

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

TO THE BOARD OF DIRECTORS

BANK OF AYUDHYA PUBLIC COMPANY LIMITED

We have reviewed the consolidated statement of financial position of Bank of Ayudhya Public Company Limited and its subsidiaries and the Bank's statement of financial position of Bank of Ayudhya Public Company Limited as at March 31, 2013, and the related consolidated and Bank's statements of comprehensive income, changes in equity and cash flows for the three-month period then ended, and the condensed notes to the financial statements. The Bank's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

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

Conclusion

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

Other Matter

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 December 31, 2012, presented herein as comparative information, were audited by another auditor of the same firm, whose report thereon dated February 13, 2013, expressed an unmodified opinion on those statements. The consolidated and Bank's statements of comprehensive income, changes in equity and cash flows for the three-month period ended March 31, 2012, presented herein as comparative information, were reviewed by another auditor of the same firm, whose report thereon dated May 8, 2012, concluded that nothing had come to their attention that caused them to believe that such interim financial information was not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

BANGKOK
May 8, 2013

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

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2013

BAHT: '000

	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	"UNAUDITED"		"UNAUDITED"	
	As at	As at	As at	As at
	March 31, 2013	December 31, 2012	March 31, 2013	December 31, 2012
ASSETS				
CASH	24,137,082	25,078,920	24,011,038	25,060,003
INTERBANK AND MONEY MARKET ITEMS, NET	99,336,642	79,389,674	98,224,411	78,155,680
CLAIMS ON SECURITY	18,861,354	13,592,478	18,861,354	13,592,478
DERIVATIVES ASSETS	5,886,030	3,414,492	5,886,030	3,414,492
INVESTMENTS, NET (Note 6.2)	81,380,437	78,302,398	80,992,731	77,829,013
INVESTMENTS IN SUBSIDIARIES AND ASSOCIATES, NET (Note 6.3)	1,012,960	946,637	32,482,962	32,482,962
LOANS TO CUSTOMERS AND ACCRUED INTEREST RECEIVABLES, NET (Note 6.4)				
Loans to customers	879,191,418	869,382,125	732,890,168	733,870,285
Accrued interest receivables	2,341,332	2,256,924	1,485,218	1,417,982
Total loans to customers and accrued interest receivables	881,532,750	871,639,049	734,375,386	735,288,267
Less Deferred revenue	(41,954,422)	(39,374,222)	(30,377)	(38,868)
Less Allowance for doubtful accounts (Note 6.5)	(31,504,369)	(30,305,602)	(20,269,001)	(19,409,266)
Less Revaluation allowance for debt restructuring (Note 6.6)	(742,505)	(723,410)	(16,468)	(17,364)
Net loans and accrued interest receivables	807,331,454	801,235,815	714,059,540	715,822,769
CUSTOMERS' LIABILITY UNDER ACCEPTANCE	756,036	682,147	756,036	682,147
PROPERTIES FOR SALE, NET	9,317,869	9,451,647	4,513,106	4,704,803
PREMISES AND EQUIPMENT, NET	17,969,542	18,299,724	16,573,061	16,893,475
GOODWILL AND OTHER INTANGIBLE ASSETS, NET	15,317,989	15,435,423	3,082,351	3,068,498
DEFERRED TAX ASSETS	6,249,712	6,060,689	2,674,360	2,637,131
ACCOUNTS RECEIVABLE FOR INVESTMENTS	3,698,340	7,777,647	3,698,340	7,777,647
OTHER ASSETS, NET	11,521,662	12,297,804	3,187,116	4,345,637
TOTAL ASSETS	1,102,777,109	1,071,965,495	1,009,002,436	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
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT MARCH 31, 2013

BAHT: '000

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	"UNAUDITED"		"UNAUDITED"	
	As at	As at	As at	As at
	March 31, 2013	December 31, 2012	March 31, 2013	December 31, 2012
LIABILITIES AND EQUITY				
DEPOSITS	702,448,597	687,159,328	708,060,483	692,994,007
INTERBANK AND MONEY MARKET ITEMS, NET	62,192,978	48,821,459	61,624,927	48,366,000
LIABILITY PAYABLE ON DEMAND	3,465,890	2,776,041	3,465,890	2,776,041
LIABILITY TO DELIVER SECURITY	18,861,354	13,592,478	18,861,354	13,592,478
DERIVATIVES LIABILITIES	5,493,251	3,508,210	5,493,251	3,508,210
DEBT ISSUED AND BORROWINGS (Note 6.7)	143,668,323	154,628,639	86,817,157	103,738,778
BANK'S LIABILITY UNDER ACCEPTANCE	756,036	682,147	756,036	682,147
PROVISIONS (Note 6.8)	7,567,230	7,334,404	5,330,794	5,175,737
DEFERRED TAX LIABILITIES	2,469,295	2,505,437	1,634,721	1,617,322
ACCOUNTS PAYABLE FOR INVESTMENTS	8,910,626	5,694,321	8,910,626	5,694,321
OTHER LIABILITIES	29,249,087	31,776,917	11,012,255	13,064,908
TOTAL LIABILITIES	985,082,667	958,479,381	911,967,494	891,209,949
EQUITY				
SHARE CAPITAL				
Authorized share capital				
7,089,392,755 ordinary shares of				
Baht 10 each	70,893,928	70,893,928	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
PREMIUM ON ORDINARY SHARES	13,802,216	13,802,216	13,802,216	13,802,216
OTHER RESERVES	6,053,288	5,983,000	6,055,273	5,985,325
RETAINED EARNINGS				
Appropriated				
Legal reserve	1,641,500	1,641,500	1,641,500	1,641,500
Unappropriated	35,266,057	31,154,242	14,794,516	13,086,308
TOTAL BANK'S EQUITY	117,504,498	113,322,395	97,034,942	95,256,786
NON-CONTROLLING INTEREST	189,944	163,719	-	-
TOTAL EQUITY	117,694,442	113,486,114	97,034,942	95,256,786
TOTAL LIABILITIES AND EQUITY	1,102,777,109	1,071,965,495	1,009,002,436	986,466,735

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

(Mr. Philip Tan Chen Chong)
President

(Mr. Pongpinit Tejagupta)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2013

"UNAUDITED"

BAHT : '000

	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2013	2012	2013	2012
INTEREST INCOME (Note 6.16)	16,917,919	15,362,024	11,032,576	10,450,245
INTEREST EXPENSES (Note 6.17)	6,316,005	5,982,047	5,843,419	5,676,362
INTEREST INCOME, NET	10,601,914	9,379,977	5,189,157	4,773,883
FEES AND SERVICE INCOME	4,653,894	3,736,291	1,943,788	1,721,855
FEES AND SERVICE EXPENSES	1,047,410	864,810	470,271	372,377
FEES AND SERVICE INCOME, NET	3,606,484	2,871,481	1,473,517	1,349,478
GAINS ON TRADING AND FOREIGN EXCHANGE				
TRANSACTIONS, NET	463,226	394,785	457,134	390,389
GAINS ON INVESTMENTS, NET	112,018	66,567	112,018	66,567
SHARE OF PROFIT FROM INVESTMENT FOR USING				
EQUITY METHOD	66,323	60,357	-	-
DIVIDEND INCOME	373,337	162,552	373,337	236,627
BAD DEBTS RECOVERIES	823,142	788,123	8,033	125,190
OTHER OPERATING INCOME	385,570	457,217	172,777	148,133
TOTAL OPERATING INCOME	16,432,014	14,181,059	7,785,973	7,090,267
OTHER OPERATING EXPENSES				
Employee's expenses	3,882,116	3,207,191	2,420,174	2,098,166
Directors' remuneration	7,999	7,859	7,306	7,306
Premises and equipment expenses	1,481,463	1,209,669	1,081,634	854,971
Taxes and duties	523,740	493,062	370,497	358,560
Others	2,417,104	2,089,181	1,030,773	979,598
Total other operating expenses	8,312,422	7,006,962	4,910,384	4,298,601
IMPAIRMENT LOSS OF LOANS AND				
DEBT SECURITIES	3,080,735	2,712,507	900,000	1,425,009
PROFIT FROM OPERATING BEFORE				
INCOME TAX EXPENSES	5,038,857	4,461,590	1,975,589	1,366,657
INCOME TAX EXPENSES (Note 6.18)	967,197	1,019,928	333,736	271,862
NET PROFIT	4,071,660	3,441,662	1,641,853	1,094,795
OTHER COMPREHENSIVE INCOME				
Gains on remeasuring				
available-for-sale investment	170,804	172,238	170,379	172,026
Income tax relating to components				
of other comprehensive income	(34,136)	(39,769)	(34,076)	(39,039)
Total other comprehensive income, net	136,668	132,469	136,303	132,987
TOTAL COMPREHENSIVE INCOME	4,208,328	3,574,131	1,778,156	1,227,782

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2013
"UNAUDITED"

BAHT : '000

	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2013	2012	2013	2012
NET PROFIT ATTRIBUTABLE				
Owners of the Bank	4,045,435	3,430,082	1,641,853	1,094,795
Non-controlling interest	26,225	11,580	-	-
	<u>4,071,660</u>	<u>3,441,662</u>	<u>1,641,853</u>	<u>1,094,795</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE				
Owners of the Bank	4,182,103	3,562,551	1,778,156	1,227,782
Non-controlling interest	26,225	11,580	-	-
	<u>4,208,328</u>	<u>3,574,131</u>	<u>1,778,156</u>	<u>1,227,782</u>
EARNINGS PER SHARE OF OWNERS OF THE BANK				
BASIC EARNINGS PER SHARE	BAHT	0.67	0.56	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. Philip Tan Chen Chong)
President

(Mr. Pongpinit Tejagupta)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CHANGES IN EQUITY

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2013

"UNAUDITED"

BAHT : '000

	CONSOLIDATED FINANCIAL STATEMENTS								Non-Controlling Interest	Total
	Owners of the Bank							Total Bank's Equity		
	Issued and Paid-up Share Capital	Premium on Share Capital	Other reserves Asset Appraisal Surplus	Revaluation Surplus on Investments	Deferred Tax Relating to Components of Other Comprehensive Income	Retained Earnings Appropriated Legal Reserve	Unappropriated			
Balance as of January 1, 2012	60,741,437	13,802,216	6,572,253	318,798	(1,388,092)	1,316,500	21,125,871	102,488,983	206,612	102,695,595
Change in revaluation surplus	-	-	(65,704)	-	13,672	-	53,596	1,564	-	1,564
Dividend payment	-	-	-	-	-	-	-	-	(138)	(138)
Total comprehensive income	-	-	-	172,238	(39,769)	-	3,430,082	3,562,551	11,580	3,574,131
Change in shareholding in subsidiary company	-	-	-	-	-	-	4,204	4,204	(84,596)	(80,392)
Balance as of March 31, 2012	60,741,437	13,802,216	6,506,549	491,036	(1,414,189)	1,316,500	24,613,753	106,057,302	133,458	106,190,760
Balance as of January 1, 2013	60,741,437	13,802,216	6,298,138	1,180,612	(1,495,750)	1,641,500	31,154,242	113,322,395	163,719	113,486,114
Change in revaluation surplus	-	-	(82,944)	-	16,589	-	66,355	-	-	-
Total comprehensive income	-	-	-	170,804	(34,161)	-	4,045,460	4,182,103	26,225	4,208,328
Balance as of March 31, 2013	60,741,437	13,802,216	6,215,194	1,351,416	(1,513,322)	1,641,500	35,266,057	117,504,498	189,944	117,694,442

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

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CHANGES IN EQUITY (CONTINUED)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2013

"UNAUDITED"

BAHT : '000

	THE BANK'S FINANCIAL STATEMENTS							
	Issued and Paid-up Share Capital	Premium on Share Capital	Other reserves			Retained Earnings		Total
			Asset Appraisal Surplus	Revaluation Surplus on Investments	Deferred Tax Relating to Components of Other Comprehensive Income	Appropriated Legal Reserve	Unappropriated	
Balance as of January 1, 2012	60,741,437	13,802,216	6,572,253	322,656	(1,388,093)	1,316,500	11,184,540	92,551,509
Change in revaluation surplus	-	-	(65,704)	-	12,215	-	53,595	106
Total comprehensive income	-	-	-	172,026	(39,039)	-	1,094,795	1,227,782
Balance as of March 31, 2012	<u>60,741,437</u>	<u>13,802,216</u>	<u>6,506,549</u>	<u>494,682</u>	<u>(1,414,917)</u>	<u>1,316,500</u>	<u>12,332,930</u>	<u>93,779,397</u>
Balance as of January 1, 2013	60,741,437	13,802,216	6,298,138	1,183,520	(1,496,333)	1,641,500	13,086,308	95,256,786
Change in revaluation surplus	-	-	(82,944)	-	16,589	-	66,355	-
Total comprehensive income	-	-	-	170,379	(34,076)	-	1,641,853	1,778,156
Balance as of March 31, 2013	<u>60,741,437</u>	<u>13,802,216</u>	<u>6,215,194</u>	<u>1,353,899</u>	<u>(1,513,820)</u>	<u>1,641,500</u>	<u>14,794,516</u>	<u>97,034,942</u>

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

(Mr. Philip Tan Chen Chong)
President

(Mr. Pongpinit Tejagupta)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2013
"UNAUDITED"

BAHT : '000

	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2013	2012	2013	2012
CASH FLOWS FROM OPERATING ACTIVITIES				
Income from operating before income tax expenses	5,038,857	4,461,590	1,975,589	1,366,657
Adjustments to reconcile income to cash received (paid) from operating activities:				
Depreciation and amortization	734,606	644,129	466,051	395,959
Deferred interest expenses	1,084	-	1,084	-
Bad debt and doubtful accounts	2,902,869	2,591,012	900,589	1,432,224
Loss on debt restructuring (reversal)	177,866	121,495	(589)	(7,215)
Loss on translation in foreign currencies	981,918	693,396	981,918	693,396
Share of profit from investment for using equity method	(66,323)	(60,357)	-	-
Gains on investments	(112,018)	(66,567)	(112,018)	(66,567)
Increase (decrease) in discount on investments	(29,528)	71,611	(43,320)	(117,327)
Gains on sales of properties for sale	(172,941)	(167,238)	(33,597)	(61,569)
(Gains) losses on sales of premises and equipment	13,135	(6,892)	14,872	2,878
Loss on impairment of investments (reversal)	(18,773)	-	(18,773)	-
Loss on impairment of properties for sale	143,212	60,901	71,169	66,276
Loss on impairment of other asset (reversal)	84,778	1,531	(3,874)	484
Decrease in other reserves	232,825	184,794	155,057	139,593
Interest income, net	(10,601,914)	(9,379,977)	(5,189,157)	(4,773,883)
Interest received	16,805,578	15,394,624	10,936,357	10,392,677
Interest paid	(6,154,908)	(6,119,956)	(6,453,230)	(6,100,807)
Dividend income	(373,337)	(162,552)	(373,337)	(236,627)
Dividend received	349,282	156,623	349,282	137,535
Decrease in other accrued expenses	(967,675)	(996,704)	(770,339)	(682,494)
Income tax paid	(122,230)	(85,064)	(50,967)	(51,684)
Income from operations before changes in operating assets and liabilities	8,846,363	7,336,399	2,802,767	2,529,506
(Increase) decrease in operating assets				
Interbank and money market items	(20,442,403)	15,482,940	(20,558,726)	15,511,043
Derivatives assets	(2,472,319)	1,876,562	(2,472,319)	1,876,145
Current investments - securities for trading	1,530,993	(4,950,847)	1,541,151	(4,950,836)
Loans to customers	(9,736,336)	(12,108,993)	347,913	(13,605,084)
Properties for sale	210,300	617,863	200,917	245,700
Other assets	580,565	225,962	1,173,337	3,698,523
Increase (decrease) in operating liabilities				
Deposits	15,541,238	9,766,579	15,318,444	9,706,466
Interbank and money market items	13,520,198	1,032,043	13,407,606	961,829
Liability payable on demand	689,849	669,175	689,849	669,175
Derivatives liabilities	1,985,929	(2,520,767)	1,985,929	(2,523,742)
Other liabilities	(2,456,633)	225,428	(797,631)	(3,168,659)
Net cash from operating activities	7,797,744	17,652,344	13,639,237	10,950,066

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2013
"UNAUDITED"

BAHT : '000

	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2013	2012	2013	2012
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from sales of investments in securities	112,260,555	240,225,447	111,964,232	240,225,447
Cash paid for purchases of investments in securities	(109,303,972)	(255,543,821)	(109,156,443)	(255,239,851)
Dividend received from subsidiaries	-	-	-	74,075
Cash paid for purchase of shares in subsidiaries	-	(80,392)	-	(80,392)
Proceeds from sales of premises and equipment	27,605	52,555	25,868	33,679
Cash paid for purchases of premises and equipment	(427,172)	(1,560,864)	(307,040)	(1,446,922)
Cash paid for purchases of computer software	(272,118)	(84,903)	(202,766)	(65,039)
Net cash from investing activities	<u>2,284,898</u>	<u>(16,991,978)</u>	<u>2,323,851</u>	<u>(16,499,003)</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from debts issued and borrowings	59,623,113	118,072,244	29,858,500	124,536,037
Cash paid for repayment of debts issued and borrowings	(70,583,429)	(121,006,502)	(46,780,122)	(121,006,502)
Cash paid for payment of liabilities under finance lease agreements	(7,222)	-	(7,222)	-
Dividend payment	-	(139)	-	-
Net cash from financing activities	<u>(10,967,538)</u>	<u>(2,934,397)</u>	<u>(16,928,844)</u>	<u>3,529,535</u>
Total	<u>(884,896)</u>	<u>(2,274,031)</u>	<u>(965,756)</u>	<u>(2,019,402)</u>
Effect of exchange rate change on cash	<u>(83,209)</u>	<u>(8,268)</u>	<u>(83,209)</u>	<u>(8,268)</u>
Net decrease in cash and cash equivalents	<u>(968,105)</u>	<u>(2,282,299)</u>	<u>(1,048,965)</u>	<u>(2,027,670)</u>
Cash and cash equivalents as at January 1,	<u>25,753,004</u>	<u>26,102,863</u>	<u>25,060,003</u>	<u>25,140,395</u>
Cash and cash equivalents as at March 31,	<u><u>24,784,899</u></u>	<u><u>23,820,564</u></u>	<u><u>24,011,038</u></u>	<u><u>23,112,725</u></u>

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

(Mr. Philip Tan Chen Chong)
President

(Mr. Pongpinit Tejagupta)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
THE CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2013
“UNAUDITED”

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BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
THE CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2013
“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. As at March 31, 2013 and December 31, 2012, the Bank has 16 subsidiaries.

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

2.1 The interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (Revised 2009) “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 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, 2012.

The consolidated and the Bank’s statements of financial position as at December 31, 2012, presented herein as comparative information, have been derived from the consolidated and the Bank’s financial statements for the year then ended which have been audited.

The results of operations for the three-month period ended March 31, 2013 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.

Financial Reporting Standards announced but not effective in 2013

The Federation of Accounting Professions has issued the Notifications regarding the Thai Financial Reporting Standards, which are effective for the accounting period beginning on or after January 1, 2014 onwards. Thai Financial Reporting Interpretations which are related to the Bank and subsidiaries are as follows:

Thai Financial Reporting Interpretations (TFRI)

TFRI 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRI 4	Determining Whether an Arrangement Contains a Lease
TFRI 7	Applying the Restatement Approach under IAS 29 Financial Reporting in Hyperinflationary Economies
TFRI 10	Interim Financial Reporting and Impairment
TFRI 13	Customer Loyalty Programmes

The Bank and subsidiaries anticipate that the above Thai Financial Reporting Standards will be adopted in the Bank and subsidiaries' financial statements when they become effective. However, the Bank and subsidiaries' managements are still evaluating the first year impact on the financial statements.

- 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 invested over 50% of their voting rights. These subsidiaries are as follows:

	Business Type	Percentage of Holdings	
		As at	
		March 31, 2013	December 31, 2012
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	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	Car leasing and personnel services	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⁾ Subsidiary is under the liquidation process

⁽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 periods ended March 31, 2013 and 2012, included financial statements of certain subsidiaries, prepared by subsidiaries' managements, which have not been reviewed by the auditors as follows:

	Unit: Million Baht	
	Net Profit	
	For the three-month period ended March 31	
	2013	2012
Ayudhya Total Solutions Public Company Limited ⁽¹⁾	0	0
Ayudhya Auto Lease Public Company Limited ⁽²⁾	-	1

⁽¹⁾ Subsidiary is under the liquidation process.

⁽²⁾ Subsidiary registered the completion of liquidation in 2012.

3. Adoption of new and revised Thai Financial Reporting Standards

Since January 1, 2013, 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, 2013 onwards, in the preparation of interim financial statements. Such TFRSs consist of Thai Accounting Standard No. 21 (Revised 2009) "The Effects of Changes in Foreign Exchange Rates" which has no impact on the interim financial statements and Thai Financial Reporting Standard No. 8 "Operating Segments", which affects the disclosure regarding operating segments as disclosed in note 6.14.

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, 2012, except for the new and revised TFRSs as mentioned in note 3.

5. CAPITAL FUND

As a result of improvement on supervisory guideline on capital fund of commercial bank 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.

Under the Basel II regulation, the minimum capital requirement ratio is 8.5% of total risk weighted assets with the condition that the Tier 1 capital shall not be less than 4.25% 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 March 31, 2013 and December 31, 2012, the Bank's total capital funds can be categorized as follows:

	March 31, 2013	Unit : Million Baht December 31, 2012
	Basel III	Basel II
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	1,642	1,642
Unappropriated retained earning	9,260	9,260
Other comprehensive income	3,819	-
Less Deduction items from Tier 1	(2,074)	(3,691)
Total Common Equity Tier 1 capital	87,190	81,754
Additional Tier 1	-	-
Total Tier 1 capital	87,190	81,754
Tier 2 capital	37,022	44,799
Total capital fund	124,212	126,553

	Percentage	
	March 31, 2013	December 31, 2012
	Basel III	Basel II
Total common equity Tier 1 capital / Total risk assets	11.62	n.a.
Total tier 1 capital / Total risk assets	11.62	10.94
Total capital / Total risk assets	16.56	16.94

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	April 25, 2013
Information as at	December 31, 2012

6. ADDITIONAL INFORMATION

6.1 Additional information of cash flows

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

	CONSOLIDATED FINANCIAL STATEMENTS		Unit : Million Baht THE BANK'S FINANCIAL STATEMENTS	
	2013	2012	2013	2012
Premises and equipment payable at the beginning of the periods	404	1,255	345	1,303
Purchases of premises and equipment	203	416	96	235
<u>Less</u> Cash payment	<u>(427)</u>	<u>(1,561)</u>	<u>(307)</u>	<u>(1,447)</u>
Premises and equipment payable at the end of the periods	<u>180</u>	<u>110</u>	<u>134</u>	<u>91</u>

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

	CONSOLIDATED FINANCIAL STATEMENTS		Unit : Million Baht THE BANK'S FINANCIAL STATEMENTS	
	2013	2012	2013	2012
Computer software payable at the beginning of the periods	243	30	205	30
Purchases of computer software	171	79	112	59
<u>Less</u> Cash payment	<u>(272)</u>	<u>(85)</u>	<u>(203)</u>	<u>(65)</u>
Computer software payable at the end of the periods	<u>142</u>	<u>24</u>	<u>114</u>	<u>24</u>

6.1.3 Others non-cash transactions for the three-month periods ended March 31, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		Unit : Million Baht THE BANK'S FINANCIAL STATEMENTS	
	2013	2012	2013	2012
Increase in revaluation surplus on investments	171	172	170	172
Accumulated depreciation of premises appraisal deducted from premises revaluation surplus	83	66	83	66
Properties for sale acquired from debt repayment	6	-	6	-
Properties and premises transferred to be properties foreclosed	11	-	11	-

- 6.1.4 The Extraordinary Meeting of Shareholders No. 1/2012 held on March 20, 2012 approved the Bank and/ or its subsidiaries' acquisition of the retail banking business in Thailand from the Hongkong and Shanghai Banking Corporation Limited, Bangkok Branch ("HSBC"), which operates credit card, personal loan and mortgage businesses and raising deposits and bills of exchange funding, under a foreign bank branch license and the Bank of Thailand's supervision. This acquisition was successfully completed on March 31, 2012.

Consolidated financial statements

Fair value of assets and liabilities of HSBC's retail banking business and book value of each item are as follows:

	Unit : Million Baht	
	Book Value	Fair Value
Assets		
Receivable and loans	13,042	13,889
Others	454	1,314
	<u>13,496</u>	<u>15,203</u>
Liabilities		
Deposit and borrowings	9,557	9,557
Others	233	633
	<u>9,790</u>	<u>10,190</u>
Net assets	<u>3,706</u>	<u>5,013</u>
Goodwill		2,426
Purchase price		<u>7,439</u>

As at December 31, 2012, the final fair values for assets and liabilities of acquired HSBC's retail banking business were completely determined, and there were retrospective adjustments to those provisional values as of the acquisition date.

- 6.1.5 Realized and unrealized gains (losses) on foreign exchange

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

6.2 Investments, net

Investments, net as at March 31, 2013 and December 31, 2012, consisted of the following:

CONSOLIDATED FINANCIAL STATEMENTS								
Unit : Million Baht								
	March 31, 2013				December 31, 2012			
	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	8,029	2	-	8,031	2,527	2	-	2,529
Private sector's debt securities	13	-	(1)	12	61	-	-	61
Domestic marketable equity								
Securities	123	3	(3)	123	-	-	-	-
	8,165	5	(4)	8,166	2,588	2	-	2,590
<u>Add</u> Revaluation allowance	1			-	2			-
Total	8,166			8,166	2,590			2,590
Securities Available-for-Sale								
Government and state								
enterprise securities	48,278	156	(15)	48,419	49,890	154	(25)	50,019
Private sector's debt securities	13,975	116	(6)	14,085	14,352	107	(6)	14,453
Domestic marketable equity								
Securities	6,557	1,128	(27)	7,658	6,677	1,020	(70)	7,627
	68,810	1,400	(48)	70,162	70,919	1,281	(101)	72,099
<u>Add</u> Revaluation allowance	1,352			-	1,180			-
<u>Less</u> Allowance for impairment	(354)			(354)	(373)			(373)
Total	69,808			69,808	71,726			71,726
Securities Held-to-Maturity								
Government and state								
enterprise securities	333				336			
Private sector's debt securities	390				250			
Investment in accounts								
receivable	2,163				2,964			
	2,886				3,550			
<u>Less</u> Allowance for impairment	(91)				(91)			
Total	2,795				3,459			
Securities for General Investments								
Domestic non-marketable equity								
securities	800				715			
Foreign non-marketable								
equity securities	27				28			
	827				743			
<u>Less</u> Allowance for impairment	(216)				(216)			
Total	611				527			
Total Investments, net	81,380				78,302			

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS

	March 31, 2013				December 31, 2012			
	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	8,029	2	-	8,031	2,527	2	-	2,529
Private sector's debt securities	2	-	-	2	61	-	-	61
Domestic marketable equity								
Securities	123	3	(3)	123	-	-	-	-
	8,154	5	(3)	8,156	2,588	2	-	2,590
<u>Add</u> Revaluation allowance	2			-	2			-
Total	8,156			8,156	2,590			2,590
Securities Available-for-Sale								
Government and state								
enterprise securities	48,278	156	(15)	48,419	49,890	154	(25)	50,019
Private sector's debt securities	13,629	115	(6)	13,738	13,775	107	(6)	13,876
Domestic marketable equity								
Securities	6,552	1,128	(24)	7,656	6,671	1,020	(66)	7,625
	68,459	1,399	(45)	69,813	70,336	1,281	(97)	71,520
<u>Add</u> Revaluation allowance	1,354			-	1,184			-
<u>Less</u> Allowance for impairment	(7)			(7)	(26)			(26)
Total	69,806			69,806	71,494			71,494
Securities Held-to-Maturity								
Government and state								
enterprise securities	333				336			
Private sector's debt securities	50				50			
Investment in accounts								
receivable	2,144				2,940			
	2,527				3,326			
<u>Less</u> Allowance for impairment	(91)			(91)	(91)			
Total	2,436				3,235			
Securities for General Investments								
Domestic non-marketable equity								
securities	767				682			
Foreign non-marketable								
equity securities	27				28			
	794				710			
<u>Less</u> Allowance for impairment	(199)				(200)			
Total	595				510			
Total Investments, net	80,993				77,829			

As at March 31, 2013 and December 31, 2012, the investments classified as held-to-maturity debt securities (government and state enterprise securities) included the 10 year-term non-negotiable promissory notes availed by the Financial Institution Development Fund in the consolidated financial statements and the Bank's financial statements of Baht 333 million and Baht 336 million, respectively, issued by the Thai Asset Management Corporation (TAMC) for assets transferred to TAMC. During the three-month period ended March 31, 2013, TAMC had not redeemed promissory notes of the Bank and during the years 2012, TAMC redeemed promissory notes of the Bank of Baht 697 million.

Investments in companies in which the Bank and subsidiaries hold more than 10% of the paid-up capital in each company, classified by industry group, are as follows:

	Unit : Million Baht	
	CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS	
	March 31, 2013	December 31, 2012
Manufacturing	3	3
Total	<u>3</u>	<u>3</u>

In the consolidated and the Bank's financial statements as at March 31, 2013 and December 31, 2012, the Bank and its subsidiary had investments in available-for-sale securities and general investments of 2 companies subject to be delisted from the SET, with cost of Baht 13 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 March 31, 2013 and December 31, 2012, are as follows:

Unit : Million Baht										
CONSOLIDATED FINANCIAL STATEMENTS										
Company Name	Business Type	Securities Investment Type	Registered Share Capital	Ownership %	March 31, 2013			December 31, 2012		
					Investment (Cost)	Investment (Equity Method)	Dividend	Investment (Cost)	Investment (Equity Method)	Dividend
Associates										
Tesco Card Services Limited ⁽¹⁾	Credit cards and personal loans	Common stock	780	50.00	390	945	-	390	886	-
Tesco Life Assurance Broker Limited ⁽²⁾	Life assurance Broker	Common stock	2	50.00	-	23	-	-	20	-
Tesco General Insurance Broker Limited ⁽²⁾	General insurance broker	Common stock	77	50.00	-	45	-	-	41	-
Metro Designee Company Limited ⁽³⁾	Special Purpose vehicle	Common stock	-	21.90	-	-	-	-	-	-
Investments in associates, net					390	1,013	-	390	947	-

⁽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 of BMCL breaches agreement with MRT or BMCL breaches the loan agreement with the creditor group.

Unit : Million Baht						
THE BANK'S FINANCIAL STATEMENTS						
March 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	-
Ayudhya Capital Auto Lease Public Company Limited	Hire-purchase and auto leasing	Common stock	1,045	99.99	16,281	-
Ayudhya Total Solutions Public Company Limited ⁽¹⁾	Hire-purchase	Common stock	299	99.81	634	-
CFG Services Company Limited	Hire-purchase and motorcycle loans	Common stock	190	99.99	26	-
		Preferred stock			1	-
Ayudhya Card Services Company Limited	Credit cards and personal loans	Common stock	180	99.99	4	-
Ayudhya Capital Services Company Limited	Credit cards and personal loans	Common stock	125	99.99	6,141	-
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	1,100	99.99	1,304	-
Siam Realty and Services Company Limited	Car leasing and personnel services	Common stock	100	99.99	100	-
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	204	-
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					35,150	-
<u>Less Allowance for impairment</u>					<u>(2,667)</u>	<u>-</u>
Investments in subsidiaries and associated company, net					<u><u>32,483</u></u>	<u><u>-</u></u>

⁽¹⁾ Subsidiary is under the liquidation process.

⁽²⁾ The company which was established for the transfer of the throughout rights as per the concession agreement between MRT and BMCL in case of 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, 2012						
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	16,281	-
Ayudhya Total Solutions Public Company Limited ⁽¹⁾	Hire-purchase	Common stock	299	99.81	634	98
CFG Services Company Limited	Hire-purchase and motorcycle loans	Common stock	190	99.99	26	-
		Preferred stock			1	-
Ayudhya Card Services Company Limited	Credit cards and personal loans	Common stock	180	99.99	4	-
Ayudhya Capital Services Company Limited	Credit cards and personal loans	Common stock	125	99.99	6,141	1,000
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	1,100	99.99	1,304	-
Siam Realty and Services Company Limited	Car leasing and personnel services	Common stock	100	99.99	100	50
Total Services Solutions Public Company Limited	Collection services	Common stock	331	99.99	1,614	80
Krungsri Asset Management Company Limited	Fund management	Common stock	350	76.59	204	-
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					35,150	1,263
<u>Less Allowance for impairment</u>					<u>(2,667)</u>	<u>-</u>
Investments in subsidiaries and associated company, net					<u><u>32,483</u></u>	<u><u>1,263</u></u>

⁽¹⁾ Subsidiary is under the liquidation process.

⁽²⁾ The company which was established for the transfer of the throughout rights as per the concession agreement between MRT and BMCL in case of 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 (“AMC”)

KRUNGSRI AYUDHYA AMC LIMITED
STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2013
“UNAUDITED”

	Unit : Million Baht	
	2013	2012
Cash flows from operating activities		
Income before income tax	72	110
Adjustments to reconcile income to cash provided (paid) from operating activities		
Bad debt and doubtful accounts	-	1
Loss on impairment of properties for sale	51	3
Depreciation and amortization	1	-
Gain on sales of properties for sale	(61)	(60)
Employment benefits expenses	3	3
Interest income, net	(30)	(3)
Interest received	49	59
Interest paid	(18)	(56)
Income tax paid	(3)	(3)
Income from operations before changes in operating assets and liabilities	64	54
(Increase) decrease in operating assets		
Investment in receivables	52	182
Loans to customers	44	31
Properties for sale	272	282
Other assets	(8)	(37)
Increase (decrease) in operating liabilities		
Other liabilities	61	(3)
Net cash from operating activities	485	509
Cash flows from investing activities		
Cash paid for purchase of equipment	2	(3)
Net cash from investing activities	2	(3)
Cash flows from financing activities		
Proceeds from bill of exchange issued	23,603	7,771
Cash paid for repayment of bill of exchange	(24,081)	(8,316)
Net cash from financing activities	(478)	(545)
Net increase (decrease) in cash and cash equivalents	9	(39)
Cash and cash equivalents as at January 1,	13	93
Cash and cash equivalents as at March 31,	22	54

6.4 Loans to customers and accrued interest receivables, net

Loans to customers and accrued interest receivables, net as at March 31, 2013 and December 31, 2012, are as follows:

(1) Classified by products

	CONSOLIDATED FINANCIAL STATEMENTS		Unit : Million Baht THE BANK'S FINANCIAL STATEMENTS	
	March 31, 2013	December 31, 2012	March 31, 2013	December 31, 2012
Overdrafts	47,273	46,547	46,874	46,111
Loan against contract	370,490	366,030	549,583	542,882
Trade bill	136,454	144,923	136,277	144,742
Hire-purchase receivable	252,323	234,404	-	-
Lease contract receivable	22,855	24,069	-	-
Credit card receivable	41,891	45,985	-	-
Others	7,905	7,424	156	135
Total	879,191	869,382	732,890	733,870
<u>Less</u> Deferred revenue	(41,954)	(39,374)	(30)	(39)
Loans to customers after deferred revenue, net	837,237	830,008	732,860	733,831
<u>Add</u> Accrued interest receivables	2,341	2,257	1,485	1,418
Loans to customers and accrued interest receivable after deferred revenue, net	839,578	832,265	734,345	735,249
<u>Less</u> Allowance for doubtful accounts				
1) BOT requirement :				
Individual approach	(15,335)	(14,591)	(14,606)	(13,780)
Collective approach	(3,676)	(3,429)	-	-
2) Surplus reserve	(12,493)	(12,286)	(5,663)	(5,629)
<u>Less</u> Revaluation allowance for debt				
Restructuring	(743)	(723)	(16)	(17)
Total loans to customers, net	807,331	801,236	714,060	715,823

(2) Classified by currency and residence of debtors

Unit : Million Baht						
CONSOLIDATED FINANCIAL STATEMENTS						
March 31, 2013			December 31, 2012			
Domestic	Foreign	Total	Domestic	Foreign	Total	
Baht	822,515	497	823,012	814,414	817	815,231
US Dollar	11,790	1,997	13,787	13,231	984	14,215
Other currencies	438	-	438	562	-	562
Total	<u>834,743</u>	<u>2,494</u>	<u>837,237</u>	<u>828,207</u>	<u>1,801</u>	<u>830,008</u>

Unit : Million Baht						
THE BANK'S FINANCIAL STATEMENTS						
March 31, 2013			December 31, 2012			
Domestic	Foreign	Total	Domestic	Foreign	Total	
Baht	718,138	497	718,635	718,237	817	719,054
US Dollar	11,790	1,997	13,787	13,231	984	14,215
Other currencies	438	-	438	562	-	562
Total	<u>730,366</u>	<u>2,494</u>	<u>732,860</u>	<u>732,030</u>	<u>1,801</u>	<u>733,831</u>

(3) Classified by business type and classification

Unit : Million Baht						
CONSOLIDATED FINANCIAL STATEMENTS						
March 31, 2013						
Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total	
Agriculture and mining	5,778	199	24	96	423	6,520
Manufacturing and trading	205,739	3,075	1,987	1,191	4,875	216,867
Real estate and construction	58,536	1,859	320	671	581	61,967
Public utilities and services	66,942	6,855	813	311	1,342	76,263
Housing loans	100,785	1,416	664	1,057	1,288	105,210
Others	350,759	13,391	3,408	1,868	984	370,410
Total	<u>788,539</u>	<u>26,795</u>	<u>7,216</u>	<u>5,194</u>	<u>9,493</u>	<u>837,237</u>

Unit : Million Baht						
CONSOLIDATED FINANCIAL STATEMENTS						
December 31, 2012						
Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total	
Agriculture and mining	6,834	187	42	102	249	7,414
Manufacturing and trading	199,280	2,979	1,979	1,064	5,001	210,303
Real estate and construction	45,834	1,463	181	387	748	48,613
Public utilities and services	98,152	5,328	1,236	1,100	1,093	106,909
Housing loans	100,072	1,587	979	956	1,109	104,703
Others	334,252	12,748	2,640	1,598	828	352,066
Total	<u>784,424</u>	<u>24,292</u>	<u>7,057</u>	<u>5,207</u>	<u>9,028</u>	<u>830,008</u>

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS

March 31, 2013

	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	4,875	199	14	96	137	5,321
Manufacturing and trading	202,588	3,023	1,864	1,071	3,869	212,415
Real estate and construction	57,728	1,810	320	650	398	60,906
Public utilities and services	66,722	6,851	778	283	1,061	75,695
Housing loans	100,784	1,416	664	1,057	1,020	104,941
Others	271,265	760	492	699	366	273,582
Total	703,962	14,059	4,132	3,856	6,851	732,860

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS

December 31, 2012

	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	5,899	187	30	102	140	6,358
Manufacturing and trading	196,321	2,751	1,946	950	3,589	205,557
Real estate and construction	44,978	1,417	177	348	315	47,235
Public utilities and services	97,873	5,277	1,188	1,009	820	106,167
Housing loans	100,072	1,587	979	956	833	104,427
Others	262,393	598	398	525	173	264,087
Total	707,536	11,817	4,718	3,890	5,870	733,831

(4) Classified by type of classification

Unit : Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

March 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	790,640	470,980	1	5,399
Special mention	27,022	14,804	2 , 11	4,028
Substandard	7,216	3,882	40, 100	3,330
Doubtful	5,194	2,384	40, 100	2,166
Doubtful of loss	9,506	3,486	100	4,088
Total	839,578	495,536		19,011 ⁽¹⁾
2. Surplus Reserve				12,493 ⁽²⁾
Total				31,504

Unit : Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

	December 31, 2012			
	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	786,545	462,438	1	7,205
Special mention	24,414	11,758	2 , 11	1,651
Substandard	7,057	3,778	38, 100	3,337
Doubtful	5,207	2,243	38, 100	2,142
Doubtful of loss	9,042	3,259	100	3,685
Total	<u>832,265</u>	<u>483,476</u>		<u>18,020⁽¹⁾</u>
2. Surplus Reserve				<u>12,286⁽²⁾</u>
Total				<u>30,306</u>

⁽¹⁾ Including allowance for doubtful accounts on a collective approach for hire-purchase loans as at March 31, 2013 and December 31, 2012, of Baht 3,676 million and Baht 3,429 million, respectively.

⁽²⁾ Including allowance for doubtful accounts of loans granted to subsidiaries as at March 31, 2013 and December 31, 2012, at the rate of 1% of Baht 211,424 million and Baht 208,851 million equal to Baht 2,114 million and Baht 2,089 million, respectively, which are not eliminated but treated as surplus reserve in the consolidated financial statements.

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

⁽⁴⁾ Excluding revaluation allowance for debt restructuring as at March 31, 2013 and December 31, 2012, of Baht 743 million and Baht 723 million, respectively, and excluding allowance for doubtful accounts for interbank and money market items as at March 31, 2013 and December 31, 2012, of Baht 131 million and Baht 98 million, respectively.

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS

	March 31, 2013			
	Loans to Customers and Accrued Interest Receivables	Outstanding Balance Use for Calculation Allowance	% Use for Calculation Allowance	Allowance for Doubtful Accounts ⁽²⁾
1. Minimum allowance per BOT guideline				
Normal	705,278	401,850	1	5,008
Special mention	14,228	3,131	2	2,876
Substandard	4,132	1,478	100	1,866
Doubtful	3,856	1,127	100	1,590
Doubtful of loss	6,851	2,663	100	3,266
Total	<u>734,345</u>	<u>410,249</u>		<u>14,606⁽¹⁾</u>
2. Surplus Reserve				<u>5,663</u>
Total				<u>20,269</u>

Unit : Million Baht				
THE BANK'S FINANCIAL STATEMENTS				
December 31, 2012				
	Loans to Customers and Accrued Interest Receivables	Outstanding Balance Use for Calculation Allowance	% Use for Calculation Allowance	Allowance for Doubtful Accounts ⁽²⁾
1. Minimum allowance per BOT guideline				
Normal	708,892	402,105	1	6,829
Special mention	11,879	925	2	601
Substandard	4,718	1,470	100	1,945
Doubtful	3,890	933	100	1,491
Doubtful of loss	5,870	2,489	100	2,914
Total	<u>735,249</u>	<u>407,922</u>		<u>13,780⁽¹⁾</u>
2. Surplus Reserve				<u>5,629</u>
Total				<u>19,409</u>

⁽¹⁾ Including allowance for doubtful accounts of loan granted to subsidiaries as at March 31, 2013 and December 31, 2012, at the rate of 1% of Baht 211,424 million and Baht 208,851 million, equal to Baht 2,114 million and Baht 2,089 million, respectively.

⁽²⁾ Excluding revaluation allowance for debt restructuring as at March 31, 2013 and December 31, 2012, of Baht 16 million and Baht 17 million, respectively and excluding allowance for doubtful accounts for interbank and money market items as at March 31, 2013 and December 31, 2012, of Baht 131 million and Baht 98 million, respectively.

As at March 31, 2013 and December 31, 2012, the Bank and Krungsri Ayudhaya AMC Limited ("AMC") had non-performing loans which included interbank and money market items as follows:

Unit : Million Baht			
March 31, 2013			
	The Bank	AMC	The Bank and AMC
Non-performing loans	14,839	1,946	16,785
Percentage of total loans	1.81	100.00	2.05
Non-performing loans, net	8,117	1,461	9,578
Percentage of total loans, net	1.00	100.00	1.18

Unit : Million Baht			
December 31, 2012			
	The Bank	AMC	The Bank and AMC
Non-performing loans	14,478	2,086	16,564
Percentage of total loans	1.82	100.00	2.08
Non-performing loans, net	8,128	1,583	9,711
Percentage of total loans, net	1.03	100.00	1.23

As at March 31, 2013 and December 31, 2012, the Bank and its subsidiaries' non-performing loans are Baht 21,903 million and Baht 21,292 million, respectively.

(5) Troubled debt restructuring

For the three-month periods ended March 31, 2013 and 2012, the Bank and its subsidiaries had restructured the following debts:

Unit : Million Baht

CONSOLIDATED FINANCIAL STATEMENTS								
Form of Restructuring	For the three-month period ended March 31, 2013				For the three-month period ended March 31, 2012			
	Number of Debtors	Amount of Debt Before Restructuring	Type of Assets Acquired	Fair Value	Number of Debtors	Amount of Debt Before Restructuring	Type of Assets Acquired	Fair Value
Modification of terms	3,936	925	-	-	4,223	773	-	-
Reduction of principal and interest	1,558	252	-	-	1,439	477	-	-
Various forms of restructuring	55	189	-	-	80	478	-	-
Total	5,549	1,366			5,742	1,728		

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS								
Form of Restructuring	For the three-month period ended March 31, 2013				For the three-month period ended March 31, 2012			
	Number of Debtors	Amount of Debt Before Restructuring	Type of Assets Acquired	Fair Value	Number of Debtors	Amount of Debt Before Restructuring	Type of Assets Acquired	Fair Value
Modification of terms	252	722	-	-	305	579	-	-
Reduction of principal and interest	100	179	-	-	127	426	-	-
Various forms of restructuring	53	127	-	-	80	478	-	-
Total	405	1,028			512	1,483		

For the three-month periods ended March 31, 2013 and 2012, 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								
	For the three-month period ended March 31, 2013				For the three-month period ended March 31, 2012			
	Average Aging (Year)	Number	Amount of Debt Before Restructuring	Amount of Debt After Restructuring	Average Aging (Year)	Number	Amount of Debt Before Restructuring	Amount of Debt After Restructuring
Present value of future cash flows	4.07	3,666	238	238	2.97	3,889	197	197
Fair value of collateral	6.51	270	687	678	7.79	334	576	556

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS								
Method	For the three-month period ended March 31, 2013				For the three-month period ended March 31, 2012			
	Average	Number	Amount of Debt		Average	Number	Amount of Debt	
	Aging		Before	After	Aging		Before	After
	(Year)		Restructuring	Restructuring	(Year)		Restructuring	Restructuring
Present value of future cash flows	5.10	7	44	44	10.49	9	23	23
Fair value of collateral	7.17	245	678	678	8.74	296	556	556

For the three-month periods ended March 31, 2013 and 2012, the Bank and its subsidiaries recognized losses on debt restructured and interest received from debt restructured in the statements of comprehensive income as follows:

Unit : Million Baht THE BANK'S FINANCIAL STATEMENTS			
CONSOLIDATED For the three-month periods ended March 31,		For the three-month periods ended March 31,	
2013	2012	2013	2012
Losses on debt restructured	178	121	(1)
Interest received from debt restructured	219	276	229

As at March 31, 2013 and December 31, 2012, the Bank and its subsidiaries recorded balances of total debt restructured and debt restructured during the three-month period ended March 31, 2013 and during the year ended December 31, 2012, in the statements of financial position as follows:

Unit : Million Baht THE BANK'S FINANCIAL STATEMENTS			
CONSOLIDATED March 31,		March 31,	
2013	December 31, 2012	2013	December 31, 2012
Balances of total debt restructured	13,247	13,168	11,652
Balances of debt restructured during the period / year	1,182	4,475	853

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

Unit : Million Baht CONSOLIDATED FINANCIAL STATEMENTS March 31, 2013			
	Amount due per agreements		
	Within 1 year	Over 1-5 Years	Over 5 Years
Minimum lease payments	84,208	177,676	13,294
<u>Less</u> Unearned interest income			(41,783)
Present value of the minimum lease payments			233,395
<u>Less</u> Allowance for doubtful accounts			(5,710)
Total lease receivables, net			<u>227,685</u>

				Unit : Million Baht
CONSOLIDATED FINANCIAL STATEMENTS				
December 31, 2012				
Amount due per agreements				
	Within 1 year	Over 1-5 Years	Over 5 Years	Total
Minimum lease payments	80,232	166,379	11,862	258,473
<u>Less</u> Unearned interest income				<u>(39,200)</u>
Present value of the minimum lease payments				219,273
<u>Less</u> Allowance for doubtful accounts				<u>(5,404)</u>
Total lease receivables, net				<u>213,869</u>

6.5 Allowance for doubtful accounts

Allowance for doubtful accounts as at March 31, 2013 and December 31, 2012, are as follows:

							Unit : Million Baht
CONSOLIDATED FINANCIAL STATEMENTS							
March 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	(1,806)	2,377	663	98	1,329	208	2,869
Bad debts written off	-	-	(670)	(74)	(919)	-	(1,663)
Bad debts written off from sales of NPLs	-	-	-	-	(7)	-	(7)
Other	-	-	-	-	-	(1)	(1)
Ending balance	<u>5,399</u>	<u>4,028</u>	<u>3,330</u>	<u>2,166</u>	<u>4,088</u>	<u>12,493</u>	<u>31,504</u>

							Unit : Million Baht
CONSOLIDATED FINANCIAL STATEMENTS							
December 31, 2012							
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Surplus Reserve	Total
Beginning balance	5,031	2,603	2,923	3,089	4,663	12,467	30,776
Doubtful accounts	2,175	(948)	3,480	(431)	6,365	(180)	10,461
Bad debts written off	-	-	(3,038)	(3)	(5,613)	-	(8,654)
Bad debts written off from sales of NPLs	(1)	(4)	(28)	(513)	(1,730)	-	(2,276)
Other	-	-	-	-	-	(1)	(1)
Ending balance	<u>7,205</u>	<u>1,651</u>	<u>3,337</u>	<u>2,142</u>	<u>3,685</u>	<u>12,286</u>	<u>30,306</u>

As at March 31, 2013 and December 31, 2012, the consolidated financial statements included the allowance for doubtful account of hire-purchase loans applying a collective approach basis in the amounts of Baht 3,676 million and Baht 3,429 million, respectively.

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS

March 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	(1,821)	2,275	(79)	99	359	35	868
Bad debts written off from sales of NPLs	-	-	-	-	(7)	-	(7)
Other	-	-	-	-	-	(1)	(1)
Ending balance	5,008	2,876	1,866	1,590	3,266	5,663	20,269

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS

December 31, 2012

	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Surplus Reserve	Total
Beginning balance	4,489	1,509	1,364	2,503	3,259	6,102	19,226
Doubtful accounts	2,341	(904)	1,482	(496)	2,428	(472)	4,379
Bad debts written off	-	-	(873)	(3)	(1,043)	-	(1,919)
Bad debts written off from sales of NPLs	(1)	(4)	(28)	(513)	(1,730)	-	(2,276)
Other	-	-	-	-	-	(1)	(1)
Ending balance	6,829	601	1,945	1,491	2,914	5,629	19,409

As at March 31, 2013 and December 31, 2012, the Bank estimated the minimum total allowance* under the BOT Guidelines of Baht 19,885 million and Baht 18,841 million, respectively for the consolidated financial statements and Baht 14,753 million and Baht 13,895 million, respectively for the Bank's financial statements.

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

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

Unit : Million Baht

	March 31, 2013	December 31, 2012
Consolidated financial statements	32,378	31,127
The Bank and Krungsri Ayudhya AMC Limited	21,359	20,512
The Bank's financial statements	20,416	19,525

As at March 31, 2013 and December 31, 2012, 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 the SET dated July 8, 1998 regarding the Quality of Assets and Transactions with Related Parties and the allowance for doubtful accounts for such loans as follows:

Unit : Million Baht				
CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS March 31, 2013				
	Number	Outstanding Balance	Collateral	Allowance for Doubtful Accounts
Companies subject to be delisted by SET	4	2,629	700	2,026
Total	4	2,629	700	2,026

Unit : Million Baht				
CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS December 31, 2012				
	Number	Outstanding Balance	Collateral	Allowance for Doubtful Accounts
Companies subject to be delisted by SET	4	2,629	655	2,070
Total	4	2,629	655	2,070

6.6 Revaluation allowance for debt restructuring

Revaluation allowance for debt restructuring as at March 31, 2013 and December 31, 2012, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		Unit : Million Baht THE BANK'S FINANCIAL STATEMENTS	
	March 31, 2013	December 31, 2012	March 31, 2013	December 31, 2012
Beginning balance	723	503	17	27
Increase(decrease) during the period / year	178	989	(1)	162
Amount written off	(158)	(769)	-	(172)
Ending balance	743	723	16	17

6.7 Debt issued and borrowings

Debt issued and borrowings as at March 31, 2013 and December 31, 2012, are as follows:

Unit : Million Baht

CONSOLIDATED FINANCIAL STATEMENTS									
				March 31, 2013			December 31, 2012		
	Currency	Interest rate (%)	Maturity	Domestic	Foreign	Total	Domestic	Foreign	Total
Subordinated									
debentures	THB	4.35-5.50	2020-2022	34,844	-	34,844	34,844	-	34,844
Senior securities	THB	2.70-4.50	2013-2015	57,075	-	57,075	71,170	-	71,170
Bills of exchange	THB	2.15-3.80	2013-2014	51,670	-	51,670	48,523	-	48,523
Other borrowings	THB	0.00-0.50	2013-2017	79	-	79	92	-	92
				143,668	-	143,668	154,629	-	154,629

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS									
				March 31, 2013			December 31, 2012		
	Currency	Interest rate (%)	Maturity	Domestic	Foreign	Total	Domestic	Foreign	Total
Subordinated									
debentures	THB	4.35-5.50	2020-2022	34,844	-	34,844	34,844	-	34,844
Senior securities	THB	2.70-4.50	2013-2015	32,017	-	32,017	39,112	-	39,112
Bills of exchange	THB	2.15-3.80	2013-2014	19,877	-	19,877	29,691	-	29,691
Other borrowings	THB	0.00-0.50	2013-2017	79	-	79	92	-	92
				86,817	-	86,817	103,739	-	103,739

Additional information on debts issued and borrowings is as follows:

1. On June 23, 2010, the Bank issued subordinated debentures #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 the years 1-3, 4.75% per annum for the years 4-6 and 5.50% per annum for the years 7-10, payable quarterly on the 23 of March, June, September and December of each year. The Bank has the right to redeem debentures #1/2010 before the maturity date subject to the approval of the Bank of Thailand. The Bank may redeem the debentures prior to the fifth anniversary of the issue date if the Bank is notified by the Bank of Thailand 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 issue date or on any interest payment date after the fifth anniversary.

6.8 Provisions

Provisions as at March 31, 2013 and December 31, 2012, are as follows:

CONSOLIDATED FINANCIAL STATEMENTS					Unit : Million Baht
	Balance at January 1, 2012	Increase (Decrease)	Balance at December 31, 2012	Increase (Decrease)	Balance at March 31, 2013
Provision for post-employment benefits obligation	2,792	150	2,942	80	3,022
Provision for loss on impairment of assets transferred to the Thai Asset Management Corporation	2,106	25	2,131	-	2,131
Provision for customer loyalty program	1,244	373	1,617	64	1,681
Others	754	(110)	644	89	733
Total	6,896	438	7,334	233	7,567

THE BANK'S FINANCIAL STATEMENTS					Unit : Million Baht
	Balance at January 1, 2012	Increase (Decrease)	Balance at December 31, 2012	Increase (Decrease)	Balance at March 31, 2013
Provision for post-employment benefits obligation	2,358	75	2,433	63	2,496
Provision for loss on impairment of assets transferred to the Thai Asset Management Corporation	2,070	-	2,070	-	2,070
Provision for customer loyalty program	21	8	29	3	32
Others	721	(77)	644	89	733
Total	5,170	6	5,176	155	5,331

Transfer of sub-quality assets to Thai Asset Management Corporation

On October 12, 2001, the Bank and a subsidiary entered into Assets Transfer Agreements with the Thai Asset Management Corporation (TAMC) in order to transfer sub-quality assets including rights over the collateral as specified in the agreements. The sub-quality assets to be transferred should be those which have outstanding balances as at December 31, 2000 and possess certain characteristics as specified in the Emergency Decree on TAMC B.E. 2544 (TAMC Decree). The price of the sub-quality assets shall equal the value of the collateral which should not exceed the loan value less allowance for doubtful accounts, as determined based on BOT guidelines. The Bank and subsidiary will receive non-negotiable promissory notes when TAMC confirms the price. The notes mature in 10 years and bear the interest rate calculated based on the average rate of deposits, payable annually. The notes are availed by the Financial Institutions Development Fund.

The Bank, its subsidiary and TAMC agreed to allocate any profits or losses from managing the sub-quality assets at the end of the fifth and the tenth year starting from July 1, 2001. In addition, pursuant to the TAMC Decree, in case when profits are realized, the first portion of the profits, not exceeding 20% of the transfer price of the sub-quality assets transferred to TAMC, will be allocated equally between TAMC and the Bank/subsidiary. The second portion of the profits will be allocated in full to the Bank/subsidiary. The two portions of the profits combined together shall not exceed the difference between the book value and the transfer price of the sub-quality assets transferred to TAMC. The residual amount of the profits after allocation of the second portion will be given to TAMC. In case when losses are realized, this will be shared between TAMC and the Bank/subsidiary. The Bank and subsidiary will absorb the first portion of the losses, not exceeding 20% of the transfer price of the sub-quality assets transferred to TAMC. For the second portion of losses which is the residual amount of the first portion, an amount not exceeding 20% of the transfer price of the sub-quality assets transferred to TAMC will be shared equally between the Bank and its subsidiary. The residual amount of the losses after allocation of the second portion will be absorbed by TAMC. The calculation of such profits and losses by TAMC is based on the fully repaid assets or the process of assets transfer has been completed in case of transfer of assets for repayment purposes.

As at March 31, 2013 and December 31, 2012, the provisions for possible losses were set up in the amounts of Baht 2,131 million for the consolidated financial statements and Baht 2,070 million for the Bank's financial statements.

TAMC has liquidated since June 9, 2011. On October 14, 2011, the Liquidation Committee of Thai Asset Management Corporation (TAMC) sent a letter to the Bank regarding the principles and guidelines for the redemption of maturing promissory notes following the wrap-up of the TAMC.

Currently, the Bank and its subsidiaries are in the process to settle the obligation with the Liquidation Committee of TAMC, according to the Royal Decree on the Liquidation of Thai Asset Management Corporation.

6.9 Dividend payment

At the General Shareholders' meeting held on April 24, 2012, the shareholders approved a resolution authorizing a dividend payment for the second half year ended December 31, 2011 to the shareholders of 6,074,143,747 ordinary shares at Baht 0.35 per share which totaled Baht 2,126 million, with payment made on May 22, 2012.

The Board of Directors' Meeting No. 8/2012 held on August 22, 2012, had approved a resolution authorizing a dividend payment for the first half year ended June 30, 2012 to the shareholders of 6,074,143,747 ordinary shares at Baht 0.40 per share which totaled Baht 2,430 million, with payment made on September 20, 2012.

6.10 Assets with obligations and restrictions

As at March 31, 2013 and December 31, 2012, government and state enterprise securities with book value of Baht 8,920 million and Baht 4,412 million, respectively, are used as collateral for other commitments with government departments and state enterprises.

6.11 Contingencies

Contingencies as at March 31, 2013 and December 31, 2012, are as follows:

	CONSOLIDATED		Unit : Million Baht THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	March 31, 2013	December 31, 2012	March 31, 2013	December 31, 2012
Avals to bills	1,064	977	1,064	977
Guarantees of loans	88	90	88	90
Liability under unmatured import bills	1,578	1,548	1,578	1,548
Letters of credit	9,098	8,043	9,098	8,043
Other contingencies				
- Unused overdraft limit	58,685	59,049	58,835	59,181
- Other guarantees	35,939	35,172	35,939	35,172
- Others	412	506	412	506
Total	<u>106,864</u>	<u>105,385</u>	<u>107,014</u>	<u>105,517</u>

The Bank and its subsidiaries have entered into a long-term information technology service agreement, which will be expired in 2019, with a local company. As at March 31, 2013 and December 31, 2012, the Bank and its subsidiaries have a commitment to pay in the amounts of Baht 4,222 million and Baht 4,386 million, respectively.

As at March 31, 2013 and December 31, 2012, the Bank has commitments to pay regarding the information technology services in the amounts of Baht 110 million and Baht 86 million, respectively.

6.12 Related party transactions

The Bank has 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 complied with the same BOT regulations as those granted to other debtors.

According to the Bank of Thailand's Notification and 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 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 having significant voting right either direct and indirect, as at March 31, 2013 and December 31, 2012 are as follows:

Unit : Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

	March 31, 2013				December 31, 2012			
	Loans	Deposits	Borrowings	Contingencies	Loans	Deposits	Borrowings	Contingencies
Associates								
Tesco Card Services Limited	9,808	355	-	-	10,073	397	-	-
Tesco Life Assurance Broker Limited	-	54	-	-	-	47	-	-
Tesco General Insurance Broker Limited	-	240	-	-	-	231	-	-
<u>Less</u> Allowance for doubtful accounts	(98)	-	-	-	(101)	-	-	-
Total	9,710	649	-	-	9,972	675	-	-
Related companies having joint major shareholders or directors								
<u>Less</u> Allowance for doubtful accounts	(12)	-	-	-	(13)	-	-	-
Total	1,200	3,443	1,700	825	1,322	4,099	1,700	418
Individual and related parties								
<u>Less</u> Allowance for doubtful accounts	(1)	-	-	-	(1)	-	-	-
Total	219	780	-	-	243	547	21	-
Total	11,129	4,872	1,700	825	11,537	5,321	1,721	418

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS

	March 31, 2013				December 31, 2012			
	Loans	Deposits	Borrowings	Contingencies	Loans	Deposits	Borrowings	Contingencies
Subsidiaries								
Ayudhya Development Leasing Company Limited	9,044	23	-	161	10,013	45	-	161
Ayudhya Capital Auto Lease Public Company Limited								
Limited	133,703	821	-	-	125,441	693	-	-
Ayudhya Total Solutions Public Company Limited	-	2,056	-	-	-	2,070	-	-
CFG Services Company Limited	5,781	43	-	-	5,273	17	-	-
Ayudhya Card Services Company Limited	3,548	123	-	-	4,600	247	-	-
Ayudhya Capital Services Company Limited	21,016	519	-	3	21,109	738	-	3
General Card Services Limited	10,529	299	-	-	11,658	268	-	-
Krungsriayudhya Card Company Limited	24,269	743	-	1	26,471	885	-	1
Siam Realty and Services Company Limited	456	43	-	-	496	71	-	-
Total Services Solutions Public Company Limited	-	279	450	-	-	246	400	-
Krungsri Asset Management Company Limited	-	155	300	586	-	104	300	613
Krungsri Ayudhya AMC Limited	1,879	21	-	38	2,357	15	-	38
Krungsri Securities Public Company Limited	-	1,257	30	-	-	853	-	-
Krungsri Factoring Company Limited	1,199	70	-	-	1,433	177	-	-
Krungsri Life Assurance Broker Company Limited	-	225	-	-	-	137	-	-
Krungsri General Insurance Broker Company Limited	-	343	-	-	-	224	-	-
Total	211,424	7,020	780	789	208,851	6,790	700	816
<u>Less</u> Allowance for doubtful accounts	(2,114)	-	-	-	(2,088)	-	-	-
Total	209,310	7,020	780	789	206,763	6,790	700	816

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS

	March 31, 2013				December 31, 2012			
	Loans	Deposits	Borrowings	Contingencies	Loans	Deposits	Borrowings	Contingencies
Associates								
Tesco Card Services Limited	9,808	355	-	-	10,073	397	-	-
Tesco Life Assurance Broker Limited	-	54	-	-	-	47	-	-
Tesco General Insurance Broker Limited	-	240	-	-	-	231	-	-
<u>Less</u> Allowance for doubtful accounts	(98)	-	-	-	(101)	-	-	-
Total	9,710	649	-	-	9,972	675	-	-
Related companies having joint major shareholders or directors								
	1,212	3,443	1,700	825	1,335	4,099	1,700	418
<u>Less</u> Allowance for doubtful accounts	(12)	-	-	-	(13)	-	-	-
Total	1,200	3,443	1,700	825	1,322	4,099	1,700	418
Individual and related parties								
	193	780	-	-	196	547	21	-
Total	220,413	11,892	2,480	1,614	218,253	12,111	2,421	1,234

As at March 31, 2013 and December 31, 2012, the Bank charges interest rates to the officer or related parties at 1.00% - 18.99% p.a..

As at March 31, 2013 and December 31, 2012, the allowance for doubtful accounts of loans granted to subsidiaries of Baht 2,114 million and Baht 2,088 million, respectively, are not eliminated but treated as surplus reserve in the consolidated financial statements.

As at March 31, 2013 and December 31, 2012, the Bank granted loans to Krungsri Ayudhya AMC Company Limited as short-term promissory notes of Baht 1,879 million and Baht 2,357 million at the interest rates of 3.57% and 3.57% - 4.00% per annum, respectively.

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

Unit: Million Baht

CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS

	Business Type	Registered Share Capital	Ownership (%)	March 31, 2013		December 31, 2012	
				Investment Cost	Dividend Amount	Investment Cost	Dividend Amount
Related companies							
Investment							
Sriayudhya Capital Insurance Public Company Limited	holding company	250	10.92	419	10	419	14
<u>Less</u> Allowance for impairment				(7)	-	(7)	-
Investment in related companies, net				412	10	412	14

6.12.3 Income and expenses between the Bank and its subsidiaries, associates and related companies for the three-month periods ended March 31, 2013 and 2012, are as follows:

Unit : Million Baht

CONSOLIDATED FINANCIAL STATEMENTS								
	For the three-month period ended March 31, 2013				For the three-month period ended March 31, 2012			
	Income		Expenses		Income		Expenses	
	Interest	Non-interest	Interest	Non-interest	Interest	Non-interest	Interest	Non-interest
	income	income	expenses	expenses	income	income	expenses	expenses
Associates								
Tesco Card Services Limited	96	41	-	-	83	36	-	-
Tesco General Insurance Broker Limited	-	3	1	-	-	2	1	-
Total	96	44	1	-	83	38	1	-
Related companies having joint major shareholders or directors	14	7	26	71	7	5	45	91
Total	14	7	26	71	7	5	45	91
Individual and related parties	2	2	3	-	1	-	3	-
Total	112	53	30	71	91	43	49	91

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS								
	For the three-month period ended March 31, 2013				For the three-month period ended March 31, 2012			
	Income		Expenses		Income		Expenses	
	Interest	Non-interest	Interest	Non-interest	Interest	Non-interest	Interest	Non-interest
	income	income	expenses	expenses	income	income	expenses	expenses
Subsidiaries								
Ayudhya Development Leasing Company Limited	98	-	-	-	98	1	-	-
Ayudhya Auto Lease Public Company Limited	-	-	-	-	-	-	2	-
Ayudhya Capital Auto Lease Public Company Limited	1,228	22	1	-	995	14	1	-
Ayudhya Total Solutions Public Company Limited	-	-	11	-	-	1	8	-
CFG Services Company Limited	65	4	-	-	47	4	-	-
Ayudhya Card Services Company Limited	35	18	-	-	34	20	-	-
Ayudhya Capital Services Company Limited	211	46	1	3	185	27	-	1
General Card Services Limited	110	2	1	-	112	2	1	-
Krungsriayudhya Card Company Limited	231	22	-	-	141	4	1	-
Siam Realty and Services Company Limited	4	-	-	108	3	-	-	109
Total Services Solutions Public Company Limited	-	1	3	16	-	1	3	14
Krungsri Asset Management Company Limited	-	59	2	2	-	19	2	2
Krungsri Ayudhya AMC Limited	19	4	-	-	56	18	-	-
Krungsri Securities Public Company Limited	-	6	6	1	-	5	5	1
Krungsri Factoring Company Limited	10	2	-	-	30	1	-	-
Total	2,011	186	25	130	1,701	117	23	127
Associates								
Tesco Card Services Limited	96	4	-	-	83	2	-	-
Tesco General Insurance Broker Limited	-	3	1	-	-	2	1	-
Total	96	7	1	-	83	4	1	-

Unit : Million Baht

		THE BANK'S FINANCIAL STATEMENTS							
		For the three-month period ended March 31, 2013				For the three-month period ended March 31, 2012			
		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		14	7	26	71	7	5	45	91
Total		14	7	26	71	7	5	45	91
Individual and related parties		2	2	3	-	1	-	3	-
Total		2,123	202	55	201	1,792	126	72	218

6.12.4 For the three-month periods ended March 31, 2013 and 2012, related party transactions among subsidiaries and associates include collection services and other services of Baht 227 million and Baht 218 million and office and vehicle rental and facilities service of Baht 14 million and Baht 5 million, respectively.

6.12.5 For the three-month periods ended March 31, 2013 and 2012, subsidiaries have related party transactions from the licenses relevant to technology and software for Baht 17 million and Baht 15 million, respectively.

6.12.6 For the three-month periods ended March 31, 2013 and 2012, related party transactions among subsidiaries from other services are Baht 213 million and Baht 254 million, respectively.

6.13 Management compensation

For the three-month periods ended March 31, 2013 and 2012, compensations paid to key management personnel under TAS 24 (Revised 2009) "Related Party Disclosures" are as follows.

		Unit : Million Baht			
		CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
		For the three-month periods ended March 31,		For the three-month periods ended March 31,	
		2013	2012	2013	2012
Short-term employee benefits		414	373	293	252
Post-employment benefits		9	8	5	5
Total		423	381	298	257

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 decisions about allocating resources to, and assessing the performance of, operating segments is measured in accordance with Thai Financial Reporting Standard as adjusted in accordance with internal management accounting rules and practices. Amounts for each business segment are shown after the allocation of certain centralized costs, funding income and the application of transfer pricing, where appropriate. Transactions between segments are recorded within the segment as if they are third party transactions and 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 unsecured lending, hire-purchase and leasing, wealth management and Bancassurance.

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

Others: encompasses a range of activities from corporate decisions, income and expenses not attributed to the business segments described above and eliminated transaction for preparation of consolidated financial statements.

During the three-month periods ended March 31, 2013 and 2012, there is no revenue from transactions with a single external customer or counter party amounted to 10% or more of the Bank's total revenue.

Operating segment by business for the three-month periods ended March 31, 2013 and 2012, are as follows:

	Unit : Million Baht			
	CONSOLIDATED FINANCIAL STATEMENTS			
	For the three-month period ended March 31, 2013			
	Retail	Commercial	Others	Total
Total operating income	11,330	5,125	(23)	16,432
Total operating expenses and impairment loss	8,448	2,380	565	11,393
Profit (loss) before tax	2,882	2,745	(588)	5,039
Taxation	599	478	(110)	967
Net Profit (loss)	2,283	2,267	(478)	4,072
Total assets	455,003	897,918	(250,144)	1,102,777

Unit : Million Baht				
CONSOLIDATED FINANCIAL STATEMENTS				
For the three-month period ended March 31, 2012				
	Retail	Commercial	Others	Total
Total operating income	9,680	4,664	(163)	14,181
Total operating expenses and impairment loss	6,861	2,285	573	9,719
Profit (loss) before tax	2,819	2,379	(736)	4,462
Taxation	646	486	(112)	1,020
Net Profit (loss)	2,173	1,893	(624)	3,442
Total assets	374,166	816,511	(214,573)	976,104

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 March 31, 2013 and December 31, 2012, are as follows:

Unit : Million Baht				
CONSOLIDATED FINANCIAL STATEMENTS				
March 31, 2013				
	Domestic	Foreign	Elimination	Total
Total assets	1,105,549	4,912	(7,684)	1,102,777
Interbank and money market items, net (Assets)	98,509	828	-	99,337
Investments, net	80,865	515	-	81,380
Loans to customers and accrued interest receivable, net	804,863	2,468	-	807,331
Deposits	701,938	511	-	702,449
Interbank and money market items, net (Liabilities)	62,181	12	-	62,193
Debt issued and borrowings	143,668	-	-	143,668

Unit : Million Baht				
CONSOLIDATED FINANCIAL STATEMENTS				
December 31, 2012				
	Domestic	Foreign	Elimination	Total
Total assets	1,073,071	4,037	(5,143)	1,071,965
Interbank and money market items, net (Assets)	78,815	575	-	79,390
Investments, net	77,765	537	-	78,302
Loans to customers and accrued interest receivable, net	799,456	1,780	-	801,236
Deposits	686,675	484	-	687,159
Interbank and money market items, net (Liabilities)	48,811	10	-	48,821
Debt issued and borrowings	154,629	-	-	154,629

Unit : Million Baht				
THE BANK'S FINANCIAL STATEMENTS				
March 31, 2013				
	Domestic	Foreign	Elimination	Total
Total assets	1,011,774	4,912	(7,684)	1,009,002
Interbank and money market items, net (Assets)	97,396	828	-	98,224
Investments, net	80,478	515	-	80,993
Loans to customers and accrued interest receivable, net	711,592	2,468	-	714,060
Deposits	707,549	511	-	708,060
Interbank and money market items, net (Liabilities)	61,613	12	-	61,625
Debt issued and borrowings	86,817	-	-	86,817

Unit : Million Baht				
THE BANK'S FINANCIAL STATEMENTS				
December 31, 2012				
	Domestic	Foreign	Elimination	Total
Total assets	987,573	4,037	(5,143)	986,467
Interbank and money market items, net (Assets)	77,581	575	-	78,156
Investments, net	77,292	537	-	77,829
Loans to customers and accrued interest receivable, net	714,043	1,780	-	715,823
Deposits	692,510	484	-	692,994
Interbank and money market items, net (Liabilities)	48,356	10	-	48,366
Debt issued and borrowings	103,739	-	-	103,739

(2) Results of operations classified by business

Results of operations classified by domestic and foreign business for the three-month periods ended March 31, 2013 and 2012, are as follows:

Unit : Million Baht				
CONSOLIDATED FINANCIAL STATEMENTS				
For the three-month period ended March 31, 2013				
	Domestic	Foreign	Elimination	Total
Interest income	16,894	24	-	16,918
Interest expenses	6,315	1	-	6,316
Net interest income	10,579	23	-	10,602
Fees and service income, net	3,598	8	-	3,606
Other operating income	3,270	(9)	(1,037)	2,224
Other operating expenses	12,398	32	(1,037)	11,393
Profit (loss) from operating before tax	5,049	(10)	-	5,039

Unit : Million Baht				
CONSOLIDATED FINANCIAL STATEMENTS				
For the three-month period ended March 31, 2012				
	Domestic	Foreign	Elimination	Total
Interest income	15,329	33	-	15,362
Interest expenses	5,981	1	-	5,982
Net interest income	9,348	32	-	9,380
Fees and service income, net	2,867	4	-	2,871
Other operating income	2,487	(15)	(542)	1,930
Other operating expenses	10,232	29	(542)	9,719
Profit (loss) from operating before tax	4,470	(8)	-	4,462

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS

For the three-month period ended March 31, 2013

	Domestic	Foreign	Elimination	Total
Interest income	11,008	24	-	11,032
Interest expenses	5,842	1	-	5,843
Net interest income	5,166	23	-	5,189
Fees and service income, net	1,466	8	-	1,474
Other operating income	2,169	(9)	(1,037)	1,123
Other operating expenses	6,815	32	(1,037)	5,810
Profit (loss) from operating before tax	1,986	(10)	-	1,976

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS

For the three-month period ended March 31, 2012

	Domestic	Foreign	Elimination	Total
Interest income	10,417	33	-	10,450
Interest expenses	5,675	1	-	5,676
Net interest income	4,742	32	-	4,774
Fees and service income, net	1,346	4	-	1,350
Other operating income	1,524	(15)	(542)	967
Other operating expenses	6,237	29	(542)	5,724
Profit (loss) from operating before tax	1,375	(8)	-	1,367

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 periods ended March 31, 2013 and 2012, are as follows:

Unit : Million Baht

CONSOLIDATED

FINANCIAL STATEMENTS

For the three-month periods
ended March 31,
2013 2012

THE BANK'S

FINANCIAL STATEMENTS

For the three-month periods
ended March 31,
2013 2012

Interbank and money market items	641	712	638	710
Investment and trading transactions	53	44	53	44
Investment in debt securities	538	641	530	635
Loans to customers	11,012	9,975	9,812	9,061
Hire purchase and financial lease	4,674	3,990	-	-
Total interest income	16,918	15,362	11,033	10,450

6.17 Interest expenses

Interest expenses for the three-month periods ended March 31, 2013 and 2012, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		Unit : Million Baht THE BANK'S FINANCIAL STATEMENTS	
	For the three-month periods ended March 31,		For the three-month periods ended March 31,	
	2013	2012	2013	2012
Deposits	3,744	2,944	3,760	2,951
Interbank and money market items	332	333	326	329
Contributions to Financial Institution Development Fund and Deposit Protection Agency	880	688	880	688
Debt issued and borrowing				
- Subordinated debenture	396	225	396	225
- Other	957	1,789	478	1,483
Borrowing fee expenses	3	-	3	-
Other	4	3	-	-
Total interest expenses	<u>6,316</u>	<u>5,982</u>	<u>5,843</u>	<u>5,676</u>

6.18 Income taxes

Income taxes for the three-month periods ended March 31, 2013 and 2012, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		Unit : Million Baht THE BANK'S FINANCIAL STATEMENTS	
	For the three-month periods ended March 31,		For the three-month periods ended March 31,	
	2013	2012	2013	2012
Current tax for the period	1,226	1,335	388	479
Deferred tax	<u>(259)</u>	<u>(315)</u>	<u>(54)</u>	<u>(207)</u>
Total income tax expense	<u>967</u>	<u>1,020</u>	<u>334</u>	<u>272</u>

According to the Royal Decree No. 555 B.E. 2555 issued under the Revenue Code regarding the corporate income tax rate reduction effective on December 27, 2012, the corporate income tax rates were reduced from 30% to 23% for an accounting period beginning on or after January 1, 2012 and 20% for two consecutive accounting periods beginning on or after January 1, 2013 and 2014 only.

Therefore, the Bank and subsidiaries used tax rate of 23% for the corporate income tax calculation for the three-month period ended March 31, 2012 and used tax rate of 20% for the corporate income tax calculation for the three-month period ended March 31, 2013 to conform to such tax rate changes.

The Bank and subsidiaries used the tax rates of 23% and 20% for the calculation of deferred tax for the three-month period ended March 31, 2012 and 20% for the calculation of deferred tax for the three-month period ended March 31, 2013.

6.19 Event after the reporting period

At the General Shareholders' meeting held on April 10, 2013, the shareholders approved a resolution authorizing a 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 which totaled Baht 2,430 million. The payment of dividend is scheduled to be made on May 7, 2013.

6.20 Approval of interim financial statements

These interim financial statements have been approved for issue by the Bank's authorized directors and the Audit Committee on May 8, 2013.