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

TO THE BOARD OF DIRECTORS
BANK OF AYUDHYA PUBLIC COMPANY LIMITED

We have reviewed the consolidated statement of financial position of Bank of Ayudhya Public Company Limited and its subsidiaries and the Bank's statement of financial position of Bank of Ayudhya Public Company Limited as at September 30, 2018, and the related consolidated and Bank's statements of profit or loss and other comprehensive income for the three-month and nine-month periods ended September 30, 2018, and the related consolidated and separate statements changes in equity and cash flows for the nine-month period ended September 30, 2018, 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".

Chavala Tienpasertkij
Certified Public Accountant (Thailand)
Registration No. 4301
DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

BANGKOK
November 8, 2018

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2018

BAHT: '000

	Notes	CONSOLIDATED FINANCIAL STATEMENTS "UNAUDITED" As at September 30, 2018	CONSOLIDATED FINANCIAL STATEMENTS As at December 31, 2017	THE BANK'S FINANCIAL STATEMENTS "UNAUDITED" As at September 30, 2018	THE BANK'S FINANCIAL STATEMENTS As at December 31, 2017
ASSETS					
CASH		30,138,543	38,244,197	29,282,350	37,671,005
INTERBANK AND MONEY MARKET ITEMS, NET		238,955,442	330,797,381	232,194,845	325,640,238
CLAIM ON SECURITY		8,881,466	47,134,759	8,881,466	47,134,759
DERIVATIVES ASSETS		16,330,714	14,561,586	16,330,714	14,572,899
INVESTMENTS, NET	7.2	115,471,746	83,934,465	115,150,351	83,702,705
INVESTMENTS IN SUBSIDIARIES					
AND JOINT VENTURES, NET	7.3	2,537,747	2,222,431	60,674,631	57,869,606
LOANS TO CUSTOMERS AND ACCRUED					
INTEREST RECEIVABLES, NET	7.4				
Loans to customers		1,745,473,970	1,619,357,880	1,576,479,394	1,473,612,160
Accrued interest receivables		4,509,041	3,916,985	2,713,805	2,295,796
Total loans to customers and accrued					
interest receivables		1,749,983,011	1,623,274,865	1,579,193,199	1,475,907,956
Less Deferred revenue		(78,594,984)	(68,953,805)	(61,937,250)	(50,190,371)
Less Allowance for doubtful accounts	7.5	(61,110,860)	(54,172,854)	(44,840,600)	(38,493,249)
Less Revaluation allowance for debt					
restructuring	7.6	(1,565,128)	(1,302,828)	(93,375)	(48,016)
Net loans and accrued interest receivables		1,608,712,039	1,498,845,378	1,472,321,974	1,387,176,320
CUSTOMERS' LIABILITY UNDER ACCEPTANCE		584,054	500,108	584,054	500,108
PROPERTIES FOR SALE, NET		3,686,646	3,684,841	2,221,253	2,088,299
PREMISES AND EQUIPMENT, NET		25,775,909	26,401,168	23,476,860	24,344,496
GOODWILL AND OTHER INTANGIBLE ASSETS, NET		16,631,320	16,756,121	3,580,916	3,630,013
DEFERRED TAX ASSETS		4,939,369	4,823,047	94,424	-
ACCOUNTS RECEIVABLE FOR INVESTMENTS		1,294,773	1,315,317	1,294,773	1,315,317
OTHER ASSETS, NET		19,344,328	19,551,268	14,001,250	14,163,285
TOTAL ASSETS		2,093,284,096	2,088,772,067	1,980,089,861	1,999,809,050

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

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT SEPTEMBER 30, 2018

BAHT: '000

	Notes	CONSOLIDATED FINANCIAL STATEMENTS "UNAUDITED" As at September 30, 2018	CONSOLIDATED FINANCIAL STATEMENTS As at December 31, 2017	THE BANK'S FINANCIAL STATEMENTS "UNAUDITED" As at September 30, 2018	THE BANK'S FINANCIAL STATEMENTS As at December 31, 2017
LIABILITIES AND EQUITY					
DEPOSITS		1,376,585,205	1,319,228,951	1,376,334,858	1,316,704,846
INTERBANK AND MONEY MARKET ITEMS, NET		209,197,329	279,720,847	212,841,966	284,477,010
LIABILITY PAYABLE ON DEMAND		6,583,903	6,296,314	6,583,861	6,296,270
LIABILITY TO DELIVER SECURITY		8,881,466	47,134,759	8,881,466	47,134,759
DERIVATIVES LIABILITIES		16,349,011	15,723,571	16,357,983	15,723,571
DEBT ISSUED AND BORROWINGS	7.7	185,082,548	142,866,150	131,987,631	111,994,878
BANK'S LIABILITY UNDER ACCEPTANCE		584,054	500,108	584,054	500,108
PROVISIONS	7.8	7,883,321	7,467,766	6,797,933	6,549,941
DEFERRED TAX LIABILITIES		108,307	106,529	-	103,853
ACCOUNTS PAYABLE FOR INVESTMENTS		580,995	1,587,891	580,995	1,587,891
OTHER LIABILITIES		43,670,530	42,151,955	25,536,715	23,210,217
TOTAL LIABILITIES		1,855,506,669	1,862,784,841	1,786,487,462	1,814,283,344
EQUITY					
SHARE CAPITAL					
Authorized share capital					
7,574,143,747 ordinary shares of					
Baht 10 each		75,741,437	75,741,437	75,741,437	75,741,437
Issued and paid-up share capital					
7,355,761,773 ordinary shares of					
Baht 10 each		73,557,618	73,557,618	73,557,618	73,557,618
PREMIUM ON ORDINARY SHARES		52,878,749	52,878,749	52,878,749	52,878,749
OTHER RESERVES		2,532,183	3,496,606	2,976,262	3,820,139
RETAINED EARNINGS					
Appropriated					
Legal reserve		5,006,800	5,006,800	5,006,800	5,006,800
Unappropriated		102,811,051	90,190,736	59,182,970	50,262,400
TOTAL BANK'S EQUITY		236,786,401	225,130,509	193,602,399	185,525,706
NON-CONTROLLING INTEREST		991,026	856,717	-	-
TOTAL EQUITY		237,777,427	225,987,226	193,602,399	185,525,706
TOTAL LIABILITIES AND EQUITY		2,093,284,096	2,088,772,067	1,980,089,861	1,999,809,050

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

(Mr. Noriaki Goto)
President and Chief Executive Officer

(Miss Duangdao Wongpanitkrit)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

"UNAUDITED"

BAHT : '000

	Notes	CONSOLIDATED FINANCIAL STATEMENTS 2018	CONSOLIDATED FINANCIAL STATEMENTS 2017	THE BANK'S FINANCIAL STATEMENTS 2018	THE BANK'S FINANCIAL STATEMENTS 2017
INTEREST INCOME	7.16	27,150,969	23,974,234	18,906,246	16,423,746
INTEREST EXPENSES	7.17	8,067,787	6,628,459	7,505,827	6,201,735
INTEREST INCOME, NET		19,083,182	17,345,775	11,400,419	10,222,011
FEES AND SERVICE INCOME		7,046,906	6,580,027	3,724,612	3,376,491
FEES AND SERVICE EXPENSES		1,924,463	1,541,592	1,324,698	1,011,719
FEES AND SERVICE INCOME, NET		5,122,443	5,038,435	2,399,914	2,364,772
GAINS ON TRADING AND FOREIGN EXCHANGE TRANSACTIONS, NET		1,066,750	903,606	1,050,080	907,718
GAINS (LOSSES) ON INVESTMENTS, NET		44,327	484,162	(355,673)	484,162
SHARE OF PROFIT FROM INVESTMENT USING EQUITY METHOD		96,671	83,847	-	-
DIVIDEND INCOME		69,808	62,982	1,960,138	62,982
BAD DEBTS RECOVERIES		1,548,739	1,332,659	347,685	237,965
GAINS (LOSSES) ON SALE PROPERTIES FOR SALE		(45,937)	75,753	(51,731)	30,878
OTHER OPERATING INCOME		306,803	228,834	227,601	218,743
TOTAL OPERATING INCOME		27,292,786	25,556,053	16,978,433	14,529,231
OTHER OPERATING EXPENSES					
Employee's expenses		6,611,561	6,010,539	4,295,981	4,149,254
Directors' remuneration		13,544	14,406	11,949	12,969
Premises and equipment expenses		2,037,011	2,042,131	1,502,806	1,584,285
Taxes and duties		693,771	652,735	457,289	436,466
Others		3,532,193	3,069,903	1,924,535	1,490,930
Total other operating expenses		12,888,080	11,789,714	8,192,560	7,673,904
IMPAIRMENT LOSS ON LOANS AND DEBT SECURITIES		6,302,976	6,177,467	3,655,905	3,803,785
PROFIT FROM OPERATING BEFORE INCOME TAX EXPENSES		8,101,730	7,588,872	5,129,968	3,051,542
INCOME TAX EXPENSES		1,782,553	1,479,756	676,996	561,695
NET PROFIT		6,319,177	6,109,116	4,452,972	2,489,847

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

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

FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

"UNAUDITED"

BAHT : '000

		CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	Notes	**2018**	**2017**	**2018**	**2017**
OTHER COMPREHENSIVE INCOME					
Items that will be reclassified subsequently to profit or loss:					
Gain (Loss) on remeasuring available-for-sale investments		11,598	(33,219)	11,598	(33,219)
Loss arising from translating the financial statements of a foreign operation		(211,102)	(130,387)	-	-
Income tax relating to components of other comprehensive income		37,447	31,786	(2,320)	6,644
Total other comprehensive income, net		(162,057)	(131,820)	9,278	(26,575)
TOTAL COMPREHENSIVE INCOME		6,157,120	5,977,296	4,462,250	2,463,272
NET PROFIT ATTRIBUTABLE					
Owners of the Bank		6,214,610	6,014,127	4,452,972	2,489,847
Non-controlling interest		104,567	94,989	-	-
		6,319,177	6,109,116	4,452,972	2,489,847
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE					
Owners of the Bank		6,052,553	5,882,774	4,462,250	2,463,272
Non-controlling interest		104,567	94,522	-	-
		6,157,120	5,977,296	4,462,250	2,463,272
EARNINGS PER SHARE OF OWNERS OF THE BANK					
BASIC EARNINGS PER SHARE	**BAHT**	0.84	0.82	0.61	0.34
WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES	**SHARES**	7,355,761,773	7,355,761,773	7,355,761,773	7,355,761,773

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

(Mr. Noriaki Goto)
President and Chief Executive Officer

(Miss Duangdao Wongpanitkrit)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

"UNAUDITED"

BAHT : '000

		CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	Notes	2018	2017	2018	2017
INTEREST INCOME	7.16	79,040,805	70,160,572	54,972,379	47,800,964
INTEREST EXPENSES	7.17	23,447,297	19,393,187	21,902,594	18,057,132
INTEREST INCOME, NET		55,593,508	50,767,385	33,069,785	29,743,832
FEES AND SERVICE INCOME		21,298,397	19,132,373	11,299,211	9,864,315
FEES AND SERVICE EXPENSES		5,669,463	4,786,985	3,794,267	2,943,948
FEES AND SERVICE INCOME, NET		15,628,934	14,345,388	7,504,944	6,920,367
GAINS ON TRADING AND FOREIGN EXCHANGE TRANSACTIONS, NET		3,510,537	2,826,975	3,489,451	2,867,588
GAINS (LOSSES) ON INVESTMENTS, NET		377,985	825,304	(22,015)	725,304
SHARE OF PROFIT FROM INVESTMENT USING EQUITY METHOD		315,317	259,638	-	-
DIVIDEND INCOME		178,691	170,950	7,209,376	3,197,475
BAD DEBTS RECOVERIES		4,444,400	3,832,455	927,163	590,893
GAINS ON SALE PROPERTIES FOR SALE		291,208	398,901	164,608	267,831
OTHER OPERATING INCOME		755,067	649,117	654,877	622,162
TOTAL OPERATING INCOME		81,095,647	74,076,113	52,998,189	44,935,452
OTHER OPERATING EXPENSES					
Employee's expenses		19,606,552	18,065,069	12,863,455	12,504,560
Directors' remuneration		43,805	42,201	39,468	37,871
Premises and equipment expenses		6,235,391	6,109,983	4,678,221	4,695,224
Taxes and duties		2,059,827	1,946,978	1,356,118	1,311,449
Others		9,919,368	8,913,137	5,423,373	4,736,624
Total other operating expenses		37,864,943	35,077,368	24,360,635	23,285,728
IMPAIRMENT LOSS ON LOANS AND DEBT SECURITIES		19,389,941	16,860,223	11,747,318	10,112,394
PROFIT FROM OPERATING BEFORE INCOME TAX EXPENSES		23,840,763	22,138,522	16,890,236	11,537,330
INCOME TAX EXPENSES		4,849,819	4,343,863	1,909,021	1,539,189
NET PROFIT		18,990,944	17,794,659	14,981,215	9,998,141

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

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

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

"UNAUDITED"

BAHT : '000

	Notes	CONSOLIDATED FINANCIAL STATEMENTS 2018	CONSOLIDATED FINANCIAL STATEMENTS 2017	THE BANK'S FINANCIAL STATEMENTS 2018	THE BANK'S FINANCIAL STATEMENTS 2017
OTHER COMPREHENSIVE INCOME					
Items that will be reclassified subsequently to profit or loss:					
Gain (Loss) on remeasuring available-for-sale investments		(815,156)	156,068	(815,156)	156,068
Loss arising from translating the financial statements of a foreign operation		(147,927)	(393,716)	-	-
Income tax relating to components of other comprehensive income		192,089	44,730	163,031	(31,214)
Total other comprehensive income, net		(770,994)	(192,918)	(652,125)	124,854
TOTAL COMPREHENSIVE INCOME		18,219,950	17,601,741	14,329,090	10,122,995
NET PROFIT ATTRIBUTABLE					
Owners of the Bank		18,702,509	17,530,229	14,981,215	9,998,141
Non-controlling interest		288,435	264,430	-	-
		18,990,944	17,794,659	14,981,215	9,998,141
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE					
Owners of the Bank		17,931,515	17,338,710	14,329,090	10,122,995
Non-controlling interest		288,435	263,031	-	-
		18,219,950	17,601,741	14,329,090	10,122,995
EARNINGS PER SHARE OF OWNERS OF THE BANK					
BASIC EARNINGS PER SHARE	**BAHT**	2.54	2.38	2.04	1.36
WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES	**SHARES**	7,355,761,773	7,355,761,773	7,355,761,773	7,355,761,773

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

(Mr. Noriaki Goto)
President and Chief Executive Officer

(Miss Duangdao Wongpanitkrit)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN EQUITY

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

"UNAUDITED"

BAHT : '000

		CONSOLIDATED FINANCIAL STATEMENTS										
		Owners of the Bank									Non-Controlling Interest	Total
		Issued and Paid-up Share Capital	Premium on Share Capital	Other reserves				Retained Earnings		Total Bank's Equity		
	Notes			Asset Appraisal Surplus	Revaluation Surplus on Investments	Foreign Currency Translation	Deficit from Business Combination under Common Control	Appropriated Legal Reserve	Unappropriated			
Balance as of January 1, 2017		73,557,618	52,878,749	8,422,604	758,581	99,412	(5,217,755)	4,371,800	73,308,328	208,179,337	588,671	208,768,008
Change in revaluation surplus		-	-	(193,809)	-	-	-	-	193,809	-	-	-
Dividend payment	7.9	-	-	-	-	-	-	-	(6,252,397)	(6,252,397)	(81,936)	(6,334,333)
Total comprehensive income		-	-	-	124,854	(316,373)	-	-	17,530,229	17,338,710	263,031	17,601,741
Change in shareholding in subsidiaries company		-	-	-	-	892	-	-	(16,125)	(15,233)	2,785	(12,448)
Balance as of September 30, 2017		73,557,618	52,878,749	8,228,795	883,435	(216,069)	(5,217,755)	4,371,800	84,763,844	219,250,417	772,551	220,022,968
Balance as of January 1, 2018		73,557,618	52,878,749	8,148,936	888,958	(323,533)	(5,217,755)	5,006,800	90,190,736	225,130,509	856,717	225,987,226
Change in revaluation surplus		-	-	(191,752)	-	-	-	-	191,752	-	-	-
Dividend payment	7.9	-	-	-	-	-	-	-	(6,252,397)	(6,252,397)	(114,714)	(6,367,111)
Total comprehensive income		-	-	-	(652,125)	(118,869)	-	-	18,702,509	17,931,515	288,435	18,219,950
Change in shareholding in subsidiaries company		-	-	-	-	(1,677)	-	-	(21,549)	(23,226)	(39,412)	(62,638)
Balance as of September 30, 2018		73,557,618	52,878,749	7,957,184	236,833	(444,079)	(5,217,755)	5,006,800	102,811,051	236,786,401	991,026	237,777,427

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

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN EQUITY (CONTINUED)

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

"UNAUDITED"

BAHT : '000

THE BANK'S FINANCIAL STATEMENTS

	Notes	Issued and Paid-up Share Capital	Premium on Share Capital	Other reserves: Asset Appraisal Surplus	Other reserves: Revaluation Surplus on Investments	Other reserves: Deficit from Business Combination under Common Control	Retained Earnings: Appropriated Legal Reserve	Retained Earnings: Unappropriated	Total
Balance as of January 1, 2017		73,557,618	52,878,749	8,422,604	758,581	(5,217,755)	4,371,800	43,954,658	178,726,255
Change in revaluation surplus		-	-	(193,809)	-	-	-	193,809	-
Dividend payment	7.9	-	-	-	-	-	-	(6,252,397)	(6,252,397)
Total comprehensive income		-	-	-	124,854	-	-	9,998,141	10,122,995
Balance as of September 30, 2017		73,557,618	52,878,749	8,228,795	883,435	(5,217,755)	4,371,800	47,894,211	182,596,853
Balance as of January 1, 2018		73,557,618	52,878,749	8,148,936	888,958	(5,217,755)	5,006,800	50,262,400	185,525,706
Change in revaluation surplus		-	-	(191,752)	-	-	-	191,752	-
Dividend payment	7.9	-	-	-	-	-	-	(6,252,397)	(6,252,397)
Total comprehensive income		-	-	-	(652,125)	-	-	14,981,215	14,329,090
Balance as of September 30, 2018		73,557,618	52,878,749	7,957,184	236,833	(5,217,755)	5,006,800	59,182,970	193,602,399

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

(Mr. Noriaki Goto)
President and Chief Executive Officer

(Miss Duangdao Wongpanitkrit)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

"UNAUDITED"

BAHT : '000

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2018	2017	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES				
Income from operating before income tax expenses	23,840,763	22,138,522	16,890,236	11,537,330
Adjustments to reconcile income to cash received (paid) from operating activities:				
Depreciation and amortization	2,852,811	2,898,479	2,126,834	2,227,620
Interest expenses from finance lease	410	1,055	124	687
Impairment loss on loans and debt securities	19,389,941	16,860,223	11,747,318	10,112,394
Gain on translation in foreign currencies	(485,810)	(10,853,769)	(485,810)	(10,853,769)
Unrealized (gain) loss from revaluation of derivatives	(2,179,002)	7,925,835	(2,158,715)	7,899,184
Share of profit from investment using equity method	(315,317)	(259,638)	-	-
(Gain) loss on investments	(377,985)	(825,304)	22,015	(725,304)
Increase in discount on investments	62,111	92,193	62,111	92,193
Gain on sales of properties for sale	(291,208)	(398,901)	(164,608)	(267,831)
(Gain) loss on sales of premises and equipment	(2,461)	17,236	8,615	26,459
Loss on impairment of properties for sale	392,546	287,017	168,829	146,434
Loss on impairment of premises and equipment (reversal)	1,263	2	-	(76)
Loss on impairment of other assets	63,272	87,055	79,227	60,977
Increase in other reserves	340,858	431,630	231,455	313,942
Interest income, net	(55,593,508)	(50,767,385)	(33,069,785)	(29,743,832)
Income tax refunded	1,789	-	-	-
Interest received	78,600,530	69,723,710	54,645,977	47,384,600
Interest paid	(23,381,788)	(20,271,709)	(21,832,475)	(18,888,815)
Dividend income	(178,691)	(170,950)	(7,209,376)	(3,197,475)
Dividends received	179,621	175,357	179,273	174,957
Increase in other accrued expenses	482,123	530,768	275,153	406,398
Income tax paid	(6,355,937)	(5,244,959)	(2,490,304)	(1,713,310)
Income from operations before changes in operating assets and liabilities	37,046,331	32,376,467	19,026,094	14,992,763
(Increase) decrease in operating assets				
Interbank and money market items	93,208,865	(67,774,911)	92,799,708	(68,523,890)
Current investments - securities for trading	(1,667,624)	(4,305,539)	(1,653,273)	(4,305,539)
Loans to customers	(137,585,240)	(69,651,749)	(103,256,017)	(50,532,920)
Properties for sale	7,996,678	6,247,184	5,884,848	3,999,065
Other assets	(30,594)	(3,884,169)	(64,247)	(2,138,922)

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018

"UNAUDITED"

BAHT : '000

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2018	2017	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES (CONTINUED)				
Increase (decrease) in operating liabilities				
Deposits	58,090,789	92,365,586	60,364,547	94,927,148
Interbank and money market items	(68,117,635)	(8,913,396)	(69,229,162)	(6,829,672)
Liability payable on demand	327,598	1,765,600	327,599	1,765,524
Other liabilities	2,343,794	(7,079,956)	2,432,879	(7,815,974)
Net cash from operating activities	(8,387,038)	(28,854,883)	6,632,976	(24,462,417)
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from sales of investments in securities	48,841,909	112,133,639	48,841,909	112,133,639
Cash paid for purchases of investments in securities	(80,201,887)	(66,463,635)	(80,126,601)	(66,393,636)
Cash paid for investment in subsidiaries	(62,638)	(12,448)	(3,205,025)	(1,984,148)
Dividend received from subsidiaries	-	-	7,031,033	3,026,924
Proceeds from sales of premises and equipment	48,505	59,678	18,144	6,862
Cash paid for purchases of premises and equipment	(1,412,482)	(2,122,883)	(804,088)	(1,662,342)
Cash paid for purchases of other assets	(680,920)	(602,952)	(505,861)	(452,825)
Net cash from investing activities	(33,467,513)	42,991,399	(28,750,489)	44,674,474
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from debts issued and borrowings	62,497,839	250,607,057	29,000,000	241,753,362
Cash paid for repayment of debts issued and borrowings	(20,278,258)	(262,704,416)	(9,007,247)	(259,547,758)
Cash paid for repayment of liabilities under finance lease agreements	(11,243)	(16,737)	(6,329)	(16,737)
Dividend payment	(6,367,111)	(6,334,333)	(6,252,397)	(6,252,397)
Net cash from financing activities	35,841,227	(18,448,429)	13,734,027	(24,063,530)
Total	(6,013,324)	(4,311,913)	(8,383,486)	(3,851,473)
Loss arising from translating the financial statements of a foreign operation	(74,807)	(203,517)	-	-
Effect of exchange rate change on cash	(5,169)	(38,824)	(5,169)	(38,824)
Net decrease in cash and cash equivalents	(6,093,300)	(4,554,254)	(8,388,655)	(3,890,297)
Cash and cash equivalents as at January 1,	41,701,147	39,576,980	37,671,005	35,670,918
Cash and cash equivalents as at September 30,	35,607,847	35,022,726	29,282,350	31,780,621

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

(Mr. Noriaki Goto)
President and Chief Executive Officer

(Miss Duangdao Wongpanitkrit)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
THE CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2018
"UNAUDITED"

1. GENERAL INFORMATION

Bank of Ayudhya Public Company Limited ("the Bank") is a public company registered in the Kingdom of Thailand with its head office located at 1222 Rama III Road, Bang Phongphang Subdistrict, Yannawa District, Bangkok. The Bank's main business is commercial banking and the Bank conducts its business through a network of branches throughout Thailand and other countries. The immediate and ultimate parent company of the Bank are MUFG Bank, Ltd. (formerly The Bank of Tokyo-Mitsubishi UFJ, Ltd.) ("MUFG") and Mitsubishi UFJ Financial Group, Inc., respectively, both companies are registered in Japan. As at September 30, 2018 and December 31, 2017, the Bank has 17 subsidiaries.

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

2.1 The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard No. 34 (Revised 2017), "Interim Financial Reporting" and the regulation of the Thai Securities and Exchange Commission ("SEC") and the Stock Exchange of Thailand ("SET"), where the Presentation in accordance with the Bank of Thailand ("BOT")'s Notification Sor.Nor.Sor. 21/2558 regarding the Preparation and Announcement of Financial Statements of a Commercial Bank and a Holding Company that is the Parent Company of a Financial Group dated December 4, 2015.

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

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

The Bank prepares its interim financial statements in the Thai language in conformity with Thai Financial Reporting Standards ("TFRS") 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 annual financial statements prepared in accordance with TFRS, but which is not required for interim reporting purposes, has been omitted. In addition, the interim financial statements for the three-month and nine-month periods ended September 30. 2018 should be read in conjunction with the financial statements and notes thereto included in the audited financial statements for the year ended December 31, 2017.

The consolidated and the Bank's statements of financial position as at December 31, 2017, presented herein as comparative information, have been derived from the consolidated and the Bank's financial statements for the year then ended which had been audited.

The unaudited results of operations for the three-month and nine-month periods ended September 30, 2018 are not necessarily indicative of the operating results anticipated for the full year.

The preparation of interim financial statements in conformity with TFRS 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.

Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective in 2018

On March 14, 2018, the Federation of Accounting Professions has issued the Notification regarding TFRS No.15 "Revenue from Contracts with Customers" which has been announced in the Royal Gazette and will be effective for the financial statements for the period beginning on or after January 1, 2019 onwards.

On September 21, 2018, the Federation of Accounting Professions has issued the Notification regarding Thai Financial Reporting Standards that are relevant to financial instruments, which have been announced in the Royal Gazette and will be effective for the financial statements for the period beginning on or after January 1, 2020 onwards, as follow:

Thai Accounting Standards ("TAS")

TAS 32	Financial Instruments: Presentation

Thai Financial Reporting Standards ("TFRS")

TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments

Thai Financial Reporting Standard Interpretations ("TFRIC")

TFRIC 16	Hedges of a Net Investment in a Foreign Operation
TFRIC 19	Extinguishing Financial Liabilities with Equity Instruments

The management of the Bank and its subsidiaries will adopt such TFRSs in the Bank and subsidiaries' financial statements when it becomes effective. The management of the Bank and its subsidiaries are in the process to assess the impact of these TFRSs on the financial statements of the Bank and its subsidiaries in the period of initial application, except TFRS No.15 "Revenue from Contracts with Customers", the management of the Bank and its subsidiaries have assessed the impact of this TFRS and considered the adoption of TFRS does not have any significant impact on the financial statements of the Bank and its subsidiaries in the period of initial application.

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

Subsidiaries	**Business Type**	**Place of incorporation and operation**	**Proportion of ownership interest and voting power held by the Bank (%) As at September 30, 2018**	**December 31, 2017**
Ayudhya Development Leasing Company Limited	Hire-purchase and Leasing	Thailand	99.99	99.99
Ayudhya Capital Auto Lease Public Company Limited	Hire-purchase and auto leasing	Thailand	100.00	100.00
Ngern Tid Lor Company Limited	Hire-purchase and motorcycle loans	Thailand	100.00	100.00
Ayudhya Capital Services Company Limited	Credit cards and personal loans	Thailand	100.00	100.00
General Card Services Limited	Credit cards and personal loans	Thailand	100.00	100.00
Krungsriayudhya Card Company Limited	Credit cards and personal loans	Thailand	100.00	100.00
Siam Realty and Services Security Company Limited	Car rental services and personnel services	Thailand	100.00	100.00
Total Service Solutions Public Company Limited	Collection services	Thailand	100.00	100.00
Krungsri Asset Management Company Limited	Fund management	Thailand	76.59	76.59
Krungsri Ayudhya AMC Limited	Asset management	Thailand	100.00	100.00
Krungsri Securities Public Company Limited	Securities	Thailand	99.84	99.84
Krungsri Factoring Company Limited	Factoring	Thailand	100.00	100.00
Krungsri Life Assurance Broker Limited(1)	Life assurance broker	Thailand	100.00	100.00
Krungsri General Insurance Broker Limited(1)	General insurance broker	Thailand	100.00	100.00
Krungsri Finnovate Company Limited	Venture Capital	Thailand	100.00	100.00
Krungsri Leasing Services Company Limited(2)	Hire-purchase, leasing and sales finance	Lao PDR	100.00	90.00
Hattha Kaksekar Limited	Micro finance	Cambodia	100.00	100.00

(1) Indirectly holding via Ayudhya Capital Services Company Limited of 100%.
(2) As at September 30, 2018 and December 31, 2017, indirectly holding via Ayudhya Capital Auto Lease Public Company Limited of 75% and 78% and Ayudhya Capital Services Company Limited of 25% and 12%, respectively.

All material intercompany transactions and balances have been eliminated.

3. ADOPTION OF REVISED THAI FINANCIAL REPORTING STANDARDS

Thai Financial Reporting Standards affecting the presentation and disclosure in the current period financial statements

During the period, the Bank and its subsidiaries have adopted the revised financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after January 1, 2018. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Bank and its subsidiaries financial statements.

4. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared based on accounting policies and method of computation consistent with those used in the annual financial statements for the year ended December 31, 2017.

5. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

Fair value measurement of financial assets and liabilities are determined according to the following hierarchy:

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

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

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

Financial assets and liabilities measured at fair value

Classification of financial assets and liabilities measured at fair value by the level of fair value hierarchy as at September 30, 2018 and December 31, 2017 are as follows:

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

	September 30, 2018				December 31, 2017			
	Fair value			Carrying	Fair value			Carrying
	Level 1	Level 2	Total fair value	amount	Level 1	Level 2	Total fair value	amount
Derivatives assets - trading book	-	16,082	16,082	16,082	-	14,520	14,520	14,520
Investments - trading	148	923	1,071	1,071	-	355	355	355
Investments - available-for-sale	4,935	92,721	97,656	97,656	3,082	63,715	66,797	66,797
Derivatives liabilities - trading book	-	14,040	14,040	14,040	-	12,741	12,741	12,741

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

	September 30, 2018				December 31, 2017			
	Fair value			Carrying	Fair value			Carrying
	Level 1	Level 2	Total fair value	amount	Level 1	Level 2	Total fair value	amount
Derivatives assets - trading book	-	16,082	16,082	16,082	-	14,531	14,531	14,531
Investments - trading	133	923	1,056	1,056	-	355	355	355
Investments - available-for-sale	4,935	92,721	97,656	97,656	3,082	63,715	66,797	66,797
Derivatives liabilities - trading book	-	14,049	14,049	14,049	-	12,741	12,741	12,741

There are no transfers of financial assets and liabilities measured at fair value between level 1 and level 2 for the nine-month period ended September 30, 2018 and for the year ended December 31, 2017.

Valuation technique for financial assets and liabilities measured at fair value are as follows:

Derivatives - trading book

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

Investments

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

Equity securities traded in the SET, the fair value is determined by using the last bid price of SET.

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

6. CAPITAL FUND

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

The Bank maintains its capital fund in accordance with the Financial Institution Business Act B.E. 2551 by maintaining its capital fund as a proportion of risk weighted assets in accordance with the criteria, methodologies, and conditions prescribed by the BOT. The Bank is required to calculate its Capital Funds in accordance with Basel III. As at September 30, 2018 and December 31, 2017 the Consolidated Supervision and the Bank's total capital funds and capital adequacy ratios can be categorized as follows:

		Unit : Million Baht
	Basel III	
	Consolidated Supervision	
	September 30, 2018	**December 31, 2017**
Tier 1 capital		
Common Equity Tier 1 capital		
Issued and paid-up share capital	73,558	73,558
Premium on share capital	52,879	52,879
Legal reserve	5,007	5,007
Cumulative profit after appropriation	96,652	78,166
Other reserves		
Other comprehensive income	7,661	8,590
Other items from owner changes	(5,218)	(5,218)
Deduction items from Common Equity Tier 1 capital	(21,842)	(21,056)
Total Common Equity Tier 1 capital	208,697	191,926
Additional Tier 1 capital		
Non-Controlling interest	987	1,307
Total Tier 1 capital	209,684	193,233
Tier 2 capital		
Subordinated debentures	41,985	41,985
General provision	17,929	16,745
Non-Controlling interest	235	206
Total Tier 2 capital	60,149	58,936
Total capital fund	269,833	252,169

Capital adequacy ratio (%)

	BOT regulatory Minimum requirement*		Basel III Consolidated Supervision	
	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Total Common Equity Tier 1 capital / Total risk weighted assets	6.375	5.75	12.76	12.56
Total Tier 1 capital / Total risk weighted assets	7.875	7.25	12.82	12.64
Total capital / Total risk weighted assets	10.375	9.75	16.50	16.50
Capital after deducting capital add-on arising from Single Lending Limit (Million Baht)			269,833	252,169
Capital ratio after deducting capital add-on arising from Single Lending Limit			16.50	16.50

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

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

Unit : Million Baht

	Basel III The Bank	
	September 30, 2018	December 31, 2017
Tier 1 capital		
Common Equity Tier 1 capital		
Issued and paid-up share capital	73,558	73,558
Premium on share capital	52,879	52,879
Legal reserve	5,007	5,007
Cumulative profit after appropriation	54,669	44,704
Other reserves		
Other comprehensive income	8,194	8,938
Other items from owner changes	(5,218)	(5,218)
Deduction items from Common Equity Tier 1 capital	(12,972)	(12,337)
Total Tier 1 capital	176,117	167,531
Additional Tier 1 capital	-	-
Total Tier 1 capital	176,117	167,531
Tier 2 capital		
Subordinated debentures	41,985	41,985
General provision	13,667	9,517
Total Tier 2 capital	55,652	51,502
Total capital fund	231,769	219,033

Capital adequacy ratio (%)

	BOT regulatory Minimum requirement*		Basel III The Bank	
	September 30, 2018	**December 31, 2017**	**September 30, 2018**	**December 31, 2017**
Total Common Equity Tier 1 capital / Total risk weighted assets	6.375	5.75	11.78	11.97
Total Tier 1 capital / Total risk weighted assets	7.875	7.25	11.78	11.97
Total capital / Total risk weighted assets	10.375	9.75	15.50	15.65
Capital after deducting capital add-on arising from Single Lending Limit (Million Baht)			231,769	219,033
Capital ratio after deducting capital add-on arising from Single Lending Limit			15.50	15.65

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

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

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

Location of disclosure	www.krungsri.com
Date of disclosure	October 29, 2018
Information as at	June 30, 2018

7. ADDITIONAL INFORMATION

7.1 Additional information of cash flows

7.1.1 Non-cash transactions for the nine-month periods ended September 30, 2018 and 2017 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2018	**2017**	**2018**	**2017**
Increase (decrease) in revaluation surplus on investments	(815)	156	(815)	156
Amortization of premises appraisal surplus transferred to retained earning	(221)	(242)	(221)	(242)
Properties for sale debt repayment	8,044	5,755	5,966	3,732
Properties and premises transferred to be properties for sale	56	-	56	-

7.1.2 Changes in liabilities arising from financing activity for the nine-month periods ended September 30, 2018 and 2017 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2018	**2017**	**2018**	**2017**
Beginning balance	142,890	160,372	112,005	133,949
Financing cash flows	35,841	(18,448)	13,734	(24,064)
Other non-cash items	(3)	(9)	-	2
Ending balance	178,728	141,915	125,739	109,887

7.1.3 Realized and unrealized gains (losses) on foreign exchange

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

7.2 Investments, net

Investments, net as at September 30, 2018 and December 31, 2017 consist of the following:

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

	September 30, 2018				December 31, 2017			
	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	924	-	(1)	923	355	-	-	355
Domestic marketable equity securities	148	1	(1)	148	-	-	-	-
	1,072	1	(2)	1,071	355	-	-	355
Less Revaluation allowance	(1)			-	-			-
Total	1,071			1,071	355			355
Securities Available-for-Sale								
Government and state enterprise securities	80,540	4	(410)	80,134	51,612	235	-	51,847
Private sector's debt securities	11,846	213	(12)	12,047	10,601	392	-	10,993
Domestic marketable equity securities	5,258	802	(301)	5,759	3,757	605	(121)	4,241
	97,644	1,019	(723)	97,940	65,970	1,232	(121)	67,081
Add Revaluation allowance	296			-	1,111			-
Less Allowance for impairment	(284)			(284)	(284)			(284)
Total	97,656			97,656	66,797			66,797
Securities Held-to-Maturity								
Private sector's debt securities	16,000				16,000			
Investment in accounts receivable	343				452			
	16,343				16,452			
Less Allowance for impairment	(14)				(14)			
Total	16,329				16,438			
Securities for General Investments								
Domestic non-marketable equity securities	598				525			
Foreign non-marketable equity securities	1				3			
	599				528			
Less Allowance for impairment	(183)				(184)			
Total	416				344			
Total Investments, net	115,472				83,934			

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

	September 30, 2018				December 31, 2017			
	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	924	-	(1)	923	355	-	-	355
Domestic marketable equity securities	134	-	(1)	133	-	-	-	-
	1,058	-	(2)	1,056	355	-	-	355
Less Revaluation allowance	(2)			-	-			-
Total	1,056			1,056	355			355
Securities Available-for-Sale								
Government and state enterprise securities	80,540	4	(410)	80,134	51,612	235	-	51,847
Private sector's debt securities	11,567	213	(12)	11,768	10,322	392	-	10,714
Domestic marketable equity securities	5,258	802	(301)	5,759	3,757	605	(121)	4,241
	97,365	1,019	(723)	97,661	65,691	1,232	(121)	66,802
Add Revaluation allowance	296			-	1,111			-
Less Allowance for impairment	(5)			(5)	(5)			(5)
Total	97,656			97,656	66,797			66,797
Securities Held-to-Maturity								
Private sector's debt securities	16,000				16,000			
Investment in accounts receivable	343				452			
	16,343				16,452			
Less Allowance for impairment	(14)				(14)			
Total	16,329				16,438			
Securities for General Investments								
Domestic non-marketable equity securities	275				278			
Foreign non-marketable equity securities	1				3			
	276				281			
Less Allowance for impairment	(167)				(168)			
Total	109				113			
Total Investments, net	115,150				83,703			

As at September 30, 2018 and December 31, 2017, the Bank and its subsidiaries had investments in general investments in the consolidated financial statements of 2 companies and 3 companies, respectively and the Bank's financial statements of 1 company, subject to being delisted from the SET, with cost of Baht 12 million and market price of Baht 0.

7.3 Investments in subsidiaries and joint ventures, net

Investments in subsidiaries and joint ventures, net as at September 30, 2018 and December 31, 2017 consist of the following:

Unit: Million Baht

Company Name	Business Type	Securities Investment Type	Issued and Paid-up Share Capital	Proportion of Ownership Interest and Voting Power Held by the Bank (%)	Investment (Cost)	Investment (Equity Method)	Dividend
				CONSOLIDATED FINANCIAL STATEMENTS September 30, 2018			
Joint ventures							
Tesco Card Services Limited (1)	Credit cards and personal loans	Common stock	2,080	50.00	1,040	2,255	-
Tesco Life Assurance Broker Limited (2)	Life assurance broker	Common stock	12	50.00	-	64	-
Tesco General Insurance Broker Limited (2)	General insurance broker	Common stock	107	50.00	-	219	-
Investments in joint ventures, net					1,040	2,538	-

Unit: Million Baht

Company Name	Business Type	Securities Investment Type	Issued and Paid-up Share Capital	Proportion of Ownership Interest and Voting Power Held by the Bank (%)	Investment (Cost)	Investment (Equity Method)	Dividend
				CONSOLIDATED FINANCIAL STATEMENTS December 31, 2017			
Joint ventures							
Tesco Card Services Limited (1)	Credit cards and personal loans	Common stock	2,080	50.00	1,040	2,000	-
Tesco Life Assurance Broker Limited (2)	Life assurance broker	Common stock	12	50.00	-	60	-
Tesco General Insurance Broker Limited (2)	General insurance broker	Common stock	107	50.00	-	162	-
Investments in joint ventures, net					1,040	2,222	-

(1) Indirect holding via Ayudhya Capital Services Company Limited
(2) Indirect holding via Tesco Card Services Limited

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

September 30, 2018

Company Name	Business Type	Securities Investment Type	Issued and Paid-up Share Capital	Proportion of Ownership Interest and Voting Power Held by the Bank (%)	Investment (Cost)	Dividend
Subsidiaries						
Ayudhya Development Leasing Company Limited	Hire-purchase and leasing	Common stock	1,235	99.99	3,929	-
Ayudhya Capital Auto Lease Public Company Limited	Hire-purchase and auto leasing	Common stock	25,545	100.00	19,880	4,956
Ngern Tid Lor Company Limited	Hire-purchase and motorcycle loans	Common stock	4,990	100.00	4,826	1,700
		Preferred stock			1	-
Ayudhya Capital Services Company Limited	Credit cards and personal loans	Common stock	5,925	100.00	11,941	-
General Card Services Limited	Credit cards and personal loans	Common stock	2,458	100.00	2,581	-
Krungsriayudhya Card Company Limited	Credit cards and personal loans	Common stock	5,906	100.00	6,275	-
Siam Realty and Services Security Company Limited	Car rental services and personnel services	Common stock	100	100.00	100	-
Total Services Solutions Public Company Limited	Collection services	Common stock	401	100.00	1,614	-
Krungsri Asset Management Company Limited	Fund management	Common stock	350	76.59	205	375
Krungsri Ayudhya AMC Limited	Asset management	Common stock	2,700	100.00	4,565	-
Krungsri Securities Public Company Limited	Securities	Common stock	1,350	99.84	1,497	-
Krungsri Factoring Company Limited	Factoring	Common stock	300	100.00	300	-
Krungsri Finnovate Company Limited	Venture capital	Common stock	700	100.00	700	-
Hattha Kaksekar Limited	Micro finance	Common stock	2,536	100.00	7,713	-
Investments in subsidiaries					66,127	7,031
Less Allowance for impairment					(5,452)	-
Investments in subsidiaries, net					60,675	7,031

Company Name	Business Type	Securities Investment Type	Issued and Paid-up Share Capital	Proportion of Ownership Interest and Voting Power Held by the Bank (%)	Investment (Cost)	Dividend
						Unit: Million Baht
				THE BANK'S FINANCIAL STATEMENTS		
				December 31, 2017		
Subsidiaries						
Ayudhya Development Leasing Company Limited	Hire-purchase and leasing	Common stock	1,235	99.99	3,929	-
Ayudhya Capital Auto Lease Public Company Limited	Hire-purchase and auto leasing	Common stock	25,545	100.00	19,880	2,759
Ngern Tid Lor Company Limited	Hire-purchase and motorcycle loans	Common stock	3,290	100.00	3,126	-
		Preferred stock			1	-
Ayudhya Capital Services Company Limited	Credit cards and personal loans	Common stock	5,925	100.00	11,941	-
General Card Services Limited	Credit cards and personal loans	Common stock	2,458	100.00	2,581	-
Krungsriayudhya Card Company Limited	Credit cards and personal loans	Common stock	5,906	100.00	6,275	-
Siam Realty and Services Security Company Limited	Car rental services and personnel services	Common stock	100	100.00	100	-
Total Services Solutions Public Company Limited	Collection services	Common stock	401	100.00	1,614	-
Krungsri Asset Management Company Limited	Fund management	Common stock	350	76.59	205	268
Krungsri Ayudhya AMC Limited	Asset management	Common stock	2,700	100.00	4,565	-
Krungsri Securities Public Company Limited	Securities	Common stock	1,350	99.84	1,497	-
Krungsri Factoring Company Limited	Factoring	Common stock	300	100.00	300	-
Krungsri Finnovate Company Limited	Venture capital	Common stock	700	100.00	700	-
Hattha Kaksekar Limited	Micro finance	Common stock	1,031	100.00	6,208	-
Investments in subsidiaries					62,922	3,027
Less Allowance for impairment					(5,052)	-
Investments in subsidiaries, net					57,870	3,027

DISCLOSURE OF THE STATEMENTS OF CASH FLOWS OF ASSET MANAGEMENT COMPANY

KRUNGSRI AYUDHYA AMC LIMITED
STATEMENTS OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2018
"UNAUDITED"

Unit: Million Baht

	2018	2017
Cash flows from operating activities		
Income before income tax	85	170
Adjustments to reconcile income to cash provided (paid) from operating activities		
Bad debt and doubtful accounts	-	17
Loss on impairment of properties for sale	18	17
Depreciation and amortization	-	1
Gain on sales of properties for sale	(81)	(96)
Employment benefits expenses	4	4
Interest income, net	(49)	(126)
Interest received	49	126
Income tax paid	(20)	(41)
Income from operations before changes in operating assets and liabilities	6	72
Decrease in operating assets		
Investment in receivables	18	22
Loans to customers	-	2
Properties for sale	194	274
Other assets	22	54
Decrease in operating liabilities		
Other liabilities	(40)	(38)
Net cash from operating activities	200	386
Cash flows from investing activities		
Net cash from investing activities	-	-
Cash flows from financing activities		
Net cash from financing activities	-	-
Net increase in cash and cash equivalents	200	386
Cash and cash equivalents as at January 1,	1,429	957
Cash and cash equivalents as at September 30,	1,629	1,343

7.4 Loans to customers and accrued interest receivables, net

Loans to customers and accrued interest receivables, net as at September 30, 2018 and December 31, 2017 are as follows:

(1) Classified by products

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	September 30, 2018	**December 31, 2017**	**September 30, 2018**	**December 31, 2017**
Overdrafts	62,872	60,432	62,824	60,382
Loan against contract	857,502	792,493	836,728	810,399
Trade bill	302,668	283,266	300,734	285,321
Hire-purchase receivable	446,060	400,930	367,092	309,557
Lease contract receivable	13,726	14,707	4,124	3,923
Credit card receivable	56,216	62,007	-	-
Others	6,430	5,523	4,977	4,030
Total	1,745,474	1,619,358	1,576,479	1,473,612
Less Deferred revenue	(78,595)	(68,954)	(61,937)	(50,190)
Loans to customers after deferred revenue, net	1,666,879	1,550,404	1,514,542	1,423,422
Add Accrued interest receivables	4,509	3,917	2,714	2,296
Loans to customers and accrued interest receivable after deferred revenue, net	1,671,388	1,554,321	1,517,256	1,425,718
Less Allowance for doubtful accounts				
1) BOT requirement :				
- Individual approach	(27,173)	(26,805)	(22,312)	(21,992)
- Collective approach	(10,654)	(8,916)	(8,862)	(6,984)
2) Surplus reserve	(23,284)	(18,452)	(13,667)	(9,518)
Less Revaluation allowance for debt restructuring	(1,565)	(1,303)	(93)	(48)
Total loans to customers, net	1,608,712	1,498,845	1,472,322	1,387,176

(2) Classified by currency and residence of debtors

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS					
	September 30, 2018			December 31, 2017		
	Domestic	Foreign	Total	Domestic	Foreign	Total
Baht	1,575,554	10,998	1,586,552	1,452,878	11,159	1,464,037
US Dollar	42,741	29,181	71,922	55,437	26,225	81,662
Other currencies	2,778	5,627	8,405	980	3,725	4,705
Total	1,621,073	45,806	1,666,879	1,509,295	41,109	1,550,404

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS					
	September 30, 2018			December 31, 2017		
	Domestic	Foreign	Total	Domestic	Foreign	Total
Baht	1,445,768	10,168	1,455,936	1,345,001	10,426	1,355,427
US Dollar	42,742	9,062	51,804	55,437	8,983	64,420
Other currencies	2,778	4,024	6,802	980	2,595	3,575
Total	1,491,288	23,254	1,514,542	1,401,418	22,004	1,423,422

(3) Classified by business type and classification

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS					
	September 30, 2018					
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	18,781	1,153	140	121	829	21,024
Manufacturing and trading	372,651	13,974	2,384	1,084	11,457	401,550
Real estate and construction	106,166	3,067	300	258	1,875	111,666
Public utilities and services	155,355	13,411	166	148	1,899	170,979
Housing loans	232,470	2,309	1,112	1,233	4,158	241,282
Others	681,917	26,697	5,691	2,549	3,524	720,378
Total	1,567,340	60,611	9,793	5,393	23,742	1,666,879

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS					
	December 31, 2017					
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	18,510	1,080	109	121	800	20,620
Manufacturing and trading	371,182	12,402	3,396	2,620	8,803	398,403
Real estate and construction	89,539	3,946	806	374	1,541	96,206
Public utilities and services	138,883	10,781	270	244	1,693	151,871
Housing loans	209,100	2,749	1,238	1,191	2,820	217,098
Others	631,929	22,681	5,460	2,471	3,665	666,206
Total	1,459,143	53,639	11,279	7,021	19,322	1,550,404

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

September 30, 2018

	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	14,809	1,140	124	88	184	16,345
Manufacturing and trading	368,136	13,939	2,215	1,055	10,895	396,240
Real estate and construction	104,987	3,024	290	255	1,823	110,379
Public utilities and services	155,337	13,411	166	148	1,589	170,651
Housing loans	230,234	2,307	1,108	1,231	4,145	239,025
Others	556,926	17,983	2,835	2,237	1,921	581,902
Total	1,430,429	51,804	6,738	5,014	20,557	1,514,542

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

December 31, 2017

	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	14,663	1,071	85	78	163	16,060
Manufacturing and trading	366,965	12,152	3,370	2,590	8,201	393,278
Real estate and construction	88,414	3,936	792	372	1,467	94,981
Public utilities and services	138,869	10,781	270	244	1,376	151,540
Housing loans	207,318	2,749	1,236	1,187	2,805	215,295
Others	532,545	13,540	2,377	1,811	1,995	552,268
Total	1,348,774	44,229	8,130	6,282	16,007	1,423,422

(4) Classified by type of classification

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

September 30, 2018

	Loans to Customers and Accrued Interest Receivables	Outstanding Balance Used for Calculation Allowance	% Used for Calculation Allowance(3)	Allowance for Doubtful Accounts(4)
1. Minimum allowance per BOT guideline				
Normal	1,571,610	1,049,817	1, 2	13,344
Special mention	60,850	49,547	2, 17	3,525
Substandard	9,793	7,167	51, 100	4,979
Doubtful	5,393	3,465	45, 100	2,182
Doubtful of loss	23,742	11,755	100	13,797
Total	1,671,388	1,121,751		37,827 (1)
2. Surplus Reserve				23,284 (2)
Total				61,111

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS			
	December 31, 2017			
	Loans to Customers and Accrued Interest Receivables	Outstanding Balance Used for Calculation Allowance	% Used for Calculation Allowance[3]	Allowance for Doubtful Accounts[4]
1. Minimum allowance per BOT guideline				
Normal	1,462,823	985,804	1, 2	11,863
Special mention	53,876	39,273	2, 15	2,998
Substandard	11,279	7,561	50, 100	5,938
Doubtful	7,021	4,724	46, 100	3,902
Doubtful of loss	19,322	9,251	100	11,020
Total	1,554,321	1,046,613		35,721 [1]
2. Surplus Reserve				18,452 [2]
Total				54,173

[1] Including allowance for doubtful accounts on a collective approach for hire-purchase loans as at September 30, 2018 and December 31, 2017, of Baht 10,654 million and Baht 8,916 million, respectively.

[2] Including allowance for doubtful accounts of loans granted to subsidiaries as at September 30, 2018 and December 31, 2017, at the rate of 1% of Baht 78,313 million and Baht 102,882 million equal to Baht 783 million and Baht 1,029 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 BOT for loans to customers and the rates used for the collective approach valuation.

[4] Excluding revaluation allowance for debt restructuring as at September 30, 2018 and December 31, 2017, of Baht 1,565 million and Baht 1,303 million, respectively, and excluding allowance for doubtful accounts for interbank and money market items as at September 30, 2018 and December 31, 2017, of Baht 415 million and Baht 366 million, respectively.

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS			
	September 30, 2018			
	Loans to Customers and Accrued Interest Receivables	Outstanding Balance Used for Calculation Allowance	% Used for Calculation Allowance[3]	Allowance for Doubtful Accounts[4]
1. Minimum allowance per BOT guideline				
Normal	1,432,994	920,404	1, 2	11,638
Special mention	51,953	41,093	2, 10	2,869
Substandard	6,738	4,162	36, 100	2,818
Doubtful	5,014	3,110	36, 100	1,945
Doubtful of loss	20,557	9,794	100	11,904
Total	1,517,256	978,563		31,174 [1]
2. Surplus Reserve				13,667 [2]
Total				44,841

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS			
	December 31, 2017			
	Loans to Customers and Accrued Interest Receivables	Outstanding Balance Used for Calculation Allowance	% Used for Calculation Allowance(3)	Allowance for Doubtful Accounts(4)
1. Minimum allowance per BOT guideline				
Normal	1,350,928	883,154	1, 2	10,549
Special mention	44,371	30,378	2, 10	2,287
Substandard	8,130	4,511	38, 100	3,731
Doubtful	6,282	4,043	38, 100	3,425
Doubtful of loss	16,007	7,319	100	8,984
Total	1,425,718	929,405		28,976 (1)
2. Surplus Reserve				9,518 (2)
Total				38,494

(1) Including allowance for doubtful accounts on a collective approach for hire-purchase loans as at September 30, 2018 and December 31, 2017, of Baht 8,862 million and Baht 6,984 million, respectively.

(2) Including allowance for doubtful accounts of loan granted to subsidiaries as at September 30, 2018 and December 31, 2017, at the rate of 1% of Baht 78,313 million and Baht 102,882 million, equal to Baht 783 million and Baht 1,029 million, respectively.

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

(4) Excluding revaluation allowance for debt restructuring as at September 30, 2018 and December 31, 2017, of Baht 93 million and Baht 48 million, respectively and excluding allowance for doubtful accounts for interbank and money market items as at September 30, 2018 and December 31, 2017, of Baht 415 million and Baht 366 million, respectively.

For the nine-month periods ended September 30, 2017, the Bank entered into agreements to sell non-performing loans (NPLs) to the third parties as follows:

Unit: Million Baht

	CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS
Book value	1,858
Net book value	1,432
Sale price	1,432

As at September 30, 2018 and December 31, 2017, the Bank and Krungsri Ayudhya AMC Limited ("AMC") had non-performing loans which included interbank and money market items as follows:

Unit: Million Baht

	September 30, 2018		
	The Bank	AMC	The Bank and AMC
Non-performing loans	32,309	453	32,762
Percentage of total loans	1.92	100.00	1.95
Non-performing loans, net	15,642	313	15,955
Percentage of total loans, net	0.94	100.00	0.96

	Unit: Million Baht		
	December 31, 2017		
	The Bank	AMC	The Bank and AMC
Non-performing loans	30,419	491	30,910
Percentage of total loans	1.78	100.00	1.81
Non-performing loans, net	14,279	334	14,613
Percentage of total loans, net	0.85	100.00	0.86

As at September 30, 2018 and December 31, 2017, the Bank and its subsidiaries' non-performing loans are Baht 38,927 million and Baht 37,622 million, respectively.

(5) Troubled debt restructuring

For the three-month and nine-month periods ended September 30, 2018 and 2017, the Bank and its subsidiaries had restructured the following debts:

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

Form of Restructuring	For the three-month period ended September 30, 2018				For the three-month period ended September 30, 2017			
	Number of Debtors	Amount of Debt Before Restructuring	Type of Assets Acquired	Fair Value	Number of Debtors	Amount of Debt Before Restructuring	Type of Assets Acquired	Fair Value
Modification of terms	5,411	1,885	-	-	6,281	867	-	-
Reduction of principal and interest	1,901	91	-	-	1,569	74	-	-
Various forms of restructuring	253	693	-	-	252	869	-	-
Total	7,565	2,669		-	8,102	1,810		-

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

Form of Restructuring	For the nine-month period ended September 30, 2018				For the nine-month period ended September 30, 2017			
	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	16,259	4,159	-	-	18,037	5,636	-	-
Reduction of principal and interest	5,236	261	-	-	5,111	251	-	-
Various forms of restructuring	730	3,384	-	-	743	5,531	-	-
Total	22,225	7,804		-	23,891	11,418		-

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS

Form of Restructuring	For the three-month period ended September 30, 2018				For the three-month period ended September 30, 2017			
	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	535	518	-	-	619	458	-	-
Various forms of restructuring	253	693	-	-	252	869	-	-
Total	788	1,211		-	871	1,327		-

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS								
	For the nine-month period ended September 30, 2018				For the nine-month period ended September 30, 2017			
Form of Restructuring	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	1,445	1,963	-	-	1,866	4,439	-	-
Various forms of restructuring	730	3,384	-	-	743	5,531	-	-
Total	2,175	5,347		-	2,609	9,970		-

For the nine-month periods ended September 30, 2018 and 2017, the Bank and its subsidiaries calculated the net realizable value for the troubled 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 nine-month period ended September 30, 2018				For the nine-month period ended September 30, 2017			
Method	Average Aging (Year)	Number of Debtors	Amount of Debt Before Restructuring	Amount of Debt After Restructuring	Average Aging (Year)	Number of Debtors	Amount of Debt Before Restructuring	Amount of Debt After Restructuring
Present value of future cash flows	4.81	15,933	2,863	2,792	4.73	17,670	4,761	4,751
Fair value of collateral	8.71	326	1,296	1,295	8.30	367	875	875

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS								
	For the nine-month period ended September 30, 2018				For the nine-month period ended September 30, 2017			
Method	Average Aging (Year)	Number of Debtors	Amount of Debt Before Restructuring	Amount of Debt After Restructuring	Average Aging (Year)	Number of Debtors	Amount of Debt Before Restructuring	Amount of Debt After Restructuring
Present value of future cash flows	5.15	1,129	667	654	4.78	1,541	3,568	3,560
Fair value of collateral	8.98	316	1,296	1,295	9.38	325	871	871

For the three-month and nine-month periods ended September 30, 2018 and 2017, the Bank and its subsidiaries recognized losses on debt restructured and interest received from debt restructured in the statements of profit or loss and other comprehensive income as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the three-month periods ended September 30,		THE BANK'S FINANCIAL STATEMENTS For the three-month periods ended September 30,	
	2018	2017	2018	2017
Losses on debt restructured	594	381	47	13
Interest received from debt restructured	297	298	211	193

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the nine-month periods ended September 30,		THE BANK'S FINANCIAL STATEMENTS For the nine-month periods ended September 30,	
	2018	2017	2018	2017
Losses on debt restructured	1,343	1,138	73	25
Interest received from debt restructured	912	834	648	508

As at September 30, 2018 and December 31, 2017, the Bank and its subsidiaries recorded balances of total debt restructured and debt restructured during the nine-month period ended September 30, 2018 and during the year ended December 31, 2017, in the statements of financial position as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Balances of total debt restructured	22,399	20,542	17,616	15,801
Balances of debt restructured during the period/year	7,479	11,271	5,081	9,426

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

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS September 30, 2018 Amount due per agreements			
	Within 1 Year	Greater than 1-5 Years	Greater than 5 Years	Total
Minimum lease payments	104,278	250,302	105,206	459,786
Less Unearned interest income				(78,519)
Present value of the minimum lease payments				381,267
Less Allowance for doubtful accounts				(14,970)
Total lease receivables, net				366,297

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS December 31, 2017 Amount due per agreements			
	Within 1 Year	Greater than 1-5 Years	Greater than 5 Years	Total
Minimum lease payments	100,122	231,619	83,896	415,637
Less Unearned interest income				(68,929)
Present value of the minimum lease payments				346,708
Less Allowance for doubtful accounts				(12,848)
Total lease receivables, net				333,860

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS September 30, 2018 Amount due per agreements			
	Within 1 Year	Greater than 1-5 Years	Greater than 5 Years	Total
Minimum lease payments	69,002	205,215	96,999	371,216
Less Unearned interest income				(61,872)
Present value of the minimum lease payments				309,344
Less Allowance for doubtful accounts				(8,793)
Total lease receivables, net				300,551

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS December 31, 2017 Amount due per agreements			
	Within 1 Year	Greater than 1-5 Years	Greater than 5 Years	Total
Minimum lease payments	58,715	179,117	75,648	313,480
Less Unearned interest income				(50,174)
Present value of the minimum lease payments				263,306
Less Allowance for doubtful accounts				(6,984)
Total lease receivables, net				256,322

7.5 Allowance for doubtful accounts

Allowance for doubtful accounts as at September 30, 2018 and December 31, 2017 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS September 30, 2018						
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Surplus Reserve	Total
Beginning balance	11,863	2,998	5,938	3,902	11,020	18,452	54,173
Doubtful accounts	1,522	1,148	3,712	706	6,074	4,836	17,998
Bad debts written off	(41)	(621)	(4,670)	(2,424)	(3,295)	-	(11,051)
Other	-	-	(1)	(2)	(2)	(4)	(9)
Ending balance	13,344	3,525	4,979	2,182	13,797	23,284	61,111

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS December 31, 2017						
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Surplus Reserve	Total
Beginning balance	10,426	3,100	7,254	2,388	9,050	16,056	48,274
Doubtful accounts	1,579	468	4,866	4,416	7,845	2,407	21,581
Bad debts written off	(124)	(570)	(6,177)	(2,886)	(5,103)	-	(14,860)
Bad debts written off from sales of NPLs	(3)	-	(1)	(11)	(774)	-	(789)
Other	(15)	-	(4)	(5)	2	(11)	(33)
Ending balance	11,863	2,998	5,938	3,902	11,020	18,452	54,173

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS						
	September 30, 2018						
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Surplus Reserve	Total
Beginning balance	10,549	2,287	3,731	3,425	8,984	9,518	38,494
Doubtful accounts	1,130	1,203	270	944	3,928	4,150	11,625
Bad debts written off	(41)	(621)	(1,183)	(2,424)	(1,007)	-	(5,276)
Other	-	-	-	-	(1)	(1)	(2)
Ending balance	11,638	2,869	2,818	1,945	11,904	13,667	44,841

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS						
	December 31, 2017						
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Surplus Reserve	Total
Beginning balance	9,378	2,157	4,819	2,035	6,837	7,422	32,648
Doubtful accounts	1,298	700	108	4,287	5,170	2,099	13,662
Bad debts written off	(124)	(570)	(1,195)	(2,886)	(2,255)	-	(7,030)
Bad debts written off from sales of NPLs	(3)	-	(1)	(11)	(768)	-	(783)
Other	-	-	-	-	-	(3)	(3)
Ending balance	10,549	2,287	3,731	3,425	8,984	9,518	38,494

As at September 30, 2018 and December 31, 2017, the Bank and its subsidiaries estimated the minimum total allowance under the BOT Guidelines as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Allowance for doubtful accounts*	39,807	37,389	31,682	29,389

* 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

	September 30, 2018	December 31, 2017
Consolidated financial statements	63,091	55,841
The Bank and Krungsri Ayudhya AMC Limited	45,642	39,220
The Bank's financial statements	45,349	38,907

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

As at September 30, 2018 and December 31, 2017, the Bank and its subsidiaries had loans to customers and accrued interest receivables to companies which have certain problems in financial position and result of operations as defined in the Guideline of SET dated July 8, 1998 regarding the disclosure of asset quality and related party transactions and the allowance for doubtful accounts for such loans as follows:

Unit: Million Baht

	CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS			
	September 30, 2018			
	Number	Outstanding Balance	Collateral	Allowance for Doubtful Accounts
Companies subject to be delisted by SET	5	1,132	676	473
Total	5	1,132	676	473

Unit: Million Baht

	CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS			
	December 31, 2017			
	Number	Outstanding Balance	Collateral	Allowance for Doubtful Accounts
Companies subject to be delisted by SET	5	1,180	673	524
Total	5	1,180	673	524

7.6 Revaluation allowance for debt restructuring

Revaluation allowance for debt restructuring as at September 30, 2018 and December 31, 2017 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Beginning balance	1,303	1,188	48	28
Increase during the period/year	1,343	1,512	73	39
Amount written off	(1,081)	(1,397)	(28)	(19)
Ending balance	1,565	1,303	93	48

7.7 Debt issued and borrowings

Debt issued and borrowings as at September 30, 2018 and December 31, 2017 are as follows:

Unit: Million Baht

				CONSOLIDATED FINANCIAL STATEMENTS					
				September 30, 2018			December 31, 2017		
	Currency	Interest rate (%)	Maturity	Domestic	Foreign	Total	Domestic	Foreign	Total
Subordinated debentures	THB	3.40 - 3.90	2027	41,985	-	41,985	41,985	-	41,985
	USD	7.50 -11.52	2019-2027	-	750	750	-	823	823
Senior securities	THB	1.60 - 3.86	2018-2022	137,590	-	137,590	96,325	-	96,325
Bill of exchange	THB	-	-	1	-	1	8	-	8
Other borrowings	THB	0.00 - 8.31	2021-2023	2	251	253	2	276	278
	USD	0.00 - 8.02	2018-2023	-	4,504	4,504	-	3,381	3,381
	KHR	-	-	-	-	-	-	66	66
				179,578	5,505	185,083	138,320	4,546	142,866

Unit: Million Baht

				THE BANK'S FINANCIAL STATEMENTS					
				September 30, 2018			December 31, 2017		
	Currency	Interest rate (%)	Maturity	Domestic	Foreign	Total	Domestic	Foreign	Total
Subordinated debentures	THB	3.40 - 3.90	2027	41,985	-	41,985	41,985	-	41,985
Senior securities	THB	1.85 - 2.25	2018-2021	90,000	-	90,000	70,000	-	70,000
Bill of exchange	THB	-	-	1	-	1	8	-	8
Other borrowings	THB	0.00	2023	2	-	2	2	-	2
				131,988	-	131,988	111,995	-	111,995

Additional information on debts issued and borrowings is as follows:

1. On August 11, 2016, the Bank issued subordinated debentures No. 1/2016 in amount of Baht 10,000 million for a 10-year and 6-month tenor at the fixed interest rate of 3.5% per annum, payable quarterly in February, May, August and November of each year. The Bank has the right to redeem subordinated debentures on any interest payment date after the fifth anniversary subject to the approval of the BOT.

2. On May 24, 2017, the Bank issued subordinated debentures No. 1/2017 in amount of Baht 17,007 million for a 10-year and 6-month tenor at the fixed interest rate of 3.9% per annum, payable quarterly in February, May, August and November of each year. The Bank has the right to redeem subordinated debentures on any interest payment date after the fifth anniversary subject to the approval of the BOT.

3. On November 17, 2017, the Bank issued subordinated debentures No. 2/2017 in the amount of Baht 14,978 million for a 10-year tenor at the fixed interest rate of 3.4% per annum, payable quarterly in February, May, August, and November of each year. The Bank has the right to redeem subordinated debentures on the fifth anniversary of the issued date or any interest payment date thereafter subject to the approval of the BOT.

7.8 Provisions

Provisions for the nine-month period ended September 30, 2018 and for the year ended December 31, 2017 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS				
	Balance at January 1, 2017	Increase (Decrease)	Balance at December 31, 2017	Increase (Decrease)	Balance at September 30, 2018
Provision for post-employment benefits obligation	5,241	80	5,321	363	5,684
Others	2,092	55	2,147	52	2,199
Total	7,333	135	7,468	415	7,883

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS				
	Balance at January 1, 2017	Increase (Decrease)	Balance at December 31, 2017	Increase (Decrease)	Balance at September 30, 2018
Provision for post-employment benefits obligation	4,480	51	4,531	277	4,808
Others	1,976	43	2,019	(29)	1,990
Total	6,456	94	6,550	248	6,798

7.9 Dividend payment

The Annual General Meeting of Shareholders No. 105 held on April 27, 2017, approved the dividend payment for the six-month period ended December 31, 2016 to the shareholders of 7,355,761,773 ordinary shares at Baht 0.45 per share totaling Baht 3,310 million with payment date on May 25, 2017.

The Board of Directors' Meeting No. 8/2017 held on August 23, 2017, approved the interim dividend payment for the six-month period ended June 30, 2017 to the shareholders of 7,355,761,773 ordinary shares at Baht 0.40 per share totaling Baht 2,942 million with payment date on September 21, 2017.

The Annual General Meeting of Shareholders No. 106 held on April 26, 2018, approved the dividend payment for the six-month period ended December 31, 2017 to the shareholders of 7,355,761,773 ordinary shares at Baht 0.45 per share totaling Baht 3,310 million with payment date on May 21, 2018.

The Board of Directors' Meeting No. 8/2018 held on August 22, 2018, approved the interim dividend payment for the six-month period ended June 30, 2018 to the shareholders of 7,355,761,773 ordinary shares at Baht 0.40 per share totaling Baht 2,942 million with payment date on September 20, 2018.

7.10 Assets with obligations and restrictions

As at September 30, 2018 and December 31, 2017, government and state enterprise securities with book value of Baht 17,845 million and Baht 59 million, respectively, are used as collateral for other commitments with government departments and state enterprises.

7.11 Contingencies

Contingencies as at September 30, 2018 and December 31, 2017 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	September 30, 2018	December 31, 2017	September 30, 2018	December 31, 2017
Avals to bills	1,148	1,636	1,148	1,636
Guarantees of loans	2,341	1,369	2,341	1,369
Liability under unmatured import bills	1,425	1,437	1,425	1,437
Letters of credit	6,307	7,744	6,307	7,744
Other contingencies				
- Unused overdraft limit	5,271	6,390	5,271	6,390
- Unused credit line	31,578	36,052	37,036	41,915
- Other guarantees	53,138	57,196	53,138	57,196
- Others	93	372	93	372
Total	101,301	112,196	106,759	118,059

The Bank and its subsidiaries have entered into a long-term information technology service agreement, which will be expired in 2023 with a local company. As at September 30, 2018 and December 31, 2017, the Bank and its subsidiaries have a commitment to pay in the amounts of Baht 4,460 million and Baht 1,034 million, respectively.

As at September 30, 2018 and December 31, 2017, the Bank has commitments to pay regarding the information technology services the amounts of Baht 2,597 million and Baht 2,659 million, respectively.

As at September 30, 2018 and December 31, 2017, the Bank has commitment payment amount of Baht 467 million and Baht 645 million as a result of entering to the construction agreement of the office building, respectively.

7.12 Related party transactions

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

According to the Bank of Thailand's Notification Sor.Nor.Sor. 12/2561 regarding the "Regulations on Risk Supervision of Financial Business Group" dated May 22, 2018, 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 have 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.

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 processes, namely credit risk control, credit risk measurement, and credit risk monitoring, in accordance with the Bank's policy and the Bank of Thailand's requirements.

Related party transactions are as follows:

7.12.1 Assets, liabilities and contingencies with certain officers from the levels of Bank's Directors, Executive Vice Presidents and higher, and Vice Presidents/equivalent positions and higher in the Finance and Accounting Functions and the companies in which they and/or the Bank directors and/or their related parties and/or the Bank owned and the companies in which the directors and/or shareholders of the Bank have significant voting right either directly and indirectly, as at September 30, 2018 and December 31, 2017 are as follows:

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

September 30, 2018

	Interbank and money market items (Assets)	Loans	Accrued interest receivables	Derivative assets	Other assets	Deposits	Interbank and money market items (Liabilities)	Derivative liabilities	Other liabilities	Derivative (Notional amount)	Contingencies
Parent company											
MUFG Bank, Ltd. (formerly The Bank of Tokyo-Mitsubishi UFJ, Ltd.)	22,513	-	-	4,971	372	-	149,743	1,148	4,590	336,585	2,650
Total	22,513	-	-	4,971	372	-	149,743	1,148	4,590	336,585	2,650
Joint ventures											
Tesco Card Services Limited	-	6,354	20	-	279	360	-	-	3	-	-
Tesco Life Assurance Broker Limited	-	-	-	-	5	151	-	-	-	-	-
Tesco General Insurance Broker Limited	-	-	-	-	9	571	-	-	5	-	-
Less Allowance for doubtful accounts	-	(64)	-	-	-	-	-	-	-	-	-
Total	-	6,290	20	-	293	1,082	-	-	8	-	-
Related companies having joint major shareholders or directors	38	8,433	41	447	17	8,746	204	5	24	18,473	970
Less Allowance for doubtful accounts	-	(78)	-	-	-	-	-	-	-	-	-
Total	38	8,355	41	447	17	8,746	204	5	24	18,473	970
Individual and related parties	-	484	-	-	-	4,023	-	-	788	-	-
Less Allowance for doubtful accounts	-	(1)	-	-	-	-	-	-	-	-	-
Total	-	483	-	-	-	4,023	-	-	788	-	-
Total	22,551	15,128	61	5,418	682	13,851	149,947	1,153	5,410	355,058	3,620

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2017

	Interbank and money market items (Assets)	Loans	Accrued interest receivables	Derivative assets	Other assets	Deposits	Interbank and money market items (Liabilities)	Derivative liabilities	Other liabilities	Derivative (Notional amount)	Contingencies
Parent company											
MUFG Bank, Ltd. (formerly The Bank of Tokyo-Mitsubishi UFJ, Ltd.)	11,889	-	-	1,987	458	-	211,311	1,429	1,430	308,370	7,115
Total	11,889	-	-	1,987	458	-	211,311	1,429	1,430	308,370	7,115
Joint ventures											
Tesco Card Services Limited	-	10,006	21	-	83	402	-	-	1	-	-
Tesco Life Assurance Broker Limited	-	-	-	-	-	136	-	-	-	-	-
Tesco General Insurance Broker Limited	-	-	-	-	-	574	-	-	2	-	-
Less Allowance for doubtful accounts	-	(100)	-	-	-	-	-	-	-	-	-
Total	-	9,906	21	-	83	1,112	-	-	3	-	-
Related companies having joint major shareholders or directors	4	7,728	25	621	16	9,265	172	50	11	18,320	1,471
Less Allowance for doubtful accounts	-	(72)	-	-	-	-	-	-	-	-	-
Total	4	7,656	25	621	16	9,265	172	50	11	18,320	1,471
Individual and related parties	-	468	-	-	-	4,665	-	-	774	-	-
Less Allowance for doubtful accounts	-	-	-	-	-	-	-	-	-	-	-
Total	-	468	-	-	-	4,665	-	-	774	-	-
Total	11,893	18,030	46	2,608	557	15,042	211,483	1,479	2,218	326,690	8,586

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

September 30, 2018

	Interbank and money market items (Assets)	Loans	Accrued interest receivables	Derivative assets	Other assets	Deposits	Interbank and money market items (Liabilities)	Derivative liabilities	Other liabilities	Derivative (Notional amount)	Contingencies
Parent company											
MUFG Bank, Ltd. (formerly The Bank of Tokyo-Mitsubishi UFJ, Ltd.)	22,513	-	-	4,971	372	-	149,743	1,148	4,590	336,585	2,650
Total	22,513	-	-	4,971	372	-	149,743	1,148	4,590	336,585	2,650
Subsidiaries											
Ayudhya Development Leasing Company Limited	-	6,807	2	-	10	19	-	-	2	-	236
Ayudhya Capital Auto Lease Public Company Limited	-	13,329	51	-	64	543	-	-	191	-	-
Ngern Tid Lor Company Limited	-	14,110	4	-	7	51	-	-	1	-	8
Ayudhya Capital Services Company Limited	-	27,408	88	-	119	883	-	-	26	-	3
General Card Services Limited	-	8,814	18	-	22	353	-	-	2	-	-
Krungsriayudhya Card Company Limited	-	1,879	6	-	268	7,056	-	-	20	-	1
Siam Realty and Services Security Company Limited	-	480	-	-	1	54	-	-	66	-	-
Total Services Solutions Public Company Limited	-	-	-	-	1	1,412	-	-	14	-	-
Krungsri Asset Management Company Limited	-	-	-	-	86	-	4,016	-	48	-	-
Krungsri Ayudhya AMC Limited	-	-	-	-	1	1,629	-	-	66	-	35
Krungsri Securities Public Company Limited	-	-	-	-	2	3	2,281	-	9	-	-
Krungsri Factoring Company Limited	-	-	-	-	1	184	-	-	1	-	-
Krungsri Life Assurance Broker Limited	-	-	-	-	-	638	-	-	-	-	-
Krungsri General Insurance Broker Limited	-	-	-	-	-	719	-	-	-	-	-

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS (CONTINUED)

September 30, 2018

	Interbank and money market items (Assets)	Loans	Accrued interest receivables	Derivative assets	Other Assets	Deposits	Interbank and money market items (Liabilities)	Derivative liabilities	Other liabilities	Derivative (Notional amount)	Contingencies
Subsidiaries (Continued)											
Krungsri Leasing Services Company Limited	-	4,931	2	-	2	22	-	-	-	-	-
Hattha Kaksekar Limited	-	555	17	-	1	-	-	9	-	3,051	-
Krungsri Finnovate Company Limited	-	-	-	-	3	416	-	-	-	-	-
Total	-	78,313	188	-	588	13,982	6,297	9	446	3,051	283
Less Allowance for doubtful accounts	-	(783)	-	-	-	-	-	-	-	-	-
Total	-	77,530	188	-	588	13,982	6,297	9	446	3,051	283
Joint ventures											
Tesco Card Services Limited	-	6,354	20	-	17	360	-	-	3	-	-
Tesco Life Assurance Broker Limited	-	-	-	-	-	151	-	-	-	-	-
Tesco General Insurance Broker Limited	-	-	-	-	-	571	-	-	-	-	-
Less Allowance for doubtful accounts	-	(64)	-	-	-	-	-	-	-	-	-
Total	-	6,290	20	-	17	1,082	-	-	3	-	-
Related companies having joint major shareholders or directors	38	8,433	41	447	-	8,746	204	5	23	18,473	970
Less Allowance for doubtful accounts	-	(78)	-	-	-	-	-	-	-	-	-
Total	38	8,355	41	447	-	8,746	204	5	23	18,473	970
Individual and related parties	-	421	-	-	-	3,887	-	-	569	-	-
Total	22,551	92,596	249	5,418	977	27,697	156,244	1,162	5,631	358,109	3,903

Unit: Million Baht

THE BANK’S FINANCIAL STATEMENTS

December 31, 2017

	Interbank and money market items (Assets)	Loans	Accrued interest receivables	Derivative assets	Other assets	Deposits	Interbank and money market items (Liabilities)	Derivative liabilities	Other liabilities	Derivative (Notional amount)	Contingencies
Parent company											
MUFG Bank, Ltd. (formerly The Bank of Tokyo-Mitsubishi UFJ, Ltd.)	11,889	-	-	1,987	458	-	211,311	1,429	1,430	308,370	7,115
Total	11,889	-	-	1,987	458	-	211,311	1,429	1,430	308,370	7,115
Subsidiaries											
Ayudhya Development Leasing Company Limited	-	7,171	2	-	3	7	-	-	1	-	44
Ayudhya Capital Auto Lease Public Company Limited	-	19,669	78	-	77	675	-	-	111	-	-
Ngern Tid Lor Company Limited	-	3,390	1	-	15	213	-	-	-	-	2
Ayudhya Capital Services Company Limited	-	29,020	87	-	80	1,026	-	-	12	-	3
General Card Services Limited	-	10,554	20	-	88	353	-	-	-	-	-
Krungsriayudhya Card Company Limited	-	27,225	32	-	718	1,183	-	-	9	-	1
Siam Realty and Services Security Company Limited	-	585	-	-	1	90	-	-	58	-	-
Total Services Solutions Public Company Limited	-	-	-	-	2	1,333	-	-	10	-	-
Krungsri Asset Management Company Limited	-	-	-	-	116	-	3,440	-	18	-	-
Krungsri Ayudhya AMC Limited	-	-	-	-	1	1,429	-	-	64	-	35
Krungsri Securities Public Company Limited	-	-	-	-	2	2	2,053	-	8	-	-
Krungsri Factoring Company Limited	-	-	-	-	-	198	-	-	-	-	-
Krungsri Life Assurance Broker Limited	-	-	-	-	-	1,051	-	-	1	-	-
Krungsri General Insurance Broker Limited	-	-	-	-	-	1,427	-	-	1	-	-

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS (CONTINUED)

December 31, 2017

	Interbank and money market items (Assets)	Loans	Accrued interest receivables	Derivative assets	Other assets	Deposits	Interbank and money market items (Liabilities)	Derivative liabilities	Other liabilities	Derivative (Notional amount)	Contingencies
Subsidiaries (Continued)											
Krungsri Leasing Services Company Limited	-	3,993	2	-	2	26	-	-	-	-	-
Hattha Kaksekar Limited	-	1,275	7	11	2	-	-	-	-	1,569	-
Krungsri Finnovate Company Limited	-	-	-	-	2	471	-	-	-	-	-
Total	-	102,882	229	11	1,109	9,484	5,493	-	293	1,569	85
Less Allowance for doubtful accounts	-	(1,029)	-	-	-	-	-	-	-	-	-
Total	-	101,853	229	11	1,109	9,484	5,493	-	293	1,569	85
Joint ventures											
Tesco Card Services Limited	-	10,006	21	-	50	402	-	-	-	-	-
Tesco Life Assurance Broker Limited	-	-	-	-	-	136	-	-	-	-	-
Tesco General Insurance Broker Limited	-	-	-	-	-	574	-	-	-	-	-
Less Allowance for doubtful accounts	-	(100)	-	-	-	-	-	-	-	-	-
Total	-	9,906	21	-	50	1,112	-	-	-	-	-
Related companies having joint major shareholders or directors	4	7,728	25	621	-	9,265	172	50	10	18,320	1,471
Less Allowance for doubtful accounts	-	(72)	-	-	-	-	-	-	-	-	-
Total	4	7,656	25	621	-	9,265	172	50	10	18,320	1,471
Individual and related parties	-	363	-	-	-	4,518	-	-	575	-	-
Total	11,893	119,778	275	2,619	1,617	24,379	216,976	1,479	2,308	328,259	8,671

As at September 30, 2018 and December 31, 2017, the Bank charges interest rates to related parties at 1.00% - 26.47% p.a. and 0.75% - 26.47% p.a., respectively.

As at September 30, 2018 and December 31, 2017, the allowance for doubtful accounts of loans granted to subsidiaries of Baht 783 million and Baht 1,029 million, respectively, are not eliminated but treated as surplus reserve in the consolidated financial statements.

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

Unit: Million Baht

	CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS				
	September 30, 2018				
	Business Type	**Registered Share Capital**	**Ownership (%)**	**Investment Cost**	**Dividend Amount**
Related company					
Sri Ayudhya Capital Public Company Limited	Investment holding company	294	7.23	326	16
Less Allowance for impairment				(5)	-
Investment in related company, net				321	16

Unit: Million Baht

	CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS				
	December 31, 2017				
	Business Type	**Registered Share Capital**	**Ownership (%)**	**Investment Cost**	**Dividend Amount**
Related company					
Sri Ayudhya Capital Public Company Limited	Investment holding company	250	8.50	326	37
Less Allowance for impairment				(5)	-
Investment in related company, net				321	37

7.12.3 Income and expenses between the Bank and its subsidiaries, joint ventures and related companies for the three-month and nine-month periods ended September 30, 2018 and 2017 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS							
	For the three-month period ended September 30, 2018				For the three-month period ended September 30, 2017			
	Income		Expenses		Income		Expenses	
	Interest income	Non-interest income	Interest expenses	Non- interest expenses	Interest income	Non-interest income	Interest expenses	Non-interest expenses
Parent company								
MUFG Bank, Ltd. (formerly The Bank of Tokyo-Mitsubishi UFJ, Ltd.)	-	1,143	1,147	119	-	94	781	151
Total	-	1,143	1,147	119	-	94	781	151
Joint ventures								
Tesco Card Services Limited	46	126	-	(10)	60	125	-	-
Tesco Life Assurance Broker Company Limited	-	2	-	-	-	2	-	-
Tesco General Insurance Broker Limited	-	7	1	-	-	5	1	-
Total	46	135	1	(10)	60	132	1	-
Related companies having joint major shareholders or directors	57	107	17	77	48	186	13	64
Total	57	107	17	77	48	186	13	64
Individual and related parties	5	2	7	1	4	1	39	-
Total	108	1,387	1,172	187	112	413	834	215

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS							
	For the nine-month period ended September 30, 2018				For the nine-month period ended September 30, 2017			
	Income		Expenses		Income		Expenses	
	Interest income	Non-interest income	Interest expenses	Non-interest expenses	Interest income	Non-interest income	Interest expenses	Non-interest expenses
Parent company								
MUFG Bank, Ltd. (formerly The Bank of Tokyo-Mitsubishi UFJ, Ltd.)	7	3,476	3,222	359	1	(915)	2,204	439
Total	7	3,476	3,222	359	1	(915)	2,204	439
Joint ventures								
Tesco Card Services Limited	155	373	-	(4)	171	369	-	3
Tesco Life Assurance Broker Company Limited	-	5	1	-	-	4	1	-
Tesco General Insurance Broker Limited	-	18	3	-	-	17	3	-
Total	155	396	4	(4)	171	390	4	3
Related companies having joint major shareholders or directors	162	32	48	217	204	960	61	248
Total	162	32	48	217	204	960	61	248
Individual and related parties	13	5	21	3	13	3	55	-
Total	337	3,909	3,295	575	389	438	2,324	690

Unit: Million Baht

THE BANK'S FINANCIAL STATEMENTS

	For the three-month period ended September 30, 2018				For the three-month period ended September 30, 2017			
	Income		Expenses		Income		Expenses	
	Interest income	Non-interest income	Interest expenses	Non- interest expenses	Interest income	Non-interest income	Interest expenses	Non-interest expenses
Parent company								
MUFG Bank, Ltd. (formerly The Bank of Tokyo-Mitsubishi UFJ, Ltd.)	-	1,143	1,147	119	-	94	781	151
Total	-	1,143	1,147	119	-	94	781	151
Subsidiaries								
Ayudhya Development Leasing Company Limited	58	6	-	(9)	59	2	-	(4)
Ayudhya Capital Auto Lease Public Company Limited	129	92	3	151	239	137	4	138
Ngern Tid Lor Company Limited	90	9	-	(2)	41	6	-	-
Ayudhya Capital Services Company Limited	175	81	-	(87)	186	66	-	(11)
General Card Services Limited	54	12	-	(6)	55	2	-	2
Krungsriayudhya Card Company Limited	19	59	1	34	149	(25)	-	40
Siam Realty and Services Security Company Limited	3	2	-	129	3	-	-	128
Total Services Solutions Public Company Limited	-	1	5	12	-	-	4	13
Krungsri Asset Management Company Limited	-	249	17	3	-	257	9	7
Krungsri Ayudhya AMC Limited	-	1	-	(4)	-	-	-	(2)
Krungsri Securities Public Company Limited	-	5	6	(1)	-	4	5	-
Krungsri Factoring Company Limited	-	-	-	(1)	-	1	-	(1)
Krungsri Life Assurance Broker Limited	-	-	1	-	-	-	3	-
Krungsri General Insurance Broker Limited	-	-	1	-	-	1	4	-
Krungsri Leasing Services Company Limited	75	-	-	-	46	(6)	-	-
Hattha Kaksekar Limited	13	(3)	-	-	12	28	-	-
Krungsri Finnovate Company Limited	-	2	-	-	-	2	-	-
Total	616	516	34	219	790	475	29	310
Joint ventures								
Tesco Card Services Limited	46	8	-	(10)	60	5	-	1
Tesco General Insurance Broker Limited	-	4	1	-	-	2	1	-
Total	46	12	1	(10)	60	7	1	1
Related companies having joint major shareholders or directors	57	106	17	59	48	184	13	43
Total	57	106	17	59	48	184	13	43
Individual and related parties	4	2	5	-	4	1	4	-
Total	723	1,779	1,204	387	902	761	828	505

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS							
	For the nine-month period ended September 30, 2018				For the nine-month period ended September 30, 2017			
	Income		Expenses		Income		Expenses	
	Interest income	Non-interest income	Interest expenses	Non-interest expenses	Interest income	Non-interest income	Interest expenses	Non-interest expenses
Parent company								
MUFG Bank, Ltd. (formerly The Bank of Tokyo-Mitsubishi UFJ, Ltd.)	7	3,476	3,222	359	1	(915)	2,204	439
Total	7	3,476	3,222	359	1	(915)	2,204	439
Subsidiaries								
Ayudhya Development Leasing Company Limited	173	14	-	(5)	160	10	-	(4)
Ayudhya Capital Auto Lease Public Company Limited	461	290	9	532	848	426	11	429
Ngern Tid Lor Company Limited	161	23	-	-	133	34	-	1
Ayudhya Capital Services Company Limited	516	238	1	(42)	553	210	-	5
General Card Services Limited	168	35	-	-	170	23	-	5
Krungsriayudhya Card Company Limited	152	175	1	132	464	75	1	125
Siam Realty and Services Security Company Limited	9	4	-	392	9	3	-	391
Total Services Solutions Public Company Limited	-	1	14	38	-	1	14	38
Krungsri Asset Management Company Limited	-	825	48	11	-	659	24	10
Krungsri Ayudhya AMC Limited	-	3	1	(2)	-	5	1	(2)
Krungsri Securities Public Company Limited	-	15	18	3	-	16	13	3
Krungsri Factoring Company Limited	-	1	-	(1)	-	3	-	(1)
Krungsri Life Assurance Broker Limited	-	1	3	-	-	1	8	-
Krungsri General Insurance Broker Limited	-	1	4	-	-	1	11	-
Krungsri Leasing Services Company Limited	200	-	-	-	102	4	-	-
Hattha Kaksekar Limited	43	(2)	-	-	21	28	-	-
Krungsri Finnovate Company Limited	-	6	-	-	-	4	-	-
Total	1,883	1,630	99	1,058	2,460	1,503	83	1,000
Joint ventures								
Tesco Card Services Limited	155	25	-	(4)	171	19	-	3
Tesco Life Assurance Broker Company Limited	-	-	1	-	-	-	1	-
Tesco General Insurance Broker Limited	-	10	3	-	-	8	3	-
Total	155	35	4	(4)	171	27	4	3
Related companies having joint major shareholders or directors	162	27	49	161	204	955	61	185
Total	162	27	49	161	204	955	61	185
Individual and related parties	12	5	14	-	11	3	10	-
Total	2,219	5,173	3,388	1,574	2,847	1,573	2,362	1,627

7.12.4 For the three-month and nine-month periods ended September 30, 2018 and 2017, compensations paid to key management personnel under TAS 24 (Revised 2017) "Related Party Disclosures" are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the three-month periods ended September 30,		THE BANK'S FINANCIAL STATEMENTS For the three-month periods ended September 30,	
	2018	**2017**	**2018**	**2017**
Short-term employee benefits	476	445	295	284
Post-employment benefits	15	15	10	10
Total	491	460	305	294

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the nine-month periods ended September 30,		THE BANK'S FINANCIAL STATEMENTS For the nine-month periods ended September 30,	
	2018	**2017**	**2018**	**2017**
Short-term employee benefits	1,458	1,338	878	875
Post-employment benefits	44	44	29	29
Other long-term benefits	1	16	1	15
Total	1,503	1,398	908	919

7.12.5 For the nine-month periods ended September 30, 2018 and 2017, related party transactions among subsidiaries included collection services and other services of Baht 717 million and Baht 718 million, respectively, and office and vehicle rental and other services of Baht 59 million and Baht 53 million, respectively.

7.12.6 For the nine-month periods ended September 30, 2018 and 2017, subsidiaries had related party transactions from the licenses relevant to technology and software of Baht 38 million and Baht 38 million, respectively.

7.12.7 For the nine-month periods ended September 30, 2018 and 2017, related party transactions among subsidiaries from other services were Baht 1,099 million and Baht 1,075 million, respectively.

7.13 Management compensation

The Bank and its subsidiaries have no special benefits given to the directors and executive officers beyond the general benefits made as usual, including contingency benefits from employment compensation agreements and other benefits for those persons.

The Bank and its subsidiaries did not sell, give or lease any properties to directors, executive officers, or their related parties, or did not purchase or lease any assets from those persons, except, for the nine-month period ended September 30, 2018 and 2017, the subsidiary had sold assets to managements in the amount of Baht 8 million and 6 million with the book value of Baht 6 million and 6 million, respectively.

7.14 Operating segments

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

The business segments are described below:

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

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

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

During the three-month and nine-month periods ended September 30, 2018 and 2017, no revenue from transactions with a single external customer or counter party amounted to 10% or more of the Bank's total revenue.

Operating segment by businesses for the three-month and nine-month periods ended September 30, 2018 and 2017 are as follows:

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

For the three-month period ended September 30, 2018

	Retail	Commercial	Others	Total
Interest income, net	13,696	5,371	16	19,083
Other operating income	6,623	1,895	(308)	8,210
Total operating income	20,319	7,266	(292)	27,293
Operating expenses	9,485	2,953	450	12,888
Impairment loss on loans and debt securities	4,995	393	915	6,303
Profit (loss) before tax	5,839	3,920	(1,657)	8,102
Taxation	1,164	730	(111)	1,783
Net profit (loss)	4,675	3,190	(1,546)	6,319

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

For the three-month period ended September 30, 2017

	Retail	Commercial	Others	Total
Interest income, net	11,793	5,539	14	17,346
Other operating income	6,378	2,219	(387)	8,210
Total operating income	18,171	7,758	(373)	25,556
Operating expenses	9,203	2,850	(263)	11,790
Impairment loss on loans and debt securities (reversal)	3,764	(93)	2,506	6,177
Profit (loss) before tax	5,204	5,001	(2,616)	7,589
Taxation	1,050	916	(486)	1,480
Net profit (loss)	4,154	4,085	(2,130)	6,109

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

For the nine-month period ended September 30, 2018

	Retail	Commercial	Others	Total
Interest income, net	39,533	16,029	32	55,594
Other operating income	20,202	6,229	(929)	25,502
Total operating income	59,735	22,258	(897)	81,096
Operating expenses	27,874	8,770	1,221	37,865
Impairment loss of loans and debt securities	14,238	1,002	4,150	19,390
Profit (loss) before tax	17,623	12,486	(6,268)	23,841
Taxation	3,505	2,324	(979)	4,850
Net profit (loss)	14,118	10,162	(5,289)	18,991

Unit: Million Baht

CONSOLIDATED FINANCIAL STATEMENTS

For the nine-month period ended September 30, 2017

	Retail	Commercial	Others	Total
Interest income, net	34,281	16,459	27	50,767
Other operating income	18,319	6,133	(1,143)	23,309
Total operating income	52,600	22,592	(1,116)	74,076
Operating expenses	26,441	8,398	238	35,077
Impairment loss of loans and debt securities	11,497	2,745	2,618	16,860
Profit (loss) before tax	14,662	11,449	(3,972)	22,139
Taxation	2,931	2,071	(658)	4,344
Net profit (loss)	11,731	9,378	(3,314)	17,795

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS			
	Retail	**Commercial**	**Others**	**Total**
Total assets				
As at September 30, 2018	895,648	1,355,108	(157,472)	2,093,284
As at December 31, 2017	820,603	1,441,891	(173,722)	2,088,772

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

(1) Position classified by type of business

Position classified by domestic and foreign business as at September 30, 2018 and December 31, 2017 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS			
	September 30, 2018			
	Domestic	**Foreign**	**Elimination**	**Total**
Total assets	2,067,860	41,574	(16,150)	2,093,284
Interbank and money market items, net (Assets)	231,462	7,493	-	238,955
Investments, net*	118,008	1	-	118,009
Loans to customers and accrued interest receivable, net	1,579,970	28,742	-	1,608,712
Deposits	1,360,142	16,443	-	1,376,585
Interbank and money market items, net (Liabilities)	202,612	6,585	-	209,197
Debt issued and borrowings	179,022	6,061	-	185,083

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS			
	December 31, 2017			
	Domestic	**Foreign**	**Elimination**	**Total**
Total assets	2,062,031	39,196	(12,455)	2,088,772
Interbank and money market items, net (Assets)	323,049	7,748	-	330,797
Investments, net*	86,156	1	-	86,157
Loans to customers and accrued interest receivable, net	1,474,719	24,126	-	1,498,845
Deposits	1,305,174	14,055	-	1,319,229
Interbank and money market items, net (Liabilities)	274,989	4,732	-	279,721
Debt issued and borrowings	137,045	5,821	-	142,866

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS			
	September 30, 2018			
	Domestic	**Foreign**	**Elimination**	**Total**
Total assets	1,977,825	5,170	(2,905)	1,980,090
Interbank and money market items, net (Assets)	229,623	2,572	-	232,195
Investments, net*	175,825	-	-	175,825
Loans to customers and accrued interest receivable, net	1,471,370	952	-	1,472,322
Deposits	1,374,125	2,210	-	1,376,335
Interbank and money market items, net (Liabilities)	212,840	2	-	212,842
Debt issued and borrowings	131,988	-	-	131,988

				Unit: Million Baht
	THE BANK'S FINANCIAL STATEMENTS			
	December 31, 2017			
	Domestic	Foreign	Elimination	Total
Total assets	1,997,683	9,274	(7,148)	1,999,809
Interbank and money market items, net (Assets)	321,187	4,453	-	325,640
Investments, net*	141,572	-	-	141,572
Loans to customers and accrued interest receivable, net	1,386,140	1,036	-	1,387,176
Deposits	1,314,657	2,048	-	1,316,705
Interbank and money market items, net (Liabilities)	284,475	2	-	284,477
Debt issued and borrowings	111,995	-	-	111,995

*Includes investments in subsidiaries and joint ventures, net

(2) Results of operations classified by business

Results of operations classified by domestic and foreign business for the three-month and nine-month periods ended September 30, 2018 and 2017 are as follows:

				Unit: Million Baht
	CONSOLIDATED FINANCIAL STATEMENTS			
	For the three-month period ended September 30, 2018			
	Domestic	Foreign	Elimination	Total
Interest income	26,105	1,134	(88)	27,151
Interest expenses	7,693	465	(90)	8,068
Net interest income	18,412	669	2	19,083
Fees and service income, net	5,082	41	-	5,123
Other operating income	4,773	25	(1,711)	3,087
Other operating expenses	20,450	452	(1,711)	19,191
Profit from operating before tax	7,817	283	2	8,102

				Unit: Million Baht
	CONSOLIDATED FINANCIAL STATEMENTS			
	For the three-month period ended September 30, 2017			
	Domestic	Foreign	Elimination	Total
Interest income	23,130	893	(49)	23,974
Interest expenses	6,316	367	(55)	6,628
Net interest income	16,814	526	6	17,346
Fees and service income, net	5,024	14	-	5,038
Other operating income	5,220	22	(2,070)	3,172
Other operating expenses	19,682	349	(2,064)	17,967
Profit from operating before tax	7,376	213	-	7,589

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS			
	For the nine-month period ended September 30, 2018			
	Domestic	Foreign	Elimination	Total
Interest income	76,088	3,196	(243)	79,041
Interest expenses	22,430	1,270	(253)	23,447
Net interest income	53,658	1,926	10	55,594
Fees and service income, net	15,547	82	-	15,629
Other operating income	16,046	35	(6,208)	9,873
Other operating expenses	62,174	1,280	(6,199)	57,255
Profit from operating before tax	23,077	763	1	23,841

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS			
	For the nine-month period ended September 30, 2017			
	Domestic	Foreign	Elimination	Total
Interest income	67,606	2,677	(123)	70,160
Interest expenses	18,421	1,101	(129)	19,393
Net interest income	49,185	1,576	6	50,767
Fees and service income, net	14,310	35	-	14,345
Other operating income	13,891	77	(5,004)	8,964
Other operating expenses	55,705	1,230	(4,998)	51,937
Profit from operating before tax	21,681	458	-	22,139

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS			
	For the three-month period ended September 30, 2018			
	Domestic	Foreign	Elimination	Total
Interest income	18,889	17	-	18,906
Interest expenses	7,503	3	-	7,506
Net interest income	11,386	14	-	11,400
Fees and service income, net	2,393	7	-	2,400
Other operating income	4,883	6	(1,711)	3,178
Other operating expenses	13,545	14	(1,711)	11,848
Profit from operating before tax	5,117	13	-	5,130

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS			
	For the three-month period ended September 30, 2017			
	Domestic	Foreign	Elimination	Total
Interest income	16,407	17	-	16,424
Interest expenses	6,199	3	-	6,202
Net interest income	10,208	14	-	10,222
Fees and service income, net	2,360	5	-	2,365
Other operating income	3,998	11	(2,067)	1,942
Other operating expenses	13,527	18	(2,067)	11,478
Profit from operating before tax	3,039	12	-	3,051

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS For the nine-month period ended September 30, 2018			
	Domestic	**Foreign**	**Elimination**	**Total**
Interest income	54,925	47	-	54,972
Interest expenses	21,895	8	-	21,903
Net interest income	33,030	39	-	33,069
Fees and service income, net	7,488	17	-	7,505
Other operating income	18,621	13	(6,210)	12,424
Other operating expenses	42,266	52	(6,210)	36,108
Profit from operating before tax	16,873	17	-	16,890

Unit: Million Baht

	THE BANK'S FINANCIAL STATEMENTS For the nine-month period ended September 30, 2017			
	Domestic	**Foreign**	**Elimination**	**Total**
Interest income	47,752	49	-	47,801
Interest expenses	18,049	8	-	18,057
Net interest income	29,703	41	-	29,744
Fees and service income, net	6,903	17	-	6,920
Other operating income	13,219	50	(4,998)	8,271
Other operating expenses	38,210	186	(4,998)	33,398
Profit (loss) from operating before tax	11,615	(78)	-	11,537

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

7.16 Interest income

Interest income for the three-month and nine-month periods ended September 30, 2018 and 2017 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the three-month periods ended September 30,		THE BANK'S FINANCIAL STATEMENTS For the three-month periods ended September 30,	
	2018	**2017**	**2018**	**2017**
Interbank and money market items	1,422	818	1,419	816
Investment and trading transactions	4	17	4	17
Investment in debt securities	502	484	502	484
Loans to customers	17,656	15,452	11,856	11,241
Hire purchase and finance lease	7,567	7,203	5,125	3,866
Total interest income	27,151	23,974	18,906	16,424

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the nine-month periods ended September 30,		THE BANK'S FINANCIAL STATEMENTS For the nine-month periods ended September 30,	
	2018	2017	2018	2017
Interbank and money market items	4,734	2,126	4,727	2,115
Investment and trading transactions	22	72	22	73
Investment in debt securities	1,269	1,783	1,269	1,783
Loans to customers	50,957	45,479	34,505	33,090
Hire purchase and finance lease	22,059	20,700	14,449	10,740
Total interest income	79,041	70,160	54,972	47,801

7.17 Interest expenses

Interest expenses for the three-month and nine-month periods ended September 30, 2018 and 2017 are as follows:

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the three-month periods ended September 30,		THE BANK'S FINANCIAL STATEMENTS For the three-month periods ended September 30,	
	2018	2017	2018	2017
Deposits	3,806	3,103	3,587	2,909
Interbank and money market items	1,419	1,022	1,401	1,035
Contributions to Financial Institution Development Fund and Deposit Protection Agency	1,683	1,406	1,683	1,407
Debt issued and borrowings				
- Subordinated debenture	405	455	384	431
- Other	744	617	450	419
Borrowing fee expense	7	21	-	-
Other	4	4	1	1
Total interest expenses	8,068	6,628	7,506	6,202

Unit: Million Baht

	CONSOLIDATED FINANCIAL STATEMENTS For the nine-month periods ended September 30,		THE BANK'S FINANCIAL STATEMENTS For the nine-month periods ended September 30,	
	2018	2017	2018	2017
Deposits	11,036	9,170	10,453	8,548
Interbank and money market items	4,062	2,885	4,048	2,904
Contributions to Financial Institution Development Fund and Deposit Protection Agency	5,014	4,202	5,014	4,202
Debt issued and borrowings				
- Subordinated debenture	1,201	1,091	1,139	1,020
- Other	2,096	2,003	1,245	1,376
Borrowing fee expense	25	29	1	4
Other	13	13	3	3
Total interest expenses	23,447	19,393	21,903	18,057

7.18 Events after the reporting period

On October 2, 2018, the Bank has entered into 1) the sale and purchase of shares of Ngern Tid Lor Company Limited agreement by selling 50% of the ordinary shares in Ngern Tid Lor Company Limited to Siam Asia Credit Access PTE LTD, a company ultimately owned by a consortium led by CVC Capital Partners Asia Fund IV and Equity Partners Limited Group and 2) the shareholders agreement in relation to the shareholding in Ngern Tid Lor Company Limited in order to support the realignment of the Bank Financial Business.

However, this transaction is subject to satisfactory completion of conditions precedent and regulatory filings.

7.19 Approval of interim financial statements

These interim financial statements have been approved for issuing by the Executive Committee on November 8, 2018.