

**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 September 30, 2014, and the related consolidated and Bank's statements of comprehensive income for the three-month and nine-month periods ended September 30, 2014, and the related consolidated and Bank's statements of changes in equity and cash flows for the nine-month period ended September 30, 2014, 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".

Emphasis of matter

Without modifying our conclusion on the aforementioned interim financial information, we draw attention to Note 3 to the interim financial statements, the Bank and subsidiaries have applied the new accounting policy regarding customer loyalty programmes which is in accordance with Thai Financial Reporting Interpretation No. 13, “Customer Loyalty Programmes” and restated the consolidated and Bank’s financial statements for the three-month and nine-month periods ended September 30, 2013 and the consolidated and Bank’s statements of financial position as at December 31, 2013 and the beginning balances as at January 1, 2013, which are presented as comparative information, to be in accordance with the new accounting policy.

BANGKOK
November 12, 2014

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

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2014

BAHT: '000

	CONSOLIDATED			THE BANK'S		
	FINANCIAL STATEMENTS			FINANCIAL STATEMENTS		
	"UNAUDITED"			"UNAUDITED"		
	As at	As at	As at	As at	As at	As at
	September 30,	December 31,	January 1,	September 30,	December 31,	January 1,
	2014	2013	2013	2014	2013	2013
		"Restated"	"Restated"		"Restated"	"Restated"
ASSETS						
CASH	24,288,033	28,216,333	25,078,920	24,225,139	28,167,503	25,060,003
INTERBANK AND MONEY MARKET ITEMS, NET	103,242,274	87,027,241	79,389,674	100,986,262	84,980,814	78,155,680
CLAIMS ON SECURITY	31,318,738	13,104,938	13,592,478	31,318,737	13,104,938	13,592,478
DERIVATIVES ASSETS	1,954,837	4,879,633	3,414,492	1,954,837	4,879,633	3,414,492
INVESTMENTS, NET (Note 6.2)	75,899,568	73,274,123	78,302,398	75,863,510	73,240,687	77,829,013
INVESTMENTS IN SUBSIDIARIES AND ASSOCIATES, NET (Note 6.3)	1,211,962	1,058,908	946,637	48,231,169	29,831,169	32,482,962
LOANS TO CUSTOMERS AND ACCRUED INTEREST RECEIVABLES, NET (Note 6.4)						
Loans to customers	1,019,949,726	988,013,869	869,382,125	864,716,798	822,204,678	733,870,285
Accrued interest receivables	2,665,612	2,647,891	2,256,924	1,584,013	1,741,605	1,417,982
Total loans to customers and accrued interest receivables	1,022,615,338	990,661,760	871,639,049	866,300,811	823,946,283	735,288,267
Less Deferred revenue	(45,051,321)	(44,511,467)	(39,374,222)	(10,597,325)	(74,674)	(38,868)
Less Allowance for doubtful accounts (Note 6.5)	(40,413,363)	(37,465,593)	(30,305,602)	(22,185,755)	(19,919,182)	(19,409,266)
Less Revaluation allowance for debt restructuring (Note 6.6)	(1,635,561)	(1,520,460)	(723,410)	(590,389)	(659,124)	(17,364)
Net loans and accrued interest receivables	935,515,093	907,164,240	801,235,815	832,927,342	803,293,303	715,822,769
CUSTOMERS' LIABILITY UNDER ACCEPTANCE	503,944	879,171	682,147	503,944	879,171	682,147
PROPERTIES FOR SALE, NET	5,857,926	6,864,672	9,451,647	2,867,521	3,022,568	4,704,803
PREMISES AND EQUIPMENT, NET	19,461,081	20,138,759	18,299,724	17,828,266	18,533,326	16,893,475
GOODWILL AND OTHER INTANGIBLE ASSETS, NET	14,353,539	14,861,026	15,435,423	3,055,238	3,128,757	3,068,498
DEFERRED TAX ASSETS	7,264,036	7,005,711	6,083,823	2,096,036	2,277,318	2,637,131
ACCOUNTS RECEIVABLE FOR INVESTMENTS	6,045,342	1,621,205	7,777,647	6,045,342	1,621,205	7,777,647
OTHER ASSETS, NET	10,257,351	13,509,666	12,297,804	5,180,324	6,458,908	4,345,637
TOTAL ASSETS	1,237,173,724	1,179,605,626	1,071,988,629	1,153,083,667	1,073,419,300	986,466,735

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

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
AS AT SEPTEMBER 30, 2014

BAHT: '000

	CONSOLIDATED			THE BANK'S		
	FINANCIAL STATEMENTS			FINANCIAL STATEMENTS		
	"UNAUDITED"			"UNAUDITED"		
	As at September 30, 2014	As at December 31, 2013 "Restated"	As at January 1, 2013 "Restated"	As at September 30, 2014	As at December 31, 2013 "Restated"	As at January 1, 2013 "Restated"
LIABILITIES AND EQUITY						
DEPOSITS	806,181,910	764,049,887	687,159,328	810,321,806	768,390,228	692,994,007
INTERBANK AND MONEY MARKET ITEMS, NET	75,590,303	55,496,687	48,821,459	77,323,595	56,703,612	48,366,000
LIABILITY PAYABLE ON DEMAND	2,941,244	2,545,378	2,776,041	2,941,244	2,545,378	2,776,041
LIABILITY TO DELIVER SECURITY	31,318,738	13,104,938	13,592,478	31,318,737	13,104,938	13,592,478
DERIVATIVES LIABILITIES	2,019,528	5,139,845	3,508,210	2,019,528	5,139,845	3,508,210
DEBT ISSUED AND BORROWINGS (Note 6.7)	151,411,682	174,604,804	154,628,639	97,967,947	107,336,654	103,738,778
BANK'S LIABILITY UNDER ACCEPTANCE	503,944	879,171	682,147	503,944	879,171	682,147
PROVISIONS (Note 6.8)	4,938,834	4,582,988	5,717,391	4,331,601	4,052,674	5,147,582
DEFERRED TAX LIABILITIES	2,895,560	2,602,640	2,505,437	2,204,673	1,824,126	1,617,322
ACCOUNTS PAYABLE FOR INVESTMENTS	2,264,991	27,367	5,694,321	2,264,992	27,367	5,694,321
OTHER LIABILITIES	28,638,117	35,018,693	33,509,603	11,418,700	14,028,459	13,093,063
TOTAL LIABILITIES	1,108,704,851	1,058,052,398	958,595,054	1,042,616,767	974,032,452	891,209,949
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	
7,089,392,755 ordinary shares of						
Baht 10 each			70,893,928			70,893,928
Issued and paid-up share capital						
6,074,143,747 ordinary shares of						
Baht 10 each	60,741,437	60,741,437	60,741,437	60,741,437	60,741,437	60,741,437
PREMIUM ON ORDINARY SHARES	13,802,216	13,802,216	13,802,216	13,802,216	13,802,216	13,802,216
OTHER RESERVES	7,764,093	6,572,436	5,983,000	7,737,414	6,531,881	5,985,325
RETAINED EARNINGS						
Appropriated						
Legal reserve	2,042,700	2,042,700	1,641,500	2,042,700	2,042,700	1,641,500
Unappropriated	43,715,600	38,115,540	31,061,703	26,143,133	16,268,614	13,086,308
TOTAL BANK'S EQUITY	128,066,046	121,274,329	113,229,856	110,466,900	99,386,848	95,256,786
NON-CONTROLLING INTEREST	402,827	278,899	163,719	-	-	-
TOTAL EQUITY	128,468,873	121,553,228	113,393,575	110,466,900	99,386,848	95,256,786
TOTAL LIABILITIES AND EQUITY	1,237,173,724	1,179,605,626	1,071,988,629	1,153,083,667	1,073,419,300	986,466,735

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

(Mr. Noriaki Goto)
Chief Executive Officer

(Mrs. Janice Rae Van Ekeren)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2014
"UNAUDITED"

BAHT : '000

	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2014	2013	2014	2013
		"Restated"		"Restated"
INTEREST INCOME (Note 6.16)	18,937,022	18,078,089	12,560,355	11,722,900
INTEREST EXPENSES (Note 6.17)	6,729,851	6,831,811	6,261,099	6,244,776
INTEREST INCOME, NET	12,207,171	11,246,278	6,299,256	5,478,124
FEES AND SERVICE INCOME	4,848,227	4,575,464	2,281,553	1,902,318
FEES AND SERVICE EXPENSES	1,080,944	1,057,444	504,160	447,118
FEES AND SERVICE INCOME, NET	3,767,283	3,518,020	1,777,393	1,455,200
GAINS ON TRADING AND FOREIGN EXCHANGE				
TRANSACTIONS, NET	334,056	381,934	336,656	375,462
GAINS ON INVESTMENTS, NET	438,422	71,758	402,037	1,779,037
SHARE OF PROFIT FROM INVESTMENT FOR USING				
EQUITY METHOD	32,705	49,302	-	-
DIVIDEND INCOME	95,772	98,345	95,452	335,153
BAD DEBTS RECOVERIES	734,057	821,667	10,947	10,160
GAINS ON SALE PROPERTIES FOR SALE	176,872	126,119	33,423	113,927
OTHER OPERATING INCOME	251,036	193,753	83,258	94,022
TOTAL OPERATING INCOME	18,037,374	16,507,176	9,038,422	9,641,085
OTHER OPERATING EXPENSES				
Employee's expenses	4,046,307	3,768,687	2,555,583	2,469,896
Directors' remuneration	13,319	9,203	11,622	8,199
Premises and equipment expenses	1,632,111	1,443,575	1,218,685	1,072,945
Taxes and duties	576,862	550,092	400,396	390,847
Loss on impairment of assets transferred				
to the Thai Asset Management Corporation	-	11,129	-	11,129
Provision for contingent liabilities (reversal)	-	(46,253)	-	(46,253)
Others	2,290,529	2,675,423	1,206,147	895,533
Total other operating expenses	8,559,128	8,411,856	5,392,433	4,802,296
IMPAIRMENT LOSS OF LOANS AND				
DEBT SECURITIES	4,888,898	3,148,231	1,600,000	298,000
PROFIT FROM OPERATING BEFORE				
INCOME TAX EXPENSES	4,589,348	4,947,089	2,045,989	4,540,789
INCOME TAX EXPENSES	1,035,549	1,124,293	397,087	527,516
NET PROFIT	3,553,799	3,822,796	1,648,902	4,013,273

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2014
"UNAUDITED"

BAHT : '000

	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2014	2013	2014	2013
		"Restated"		"Restated"
OTHER COMPREHENSIVE INCOME				
Changes in assets revaluation surplus	-	(67)	-	-
Gains (Loss) on remeasuring available-for-sale investment	521,466	(542,535)	540,388	(538,689)
Income tax relating to components of other comprehensive income	(104,293)	108,520	(108,077)	107,738
Total other comprehensive income, net	417,173	(434,082)	432,311	(430,951)
TOTAL COMPREHENSIVE INCOME	3,970,972	3,388,714	2,081,213	3,582,322
NET PROFIT ATTRIBUTABLE				
Owners of the Bank	3,507,128	3,786,575	1,648,902	4,013,273
Non-controlling interest	46,671	36,221	-	-
	3,553,799	3,822,796	1,648,902	4,013,273
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE				
Owners of the Bank	3,924,301	3,352,493	2,081,213	3,582,322
Non-controlling interest	46,671	36,221	-	-
	3,970,972	3,388,714	2,081,213	3,582,322
EARNINGS PER SHARE OF OWNERS OF THE BANK				
BASIC EARNINGS PER SHARE	BAHT	0.58	0.62	0.27
WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES	SHARES	6,074,143,747	6,074,143,747	6,074,143,747

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

(Mr. Noriaki Goto)
Chief Executive Officer

(Mrs. Janice Rae Van Ekeren)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2014
"UNAUDITED"

BAHT : '000

	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2014	2013	2014	2013
		"Restated"		"Restated"
INTEREST INCOME (Note 6.16)	55,563,991	52,441,823	36,434,666	34,058,152
INTEREST EXPENSES (Note 6.17)	19,984,014	19,600,894	18,463,030	18,003,891
INTEREST INCOME, NET	35,579,977	32,840,929	17,971,636	16,054,261
FEES AND SERVICE INCOME	13,972,263	13,803,190	6,537,760	5,777,326
FEES AND SERVICE EXPENSES	3,167,570	3,153,652	1,506,600	1,343,918
FEES AND SERVICE INCOME, NET	10,804,693	10,649,538	5,031,160	4,433,408
GAINS ON TRADING AND FOREIGN EXCHANGE				
TRANSACTIONS, NET	1,109,596	1,209,961	1,113,149	1,167,490
GAINS ON INVESTMENTS, NET	578,418	389,522	540,305	2,096,847
SHARE OF PROFIT FROM INVESTMENT FOR USING				
EQUITY METHOD	153,066	154,444	-	-
DIVIDEND INCOME	226,330	515,857	9,943,900	1,417,431
BAD DEBTS RECOVERIES	2,133,487	3,054,566	30,598	628,148
GAINS ON SALE PROPERTIES FOR SALE	408,608	852,732	155,415	731,095
OTHER OPERATING INCOME	866,216	611,895	258,201	257,951
TOTAL OPERATING INCOME	51,860,391	50,279,444	35,044,364	26,786,631
OTHER OPERATING EXPENSES				
Employee's expenses	12,085,469	11,362,799	7,698,197	7,318,185
Directors' remuneration	35,133	26,158	31,447	23,704
Premises and equipment expenses	4,802,660	4,330,438	3,582,918	3,182,495
Taxes and duties	1,723,201	1,615,107	1,213,650	1,147,082
Loss on impairment of assets transferred				
to the Thai Asset Management Corporation (reversal) (Note 6.8)	-	(1,113,584)	-	(1,056,070)
Provision for contingent liabilities	66,292	828,339	66,292	828,339
Others	6,628,318	7,181,445	3,319,365	2,734,838
Total other operating expenses	25,341,073	24,230,702	15,911,869	14,178,573
IMPAIRMENT LOSS OF LOANS AND				
DEBT SECURITIES	13,227,425	12,136,485	3,450,000	3,148,000
PROFIT FROM OPERATING BEFORE				
INCOME TAX EXPENSES	13,291,893	13,912,257	15,682,495	9,460,058
INCOME TAX EXPENSES	2,934,092	2,949,340	1,173,608	1,353,660
NET PROFIT	10,357,801	10,962,917	14,508,887	8,106,398

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME (CONTINUED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2014
"UNAUDITED"

BAHT : '000

	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2014	2013	2014	2013
		"Restated"		"Restated"
OTHER COMPREHENSIVE INCOME				
Changes in assets revaluation surplus	-	2,284,482	-	2,249,418
Gains (Loss) on remeasuring available-for-sale investment	1,771,518	(1,055,212)	1,788,100	(1,067,982)
Income tax relating to components of other comprehensive income	(354,303)	(245,829)	(357,620)	(236,287)
Total other comprehensive income, net	1,417,215	983,441	1,430,480	945,149
TOTAL COMPREHENSIVE INCOME	11,775,016	11,946,358	15,939,367	9,051,547
NET PROFIT ATTRIBUTABLE				
Owners of the Bank	10,233,781	10,862,584	14,508,887	8,106,398
Non-controlling interest	124,020	100,333	-	-
	10,357,801	10,962,917	14,508,887	8,106,398
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE				
Owners of the Bank	11,650,996	11,846,025	15,939,367	9,051,547
Non-controlling interest	124,020	100,333	-	-
	11,775,016	11,946,358	15,939,367	9,051,547
EARNINGS PER SHARE OF OWNERS OF THE BANK				
BASIC EARNINGS PER SHARE BAHT	1.68	1.79	2.39	1.33
WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES SHARES	6,074,143,747	6,074,143,747	6,074,143,747	6,074,143,747

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

(Mr. Noriaki Goto)
Chief Executive Officer

(Mrs. Janice Rae Van Ekeren)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN EQUITY

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2014

"UNAUDITED"

BAHT : '000

	CONSOLIDATED FINANCIAL STATEMENTS								
	Owners of the Bank						Non-	Total	
	Issued and Paid-up Share Capital	Premium on Share Capital	Other reserves		Retained Earnings		Total		
			Asset	Revaluation	Appropriated	Unappropriated	Bank's		
			Appraisal	Surplus (deficit)	Legal		Equity		
Surplus			on Investments	Reserve					
Balance as of January 1, 2013 as previously reported	60,741,437	13,802,216	5,038,510	944,490	1,641,500	31,154,242	113,322,395	163,719	113,486,114
Effects on application of the new accounting policy (Note 3)	-	-	-	-	-	(92,539)	(92,539)	-	(92,539)
Balance as of January 1, 2013 as restated	60,741,437	13,802,216	5,038,510	944,490	1,641,500	31,061,703	113,229,856	163,719	113,393,575
Change in revaluation surplus	-	-	(145,976)	-	-	145,976	-	-	-
Dividend payment (Note 6.9)	-	-	-	-	-	(4,859,315)	(4,859,315)	(5)	(4,859,320)
Total comprehensive income	-	-	1,827,586	(844,171)	-	10,862,610	11,846,025	100,333	11,946,358
Change in shareholding in subsidiary company	-	-	-	-	-	-	-	(3,881)	(3,881)
Balance as of September 30, 2013	60,741,437	13,802,216	6,720,120	100,319	1,641,500	37,210,974	120,216,566	260,166	120,476,732
Balance as of January 1, 2014 as previously reported	60,741,437	13,802,216	6,672,878	(100,442)	2,042,700	38,210,268	121,369,057	278,899	121,647,956
Effects on application of the new accounting policy (Note 3)	-	-	-	-	-	(94,728)	(94,728)	-	(94,728)
Balance as of January 1, 2014 as restated	60,741,437	13,802,216	6,672,878	(100,442)	2,042,700	38,115,540	121,274,329	278,899	121,553,228
Change in revaluation surplus	-	-	(225,558)	-	-	225,558	-	-	-
Dividend payment (Note 6.9)	-	-	-	-	-	(4,859,315)	(4,859,315)	(46)	(4,859,361)
Total comprehensive income	-	-	-	1,417,215	-	10,233,781	11,650,996	124,020	11,775,016
Change in shareholding in subsidiary company	-	-	-	-	-	36	36	(46)	(10)
Balance as of September 30, 2014	60,741,437	13,802,216	6,447,320	1,316,773	2,042,700	43,715,600	128,066,046	402,827	128,468,873

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

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN EQUITY (CONTINUED)

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2014

"UNAUDITED"

BAHT : '000

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

(Mr. Noriaki Goto)
Chief Executive Officer

(Mrs. Janice Rae Van Ekeren)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2014
"UNAUDITED"

BAHT : '000

	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2014	2013	2014	2013
		"Restated"		"Restated"
CASH FLOWS FROM OPERATING ACTIVITIES				
Income from operating before income tax expenses	13,291,893	13,912,257	15,682,495	9,460,058
Adjustments to reconcile income to cash received (paid)				
from operating activities:				
Depreciation and amortization	2,506,115	2,230,329	1,656,342	1,345,614
Deferred interest expenses	2,295	2,865	2,295	2,865
Bad debt and doubtful accounts	12,159,140	10,847,093	3,515,635	2,458,965
Losses on debt restructuring (reversal)	1,068,285	1,289,392	(65,635)	689,035
Gains on translation in foreign currencies	(132,950)	(6,628)	(132,950)	(6,628)
Share of profit from investment for using equity method	(153,066)	(154,444)	-	-
Gains on investments	(578,418)	(389,522)	(540,305)	(2,096,847)
Decrease in discount on investments	(21,308)	(45,921)	(21,512)	(66,704)
Gains on investment in subsidiary	-	-	-	(1,707,279)
Gains on sales of properties for sale	(408,607)	(852,732)	(155,415)	(731,095)
(Gains) losses on sales of premises and equipment	(17,716)	13,986	(667)	45,134
Loss on impairment of properties for sale	231,812	482,967	26,130	111,881
Loss on impairment of premises and equipment (reversal)	84	(13,939)	-	(12,255)
Loss on impairment of other assets (reversal)	110,816	264,222	28,673	(1,700)
Loss on impairment of assets transferred				
to the Thai Asset Management Corporation (reversal)	-	(1,113,584)	-	(1,056,070)
Provision for contingent liabilities	66,292	828,339	66,292	828,339
Decrease in other reserves	289,554	249,347	156,487	192,905
Interest income, net	(35,579,977)	(32,840,929)	(17,971,636)	(16,054,261)
Interest received	55,631,393	52,155,398	36,676,998	33,998,243
Interest paid	(20,427,109)	(19,289,927)	(19,304,794)	(18,564,168)
Dividend income	(226,330)	(515,857)	(9,943,900)	(1,417,431)
Dividend received	227,161	491,802	224,790	515,259
Increase (decrease) in other accrued expenses	50,809	192,185	75,983	(784,120)
Income tax paid	(4,786,673)	(4,566,079)	(1,596,834)	(1,305,602)
Income from operations before changes in				
operating assets and liabilities	23,303,495	23,170,620	8,378,472	5,844,138
(Increase) decrease in operating assets				
Interbank and money market items	(16,342,172)	(8,685,800)	(15,967,088)	(8,373,040)
Derivatives assets	2,924,601	(661,455)	2,924,601	(661,455)
Current investments - securities for trading	(10,170,623)	(1,062,353)	(10,146,159)	(1,216,555)
Loans to customers	(41,494,504)	(67,412,661)	(33,196,691)	(35,706,006)
Properties for sale	1,237,066	2,349,860	349,277	1,947,235
Other assets	3,153,482	1,898,874	1,129,340	980,148

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2014
"UNAUDITED"

BAHT : '000

	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2014	2013	2014	2013
		"Restated"		"Restated"
CASH FLOWS FROM OPERATING ACTIVITIES (CONTINUED)				
Increase (decrease) in operating liabilities				
Deposits	42,233,193	49,258,888	42,032,749	46,601,565
Interbank and money market items	20,182,042	14,415,569	20,708,408	15,475,631
Liability payable on demand	395,865	89,289	395,865	89,289
Derivatives liabilities	(3,120,052)	163,510	(3,120,052)	163,510
Other liabilities	(4,487,200)	(3,198,651)	(1,039,675)	(442,474)
Net cash from operating activities	<u>17,815,193</u>	<u>10,325,690</u>	<u>12,449,047</u>	<u>24,701,986</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from sales of investments in securities	872,521,917	257,851,102	872,459,827	258,943,983
Cash paid for purchases of investments in securities	(864,807,367)	(260,429,606)	(864,788,443)	(259,699,651)
Proceeds from repatriation of subsidiaries	-	-	-	2,074,494
Cash paid for investment in subsidiaries	-	-	(18,400,000)	-
Cash paid for non-controlling interest from repatriation of subsidiary	-	(3,881)	-	-
Dividend received from subsidiaries	-	-	9,719,939	902,075
Proceeds from sales of premises and equipment	63,388	118,308	6,351	86,469
Cash paid for purchases of premises and equipment	(1,166,628)	(1,080,405)	(739,534)	(600,172)
Cash paid for purchases of other assets	(414,446)	(544,717)	(368,181)	(436,456)
Net cash from investing activities	<u>6,196,864</u>	<u>(4,089,199)</u>	<u>(2,110,041)</u>	<u>1,270,742</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from debts issued and borrowings	179,628,385	175,168,129	163,978,800	89,645,100
Cash paid for repayment of debts issued and borrowings	(202,821,506)	(177,934,295)	(173,347,507)	(112,079,303)
Cash paid for repayment of liabilities under finance lease agreements	(23,620)	(17,856)	(23,620)	(17,856)
Dividend payment	(4,859,361)	(4,859,315)	(4,859,315)	(4,859,315)
Net cash from financing activities	<u>(28,076,102)</u>	<u>(7,643,337)</u>	<u>(14,251,642)</u>	<u>(27,311,374)</u>
Total	<u>(4,064,045)</u>	<u>(1,406,846)</u>	<u>(3,912,636)</u>	<u>(1,338,646)</u>
Effect of exchange rate change on cash	(29,728)	52,595	(29,728)	52,595
Net decrease in cash and cash equivalents	<u>(4,093,773)</u>	<u>(1,354,251)</u>	<u>(3,942,364)</u>	<u>(1,286,051)</u>
Cash and cash equivalents as at January 1,	28,928,642	25,753,004	28,167,503	25,060,003
Cash and cash equivalents as at September 30,	<u><u>24,834,869</u></u>	<u><u>24,398,753</u></u>	<u><u>24,225,139</u></u>	<u><u>23,773,952</u></u>

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

(Mr. Noriaki Goto)
Chief Executive Officer

(Mrs. Janice Rae Van Ekeren)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
THE CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2014
“UNAUDITED”

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BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
THE CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2014
“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 September 30, 2014 and December 31, 2013, the Bank has 16 subsidiaries, with changes during the nine-month period ended September 30, 2014 as follow:

- 1.1 As at July 15, 2014, Krungsri Securities Public Company Limited, the Bank’s subsidiary, has changed its registered address from 550, 5th Floor, Bank of Ayudhya Building Ploenchit Office, Ploenchit Road, Lumpini Subdistrict, Patumwan District, Bangkok to 898, 3rd Floor, Ploenchit Tower, Ploenchit Road, Lumpini Subdistrict, Pathumwan District, Bangkok.

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

- 2.1 The interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (Revised 2012), “Interim Financial Reporting” and the regulation of the Stock Exchange of Thailand dated January 22, 2001, regarding the Preparation and Filing of Financial Statements and Reports on Financial Status and Results of Operations of Listed Companies, B.E. 2544, including the Procedures, Policies and Presentation in accordance with the Bank of Thailand (“BOT”)’s Notification regarding the Preparation and Announcement of Financial Statements of Commercial Banks and Holding Companies of Financial Industry dated December 3, 2010.

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, 2013.

The consolidated and the Bank's statements of financial position as at December 31, 2013, 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 nine-month period ended September 30, 2014 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 in which the Bank has controlled or has invested over 50% of their voting rights. These subsidiaries are as follows:

	Business Type	Percentage of Holdings	
		As at	
		September 30, 2014	December 31, 2013
Subsidiaries			
Ayudhya Development Leasing Company Limited	Leasing and hire-purchase	99.99	99.99
Ayudhya Capital Auto Lease Public Company Limited	Hire-purchase and auto leasing	99.99	99.99
Ayudhya Total Solutions Public Company Limited ⁽¹⁾	Hire-purchase	99.81	99.81
CFG Services Company Limited	Hire-purchase and motorcycle loans	99.99	99.99
Ayudhya Card Services Company Limited ⁽¹⁾	Credit cards and personal loans	99.99	99.99
Ayudhya Capital Services Company Limited	Credit cards and personal loans	99.99	99.99
General Card Services Limited	Credit cards and personal loans	99.99	99.99
Krungsriayudhya Card Company Limited	Credit cards and personal loans	99.99	99.99
Siam Realty and Services Company Limited	Human resource services and vehicle rental	99.99	99.99
Total Service Solutions Public Company Limited	Collection services	99.99	99.99
Krungsri Asset Management Company Limited	Fund management	76.59	76.59
Krungsri Ayudhya AMC Limited	Asset management	99.99	99.99
Krungsri Securities Public Company Limited	Securities	98.71	98.71
Krungsri Factoring Company Limited	Factoring	99.99	99.99
Krungsri Life Assurance Broker Limited ⁽²⁾	Life assurance broker	99.99	99.99
Krungsri General Insurance Broker Limited ⁽²⁾	General insurance broker	99.99	99.99

⁽¹⁾ Subsidiaries are in the process of liquidation

⁽²⁾ Indirectly holding via Ayudhya Capital Services Company Limited of 99.99%

All material intercompany transactions and balances have been eliminated.

- 2.3 The consolidated financial statements for the three-month and nine-month periods ended September 30, 2014 and 2013, included financial statements of certain subsidiaries, prepared by subsidiaries' managements, which have not been reviewed by the auditors as follows:

	Net profit (loss) For the three-month periods ended September 30,		Unit: Million Baht Net profit (loss) For the nine-month periods ended September 30,	
	2014	2013	2014	2013
Ayudhya Total Solutions Public Company Limited ⁽¹⁾	(3)	13	(3)	21
Ayudhya Card Services Company Limited ⁽¹⁾	-	58	-	105

⁽¹⁾ Subsidiaries are in the process of liquidation

2.4 Change in Accounting Estimates

For the nine-month period ended September 30, 2014, the Bank's management has reviewed the estimated useful life of a building and determined that the useful life of such building should be changed to appropriately reflect future economic benefit. The effect of such change in accounting estimates was an increase in depreciation expense and decrease in net profit by the same amount of Baht 261 million in the statement of comprehensive income for the nine-month period ended September 30, 2014.

3. ADOPTION OF NEW AND REVISED THAI FINANCIAL REPORTING STANDARDS

Since January 1, 2014, 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, 2014. Such TFRSs have no significant impact on the Bank and its subsidiaries' financial statements except the accounting policy of Customer Loyalty Programmes, which has been adopted in order to comply with Thai Financial Reporting Interpretation No.13 "Customer Loyalty Programmes", as follows:

Customer Loyalty Programmes

Customer Loyalty Programmes are to grant the points to customer who joins the program. The points are based on the certain transactions determined under customer loyalty programmes and able to be redeemed for free or discount of merchandise or services.

Obligation from granting the points is recognized and measured at the fair value of the consideration received or receivable which is derived from outstanding points expected future redemption multiplied by estimated fair value per points.

Such obligation is allocated from consideration received or receivable and recorded through deferred revenue customer loyalty programmes under other liabilities and recognized as fee income when the points are redeemed by customers.

The effects of application of accounting policy of customer loyalty programmes on the consolidated and the Bank's financial statements for the three-month and nine-month periods ended September 30, 2013 and the consolidated and the Bank's financial position as at December 31, 2013 and January 1, 2013 are as follows:

	Unit : Million Baht			
	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	December 31,	January 1,	December 31,	January 1,
	2013	2013	2013	2013
STATEMENTS OF FINANCIAL POSITION				
Deferred tax assets				
Balance before application of new accounting policy	6,982	6,061	2,277	2,637
Increase in deferred tax assets	24	23	-	-
Balance after application of new accounting policy	7,006	6,084	2,277	2,637
Provision				
Balance before application of new accounting policy	6,422	7,334	4,109	5,176
Decrease in provision	(1,839)	(1,617)	(56)	(28)
Balance after application of new accounting policy	4,583	5,717	4,053	5,148
Other liabilities				
Balance before application of new accounting policy	33,062	31,778	13,972	13,065
Increase in other liabilities	1,957	1,732	56	28
Balance after application of new accounting policy	35,019	33,510	14,028	13,093
Retained earnings - Unappropriated				
Balance before application of new accounting policy	38,210	31,154	16,269	13,086
Decrease in provision	1,839	1,617	56	28
Increase in others liabilities - deferred income	(1,957)	(1,732)	(56)	(28)
Increase in deferred tax assets	24	23	-	-
Balance after application of new accounting policy	38,116	31,062	16,269	13,086

	Unit: Million Baht			
	For the three-month period ended September 30, 2013		For the nine-month period ended September 30, 2013	
	CONSOLIDATED FINANCIAL STATEMENTS	THE BANK'S FINANCIAL STATEMENTS	CONSOLIDATED FINANCIAL STATEMENTS	THE BANK'S FINANCIAL STATEMENTS
STATEMENTS OF COMPREHENSIVE INCOME				
Fees and service income				
Fees and service income for the period before application of new accounting policy	4,647	1,922	14,010	5,803
Decrease in fees and service income	(72)	(20)	(207)	(26)
Fees and service income for the period after application of new accounting policy	4,575	1,902	13,803	5,777
Other operating expenses - Others				
Other operating expenses -others for the period before application of new accounting policy	2,738	915	7,369	2,761
Decrease in other operating expenses - others	(63)	(19)	(188)	(26)
Other operating expenses - others for the period after application of new accounting policy	2,675	896	7,181	2,735
Income tax expenses				
Income tax expenses for the period before application of new accounting policy	1,126	528	2,953	1,354
Decrease in income tax expense	(2)	-	(4)	-
Income tax expenses for the period after application of new accounting policy	1,124	528	2,949	1,354
Net profit				
Net profit for the period before application of new accounting policy	3,830	4,013	10,978	8,106
Decrease in net profit	(7)	-	(15)	-
Net profit for the period after application of new accounting policy	3,823	4,013	10,963	8,106
Earnings per share of owners of the Bank (Baht)				
Basic earnings per share before application of new accounting policy	0.62	0.66	1.79	1.33
Basic earnings per share after application of new accounting policy	0.62	0.66	1.79	1.33

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, 2013, except for the new and revised TFRSs as mentioned in Note 3.

In addition, during the nine-month period ended September 30, 2014, the Bank has launched hire-purchase product and adopted the group accounting policy as same as its subsidiaries involved in hire-purchase business as follows:

Hire-purchase receivable is carried at contract amount plus initial direct cost.

Interest income on hire-purchase contract is recognized by the effective interest rate method.

Unearned interest income and deferred subsidy income on hire-purchase contract are presented in deferred revenue and recognized by the effective interest rate method.

Initial direct cost is recognized by the effective interest method.

Allowance for doubtful accounts for hire-purchase receivables is calculated by using the collective approach which classifies a group of loans having similar credit risk characteristics based on the historical loss experience of each loan category.

5. CAPITAL FUND

On November 8, 2012, the Bank of Thailand issued the new supervisory guideline on capital fund for the commercial bank to comply with the BASEL III, global regulatory framework of Basel Committee on Banking Supervision (BCBS) which is effective by phasing in gradually starting on January 1, 2013 up to January 1, 2019. During the period from January 1, 2013 to December 31, 2015, the minimum capital requirement ratio is 8.5% of total risk weighted assets with the conditions that Tier 1 capital shall not be less than 6.0% of total risk weighted assets and common equity Tier 1 capital shall not be less than 4.5% of total risk weighted assets.

The Bank thus conducts 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 Bank.

The Bank maintains its capital funds in accordance with the criteria, methodologies and conditions prescribed by the Bank of Thailand. As at September 30, 2014 and December 31, 2013, the Bank's total capital funds can be categorized as follows:

	Unit : Million Baht	
	September 30, 2014	December 31, 2013
Common Equity Tier 1 capital		
Issued and paid-up share capital	60,741	60,741
Premium on share capital	13,802	13,802
Statutory reserve	2,043	2,043
Unappropriated retained earning	24,427	12,011
Other comprehensive income	7,499	6,515
Less Deduction items from Common Equity Tier 1	(8,161)	(10,387)
Total Common Equity Tier 1 capital	100,351	84,725
Additional Tier 1	-	-
Total Tier 1 capital	100,351	84,725
Tier 2 capital	33,465	37,600
Total capital fund	133,816	122,325

	Percentage	
	September 30, 2014	December 31, 2013
Total Common Equity Tier 1 capital / Total risk assets	11.18	10.17
Total Tier 1 capital / Total risk assets	11.18	10.17
Total capital / Total risk assets	14.91	14.68

The Bank discloses the capital maintenance information under the Notification of the Bank of Thailand Re : Public Disclosure of Capital Maintenance for Commercial Bank as details as below.

Location of disclosure	www.krungsri.com
Date of disclosure	October 27, 2014
Information as at	June 30, 2014

6. ADDITIONAL INFORMATION

6.1 Additional information of cash flows

6.1.1 Non-cash transactions of premises and equipment for the nine-month periods ended September 30 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		Unit: Million Baht THE BANK'S FINANCIAL STATEMENTS	
	2014	2013	2014	2013
Premises and equipment payable at the beginning of the periods	291	404	226	345
Purchases of premises and equipment	971	777	544	320
<u>Less Cash payment</u>	<u>(1,167)</u>	<u>(1,080)</u>	<u>(740)</u>	<u>(600)</u>
Premises and equipment payable at the end of the periods	<u>95</u>	<u>101</u>	<u>30</u>	<u>65</u>

6.1.2 Non-cash transactions of computer software for the nine-month periods ended September 30 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		Unit: Million Baht THE BANK'S FINANCIAL STATEMENTS	
	2014	2013	2014	2013
Computer software payable at the beginning of the periods	97	243	69	205
Purchases of computer software	335	455	307	278
<u>Less Cash payment</u>	<u>(414)</u>	<u>(545)</u>	<u>(368)</u>	<u>(436)</u>
Computer software payable at the end of the periods	<u>18</u>	<u>153</u>	<u>8</u>	<u>47</u>

6.1.3 Others non-cash transactions for the nine-month periods ended September 30 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		Unit: Million Baht THE BANK'S FINANCIAL STATEMENTS	
	2014	2013	2014	2013
Increase (decrease) in revaluation surplus on investments	1,772	(1,050)	1,788	(1,068)
Accumulated depreciation of premises appraisal deducted from premises revaluation surplus	(284)	(183)	(281)	(182)
Increase in assets revaluation surplus	-	2,284	-	2,249
Properties for sale acquired from debt repayment	-	895	-	6
Properties and premises transferred to be properties foreclosed	20	56	20	56

6.1.4 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.

6.2 Investments, net

Investments, net as at September 30, 2014 and December 31, 2013 consisted of the following:

Unit: Million Baht								
CONSOLIDATED FINANCIAL STATEMENTS								
	September 30, 2014				December 31, 2013			
	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	8,786	2	-	8,788	974	2	-	976
Private sector's debt securities	24	-	-	24	21	-	-	21
Domestic marketable equity securities	60	-	(1)	59	-	-	-	-
	8,870	2	(1)	8,871	995	2	-	997
Add Revaluation allowance	1			-	2			-
Total	8,871			8,871	997			997
Securities Available-for-Sale								
Government and state enterprise securities	48,130	218	(12)	48,336	49,352	176	(93)	49,435
Private sector's debt securities	11,948	170	(3)	12,115	15,616	41	(103)	15,554
Domestic marketable equity securities	5,243	1,389	(116)	6,516	5,746	300	(447)	5,599
	65,321	1,777	(131)	66,967	70,714	517	(643)	70,588
Add (less) Revaluation allowance	1,646			-	(126)			-
Less Allowance for impairment	(361)			(361)	(92)			(92)
Total	66,606			66,606	70,496			70,496
Securities Held-to-Maturity								
Private sector's debt securities	50				50			
Investment in accounts receivable	214				1,279			
	264				1,329			
Less Allowance for impairment	(64)				(64)			
Total	200				1,265			
Securities for General Investments								
Domestic non-marketable equity securities	412				705			
Foreign non-marketable equity securities	29				29			
	441				734			
Less Allowance for impairment	(218)				(218)			
Total	223				516			
Total Investments, net	75,900				73,274			

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

	September 30, 2014				December 31, 2013			
	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	8,786	2	-	8,788	974	2	-	976
Private sector's debt securities	27	-	-	27	26	-	-	26
Domestic marketable equity								
securities	37	-	(1)	36	-	-	-	-
	8,850	2	(1)	8,851	1,000	2	-	1,002
<u>Add</u> Revaluation allowance	1			-	2			-
Total	8,851			8,851	1,002			1,002
Securities Available-for-Sale								
Government and state								
enterprise securities	48,130	218	(12)	48,336	49,352	176	(93)	49,435
Private sector's debt securities	11,602	170	(3)	11,769	15,548	41	(103)	15,486
Domestic marketable equity								
securities	5,242	1,389	(116)	6,515	5,741	283	(447)	5,577
	64,974	1,777	(131)	66,620	70,641	500	(643)	70,498
<u>Add (less)</u> Revaluation allowance	1,646			-	(143)			-
<u>Less</u> Allowance for impairment	(14)			(14)	(24)			(24)
Total	66,606			66,606	70,474			70,474
Securities Held-to-Maturity								
Private sector's debt securities	50				50			
Investment in accounts								
receivable	214				1,279			
	264				1,329			
<u>Less</u> Allowance for impairment	(64)				(64)			
Total	200				1,265			
Securities for General Investments								
Domestic non-marketable equity								
securities	380				673			
Foreign non-marketable equity								
securities	29				29			
	409				702			
<u>Less</u> Allowance for impairment	(202)				(202)			
Total	207				500			
Total Investments, net	<u>75,864</u>				<u>73,241</u>			

In the consolidated and the Bank's financial statements as at September 30, 2014 and December 31, 2013, the Bank and its subsidiaries had investments in available-for-sale securities and general investments of 3 and 1 companies, respectively, subject to being delisted from the SET, with cost of Baht 12 million and market price of Baht 0.

6.3 Investments in subsidiaries and associates, net

The Bank's investments in companies in which the Bank holds more than 20% of the paid-up capital, with the percentage of beneficial ownership and amount of investments as at September 30, 2014 and December 31, 2013 are as follows:

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

September 30, 2014

Company Name	Business Type	Securities Investment Type	Registered Share Capital	Ownership %	Investment (Cost)	Investment (Equity Method)	Dividend
Associates							
Tesco Card Services Limited ⁽¹⁾	Credit cards and personal loans	Common stock	2,080	50.00	1,040	1,099	650
Tesco Life Assurance Broker Limited ⁽²⁾	Life assurance broker	Common stock	12	50.00	-	39	5
Tesco General Insurance Broker Limited ⁽²⁾	General insurance broker	Common stock	107	50.00	-	74	15
Metro Designee Company Limited ⁽³⁾	Special purpose vehicle	Common stock	-	22.00	-	-	-
Investments in associates, net					<u>1,040</u>	<u>1,212</u>	<u>670</u>

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2013

Company Name	Business Type	Securities Investment Type	Registered Share Capital	Ownership %	Investment (Cost)	Investment (Equity Method)	Dividend
Associates							
Tesco Card Services Limited ⁽¹⁾	Credit cards and personal loans	Common stock	780	50.00	390	966	-
Tesco Life Assurance Broker Limited ⁽²⁾	Life assurance broker	Common stock	2	50.00	-	34	-
Tesco General Insurance Broker Limited ⁽²⁾	General insurance broker	Common stock	77	50.00	-	59	-
Metro Designee Company Limited ⁽³⁾	Special purpose vehicle	Common stock	-	21.90	-	-	-
Investments in associates, net					<u>390</u>	<u>1,059</u>	<u>-</u>

⁽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 Metro Public Company Limited (BMCL) in case BMCL breaches agreement with MRT or BMCL breaches the loan agreement with the creditor group

Unit: Million Baht						
THE BANK'S FINANCIAL STATEMENTS						
September 30, 2014						
Company Name	Business Type	Securities Investment Type	Registered Share Capital	Ownership %	Investment (Cost)	Dividend
Subsidiaries						
Ayudhya Development Leasing Company Limited	Leasing and hire- purchase	Common stock	1,905	99.99	2,129	-
Ayudhya Capital Auto Lease Public Company Limited	Hire-purchase and auto leasing	Common stock	25,545	99.99	19,880	-
Ayudhya Total Solutions Public Company Limited ⁽¹⁾	Hire-purchase	Common stock	299	99.81	-	-
CFG Services Company Limited	Hire-purchase and motorcycle loans	Common stock Preferred stock	1,990	99.99	1,826	600
					1	-
Ayudhya Card Services Company Limited ⁽¹⁾	Credit cards and personal loans	Common stock	180	99.99	-	-
Ayudhya Capital Services Company Limited	Credit cards and personal loans	Common stock	5,925	99.99	11,941	5,800
General Card Services Limited	Credit cards and personal loans	Common stock	2,058	99.99	2,181	1,300
Krungsriayudhya Card Company Limited	Credit cards and personal loans	Common stock	5,906	99.99	6,275	2,000
Siam Realty and Services Company Limited	Car leasing and personnel services	Common stock	100	99.99	100	20
Total Services Solutions Public Company Limited	Collection services	Common stock	401	99.99	1,614	-
Krungsri Asset Management Company Limited	Fund management	Common stock	350	76.59	205	-
Krungsri Ayudhya AMC Limited	Asset management	Common stock	6,000	99.99	6,000	-
Krungsri Securities Public Company Limited	Securities	Common stock	600	98.71	731	-
Krungsri Factoring Company Limited	Factoring	Common stock	300	99.99	300	-
Associated Company						
Metro Designee Company Limited ⁽²⁾	Special purpose vehicle	Common stock	-	22.00	-	-
Investments in subsidiaries and associated company					53,183	9,720
<u>Less</u> Allowance for impairment					<u>(4,952)</u>	<u>-</u>
Investments in subsidiaries and associated company, net					<u>48,231</u>	<u>9,720</u>

⁽¹⁾ Subsidiaries are 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 BMCL in case BMCL breaches agreement with MRT or BMCL breaches the loan agreement with the creditor group

Unit: Million Baht						
THE BANK'S FINANCIAL STATEMENTS						
December 31, 2013						
Company Name	Business Type	Securities Investment Type	Registered Share Capital	Ownership %	Investment (Cost)	Dividend
Subsidiaries						
Ayudhya Development Leasing Company Limited	Leasing and hire- purchase	Common stock	705	99.99	929	35
Ayudhya Capital Auto Lease Public Company Limited	Hire-purchase and auto leasing	Common stock	1,045	99.99	16,280	-
Ayudhya Total Solutions Public Company Limited ⁽¹⁾	Hire-purchase	Common stock	299	99.81	-	-
CFG Services Company Limited	Hire-purchase and motorcycle loans	Common stock	190	99.99	26	-
		Preferred stock			1	-
Ayudhya Card Services Company Limited ⁽¹⁾	Credit cards and personal loans	Common stock	180	99.99	-	237
Ayudhya Capital Services Company Limited	Credit cards and personal loans	Common stock	125	99.99	6,141	600
General Card Services Limited	Credit cards and personal loans	Common stock	758	99.99	881	-
Krungsriayudhya Card Company Limited	Credit cards and personal loans	Common stock	1,206	99.99	1,575	-
Siam Realty and Services Company Limited	Car leasing and personnel services	Common stock	100	99.99	100	30
Total Services Solutions Public Company Limited	Collection services	Common stock	331	99.99	1,614	-
Krungsri Asset Management Company Limited	Fund management	Common stock	350	76.59	205	-
Krungsri Ayudhya AMC Limited	Asset management	Common stock	6,000	99.99	6,000	-
Krungsri Securities Public Company Limited	Securities	Common stock	600	98.71	731	-
Krungsri Factoring Company Limited	Factoring	Common stock	300	99.99	300	-
Associated Company						
Metro Designee Company Limited ⁽²⁾	Special purpose vehicle	Common stock	-	21.90	-	-
Investments in subsidiaries and associated company					34,783	902
<u>Less Allowance for impairment</u>					<u>(4,952)</u>	<u>-</u>
Investments in subsidiaries and associated company, net					<u>29,831</u>	<u>902</u>

⁽¹⁾ Subsidiaries are 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 BMCL in case BMCL breaches agreement with MRT or BMCL 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 NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2014
“UNAUDITED”

	Unit: Million Baht	
	2014	2013
Cash flows from operating activities		
Income before income tax	335	220
Adjustments to reconcile income to cash provided (paid) from operating activities		
Bad debt and doubtful accounts (reversal)	4	(3)
Loss on impairment of properties for sale	162	91
Depreciation and amortization	2	2
Gain on sales of properties for sale	(218)	(194)
Employment benefits expenses	40	4
Interest income, net	(92)	(66)
Interest received	97	111
Interest paid	(5)	(46)
Income tax paid	(174)	(66)
Income from operations before changes in operating assets and liabilities	151	53
Decrease in operating assets		
Investment in receivables	253	94
Loans to customers	84	92
Properties for sale	906	844
Other assets	66	164
Increase (decrease) in operating liabilities		
Other liabilities	14	(125)
Net cash from operating activities	1,474	1,122
Cash flows from investing activities		
Cash paid for purchase of equipment	-	(3)
Net cash from investing activities	-	(3)
Cash flows from financing activities		
Proceeds from bill of exchange issued	55	20
Cash paid for repayment of bill of exchange	(609)	(1,115)
Net cash from financing activities	(554)	(1,095)
Net increase in cash and cash equivalents	920	24
Cash and cash equivalents as at January 1,	20	13
Cash and cash equivalents as at September 30,	940	37

6.4 Loans to customers and accrued interest receivables, net

Loans to customers and accrued interest receivables, net as at September 30, 2014 and December 31, 2013 are as follows:

(1) Classified by products

	CONSOLIDATED FINANCIAL STATEMENTS		Unit: Million Baht THE BANK'S FINANCIAL STATEMENTS	
	September 30, 2014	December 31, 2013	September 30, 2014	December 31, 2013
Overdrafts	57,404	52,359	57,257	52,095
Loan against contract	459,638	421,067	584,061	603,574
Trade bill	163,342	166,373	163,293	166,259
Hire-purchase receivable	275,326	269,453	58,896	-
Lease contract receivable	21,028	22,837	860	-
Credit card receivable	41,873	51,439	-	-
Others	1,339	4,486	350	277
Total	1,019,950	988,014	864,717	822,205
<u>Less</u> Deferred revenue	(45,052)	(44,512)	(10,598)	(75)
Loans to customers after deferred revenue, net	974,898	943,502	854,119	822,130
<u>Add</u> Accrued interest receivables	2,666	2,648	1,584	1,741
Loans to customers and accrued interest receivable after deferred revenue, net	977,564	946,150	855,703	823,871
<u>Less</u> Allowance for doubtful accounts				
1) BOT requirement :				
Individual approach	(21,066)	(18,200)	(15,298)	(13,677)
Collective approach	(5,200)	(4,499)	(795)	-
2) Surplus reserve	(14,147)	(14,767)	(6,093)	(6,242)
<u>Less</u> Revaluation allowance for debt restructuring	(1,636)	(1,520)	(590)	(659)
Total loans to customers, net	935,515	907,164	832,927	803,293

(2) Classified by currency and residence of debtors

Unit: Million Baht						
CONSOLIDATED FINANCIAL STATEMENTS						
September 30, 2014			December 31, 2013			
Domestic	Foreign	Total	Domestic	Foreign	Total	
Baht	943,862	9,315	953,177	919,461	6,177	925,638
US Dollar	12,609	7,339	19,948	11,862	4,291	16,153
Other currencies	397	1,376	1,773	585	1,126	1,711
Total	<u>956,868</u>	<u>18,030</u>	<u>974,898</u>	<u>931,908</u>	<u>11,594</u>	<u>943,502</u>

Unit: Million Baht						
THE BANK'S FINANCIAL STATEMENTS						
September 30, 2014			December 31, 2013			
Domestic	Foreign	Total	Domestic	Foreign	Total	
Baht	823,083	9,315	832,398	798,089	6,177	804,266
US Dollar	12,609	7,339	19,948	11,862	4,291	16,153
Other currencies	397	1,376	1,773	585	1,126	1,711
Total	<u>836,089</u>	<u>18,030</u>	<u>854,119</u>	<u>810,536</u>	<u>11,594</u>	<u>822,130</u>

(3) Classified by business type and classification

Unit: Million Baht						
CONSOLIDATED FINANCIAL STATEMENTS						
September 30, 2014						
Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total	
Agriculture and mining	9,122	260	113	46	1,126	10,667
Manufacturing and trading	244,792	4,861	1,794	1,300	2,419	255,166
Real estate and construction	61,777	1,445	839	3,350	1,041	68,452
Public utilities and services	85,959	3,776	869	651	3,453	94,708
Housing loans	125,297	1,202	963	1,272	1,469	130,203
Others	382,171	19,731	4,954	4,831	4,015	415,702
Total	<u>909,118</u>	<u>31,275</u>	<u>9,532</u>	<u>11,450</u>	<u>13,523</u>	<u>974,898</u>

Unit: Million Baht						
CONSOLIDATED FINANCIAL STATEMENTS						
December 31, 2013						
Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total	
Agriculture and mining	7,474	159	27	946	343	8,949
Manufacturing and trading	223,558	5,871	1,249	1,314	1,943	233,935
Real estate and construction	67,324	3,638	644	2,194	542	74,342
Public utilities and services	77,636	4,766	811	2,804	899	86,916
Housing loans	115,813	1,807	846	893	1,212	120,571
Others	389,106	19,336	5,630	2,863	1,854	418,789
Total	<u>880,911</u>	<u>35,577</u>	<u>9,207</u>	<u>11,014</u>	<u>6,793</u>	<u>943,502</u>

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

September 30, 2014

	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	9,122	240	113	46	104	9,625
Manufacturing and trading	244,163	4,808	1,514	1,185	1,428	253,098
Real estate and construction	61,511	1,445	683	3,317	952	67,908
Public utilities and services	85,960	3,775	869	588	3,066	94,258
Housing loans	125,296	1,202	964	1,272	1,393	130,127
Others	294,601	2,169	989	1,111	233	299,103
Total	820,653	13,639	5,132	7,519	7,176	854,119

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

December 31, 2013

	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	7,453	159	27	62	126	7,827
Manufacturing and trading	222,100	5,854	1,061	910	1,079	231,004
Real estate and construction	66,717	3,601	644	2,190	359	73,511
Public utilities and services	77,632	4,766	809	2,786	653	86,646
Housing loans	115,813	1,808	846	893	1,001	120,361
Others	300,188	1,069	747	574	203	302,781
Total	789,903	17,257	4,134	7,415	3,421	822,130

(4) Classified by type of classification

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

September 30, 2014

	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	911,628	554,140	1	6,002
Special mention	31,427	19,149	2, 12	3,195
Substandard	9,532	5,441	38-45, 100	4,813
Doubtful	11,450	4,715	38-44, 100	4,305
Doubtful of loss	13,527	7,365	100	7,951
Total	977,564	590,810		26,266 ⁽¹⁾
2. Surplus Reserve				14,147 ⁽²⁾
Total				40,413

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2013				
	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	883,380	544,189	1	5,713
Special mention	35,747	17,944	2, 11	3,664
Substandard	9,207	4,904	42, 100	4,419
Doubtful	11,014	5,612	42, 100	5,706
Doubtful of loss	6,802	1,701	100	3,197
Total	<u>946,150</u>	<u>574,350</u>		<u>22,699⁽¹⁾</u>
2. Surplus Reserve				<u>14,767⁽²⁾</u>
Total				<u>37,466</u>

⁽¹⁾ Including allowance for doubtful accounts on a collective approach for hire-purchase loans as at September 30, 2014 and December 31, 2013, of Baht 5,200 million and Baht 4,499 million, respectively

⁽²⁾ Including allowance for doubtful accounts of loans granted to subsidiaries as at September 30, 2014 and December 31, 2013, at the rate of 1% of Baht 169,418 million and Baht 218,354 million equal to Baht 1,694 million and Baht 2,183 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 September 30, 2014 and December 31, 2013, of Baht 1,636 million and Baht 1,520 million, respectively, and excluding allowance for doubtful accounts for interbank and money market items as at September 30, 2014 and December 31, 2013, of Baht 422 million and Baht 199 million, respectively

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

September 30, 2014				
	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	822,177	472,104	1	5,450
Special mention	13,699	2,918	2, 12	1,455
Substandard	5,132	1,889	38, 100	2,334
Doubtful	7,519	2,066	38, 100	2,654
Doubtful of loss	7,176	3,630	100	4,200
Total	<u>855,703</u>	<u>482,607</u>		<u>16,093⁽¹⁾</u>
2. Surplus Reserve				<u>6,093⁽²⁾</u>
Total				<u>22,186</u>

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

December 31, 2013

	Loans to Customers and Accrued Interest Receivables	Outstanding Balance Use for Calculation Allowance	% Use for Calculation Allowance	Allowance for Doubtful Accounts ⁽⁴⁾
1. Minimum allowance per BOT guideline				
Normal	791,563	463,460	1	4,957
Special mention	17,338	1,891	2	1,654
Substandard	4,134	1,282	100	1,718
Doubtful	7,415	3,668	100	4,167
Doubtful of loss	3,421	745	100	1,181
Total	<u>823,871</u>	<u>471,046</u>		<u>13,677</u>
2. Surplus Reserve				<u>6,242⁽²⁾</u>
Total				<u>19,919</u>

(1) Including allowance for doubtful accounts on a collective approach for hire-purchase loans as at September 30, 2014 of Baht 795 million

(2) Including allowance for doubtful accounts of loan granted to subsidiaries as at September 30, 2014 and December 31, 2013, at the rate of 1% of Baht 169,418 million and Baht 218,354 million, equal to Baht 1,694 million and Baht 2,183 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 September 30, 2014 and December 31, 2013, of Baht 590 million and Baht 659 million, respectively and excluding allowance for doubtful accounts for interbank and money market items as at September 30, 2014 and December 31, 2013, of Baht 422 million and Baht 199 million, respectively

For the nine-month periods ended September 30, 2014 and 2013, the Bank and a subsidiary entered into agreements to sell non-performing loans (NPLs) to the third parties as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2014	2013	2014	2013
Book value	1,260	2,297	1,579	2,804
Net book value	974	1,290	732	1,290
Sale price	1,151	1,290	732	1,290

As at September 30, 2014 and December 31, 2013, the Bank and Krungsri Ayudhya AMC Limited ("AMC") had non-performing loans which included interbank and money market items as follows:

Unit: Million Baht

September 30, 2014

	The Bank	AMC	The Bank and AMC
Non-performing loans	19,827	789	20,616
Percentage of total loans	2.11	100.00	2.19
Non-performing loans, net	10,571	514	11,085
Percentage of total loans, net	1.14	100.00	1.19

Unit: Million Baht			
December 31, 2013			
	The Bank	AMC	The Bank and AMC
Non-performing loans	14,970	1,288	16,258
Percentage of total loans	1.68	100.00	1.82
Non-performing loans, net	7,835	969	8,804
Percentage of total loans, net	0.89	100.00	1.00

As at September 30, 2014 and December 31, 2013, the Bank and its subsidiaries' non-performing loans are Baht 34,505 million and Baht 27,014 million, respectively.

(5) Troubled debt restructuring

For the three-month and nine-month periods ended September 30, 2014 and 2013, 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 September 30, 2014				For the three-month period ended September 30, 2013			
	Number	Amount	Type of Assets	Fair Value	Number	Amount	Type of Assets	Fair Value
	of Debtors	of Debt Before Restructuring	Acquired		of Debtors	of Debt Before Restructuring	Acquired	
Modification of terms	6,211	1,428	-	-	5,103	3,526	-	-
Reduction of principal and interest	1,970	241	-	-	1,850	225	-	-
Various forms of restructuring	64	355	-	-	84	2,774	-	-
Total	8,245	2,024		-	7,037	6,525		-

Unit: Million Baht								
CONSOLIDATED FINANCIAL STATEMENTS								
Form of Restructuring	For the nine-month period ended September 30, 2014				For the nine-month period ended September 30, 2013			
	Number	Amount	Type of Assets	Fair Value	Number	Amount	Type of Assets	Fair Value
	of Debtors	of Debt Before Restructuring	Acquired		of Debtors	of Debt Before Restructuring	Acquired	
Modification of terms	15,667	3,324	-	-	13,458	6,893	-	-
Reduction of principal and interest	7,186	750	-	-	4,788	803	-	-
Various forms of restructuring	142	583	-	-	193	3,157	-	-
Total	22,995	4,657		-	18,439	10,853		-

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS								
Form of Restructuring	For the three-month period ended September 30, 2014				For the three-month period ended September 30, 2013			
	Number	Amount	Type of Assets	Fair Value	Number	Amount	Type of Assets	Fair Value
	of Debtors	of Debt Before Restructuring	Acquired		of Debtors	of Debt Before Restructuring	Acquired	
Modification of terms	177	590	-	-	302	3,149	-	-
Reduction of principal and interest	68	151	-	-	92	143	-	-
Various forms of restructuring	64	355	-	-	84	2,774	-	-
Total	309	1,096		-	478	6,066		-

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS								
Form of Restructuring	For the nine-month period ended September 30, 2014				For the nine-month period ended September 30, 2013			
	Number	Amount	Type of Assets	Fair Value	Number	Amount	Type of Assets	Fair Value
	of Debtors	of Debt Before Restructuring	Acquired		of Debtors	of Debt Before Restructuring	Acquired	
Modification of terms	521	1,580	-	-	809	4,502	-	-
Reduction of principal and interest	210	425	-	-	299	593	-	-
Various forms of restructuring	142	583	-	-	191	3,096	-	-
Total	873	2,588		-	1,299	8,191		-

For the nine-month periods ended September 30, 2014 and 2013, 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 nine-month period ended September 30, 2014				For the nine-month period ended September 30, 2013			
	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	4.47	15,083	2,059	2,057	4.25	12,592	2,989	2,994
Fair value of collateral	6.13	584	1,265	1,196	6.61	866	3,904	3,904

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS								
Method	For the nine-month period ended September 30, 2014				For the nine-month period ended September 30, 2013			
	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	4.48	19	384	384	4.14	26	650	650
Fair value of collateral	7.13	502	1,196	1,196	7.31	783	3,852	3,852

For the three-month and nine-month periods ended September 30, 2014 and 2013, the Bank and its subsidiaries recognized losses on debt restructured and interest received from debt restructured in the statements of comprehensive income as follows:

	CONSOLIDATED		Unit: Million Baht	
	FINANCIAL STATEMENTS		THE BANK'S	
	For the three-month periods		FINANCIAL STATEMENTS	
	ended September 30,		For the three-month periods	
	ended September 30,		ended September 30,	
	2014	2013	2014	2013
Losses on debt restructured (reversal)	341	1,192	(29)	691
Interest received from debt restructured	263	317	186	281

	CONSOLIDATED		Unit: Million Baht	
	FINANCIAL STATEMENTS		THE BANK'S	
	For the nine-month periods		FINANCIAL STATEMENTS	
	ended September 30,		For the nine-month periods	
	ended September 30,		ended September 30,	
	2014	2013	2014	2013
Losses on debt restructured (reversal)	1,068	1,289	(66)	689
Interest received from debt restructured	740	781	536	643

As at September 30, 2014 and December 31, 2013, the Bank and its subsidiaries recorded balances of total debt restructured and debt restructured during the nine-month period ended September 30, 2014 and during the year ended December 31, 2013, in the statements of financial position as follows:

	CONSOLIDATED		Unit: Million Baht	
	FINANCIAL STATEMENTS		THE BANK'S	
	September 30,		FINANCIAL STATEMENTS	
	September 30,		September 30,	
	September 30,		September 30,	
	2014	December 31,	2014	December 31,
	2014	2013	2014	2013
Balances of total debt restructured	19,233	18,755	14,695	15,335
Balances of debt restructured during the period / year	4,168	11,063	2,168	8,168

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

Unit: Million Baht				
CONSOLIDATED FINANCIAL STATEMENTS				
September 30, 2014				
	Amount due per agreements			
	Within	Greater than	Greater than	Total
	1 Year	1-5 Years	5 Years	
Minimum lease payments	93,772	179,617	22,965	296,354
<u>Less</u> Unearned interest income				<u>(44,984)</u>
Present value of the minimum lease payments				251,370
<u>Less</u> Allowance for doubtful accounts				<u>(11,743)</u>
Total lease receivables, net				<u>239,627</u>

Unit: Million Baht				
CONSOLIDATED FINANCIAL STATEMENTS				
December 31, 2013				
	Amount due per agreements			
	Within	Greater than	Greater than	Total
	1 year	1-5 Years	5 Years	
Minimum lease payments	93,290	187,604	11,396	292,290
<u>Less</u> Unearned interest income				<u>(44,127)</u>
Present value of the minimum lease payments				248,163
<u>Less</u> Allowance for doubtful accounts				<u>(10,454)</u>
Total lease receivables, net				<u>237,709</u>

Unit: Million Baht				
THE BANK'S FINANCIAL STATEMENTS				
September 30, 2014				
	Amount due per agreements			
	Within	Greater than	Greater than	Total
	1 Year	1-5 Years	5 Years	
Minimum lease payments	8,603	34,846	16,307	59,756
<u>Less</u> Unearned interest income				<u>(10,542)</u>
Present value of the minimum lease payments				49,214
<u>Less</u> Allowance for doubtful accounts				<u>(795)</u>
Total lease receivables, net				<u>48,419</u>

6.5 Allowance for doubtful accounts

Allowance for doubtful accounts as at September 30, 2014 and December 31, 2013 are as follows:

Unit: Million Baht							
CONSOLIDATED FINANCIAL STATEMENTS							
September 30, 2014							
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Surplus Reserve	Total
Beginning balance	5,713	3,664	4,419	5,706	3,197	14,767	37,466
Doubtful accounts (reversal)	289	(469)	3,475	(850)	10,111	(620)	11,936
Bad debts written off	-	-	(3,080)	(73)	(4,984)	-	(8,137)
Bad debts written off from sales of NPLs	-	-	(1)	(478)	(373)	-	(852)
Ending balance	<u>6,002</u>	<u>3,195</u>	<u>4,813</u>	<u>4,305</u>	<u>7,951</u>	<u>14,147</u>	<u>40,413</u>

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2013

	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Surplus Reserve	Total
Beginning balance	7,205	1,651	3,337	2,142	3,685	12,286	30,306
Doubtful accounts (reversal)	(1,490)	2,041	4,033	5,053	5,191	2,478	17,306
Bad debts written off	-	(28)	(2,917)	(274)	(4,580)	-	(7,799)
Bad debts written off from sales of NPLs	(2)	-	(34)	(1,215)	(1,099)	-	(2,350)
Other	-	-	-	-	-	3	3
Ending balance	5,713	3,664	4,419	5,706	3,197	14,767	37,466

As at September 30, 2014 and December 31, 2013, the consolidated financial statements included the allowance for doubtful accounts of hire-purchase loans applying a collective approach basis in the amounts of Baht 5,200 million and Baht 4,499 million, respectively.

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

September 30, 2014

	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Surplus Reserve	Total
Beginning balance	4,957	1,654	1,718	4,167	1,181	6,242	19,919
Doubtful accounts (reversal)	493	(199)	617	(962)	3,493	(149)	3,293
Bad debts written off	-	-	-	(73)	(101)	-	(174)
Bad debts written off from sales of NPLs	-	-	(1)	(478)	(373)	-	(852)
Ending balance	5,450	1,455	2,334	2,654	4,200	6,093	22,186

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

December 31, 2013

	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Surplus Reserve	Total
Beginning balance	6,829	601	1,945	1,491	2,914	5,629	19,409
Doubtful accounts (reversal)	(1,870)	1,054	(193)	4,092	(456)	610	3,237
Bad debts written off	-	(1)	-	(201)	(178)	-	(380)
Bad debts written off from sales of NPLs	(2)	-	(34)	(1,215)	(1,099)	-	(2,350)
Other	-	-	-	-	-	3	3
Ending balance	4,957	1,654	1,718	4,167	1,181	6,242	19,919

As at September 30, 2014 and December 31, 2013, the Bank estimated the minimum total allowance under the BOT Guidelines as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		Unit: Million Baht THE BANK'S FINANCIAL STATEMENTS	
	September 30, 2014	December 31, 2013	September 30, 2014	December 31, 2013
Allowance for doubtful accounts*	28,323	24,418	17,105	14,536

* 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:

	September 30, 2014	December 31, 2013
Consolidated financial statements	42,470	39,185
The Bank and Krungsri Ayudhya AMC Limited	23,623	21,403
The Bank's financial statements	23,198	20,777

As at September 30, 2014 and December 31, 2013, 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		
	September 30, 2014		
	Number	Outstanding Balance	Collateral Allowance for Doubtful Accounts
Companies subject to be delisted by SET	3	2,475	942
Total	3	2,475	942

	Unit: Million Baht CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS		
	December 31, 2013		
	Number	Outstanding Balance	Collateral Allowance for Doubtful Accounts
Companies subject to be delisted by SET	3	2,612	991
Total	3	2,612	991

6.6 Revaluation allowance for debt restructuring

Revaluation allowance for debt restructuring as at September 30, 2014 and December 31, 2013 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		Unit: Million Baht THE BANK'S FINANCIAL STATEMENTS	
	September 30, 2014	December 31, 2013	September 30, 2014	December 31, 2013
Beginning balance	1,520	723	659	17
Increase (decrease) during the period / year	1,068	1,579	(66)	654
Amount written off	(952)	(782)	(3)	(12)
Ending balance	<u>1,636</u>	<u>1,520</u>	<u>590</u>	<u>659</u>

6.7 Debt issued and borrowings

Debt issued and borrowings as at September 30, 2014 and December 31, 2013 are as follows:

Unit: Million Baht									
CONSOLIDATED FINANCIAL STATEMENTS									
				September 30, 2014			December 31, 2013		
	Currency	Interest rate	Maturity	Domestic	Foreign	Total	Domestic	Foreign	Total
		(%)							
Subordinated									
debentures	THB	4.70-5.50	2020-2022	34,844	-	34,844	34,844	-	34,844
Senior securities	THB	2.25-4.50	2014-2018	90,812	-	90,812	101,053	-	101,053
Bill of exchange	THB	1.70-2.86	2014-2015	25,726	-	25,726	38,649	-	38,649
Other borrowings	THB	0.00-0.50	2015-2017	30	-	30	59	-	59
				151,412	-	151,412	174,605	-	174,605

Unit: Million Baht									
THE BANK'S FINANCIAL STATEMENTS									
				September 30, 2014			December 31, 2013		
	Currency	Interest rate (%)	Maturity	Domestic	Foreign	Total	Domestic	Foreign	Total
Subordinated									
debentures	THB	4.70-5.50	2020-2022	34,844	-	34,844	34,844	-	34,844
Senior securities	THB	2.25-4.50	2014-2017	58,598	-	58,598	62,230	-	62,230
Bill of exchange	THB	1.70-2.10	2014	4,496	-	4,496	10,204	-	10,204
Other borrowings	THB	0.00-0.50	2015-2017	30	-	30	59	-	59
				97,968	-	97,968	107,337	-	107,337

Additional information on debts issued and borrowings is as follows:

- On June 23, 2010, the Bank issued subordinated debentures No. 1/2010 in the amount of Baht 20,000 million with maturity on June 23, 2020 at the fixed interest rates of 4.35% per annum for years 1-3, 4.75% per annum for years 4-6 and 5.50% per annum for years 7-10, payable quarterly on the 23rd of March, June, September and December of each year. The Bank has the right to redeem debentures No. 1/2010 before the maturity date subject to the approval of the BOT. The Bank may redeem the debentures prior to the fifth anniversary of the issued date if the Bank is notified by the BOT that the debentures shall not be treated as tier 2 capital or the debentures shall be treated as tier 2 capital less than 50% of tier 1 capital of the Bank.

2. 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 4.70% per annum, payable quarterly in February, May, August and November of each year. The Bank has the right to redeem debentures on the fifth anniversary of the issued date or on any interest payment date after the fifth anniversary.

6.8 Provisions

Provisions for the nine-month period ended September 30, 2014 and for the year ended December 31, 2013 are as follows:

Unit: Million Baht					
CONSOLIDATED FINANCIAL STATEMENTS					
	Balance at January 1, 2013	Increase (Decrease)	Balance at December 31, 2013	Increase (Decrease)	Balance at September 30, 2014
Provision for post-employment benefits obligation	2,942	(50)	2,892	239	3,131
Provision for loss on impairment of assets transferred to the Thai Asset Management Corporation	2,131	(2,131)	-	-	-
Others	644	1,047	1,691	117	1,808
Total	5,717	(1,134)	4,583	356	4,939

	Unit: Million Baht				
	THE BANK'S FINANCIAL STATEMENTS				
	Balance at January 1, 2013	Increase (Decrease)	Balance at December 31, 2013	Increase (Decrease)	Balance at September 30, 2014
Provision for post-employment benefits obligation	2,433	(68)	2,365	175	2,540
Provision for loss on impairment of assets transferred to the Thai Asset Management Corporation	2,071	(2,071)	-	-	-
Others	644	1,044	1,688	104	1,792
Total	5,148	(1,095)	4,053	279	4,332

Transfer of sub-quality assets to Thai Asset Management Corporation (TAMC)

On June 9, 2011, TAMC was liquidated. The Bank and its subsidiary have confirmed the profit and loss calculation report received from TAMC on September 11, 2013. As a result, during the nine-month period ended September 30, 2013, the Bank and its subsidiary recorded reversal on provision for possible losses in the consolidated and the Bank's financial statements of Baht 1,114 million and Baht 1,056 million, respectively, which presented negative amount in other operating expenses.

6.9 Dividend payment

The Annual General Meeting of Shareholder No. 101 held on April 10, 2013, approved the dividend payment for the second half year ended December 31, 2012 to the shareholders of 6,074,143,747 ordinary shares at Baht 0.40 per share totaling Baht 2,430 million with payment date on May 7, 2013.

The Board of Directors' Meeting No.8/2013 held on August 28, 2013, approved the interim dividend payment for the first half year ended June 30, 2013 to the shareholders of 6,074,143,747 ordinary shares at Baht 0.40 per share totaling Baht 2,430 million with payment date on September 26, 2013.

The Annual General Meeting of Shareholder No. 102 held on April 9, 2014, approved the dividend payment for the second half year ended December 31, 2013 to the shareholders of 6,074,143,747 ordinary shares at Baht 0.40 per share totaling Baht 2,430 million with payment date on May 7, 2014.

The Board of Directors' Meeting No.8/2014 held on August 27, 2014, approved the interim dividend payment for the first half year ended June 30, 2014 to the shareholders of 6,074,143,747 ordinary shares at Baht 0.40 per share totaling Baht 2,430 million with payment date on September 25, 2014.

6.10 Assets with obligations and restrictions

As at September 30, 2014 and December 31, 2013, government and state enterprise securities with book value of Baht 7,188 million and Baht 5,857 million, respectively, are used as collateral for other commitments with government departments and state enterprises.

6.11 Contingencies

Contingencies as at September 30, 2014 and December 31, 2013 are as follows:

	CONSOLIDATED		Unit: Million Baht THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	September 30, 2014	December 31, 2013	September 30, 2014	December 31, 2013
Avals to bills	1,730	1,270	1,730	1,270
Guarantees of loans	55	45	55	45
Liability under unmatured import bills	6,779	1,559	6,779	1,559
Letters of credit	7,413	9,335	7,413	9,335
Other contingencies				
- Unused overdraft limit	60,887	57,884	61,017	58,014
- Other guarantees	47,177	44,200	47,177	44,200
- Others	284	253	284	253
Total	<u>124,325</u>	<u>114,546</u>	<u>124,455</u>	<u>114,676</u>

The Bank and its subsidiaries have entered into a long-term information technology service agreement, which will expired in 2019 with a local company. As at September 30, 2014 and December 31, 2013, the Bank and its subsidiaries have a commitment to pay in the amounts of Baht 3,471 million and Baht 3,726 million, respectively.

As at September 30, 2014 and December 31, 2013, the Bank has commitments to pay regarding the information technology services the amounts of Baht 874 million and Baht 14 million, respectively.

6.12 Related party transactions

The Bank has significant business transactions with subsidiaries, associates 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 28, 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:

6.12.1 Loans to, deposits, borrowing, investment, derivatives 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 September 30, 2014 and December 31, 2013 are as follows:

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS								
September 30, 2014				December 31, 2013				
	Loans	Deposits	Borrowings	Others*	Loans	Deposits	Borrowings	Others*
Parent company								
The Bank of Tokyo-Mitsubishi UFJ Ltd., Bangkok Branch	-	1	-	3,697	-	1	-	12,844
The Bank of Tokyo-Mitsubishi UFJ Ltd., Singapore Branch	-	-	-	2,031	-	-	-	1,559
Total	-	1	-	5,728	-	1	-	14,403
Associates								
Tesco Card Services Limited	10,513	288	-	-	11,520	398	-	-
Tesco Life Assurance Broker Limited	-	90	-	-	-	75	-	-
Tesco General Insurance Broker Limited	-	365	-	-	-	308	-	-
<u>Less</u> Allowance for doubtful accounts	(105)	-	-	-	(115)	-	-	-
Total	10,408	743	-	-	11,405	781	-	-
Related companies having joint major shareholders or directors	2,624	3,500	-	5,670	3,605	3,559	-	2,742
<u>Less</u> Allowance for doubtful accounts	(24)	-	-	-	(31)	-	-	-
Total	2,600	3,500	-	5,670	3,574	3,559	-	2,742
Individual and related parties	283	619	-	-	268	637	-	-
<u>Less</u> Allowance for doubtful accounts	(1)	-	-	-	(1)	-	-	-
Total	282	619	-	-	267	637	-	-
Total	13,290	4,863	-	11,398	15,246	4,978	-	17,145

* Others contain investment, derivatives (notional amount) and contingencies

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS								
	September 30, 2014				December 31, 2013			
	Loans	Deposits	Borrowings	Others*	Loans	Deposits	Borrowings	Others*
Parent company								
The Bank of Tokyo-Mitsubishi UFJ Ltd., Bangkok Branch	-	1	-	3,697	-	1	-	12,844
The Bank of Tokyo-Mitsubishi UFJ Ltd., Singapore Branch	-	-	-	2,031	-	-	-	1,559
Total	-	1	-	5,728	-	1	-	14,403
Subsidiaries								
Ayudhya Development Leasing Company Limited	7,351	9	-	1	10,371	20	-	44
Ayudhya Capital Auto Lease Public Company Limited	93,716	520	-	3	130,012	601	-	5
Ayudhya Total Solutions Public Company Limited	-	-	-	-	-	10	-	-
CFG Services Company Limited	7,176	64	-	2	8,391	29	-	2
Ayudhya Capital Services Company Limited	24,150	422	-	3	24,774	801	-	3
General Card Services Limited	11,182	246	-	-	11,492	335	-	-
Krungsriayudhya Card Company Limited	25,248	325	-	1	32,180	1,142	-	1
Siam Realty and Services Company Limited	595	34	-	-	580	43	-	-
Total Services Solutions Public Company Limited	-	225	700	-	-	193	700	-
Krungsri Asset Management Company Limited	-	291	150	647	-	218	150	656
Krungsri Ayudhya AMC Limited	-	939	-	38	554	17	-	38
Krungsri Securities Public Company Limited	-	1,443	-	-	-	991	-	-
Krungsri Factoring Company Limited	-	203	-	-	-	92	-	-
Krungsri Life Assurance Broker Company Limited	-	431	-	-	-	434	-	-
Krungsri General Insurance Broker Company Limited	-	721	-	-	-	621	-	-
Total	169,418	5,873	850	695	218,354	5,547	850	749
<u>Less</u> Allowance for doubtful accounts	(1,694)	-	-	-	(2,184)	-	-	-
Total	167,724	5,873	850	695	216,170	5,547	850	749
Associates								
Tesco Card Services Limited	10,513	288	-	-	11,520	398	-	-
Tesco Life Assurance Broker Limited	-	90	-	-	-	75	-	-
Tesco General Insurance Broker Limited	-	365	-	-	-	308	-	-
<u>Less</u> Allowance for doubtful accounts	(105)	-	-	-	(115)	-	-	-
Total	10,408	743	-	-	11,405	781	-	-
Related companies having joint major shareholders or directors								
	2,624	3,500	-	5,670	3,605	3,559	-	2,742
<u>Less</u> Allowance for doubtful accounts	(24)	-	-	-	(31)	-	-	-
Total	2,600	3,500	-	5,670	3,574	3,559	-	2,742
Individual and related parties								
	251	619	-	-	221	637	-	-
Total	180,983	10,736	850	12,093	231,370	10,525	850	17,894

* Others contain investment, derivatives (notional amount) and contingencies

As at September 30, 2014 and December 31, 2013, the Bank charges interest rates to the officer or related parties at 1.00% - 19.99% p.a. and 1.00% - 15.99% p.a., respectively.

As at September 30, 2014 and December 31, 2013, the allowance for doubtful accounts of loans granted to subsidiaries of Baht 1,694 million and Baht 2,184 million, respectively, are not eliminated but treated as surplus reserve in the consolidated financial statements.

As at December 31, 2013, the Bank granted loans to Krungsri Ayudhya AMC Limited in the form of promissory notes of Baht 554 million at the interest rates of 3.10% p.a.

6.12.2 The Bank has investments in subsidiaries and associates as disclosed in note 6.3 to the financial statements and has investments in related companies as follows:

Unit: Million Baht								
CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS								
September 30, 2014				December 31, 2013				
Business Type	Registered Share Capital	Ownership (%)	Investment Cost	Dividend Amount	Ownership (%)	Investment Cost	Dividend Amount	
Related company								
Sri Ayudhya Capital Public Company Limited	Investment holding company	250	9.56	367	51	9.72	373	27
Less Allowance for impairment			(6)	-		(6)	-	
Investment in related company, net			361	51		367	27	

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

	For the nine-month period ended September 30, 2014				For the nine-month period ended September 30, 2013			
	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.	-	-	-	125	-	-	-	-
The Bank of Tokyo-Mitsubishi UFJ Ltd., Singapore Branch	1	-	-	-	-	-	-	-
Total	1	-	-	125	-	-	-	-
Associates								
Tesco Card Services Limited	288	309	1	2	299	282	2	-
Tesco General Insurance Broker Limited	-	14	1	-	-	17	2	-
Total	288	323	2	2	299	299	4	-
Related companies having joint major shareholders or directors								
	92	33	41	100	67	25	67	225
Total	92	33	41	100	67	25	67	225
Individual and related parties								
	7	8	9	-	5	6	9	-
Total	388	364	52	227	371	330	80	225

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

	For the three-month period ended September 30, 2014				For the three-month period ended September 30, 2013			
	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.	-	-	-	35	-	-	-	-
Total	-	-	-	35	-	-	-	-
Subsidiaries								
Ayudhya Development Leasing Company Limited	70	2	-	-	91	-	-	-
Ayudhya Capital Auto Lease Public Company Limited	1,034	15	1	186	1,297	26	1	-
Ayudhya Total Solutions Public Company Limited	-	-	-	-	-	-	8	-
CFG Services Company Limited	84	2	-	-	86	17	-	-
Ayudhya Card Services Company Limited	-	-	-	-	5	24	-	-
Ayudhya Capital Services Company Limited	228	53	-	8	224	59	1	4
General Card Services Limited	96	5	-	1	104	2	1	-
Krungsriayudhya Card Company Limited	211	37	-	25	255	23	1	-
Siam Realty and Services Company Limited	4	1	-	118	4	1	-	111
Total Services Solutions Public Company Limited	-	-	4	16	-	-	4	15
Krungsri Asset Management Company Limited	-	92	1	3	-	62	1	3
Krungsri Ayudhya AMC Limited	-	3	1	-	12	4	-	-
Krungsri Securities Public Company Limited	-	2	4	3	-	6	6	1
Krungsri Factoring Company Limited	-	3	-	-	4	1	-	-
Krungsri Life Assurance Broker Limited	-	1	-	-	-	-	-	-
Total	1,727	216	11	360	2,082	225	23	134
Associates								
Tesco Card Services Limited	95	6	-	1	104	7	-	-
Tesco General Insurance Broker Limited	-	2	1	-	-	2	1	-
Total	95	8	1	1	104	9	1	-

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS (CONTINUED)

	For the three-month period ended September 30, 2014				For the three-month period ended September 30, 2013			
	Income		Expenses		Income		Expenses	
	Interest income	Non-interest income	Interest expenses	Non-interest expenses	Interest income	Non-interest income	Interest expenses	Non-interest expenses
Related companies having joint major shareholders or directors	26	12	13	15	30	4	17	70
Total	26	12	13	15	30	4	17	70
Individual and related parties	3	3	3	-	2	2	3	-
Total	1,851	239	28	411	2,218	240	44	204

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

	For the nine-month period ended September 30, 2014				For the nine-month period ended September 30, 2013			
	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.	-	-	-	125	-	-	-	-
The Bank of Tokyo-Mitsubishi UFJ Ltd., Singapore Branch	1	-	-	-	-	-	-	-
Total	1	-	-	125	-	-	-	-
Subsidiaries								
Ayudhya Development Leasing Company Limited	238	6	-	-	279	1	-	-
Ayudhya Capital Auto Lease Public Company Limited	3,415	49	2	440	3,804	90	4	1
Ayudhya Total Solutions Public Company Limited	-	-	-	-	-	-	31	-
CFG Services Company Limited	278	5	-	-	226	24	-	-
Ayudhya Card Services Company Limited	-	-	-	-	72	59	-	-
Ayudhya Capital Services Company Limited	682	161	1	15	652	159	2	11
General Card Services Limited	290	10	1	4	320	7	2	-
Krungsriayudhya Card Company Limited	679	104	2	70	715	64	2	-
Siam Realty and Services Company Limited	13	2	-	349	13	1	-	330
Total Services Solutions Public Company Limited	-	1	11	49	-	2	10	47
Krungsri Asset Management Company Limited	-	229	4	9	-	178	4	5
Krungsri Ayudhya AMC Limited	5	11	1	-	45	14	-	-
Krungsri Securities Public Company Limited	-	13	11	9	-	17	18	3
Krungsri Factoring Company Limited	-	6	1	-	20	4	-	-
Krungsri Life Assurance Broker Limited	-	1	1	-	-	1	1	-
Krungsri General Insurance Broker Limited	-	1	1	-	-	1	1	-
Total	5,600	599	36	945	6,146	622	75	397
Associates								
Tesco Card Services Limited	288	17	1	2	299	15	2	-
Tesco General Insurance Broker Limited	-	6	1	-	-	10	2	-
Total	288	23	2	2	299	25	4	-
Related companies having joint major shareholders or directors	92	33	41	100	67	25	67	225
Total	92	33	41	100	67	25	67	225
Individual and related parties	7	8	9	-	5	6	9	-
Total	5,988	663	88	1,172	6,517	678	155	622

6.12.4 For the nine-month periods ended September 30, 2014 and 2013, related party transactions among subsidiaries included collection services and other services of Baht 655 million and Baht 674 million, respectively, and office and vehicle rental and facilities service of Baht 51 million and Baht 44 million, respectively.

6.12.5 For the nine-month periods ended September 30, 2014 and 2013, subsidiaries had related party transactions from the licenses relevant to technology and software for Baht 52 million.

6.12.6 For the nine-month periods ended September 30, 2014 and 2013, related party transactions among subsidiaries from other services were Baht 984 million and Baht 944 million, respectively.

6.13 Management compensation

For the three-month and nine-month periods ended September 30, 2014 and 2013, compensations paid to key management personnel under TAS 24 (Revised 2012) “Related Party Disclosures” are as follows:

	CONSOLIDATED		Unit: Million Baht THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	For the three-month periods		For the three-month periods	
	ended September 30,		ended September 30,	
	2014	2013	2014	2013
Short-term employee benefits	382	298	217	175
Post-employment benefits	9	9	5	5
Total	<u>391</u>	<u>307</u>	<u>222</u>	<u>180</u>

	CONSOLIDATED		Unit: Million Baht THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	For the nine-month periods		For the nine-month periods	
	ended September 30,		ended September 30,	
	2014	2013	2014	2013
Short-term employee benefits	1,131	996	765	644
Post-employment benefits	28	28	15	16
Total	<u>1,159</u>	<u>1,024</u>	<u>780</u>	<u>660</u>

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

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 and nine-month periods ended September 30, 2014 and 2013, no revenue from transactions with a single external customer or counter party amounted to 10% or more of total revenue.

Operating segment by businesses for the three-month and nine-month periods ended September 30, 2014 and 2013 are as follows:

	Unit: Million Baht			
	CONSOLIDATED FINANCIAL STATEMENTS			
	For the three-month period ended September 30, 2014			
	Retail	Commercial	Others	Total
Interest income, net	8,025	4,155	27	12,207
Other operating income	4,521	1,653	(344)	5,830
Total operating income	12,546	5,808	(317)	18,037
Operating expenses	6,601	2,085	(127)	8,559
Impairment loss of loans and debt securities	4,118	774	(3)	4,889
Profit (loss) before tax	1,827	2,949	(187)	4,589
Taxation	421	639	(25)	1,035
Net Profit (loss)	1,406	2,310	(162)	3,554

	Unit: Million Baht			
	CONSOLIDATED FINANCIAL STATEMENTS			
	For the three-month period ended September 30, 2013			
	Retail	Commercial	Others	Total
Interest income, net	7,486	3,759	1	11,246
Other operating income	4,435	3,172	(2,346)	5,261
Total operating income	11,921	6,931	(2,345)	16,507
Operating expenses	6,532	2,011	(131)	8,412
Impairment loss of loans and debt securities	2,676	414	58	3,148
Profit (loss) before tax	2,713	4,506	(2,272)	4,947
Taxation	570	593	(39)	1,124
Net Profit (loss)	2,143	3,913	(2,233)	3,823

Unit: Million Baht				
CONSOLIDATED FINANCIAL STATEMENTS				
For the nine-month period ended September 30, 2014				
	Retail	Commercial	Others	Total
Interest income, net	23,335	12,218	27	35,580
Other operating income	13,018	4,132	(870)	16,280
Total operating income	36,353	16,350	(843)	51,860
Operating expenses	19,324	6,082	(65)	25,341
Impairment loss of loans and debt securities	11,648	1,727	(148)	13,227
Profit (loss) before tax	5,381	8,541	(630)	13,292
Taxation	1,165	1,870	(101)	2,934
Net Profit (loss)	4,216	6,671	(529)	10,358

Unit: Million Baht				
CONSOLIDATED FINANCIAL STATEMENTS				
For the nine-month period ended September 30, 2013				
	Retail	Commercial	Others	Total
Interest income, net	21,833	11,005	3	32,841
Other operating income	12,801	7,680	(3,043)	17,438
Total operating income	34,634	18,685	(3,040)	50,279
Operating expenses	18,503	5,493	235	24,231
Impairment loss of loans and debt securities	9,286	1,318	1,532	12,136
Profit (loss) before tax	6,845	11,874	(4,807)	13,912
Taxation	1,451	1,856	(358)	2,949
Net Profit (loss)	5,394	10,018	(4,449)	10,963

Unit: Million Baht				
CONSOLIDATED FINANCIAL STATEMENTS				
	Retail	Commercial	Others	Total
Total assets				
As at September 30, 2014	527,730	933,053	(223,609)	1,237,174
As at December 31, 2013	505,088	928,009	(253,491)	1,179,606

6.15 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 September 30, 2014 and December 31, 2013 are as follows:

Unit: Million Baht				
CONSOLIDATED FINANCIAL STATEMENTS				
September 30, 2014				
	Domestic	Foreign	Elimination	Total
Total assets	1,236,042	17,252	(16,120)	1,237,174
Interbank and money market items, net (Assets)	101,810	1,432	-	103,242
Investments, net	75,700	200	-	75,900
Loans to customers and accrued interest receivable, net	928,156	7,359	-	935,515
Deposits	805,105	1,077	-	806,182
Interbank and money market items, net (Liabilities)	75,567	23	-	75,590
Debt issued and borrowings	151,412	-	-	151,412

Unit: Million Baht				
CONSOLIDATED FINANCIAL STATEMENTS				
December 31, 2013				
	Domestic	Foreign	Elimination	Total
Total assets	1,181,098	11,336	(12,828)	1,179,606
Interbank and money market items, net (Assets)	85,811	1,216	-	87,027
Investments, net	73,008	266	-	73,274
Loans to customers and accrued interest receivable, net	902,778	4,386	-	907,164
Deposits	763,342	708	-	764,050
Interbank and money market items, net (Liabilities)	55,496	1	-	55,497
Debt issued and borrowings	174,605	-	-	174,605

Unit: Million Baht				
THE BANK'S FINANCIAL STATEMENTS				
September 30, 2014				
	Domestic	Foreign	Elimination	Total
Total assets	1,151,952	17,252	(16,120)	1,153,084
Interbank and money market items, net (Assets)	99,554	1,432	-	100,986
Investments, net	75,664	200	-	75,864
Loans to customers and accrued interest receivable, net	825,568	7,359	-	832,927
Deposits	809,245	1,077	-	810,322
Interbank and money market items, net (Liabilities)	77,301	23	-	77,324
Debt issued and borrowings	97,968	-	-	97,968

Unit: Million Baht				
THE BANK'S FINANCIAL STATEMENTS				
December 31, 2013				
	Domestic	Foreign	Elimination	Total
Total assets	1,074,911	11,336	(12,828)	1,073,419
Interbank and money market items, net (Assets)	83,765	1,216	-	84,981
Investments, net	72,975	266	-	73,241
Loans to customers and accrued interest receivable, net	798,907	4,386	-	803,293
Deposits	767,682	708	-	768,390
Interbank and money market items, net (Liabilities)	56,703	1	-	56,704
Debt issued and borrowings	107,337	-	-	107,337

(2) Results of operations classified by business

Results of operations classified by domestic and foreign business for the three-month and nine-month periods ended September 30, 2014 and 2013 are as follows:

Unit: Million Baht				
CONSOLIDATED FINANCIAL STATEMENTS				
For the three-month period ended September 30, 2014				
	Domestic	Foreign	Elimination	Total
Interest income	18,879	58	-	18,937
Interest expenses	6,728	2	-	6,730
Net interest income	12,151	56	-	12,207
Fees and service income, net	3,761	6	-	3,767
Other operating income	2,943	(18)	(862)	2,063
Other operating expenses	14,262	48	(862)	13,448
Profit (loss) from operating before tax	4,593	(4)	-	4,589

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

For the three-month period ended September 30, 2013

	Domestic	Foreign	Elimination	Total
Interest income	18,050	28	-	18,078
Interest expenses	6,831	1	-	6,832
Net interest income	11,219	27	-	11,246
Fees and service income, net	3,513	5	-	3,518
Other operating income	2,659	(7)	(909)	1,743
Other operating expenses	12,442	27	(909)	11,560
Profit (loss) from operating before tax	4,949	(2)	-	4,947

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

For the nine-month period ended September 30, 2014

	Domestic	Foreign	Elimination	Total
Interest income	55,401	163	-	55,564
Interest expenses	19,981	3	-	19,984
Net interest income	35,420	160	-	35,580
Fees and service income, net	10,785	20	-	10,805
Other operating income	8,047	(51)	(2,521)	5,475
Other operating expenses	40,946	143	(2,521)	38,568
Profit (loss) from operating before tax	13,306	(14)	-	13,292

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

For the nine-month period ended September 30, 2013

	Domestic	Foreign	Elimination	Total
Interest income	52,353	89	-	52,442
Interest expenses	19,598	3	-	19,601
Net interest income	32,755	86	-	32,841
Fees and service income, net	10,631	19	-	10,650
Other operating income	9,749	(23)	(2,937)	6,789
Other operating expenses	39,227	78	(2,937)	36,368
Profit from operating before tax	13,908	4	-	13,912

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

For the three-month period ended September 30, 2014

	Domestic	Foreign	Elimination	Total
Interest income	12,502	58	-	12,560
Interest expenses	6,259	2	-	6,261
Net interest income	6,243	56	-	6,299
Fees and service income, net	1,771	6	-	1,777
Other operating income	1,842	(18)	(862)	962
Other operating expenses	7,806	48	(862)	6,992
Profit (loss) from operating before tax	2,050	(4)	-	2,046

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

For the three-month period ended September 30, 2013

	Domestic	Foreign	Elimination	Total
Interest income	11,695	28	-	11,723
Interest expenses	6,244	1	-	6,245
Net interest income	5,451	27	-	5,478
Fees and service income, net	1,450	5	-	1,455
Other operating income	3,624	(7)	(909)	2,708
Other operating expenses	5,982	27	(909)	5,100
Profit (loss) from operating before tax	4,543	(2)	-	4,541

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

For the nine-month period ended September 30, 2014

	Domestic	Foreign	Elimination	Total
Interest income	36,272	163	-	36,435
Interest expenses	18,460	3	-	18,463
Net interest income	17,812	160	-	17,972
Fees and service income, net	5,011	20	-	5,031
Other operating income	14,613	(51)	(2,521)	12,041
Other operating expenses	21,740	143	(2,521)	19,362
Profit (loss) from operating before tax	15,696	(14)	-	15,682

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

For the nine-month period ended September 30, 2013

	Domestic	Foreign	Elimination	Total
Interest income	33,969	89	-	34,058
Interest expenses	18,001	3	-	18,004
Net interest income	15,968	86	-	16,054
Fees and service income, net	4,414	19	-	4,433
Other operating income	9,259	(23)	(2,937)	6,299
Other operating expenses	20,185	78	(2,937)	17,326
Profit from operating before tax	9,456	4	-	9,460

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.

6.16 Interest income

Interest income for the three-month and nine-month periods ended September 30, 2014 and 2013 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS For the three-month periods ended September 30,		Unit: Million Baht THE BANK'S FINANCIAL STATEMENTS For the three-month periods ended September 30,	
	2014	2013	2014	2013
Interbank and money market items	787	809	779	803
Investment and trading transactions	40	39	40	40
Investment in debt securities	480	561	480	560
Loans to customers	12,548	11,669	10,637	10,320
Hire purchase and financial lease	5,082	5,000	624	-
Total interest income	<u>18,937</u>	<u>18,078</u>	<u>12,560</u>	<u>11,723</u>

	CONSOLIDATED FINANCIAL STATEMENTS For the nine-month periods ended September 30,		Unit: Million Baht THE BANK'S FINANCIAL STATEMENTS For the nine-month periods ended September 30,	
	2014	2013	2014	2013
Interbank and money market items	2,022	2,118	2,004	2,104
Investment and trading transactions	113	125	113	126
Investment in debt securities	1,501	1,631	1,499	1,620
Loans to customers	36,859	34,028	31,823	30,208
Hire purchase and financial lease	15,069	14,540	996	-
Total interest income	<u>55,564</u>	<u>52,442</u>	<u>36,435</u>	<u>34,058</u>

6.17 Interest expenses

Interest expenses for the three-month and nine-month periods ended September 30, 2014 and 2013 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS For the three-month periods ended September 30,		Unit: Million Baht THE BANK'S FINANCIAL STATEMENTS For the three-month periods ended September 30,	
	2014	2013	2014	2013
Deposits	3,879	4,095	3,883	4,108
Interbank and money market items	447	380	451	371
Contributions to Financial Institution Development Fund and Deposit Protection Agency	1,032	935	1,031	935
Debt issued and borrowing				
- Subordinated debenture	403	403	403	403
- Others	966	1,013	493	426
Borrowing fee expenses	-	1	-	1
Others	3	5	-	1
Total interest expenses	<u>6,730</u>	<u>6,832</u>	<u>6,261</u>	<u>6,245</u>

	CONSOLIDATED FINANCIAL STATEMENTS For the nine-month periods ended September 30,		Unit: Million Baht THE BANK'S FINANCIAL STATEMENTS For the nine-month periods ended September 30,	
	2014	2013	2014	2013
Deposits	11,596	11,683	11,606	11,728
Interbank and money market items	1,130	1,091	1,142	1,066
Contributions to Financial Institution Development Fund and Deposit Protection Agency	3,034	2,714	3,034	2,714
Debt issued and borrowing				
- Subordinated debenture	1,196	1,199	1,197	1,198
- Others	3,013	2,895	1,479	1,291
Borrowing fee expenses	4	5	4	5
Others	11	14	1	2
Total interest expenses	<u>19,984</u>	<u>19,601</u>	<u>18,463</u>	<u>18,004</u>

6.18 Approval of interim financial statements

These interim financial statements have been approved for issue by the Executive Committee on November 12, 2014.