716	(361)	22,077
Operating expenses	7,597	2,265	268	10,130
Impairment loss of loans and debt securities	3,770	1,051	593	5,414
Profit (loss) before tax	3,355	4,400	(1,222)	6,533
Taxation	682	870	(233)	1,319
Net Profit (loss)	2,673	3,530	(989)	5,214

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS			
	For the three-month period ended March 31, 2015			
	Retail	**Commercial**	**Others**	**Total**
Interest income, net	8,107	5,750	-	13,857
Other operating income	4,806	1,775	(319)	6,262
Total operating income	12,913	7,525	(319)	20,119
Operating expenses	7,066	2,243	12	9,321
Impairment loss of loans and debt securities	3,630	964	659	5,253
Profit (loss) before tax	2,217	4,318	(990)	5,545
Taxation	449	905	(188)	1,166
Net Profit (loss)	1,768	3,413	(802)	4,379

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS			
	Retail	**Commercial**	**Others**	**Total**
Total assets				
As at March 31, 2016	642,333	1,297,296	(185,773)	1,753,856
As at December 31, 2015	612,931	1,294,104	(201,518)	1,705,517

7.15 Position and results of operations classified by domestic and foreign business

(1) Position classified by type of business

Position classified by domestic and foreign business as at March 31, 2016 and December 31, 2015 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS			
	March 31, 2016			
	Domestic	**Foreign**	**Elimination**	**Total**
Total assets	1,750,255	29,419	(25,818)	1,753,856
Interbank and money market items, net (Assets)	208,122	12,711	-	220,833
Investments, net*	104,841	57	-	104,898
Loans to customers and accrued interest receivable, net	1,255,966	3,146	-	1,259,112
Deposits	1,030,687	1,786	-	1,032,473
Interbank and money market items, net (Liabilities)	302,356	806	-	303,162
Debt issued and borrowings	109,315	-	-	109,315

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS			
	December 31, 2015			
	Domestic	**Foreign**	**Elimination**	**Total**
Total assets	1,702,383	16,083	(12,949)	1,705,517
Interbank and money market items, net (Assets)	188,961	5,133	-	194,094
Investments, net*	111,544	58	-	111,602
Loans to customers and accrued interest receivable, net	1,258,107	3,976	-	1,262,083
Deposits	1,044,326	1,964	-	1,046,290
Interbank and money market items, net (Liabilities)	274,213	847	-	275,060
Debt issued and borrowings	108,121	-	-	108,121

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS			
	March 31, 2016			
	Domestic	**Foreign**	**Elimination**	**Total**
Total assets	1,697,597	28,348	(25,332)	1,700,613
Interbank and money market items, net (Assets)	206,646	12,642	-	219,288
Investments, net*	152,073	57	-	152,130
Loans to customers and accrued interest receivable, net	1,181,231	2,667	-	1,183,898
Deposits	1,035,790	1,786	-	1,037,576
Interbank and money market items, net (Liabilities)	305,473	273	-	305,746
Debt issued and borrowings	88,972	-	-	88,972

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS			
	December 31, 2015			
	Domestic	**Foreign**	**Elimination**	**Total**
Total assets	1,649,833	15,332	(12,614)	1,652,551
Interbank and money market items, net (Assets)	187,101	5,111	-	192,212
Investments, net*	158,848	58	-	158,906
Loans to customers and accrued interest receivable, net	1,183,653	3,620	-	1,187,273
Deposits	1,050,108	1,964	-	1,052,072
Interbank and money market items, net (Liabilities)	276,739	507	-	277,246
Debt issued and borrowings	88,278	-	-	88,278

*Includes investments in subsidiaries, associates and joint ventures, net

(2) Results of operations classified by business

Results of operations classified by domestic and foreign business for the three-month periods ended March 31, 2016 and 2015 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the three-month period ended March 31, 2016			
	Domestic	**Foreign**	**Elimination**	**Total**
Interest income	20,834	50	(9)	20,875
Interest expenses	5,879	12	(9)	5,882
Net interest income	14,955	38	-	14,993
Fees and service income, net	4,535	9	-	4,544
Other operating income	3,920	37	(1,417)	2,540
Other operating expenses	16,920	41	(1,417)	15,544
Profit from operating before tax	6,490	43	-	6,533

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the three-month period ended March 31, 2015			
	Domestic	**Foreign**	**Elimination**	**Total**
Interest income	20,723	53	-	20,776
Interest expenses	6,919	1	-	6,920
Net interest income	13,804	52	-	13,856
Fees and service income, net	4,283	9	-	4,292
Other operating income	3,427	(8)	(1,448)	1,971
Other operating expenses	15,972	50	(1,448)	14,574
Profit from operating before tax	5,542	3	-	5,545

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS For the three-month period ended March 31, 2016			
	Domestic	**Foreign**	**Elimination**	**Total**
Interest income	14,621	31	-	14,652
Interest expenses	5,731	2	-	5,733
Net interest income	8,890	29	-	8,919
Fees and service income, net	2,204	6	-	2,210
Other operating income	5,827	37	(1,417)	4,447
Other operating expenses	11,322	24	(1,417)	9,929
Profit from operating before tax	5,599	48	-	5,647

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS For the three-month period ended March 31, 2015			
	Domestic	Foreign	Elimination	Total
Interest income	14,505	53	-	14,558
Interest expenses	6,549	1	-	6,550
Net interest income	7,956	52	-	8,008
Fees and service income, net	2,182	8	-	2,190
Other operating income	2,521	(8)	(1,448)	1,065
Other operating expenses	10,482	36	(1,448)	9,070
Profit from operating before tax	2,177	16	-	2,193

Income and expenses between the head office and branches or inter-branches are determined by the head office at the rate which approximates actual cost.

7.16 Interest income

Interest income for the three-month periods ended March 31, 2016 and 2015 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the three-month periods ended March 31,		THE BANK'S FINANCIAL STATEMENTS For the three-month periods ended March 31,	
	2016	2015	2016	2015
Interbank and money market items	623	871	617	862
Investment and trading transactions	30	28	30	28
Investment in debt securities	555	647	555	647
Loans to customers	13,882	14,047	11,116	11,821
Hire purchase and financial lease	5,785	5,183	2,334	1,200
Total interest income	20,875	20,776	14,652	14,558

7.17 Interest expenses

Interest expenses for the three-month periods ended March 31, 2016 and 2015 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the three-month periods ended March 31,		THE BANK'S FINANCIAL STATEMENTS For the three-month periods ended March 31,	
	2016	2015	2016	2015
Deposits	3,213	4,159	3,222	4,163
Interbank and money market items	719	317	722	322
Contributions to Financial Institution Development Fund and Deposit Protection Agency	1,263	1,219	1,263	1,219
Debt issued and borrowing				
- Subordinated debenture	174	395	174	395
- Other	503	824	348	447
Borrowing fee expenses	7	2	3	3
Other	3	4	1	1
Total interest expenses	5,882	6,920	5,733	6,550

7.18 Events after the reporting period

The Annual General Meeting of Shareholders No. 104 held on April 28, 2016, approved as follows:

1. The dividend payment for the six-month period ended December 31, 2015 to the shareholders of 7,355,761,773 ordinary shares at Baht 0.40 per share totaling Baht 2,942 million. The payment of dividend is scheduled to be made on May 26, 2016.

2. The purchase of the business of Krungsri Factoring Company Limited (KSF), the Bank's subsidiary, by means of Entire Business Transfer (EBT). The value of the purchase will depend on the fair value of the KSF's entire business as of the EBT date.

3. The acquisition of all registered and issued shares of Hattha Kaksekar limited operated the microfinance business in Cambodia for an estimated consideration of USD 146 million or Baht 5,283 million, as adjusted post-Completion. This transaction is subject to satisfactory approval from the Bank of Thailand and/or other relevant regulators.

7.19 Approval of interim financial statements

These interim financial statements have been approved for issue by the Executive Committee on May 10, 2016.