



BANK OF AYUDHYA
Public Company Limited

The Power of Partnership



Annual Report 2006

Contents

Financial Summary	1
Message from the Chairman of the Board	2
Board of Directors	4
Economy	6
Competition in the Commercial Banking System	11
Performance in 2006	13
Review of Bank Operations	13
Highlights in 2006	20
Innovation and New Product Development	23
Branch Development	26
Organizational Restructuring and Human Resources Development	28
Risk Management	29
Corporate Social Responsibility	34
Subsidiaries, Associated and Related Companies	37
Income Structure of the Bank, Subsidiaries and Associated Companies	42
Report of the Audit Committee	45
Financial Statements : Year Ended December 31, 2006	46
2006 Profit Summary	120
Organization and Management	121
Registration and Shareholders' Structure	121
Organization Chart	122
Board of Directors and Committees	124
Executive Officers	126
Management	131
Directory	167
Referral Parties	180

Financial Summary

Consolidated Financial Data (Million Baht)

	2006	2005	2004
Assets	666,228	647,817	575,356
Liabilities	619,082	607,443	542,213
Shareholders' equity	47,146	40,374	33,142
Total interest and dividend income	35,757	24,622	20,271
Net interest and dividend income	19,079	16,674	13,469
Non-interest income	9,190	8,263	5,652
Total income	44,947	32,885	25,923
Net profit (loss)	1,666	6,017	4,673

Financial Ratios

Net profit (loss) / total income	(%)	3.71	18.30	18.03
Return on average equity	(%)	3.81	16.37	15.08
Return on average assets	(%)	0.25	0.98	0.85
Net profit (loss) per share	(Baht)	0.58	2.10	1.64
Book value per share	(Baht)	13.85	14.06	11.62

The Bank's Financial Data (Million Baht)

	2006	2005	2004
Assets	662,881	636,936	568,390
Liabilities	616,507	597,552	535,571
Shareholders' equity	46,374	39,384	32,819
Total interest and dividend income	34,682	23,756	19,813
Net interest and dividend income	18,208	16,056	13,122
Non-interest income	3,232	5,508	4,494
Total income	37,914	29,264	24,307
Net profit (loss)	1,666	6,017	4,673

Financial Ratios

Net profit (loss) / total income	(%)	4.40	20.56	19.23
Return on average equity	(%)	3.89	16.67	15.22
Return on average assets	(%)	0.26	1.00	0.86
Net profit (loss) per share	(Baht)	0.58	2.10	1.64
Book value per share	(Baht)	13.62	13.72	11.51
Capital to risk assets ratio	(%)	11.74	11.01	10.72

Message from the Chairman of the Board

The Thai economy encountered a number of volatile conditions in 2006. Domestic politics, which had been in a state of uncertainty for some time, changed dramatically. This had an impact on economic confidence, resulting in slower growth in overall consumption and investment. Lingering high oil prices pushed up inflation, increased production costs, and raised the cost of living of general households. Policy interest rate needed, therefore, to remain high to keep inflation in check. In addition, floods around the year's end negatively affected agricultural production and overall consumer spending. However, robust 17.4% growth in the export sector, stemming from the healthy economic growth of Thailand's trading partners, helped contribute to 5.0% growth in the Thai economy. This growth rate is considered satisfactory given the negative conditions Thailand encountered throughout 2006.

Despite the volatile economic situation, which affected the businesses and lives of our customers, the Bank achieved a satisfactory operating outcome. An operating profit (before allowance for doubtful accounts and tax) of 7,974 million baht was posted. This was realized in spite of the Bank's incurring losses under the equity method, due mainly to a loan loss provision of 3,700 million baht set aside in our subsidiary, the Ayudhya Asset Management Company. In addition, the Bank also set aside 6,300 million baht in loan loss provision. This was in compliance with the new regulations on provisioning requirements from the Bank of Thailand, which were revised to accommodate the International Accounting Standards No. 39 (IAS 39). The Bank, therefore, booked 1,666 million baht in net profit for 2006, down from 6,017 million baht registered in the previous year. Setting aside a sizable loan loss provision of approximately 10,000 million baht had an impact on the Bank's net profit in the short term. However, it strengthened the Bank's balance sheet, which will benefit the Bank in the long run. For the Bank's business expansion in 2006, as at the end of the year the Bank's total assets, loans, and deposits amounted to 662,881, 457,799, and 562,242 million baht respectively. The Bank's major service channels include 549 domestic branches, 3 overseas branches, and 2,574 ATMs.

In addition to the posting of a satisfactory operating performance, 2006 also marked an important year in the history of Bank of Ayudhya Pcl. With the great breadth of vision of our former Chairman, Mr. Krit Ratanarak, and with the support of the Bank's Board of Directors, the Bank invited the General Electric Company (GE) to be its partner. GE is a leading global corporation whose businesses span industries including both manufacturing and financial services, in particular consumer financing. It is equipped with advanced, state-of-the-art technology and is ready to create and deliver innovative products and services to cater to the needs of customers. Moreover, it has developed highly efficient administration and risk management systems that are recognized as world-class, and has a strong culture of good corporate governance. On January 3, 2007, following the purchase of the Bank's new shares by GE Capital International Holdings Corporation (GECIH), a subsidiary of GE, for the total amount of 22,256 million baht, GE is now the Bank's major partner. GE will play a crucial role in helping the Bank's businesses to prosper and to drive for sustainable growth in this era of globalization, a phenomena that neither Thai businesses nor banks can afford to ignore.

Also, on January 3, 2007, Mr. Krit Ratanarak, the former Chairman, decided to resign from all positions in the Bank. This was to allow GE, which the Bank invited to make a huge investment in the Bank, to play a full role in managing the Bank as a major shareholder. With his focus on the long term prosperity of the Bank, this decision is a great sacrifice for him, stepping down from his 35 years' service leading, making policy for, and managing the Bank. Notably, his critical role and true dedication over the last 10 years helped the Bank to weather the turbulent business conditions arising from the country's economic crisis and resulted in the Bank's successful turnaround. His sacrifice in relinquishing his group's position as the Bank's major shareholder and resigning from all positions in the Bank to facilitate the Bank's prosperity and sustainable growth by having a world-class partner will enormously benefit the Bank. He is truly a person held in high esteem by the Bank.

With the former Chairman Mr. Krit Ratanarak's inspiration, together with the caliber and the determination of the Bank's executives at all levels, as well as the experience of its world-class partner, GE, and the Bank's emphasis on good corporate governance, which will continually be adhered to as a fundamental principle of the Bank's operations, we are confident that the Bank will sustain good progress.

The Board of Directors of Bank of Ayudhya Pcl. would like to thank our shareholders and valued customers for their unfaltering trust and support. Also, we extend our appreciation and admiration to the Bank's management and staff who took part in delivering the Bank's satisfactory 2006 operating performance.



(Veraphan Teepsuwan)
Chairman

Board of Directors



Mr. Veraphan Teepsuwan
Chairman



Mr. Tan Kong Khoon
Director
President and Chief Executive Officer



Mrs. Janice Rae Van Ekeren
Director



Mr. Pongpinit Tejagupta
Director



Mr. Surachai Prukbamroong
Director and Chairman of the Audit Committee

Mr. Virat Phairatphiboon
Director and Member of the Audit Committee



Mr. Yongyuth Withyawongsaruchi
Director and Member of the Audit Committee



Mr. Thipsamat Na Chiengmai
Director



Mr. Ekasak Puripol
Director



Miss Phanporn Kongyingyong
Director



Mr. Pornsanong Tuchinda
Director





Economic Conditions in 2006

The Thai economy in 2006 saw moderate GDP growth of 5.0%, a slight increase from 4.5% in 2005. Overall growth was driven in part by the unexpectedly high growth of exports, due mainly to the healthy economies of Thailand's trading partners. Tourism also witnessed rapid growth, contributing to the country's current account surplus of over USD 3 billion. In addition, higher agricultural product prices raised farmers' incomes, also helping drive overall economic growth. Nevertheless, several events adversely affected the general economic situation, including political conflicts, which developed to the point where a coup d'état took place towards the end of the year. This contributed to a weak expansion in both consumption and investment, as did rising world crude oil prices, which reached USD 80 per barrel in August. This, in turn, helped account for a higher annual inflation figure of 4.7%, compared with 4.5% in 2005. Monetary authorities therefore imposed a tight monetary policy, raising interest rates successively to keep inflation under control. Meanwhile, the severe and prolonged floods in many areas and the spread of bird flu in certain parts of the country caused uncertainty for agricultural product supplies.

- **Domestic aggregate demand slowed down** mainly as a result of uncertainties over political changes, coupled with high inflation and rising interest rates, resulting in decreasing growth in consumption and investment expenditures. **Private consumption** expanded by only 3.1%, in comparison

with 4.3% in 2005. The slower growth of private consumption was attributable to the higher cost of living during a time of high inflation. **Government consumption** decelerated remarkably from a growth rate of 13.7% in 2005 to only 3.4% in 2006. The main reason was the political situation, which put pressure on budget administration. **Private investment** growth declined substantially to 3.9% from double-digit growth (10.9%) in 2005. This was as a result of declining investor confidence due to political factors. The political situation, coupled with high oil prices, rising interest rates, and a rapidly stronger baht, led to some large investment projects being postponed. However, some ongoing investment projects continued in 2006, including foreign direct investment projects in export industries such as machinery and transportation equipment, electrical appliances, chemicals, and real estate. **Government investment** posted a growth rate of 4.5%, down from a high of 11.3% in the previous year. A certain increase in government investment was made possible by the disbursement of budget carried forward from the prior fiscal year, while mega projects investment saw little progress due to political uncertainty.

- **External demand was still healthy** in exports and tourism. **Exports** played an increasing role in economic growth, with foreign exchange earnings rising by 17.4%, which compared favorably with 15.0% in the prior year, thanks to the strong growth of the economies of Thailand's major trading partners, namely USA, EU, Japan, China, and ASEAN. Exports to the US and EU markets increased by 14.5% and 18.1% respectively, up substantially from 9.6%

and 3.5% respectively in 2005. Industries generating foreign exchange earnings in the export sector include rubber and rubber products; chemicals; electrical appliances and parts; computer equipment and parts and automobiles, parts and accessories. **Imports** increased at a decreasing rate of 7.0%, a slowdown from 25.9% in 2005, due to weak domestic demand. Consequently, there was a trade surplus of USD 2.2 billion, switching from a deficit of USD 8.5 billion in the previous year. Income in the tourism sector rose by approximately 30%. This, in combination with increasing unrequited transfers and net service income, meant the country's current account balance recorded a surplus of USD 3.2 billion, compared with a deficit of USD 7.9 billion in the previous year. Meanwhile, net capital inflow increased significantly. The overall balance of payments thus ended up in a surplus of USD 12.7 billion, up from a surplus of USD 5.4 billion a year earlier.

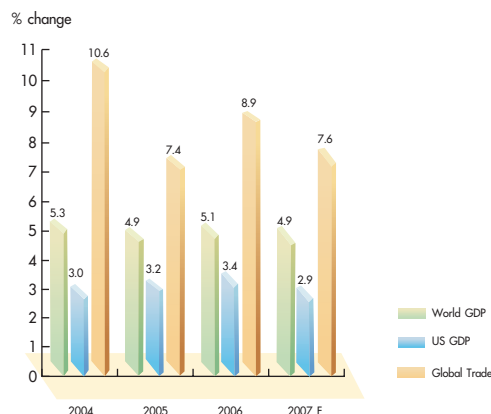
- **Economic stability** in terms of price level was considered satisfactory in 2006 as inflation was kept under control. Inflationary pressures declined substantially in the second half of 2006 when compared to the price index in the second half of 2005, which was quite high because of the lifting of control over domestic retail price of fuel. As a result, inflation in the second half of 2006 was only 3.4%. Annual inflation thus averaged 4.7%, a slight increase from 4.5% in 2005, while the unemployment rate was 1.5% of labour force. Stability in terms of external sector also proved satisfactory with current account surplus and rising international reserves. Reserves stood at USD 67 billion at the end of the year, rising from USD 52.1 billion at the end of 2005, equivalent to more than three times short-term foreign debts.

- **Interest rates were raised in 2006** according to tight monetary policy emphasizing on economic stability and inflation control. The monetary authorities decided to increase interest rates four times, from 4.00% at the end of 2005 to 5.00% at the end of June 2006. Commercial banks also raised deposit and lending rates to be in line with the economic situation and money market conditions. Commercial

banks' one-year term deposit and minimum lending rates (MLR) were quoted at 4.00% and 7.50–8.00% respectively at the end of 2006, compared with 2.50% and 6.50–6.75% respectively at the end of 2005. Other depository corporation deposits increased 7.2% up from 6.0% in 2005. This is because of rising deposit rates and competition among banks which attracted more savings from the general public. Meanwhile, other depository corporation private credits expanded by 4.2% compared with 6.2% in 2005, a significant slowdown due in part to the unfavorable economic situation and in part to some private enterprises being able to raise funds by issuing their own debt securities.

- **The baht exchange rate** against the USD appreciated by a higher degree than other currencies in the region during 2006. The reference exchange rate was 36.04 baht per USD at the end of the year, or an appreciation of 12.24% from the exchange rate of 41.07 baht per USD at the end of 2005. This is due to the huge sum of foreign capital flowing into the Asian region, including Thailand, for both investment and speculation, and is in line with the strength of the Chinese yuan. The baht's strength has also been attributable to the country's current account surplus and international reserves rising to new high of USD 67 billion. Meanwhile, the USD continued to depreciate against major currencies after the US Federal Reserve (FED) stopped raising interest rates in the middle of the year. The baht appreciated to its strongest level in nine years, reaching 35.23 baht per USD on December 15, 2006. Bank of Thailand (BOT) asked for cooperation to curb the trading of short-term debentures in order to prevent speculation on baht, followed by the implementation of a restrictive measure on capital inflow towards year-end, under which short-term foreign capital is subject to a 30% reserve requirement. The aim is to prevent the baht from appreciating too strongly, which could affect competitiveness of Thai exporters. The annual average exchange rate was 37.93 baht per USD in 2006 compared with 40.27 baht per USD in the previous year.

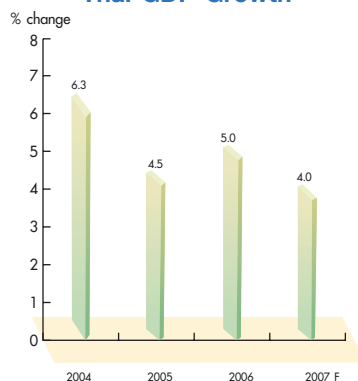
World GDP and Global Trade Growth



Economic Outlook in 2007

The Thai economy in 2007 is forecast to expand by a slower rate of 4.0%, in comparison with 5.0% in 2006 due mainly to the global economic slowdown, which affects the export sector, and the domestic political situation, which affects public confidence. However, the Thai economy has benefited somewhat from the fall in world crude oil prices, and the downward trend in world interest rates. The Thai government's expansionary fiscal policy, with a planned deficit of 1.7% of GDP, and the acceleration of government spending, targeted at 93% of the 1.57 trillion baht annual budget, should help stimulate growth to some extent. Inflation is estimated to plunge to a low level of 2.0–3.0% following the fall in world crude oil prices.

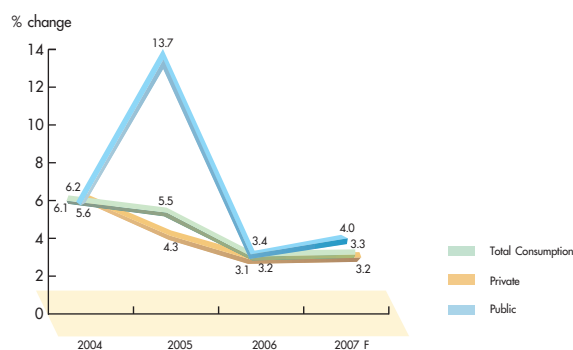
Thai GDP Growth



- Domestic consumption in 2007 is estimated to expand by a low rate close to that of 2006. This is because consumer confidence has been falling continuously since last year but is expected to

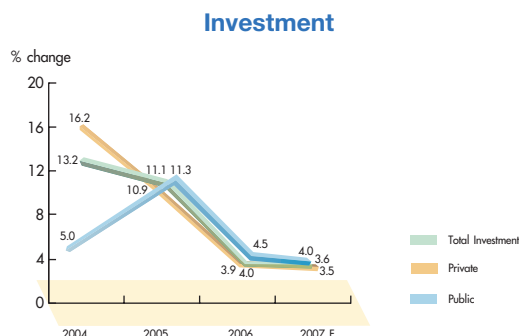
recover in the second half of this year. Consumption is thus forecast to maintain a growth rate of 3.3% in 2007. Although lower inflation and declining interest rates could raise real incomes and hence purchasing power, it is expected that political uncertainty will have an adverse effect on confidence and might neutralize these favorable effects. Households, therefore, can be expected to limit spending on consumer durables and luxury goods, while government consumption is also expected to slow down. **Private** and **public consumption** are therefore estimated to expand by 3.2% and 4.0% respectively.

Consumption

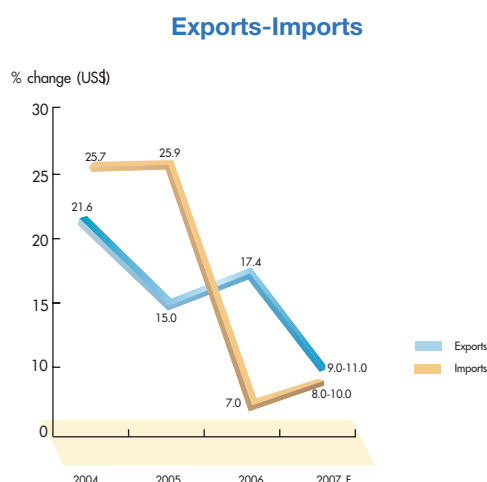


- Domestic investment has a tendency to decelerate in 2007 because of political factors and the government's restrictive measures on foreign capital, for example the measure to control capital inflow and the amendment of Foreign Business Act, both of which may have caused postponement of projects by foreign investors, with the exception of ongoing projects and investment in the export sector. **Private investment** is thus forecast to expand by a low rate of 3.5% in 2007. **Public investment**, on the other hand, will be supported by the government policy to speed up spending, starting from the beginning of the year with an investment budget totaling 24% by the total budget as compared to the prior fiscal year's 26.3%. Mega projects investment, which are expected to start by the end of the year, and other public investment projects carried forward from the prior fiscal year, including investment projects by public enterprises for which the budget in the current year alone amounts to 370 billion baht, will help increase investment. Moreover, if

the government concentrates on creating confidence among investors, with a clear economic policy, the investment climate will surely be improved, resulting in a higher than expected expansion of investment.



- As for the foreign trade sector, some deceleration is forecast in exports and tourism but these two sectors will continue to be major growth engines. However, exports are estimated to expand by a lower rate of 9.0–11.0% in 2007 due to a slowdown in growth among Thailand's trading partners and the expectation of a higher degree of trade protectionism as well as the strengthening of the baht against the USD. Foreign exchange earnings arising from tourism are estimated to grow about 14% from last year with support from the government. Imports are also likely to decelerate in line with weak domestic demand. The current account is thus forecast to achieve a surplus of 1.5–2.0% of GDP.



- Interest rates are likely to be gradually cut further. Monetary policy will play a role in fostering growth while inflationary expectations are declining

because of the fall in world crude oil prices. The policy interest rate is forecast to be cut from the first quarter of 2007 in order to activate domestic consumption and investment. By the end of the year, the rate is estimated to be 3.50–4.00%, in comparison with 5.00% at the end of 2006. Commercial banks are likely to have deposit and lending rates adjusted in the same direction, about 0.75–1.00% points lower, by the end of the year. This will link with the launch of various financial products and services to serve target customers and to maintain market share. Deposits and loans of other depository corporations are likely to expand further, by 5.5% and 4.0% respectively, along with the growth of the general economy.

- The baht will continue to appreciate against the USD because of the current account surplus and international reserves, and could rise to another record high level. The USD might be less attractive to hold because of slower US economic growth and FED might decide to cut the policy interest rate in the second half of the year. However, the appreciation of the baht may be limited by the domestic political situation and the government policy towards a weaker baht to promote the export sector. The exchange rate in 2007 is estimated at an average range of 35.00–36.00 baht per USD compared with average of 37.93 baht per USD in 2006.

Risk factors, either internal or external, which might affect the general Thai economy in 2007 include the following: the high US current account deficit, which might cause an unexpected flow of foreign capital and fluctuations in the exchange rates of major currencies; the economies of Thailand's major trading partners, which might suffer unexpected slowdowns directly affecting the Thai export sector; international political conflicts and threats of terrorism, which could rapidly push up world crude oil prices; and the uncertain development of the domestic political situation and the stability of the government, which could have dramatic effects on the overall economy.

Key Economic Indicators

	2005	2006	2007 F
1. GDP Growth (%)	4.5	5.0	4.0
2. Consumption (% change)	5.5	3.2	3.3
Private Sector	4.3	3.1	3.2
Public Sector	13.7	3.4	4.0
3. Investment (% change)	11.1	4.0	3.6
Private Sector	10.9	3.9	3.5
Public Sector	11.3	4.5	4.0
4. Consumer Price Index (% change)	4.5	4.7	2.0–3.0
5. Foreign Trade (US\$ billions)			
Exports	109.2	128.2	139.8–142.3
(% change)	15.0	17.4	9.0–11.0
Imports	117.7	126.0	136.1–138.6
(% change)	25.9	7.0	8.0–10.0
Trade Balance	–8.5	2.2	2.5–4.5
Services & Unrequited Transfers	0.7	1.0	0.7–1.0
Current Account Balance (as % of GDP)	–4.4	1.5	1.5–2.0
Net Capital Movement	12.6	7.5	n.a.
Balance of Payments	5.4	12.7	n.a.
International Reserves	52.1	67.0	n.a.
6. Money and Banking (% change)			
Other Depository Corporation Deposits ^{1/}	6.0	7.2	5.5
Other Depository Corporation Private Credits ^{1/}	6.2	4.2	4.0
MLR ^{2/}	6.50–6.75	7.50–8.00	6.50–7.00
Fixed Deposit Rate (1 year) ^{2/}	2.50	4.00	3.00
Exchange Rate (Baht/US\$: Avg.)	40.27	37.93	35.00–36.00
7. Public Finance (Billions of Baht) ^{3/}			
Budgetary Revenues	1,264.9	1,339.4	1,420.0
Budgetary Expenditures	1,245.2	1,394.6	1,566.2
Cash Balance (as % of GDP)	–0.5	0.5	n.a.
8. Unemployment Rate (as % of labour force)	1.8	1.5	1.7
9. Oil Prices (Dubai) (US\$/Barrel : Avg.)	48.7	61.0	55.0–60.0

Notes : 1/ Other depository corporations (ODCs) comprise commercial banks, finance companies, specialized banks, thrift and credit cooperatives and money market mutual funds.

2/ As quoted by the 5 largest banks at year-end

3/ Fiscal Year beginning from October of the previous year and ending in September of the current year.

F = Forecast

Sources : BOT, NESDB, 2007 projections by BAY Research Department (February 2007).

Competition in the Commercial Banking System



Thailand's commercial banking system consisted of 13 banks as at the end of 2006. The overall operating performance was worse off from the previous year mainly because of increasing loan loss provision according to Bank of Thailand's new regulations prepared in compliance with International Accounting Standards No. 39 (IAS 39). In addition, some banks were subject to corporate income tax burden while expansion in the business sector slowed down somewhat.

Based on total assets, the overall commercial banking sector grew from 7.0 trillion baht at the end of 2005 to 7.5 trillion baht at the end of 2006, an increase of 7.2%. The growth was mainly driven by a 6.2% increase in deposits and a 6.3% increase in lending.

In 2006, Bank of Ayudhya registered a slight growth. The Bank posted a 4.07% increase in assets with 1.57% deposit growth and 2.25% loan growth.

At the end of 2006, the Bank's market shares for assets, deposits, and loans were 8.85%, 9.48%, and 8.88% respectively, making it the country's sixth largest commercial bank in terms of assets, deposits, and loans.

Market shares of Bank of Ayudhya in the banking system as of December 31, 2006

	Assets		Deposits		Loans ^{1/}		Operating Profit ^{2/}		Net profit	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
Commercial Banking System ^{3/}										
Million baht	7,487,645	6,985,365	5,932,412	5,586,336	4,899,671	4,611,355	134,153	128,922	56,118	95,387
% change	7.19	8.70	6.20	5.40	6.25	8.57	4.06	19.34	-41.17	22.63
Bank of Ayudhya										
Million baht	662,881	636,936	562,242	553,532	434,864	425,285	7,974	10,125	1,666	6,017
% change	4.07	11.98	1.57	12.42	2.25	7.44	-21.24	31.81	-72.31	28.76
Market shares (%)	8.85	9.11	9.48	9.91	8.88	9.22	5.94	7.85	2.97	6.31
Rank	6	6	6	5	6	6	5	5	6	6

Remarks : ^{1/} Loans net of allowance for doubtful accounts

^{2/} Profit before special items and loan loss provision

^{3/} The commercial banking system consisted of 13 banks as of the close of 2006.

Sources : C.B 1.1 and income statement

Profits for the entire banking system for 2006, based on operating profit or profit before special items and loan loss provision, totaled 134,153 million baht, up 4.06% or 5,231 million baht from prior year's profits of 128,922 million baht. Bank of Ayudhya's operating profit amounted to 7,974 million baht compared with 10,125 million baht in the prior year. The Bank's operating profit decreased mainly because of the subsidiary Ayudhya Asset Management Company Limited had made a loan loss provision of 3,700 million baht which affected the Bank's income statement in the form of equity loss. The increased loan loss provision is in line with new regulations given by Bank of Thailand.

In 2006, the commercial banking system generated 56,118 million baht of net profit, a decrease of 41.17% from the previous year's 95,387 million baht. Bank of Ayudhya earned a net profit of 1,666 million baht, a decrease of 72.31% from 6,017 million baht in 2005. This is due mainly to the Bank's direct loan loss provisioning of 6,300 million baht according to the new regulations of Bank of Thailand as a preparation for compliance with IAS 39.



Review of Bank Operations

Operational Results

The Bank and its subsidiaries achieved all targets in the business plan in 2006, with interest and dividend income growing 45.22% and non-interest income, derived mainly from core banking activities including fees and services income, rose by 16.43%.

Profitability

In 2006, the Bank and its subsidiaries' bottom line was affected by Bank of Thailand's new regulations on loan loss provision. With 11,321 million baht being set aside in accordance with these regulations, the Bank reported a net profit of 1,666 million baht or 0.58 baht per share. In the previous year, the Bank booked a net profit of 6,017 million baht or 2.10 baht per share. The increasing amount of provision for doubtful accounts has strengthened the Bank's financial position.

Net Interest and Dividend Income

In 2006, net interest and dividend income totaled 19,079 million baht, an increase of 2,405 million baht or 14.42%, largely from interest income derived from the Bank's lending and investments in financial institutions. Interest expenses also increased as interest rates in the money market rose. Under such conditions, the structure of deposits was adjusted to suit the trend of interest rates in the money market.

Non-interest Income

In 2006, non-interest income totaled 9,190 million baht, an increase of 927 million baht or 11.22% from 8,263 million baht in 2005. The main contributing factor was the 16.43% growth of fees and services income from 4,139 million baht in 2005 to 4,819 million baht in 2006. A rapid rise in fee-based income has reflected the Bank's greater ability to generate income. In addition, the Bank and its subsidiaries had a profit from selling non-financial businesses in accordance with Bank of Thailand's consolidated supervision policy.

Non-interest Expenses

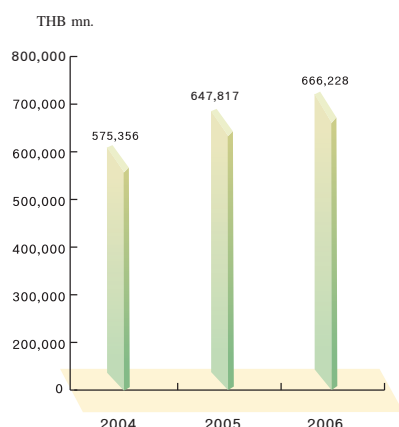
Operating costs, or non-interest expenses, which are outlays other than funding costs, rose from 12,752 million baht to 15,373 million baht, an increase of 20.55%. Business expansion, in particular the expansion of branch network, accounted for the bulk of the increase.

Financial Condition

1. Assets

The Bank and its subsidiaries' total assets amounted to 666,228 million baht at the end of 2006. Total assets consisted primarily of net loans and accrued interest receivables, which accounted for 65.26% of total assets, followed by interbank and money market items at 12.19% and net investment in securities at 10.26%. The table below shows the breakdown of the Bank and its subsidiaries' total assets for 2005 and 2006.

Total Assets



Type	2006		2005	
	Million Baht	%	Million Baht	%
Cash	19,558	2.94	17,582	2.72
Interbank and money market items	81,220	12.19	54,036	8.34
Securities purchased under resale agreements	13,000	1.95	33,125	5.11
Net investment in securities	68,385	10.26	61,046	9.42
Net loans and accrued interest receivables	434,813	65.26	435,243	67.19
Net properties foreclosed	23,831	3.58	24,631	3.80
Net fixed assets	16,362	2.46	16,046	2.48
Others	9,059	1.36	6,108	0.94
Total	666,228	100.00	647,817	100.00

2. Assets Quality

2.1 Loans

1) Total Loans, Loans by Business Sector, and Loans by Classification of Assets

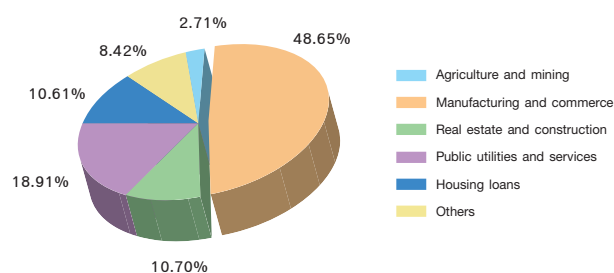
Total Loans

The Bank and its subsidiaries' outstanding loans totaled 463,796 million baht. The total loans can be classified as follows.

Loans by Business Sector

As of the end of 2006, the loan portfolio totaled 463,796 million baht. Broken down by business sector, the Bank's loan portfolio showed a high proportion of loans in manufacturing and commerce, which are among the country's top money earners. Together, these two sectors accounted for 48.65% of total loans. Next are loans to utilities and services businesses, which accounted for 18.91% of total loans.

Loans by Sector in 2006



Type	2006		2005	
	Million Baht	%	Million Baht	%
Agriculture and mining	12,554	2.71	11,192	2.46
Manufacturing and commerce	225,629	48.65	235,263	51.66
Real estate and construction	49,650	10.70	49,209	10.80
Public utilities and services	87,694	18.91	78,665	17.27
Housing loans	49,231	10.61	49,986	10.98
Others	39,038	8.42	31,105	6.83
Total	463,796	100.00	455,420	100.00

Remarks : Loans prior to unearned discount on loans and excluding interbank and money market items

Loans by Classification of Assets

- Loans and accrued interest receivables under consolidated financial statements

A breakdown of loans and accrued interest receivables shows that normal loans accounted for 394,197 million baht or 84.56% of the total, an increase of 1.97% over the previous year's 386,570 million baht. Loans ranged from substandard to doubtful of loss totaled 64,068 million baht, or 13.74% of the total. This is a decrease of 1.28% from the previous year's 64,898 million baht or 14.17% of the total.

Categories	2006		2005	
	Million Baht	%	Million Baht	%
Normal	394,197	84.56	386,570	84.43
Special mention	7,935	1.70	6,387	1.39
Substandard	9,094	1.95	9,879	2.16
Doubtful	10,345	2.22	11,943	2.61
Doubtful of loss	44,629	9.57	43,076	9.41
Total	466,200	100.00	457,855	100.00

Remarks : Loans prior to unearned discount on loans and excluding interbank and money market items but including accrued interest receivables

2) Non-performing Loans

Non-performing loans (under Bank of Thailand's new regulations) as of December 31, 2006 amounted to 25,463 million baht, representing 5.81% of the total loans net of provision for doubtful accounts. If the former rules for classifying non-performing loans are used (classified under substandard, doubtful, doubtful of loss, and loss categories), non-performing loans stood at 43,595 million baht or 9.46% of total loans, compared with 41,736 million baht or 9.28% at the end of 2005. As for the financial statement of Bank of Ayudhya and Ayudhya Asset Management Company, as of December 31, 2006, non-performing loans totaled 62,763 million baht, representing 13.03% of total loans, compared with 63,084 million baht or 13.34% of the previous year's total.

3) Non-performing Loans Transferred to Thailand Assets Management Corporation (TAMC)

In 2005, the Bank transferred non-performing assets, after satisfying Bank of Thailand's provisioning requirement of 108 million baht, to Thailand Asset Management Corporation (TAMC) in exchange for 10-year promissory notes from the Financial Institutions Development Fund. As of December 31, 2005 and December 31, 2006, the value of promissory notes received by the Bank totaled 5,853 and 4,798 million baht respectively, with the remaining portion of transferred assets still being examined and appraised. The Bank's right to take receipt of these assets is reported in the Bank's financial statements as long-term investment in government and state enterprises securities to be held until maturity.

4) Debt Restructuring

In 2006, the Bank and its subsidiaries' restructured debt amounted to 23,214 million baht, equivalent to 5.01% of total loans. This compares with the previous year's figure of 19,529 million baht or 4.28% of total loans. At the close of 2006, outstanding debt restructured amounted to 67,891 million baht. This is 8.69% lower than the 74,355 million baht in 2005. This is a positive evidence of the Bank's continued success in restructuring debt.

5) Allowance for Doubtful Accounts

As of December 31, 2006, based on the guidelines set by Bank of Thailand, the Bank and its subsidiaries estimated allowances for doubtful accounts which amounted to 25,470 million baht. The actual accounting records, however, show allowances for consolidated statements of 28,958 million baht or 113.69% of the estimates, well above the official guidelines.

6) Limiting Risk from Credit Default

Extending credit to customers exposes the Bank to certain risks which it has taken steps to minimize. First of all, the ability of any potential borrower to repay the loan is carefully scrutinized. Customers are required to provide some collateral or a guarantor, or sometimes a guarantor in addition to collateral, in order to obtain credit. In case of a failure to honor the terms of the loan agreement, the Bank has the right to seize or foreclose on the collateral and sell it at a fair price. To ensure that the Bank is able to recoup any losses which might occur, it has adopted a general policy to grant loans worth approximately 50-100% of the collateral value. Bad debt is written off when it becomes clear that the debt cannot be recovered, and bad debt recovery is recorded as income on the income statement.

2.2 Properties Foreclosed

Properties foreclosed, which include both movable and immovable assets, are recorded at fair prices or at the value of outstanding debt plus interest receivable, including the interest to which the creditor is entitled on the day of taking possession of the assets, whichever value is less. When the Bank determines that the selling price of a given asset has fallen, it sets aside a corresponding allowance. Profits or losses from the sale of properties foreclosed are acknowledged at the time of sale and recorded as non-interest income on the income statement. At the end of 2006, the value of properties foreclosed held by the Bank and its subsidiaries amounted to 23,831 million baht compared with the previous year's 24,631 million baht. In 2006, properties foreclosed sold by the Bank and its subsidiaries totaled 4,472 million baht.

2.3 Investment in Securities

1) Government Securities

The Bank's primary purpose in purchasing government securities is to fulfill Bank of

Thailand's requirement concerning liquid assets, intraday holding of liquidity, and other requirements. Securities guaranteed by the Ministry of Finance are risk-free while state enterprise bonds not insured by the Ministry of Finance are low-risk when compared with private-sector securities.

The Market prices of these securities fluctuate in response to interest rate movements. Therefore, it is the Bank's policy to invest in different issues of government bonds that have different maturities. The Bank manages its portfolio so that the average maturity dates of these securities suit its purpose and policy.

The Bank's investment in government securities consisted of treasury bills, government bonds, Financial Institutions Development Fund bonds, and state enterprise bonds both guaranteed and not guaranteed by the Ministry of Finance.

These investments had a combined face value or book value of 41,660 million baht in 2005 and 39,986 million baht in 2006. Their market value is assessed every month. The gap between book value and market price appears in the income statement or the shareholders' equity, depending on the type of investment according to the standard of Thai accounting practice.

2) Private-sector Securities

As of December 31, 2006 and December 31, 2005, private-sector securities held by the Bank and its subsidiaries had a total value of 29,603 and 20,961 million baht respectively. These securities were divided into equity worth 10,045 and 10,845 million baht, and debt instruments 19,558 and 10,116 million baht respectively.

Type of Securities	Amount (at cost value) (Million Baht)			
	2006	%	2005	%
Equity Securities	10,045	33.93	10,845	51.74
Listed companies	3,876	13.09	3,676	17.54
Associated companies	550	1.86	608	2.90
Other investments	5,619	18.98	6,561	31.30
Debt Securities	19,558	66.07	10,116	48.26
Securities for trading	1	0.00	41	0.20
Securities available for sale	15,627	52.79	4,333	20.67
Securities held to maturity	3,930	13.28	5,742	27.39
Total	29,603	100.00	20,961	100.00

In 2006, investments in debt securities increased by 9,442 million baht or 93.34% due to the Bank's higher liquidity. The Bank thus made additional investments mainly in debt securities in foreign currencies which had a satisfactory return.

The Bank has maintained a policy not to concentrate more than 25% of its total investments in any sector with the exception of investment in subsidiaries and associated companies.

3) Return on Securities Investment

An analysis of return on securities investment of the Bank and its subsidiaries indicates that, in 2006, interest and dividend income and capital gain totaled 2,700 and 1,437 million baht respectively. Compared with 2005, interest and dividend income and capital gain amounted to 1,966 million baht and 1,148 million baht respectively. Overall, the annual rate of return on investment in 2006 was 6.39%, up from 5.36% in the previous year.

4) Reserves for Securities Investment

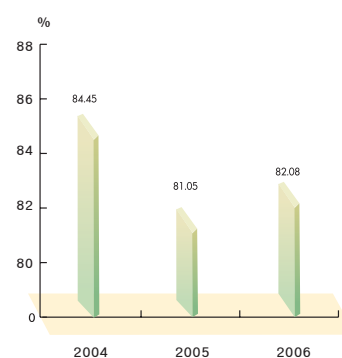
In compliance with Bank of Thailand's guidelines, the Bank set aside, as of December 31, 2006, reserves for securities investment totaling 4,204 million baht or 100% of the required amount.

3. Liquidity

Liquid Assets

At the end of 2006, the Bank's liquid assets, consisting of cash, interbank and money market items, securities purchased under resale agreements, and securities investments had a combined value of 182,163 million baht or 27.34% of total assets. This is an increase of 9.88% due to an increase in interbank and money market items coupled with investments in securities.

Loans/Deposits Ratio



The ratio of liquid assets to deposits stood at 32.41% at the end of 2006 compared with 29.61% in 2005, which is higher than the requirement set by Bank of Thailand. This is considered a suitable level of liquid assets to accommodate the money market's fluctuations. Meanwhile, the Bank's ratio of loans to deposits was 82.08%, an increase from 81.05% at the end of 2005.

Cash Flows

The cash flow statements in 2006 show a net increase in cash and cash equivalents of 1,976 million baht, compared with a net decrease of 1,275 million baht in 2005. Cash and cash equivalents in 2006 and 2005 were derived from the following sources.

- Net cash used in investing activities totaled 7,607 million baht in 2006, compared with the net cash used of 7,577 million baht in 2005.

- Net cash provided by financing activities in 2006 totaled 7,834 million baht, compared with net cash used in financing activities in 2005 of 911 million baht. This is because, in 2006, the Bank had cash received in advance for pre-registered shares and issuance of unsubordinated debentures at the amount of 5,557 and 5,468 million baht respectively. Meanwhile, the Bank redeemed subordinated debentures totaling 3,752 million baht.

- Net cash provided by operating activities amounted to 1,802 million baht in 2006, compared with the net cash provided of 7,206 million baht in 2005.

- The effect of exchange rate change on cash holdings amounted to a decrease of 53 million baht, compared with an increase of 7 million baht in 2005.

4. Investment Spending

In 2006, most investment spending was on land, premises, and equipment. The total amount was 1,922 million baht.

5. Sources and Uses of Funds

Sources of Funds

As of the end of December 2006 and 2005, deposits accounted for the largest share of the Bank and its subsidiaries' total sources of funds of 84.37% and 86.43% respectively. This was followed by borrowings of 2.75% and 2.49% respectively. Shareholders' equity accounted for 7.08% and 6.23% whereas other sources of funds accounted for 5.80% and 4.85% respectively.

Shareholders' equity

Shareholders' equity at the end of 2006 was 47,146 million baht, an increase of 6,772 million baht or 16.77% over the previous year's 40,374 million baht. The increase derived chiefly from the exercise of warrants totaling 5,557 million baht and the Bank's 2006 net profit of 1,666 million baht.

Liabilities

Customer deposits at the end of 2006 totaled 562,065 million baht, compared with 559,890 million baht at the end of 2005. The deposits can be divided by category and remaining maturity as shown below.

Categories	2006		2005	
	Million Baht	%	Million Baht	%
Payable on demand	12,594	2.24	12,685	2.27
Savings	158,715	28.24	184,150	32.89
Fixed deposits				
-Less than 6 months	153,209	27.26	164,976	29.47
-6 months to less than 1 year	95,834	17.05	44,136	7.88
-1 year or more	141,713	25.21	153,943	27.49
Total	562,065	100.00	559,890	100.00

Borrowings as of the end of 2006 totaled 18,297 million baht, an increase of 13.60% from the previous year's 16,107 million baht.

Uses of Funds

At the close of 2006 and 2005, the Bank's operating funds were allocated for credit extension at 69.25% and 70.05% respectively. Funds used for maintaining liquid assets (consisting of cash, interbank and money market items, and investment in securities) accounted for 27.34% and 25.59%, and for other items at 3.41% and 4.36% respectively.

6. The Relation between Sources and Uses of Funds

An examination of the relationship between the Bank and its subsidiaries' sources and uses of funds shows that the largest source of funds is short-term deposits of less than one year while the largest portion of the use of funds is on loans. Outstanding loans as of the end of 2005 and 2006 are shown below.

Period	2006		2005	
	Million Baht	%	Million Baht	%
One year or less	189,731	40.91	176,060	38.66
More than one year	274,065	59.09	279,360	61.34
Total	463,796	100.00	455,420	100.00

Remarks : Prior to unearned discount on loans and excluding interbank and money market items

As of the end of 2006, the Bank and its subsidiaries' loans, prior to unearned discount on loans and excluding interbank and money market items, stood at 463,796 million baht. Classified by remaining maturity date, loans set to expire in one year or less (including those without an agreement and those whose agreements have expired) totaled 189,731 million baht, an increase of 7.76% from the end of 2005. Loans with a maturity date of more than one year totaled 274,065 million baht, a year-on-year decrease of 1.90%.

The average loan duration is longer than the average term of deposit. However, since a typical depositor automatically renews deposits once they reach maturity, there is reasonable and reliable balance between the sources and uses of funds.

The average rate of interest earned in 2006 was 5.92%, rising from 4.38% in 2005, whereas interest cost averaged 2.79%, rising from 1.41% in 2005. Both increases correspond with rising interest rates in the money market and, during that time, the Bank

actively sought to raise its deposits. The interest rate spread in 2006 rose to 3.13% from 2.97% in 2005 as interest rate earned rose faster than interest rate paid.

7. Capital Adequacy

As of December 31, 2006, the Bank's capital totaled 55,850 million baht or 11.74% of risk assets. Tier 1 capital accounted for 7.56% of risk assets. Both ratios were above Bank of Thailand's requirements of 8.50% and 4.25% respectively. The capital adequacy ratio at year-end has already taken performance of the whole year into account. In addition, if 5,557 million baht of capital for 463,117,001 shares for which warrant has been exercised and GE's subscription of 22,256 million baht for 1,391 million new shares on January 3, 2007 are taken into account, Tier 1 capital ratio would be 13.27% and the total capital ratio would be 17.45%.

Business Targets in 2007

For 2007, all business lines have been targeted to resume expansion from 2006. The Bank will utilize its extensive network of about 550 branches at present and additional branches in the future as selling points for its products and services as well as those of companies in the group and other business alliances (cross-selling). As for the development of asset quality, the Bank plans to have NPL cut down further and NPA sold out as much as possible.



Highlights in 2006

The year 2006 is the auspicious occasion of the Sixtieth Anniversary of His Majesty the King's Accession to the Throne, and Bank of Ayudhya Public Company Limited is very grateful for His Majesty's great benevolence. The Bank, in cooperation with Siam City Cement Public Company Limited and Phra Nakorn District's Cultural Council, constructed a beautifully decorated "Arch of the Origin of Gods" on Rajadamnern road to commemorate and publicize the achievement of His Majesty in becoming the world's longest-reigning living monarch. Also, to commemorate the auspicious occasion of His Majesty the King's Birthday on December 5, the Bank humbly unveiled a photograph of His Majesty the King on the upper front of the Bank's head office building. The picture measures 54 x 65 meters and was taken on the day when His Majesty the King appeared on the balcony of the Ananta Samakhom Throne Hall to greet the crowds, which had gathered to celebrate His Majesty's 60th anniversary of accession to the throne.

In 2006, the Bank continued to pursue its business activities and cooperated with its partners to

provide support for various business programs. During 2006, the Bank continued to launch new products and services. For example, a money transfer service in cooperation with True Money Co., Ltd., a loan package for the purchase of automobiles and motorcycles provided to the employees of Metropolitan Electricity Authority, a welfare loan program for the state enterprise labor union attached to Thai Airways International, and a program providing credits for SMEs in alliance with Office of Small and Medium Enterprises Promotion.

The Bank initiated and continued to carry out many activities that benefited society. For instance, the Bank was involved in an afforestation program as part of His Majesty the King's Celebration and helped stage the 4th Khon Kaen International Marathon Race. The Bank cooperated with Assumption University to hold the 2nd Business Simulation Competition program for students competing for Her Royal Highness Princess Sirindhorn's trophy, and to construct a building called "Assumption Anusorn" as a learning center for children and young people affected by the 2004 tsunami. The Bank also made a philanthropic grant



to provide a playground for small children of a nursery at Phang-nga naval base.

In terms of its marketing activities, the Bank joined Thailand Money Expo, was involved in the 5th NPA Grand Sale, participated in the opening ceremony of Krungsri IMAX 3-D movie theater, the only one of its kind in Thailand, launched products like the 3-D ATM card and Krungsri Teen Plus savings account, and carried out activities to reward lucky housing loan customers with a Honda Jazz. In addition, the Bank also acted as an agent for large corporations such as Italian-Thai Development Pcl. to manage the sale of their debentures.

Power of Partnership: Bank of Ayudhya and GE Money

The year 2006 was a historic one that marked a major event: Bank of Ayudhya forming a business partnership with GE Money. Relying on both parties' strengths to act as a strong driving force for business excellence under the theme "Power of Partnership", the Bank is making a major leap toward success and aspires to be a leading bank in Thailand providing financial services of world-class standard.

The business partnership between Bank of Ayudhya and GE Money provides the Bank with a strong capital fund and a new major shareholder who is a leading corporation in the USA. GE is capable of making great contributions to the Bank by strengthening its financial and operational capabilities, providing access to state-of-the-art technology that will enhance the Bank's competitive edge with respect to leading national and regional banks, and applying world-class corporate governance which has become an essential and integral part of any financial institution's operations in Thailand.

Chronological events of the development of the business partnership between Bank of Ayudhya and GE Money

May 16, 2006: Bank of Ayudhya received a letter of intent from GE Capital Asia Pacific Ltd. regarding its plan to make a major investment in the Bank by subscribing to the Bank's newly issued ordinary shares. (In the 92nd annual general shareholders' meeting, April 27, 2004, the shareholders agreed to allocate 2,000 million new ordinary shares to be offered to investors on a private placement basis.) GE Capital Asia Pacific Ltd. proposed to buy the shares at the price of 16 baht per share and to own 25% of the issued and paid-up capital after fully exercising of warrants.

May 17, 2006: The 5th/2006 Board of Director's meeting considered the proposal of GE Capital Asia Pacific Ltd., to buy the Bank's newly issued shares and agreed upon the offer price for the shares. However, the issue of the proportion of the investment was referred to Bank of Thailand. Other conditions of the offer were assigned to the Bank's management team for consideration.

August 21, 2006: The Ministry of Finance relaxed its rules, allowing GE Capital International Holdings Corporation (GECIH) to own over 5%, but not more than 29.5%, of the Bank's paid-up capital. This was with the provision that, after the complete exercising of warrants and before the end of September 2008, the share ownership of GECIH would not exceed 25.4% of paid-up capital. Whenever the Bank issues new shares, GECIH may purchase them as long as it owns not more than 25.4% of paid-up shares. In total, ownership of the Bank's shares by foreigners, at any one point in time, should never exceed 49% of the total paid-up shares. Share ownership by any individual or other juristic entity in the GE group also counts toward the total share ownership allowed to GECIH.

September 20, 2006: The 1st/2006 extraordinary shareholders' meeting agreed on the following actions.

(1) It agreed to sell an additional 2,000 million new shares to GECIH, of which, 1,391 million stocks were offered at 16 baht per share. The remaining 609 million stocks were offered at 16 baht per share provided GECIH made the subscription within 12 months, but were to be sold at the average closing price on the Stock Exchange of Thailand (SET) in the event that GECIH made the investment after 12 months but within 60 months. Based on the resolution of the shareholders' meeting, the rules obligating GECIH to make share purchase proposals were also relaxed according to the announcement of Securities and Exchange Commission regarding "Whitewash" (ref: Sor.Jor. 36/2003).

(2) It agreed to add two persons to the Bank's Board of Directors, which originally comprised of 9 members, bringing the total to 11. Mr. Pornsanong Tuchinda and Miss Phanporn Kongyingyong were chosen as the two additional members. The selection of the two members was to be effective when GECIH made payment for the first portion of the new ordinary shares according to the Subscription Agreement, and the Bank had registered the increase of capital for the purchase of new shares.

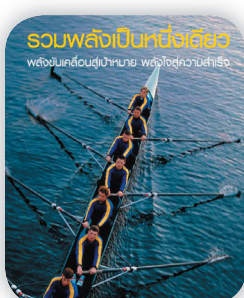
(3) It agreed to receive the transfer of GE Money Retail Bank Public Company Ltd.'s assets and liabilities comprising deposits, housing and personal loans with immoveable assets as collateral,

and other assets and buildings to be agreed upon. The compensation for such transfer was to be at a price to be agreed upon. The transfer was to be completed within 12 months of the transfer being allowed by the Ministry of Finance in accordance with the "One Presence Policy" of GECIH group.

October 30, 2006: Bank of Ayudhya received a letter of confirmation from GECIH stating its intention to subscribe to the Bank's 1,391 million new shares by January 10, 2007.

January 3, 2007: GECIH made payment for 1,391 million new shares which accounted for 25.4% of paid-up shares after the complete exercise of warrants. The investment was worth Baht 22,256 million (approximately USD 600 million). GECIH also transferred the assets and liabilities of GE Money Retail Bank Public Company Ltd. to Bank of Ayudhya under the agreement.

Ongoing activities in the first half of 2007 were based on the 100-day strategic work plan which provided the scope of strategic operations designed to promote the potential for growth. The objective was to integrate and utilize each party's strong points to create the highest efficiency in the generation of strength for the Bank and to enhance financial success. The 100-day work plan emphasized three important aspects: supporting the development of vision and strategy, driving the integration of both organizations' cultures and values, and building the feeling of "learning and growing together".





Innovation and new product development

In 2006, the Bank developed and improved basic infrastructure for new and varied financial services utilizing modern technology. This included the building of database infrastructure, improving the efficiency of service channels, and developing communication networks between the Head Office and branches nationwide. These development and improvement were essential for the Bank to handle increasing transaction volumes, develop risk management processes, and implement IT-related security measures to increase customers' confidence in the storage of customers' information. The Bank also carried out numerous marketing activities to expand its customer base, achieving a satisfactory increase in revenue.

With respect to product innovations, the Bank launched new and modern services such as the 3-D ATM card, the Krungsri Teen Plus Savings Account for 19-year olds or younger people, the Krungsri Tawee Plus Savings Account with tax exemption for general customers to promote the habit of monthly savings, and the Cash Connect Savings Account for entrepreneurs or business owners who want convenience in managing the cash in their accounts. The Bank offered liquidity management services in the form of Cash Management, allowing customers to transfer money among accounts, and to specify the number of accounts for transferring money. In addition, the Bank developed the Krungsri Quick service, which can be used to transfer money with the Real Time Online system. With this, a sender can immediately transfer money into a recipient's account. However, neither the sender nor

the recipient of the transfer need to have any account with the Bank. The recipient just simply show an ID card to verify his/her identity to receive the money or cashier's cheque. The KDE COOP is another service system the Bank developed. In the form of a web application, it is for receiving and sending cooperative member information between the Head Office and branches nationwide. The system supports applications for express loans and dividend payments to members of cooperatives. In addition, the Bank continued to improve its credit card services for users. A SmartCard system for EMV (VISA) and M-chip (MasterCard) was developed to accommodate credit card transactions in Thai Baht or foreign currencies. In order to safeguard against the theft of credit card information, a Terminal Line Encryption system was installed. With continuous improvement, the Bank has expanded the number of branches to 32 to accept cheques for clearance until 15:00 hrs. Customers can instantly withdraw money from cheques from different branches nationwide up to Baht 300,000. Also, in order to enhance operational efficiency in providing services to customers, the Bank has established an operation center at the Head Office for handling promissory notes, bills, discounted and obligation loans.

The Bank has developed a database system in the form of the Enterprise Data Warehouse. The development relied on Oracle technology to design a system that can provide support to users and provide timely information that is necessary for today's competition. The Bank also implemented a Data Cleansing program to reduce data duplication and

regularly update the customer database. The cleaned and updated data can be analyzed and used for developing effective marketing plans.

To improve service efficiency, the Bank has developed an IT architectural system employing Middleware Technology. This improves the efficiency in connectivity between service channels and the Bank's main system and is a part of SOA (Service Oriented Architecture) to develop new infrastructure to computer systems. The Bank has increased the bandwidth of its communication network connecting the Head Office and branches, from 128 Kbps. (originally relying on a DDN Leased Line) to 512 Kbps. (employing Multiprotocol Label Switching). The Bank cancelled Nodes in regions, ensuring all branches have direct connectivity with the Head Office. This move supports a greater volume of transactions as well as supporting upcoming work systems.

The Bank has developed and implemented an Operational Risk Framework to improve risk management efficiency. Also, the Bank has begun developing a program to effectively manage, evaluate, and control operational risk for divisions. In compliance with its IT security policy to manage backup data (ISO 17799), the Bank has employed a tape management system for customer data storage. In addition to storage in the main center, data will be sent through the computer network to another center for data backup with tape. Data transmission on the network has now replaced physical transfer of data on a storage medium. This ensures greater accuracy, speed, and security.

With continuous development in innovations and new products, the Bank's potential to provide financial services has constantly increased. The Bank is ready to serve and assist the increasing number of customers with the need for various services.

The Bank offers many services, such as deposits, loans, and money transfer (over the counter, through Krungsri ATM, through Krungsri Online, through Krungsri M-Banking, through Krungsri Phone 1572, and through Krungsri e-Payment). With this variety of services, customers can select the services that match their needs. The services of the Bank are convenient, fast, and secure for customers without the limitation of place or time.

Due to the intensified competition in financial services from banks and non-bank institutions, the Bank placed great emphasis on marketing activities throughout 2006. The Bank launched a number of newly designed marketing campaign in order to broaden its customer base and better serve its target customers. The addition of new financial products and services enabled the Bank to utilize its existing resources and capabilities to the full, thus reducing operating costs and increasing profitability. The Bank has continuously advertised and promoted the money transfer services targeted at specific customers to create awareness and understanding of the services, e.g. permanent income earners who need monthly transfer service to send money home or parents who need to send money to their children on a regular basis, etc. The Bank has used modern technologies to provide more efficient services including payment for goods and services and automatic money transfer. For instance, bar codes have been employed rather than manual keyboard entry to expedite data input. Member cards accumulating scores have been used in conjunction with the development of a Loyalty Program. The Bank has also developed a payment savings account requiring no minimum balance while a call center has been established to answer customers' inquiries. The Bank has also emphasized increasing the capability of its electronic service system to fully address the needs of customers. New services have also been developed to provide easy

and convenient access by customers. The Bank realizes that the electronic medium has become an important channel for offering future products and services to customers. Therefore, the Bank encourages customers to use electronic services by charging lower fees (if any) than traditional channels. In addition, the Bank has implemented competitive strategies in order to increase its customer base and gain market share. The Bank has joined business partners selling both the Bank's group life insurance and that of its business partners to allow customers to have greater product choices to best suit their needs. This resulted in the Bank's receiving the payment of premiums from several insurance companies. Under the

concept of Entertainment Banking, the Bank has joined hands with entertainment businesses like movie theater chains and has launched a number of special products and services for customers. This helped promote the image and popularity of the Bank's services.

The development of innovative products and services, coupled with the rigorous implementation of various marketing campaigns, meant the Bank's annual revenue in 2006, in the form of net interest and dividend income, increased more than 13%, while the revenue from fees and services increased more than 20%.





Branch Development

In 2006, the Bank opened 60 new branches nationwide, including 21 branches in PTT gas stations. The Bank has also transformed 10 sub-branches into full-fledged branch operations, enabling customers to have more access to the Bank's various services.

Nationwide Branch Network

As of the end of 2006, the Bank had a network of 552 branches including the Head Office, 548 domestic branches, and 3 overseas branches in Hong Kong, Vientiane, and the Cayman Islands.

Location	Number of branches
Head office	1
Bangkok	182
Periphery (Nonthaburi, Pathumthani, Samut Prakarn, Samut Sakorn, and Nakorn Pathom)	73
The Provinces	293
Overseas	3
Total	552

New Branches

The Bank opened 60 new branches in 2006: 29 branches in Bangkok and its periphery, and 31 provincial branches, most of which were sub-branches in the form of mini-offices. New branch sites were located in gas stations, shopping centers, tourist destinations, residential areas, transportation centers, educational institutions, business locations, industry locations, hospitals, industrial estates, office buildings, etc.

Transformation of Sub-branches to Full-fledged Branches

In 2006, the Bank selected 10 sub-branches with potential and a comparatively high volume of deposits, loans, and service transactions to be upgraded into full-fledged branches in order to provide the Bank's customers with a full variety of services.

Design and Improvement of Branches

The Bank has designed and decorated its newly opened branches with an attractive and modern look, offering convenience in accessing service. Space has been allocated for the installation of automatic transaction devices such as ATMs, Cash Deposit Machines, and Passbook Update Machines. These are for customers' convenience and are designed to suit modern lifestyles.

Alliances for Service Provision through Branches

The Bank has pursued business alliances to open more branches in PTT gas stations, Central Department Stores, HomePro stores, Tesco Lotus supermarkets, etc. The Bank is the first in Thailand to open branches in gas stations. Presently, the number of branches in PTT gas stations stands at 30, as of December 31, 2006. In addition, the Bank has partnered with entertainment business operators, such as Major Cineplex, SF Cinema, GTH, Media of Medias, BBTV Productions, and UBC Academy Fantasia to offer financial products and services through the Bank's branch network. This helps ensure the Bank's customers receive privilege services, which enhances the popularity of the Bank and its businesses.

Foreign Currency Exchange Booths

In addition to basic services: foreign currency exchange, purchase of traveler's cheques, money transfer services via Western Union, and Cash Advance services, the Bank has also been permitted by Bank of Thailand to establish 11 foreign currency exchange booths to provide deposit services to customers of up to 50,000 baht per transaction, as well as bill payments and loan repayments.

As of December 31, 2006, the Bank had a total of 69 foreign currency exchange booths: 12 booths located in Bangkok, 1 booth in the periphery, and 56 booths in various tourist destinations in the provinces.

ATM Services

As of December 31, 2006, the Bank had installed a total of 2,574 ATMs to provide financial

services to holders of the Bank's ATM cards and/or credit cards as well as clients of other financial institutions, both domestic and international. There were 1,279 ATMs available within the Bangkok clearing house area and 1,295 ATMs in the provinces. The Bank has also extended and developed other services available from ATMs, such as bill payments for goods and services and money transfer services. In addition, the Bank has launched a promotion called "Krungsri Lucky Yellow" giving a variety of rewards for clients who transfer money through the Bank's ATM network.





Organizational Restructuring and Human Resources Development

The Bank has restructured its organization in order to be ready for business expansion and deal with ongoing competition. In 2006 and early 2007, the Bank redefined its line of command based on the customer-centric concept. It made its organization structure more precise to cater to the needs of large, medium and small enterprises and retail customers. The Bank also restructured other sections that oversee Risk Management, Compliance, and Good Corporate Governance. The restructure has been performed to comply with regulatory policies and to meet international standards. The Bank also restructured and merged some of its operational units. In addition, the Bank expanded its branches nationwide to support the growth of its business and to improve overall operating efficiency.

With respect to Human Resources Development (HRD) in 2006, the main goal of the Bank was to develop the knowledge, competencies, and skills of its employees to match the requirements of their jobs. HRD helped employees to gain basic as well as advanced knowledge to enable them to successfully pursue their assigned functions and grow professionally in their careers.

The HRD program consisted of training modules covering three main issues: 1) sales and services (to develop trainees' skills in sales and after-sales services, enabling them to become financial

advisors), 2) managerial skills (to develop managerial skills to enhance trainees' competitive edge), and 3) knowledge and skill development (to develop necessary skills and knowledge for each job).

The Bank also helped its employees to develop and sharpen their knowledge by providing self-learning systems emphasizing knowledge of the products and services of the Bank, sales and service skills, and English language skills. Employees can learn through a number of channels: 1) self-learning through electronic means, 2) correspondence courses, 3) krungsri.net where various articles and information can be found, 4) learning center (library), and 5) learning through role play. In addition, the Bank also encouraged the development of employees' language skills through various means.

In 2006, the Bank organized 92 training courses with a total of 410 classes. The total attendance was 29,043. Each employee thus received training an average of 3.5 times per year. The Bank also helped its employees to attend external training courses or seminars. In addition, 32 employees were granted scholarships to continue their education at the Master's degree level.

Risk Management

In general, the Board of Directors of the Bank has authorized their power and responsibility to a higher executive body or the so-called Risk Management Committee (RMC) to establish a policy, strategies, and practices regarding Bank-Wide Risk Management. The RMC is also responsible for making sure that a risk measurement system can identify and estimate aggregate risk rating and a reporting system can provide accurate information about the levels and sources of risks in order that the Bank can continuously enhance effectiveness of risk management in accordance with Good Corporate Governance as prescribed by the Bank of Thailand and the new Basel Capital Accord (Basel II). This included the establishment of committees such as the Asset and Liability Committee (ALCO), the Credit Management Committee, and the Investment Management Committee to be responsible for management of the Bank's business operations so that they will be within acceptable risk levels and in line with the prescribed plan and strategy.

The Risk Management Group, an independent unit that reports directly to the Risk Management Committee, is responsible for submitting a report on risk assessment that is derived from the Bank's operations and the impacts that may incur in the case of external changes. Apart from the report on status of various aspects of risk that executives receive each day from the business groups under their direct responsibility, the Risk Management Section assesses risk using various tools according to the standards of leading commercial banks and under the regulations given by Bank of Thailand. It prepares a report on the risk assessment results to be submitted to the executives and committees concerned so that the Risk Management Committee can assess the risk that

the Bank is encountering and can formulate and/or adjust strategies to effectively reduce risks arising from changes in external factors. In addition, the Bank has a clear policy to strictly comply with the rules and criteria prescribed by the Bank of Thailand.

Market Risk

Market risk refers to the risk that the Bank may incur losses arising from changes of market parameters that may impact the Bank financial positions both on and off the balance sheet. In general, market risk consists of changes in interest rates, foreign exchange rates, stock prices, and commodity prices, all of which are external factors that are uncontrollable. Therefore, the Bank needs to have in place a procedure to closely assess, monitor, report, and control such risks through the Asset and Liability Committee (ALCO) who sets guidelines for the Bank's assets and liabilities administration together with the monitoring and control of market risk to ensure that it is still at an appropriate level and in line with the Market Risk Policies, the Trading Book Policy and the Banking Book Policy, approved by the Risk Management Committee (RMC) and the Board of Directors. This is also to ascertain the adequacy of capital funds for transactions in the Trading Book Policy and the continuous development of the risk management process in order to comply with the interest rate risk supervision policy under the Banking Book Policy as prescribed by the Bank of Thailand in 2006.

The Bank has adopted various tools and approaches for its risk management. Net Interest Income Simulation is applied to assess the Banking Book positions sensitivity to market interest rate changes. Meanwhile, Value-at-Risk (VaR) technique



is selected for the Trading Book positions to predict the Bank maximum loss by the next business day with the pre-determined probability. Other tools are limits (VaR, Stop Loss, and Trader Limits), Stress Testing (A tool assisting the Bank to assess the potential loss in a severe market condition where market parameters adversely move against the Bank's position), and Back Testing (A procedure to test VaR model robustness of accuracy and reliability). Such strategies are to warrant that the Bank possesses a preventive and proper control system.

1. Interest Rate Risk Management

Interest Rate risk refers to the loss affecting income and/or shareholders' equity due to interest rate changes which may occur to the Bank's position both on and off balance sheet in the Trading Book and/or the Banking Book. ALCO manages the interest rate risk in the Banking Book using Gap Analysis (A maturity mismatch of interest sensitive assets and liabilities), Net Interest Income Simulation under a Static and a Dynamic approach, assuming the Bank's business growth and interest rate in the future.

The Bank has managed its interest rate risk exposure in the Trading Book position from debt instruments and derivatives, according to the size and complication of transactions under the market risk supervision policy scheme in accordance with criteria of the Bank of Thailand.

2. Foreign Exchange Risk Management

Foreign Exchange risk refers to the loss affecting income and/or shareholders' equity from exchange rate fluctuations that impact foreign currency assets and liabilities. They are mainly from services providing to the Bank's customers. The Board of Directors via ALCO sets the maximum overnight foreign exchange position at acceptable risk level that can be held by the end of the day and

the Asset and Liability Committee supervises it within the approved framework.

3. Price Risk Management

Price risk refers to the loss affecting income and/or shareholders' equity from a movement in equity price. Equity invested is normally for long term. The Board of Directors has appointed the Investment Committee (IC) to set up the Investment Policy and Limits, investment strategy and management guidelines, monitoring and assessment process to be efficient, appropriate, and in line with economic conditions and competition in the financial sector. Such policy and limits will be revised annually or when the business condition warrants

The Bank manages its exposure partly via derivative products. As far as the Good Corporate Governance and the Internal Audit Scheme are concerned, there is a completed product programme for derivatives (FX Forward contract, CCS, IRS) executed with the Bank's counterparties. This is done by clearly specifying the guidelines of the Departments concerned and identifying risk in each derivative in advance.

Credit Risk

Credit risk is the most important risk in the commercial banking business because, if the credit that the Bank has approved and extended to a customer cannot be repaid within the given timeframe as agreed, it directly affects the Bank's business. Consequently, credit risk management always needs to be improved to keep pace with credit business extension. The Bank is cognizant of this interrelation, and has developed two supplementary tools to measure credit risk.

The first item is the SME Credit Rating System. This was developed from the former system in use since 2001, i.e., the Credit Rating System for the measurement of the risk of debtors of all sizes:

large, medium, and small. In an effort to develop risk measurement which is more closely aligned with different sizes of debtors, the Bank initiated the SME Credit Rating as a separate instrument at the beginning of 2006. Presently, the Bank has two Credit Rating Tools, one for large-scale debtors and another for SME debtors. In addition, the Bank also has a separate tool called the Credit Scoring System for the measurement of the risks of borrowers in the categories of housing loans and retail loans.

The second item, initiated in 2006, is the Country Risk Rating System. This was initiated because the Bank has increasingly granted credit and allowed financial transactions for customers who have domicile in foreign countries. Because of the nature of the cross-boundary credit granting process, the Bank not only takes risk arising from its own debtors, but also the risk arising from the situation of the countries in which debtors are located. Foreign governments may change monetary and fiscal policy, which affects the ability of the Bank's debtors or counterparties to repay debts. With regard to Country Risk, the Bank developed a rating system at the end of 2006 for the determination of the maximum credit limit amount for each country (Country Limit) according to the risk of the country concerned. This is a tool to prevent the Bank from granting too much credit to a particular country.

In relation to Credit Risk Measurement, 2006 was the year in which the Bank prepared to apply the Basel II framework for which the Bank of Thailand has set a requirement for Parallel Calculation by the end of 2007, and for implementation by the end of 2008.

The Basel II framework is considered a regulatory tool for supervising commercial banks which has three pillars. Pillar 1 deals with minimum capital requirement regulations and covers calculation of capital-to-risk ratios where not only Credit Risk

is brought into calculation, but commercial banks must also bring Market Risk and Operational Risk into calculation as well. Pillar 2 is the supervisory review process of the central bank to supervise the consistency between the capital funds maintenance of commercial banks and the actual confronted risk level. Pillar 3 covers banks' information disclosure to the public such as depositors and investors.

All three pillars of Basel II are believed to improve the financial strength of the Bank and also benefit the Bank's customers.

The Bank has been prepared to comply with Basel II for several years. Certain executives have been assigned to take this responsibility, followed by the setting up of working groups for information arrangement, and the introduction of a calculation system derived from an appropriate foreign software package. Due to the fact that Basel II is considered a new regulation relating to various departments in the Bank, there has been internal communication at all levels of executive management to promote recognition and understanding of the importance of Basel II. The preparation has been ongoing to ensure smooth operations when the time for implementation of the regulatory requirements arrives.

Liquidity Risk

Liquidity risk refers to the Bank's ability to convert its assets into cash or borrow from its counterparty the fund to repay its obligation on the due date. The Board of Directors has set up a liquidity management plan and framework to control such risk. As a result, the daily excess liquidity limits (An Early Warning Point and A Trigger Point) are set up basing on the Bank deposits historical data, business competition, economic circumstance, and expected return to meet the Bank daily liquidity requirement and also Bank of Thailand announcement.

Look from policy wise, Senior Managements from Risk Management and Treasury Sections are the directly accountable. Stress Testing is also conducted to evaluate the impact from liquidity shortage, thus the Bank will well prepare its liquidity contingency plan such that the effect is minimal.

Operationally, the Bank has assigned Treasury Department to monitor daily liquidity with a supervision of Senior Management and the ALCO. The supervision covers the diversification of risk to suit asset and liability profiles and thus enable the Bank to efficiently repay to its clients both on demand and periodical due with appropriate funding cost. Reports relevant to liquidity risk management are the Maturity Gap and the Net Liquidity Report as per Bank of Thailand guidelines.

Operational Risk

Operational risk is the risk of damage resulting from the lack of skillful management or good governance within an organization and the inadequacy of proper control, which might involve internal operations, personnel, the system, or external occurrences that in turn affect the income and capital funds of financial institutions. Examples of these deficiencies include fraud, the lack of or incorrect information in making decisions, interruption or breakdown in the computer system, terrorism, natural disasters, etc. All these are regarded as risks that the Bank must closely monitor and control. The Bank has realized and attached importance to this issue by mean of using the factors and criteria for the assessment of integrated risk and the position of financial institutions as prescribed by the Financial Institutions Supervision Group of the Bank of Thailand for assessment of operational risk in the Bank's overview for submission to the Risk Management Committee and the Board of Directors. The Bank has also prepared a Loss Incident Report to assess, monitor, and ensure operational risk is within the level acceptable to the Bank.

In addition to produce a general overview in managing Bank's overall operational risk report that enable managers to understand and use the available information to make decisions regarding policies, the Bank has conducted the Control Risk Self Assessment Project in order to improve the monitoring system to minimize risk, to enhance the effectiveness in operations, and to help organizing internal information for monitoring the overall situation of operational risk in the Bank. This will help to develop consciousness, knowledge and understanding, and build an awareness of responsibility to all involved employees, regardless of level because the operational risks involve in every step of work processes. Specialists in this field have been appointed as project directors. These will lead the Bank to comply with Sound Practice in the Management and Supervision of Operational Risk.

In order to support the aforementioned process, the Board of Directors has approved the establishment of the Operational Risk Management Committee (ORMC) responsible for setting policy and controlling, supervising, and monitoring overall operational risk management. The Risk Management Committee and the independent Audit Committee will closely supervise the operational risk management of the ORMC. The ORMC and the operational risk management section of the Bank will directly report to the Board of Directors as well as evaluate, monitor, and arrange operational risk reports at both the departmental level and for the Bank overall.

The Audit Committee consists of qualified persons with experience, knowledge, and expertise in audit and commercial banking operations. All these qualified persons are independent members, being neither Bank executives nor employees. The Audit Committee considers and examines the Bank's financial reports so that financial reporting can be

done accurately and in compliance with the internal control and risk management systems. The Committee also conducts internal audits that are appropriate, sound, and in compliance with the rules and regulations prescribed by the authorities.

The Bank has calculated the minimum capital requirements for operational risk by using a Standardized Approach since June 2006. Additionally, the Bank performs a Business Continuity Plan and a Disaster Recovery Plan to support the Bank's critical business operations at the worst possible case scenario as one of the assumptions in the preparation of the plan. Thus, in an emergency, the Bank will be able to continue to provide services to customers and trading partners without any interruption. Moreover, testing and reviewing Business Continuity Plan has been made to comply with the related requirements given by Bank of Thailand. Apart from the above mention, to elaborate on establishment and development of a sound operational risk management environment, the Bank has performed operational procedures on launching any new product as well as implementing the new processes under the New Product Program Policy in order to assure that it is capable of

managing operational risk without any adverse effect as well as be in the risk acceptance criteria. These are in compliance with the good supervision standard of the Bank of Thailand.

Conclusion

During the past year, in addition to the operation of its business in accordance with policy guidelines for risk management and risk control to curb all the risk incurred as prescribed under the work plan and supervision framework, the Bank also adopted factors and criteria for risk assessment and the integrated position of financial institutions guided by the Financial Institutions Supervision Group of the Bank of Thailand. Moreover, the Bank enhanced its organizational structure and developed an applications system and tools to be applied for identification, assessment, monitoring, and control or mitigation of risks that might occur. The Bank has also enhanced its internal operational processes in order to further boost efficiency and competency in risk management and control. Accordingly, the Bank's overall operations and capital fund, after considering risk effects, would be kept at a stable level that supports the Bank's capacity to absorb more risk.



Corporate Social Responsibility

The Bank is committed to contribute to Thai social development. In 2006, the Bank, in conjunction with the government and private sectors, organized activities to support cultural, educational, and religious development, and provided financial support to various social activities.

Art and Culture

On the auspicious occasion of the 60th Anniversary of His Majesty the King's Accession to the Throne, the Bank in cooperation with Siam City Cement Public Company Limited and the Cultural Council of Phranakorn District, constructed "Sum Dep Deva Kamnoed" (Arch of the Origin of Gods). This portal, with magnificent decoration, stretched 50 meters along Rajadamnern Klang Road from the Rattanakosin Hotel to Lan Karnchanapisek to celebrate the achievements and benevolence of the world's current longest-reigning monarch. The splendid sculpture along the portal told the story of devas gathered for this special occasion. The other side of the arch showed pictures of His Majesty the King's numerous projects for the well being of people, which have been undertaken throughout the reign.

For 21 years, the Bank has sponsored a TV program on Channel 7, "Jodmai-hade Krungsri" (Krungsri Archives), covering Thai historical and cultural stories. In 2006, the Bank was awarded a Golden TV award for its role as a supporter of a cultural program. In addition, the Bank supported the building of signposts for Sukhothai Historical Park, a world heritage site recognized by UNESCO. The Bank continues to give support to renovating the Buddha image and ceiling of Wat Suwandaram in Ayudhya. Other activities include supporting the renovation of Thonburi palace and the building of the Royal Thai Army's "Sala Roy Phra Bat".



Religion

The Bank organized a “Kathin” (robes offering for Buddhist monks) ceremony for the year 2006 on October 8 at Wat Phra Thaad Renu, Amphoe Renunakorn, Nakorn Phanom province. A total of 1,311,599 baht for merit making was collected from the Board of Directors, executives, and employees of the Bank to renovate Phra Thaad Renu, a monumental Buddhist building in the Northeast of Thailand. In addition, the Bank regularly offered Kathin robes in conjunction with other organizations such as the Bureau of the Royal Household, the Anti-Money Laundering Office, and the Social Security Office.

Education

The Bank has given educational scholarships to young people of Ban Mahamek Welfare Home for 17 consecutive years and to the Rural Scholarship Program of Chulalongkorn University (“Chulachonnabot”) for the second time. This reflects the Bank’s deep appreciation of the power of education to provide opportunities for young people to have a better future. The Bank also sponsored an essay competition for young people with the topic “Sport makes better people, people create the nation.” Competition winners were given the chance to go to Germany to watch World Cup 2006 matches. The Bank also published books entitled “Sian Noi Pa Koonnatham Kao Rongrian” (Young Star Takes Virtue to School) and gave the books to the Office of the Basic Education Commission to distribute among selected schools throughout the nation. At the university level, the Bank sponsored the Sasin Graduate Institute of Business Administration of Chulalongkorn University’s Business Plan Competition and Thammasat University’s Asia Moot Corp Competition. Kasetsart University received the Bank’s financial support for construction of the Economics Faculty building. The Bank also contributed to the 89-angled Book Corner at Bank of Thailand.



Donations, Welfare and Social Contributions

The Bank has continued to contribute to charities and other welfare organizations such as donating money to the Nephrology Foundation of Thailand (under Royal Patronage). The Bank also is the venue for jasmine sales on the auspicious occasion of Her Majesty the Queen's birthday celebration through branch network around the country. The Bank also encouraged its executives and employees to donate blood to the National Blood Center and the Thai Red Cross four times a year. Furthermore, the Bank supported the program "Sai Yai Rak Haeng Krobkrua" (Love for Family) in partnership with Thai Airways International to assist people in the three southernmost provinces. The Bank supported the program "Ruam Jai Thai Soo Tai" (Combined Thai Encouragement to the South) of the Medical Association of Thailand (under Royal Patronage) and the program "Santitham 960 for the relief of problems in the South".

The Bank organized an activity called "Tharn Namjai of Bank of Ayudhya Employees" to collect cash donations from employees for disaster victims in the provinces of Ayudhya, Chantaburi, Angthong, and Chiangmai. The Bank gave a "subsistence bag" which contained items to help people in the North and Northeast, including Amphoe Tha Pla, Tambon Bannamta, Uttaradit province, to cope with cold weather. The Bank also provided blankets, sweaters, and sports equipment as well as hosting activities for AIDS-affected people as part of the Thammarak Nives program of Wat Phra Bat Nampu, Lopburi province. The Bank donated money, sports equipment, and lunches to students at Prachanukroh 33 School.

The Bank organized activities for young people to help enhance their knowledge and provide recreation. The Bank also collaborated with TV Channel 7 to hold Children Day's activities for more than 600 children. These activities included quizzes, games, watching behind-the-scenes TV program production, and watching simulated news broadcasting. In addition, the Bank took children from various welfare homes to watch movies such as "Kan Kluay", "Seasons Change" and "Ant Bully".



Subsidiaries, Associated and Related Companies

Details of companies where the Bank's holdings are 10% or more of paid-up capital.
As of December 31, 2006

Subsidiaries and Associated Companies

Names	Business Type	Issued Shares		Ownership (%)
		Share Type	No. of Shares	
1. Ayudhya Asset Management Co., Ltd. Bank of Ayudhya Plc. Fl 11, 1222 Rama III Road, Bang Phongphang Yannawa, Bangkok 10120 Tel : 0-2296-4129 Fax : 0-2683-1400	Asset Management	Ordinary	200,000,000	99.99
2. Siam Realty and Services Co., Ltd. Bank of Ayudhya Building, Ploenchit Office, Fl 2, 550 Ploenchit Road, Patumwan, Bangkok 10330 Tel : 0-2208-2465-9, 0-2208-2449 Fax : 0-2253-8609	Services	Ordinary	1,000,000	99.99
3. K.S. Law office Co., Ltd Bank of Ayudhya Building, Ploenchit Office, Fl 3-6, 550 Ploenchit Road, Patumwan, Bangkok 10330 Tel : 0-2208-2607 Fax : 0-2251-6581	Services	Ordinary	3,200,000	99.99
4. Ayudhya Capital Lease Co., Ltd. 16th Floor Ploenchit Tower 898 Ploenchit Road, Lumpini Patumwan, Bangkok 10330 Tel : 0-2263-0555 Fax : 0-2263-0550	Finance (Auto Leasing)	Ordinary	300,000,000	99.99

Names	Business Type	Issued Shares		Ownership (%)
		Share Type	No. of Shares	
5. Ayudhya Fund Management Co., Ltd. Ploenchit Tower Fl 12, 898 Ploenchit Road, Patumwan, Bangkok 10330 Tel : 0-2657-5757 Fax : 0-2657-5777	Asset Management	Ordinary	3,500,000	99.99
6. Ayudhya Development Leasing Co., Ltd. Chamnan-Phenjati Business Center, Fl 22, 65/182-185 Rama IX Road, Huay Kwang, Bangkok 10320 Tel : 0-2643-1980 Fax : 0-2643-1059-60	Finance (Leasing & Hire-Purchase)	Ordinary	70,500,000	86.73
7. Ayudhya Securities Plc. 999/9 The Offices at Central World, Fl 12, Rama 1 Road, Patumwan, Bangkok 10330 Tel : 0-2659-7000 Fax : 0-2646-1100	Securities	Ordinary	60,000,000	86.33
8. Ayudhya Auto Lease Plc. 898 Ploenchit Tower Building Fl 3, Patumwan, Bangkok 10330 Tel : 0-2263-0355 Fax : 0-2263-0388	Finance (Auto Leasing)	Ordinary (listed) Preferred	235,000,000 50,000,000	79.33
9. Ayudhya International Factors Co., Ltd. Lumpini Tower Fl 20, 1168/55 Rama IV Road, Tungmahamek, Sathorn, Bangkok 10120 Tel : 0-2285-6326-32 Fax : 0-2285-6335, 0-2679-9159	Finance (Factoring)	Ordinary	50,000,000	50.63
10. Krungsriayudhya Card Co., Ltd. Capital Tower, All Seasons Place Fl 1-6, 8-11 87/1 Wireless Road, Lumpini Patumwan, Bangkok 10330 Tel : 0-2345-3000 Fax : 0-2345-3001	Finance (Credit Card)	Ordinary	110,000,000	49.99

Related Companies

Names	Business Type	Issued Shares		Ownership (%)
		Share Type	No. of Shares	
1. The Ayudhya Insurance Plc. Ploenchit Tower Fl 7, 898 Ploenchit Road, Lumpini Patumwan, Bangkok 10330 Tel : 0-2263-0335 Fax : 0-2263-0589	Insurance	Ordinary (listed)	250,000,000	10.92
2. P.P. Parawood Co., Ltd. 111/1 Moo 1 Tambonbanchang, Phanatnikom, Chonburi 20140 Tel : (038) 464-268-80 Fax : (038) 464-2612-2	Furniture Manufacturer	Ordinary	95,000	10.00
3. PrimaVest Asset Management Co., Ltd. Tonson Tower Fl 5, 900 Ploenchit Road, Lumpini Patumwan, Bangkok 10330 Tel : 0-2257-0555 Fax : 0-2257-0360	Asset Management	Ordinary	25,000,000	10.00
4. Asian Trade and Leasing Co., Ltd. 130-132 Sindhorn Tower 3, Fl 24, Wireless Road, Lumpini Patumwan, Bangkok 10330 Tel : 0-2263-3841-8 Fax : 0-2263-3849-50	Leasing	Ordinary	1,500,000	10.00

Companies whose shares acquired from debt restructuring process

Names	Business Type	Issued Shares		Ownership (%)
		Share Type	No. of Shares	
1. Wongpaitoon Planner Co., Ltd. ^{1/} 70/19 Moo 6, Ekkachai Road, Bang Bon, Bangkok 10150 Tel : 0-2416-4642 Fax : 0-2416-1850	Planning Management	Ordinary Preferred	45,000 5,000	99.99
2. Siam Bangkok Port Limited 51/1 Moo 3, Poochao Samingphrai Road, Bang Ya Phraek, Phra Pradaeng, Samut Prakan 10130	Cargo Loading Warehouse	Ordinary	6,000,000	51.00
3. Wongpaitoon Group Plc. ^{2/} 70/19 Moo 6, Ekkachai Road, Bang Bon, Bangkok 10150 Tel : 0-2416-4647-9, 0-2415-8680 Fax : 0-2416-1850	Manufacturing (Shoes)	Ordinary	604,845,880	28.86
4. Advance Die Casting Service Co., Ltd. 588/29-30 Rama VI, Phayathai Ratchatavi, Bangkok 10400 Tel : 0-2613-7617-8 Fax : 0-2215-3704	Manufacturing (Vehicle Parts)	Ordinary Preferred	1,328,550 10,797,300	27.05
5. Time Regency Co., Ltd. ^{3/} 63/3 Soi Taweemit, Rama IX Road, Huay Khwang, Bangkok 10310 Tel : 0-2246-2323	Real Estate	Ordinary	13,495,872	24.48
6. Lenso Phonecard Co., Ltd. 292 Srinakarin Road, Huamark, Bangkapi, Bangkok 10240 Tel : 0-2351-8116 Fax : 0-2351-8009	Operates International Line Public Phone Card	Ordinary	62,423,190	18.23
7. UMC Metals Ltd. Sino-Thai Tower Fl 15, 32/37 Sukhumvit 21 Road, (Asoke) Wattana, Bangkok 10110 Tel : 0-2259-2942-5 Fax : 0-2259-2946	Manufacturing and Trading (Steel Rod)	Ordinary Preferred	95,000,000 50,000,000	15.05

Names	Business Type	Issued Shares		Ownership (%)
		Share Type	No. of Shares	
8. Namprasert Construction Co., Ltd. 2 Soi Silom 9, Silom Road, Silom, Bang Rak, Bangkok 10500 Tel : 0-2266-6370	Construction	Ordinary	1,206,830,911	12.11

Remarks : ^{1/} Shares acquired from conditions of purchase of claims

^{2/} Shares acquired from debt restructuring process and conditions of purchase of claims

^{3/} Shares acquired from debt restructuring process and acceptance of transfer shares from
Ayudhya Auto Lease Plc. pursuant to One Presence Policy

Income Structure of the Bank, Subsidiaries and Associated Companies

Financial Business

Names and Income Structure	2006		2005		2004	
	THBmn.	%	THBmn.	%	THBmn.	%
1. Bank of Ayudhya Plc.						
Income Structure						
Total Interest and Dividend Income	35,756.7	–	24,622.3	–	20,270.8	–
Net Interest and Dividend Income ^{1/}	7,757.4	45.77	10,613.8	56.23	9,920.7	63.71
Non-interest Income	9,190.0	54.23	8,263.3	43.77	5,651.9	36.29
Total	16,947.4	100.00	18,877.1	100.00	15,572.6	100.00
2. Ayudhya Capital Lease Co., Ltd.						
Income Structure						
Total Interest and Dividend Income	1.0	100.00	–	–	–	–
Net Interest and Dividend Income ^{1/}	1.0	100.00	–	–	–	–
Non-interest Income	–	–	–	–	–	–
Total	1.0	100.00	–	–	–	–
3. Ayudhya Asset Management Co., Ltd.						
Income Structure						
Total Interest and Dividend Income	603.6	27.73	408.5	18.87	163.9	18.85
Non-interest Income	1,573.3	72.27	1,756.1	81.13	705.5	81.15
Total	2,176.9	100.00	2,164.6	100.00	869.4	100.00
4. Ayudhya Fund Management Co., Ltd.						
Income Structure						
Fee and Service Income	246.2	98.09	397.6	98.91	554.4	98.86
Other Income	4.8	1.91	4.4	1.09	6.4	1.14
Total	251.0	100.00	402.0	100.00	560.8	100.00
5. Ayudhya Development Leasing Co., Ltd.						
Income Structure						
Total Interest and Dividend Income	319.2	–	254.6	–	208.4	–
Net Interest and Dividend Income ^{2/}	143.8	57.57	127.5	70.44	49.4	73.62
Non-interest Income	106.0	42.43	53.5	29.56	17.7	26.38
Total	249.8	100.00	181.0	100.00	67.1	100.00

Names and Income Structure	2006		2005		2004	
	THBmn.	%	THBmn.	%	THBmn.	%
6. Ayudhya Securities Plc.						
Income Structure						
Fee and Service Income	362.2	78.31	355.7	75.70	462.5	75.80
Gain on Investment	64.5	13.95	76.9	16.36	113.5	18.60
Other Income	35.8	7.74	37.3	7.94	34.2	5.60
Total	462.5	100.00	469.9	100.00	610.2	100.00
7. Ayudhya Auto Lease Plc.*						
Income Structure						
Total Interest and Dividend Income	909.6	–	546.6	–	386.6	–
Net Interest and Dividend Income ^{1/}	168.7	56.31	422.4	75.83	249.4	49.58
Non-interest Income	130.9	43.69	134.6	24.17	253.6	50.42
Total	299.6	100.00	557.0	100.00	503.0	100.00
8. Ayudhya International Factors Co., Ltd.						
Income Structure						
Total Interest and Dividend Income	160.1	–	116.1	–	67.3	–
Net Interest and Dividend Income ^{2/}	62.9	53.58	69.6	58.39	46.1	60.90
Non-interest Income	54.5	46.42	49.6	41.61	29.6	39.10
Total	117.4	100.00	119.2	100.00	75.7	100.00
9. Krungsriayudhya Card Co., Ltd.						
Income Structure						
Service Income	2,161.1	69.59	1,758.6	70.18	1,263.6	68.18
Non-interest Income	944.3	30.41	747.3	29.82	589.8	31.82
Total	3,105.4	100.00	2,505.9	100.00	1,853.4	100.00

Supporting Business

Names and Income Structure	2006		2005		2004	
	THBmn.	%	THBmn.	%	THBmn.	%
1. Siam Realty and Services Co., Ltd.						
Income Structure						
Car Leasing Income	215.2	37.87	208.3	39.64	183.4	38.43
Service Income	301.1	53.00	283.0	53.84	271.4	56.88
Other Income	51.9	9.13	34.3	6.52	22.4	4.69
Total	568.2	100.00	525.6	100.00	477.2	100.00

Names and Income Structure	2006		2005		2004	
	THBmn.	%	THBmn.	%	THBmn.	%
2. K.S. Law Office Co., Ltd.						
Income Structure						
Operating Income	149.3	99.73	125.5	99.29	121.9	95.91
Other Income	0.4	0.27	0.9	0.71	5.2	4.09
Total	149.7	100.00	126.4	100.00	127.1	100.00

Remarked : Year 2006 data are unaudited except Ayudhya Auto Lease Plc.

* Previous name : Ayudhya Investment and Trust Plc.

Structure of income of Ayudhya Auto Lease Plc. is derived from “the company only” Financial Statements

^{1/} Refers to interest and dividend income after provision for bad and doubtful accounts and loss on debt restructuring

^{2/} Refers to interest and dividend income after interest expense and allowance for doubtful debt

Report of the Audit Committee

To: The shareholders,
Bank of Ayudhya Public Company Limited.

The Audit Committee consists of three independent directors who are not executive member of the Bank's Board of Directors. They are as follows:

- | | |
|-----------------------------------|---------------------------------|
| 1. Mr. Surachai Prukbamroong | Chairman of the Audit Committee |
| 2. Mr. Yongyuth Withyawongsaruchi | Member of the Audit Committee |
| 3. Mr. Virat Phairatphiboon | Member of the Audit Committee |

The Audit Committee has performed its task by adhering to the principles of independence in using discretion and judgement for the supreme benefit of the organization. The Committee has supported the Bank's business operations in compliance with related laws, and in accordance with the principles of Good Corporate Governance.

In 2006, the Audit Committee called a total of six meetings with the Auditor and/or executive officers of the Bank's related departments. The Committee examined the Bank's financial statements, considered and monitored the Bank's business operations, and examined the significant operating performance as submitted by the Bank's Internal Audit department. The actions of the audit committee are summarized below.

- considered and approved the annual audit plan of the internal auditor,
- examined the Bank's quarterly and annual financial statements, and provide opinions and additional observations of the Auditors to enable the Bank's financial statements to show the actual operating performance according to accounting standards,
- supervised the Bank's audit operations to monitor the Bank's performance to ensure the compliance with relevant laws and requirements given by the Bank of Thailand, the Stock Exchange of Thailand, the Securities and Exchange Commission, and other pertinent authorities, as well as acknowledged the reports of related transactions,
- monitored and acknowledged development of the Bank's IT system, and the problems and obstacles arising from the application of the Bank's new IT system, as well as the security system of its IT database, in order to create confidence in the Bank's investment and to allow a proper and prudent application of the Bank's information system,
- acknowledged the appraisal of the efficiency of the internal audit control system, according to the assessment form of the Bank of Thailand, wherein most of the results were considered appropriate and satisfactory,
- reviewed the Bank's internal control system jointly with the internal auditor to ensure the effectiveness and sufficiency of the system.

The Audit Committee recommended Deloitte Touche Tohmatsu Jaiyos Audit Co., Ltd. to be the Bank's Auditor for the year 2006 together with an appropriate auditing fee. The proposal has already been approved by the shareholders' meeting.



(Mr. Surachai Prukbamroong)
Chairman of the Audit Committee

March 9, 2007

Financial Statements : Year Ended December 31, 2006

Report of the Independent Certified Public Accountants

Responsibility of the Board of Directors for Financial Reporting

Balance Sheets

Statements of Income

Statements of Changes in Shareholders' Equity

Statements of Cash Flows

Notes to the Consolidated and the Bank's Financial Statements

1. General Information
2. Basis for preparation of the consolidated and the Bank's financial statements
3. Significant accounting policies
4. Accounting Changes
5. Additional information
 - 5.1 Supplementary disclosures of cash flow information
 - 5.2 Interbank and money market items
 - 5.3 Securities purchased under resale agreements
 - 5.4 Investments
 - 5.5 Securities used as collateral
 - 5.6 Loans and accrued interest receivables
 - 5.7 Allowance for doubtful accounts
 - 5.8 Revaluation allowance for debt restructuring
 - 5.9 Properties foreclosed, net
 - 5.10 Property, premises and equipment, net
 - 5.11 Deposits
 - 5.12 Interbank and money market items
 - 5.13 Short-term borrowings
 - 5.14 Long-term borrowings
 - 5.15 Provisions
 - 5.16 Share capital
 - 5.17 Statutory reserve and other reserve
 - 5.18 Dividend payment
 - 5.19 Income tax
 - 5.20 Contingencies
 - 5.21 Earnings per share
 - 5.22 Long-term lease
 - 5.23 Related-party transactions
 - 5.24 Benefits given to the Directors and Executive Officers
 - 5.25 Position and results of operations classified by domestic and foreign business
 - 5.26 Provident and pension funds
 - 5.27 Disclosure of financial instruments
 - 5.28 Transfer of impaired assets to Thai Asset Management Corporation
 - 5.29 Reclassifications
 - 5.30 Events after the balance sheet date
 - 5.31 An approval of financial statements

Report of the Independent Certified Public Accountants

To The Shareholders and Board of Directors
Bank of Ayudhaya Public Company Limited

We have audited the accompanying consolidated balance sheets of Bank of Ayudhya Public Company Limited and subsidiaries and the balance sheets of Bank of Ayudhya Public Company Limited as at December 31, 2006 and 2005, and the related consolidated and the Bank's statements of income, changes in shareholders' equity and cash flows for the years then ended. These financial statements are the responsibility of the Bank's management as to their correctness and completeness of the presentation. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the aforementioned consolidated and the Bank's financial statements present fairly, in all material respects, the financial position of Bank of Ayudhya Public Company Limited and subsidiaries and of Bank of Ayudhya Public Company Limited as at December 31, 2006 and 2005, and the results of operations and cash flows for the years then ended in conformity with generally accepted accounting principles.

Without being qualified opinion, as discussed in Note 4 to the financial statements, for the year ended December 31, 2006, the Bank has retroactively adjusted the financial statements for the year ended December 31, 2005 to comply with the current year reporting policy.



Permsak Jerajakwattana
Certified Public Accountant (Thailand)
Registration No. 3427

Deloitte Touche Tohmatsu Jaiyos Audit Co., Ltd.

Bangkok
February 16, 2007

Responsibility of the Board of Directors for Financial Reporting

The Board of Directors is responsible for the Bank's financial statements, the consolidated financial statements of the Bank and its subsidiaries, and all financial information appearing in the annual report. These financial statements have been prepared in accordance with generally accepted accounting standards and practices under appropriate accounting policies applied on a consistent basis following the principles of prudence and impartiality. All important financial information about the Bank has been sufficiently disclosed in the notes to the financial statements.

The Board of Directors has supported the maintenance of an effective system of internal controls which allows it to be reasonably confident that accounting records are accurate, complete, and adequate to protect the assets of the Bank. These controls also identify weaknesses requiring preventative measures against possible wrongdoing or other irregularities in the operations of the Bank.

In this regard, the Board of Directors has appointed an Audit Committee, consisting of three (3) independent members, to be responsible for the quality of the Bank's financial reporting and internal control mechanisms. The opinion of the Audit Committee with regard to these matters appears in the Report of the Audit Committee contained in the annual report.

The Board of Directors is of the opinion that the Bank's internal controls in 2006 are adequate and allow for reasonable confidence in the reliability of the Bank's financial statements and the consolidated financial statements of the Bank and its subsidiaries as of December 31, 2006.



(Pongpinit Tejagupta)
Director



(Phanporn Kongyingyong)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS

AS AT DECEMBER 31, 2006 AND 2005

BAHT

	CONSOLIDATED		THE BANK'S	
	FINANCIAL 2006	STATEMENTS 2005 "As restated"	FINANCIAL 2006	STATEMENTS 2005
ASSETS				
CASH	19,557,998,947	17,582,256,885	19,548,139,602	17,566,731,295
INTERBANK AND MONEY MARKET ITEMS (Note 5.2)				
Domestic items				
Interest bearing	3,215,972,749	3,568,969,006	3,211,769,710	6,315,868,714
Non-interest bearing	5,437,132,595	5,571,183,453	5,291,269,822	5,348,967,530
Foreign items				
Interest bearing	68,330,278,968	41,383,849,441	68,330,278,968	41,383,849,441
Non-interest bearing	4,236,596,686	3,512,297,334	4,236,596,686	3,512,297,334
Total interbank and money market items	81,219,980,998	54,036,299,234	81,069,915,186	56,560,983,019
SECURITIES PURCHASED UNDER RESALE AGREEMENTS (Note 5.3)	13,000,000,000	33,125,000,000	13,000,000,000	32,800,000,000
INVESTMENTS (Notes 3.2, 5.4 and 5.5)				
Current investments, net	28,237,316,468	22,377,098,709	26,948,604,545	21,518,572,097
Long-term investments, net	39,362,254,543	37,907,690,249	39,115,151,627	37,614,031,126
Investments in subsidiaries and associated companies, net	785,250,429	760,782,545	6,566,232,856	5,479,443,028
Investments, net	68,384,821,440	61,045,571,503	72,629,989,028	64,612,046,251
LOANS AND ACCRUED INTEREST RECEIVABLE (Notes 3.3, 3.5 and 5.6)				
Loans	461,334,165,127	453,774,193,259	457,798,814,879	443,551,219,055
Accrued interest receivable	2,404,187,093	2,434,310,602	2,178,816,411	2,098,306,876
Total loans and accrued interest receivable	463,738,352,220	456,208,503,861	459,977,631,290	445,649,525,931
Less Allowance for doubtful accounts (Notes 3.4 and 5.7)	(28,436,158,104)	(20,445,140,492)	(22,446,571,711)	(17,819,795,151)
Less Revaluation allowance for debt restructuring (Notes 3.5 and 5.8)	(489,640,390)	(520,121,747)	(488,259,353)	(445,934,430)
Net loans and accrued interest receivable	434,812,553,726	435,243,241,622	437,042,800,226	427,383,796,350
PROPERTIES FORECLOSED, NET (Notes 3.6 and 5.9)	23,830,514,890	24,631,103,702	15,620,775,379	16,901,479,818
CUSTOMERS' LIABILITIES UNDER ACCEPTANCES	1,967,248,098	1,607,796,246	1,967,248,098	1,607,796,246
PROPERTY, PREMISES AND EQUIPMENT, NET (Notes 3.7 and 5.10)	16,362,366,653	16,046,047,748	15,424,352,982	15,208,615,658
EFFECT OF FOREIGN EXCHANGE RATES FROM UNDUE FORWARD EXCHANGE CONTRACTS	2,002,650,186	1,000,009,350	2,002,650,186	1,000,009,350
OTHER ASSETS	5,089,798,091	3,499,576,508	4,575,262,424	3,294,484,983
TOTAL ASSETS	666,227,933,029	647,816,902,798	662,881,133,111	636,935,942,970

Notes to the consolidated and the Bank's financial statements form an integral part of these statements

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS (CONTINUED)

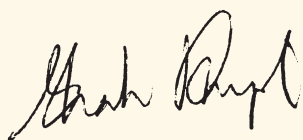
AS AT DECEMBER 31, 2006 AND 2005

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006	2005 "As restated"	2006	2005
LIABILITIES AND SHAREHOLDERS' EQUITY				
DEPOSITS (Note 5.11)				
Deposits in Baht	559,922,227,385	556,706,393,193	560,099,390,093	550,348,623,459
Deposits in foreign currencies	2,143,053,387	3,183,743,156	2,143,053,387	3,183,743,156
Total deposits	562,065,280,772	559,890,136,349	562,242,443,480	553,532,366,615
INTERBANK AND MONEY MARKET ITEMS (Note 5.12)				
Domestic items				
Interest bearing	19,919,686,139	16,921,219,649	16,551,809,542	14,634,874,139
Non-interest bearing	2,253,600,039	2,345,780,504	2,286,440,757	2,377,352,998
Foreign items				
Interest bearing	990,781,906	336,781,463	990,781,906	336,781,463
Non-interest bearing	45,480,036	39,887,809	45,480,036	39,887,809
Total interbank and money market items	23,209,548,120	19,643,669,425	19,874,512,241	17,388,896,409
LIABILITIES PAYABLE ON DEMAND	1,363,560,795	1,461,180,407	1,363,560,795	1,461,180,407
BORROWINGS (Notes 5.13 and 5.14)				
Short-term borrowings	883,100,000	-	2,881,475,000	-
Current portion of long-term borrowings (Note 5.14)	-	4,107,379,783	-	4,107,379,783
Long-term borrowings	17,414,181,183	12,000,000,000	17,414,181,183	12,000,000,000
Total borrowings	18,297,281,183	16,107,379,783	20,295,656,183	16,107,379,783
BANK'S LIABILITIES UNDER ACCEPTANCES	1,967,248,098	1,607,796,246	1,967,248,098	1,607,796,246
ACCRUED INTEREST PAYABLE	3,076,916,456	1,671,232,220	3,069,721,098	1,643,141,292
OTHER LIABILITIES (Note 5.15)	9,102,076,700	7,061,368,882	7,693,732,156	5,810,911,601
TOTAL LIABILITIES	619,081,912,124	607,442,763,312	616,506,874,051	597,551,672,353
SHAREHOLDERS' EQUITY				
SHARE CAPITAL (Note 5.16)				
Authorized share capital				
7,089,392,755 ordinary shares of Baht 10 each	70,893,927,550	70,893,927,550	70,893,927,550	70,893,927,550
Issued and paid-up share capital				
2,940,812,475 ordinary shares of Baht 10 each, fully paid	29,408,124,750		29,408,124,750	
2,870,851,586 ordinary shares of Baht 10 each, fully paid		28,708,515,860		28,708,515,860
SHARE SUBSCRIPTIONS RECEIVED IN ADVANCE (Note 5.16)	5,557,404,012	-	5,557,404,012	-
PREMIUM ON ORDINARY SHARE CAPITAL	180,974,950	41,053,172	180,974,950	41,053,172
LAND REVALUATION SURPLUS	2,906,641,798	2,906,641,798	2,906,641,798	2,906,641,798
PREMISES REVALUATION SURPLUS	2,876,524,205	3,048,365,544	2,876,524,205	3,048,365,544
REVALUATION DEFICIT ON INVESTMENTS	(947,083,866)	(1,194,215,201)	(947,083,866)	(1,194,215,201)
RETAINED EARNINGS				
Appropriated				
Statutory reserve (Note 5.17)	435,500,000	352,000,000	435,500,000	352,000,000
Unappropriated	5,956,173,211	5,521,909,444	5,956,173,211	5,521,909,444
Total	46,374,259,060	39,384,270,617	46,374,259,060	39,384,270,617
MINORITY INTEREST	771,761,845	989,868,869	-	-
TOTAL SHAREHOLDERS' EQUITY	47,146,020,905	40,374,139,486	46,374,259,060	39,384,270,617
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	666,227,933,029	647,816,902,798	662,881,133,111	636,935,942,970

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
BALANCE SHEETS (CONTINUED)
AS AT DECEMBER 31, 2006 AND 2005

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006	2005	2006	2005
		"As restated"		
OFF -BALANCE SHEET ITEMS – CONTINGENCIES (Note 5.20)				
AVALS TO BILLS AND GUARANTEES OF LOANS	5,466,979,415	5,125,928,306	5,466,979,415	5,120,928,306
LIABILITY UNDER UNMATURED IMPORT BILLS	1,824,141,144	3,194,542,295	1,824,141,144	3,194,542,295
LETTERS OF CREDIT	5,816,177,014	10,197,525,864	5,816,177,014	10,197,525,864
OTHER CONTINGENCIES	349,151,535,927	272,859,332,704	353,940,645,204	280,879,539,032

Notes to the consolidated and the Bank's financial statements form an integral part of these statements



(Mr. Ekasak Puripol)
Chief Executive Officer and President



(Mr. Pongpinit Tejagupta)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF INCOME
FOR THE YEARS ENDED DECEMBER 31, 2006 AND 2005

BAHT

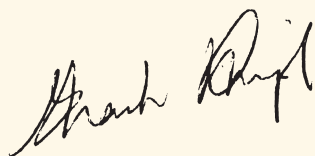
	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006	2005 "As restated"	2006	2005
INTEREST AND DIVIDEND INCOME				
Interest on loans	27,105,787,998	20,110,676,623	27,297,148,016	19,937,240,498
Interest on interbank and money market items	4,786,654,205	1,902,684,094	4,730,037,774	1,887,452,264
Hire purchase and financial lease income	1,164,177,849	642,689,106	-	-
Investments	2,700,082,582	1,966,251,768	2,654,814,462	1,931,338,267
Total Interest and Dividend Income	35,756,702,634	24,622,301,591	34,682,000,252	23,756,031,029
INTEREST EXPENSES				
Interest on deposits	15,693,011,776	7,055,596,837	15,628,847,806	6,829,410,452
Interest on interbank and money market items	376,693,033	49,002,849	237,376,422	166,718,820
Interest on short-term borrowings	87,563,251	283,289,556	87,486,757	223,787,843
Interest on long-term borrowings	520,548,287	560,779,315	520,548,287	479,999,988
Total Interest Expenses	16,677,816,347	7,948,668,557	16,474,259,272	7,699,917,103
Interest and Dividend Income, net	19,078,886,287	16,673,633,034	18,207,740,980	16,056,113,926
BAD DEBT AND DOUBTFUL ACCOUNTS (Note 5.7)	11,030,953,775	5,476,487,041	5,938,666,473	3,627,979,185
LOSS ON DEBT RESTRUCTURING (Note 5.8)	290,544,116	583,333,413	361,333,527	472,020,815
Interest and Dividend Income after Bad Debt and Doubtful Accounts and Loss on Debt Restructuring, net	7,757,388,396	10,613,812,580	11,907,740,980	11,956,113,926
NON-INTEREST INCOME				
Gain on investments	1,405,903,174	996,527,170	1,469,587,894	431,458,253
Gain (loss) on equity	31,034,026	151,941,451	(3,827,181,494)	(187,869,561)
Fees and service income				
Acceptances, aval and guarantees	57,575,030	62,002,490	62,070,433	61,566,738
Others	4,760,925,078	4,077,256,150	4,446,862,842	3,692,242,113
Gain on exchange	702,913,410	618,420,247	702,913,410	618,420,247
Gain on sales of properties foreclosed	512,428,783	728,151,915	183,978,899	308,927,334
Other income from properties foreclosed	105,870,661	107,001,473	105,870,661	107,001,473
Income from investments in receivables	951,013,626	766,122,026	-	-
Other income	662,305,541	755,831,802	87,624,926	476,023,070
Total Non-Interest Income	9,189,969,329	8,263,254,724	3,231,727,571	5,507,769,667
NON-INTEREST EXPENSES				
Personnel expenses	5,155,159,358	4,739,808,758	4,125,522,689	3,879,476,975
Premises and equipment expenses	3,328,484,539	2,787,977,068	2,805,552,050	2,404,814,766
Taxes and duties	1,457,605,078	1,067,794,542	1,316,374,442	945,047,223
Fees and service expenses	895,683,137	589,855,642	840,909,223	556,497,336
Directors' remuneration	36,982,633	32,715,600	20,127,733	19,322,600
Contributions to the Financial Institution				
Development Fund	2,279,945,913	2,079,534,257	2,266,721,642	2,052,312,131
Other expenses	2,219,457,895	1,454,276,859	2,090,045,035	1,581,888,586
Total Non-Interest Expenses	15,373,318,553	12,751,962,726	13,465,252,814	11,439,359,617

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF INCOME (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2006 AND 2005

BAHT

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006	2005 "As restated"	2006	2005
INCOME BEFORE INCOME TAX	1,574,039,172	6,125,104,578	1,674,215,737	6,024,523,976
INCOME TAX EXPENSES (Notes 3.12 and 5.19)	<u>67,413,777</u>	<u>52,377,780</u>	<u>7,820,593</u>	<u>7,608,292</u>
INCOME BEFORE MINORITY INTEREST	1,506,625,395	6,072,726,798	1,666,395,144	6,016,915,684
NET (INCOME) LOSS OF A SUBSIDIARY COMPANY FROM ADDITIONAL SHARES PURCHASED FROM FORMER SHAREHOLDERS	105,410,288	(17,578,563)	-	-
MINORITY INTEREST IN NET (INCOME) LOSS OF SUBSIDIARIES	<u>54,359,461</u>	<u>(38,232,551)</u>	<u>-</u>	<u>-</u>
NET INCOME	<u>1,666,395,144</u>	<u>6,016,915,684</u>	<u>1,666,395,144</u>	<u>6,016,915,684</u>
 BASIC EARNINGS PER SHARE (Notes 3.13 and 5.21)	 0.58	 2.10	 0.58	 2.10
DILUTED EARNINGS PER SHARE (Notes 3.13 and 5.21)	0.47	1.47	0.47	1.47

Notes to the consolidated and the Bank's financial statements form an integral part of these statements



(Mr. Ekasak Puripol)
Chief Executive Officer and President



(Mr. Pongpinit Tejagupta)
Director

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEARS ENDED DECEMBER 31, 2006 AND 2005

BAHT

	CONSOLIDATED FINANCIAL STATEMENTS								
	Ordinary Share Capital	Share subscriptions received in advance	Premium on Share Capital	Appraisal Surplus	Revaluation Surplus (Deficit) on Investments	Retained Earnings (Deficit) Appropriated Legal reserve	Unappropriated	Minority Interests	Total
Balance as of December 31, 2004	28,510,769,960	-	1,503,992	3,634,605,605	(333,437,009)	51,000,000	954,142,946	344,088,157	33,162,673,651
Issued and fully paid-up share capital	197,745,900	-	-	-	-	-	-	-	197,745,900
Premium on share capital	-	-	39,549,180	-	-	-	-	-	39,549,180
Appraisal surplus	-	-	-	2,320,401,737	-	-	-	-	2,320,401,737
Revaluation deficit on investments	-	-	-	-	(860,778,192)	-	-	-	(860,778,192)
Statutory reserve	-	-	-	-	-	301,000,000	-	-	301,000,000
Dividend payment	-	-	-	-	-	-	(1,148,149,186)	-	(1,148,149,186)
Net gain (loss) not recognised in the statement of income	-	-	-	2,320,401,737	(860,778,192)	301,000,000	(1,148,149,186)	-	612,474,359
Net income	-	-	-	-	-	-	6,016,915,684	-	6,016,915,684
Statutory reserve	-	-	-	-	-	-	(301,000,000)	-	(301,000,000)
Minority interest	-	-	-	-	-	-	-	645,780,712	645,780,712
Ending balance as of December 31, 2005	28,708,515,860	-	41,053,172	5,955,007,342	(1,194,215,201)	352,000,000	5,521,909,444	989,868,869	40,374,139,486
Balance as of December 31, 2005	28,708,515,860	-	41,053,172	5,955,007,342	(1,194,215,201)	352,000,000	5,521,909,444	989,868,869	40,374,139,486
Issued and fully paid-up share capital	699,608,890	-	-	-	-	-	-	-	699,608,890
Share subscriptions received in advance	-	5,557,404,012	-	-	-	-	-	-	5,557,404,012
Premium on share capital	-	-	139,921,778	-	-	-	-	-	139,921,778
Appraisal surplus	-	-	-	(171,841,339)	-	-	-	-	(171,841,339)
Revaluation deficit on investments	-	-	-	-	247,131,335	-	-	-	247,131,335
Statutory reserve	-	-	-	-	-	83,500,000	-	-	83,500,000
Dividend payment (Note 5.18)	-	-	-	-	-	-	(1,148,631,377)	-	(1,148,631,377)
Net gain (loss) not recognised in the statement of income	-	-	-	(171,841,339)	247,131,335	83,500,000	(1,148,631,377)	-	(989,841,381)
Net income	-	-	-	-	-	-	1,666,395,144	-	1,666,395,144
Statutory reserve	-	-	-	-	-	-	(83,500,000)	-	(83,500,000)
Minority interest	-	-	-	-	-	-	-	(218,107,024)	(218,107,024)
Ending balance as of December 31, 2006	29,408,124,750	5,557,404,012	180,974,950	5,783,166,003	(947,083,866)	435,500,000	5,956,173,211	771,761,845	47,146,020,905

Notes to the consolidated and the Bank's financial statements form and integral part of these statements

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2006 AND 2005

BAHT

	THE BANK'S FINANCIAL STATEMENTS							
	Ordinary Share Capital	Share subscription received in advance	Premium on Share Capital	Appraisal Surplus	Revaluation Surplus (Deficit) on Investments	Retained Earnings (Deficit) Appropriated Legal reserve	Unappropriated	Total
Balance as of December 31, 2004	28,510,769,960	-	1,503,992	3,634,605,605	(333,437,009)	51,000,000	954,142,946	32,818,585,494
Issued and fully paid-up share capital	197,745,900	-	-	-	-	-	-	197,745,900
Premium on share capital	-	-	39,549,180	-	-	-	-	39,549,180
Appraisal surplus	-	-	-	2,320,401,737	-	-	-	2,320,401,737
Revaluation deficit on investments	-	-	-	-	(860,778,192)	-	-	(860,778,192)
Statutory reserve	-	-	-	-	-	301,000,000	-	301,000,000
Dividend payment	-	-	-	-	-	-	(1,148,149,186)	(1,148,149,186)
Net gain (loss) not recognised in the statement of income	-	-	-	2,320,401,737	(860,778,192)	301,000,000	(1,148,149,186)	612,474,359
Net income	-	-	-	-	-	-	6,016,915,684	6,016,915,684
Statutory reserve	-	-	-	-	-	-	(301,000,000)	(301,000,000)
Ending balance as of December 31, 2005	28,708,515,860	-	41,053,172	5,955,007,342	(1,194,215,201)	352,000,000	5,521,909,444	39,384,270,617
Balance as of December 31, 2005	28,708,515,860	-	41,053,172	5,955,007,342	(1,194,215,201)	352,000,000	5,521,909,444	39,384,270,617
Issued and fully paid-up share capital	699,608,890	-	-	-	-	-	-	699,608,890
Share subscription received in advance	-	5,557,404,012	-	-	-	-	-	5,557,404,012
Premium on share capital	-	-	139,921,778	-	-	-	-	139,921,778
Appraisal surplus	-	-	-	(171,841,339)	-	-	-	(171,841,339)
Revaluation deficit on investments	-	-	-	-	247,131,335	-	-	247,131,335
Statutory reserve	-	-	-	-	-	83,500,000	-	83,500,000
Dividend payment (Note 5.18)	-	-	-	-	-	-	(1,148,631,377)	(1,148,631,377)
Net gain (loss) not recognised in the statement of income	-	-	-	(171,841,339)	247,131,335	83,500,000	(1,148,631,377)	(989,841,381)
Net income	-	-	-	-	-	-	1,666,395,144	1,666,395,144
Statutory reserve	-	-	-	-	-	-	(83,500,000)	(83,500,000)
Ending balance as of December 31, 2006	29,408,124,750	5,557,404,012	180,974,950	5,783,166,003	(947,083,866)	435,500,000	5,956,173,211	46,374,259,060

Notes to the consolidated and the Bank's financial statements form and integral part of these statements

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2006 AND 2005

BAHT

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006	2005 "As restated"	2006	2005
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income	1,666,395,144	6,016,915,684	1,666,395,144	6,016,915,684
Adjustments to reconcile net income to net cash flows from operating activities:				
Depreciation and amortization	1,434,692,356	1,199,655,255	1,138,901,509	978,420,706
Discretion of discount on investments	(602,976,966)	(458,118,506)	(577,284,552)	(458,357,820)
Bad debt and doubtful accounts	11,030,953,775	5,476,487,041	5,938,666,473	3,627,979,185
Loss on debt restructuring	290,544,116	583,333,413	361,333,527	472,020,815
Bad debt recovery	-	(397,347,962)	-	(397,347,962)
Interest income from assets acquired from debt repayment	(3,931,626)	(6,709,802)	(564,355)	(5,476,199)
Gain on reclassification from investments in receivable to loans	(201,434,845)	(479,717,958)	-	-
Loss on transfer of non-performing loans	211,661,007	272,593,912	211,661,007	272,593,912
Gain on investments	(1,204,468,329)	(516,809,212)	(1,469,587,894)	(431,458,253)
Loss on impairment of properties foreclosed	478,897,606	437,545,842	286,857,030	348,993,420
Loss on impairment of property and premises (reversal)	(70,152,699)	(153,616,432)	(70,152,699)	(153,616,432)
(Gain) loss on sales of property, premises and equipment	(65,437,149)	(28,684,389)	(13,455,700)	5,471,526
Gain on sales of properties foreclosed	(512,428,783)	(728,151,915)	(183,978,899)	(308,927,334)
(Gain) loss on translation of balances in foreign currencies	9,245,595,016	(1,510,638,038)	9,245,595,016	(1,506,905,257)
(Increase) decrease in accrued interest and dividend income	(108,733,592)	582,595,200	(219,366,277)	78,358,100
Increase in accrued interest payable	1,408,712,289	554,112,846	1,429,607,860	556,535,049
Increase in other accrued expenses	311,304,433	446,713,288	92,871,867	54,908,172
Minority interest in net income (loss) of subsidiaries	(54,359,461)	38,232,551	-	-
(Gain) loss on equity	(31,034,026)	(151,941,451)	3,827,181,494	187,869,561
Net income (loss) of a subsidiary company from additional shares purchased from former shareholders	(105,410,288)	17,578,563	-	-
Net (income) loss of a subsidiary before acquisition	93,902,374	(124,273,059)	-	-
Income from operations before changes in operating assets and liabilities	23,212,290,352	11,069,754,871	21,664,680,551	9,337,976,873
(Increase) decrease in operating assets				
Interbank and money market items	(34,074,553,300)	(30,057,192,940)	(31,488,733,911)	(32,539,444,534)
Securities purchased under resale agreements	20,125,000,000	1,415,000,000	19,800,000,000	1,700,000,000
Current investments - securities for trading	(1,226,248,473)	787,175,698	(1,243,936,509)	881,875,023
Loans	(14,184,912,187)	(36,702,299,262)	(19,658,426,941)	(32,922,161,513)
Properties foreclosed	2,548,926,185	4,338,342,826	1,224,766,220	5,561,760,146
Other assets	(3,406,111,214)	(1,597,095,228)	(3,208,455,446)	(1,926,693,702)
Increase (decrease) in operating liabilities				
Deposits	2,768,851,414	62,414,181,285	9,303,783,856	61,099,672,733
Interbank and money market items	3,528,459,159	(3,257,208,304)	2,548,196,297	(1,374,614,970)
Liabilities payable on demand	(97,619,613)	272,589,390	(97,619,613)	272,589,390
Other liabilities	2,608,268,202	(1,477,044,825)	2,381,370,150	(1,617,382,134)
Net cash provided by operating activities	1,802,350,525	7,206,203,511	1,225,624,654	8,473,577,312

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2006 AND DECEMBER 31, 2005

BAHT

	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2006	2005	2006	2005
	"As restated"			
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from sales of investments - securities available for sales and other investments	67,574,864,102	42,792,497,306	59,537,320,045	39,754,064,760
Cash paid for purchase of investments - securities available for sales and other investments	(73,265,662,904)	(48,219,354,749)	(64,525,665,010)	(45,055,757,522)
Proceeds from sales of property, premises and equipment	97,814,144	61,546,083	31,821,326	9,075,876
Cash paid for purchase of property, premises and equipment	(1,922,379,581)	(1,879,705,104)	(1,542,244,852)	(1,451,290,829)
Cash paid for purchase of other assets	(82,930,959)	(152,321,196)	(62,372,100)	(150,508,470)
Cash payment to minority interest on purchase of the additional shares	(8,970,000)	(179,817,504)	-	-
Cash paid for purchase of subsidiary company	-	-	(2,475,855,962)	(1,964,429,368)
Net cash used in investing activities	(7,607,265,198)	(7,577,155,164)	(9,036,996,553)	(8,858,845,553)
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from issuance of senior securities notes	5,468,113,144	-	5,468,113,144	-
Cash paid for redemption of subordinated notes	(3,752,102,296)	-	(3,752,102,296)	-
Proceeds from issuance of bills of exchange	-	-	1,998,375,000	-
Proceeds from issuance of short-term borrowings	883,100,000	-	883,100,000	-
Share subscriptions received in advance	5,557,404,012	-	5,557,404,012	-
Warrant converted to ordinary shares	839,530,668	237,295,080	839,530,668	237,295,080
Proceeds from issuance of ordinary shares	(1,162,379,848)	(1,148,149,186)	(1,148,631,377)	(1,148,149,186)
Net cash provied by (used in) financing activities	7,833,665,680	(910,854,106)	9,845,789,151	(910,854,106)
Total	2,028,751,007	(1,281,805,759)	2,034,417,252	(1,296,122,347)
Effect of exchange rate change on cash	(53,008,945)	6,882,537	(53,008,945)	6,882,537
Net increase (decrease) in cash and cash equivalents	1,975,742,062	(1,274,923,222)	1,981,408,307	(1,289,239,810)
Cash and cash equivalents as at January 1,	17,582,256,885	18,857,180,107	17,566,731,295	18,855,971,105
Cash and cash equivalents as at December 31,	19,557,998,947	17,582,256,885	19,548,139,602	17,566,731,295

Notes to the consolidated and the Bank's financial statements form an integral part of these statements

BANK OF AYUDHYA PUBLIC COMPANY LIMITED AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2006 AND 2005

1. GENERAL INFORMATION

Bank of Ayudhya Public Company Limited 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 some parts of the world. As at December 31, 2006 and 2005, the Bank has total staff of 8,242 and 8,357, respectively.

Siam Realty and Services Company Limited, the Bank's subsidiary, incorporated in Thailand since June 20, 1988 and located at 550 Ploenchit Road, Lumpini Subdistrict, Patumwan District, Bangkok. The main business is car leasing and personnel services.

K. S. Law Office Company Limited, the Bank's subsidiary, incorporated in Thailand since February 2, 1996 and located at 550 Ploenchit Road, Lumpini Subdistrict, Patumwan District, Bangkok. The main business is legal advisory services.

Ayudhya Asset Management Company Limited, the Bank's subsidiary, incorporated in Thailand since August 18, 2000 and located at 1222 Rama III Road, Bang Pongphang Subdistrict, Yannawa District, Bangkok. The main business is to develop, manage and sell assets transferred from financial institutions.

Ayudhya Auto Lease Public Company Limited (Formerly Ayudhya Investment and Trust Public Company Limited) the Bank's subsidiary, incorporated in Thailand since February 1, 1994 and located at 898 Ploenchit Tower Building, Fl 3, Ploenchit Road, Lumpini Subdistrict, Patumwan District, Bangkok. The main business is auto leasing.

In January 2004, the Ministry of Finance announced the Financial Sector Master Plan (the Plan) defining the structure and roles of new financial institution system. Such Plan may affect the operation of Ayudhya Investment and Trust Public Company Limited, the Bank's subsidiary, which is a finance company. Currently, the managements of the Bank and such subsidiary have submitted an operation plan under the "One Presence" policy to the Bank of Thailand. The operation plan indicates that the subsidiary shall engage in hire-purchase activity as its main type of business. On May 18, 2005, Bank of Thailand had a notice informing that the said operation plan had been approved by the Ministry of Finance, provided that the subsidiary observes certain given conditions. The subsidiary is now in the process of taking action according to such policy.

The extraordinary shareholder's meeting No.1/2006 of Ayudhya Investment and Trust Public Company Limited, a subsidiary, had a resolution on July 12, 2006 to approve the disposition of the Company's assets arising from the undertaking of finance business, excluding the assets from the undertaking of hire-purchase business, to the Bank. An independent financial advisor had recommended that this disposition is a reasonable transaction with fair price and acceptable conditions.

The Bank and Ayudhya Investment and Trust Public Company Limited entered into a disposition agreement on July 14, 2006 under the "One Presence" policy. The Bank has paid a net amount of Baht 1,282.25 million to the company on July 17, 2006.

In addition, on July 14, 2006, Ayudhya Investment and Trust Public Company Limited submitted an application to Bank of Thailand in order to ask for an approval from the Ministry of Finance to give up its finance business. An approval from Ministry of Finance was given on September 8, 2006. Accordingly, the Company had a notification giving up its finance business and returned the finance business license to Ministry of Finance according to the one presence policy on October 13, 2006 and has registered the rename of the Ayudhya Auto Lease Public Company Limited.

On February 15, 2007, the Extraordinary Shareholders' Meetings of Ayudhya Auto Lease Public Company Limited No. 1/2007 has passed resolution to approve for of the follows matters:

- To cease the Company's business by discontinuance of its business but still servicing its existing clients until the shareholders' meeting has the resolutions to liquidate its business or otherwise.
- To delist its ordinary shares and warrants from the Stock Exchange of Thailand. In this regard, Bank of Ayudhya Public Company Limited shall prepare a tender offer to purchase the ordinary shares and warrants form shareholders and unit holders.

Ayudhya Securities Public Company Limited, the Bank's subsidiary, incorporated in Thailand since April 16, 2004 and located at 999/9 The Office At Central Word Building, Fl 12, Rama I Road, Patumwan Subdistrict, Patumwan District, Bangkok. The main business is related to securities business.

Ayudhya Development Leasing Company Limited, the Bank's subsidiary, incorporated in Thailand since July 25, 1991, and located at 65/182-185 Chamnanpenchat Business Center Building, Fl 22, Rama IX Road, Huey Khuang Subdistrict, Huey Khuang District, Bangkok. The main business includes leasing and hire purchase.

Ayudhya International Factors Company Limited, the Bank's subsidiary, incorporated in Thailand since March 21, 1991 and located at 1168/55 Lumpini Tower Building, Fl 20, Rama IV Road, Thungmahamek Subdistrict, Sathon District, Bangkok. The main business is Factoring. The subsidiary company has been sold on January 31, 2007.

Ploenchit Advisory Company Limited, the Bank's subsidiary, incorporated in Thailand since June 12, 2003 and located at 900 Tonson Tower Building, Fl 10, Ploenchit Road, Lumpini Subdistrict, Patumwan District, Bangkok. The main business is related to financial advisory services. The subsidiary company has finished liquidation process to wind up its business on November 30, 2006.

Ayudhya Fund Management Company Limited, (Formerly name Ayudhya JF Assets Management Company Limited) the Bank's subsidiary incorporated in Thailand since December 19, 1996 and located at 898 Ploenchit Tower Building, Fl 12, Ploenchit Road, Lumpini Subdistrict, Patumwan District, Bangkok. The main business is investment management and personnel investment.

Ayudhya Capital Lease Company Limited, the Bank's subsidiary, incorporated in Thailand since December 27, 2006 and located at 898 Ploenchit Tower Building, Fl 16, Ploenchit Road, Lumpini Subdistrict, Patumwan District, Bangkok. The main business is auto leasing service.

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

- 2.1 The consolidated and the Bank's financial statements for the years ended December 31, 2006 and 2005, are presented in accordance with the BOT's Notification regarding the balance sheets and statements of income of commercial banks dated May 10, 2001 and its related letter of July 9, 2001.

The Bank prepares its statutory financial statements in Thai language in conformity with accounting standards in Thailand and the requirements as stated above. The accompanying financial statements are prepared in accordance with accounting principles and practices generally accepted in Thailand.

The consolidated and the Bank's balance sheets as at December 31, 2005, presented herein, have been derived from the consolidated and the Bank's financial statements for the year then ended which have been audited.

- 2.2 The consolidated financial statements included the accounts of all branches of the Bank and its subsidiaries in which the Bank has control or invested over 50% of their voting right. These subsidiaries are as follows :

As at December 31, 2006

	Business Type	Percentage of Holdings
Subsidiaries		
Siam Realty and Services Company Limited	Car rent and personnel services	99.99
K.S. Law Office Company Limited	Legal advisory services	99.99
Ayudhya Asset Management Company Limited	Assets management	99.99
Ayudhya Fund Management Company Limited (Formerly Ayudhya JF Asset Management Company Limited)	Investment management	99.99
Ayudhya Capital Lease Company Limited	Auto Leasing	99.99
Ayudhya Development Leasing Company Limited	Leasing	86.73
Ayudhya Securities Public Company Limited	Finance	86.33
Ayudhya Auto Lease Public Company Limited (Formerly Ayudhya Investment and Trust Public Company Limited)	Auto Leasing	79.33
Ayudhya International Factors Company Limited	Factoring	50.63

As at December 31, 2005

	Business Type	Percentage of Holdings
Subsidiaries		
Siam Realty and Services Company Limited (*)	Car rent and personnel services	99.99
K.S. Law Office Company Limited (*)	Legal advisory services	99.99
Ayudhya Asset Management Company Limited	Assets management	99.99
Ayudhya Securities Public Company Limited	Finance	86.33
Ayudhya Investment and Trust Public Company Limited	Finance	79.33
Ayudhya Development Leasing Company Limited	Leasing	66.95
Ploenchit Advisory Company Limited (*)	Financial advisory services	52.46
Ayudhya International Factors Company Limited	Factoring	50.63

- (*) The above subsidiaries were formerly excluded from the Bank's consolidated financial statements as the balance were immaterial with regard to the Bank's financial position and results of operations. However, for the year ended December 31, 2006, the aforementioned subsidiaries financial statements have been included in the Bank's consolidated financial statements. The financial statements for the year ended December 31, 2005, presented herewith, were restated (see note 4)).

As at December 31, 2006, and 2005, Ayudhya Auto Lease Public Company Limited (Formerly Ayudhya Investment and Trust Public Company Limited) held 2,478,750 ordinary shares of the Bank. The acquisition cost was Baht 98 million which was presented as long-term investments-net in the consolidated balance sheet. Such investment was not deducted from shareholders' equity as the amount was immaterial.

All material intercompany transactions and balances have been eliminated.

- 2.3 The consolidated and the Bank's financial statements for the years ended December 31, 2006 and 2005, included gain (loss) on equity of subsidiaries and associated companies, which have not been audited as follows:

	Baht : '000	
	For the year ended December 31, 2006	
	Consolidated Financial Statements	The Bank's Financial Statements
Subsidiaries		
1. Siam Realty and Services Company Limited	-	6,670
2. K.S. Law Office Company Limited	-	992
3. Ayudhya Fund Management Company Limited (Formerly Ayudhya JF Asset Management Company Limited)	-	(195,300)
Associated companies		
1. Krungsriayudhya Card Company Limited	29,998	29,998
	<u>29,998</u>	<u>(157,640)</u>

	Baht : '000	
	For the year ended December 31, 2005	
	Consolidated Financial Statements	The Bank's Financial Statements
Subsidiaries		
1. Siam Realty and Services Company Limited	-	11,293
2. K.S. Law Office Company Limited	-	(3,818)
3. Ploenchit Advisory Company Limited	-	(75)
Associated companies		
1. Ayudhya JF Asset Management Limited	40,584	40,584
2. Krungsriayudhya Card Company Limited	111,358	111,358
	<u>151,942</u>	<u>159,342</u>

- 2.4 The estimation of the effect on the adoption of revised accounting standards

At the date of approval of the financial statements, the following accounting standards are revised and announced by Federation of Accounting Professions but not effective.

Accounting standard	Effective	Accounting Changes
TAS 44 Consolidated financial statements and accounting for investments in subsidiaries	Applied for the financial statement of periods beginning or after January 1, 2007. Earlier application is permitted	Changes in recording of investments in subsidiaries from equity method to cost method in the Bank's separate financial statements
TAS 45 Accounting for investments in associates	Applied for the financial statement of periods beginning or after January 1, 2007. Earlier application is permitted	Changes in recording of investments in associates from equity method to cost method in the Bank's separate financial statements

The estimation of the effect on the changes in the above accounting policies applied in the future periods is to increase total assets and shareholders' equity of the Bank's financial statements by Baht 1,677 million.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Cash and cash equivalents

For the Bank, cash and cash equivalents are those amounts included cash in the balance sheet under the caption of cash, which consists of cash on hand and cash on collection.

For the subsidiary company, cash and cash equivalents represent cash on hand and all types of deposits at financial institutions excluding negotiable certificate of deposits, in accordance with the Notification of the BOT. In the statements of cash flows, cash and deposits at financial institutions used as collateral are not included in cash and cash equivalents but are presented as part of other assets.

3.2 Investments in securities

The Bank's investments which consist of debt securities and equity securities are classified as either trading securities, available for sale securities, held to maturity securities or general investments.

In addition, the Bank also complied with BOT's Notification dated May 10, 2001 regarding the balance sheets and statements of income of commercial banks which requires the commercial bank to present the investments as current investments-net, long-term investments-net and investments in subsidiaries and associated companies-net.

Trading securities which represent securities acquired with the intent to hold as short-term are current investments and management acquires those instruments with the intent to hold them for a short period of time in order to take advantage of anticipated changes in market values. Trading securities are carried at fair value. Realized gains and losses from the sales of trading securities and unrealized gain and loss on the changes in fair value are recognized as non-interest income. Interest earned and dividend on trading securities is recognized using the accrual basis of accounting as an interest and dividend income.

Debt securities for which the Bank has the positive intent and ability to hold until maturity are classified as held to maturity and carried at the amortized cost, net of valuation allowances for impairment, if any, and presented as long-term investments except for maturity within one year. Valuation allowances are established by recognizing an unrealized loss when the impairment of a security is assessed by management. In addition, the Bank classifies the rights of the Bank over the receivable and unreceived non-negotiable promissory notes, which are availed by the Financial Institutions Development Fund (FIDF) issued by the Thai Asset Management Corporation (TAMC) under the Asset Transfer Agreement for transfer of sub-quality assets, as long-term investment in the category of debt securities held-to-maturity, and interest received in form of promissory note is presented under other assets heading on the balance sheet.

Debt and equity securities with readily determinable market values that are not classified as either held to maturity securities or trading securities are classified as available for sale securities which may be presented as short-term or long-term investments depending on the intent of management and carried at fair value. The unrealized gains or losses related to available for sale securities are reported as a component of shareholders' equity until realized. Gains or losses on available for sale securities are recognized in the statement of income upon the sale or disposition of such securities.

Non-marketable equity securities and marketable equity securities acquired from trouble debt restructuring which are classified as general investments are presented as long-term investments, net and carried at cost, net of valuation allowances for impairment, if any. Valuation allowances are established by recognizing an unrealized loss in the statement of income when the impairment of a security is assessed by management.

Premiums and discounts are amortized and accreted into income as adjustments to interest income using the effective interest rate method.

In the consolidated and the Bank's financial statements, investments in subsidiary and associated companies are accounted for by the equity method.

When an investment is assessed as being impaired, the amount of impairment is recognized as expense in the statement of income.

Fair value or market value of securities is calculated on the following basis:

- (1) For Government bonds and state enterprises bonds, the fair values of these securities were estimated by using the BOT formula, based on Thai Bond Market Association on the last business day of the year.
- (2) For private sector's debt and equity securities which are listed securities and securities in The Thai Bond Market Association, market values are estimated using the bidding prices at the Stock Exchange of Thailand and The Thai Bond Market Association on the last business day of the year.

- (3) For private sector's debt securities which are non-listed securities, the last closing prices of The Thai Bond Market Association are used to estimate fair value. In the absence of such prices, fair value is estimated by applying the aforementioned risk adjusted yield curve, in accordance with the criteria established by the BOT.

Equity securities which are non-listed securities are stated at cost, except in the case where a permanent decline in value is deemed to have occurred in which case the loss will be charged to the statement of income.

Cost of securities sold during the year is computed using the weighted average method. Realized gain and loss from sales of debt and equity securities are included in non-interest income.

3.3 Loans

Overdrafts are stated at the drawn amounts including interest. Other loans are stated at the principal amounts.

Unearned discounts on notes receivable are presented at the net amount in loans.

3.4 Allowance for doubtful accounts

BOT guidelines require banks to categorize their loan portfolios into six categories and determine allowance for doubtful accounts subject to different levels of provisioning. Additional allowance for doubtful accounts is also required for loans classified as doubtful of loss which have not been restructured or taken into lawsuit process, starting in the second half of 2004 (see Note 5.7). In addition, the BOT revised the guidelines on qualitative review of loans and all commitments for commercial banks including their related reports. The Bank has made such qualitative reviews of its loans in accordance with the revised guidelines and has prepared report according to the given forms.

In December 2006, the BOT has issued a new guideline of provision on loans effective from the second half of 2006. The allowance rate is 100 percent for the difference of outstanding loans and present value of expected cashflow from collection or present value of expected cashflow from proceeds of collateralised assets according to the calculation methods given by the BOT. Commercial Banks are required to provide allowance for doubtful accounts according to the following deadlines:

- 1) For loans that have passed legal process or loans during law enforcement and debtors loans under legal process, the allowance for doubtful accounts has to be provided by the second half of 2006.
- 2) For loans classified as "doubtful of loss" and "doubtful", the allowance for doubtful accounts has to be provided by the first half of 2007.
- 3) For loans classified as "substandard", the allowance for doubtful accounts has to be provided by the second half of 2007.

The Bank has made allowance by using the method given by BOT in the calculation of present value of expected cashflow from proceeds of collateralised assets with the exception of collateral in the form of machinery because the calculation of present value of expected cashflow from the proceeds of selling of this type of collateral is not reliable.

The BOT has issued additional guidelines clarifying the above guidelines, regarding the basis for debt restructuring and collateral appraisal of the financial institutions, and reports to be submitted to the BOT.

The Bank estimated the minimum total allowance in accordance with BOT Guidelines and additional reserves based on management's assessment of the ultimate collectibility of loan and interest receivables.

Loans are written off in the period that they are determined to be irrecoverable. Bad debts recovered are recorded as income in statements of income.

Bad debts written off during the year are recorded as deductions from the allowance for doubtful accounts.

Bad debt and doubtful accounts are shown as an expense in the statement of income.

The significant factor in the determination of the allowance for doubtful accounts is the value of collateral. Collateral pledged as support for loans typically consists of land, buildings, and buildings under construction. Value of such collateral is based on independent and/or internally performed appraisals.

3.5 Troubled Debt Restructuring

Loss on troubled debt restructuring resulting from the reduction of principal and accrued interest and other restructuring methodology including modification of terms, asset transfer, equity securities transfer, etc. are recognized as expenses in the statements of income.

In case of troubled debt restructuring using modification terms of restructuring, the Bank has applied in accordance with the BOT's criteria requiring the Bank to choose between the collateral method by which a loss amount is to be estimated and/or net present value method which represents expected cash flow in the future applying the discount market interest rates on the restructuring date. Loss from such debt restructuring recognized in the statements of income.

After restructuring the Bank has recalculated fair value of restructured debts based on aforementioned discount interest rate as of the date on the quarterly financial statements and made an adjustment of valuation on debt restructured, if the fair value has been changed. The recalculation made on the quarterly financial statements has been in accordance with the aforementioned BOT's criteria. The adjustment of valuation on restructured debt shall not cause the book value of restructured debt to exceed the investment value on restructured debt.

In case of restructured debt, assets or equity securities transferred for debt repayment either in whole or in part are recorded at the fair value, net of estimated selling expenses, which is not over the total amount of the investment value on such debt and the right-to-claim interest income. This has been in accordance with the Thai Accounting Standard No. 34 "Accounting for Troubled debt Restructuring (Revised in 2002)".

In case of purchase of investments in receivables and subsequently being restructured, the Bank has calculated fair value of restructured debt on the restructuring date and recognized the difference between book value and fair value on that date as gain or loss in the statement of income for the period and classified investments in receivables as loans in accordance with the BOT's criteria.

3.6 Properties foreclosed

Properties foreclosed consist of immovable and movable properties which are recorded at the lower of net investment in the loan and accrued interest including previously unrecognized contractual interest or fair value of the property at the date of foreclosure. Should the carrying value of a property foreclosed become impaired, management would establish an impairment allowance.

Gains or losses on such properties are realized upon disposition of the underlying asset, including in non-interest income in the statements of income.

3.7 Property, premises and equipment

Land and premises are stated at the appraised value and equipment is stated at cost less accumulated depreciation.

3.7.1 Revaluation of assets

Land and premises have been revalued by independent premises appraisers based on market value for land and depreciated replacement cost for premises. For the portion of land and premises which have been revalued, the increments above the previous appraisal were recorded in land revaluation surplus and premises revaluation surplus accounts. In case of revaluation decrease, the decline in value is deducted from such revaluation surplus to the extent that the new value is above original cost and recognized in the statements of income for the decrease in value below original cost.

Suite units in condominium used as branch office have been revalued by independent premises appraisers in accordance with BOT guideline using depreciated replacement cost for premises. The Bank has recorded the increment per appraisal of premises as revaluation surplus. In case of revaluation decrease which is still in excess of the original cost, such decrease is recorded by deducting from revaluation surplus.

3.7.2 Depreciation

Depreciation of premises and equipment are calculated by the straight-line method, based on the estimated useful lives of the assets as follows :

Premises	20 – 50 years
Equipment	5 – 10 years

Depreciation of premises appraisal increase is recorded by reducing the premises revaluation surplus.

3.8 Recognition of income

The Bank and its subsidiary have been required by the BOT to stop accruing interest income for debtors which are more than three months past due and reverse such accrued interest income which has been recorded as interest income. Thereafter, interest income from such debtors shall be recognized on cash basis.

The subsidiary that is the asset management company recognizes interest income from investment in receivables and loans and receivables by using the market interest rate plus risk premium that represents discounted rate in calculating present value of future cash flows expected to be collected from receivables.

Except for certain receivables that have been in doubt in collectibility, the Company recognizes interest income from such investments in receivables and loans and receivables on cash basis.

Interest and dividend income on investment are recognized on an accrual basis.

Gains and losses on the sale of debt and equity securities are computed by the weighted average method and included in non-interest income in the statements of income.

3.9 Recognition of expenses

Interest expense is recognized on an accrual basis.

Goodwill on acquisition of additional share of subsidiary is totally amortized to be an expense in the statements of income.

3.10 Provident fund and pension fund

The individual's contributions for provident fund made by the Bank are recorded as an expense in the statements of income.

The Bank has recorded accrued pension fund after deducted provident fund which employees' length of services reaches 10 years and employees who have been in service before January 1, 1998 as an expense in the statements of income.

3.11 Contributions to the Financial Institutions Development Fund

Contributions to the Financial Institutions Development Fund are recognized as expenses in the statements of income.

3.12 Income tax

Income tax expense, if any, is based on tax paid and accrued for the year.

3.13 Earnings per share

Basic earnings per shares are calculated by dividing net income by the number of weighted average ordinary share outstanding during the year.

Diluted earnings per share are calculated by dividing net income by warrant and the weighted average number of ordinary shares, on the assumption that conversion of all ordinary share equivalents have been made at the beginning of the year. Ordinary share equivalents consist of warrants.

3.14 Foreign currency transactions

Transactions during the period denominated in foreign currencies are translated into Baht at the rates of exchange ruling on the transaction dates. Monetary assets and liabilities at the end of the year denominated in foreign currencies are translated into Baht at the exchange rates announced by Bank of Thailand on that date.

All foreign exchange gains or losses are recognized as income and expense in non-interest income in the statements of income.

3.15 Forward foreign exchange contracts

Income and expense from interest rate swaps used to manage interest rate exposures are recognized as adjustments to interest income or expense. Gains and losses on contracts designated as hedges of existing assets and liabilities are recognized as income or expenses in the statements of income.

The Bank uses the forward exchange rate for the remaining year (Mark-to-Market) in measuring undue forward exchange contracts outstanding at the end of the period in order to approximate their fair values. Such practice was approved by Bank of Thailand.

3.16 Translation of the financial statements of the foreign branches

The financial statements of foreign branches whose currency is foreign currency are translated into Baht by using the reference exchange rate established by the BOT at the end of the year for the translation of foreign monetary items, the historical exchange rate for the translation of foreign non-monetary items and the average exchange rate for the translation of transactions in the statements of income. Difference of exchange rate from translation of the financial statements of the foreign branches are recognized as gain or loss on foreign exchange in the statements of income.

3.17 Use of accounting estimates

Preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent assets and liabilities. Actual results may differ from those estimates.

3.18 Contingent liabilities

Contingent liabilities are recognized as liabilities in balance sheet when it is probable that an obligation has been incurred as a result of a past event and it is possible that an outflow of economic benefits will be required to settle the obligation and the amount of the obligation can be reasonably estimated.

The Bank provided reserves for the off-balance sheet obligations with high credit risk such as loan guarantees, avals, etc, at the same rate as that provided for the same debtors on the balance sheet.

4. ACCOUNTING CHANGES

The Bank applies accounting and calculation method in the financial statements consistent with the year ended December 31, 2006 financial statements with the exception of the retroactive adjustments of consolidated financial statements for the year ended December 31, 2005 presented herein for comparison as if the Bank had included the account balances of 3 subsidiaries, namely Siam Realty and Services Company Limited, K.S. Law Office Company Limited and Ploenchit Advisory Company Limited (see notes 2.2) and to be consistent of consolidated financial statements as at December 31, 2006. The effects of restatement are as follows :

Consolidated Balance Sheet as at December 31, 2005

	As previously reported Baht	As restated Baht
Total assets	647,371,371,542	647,816,902,798
Total liabilities	607,013,745,631	607,442,763,312

Consolidated Statement of Income for the year ended December 31, 2005

	As previously reported Baht	As restated Baht
Interest and dividend income	24,634,434,362	24,622,301,591
Non-interest income	8,238,222,367	8,263,254,724
Interest expenses	7,948,839,214	7,948,668,557
Non-interest expenses	12,733,736,755	12,751,962,726

5. ADDITIONAL INFORMATION

5.1 Supplementary disclosures of cash flow information

5.1.1 Cash paid for interest and income tax for the years ended December 31, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006 Baht	2005 Baht	2006 Baht	2005 Baht
Interest	15,272,132,110	7,394,555,711	15,938,584,152	7,143,382,054
Income tax	232,005,832	122,253,404	107,332,844	97,099,528

5.1.2 Non-cash transactions for the years ended December 31, are as follows :

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006 Baht	2005 Baht	2006 Baht	2005 Baht
Revaluation surplus on investments Increase (decrease) presented as item in shareholder's equity	247,131,335	(860,778,192)	247,131,335	(860,778,192)
Accumulated depreciation of premises appraisal which was set up and deducted from premises revaluation surplus	171,841,339	70,072,107	171,841,339	70,072,107
Properties foreclosed acquired from debt repayment	307,769,148	1,764,523,995	262,170,326	1,664,693,359
Properties foreclosed used as branch office	-	116,302,712	-	116,302,712
Property and premises transferred to be properties foreclosed	97,747,585	94,884,749	97,747,585	94,884,749
Investments from transfer of non-performing assets	-	107,297,085	-	107,297,085

5.1.3 Non-cash transactions of property, premises and equipment for the years ended December 31, are as follows :

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006	2005	2006	2005
	Baht	Baht	Baht	Baht
Purchase of property, premises and equipment payable at the beginning of the year	3,791,166	1,898,674	-	-
Purchase of property, premises and equipment	1,935,215,410	1,881,597,596	1,542,244,852	1,451,290,829
<u>Less Cash payment</u>	<u>(1,922,379,581)</u>	<u>(1,879,705,104)</u>	<u>(1,542,244,852)</u>	<u>(1,451,290,829)</u>
Property, premises and equipment payable at the end of the year	<u>16,626,995</u>	<u>3,791,166</u>	<u>-</u>	<u>-</u>

5.1.4 Acquisition of investment in subsidiaries

For the year ended December 31, 2006, the Bank acquired an additional 38.33% in a subsidiary company amounting to Baht 10 million representing the Bank holding of 76.66% of the subsidiaries' outstanding common shares.

As of the acquisition date, assets and liabilities of both subsidiaries at fair value and cash payment are as follows:

	Unit : Baht
THE BANK FINANCIAL STATEMENTS	
Cash	1,030,000
Assets	196,130,396
<u>Less Liabilities</u>	<u>(141,047,913)</u>
Net assets before minority interest	56,112,483
<u>Less Minority interest</u>	<u>(13,096,653)</u>
Net assets	43,015,830
<u>Less Investment in subsidiaries</u>	
prior to additional acquisition	(21,507,915)
Negative goodwill from acquisition	
of subsidiary companies	<u>(11,507,915)</u>
Cash payment to acquire additional shares	<u>10,000,000</u>
CONSOLIDATED FINANCIAL STATEMENTS	
Cash payment to acquire additional shares	10,000,000
<u>Less Cash</u>	<u>(1,030,000)</u>
Net cash payment	<u>8,970,000</u>

For the year ended December 31, 2005, the Bank acquired the additional 20.01% and 0.64% shares in two subsidiary companies amounting to Baht 179 million and Baht 3 million, respectively, representing the Bank holding of 62.89% and 50.63% of the subsidiaries' outstanding common shares, respectively.

As of the acquisition date, assets and liabilities of both subsidiaries at fair value and cash payment are as follows:

	Subsidiary No.1 Baht	Subsidiary Baht
THE BANK FINANCIAL STATEMENTS		
Cash	50,000	1,979,796
Assets	3,827,108,199	1,805,790,882
<u>Less Liabilities</u>	<u>(2,850,792,697)</u>	<u>(1,515,448,260)</u>
Net assets before minority interest	976,365,502	292,322,418
<u>Less Minority interest</u>	<u>(370,320,789)</u>	<u>(144,319,578)</u>
Net assets	606,044,713	148,002,840
<u>Less Investment in subsidiaries</u>		
prior to additional acquisition	(418,665,527)	(146,131,977)
Goodwill (negative goodwill) from acquisition		
of subsidiary companies	<u>(15,412,886)</u>	<u>638,337</u>
Cash payment to acquire additional shares	<u>171,966,300</u>	<u>2,509,200</u>
CONSOLIDATED FINANCIAL STATEMENTS		
Cash payment to acquire additional shares	171,966,300	2,509,200
<u>Less Cash</u>	<u>(50,000)</u>	<u>(1,979,796)</u>
Net cash payment	<u>171,916,300</u>	<u>529,404</u>

5.1.5 Realized and unrealized gain (loss) on foreign exchange

For cash flows statement, realized gain (loss) on exchange is based on cash basis for the amount that the special business tax has been paid. Unrealized gain (loss) on foreign exchange is based on the amount of debt in foreign currencies as recorded in each account and based on the amount of assets in foreign currencies on the outstanding balances as recorded in each category.

5.2 Interbank and money market items

(1) Domestic items

	CONSOLIDATED FINANCIAL STATEMENTS					
	At Call Baht	2006 Time Baht	Total Baht	At Call Baht	2005 Time Baht	Total Baht
Bank of Thailand and Financial						
Institution Development Fund	4,843,395,510	223	4,843,395,733	4,944,486,905	223	4,944,487,128
Commercial banks	585,661,495	2,967,365,151	3,553,026,646	586,323,895	3,660,068,499	4,246,392,394
Other banks	110,643,850	-	110,643,850	1,685,086	-	1,685,086
Finance companies,						
securities companies and						
credit foncier companies	4,799,306	-	4,799,306	-	-	-
Other financial institutions	-	172,953,584	172,953,584	11,371,567	-	11,371,567
Total domestic items	5,544,500,161	3,140,318,958	8,684,819,119	5,543,867,453	3,660,068,722	9,203,936,175
<u>Add Accrued interest receivables</u>	-	100,439	100,439	-	-	-
<u>Less Allowance for doubtful</u>						
accounts	-	(31,814,214)	(31,814,214)	-	(63,783,716)	(63,783,716)
Total	5,544,500,161	3,108,605,183	8,653,105,344	5,543,867,453	3,596,285,006	9,140,152,459

THE BANK'S FINANCIAL STATEMENTS

	2006		2005		
	At Call	Time	Total	At Call	Total
	Baht	Baht	Baht	Baht	Baht
Bank of Thailand and Financial Institution Development Fund	4,843,395,510	223	4,843,395,733	4,887,657,315	223
Commercial banks	447,874,588	3,070,010,000	3,517,884,588	461,309,992	3,667,010,000
Other banks	519,402	-	519,402	1,270,863	-
Finance companies, securities companies and credit foncier companies	-	-	-	-	2,700,000,000
Other financial institutions	-	172,953,584	172,953,584	11,371,567	-
Total domestic items	5,291,789,500	3,242,963,807	8,534,753,307	5,361,609,737	6,367,010,223
Add Accrued interest receivables	-	100,439	100,439	-	-
Less Allowance for doubtful accounts	-	(31,814,214)	(31,814,214)	-	(63,783,716)
Total	5,291,789,500	3,211,250,032	8,503,039,532	5,361,609,737	6,303,226,507

(2) Foreign items

CONSOLIDATED FINANCIAL STATEMENTS

	2006		2005		
	At Call	Time	Total	At Call	Total
	Baht	Baht	Baht	Baht	Baht
US Dollar	3,389,046,509	68,078,575,738	71,467,622,247	1,656,335,512	41,332,944,975
Yen	141,678,417	-	141,678,417	928,529,445	-
Other currencies	673,296,391	17,302,085	690,598,476	836,337,465	61,843,510
Total foreign items	4,204,021,317	68,095,877,823	72,299,899,140	3,421,202,422	41,394,788,485
Add Accrued interest receivables	-	266,976,514	266,976,514	-	80,155,868
Total	4,204,021,317	68,362,854,337	72,566,875,654	3,421,202,422	41,474,944,353
Total domestic and foreign items	9,748,521,478	71,471,459,520	81,219,980,998	8,965,069,875	45,071,229,359

THE BANK'S FINANCIAL STATEMENTS

	2006		2005		
	At Call	Time	Total	At Call	Total
	Baht	Baht	Baht	Baht	Baht
US Dollar	3,389,046,509	68,078,575,738	71,467,622,247	1,656,335,512	41,332,944,975
Yen	141,678,417	-	141,678,417	928,529,445	-
Other currencies	673,296,391	17,302,085	690,598,476	836,337,465	61,843,510
Total foreign items	4,204,021,317	68,095,877,823	72,299,899,140	3,421,202,422	41,394,788,485
Add Accrued interest receivables	-	266,976,514	266,976,514	-	80,155,868
Total	4,204,021,317	68,362,854,337	72,566,875,654	3,421,202,422	41,474,944,353
Total domestic and foreign items	9,495,810,817	71,574,104,369	81,069,915,186	8,782,812,159	47,778,170,860

5.3 Securities purchased under resale agreements

Securities purchased under resale agreements classified by type of securities and the related repurchase market are as follows :

CONSOLIDATED FINANCIAL STATEMENTS

	2006		2005		
	Repurchase	Other	Total	Repurchase	Total
	Market at Bank	Repurchase		Market at Bank	
	of Thailand	Market		of Thailand	
	Baht	Baht	Baht	Baht	Baht
Government bond and Bank of Thailand bond	6,000,000,000	-	6,000,000,000	4,500,000,000	-
Financial Institution Development Fund bonds	7,000,000,000	-	7,000,000,000	28,625,000,000	-
Total	13,000,000,000	-	13,000,000,000	33,125,000,000	-

THE BANK'S FINANCIAL STATEMENTS

	2006		2005		
	Repurchase	Other	Total	Repurchase	Other
	Market at Bank	Repurchase		Market at Bank	Repurchase
	of Thailand	Market		of Thailand	Market
	Baht	Baht	Baht	Baht	Baht
Government bond					
and Bank of Thailand bond	6,000,000,000	-	6,000,000,000	4,500,000,000	-
Financial Institution					
Development Fund bonds	7,000,000,000	-	7,000,000,000	28,300,000,000	-
Total	13,000,000,000	-	13,000,000,000	32,800,000,000	-

5.4 Investments

5.4.1 Current Investments

CONSOLIDATED FINANCIAL STATEMENTS

	2006		2005					
	Cost/	Unrealized	Unrealized	Fair	Cost/	Unrealized	Unrealized	Fair
	Cost	Gains	Losses	Value	Cost	Gains	Losses	Value
	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Securities for Trading								
Government and state								
enterprise securities	1,426,858,414	1,731,597	(3,218,072)	1,425,371,939	286,401,065	513,984	(2,263,578)	284,651,471
Private sector's debt								
securities	989,339	-	(10,051)	979,288	41,304,963	56,599	-	41,361,562
Domestic marketable equity								
securities	661,245,039	62,725	(109,157,703)	552,150,061	431,939,929	228,990	(98,913,612)	333,255,307
	2,089,092,792	1,794,322	(112,385,826)	1,978,501,288	759,645,957	799,573	(101,177,190)	659,268,340
Less Revaluation allowance	(110,591,504)			-	(100,377,617)			-
Total	1,978,501,288			1,978,501,288	659,268,340			659,268,340
Securities Available for Sale								
Government and state								
enterprise securities	15,289,983,324	2,582,141	(25,925,199)	15,266,640,266	18,486,847,752	10,319,351	(80,960,135)	18,416,206,968
Private sector's debt								
securities	740,001,680	54,265	(2,359,794)	737,696,151	300,337,130	3,196,321	(2,465,869)	301,067,582
Domestic marketable								
equity securities	1,636,810	1,551,027	-	3,187,837	1,379,409	1,830,823	-	3,210,232
Foreign sector's debt								
securities	9,850,863,675	-	(4,677,641)	9,846,186,034	328,581,433	-	(13,433)	328,568,000
	25,882,485,489	4,187,433	(32,962,634)	25,853,710,288	19,117,145,724	15,346,495	(83,439,437)	19,049,052,782
Less Revaluation allowance	(28,775,201)			-	(68,092,942)			-
Total	25,853,710,288			25,853,710,288	19,049,052,782			19,049,052,782
Securities Held to Maturity								
Private sector's debt								
securities	455,104,892			405,104,892	725,227,587			615,227,587
Foreign sector's debt								
securities	-			-	2,053,550,000			2,053,550,000
Total	455,104,892			405,104,892	2,778,777,587			2,668,777,587
Less Allowance for impairment	(50,000,000)			-	(110,000,000)			-
Total	405,104,892			405,104,892	2,668,777,587			2,668,777,587
Total Current Investments,								
net	28,237,316,468			28,237,316,468	22,377,098,709			22,377,098,709

THE BANK'S FINANCIAL STATEMENTS

	2006				2005			
	Cost/ Cost Baht	Unrealized Gains Baht	Unrealized Losses Baht	Fair Value Baht	Cost/ Cost Baht	Unrealized Gains Baht	Unrealized Losses Baht	Fair Value Baht
Securities for Trading								
Government and state enterprise securities	1,426,858,414	1,731,597	(3,218,072)	1,425,371,939	286,401,065	513,984	(2,263,578)	284,651,471
Private sector's debt securities	989,339	-	(10,051)	979,288	8,997,967	56,599	-	9,054,566
Domestic marketable equity securities	<u>432,125,386</u>	<u>62,725</u>	<u>(109,157,703)</u>	<u>323,030,408</u>	<u>285,342,901</u>	<u>228,990</u>	<u>(98,913,612)</u>	<u>186,658,279</u>
	1,859,973,139	1,794,322	(112,385,826)	1,749,381,635	580,741,933	799,573	(101,177,190)	480,364,316
<u>Less</u> Revaluation allowance	<u>(110,591,504)</u>			<u>-</u>	<u>(100,377,617)</u>			<u>-</u>
Total	<u>1,749,381,635</u>			<u>1,749,381,635</u>	<u>480,364,316</u>			<u>480,364,316</u>
Securities Available for Sale								
Government and state enterprise securities	14,231,934,372	2,582,141	(24,280,680)	14,210,235,833	17,806,546,883	10,319,351	(77,071,622)	17,739,794,612
Private sector's debt securities	740,001,680	54,265	(2,359,794)	737,696,151	300,337,130	3,196,321	(2,465,869)	301,067,582
Foreign sector's debt securities	<u>9,850,863,675</u>	<u>-</u>	<u>(4,677,641)</u>	<u>9,846,186,034</u>	<u>328,581,433</u>	<u>-</u>	<u>(13,433)</u>	<u>328,568,000</u>
	24,822,799,727	2,636,406	(31,318,115)	24,794,118,018	18,435,465,446	13,515,672	(79,550,924)	18,369,430,194
<u>Less</u> Revaluation allowance	<u>(28,681,709)</u>			<u>-</u>	<u>(66,035,252)</u>			<u>-</u>
Total	<u>24,794,118,018</u>			<u>24,794,118,018</u>	<u>18,369,430,194</u>			<u>18,369,430,194</u>
Securities Held to Maturity								
Private sector's debt securities	455,104,892			405,104,892	725,227,587			615,227,587
Foreign sector's debt securities	<u>-</u>			<u>-</u>	<u>2,053,550,000</u>			<u>2,053,550,000</u>
Total	455,104,892			405,104,892	2,778,777,587			2,668,777,587
<u>Less</u> Allowance for impairment	<u>(50,000,000)</u>			<u>-</u>	<u>(110,000,000)</u>			<u>-</u>
Total	<u>405,104,892</u>			<u>405,104,892</u>	<u>2,668,777,587</u>			<u>2,668,777,587</u>
Total Current Investments, net	<u>26,948,604,545</u>			<u>26,948,604,545</u>	<u>21,518,572,097</u>			<u>21,518,572,097</u>

5.4.2 Long-Term Investments

CONSOLIDATED FINANCIAL STATEMENTS								
	2006				2005			
	Cost/ Cost Baht	Unrealized Gains Baht	Unrealized Losses Baht	Fair Value Baht	Cost/Amortized Cost Baht	Unrealized Gains Baht	Unrealized Losses Baht	Fair Value Baht
Securities Available for Sale								
Government and state enterprise securities	16,384,751,381	32,377,273	(257,199,843)	16,159,928,811	14,947,200,296	3,716,221	(424,517,172)	14,526,399,345
Private sector's debt securities	2,585,345,675	3,271,125	(30,746,094)	2,557,870,706	2,489,648,820	116,300	(69,928,560)	2,419,836,560
Domestic marketable equity securities	3,213,265,141	45,592,113	(666,474,092)	2,592,383,162	3,242,252,412	34,119,419	(622,162,681)	2,654,209,150
Foreign sector's debt securities	2,450,698,186	76,079	(17,356,912)	2,433,417,353	1,214,778,011	-	(14,478,036)	1,200,299,975
	24,634,060,383	81,316,590	(971,776,941)	23,743,600,032	21,893,879,539	37,951,940	(1,131,086,449)	20,800,745,030
Less Revaluation allowance	(890,460,351)			-	(1,093,134,509)			-
Total	23,743,600,032			23,743,600,032	20,800,745,030			20,800,745,030
Securities Held to Maturity								
Government and state enterprise securities	6,884,577,766	-	(99,375,491)	6,785,202,275	7,939,585,211	-	(137,631,551)	7,801,953,660
Private sector's debt securities	411,417,097	-	-	411,417,097	1,730,965,084	-	-	1,730,965,084
Foreign sector's debt securities	3,063,740,000	-	-	3,063,740,000	1,232,130,000	-	-	1,232,130,000
Total	10,359,734,863	-	(99,375,491)	10,260,359,372	10,902,680,295	-	(137,631,551)	10,765,048,744
Securities for General Investments								
Domestic non-marketable equity securities	5,592,109,656			5,278,637,069	6,532,715,025			6,786,434,317
Foreign non-marketable equity securities	26,692,985			19,531,879	27,982,859			18,669,849
Total	5,618,802,641			5,298,168,948	6,560,697,884			6,805,104,166
Less Allowance for impairment	(359,882,993)			-	(356,432,960)			-
Total	5,258,919,648			5,298,168,948	6,204,264,924			6,805,104,166
Total Long-term Investments, net	39,362,254,543			39,302,128,352	37,907,690,249			38,370,897,940

THE BANK'S FINANCIAL STATEMENTS

	2006				2005			
	Cost/ Cost Baht	Unrealized Gains Baht	Unrealized Losses Baht	Fair Value Baht	Cost/ Cost Baht	Unrealized Gains Baht	Unrealized Losses Baht	Fair Value Baht
Securities Available for Sales								
Government and state enterprise securities	16,384,751,381	32,377,273	(257,199,843)	16,159,928,811	14,947,200,296	3,716,221	(424,517,172)	14,526,399,345
Private sector's debt securities	2,585,345,675	3,271,125	(30,746,094)	2,557,870,706	2,489,648,820	116,300	(69,928,560)	2,419,836,560
Domestic marketable equity securities	3,049,642,786	33,736,142	(608,893,025)	2,474,485,903	3,052,527,964	20,035,897	(557,642,501)	2,514,921,360
Foreign sector's debt securities	2,450,698,186	76,079	(17,356,912)	2,433,417,353	1,214,778,011	-	(14,478,036)	1,200,299,975
	24,470,438,028	69,460,619	(914,195,874)	23,625,702,773	21,704,155,091	23,868,418	(1,066,566,269)	20,661,457,240
Less Revaluation allowance	(844,735,255)			-	(1,042,697,851)			-
Total	23,625,702,773			23,625,702,773	20,661,457,240			20,661,457,240
Securities Held to Maturity								
Government and state enterprise securities	6,884,577,766	-	(99,375,491)	6,785,202,275	7,939,585,211	-	(137,631,551)	7,801,953,660
Private sector's debt securities	337,927,055	-	-	337,927,055	1,730,965,084	-	-	1,730,965,084
Foreign sector's debt securities	3,063,740,000	-	-	3,063,740,000	1,232,130,000	-	-	1,232,130,000
Total	10,286,244,821	-	(99,375,491)	10,186,869,330	10,902,680,295	-	(137,631,551)	10,765,048,744
Securities for General Investments								
Domestic non-marketable equity securities	5,536,394,041			5,132,432,480	6,361,799,751			6,506,816,634
Foreign non-marketable equity securities	26,692,985			19,531,879	27,982,859			18,669,849
Total	5,563,087,026			5,151,964,359	6,389,782,610			6,525,486,483
Less Allowance for impairment	(359,882,993)			-	(339,889,019)			-
Total	5,203,204,033			5,151,964,359	6,049,893,591			6,525,486,483
Total Long-term Investments, net	39,115,151,627			38,964,536,462	37,614,031,126			37,951,992,467

As at December 31, 2006 and 2005, long-term investments classified as debt securities held-to-maturity (as government and state enterprise securities) included the promissory note and the right over the promissory in consolidated financial statements of Baht 4,799 million and Baht 5,905 million and in the Bank's financial statements of Baht 4,799 million and Baht 5,869 million, respectively, issued by the Thai Asset Management Corporation (TAMC) for asset transfer to TAMC. As at December 31, 2006 and 2005, the Bank had promissory notes of Baht 4,798 million and Baht 5,853 million, respectively. During the year 2006, TAMC redeemed promissory notes of the Bank of Baht 1,058 million. During the year 2005, TAMC redeemed promissory notes of the Bank and subsidiary of Baht 393 million and Baht 36 million, respectively. The rest is being validated and confirmed by TAMC prior to issuing the 10 years term non-negotiable promissory notes availed by Financial Institutions Development Fund to the Bank and its subsidiary (see Notes 5.6 and 5.28).

For the years ended December 31, 2006 and 2005, gain (loss) on investment in the statement of income consists of the followings:

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006	2005	2006	2005
	Baht	Baht	Baht	Baht
Gain on sale of securities				
- Securities for trading	96,657,382	97,771,416	21,794,697	18,203,943
- Securities available for sale	426,690,604	4,831,052	765,040,326	(5,494,007)
- Securities for general investments	565,565,025	433,316,591	564,046,753	433,234,041
- Loss on sales of investments to minority interest	-	(649,894)	-	-
	<u>1,088,913,011</u>	<u>535,269,165</u>	<u>1,350,881,776</u>	<u>445,943,977</u>
Loss on impairment of securities (reversal)	(130,006,026)	(73,208,750)	(130,006,026)	(77,208,750)
Unrealized loss on securities for trading	11,299,908	91,668,703	11,299,908	91,694,474
Loss on purchase of derivative instruments	3,150,800	-	-	-
Gain on reclassification from investments in receivables to loans	201,434,845	479,717,958	-	-

For the years ended December 31, 2006 and 2005, revaluation surplus (deficit) on investments presented in shareholders' equity consists of the followings:

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006	2005	2006	2005
	Baht	Baht	Baht	Baht
Beginning balance	(1,194,215,201)	(333,437,009)	(1,194,215,201)	(333,437,009)
(Increase) decrease during the year	<u>247,131,335</u>	<u>(860,778,192)</u>	<u>247,131,335</u>	<u>(860,778,192)</u>
Ending balance	<u>(947,083,866)</u>	<u>(1,194,215,201)</u>	<u>(947,083,866)</u>	<u>(1,194,215,201)</u>

For the year ended December 31, 2006, the Bank transferred the held-to-maturity securities to available-for-sales securities and sold some of those securities in order to prevent the interest rate risk as follow :

	Unit : Million Baht
Amortized Cost	595.0
Unrealized Gain on Mark-to-Market	5.0
Realized Gain	5.7

5.4.3 The remaining maturities of debt securities

CONSOLIDATED FINANCIAL STATEMENTS								
	2006				2005			
	Due within				Due within			
	1 Year	Greater than 1 Year-5 Years	Greater than 5 Years	Total	1 Year	Greater than 1 Year-5 Years	Greater than 5 Years	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Securities Available for Sale								
Government and state enterprise securities	15,248,322,852	16,208,886,720	217,525,133	31,674,734,705	18,443,388,780	14,770,858,020	219,801,248	33,434,048,048
Private sector's debt securities	740,001,680	2,585,345,675	-	3,325,347,355	300,337,130	2,489,648,820	-	2,789,985,950
Foreign sector's debt securities	9,850,863,675	2,450,698,186	-	12,301,561,861	328,581,433	1,214,778,011	-	1,543,359,444
Total	25,839,188,207	21,244,930,581	217,525,133	47,301,643,921	19,072,307,343	18,475,284,851	219,801,248	37,767,393,442
Less Allowances for valuation	(29,088,770)	(243,203,580)	(27,612,250)	(299,904,600)	(67,942,333)	(473,654,976)	(33,417,703)	(575,015,012)
Total	25,810,099,437	21,001,727,001	189,912,883	47,001,739,321	19,004,365,010	18,001,629,875	186,383,545	37,192,378,430
Securities Held to Maturity								
Government and state enterprise securities	-	2,085,799,774	4,798,777,992	6,884,577,766	-	1,563,339,963	6,376,245,248	7,939,585,211
Private sector's debt securities	528,594,934	337,927,055	-	866,521,989	725,227,587	1,730,965,084	-	2,456,192,671
Foreign sector's debt securities	-	-	3,063,740,000	3,063,740,000	2,053,550,000	-	1,232,130,000	3,285,680,000
Total	528,594,934	2,423,726,829	7,862,517,992	10,814,839,755	2,778,777,587	3,294,305,047	7,608,375,248	13,681,457,882
Less Allowances for impairment	(50,000,000)	-	-	(50,000,000)	(110,000,000)	-	-	(110,000,000)
Total	478,594,934	2,423,726,829	7,862,517,992	10,764,839,755	2,668,777,587	3,294,305,047	7,608,375,248	13,571,457,882
Total Debt Securities	26,288,694,371	23,425,453,830	8,052,430,875	57,766,579,076	21,673,142,597	21,295,934,922	7,794,758,793	50,763,836,312

THE BANK'S FINANCIAL STATEMENTS								
	2006				2005			
	Due within				Due within			
	1 Year	Greater than 1 Year-5 Years	Greater than 5 Years	Total	1 Year	Greater than 1 Year-5 Years	Greater than 5 Years	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Securities Available for Sale								
Government and state enterprise securities	14,231,934,372	16,167,226,248	217,525,133	30,616,685,753	17,806,546,883	14,727,399,048	219,801,248	32,753,747,179
Private sector's debt securities	740,001,680	2,585,345,675	-	3,325,347,355	300,337,130	2,489,648,820	-	2,789,985,950
Foreign sector's debt securities	9,850,863,675	2,450,698,186	-	12,301,561,861	328,581,433	1,214,778,011	-	1,543,359,444
Total	24,822,799,727	21,203,270,109	217,525,133	46,243,594,969	18,435,465,446	18,431,825,879	219,801,248	37,087,092,573
Less Allowances for valuation	(28,681,709)	(241,966,122)	(27,612,250)	(298,260,081)	(66,035,252)	(471,673,544)	(33,417,703)	(571,126,499)
Total	24,794,118,018	20,961,303,987	189,912,883	45,945,334,888	18,369,430,194	17,960,152,335	186,383,545	36,515,966,074
Securities Held to Maturity								
Government and state enterprise securities	-	2,085,799,774	4,798,777,992	6,884,577,766	-	1,563,339,963	6,376,245,248	7,939,585,211
Private sector's debt securities	455,104,892	337,927,055	-	793,031,947	725,227,587	1,730,965,084	-	2,456,192,671
Foreign sector's debt securities	-	-	3,063,740,000	3,063,740,000	2,053,550,000	-	1,232,130,000	3,285,680,000
Total	455,104,892	2,423,726,829	7,862,517,992	10,741,349,713	2,778,777,587	3,294,305,047	7,608,375,248	13,681,457,882
Less Allowances for impairment	(50,000,000)	-	-	(50,000,000)	(110,000,000)	-	-	(110,000,000)
Total	405,104,892	2,423,726,829	7,862,517,992	10,691,349,713	2,668,777,587	3,294,305,047	7,608,375,248	13,571,457,882
Total Debt Securities	25,199,222,910	23,385,030,816	8,052,430,875	56,636,684,601	21,038,207,781	21,254,457,382	7,794,758,793	50,087,423,956

5.4.4 Investments in subsidiaries and associated companies

The Bank's investment in companies in which the Bank holds more than 20% of the paid-up capital, with the percentage of beneficial ownership and amount of investments, are as follows:

CONSOLIDATED FINANCIAL STATEMENTS					
Company Name	Business Type	2006			
		Securities	%	Investment	
		Investment Type	Ownership	Cost	Equity
				Baht	Baht
Associated companies					
Krungsriyudhya Card Company Limited	Credit card	Common stock	49.99%	549,999,960	785,250,429
Investments in subsidiaries and associated companies, net				549,999,960	785,250,429

CONSOLIDATED FINANCIAL STATEMENTS					
Company Name	Business Type	2005			
		Securities	%	Investment	
		Investment Type	Ownership	Cost Baht	Equity Baht
Associated companies					
Krungsriayudhya Card Company Limited	Credit card	Common stock	49.99%	549,999,960	755,252,141
Ayudhya JF Asset Management Limited	Investment management	Common stock	46.96%	57,943,810	155,530,404
Investments in subsidiaries and associated companies					
Less General reserve in subsidiaries and associated companies				607,943,770	910,782,545
				-	(150,000,000)
Investments in subsidiaries and associated companies, net				607,943,770	760,782,545

THE BANK'S FINANCIAL STATEMENTS					
Company Name	Business Type	2006			
		Securities	%	Investment	
		Investment Type	Ownership	Cost Baht	Equity Baht
Subsidiary companies					
Siam Realty and Services Company Limited	Car rent and personnel services	Common stock	99.99%	99,999,400	322,115,145
K.S. Law Office Company Limited	Legal advisory services	Common stock	99.99%	31,999,940	8,737,631
Ayudhya Asset Management Company Limited	Assets management	Common stock	99.99%	1,999,999,940	- 0 -
Ayudhya Fund Management Company Limited (Formerly Ayudhya JF Asset management Company Limited)	Investment management	Common stock	99.99%	267,350,150	168,970,013
Ayudhya Capital Lease Company Limited	Auto Leasing	Common stock	99.99%	1,997,999,953	1,997,962,486
Ayudhya Development Leasing Company Limited	Leasing	Common stock	86.73%	761,394,020	940,849,142
Ayudhya Securities Public Company Limited	Finance	Common stock	86.33%	637,139,225	621,038,929
Ayudhya Auto Lease Public Company Limited (Formerly Ayudhya Investment and Trust Public Company Limited)	Auto Leasing	Common stock } Preferred stock }	79.33%	1,739,429,834	1,042,513,945
				500,000,000	500,000,000
Ayudhya International Factors Company Limited	Factoring	Common stock	50.63%	150,006,660	178,795,136
Associated companies					
Krungsriayudhya Card Company Limited	Credit card	Common stock	49.99%	549,999,960	785,250,429
Investments in subsidiaries and associated companies, net				8,735,319,082	6,566,232,856

THE BANK'S FINANCIAL STATEMENTS

Company Name	Business Type	Securities	2005	Investment	
		Investment Type	% Ownership	Cost Baht	Equity Baht
Subsidiary companies					
Siam Realty and Services Company Limited	Car rent and personnel services	Common stock	99.99%	99,999,400	315,444,828
K.S. Law Office Company Limited	Legal advisory services	Common stock	99.99%	1,999,940	- 0 -
Ayudhya Asset Management Company Limited	Assets management	Common stock	99.99%	1,999,999,940	1,334,731,662
Ayudhya Securities Public Company Limited	Finance	Common stock	86.33%	637,139,225	639,215,901
Ayudhya Investment and Trust Public Company Limited	Finance	Common stock	79.33%	1,739,429,834	1,135,833,158
		Preferred stock		500,000,000	500,000,000
Ayudhya Development Leasing Company Limited	Leasing	Common stock	66.95%	529,624,560	637,572,783
Ploenchit Advisory Company Limited	Financial advisory services	Common stock	52.46%	4,000,000	4,042,963
Ayudhya International Factors Company Limited	Factoring	Common stock	50.63%	150,006,660	158,499,189
Associated companies					
Krungsriayudhya Card Company Limited	Credit card	Common stock	49.99%	549,999,960	755,252,141
Ayudhya JF Asset Management Limited	Investment management	Common stock	46.96%	51,263,810	148,850,403
Investments in subsidiaries and associated companies				6,263,463,329	5,629,443,028
Less General reserve in subsidiaries and associated companies				-	(150,000,000)
Investments in subsidiaries and associated companies, net				6,263,463,329	5,479,443,028

Information about financial position, results of operations and cash flow which is summarized from the financial statements of Ayudhya Asset Management Company Limited is as follows:

**AYUDHYA ASSET MANAGEMENT COMPANY LIMITED
CONDENSED BALANCE SHEETS
AS AT DECEMBER 31,
"AUDITED"**

	BAHT	
	2006	2005
ASSETS		
Cash and deposit at financial institution	62,462,061	15,256,514
Investments, net	-	1,912,359
Investments in receivables, net	12,931,736,252	19,107,776,608
Loans, and accrued interest receivable, net	2,160,711,697	2,078,152,808
Properties foreclosed, net	7,790,523,261	7,185,160,851
Equipment, net	6,850,367	6,913,488
Amounts due from parent company	725,634,526	733,577,150
Cash advance	169,267,997	180,515,442
Other assets	53,562,728	38,773,948
TOTAL ASSETS	<u>23,900,748,889</u>	<u>29,348,039,168</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Liabilities		
Borrowings	26,080,045,797	27,638,126,648
Other liabilities	163,489,570	375,177,655
Shareholders' equity	<u>(2,342,786,478)</u>	<u>1,334,734,865</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>23,900,748,889</u>	<u>29,348,039,168</u>

AYUDHYA ASSET MANAGEMENT COMPANY LIMITED
CONDENSED STATEMENTS OF INCOME
FOR THE YEARS ENDED DECEMBER 31,
"AUDITED"

BAHT

	2006	2005
INTEREST AND DIVIDEND INCOME	603,630,279	408,482,931
INTEREST EXPENSES	<u>409,607,703</u>	<u>375,656,018</u>
NET INTEREST AND DIVIDEND INCOME	194,022,576	32,826,913
BAD DEBT AND DOUBTFUL ACCOUNTS	4,819,916,433	2,036,342,405
LOSS ON DEBT RESTRUCTURING (Reversal)	<u>683,125</u>	<u>(727,629)</u>
NET INTEREST AND DIVIDEND INCOME AFTER BAD DEBT AND DOUBTFUL ACCOUNTS AND LOSS ON DEBT RESTRUCTURING	(4,626,576,982)	(2,002,787,863)
NON-INTEREST INCOME	1,573,270,494	1,756,134,197
NON-INTEREST EXPENSES	<u>624,214,855</u>	<u>420,653,335</u>
NET LOSS	<u>(3,677,521,343)</u>	<u>(667,307,001)</u>
 BASIC LOSS PER SHARE	 (18.39)	 (6.10)

AYUDHYA ASSET MANAGEMENT COMPANY LIMITED
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31,
“AUDITED”

		BAHT
	2006	2005
Cash flows from operation activities		
Net loss	(3,677,521,343)	(667,307,001)
Adjustments to reconcile net loss to net cash flows		
from operating activities		
Bad debt and doubtful accounts	4,819,916,433	2,036,342,405
Loss on debt restructuring (reversal)	683,125	(727,629)
Gain on reclassification from investment in receivable to loans	(201,434,845)	(479,717,958)
Depreciation and amortization	3,264,711	2,664,219
Interest income from assets acquired from debt repayment	(3,367,271)	(1,233,603)
Loss on impairment of properties foreclosed	181,663,434	85,543,091
Gain on sales of properties foreclosed	(328,449,884)	(419,224,581)
Gain on sales of general investment	(543,941)	-
Increase (decrease) in accrued interest expenses	(832,543)	2,653,292
Increase in pension fund	479,985	3,914
Loss on sales of amortization of fixed assets	33,204	-
Increase (decrease) in other accrued expenses	(236,590,121)	2,858,563
Income from operations before change in operating assets and liabilities	557,300,944	561,854,712
Increase (decrease) in operating assets		
General investment	4,499,300	-
Investment in receivables	(787,466,750)	(3,134,281,829)
Loans and receivable	241,898,149	305,210,276
Properties foreclosed	1,219,623,758	(722,713,602)
Amounts due from parent company	455,097,614	(143,061,063)
Cash advance	11,416,845	(69,986,055)
Other assets	(14,751,036)	(12,399,220)
Increase (decrease) in operating liabilities		
Amounts due to parent company	(28,002,139)	3,735,184
Retention for rent assets	(45,700)	1,007,277
Deposits for purchasing of properties foreclosed	(32,489,880)	51,726,800
Other liabilities	396,741	993,871
Net cash provided by (used in) operating activities	1,627,477,846	(3,157,913,649)
Cash flows from investing activities		
Cash paid for purchase of computer software	(498,484)	(456,797)
Cash paid for purchase of equipment	(2,448,454)	(2,858,759)
Net cash used in investing activities	(2,946,938)	(3,315,556)
Cash flows from financing activities		
Increase (decrease) in borrowings	(1,577,325,361)	2,205,939,733
Proceeds from increase in capital	-	1,000,000,000
Dividend payment	-	(34,000,000)
Net cash provided by (used in) financing activities	(1,577,325,361)	3,171,939,733
Net increase in cash and cash equivalents	47,205,547	10,710,528
Cash and cash equivalents as at January 1,	15,256,514	4,545,986
Cash and cash equivalents as at December 31,	62,462,061	15,256,514
Supplementary disclosures of cash flow information		
Cash paid for interest and income tax		
Interest expense	410,440,246	373,002,726
Income tax	23,720,326	23,194,945

Investments in companies in which the Bank and subsidiary hold more than 10% of the paid-up capital in each company, classified according to industry groups, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006	2005	2006	2005
	Baht	Baht	Baht	Baht
Manufacturing	41,141,530	41,141,530	41,141,530	41,141,530
Trading	-	39,500,000	-	39,500,000
Banking and finance	25,000,000	31,680,000	25,000,000	25,000,000
Services	33,789,253	58,968,238	33,789,253	54,932,754
Others	44,995	44,995	44,995	44,995
Total	<u>99,975,778</u>	<u>171,334,763</u>	<u>99,975,778</u>	<u>160,619,279</u>

As at December 31, 2006 and 2005, securities available for sales and general investments in the Bank's financial statements included investment in companies subject to be delisted from SET which are investment in common shares of such 3 companies and 6 companies as at December 31, 2006 and 2005, with cost of Baht 13 million and Baht 156 million and market price of Baht 0 and Baht 146 million, respectively. In the consolidated financial statements as at December 31, 2006 and 2005, investments in common shares of such 5 companies and 7 companies with cost of Baht 18 million and Baht 160 million and market price of Baht 4 million and Baht 150 million, respectively.

5.5 Securities used as collateral

Government and state enterprise securities having face values of Baht 632 million and Baht 18,547 million were used as collateral for other commitments with government departments and state enterprises as at December 31, 2006 and 2005, respectively.

5.6 Loans and accrued interest receivables (1) Classified by products

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006	2005	2006	2005
	Baht	Baht	Baht	Baht
Overdrafts	52,905,281,457	54,165,668,434	48,061,374,753	48,450,100,534
Loan against contract	259,617,296,500	266,020,585,612	282,194,393,786	277,878,572,909
Trade bill	125,512,469,294	115,399,190,164	124,159,005,477	113,484,208,705
Hire purchase	15,004,038,170	9,568,743,690	-	-
Lease contract receivable	5,324,564,880	4,716,755,729	-	-
Factoring receivable	1,677,384,515	1,368,343,860	-	-
Others	3,754,761,221	4,181,120,698	3,427,760,769	3,785,181,067
Total	<u>463,795,796,037</u>	<u>455,420,408,187</u>	<u>457,842,534,785</u>	<u>443,598,063,215</u>
<u>Less</u> Unearned discount on loans	<u>(2,461,630,910)</u>	<u>(1,646,214,928)</u>	<u>(43,719,906)</u>	<u>(46,844,160)</u>
Total	<u>461,334,165,127</u>	<u>453,774,193,259</u>	<u>457,798,814,879</u>	<u>443,551,219,055</u>
<u>Add</u> Accrued interest receivables	<u>2,404,187,093</u>	<u>2,434,310,602</u>	<u>2,178,816,411</u>	<u>2,098,306,876</u>
<u>Less</u> Allowance for doubtful accounts	<u>(28,436,158,104)</u>	<u>(20,445,140,492)</u>	<u>(22,446,571,711)</u>	<u>(17,819,795,151)</u>
Revaluation allowance for debt restructuring	<u>(489,640,390)</u>	<u>(520,121,747)</u>	<u>(488,259,353)</u>	<u>(445,934,430)</u>
Total	<u>434,812,553,726</u>	<u>435,243,241,622</u>	<u>437,042,800,226</u>	<u>427,383,796,350</u>

(2) Classified by remaining maturity

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006 Baht	2005 Baht	2006 Baht	2005 Baht
Not over 1 year*	189,730,499,612	176,059,975,954	166,213,795,368	150,629,274,109
Over 1 year	<u>274,065,296,425</u>	<u>279,360,432,233</u>	<u>291,628,739,417</u>	<u>292,968,789,106</u>
Total	463,795,796,037	455,420,408,187	457,842,534,785	443,598,063,215
Less Unearned discount on loans	<u>(2,461,630,910)</u>	<u>(1,646,214,928)</u>	<u>(43,719,906)</u>	<u>(46,844,160)</u>
Total	461,334,165,127	453,774,193,259	457,798,814,879	443,551,219,055
Add Accrued interest receivables	<u>2,404,187,093</u>	<u>2,434,310,602</u>	<u>2,178,816,411</u>	<u>2,098,306,876</u>
Total	<u>463,738,352,220</u>	<u>456,208,503,861</u>	<u>459,977,631,290</u>	<u>445,649,525,931</u>

* Included those without agreements and past due agreements

(3) Classified by currency and residence of debtors

	CONSOLIDATED FINANCIAL STATEMENTS					
	2006			2005		
	Domestic Baht	Foreign Baht	Total Baht	Domestic Baht	Foreign Baht	Total Baht
Baht	455,009,543,972	45,711,961	455,055,255,933	443,062,516,927	27,871,992	443,090,388,919
US Dollar	7,960,672,718	131,413,337	8,092,086,055	10,097,830,905	591,574,460	10,689,405,365
Other currencies	<u>475,785,113</u>	<u>172,668,936</u>	<u>648,454,049</u>	<u>1,057,082,622</u>	<u>583,531,281</u>	<u>1,640,613,903</u>
Total	463,446,001,803	349,794,234	463,795,796,037	454,217,430,454	1,202,977,733	455,420,408,187
Less Unearned discount on loans			<u>(2,461,630,910)</u>			<u>(1,646,214,928)</u>
Total			461,334,165,127			453,774,193,259
Add Accrued interest receivables			<u>2,404,187,093</u>			<u>2,434,310,602</u>
Total			<u>463,738,352,220</u>			<u>456,208,503,861</u>

	THE BANK'S FINANCIAL STATEMENTS					
	2006			2005		
	Domestic Baht	Foreign Baht	Total Baht	Domestic Baht	Foreign Baht	Total Baht
Baht	449,056,282,720	45,711,961	449,101,994,681	431,240,668,685	27,871,992	431,268,540,677
US Dollar	7,960,672,718	131,413,337	8,092,086,055	10,097,334,175	591,574,460	10,688,908,635
Other currencies	<u>475,785,113</u>	<u>172,668,936</u>	<u>648,454,049</u>	<u>1,057,082,622</u>	<u>583,531,281</u>	<u>1,640,613,903</u>
Total	457,492,740,551	349,794,234	457,842,534,785	442,395,085,482	1,202,977,733	443,598,063,215
Less Unearned discount on loans			<u>(43,719,906)</u>			<u>(46,844,160)</u>
Total			457,798,814,879			443,551,219,055
Add Accrued interest receivables			<u>2,178,816,411</u>			<u>2,098,306,876</u>
Total			<u>459,977,631,290</u>			<u>445,649,525,931</u>

(4) Classified by business type and classification

	CONSOLIDATED FINANCIAL STATEMENTS					
	2006					
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
	Baht	Baht	Baht	Baht	Baht	Baht
Agriculture and mining	9,767,081,732	317,913,863	158,080,653	460,389,411	1,850,993,775	12,554,459,434
Manufacturing and trading	190,348,198,116	3,728,597,549	4,543,826,990	4,721,070,228	22,287,676,527	225,629,369,410
Real estate and construction	34,832,653,772	917,136,092	1,461,493,872	2,494,620,012	9,943,938,855	49,649,842,603
Public utilities and services	79,350,448,574	1,011,732,220	1,870,239,223	1,321,492,834	4,139,712,477	87,693,625,328
Housing loans	41,922,501,383	1,074,887,138	699,203,869	929,721,661	4,604,143,912	49,230,457,963
Others	<u>36,482,992,460</u>	<u>787,051,413</u>	<u>231,586,388</u>	<u>312,969,476</u>	<u>1,223,441,562</u>	<u>39,038,041,299</u>
Total	392,703,876,037	7,837,318,275	8,964,430,995	10,240,263,622	44,049,907,108	463,795,796,037
Less Unearned discount on loans						<u>(2,461,630,910)</u>
Total						461,334,165,127
Add Accrued interest receivables						<u>2,404,187,093</u>
Total						<u>463,738,352,220</u>

CONSOLIDATED FINANCIAL STATEMENTS						
2005						
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
	Baht	Baht	Baht	Baht	Baht	Baht
Agriculture and mining	8,430,147,570	333,165,192	123,941,464	329,043,568	1,975,752,256	11,192,050,050
Manufacturing and trading	200,537,033,863	2,699,768,070	5,528,009,881	4,188,233,312	22,309,770,192	235,262,815,318
Real estate and construction	33,661,367,815	620,906,559	1,131,264,592	5,194,854,412	8,600,840,844	49,209,234,222
Public utilities and services	70,487,312,695	1,147,756,522	1,956,450,669	1,261,229,797	3,812,552,581	78,665,302,264
Housing loans	42,935,396,410	1,055,303,816	730,998,714	654,968,588	4,609,507,593	49,986,175,121
Others	29,119,441,180	486,224,591	226,577,470	205,308,054	1,067,279,917	31,104,831,212
Total	385,170,699,533	6,343,124,750	9,697,242,790	11,833,637,731	42,375,703,383	455,420,408,187
Less Unearned discount on loans						(1,646,214,928)
Total						453,774,193,259
Add Accrued interest receivables						2,434,310,602
Total						456,208,503,861

THE BANK'S FINANCIAL STATEMENTS						
2006						
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
	Baht	Baht	Baht	Baht	Baht	Baht
Agriculture and mining	9,723,210,501	304,439,627	153,617,124	395,239,039	834,624,900	11,411,131,191
Manufacturing and trading	187,932,641,119	3,580,695,520	4,454,297,494	4,483,225,714	13,190,491,408	213,641,351,255
Real estate and construction	34,533,449,696	886,824,143	1,439,552,561	2,481,485,093	6,744,228,986	46,085,540,479
Public utilities and services	75,943,037,876	885,767,607	1,798,309,086	1,277,218,071	2,452,476,832	82,356,809,472
Housing loans	41,702,496,564	1,035,773,590	636,828,794	838,081,060	1,448,996,073	45,662,176,081
Others	57,463,486,806	255,971,614	149,409,568	194,876,341	621,781,978	58,685,526,307
Total	407,298,322,562	6,949,472,101	8,632,014,627	9,670,125,318	25,292,600,177	457,842,534,785
Less Unearned discount on loans						(43,719,906)
Total						457,798,814,879
Add Accrued interest receivables						2,178,816,411
Total						459,977,631,290

THE BANK'S FINANCIAL STATEMENTS						
2005						
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
	Baht	Baht	Baht	Baht	Baht	Baht
Agriculture and mining	8,241,471,877	317,034,870	108,764,978	329,043,568	793,197,629	9,789,512,922
Manufacturing and trading	196,807,610,545	2,509,956,079	5,242,688,577	4,134,439,481	12,469,459,673	221,164,154,355
Real estate and construction	32,725,983,782	543,188,454	1,069,538,113	5,112,159,128	4,845,178,138	44,296,047,615
Public utilities and services	69,310,229,905	1,137,688,796	1,944,092,203	1,241,250,002	1,886,363,232	75,519,624,138
Housing loans	42,584,798,180	983,418,330	654,565,147	560,989,406	612,680,419	45,396,451,482
Others	46,559,714,334	140,637,964	186,972,579	175,481,862	369,465,964	47,432,272,703
Total	396,229,808,623	5,631,924,493	9,206,621,597	11,553,363,447	20,976,345,055	443,598,063,215
Less Unearned discount on loans						(46,844,160)
Total						443,551,219,055
Add Accrued interest receivables						2,098,306,876
Total						445,649,525,931

(5) Classified by type of classification

CONSOLIDATED FINANCIAL STATEMENTS				
2006				
	Loans and Accrued Interest Receivable	Outstanding Balance after Deduction of Collateral	% Minimum set up	Provision
	Baht	Baht		Baht
Normal –Securities business receivable	573,524,228	573,524,228	-	-
Normal	393,623,384,360	128,910,247,193	1	1,545,641,113
Special mention	7,934,607,220	1,177,762,283	2	26,880,506
Substandard	9,094,162,423	2,618,586,673	20	1,994,325,903
Doubtful	10,344,749,057	4,014,931,270	50	3,216,555,896
Doubtful of loss	44,629,555,842	17,648,463,449	100	18,229,191,857
Total	466,199,983,130	154,943,515,096		25,012,595,275**
Less Unearned discount on loans	(2,461,630,910)			
Total	463,738,352,220			
Surplus Reserve				3,423,562,829*
				28,436,158,104

CONSOLIDATED FINANCIAL STATEMENTS

	2005			
	Loans and Accrued Interest Receivable	Outstanding Balance after Deduction of Collateral	% Minimum set up	Provision
	Baht	Baht		Baht
Normal –Securities business receivable	729,346,482	729,346,482	–	–
Normal	385,840,648,136	94,658,143,084	1	1,410,962,828
Special mention	6,386,590,814	662,084,728	2	43,401,378
Substandard	9,879,202,657	2,261,673,424	20	664,391,357
Doubtful	11,943,421,674	4,386,065,902	50	2,729,526,953
Doubtful of loss	43,075,509,026	9,562,526,701	100	9,785,471,902
Total	457,854,718,789	112,259,840,321		14,633,754,418**
Less Unearned discount on loans	(1,646,214,928)			
Total	456,208,503,861			
Surplus Reserve				5,811,386,074*
				20,445,140,492

(* Including allowance for doubtful accounts of loans granted to associated companies as at December 31, 2006 and 2005, at the rate of 1% of Baht 37,113 million and Baht 29,999 million equaled Baht 371 million and Baht 300 million, respectively, which are eliminated from loans classified as normal in consolidated financial statements, and the remaining amount including allowance for doubtful accounts for other assets related to loans as at December 31, 2006 and 2005, of Baht 114 million and Baht 161 million, respectively.)

(** Excluding revaluation allowance for debt restructuring as at December 31, 2006 and 2005, of Baht 311 million and Baht 386 million, respectively and excluding allowance for doubtful accounts for interbank and money market items as at December 31, 2006 and 2005, of Baht 32 million and Baht 64 million, respectively and excluding allowance for doubtful accounts for other assets related to loans as at December 31, 2006 and 2005, of Baht 114 million and Baht 161 million, respectively.)

**THE BANK'S FINANCIAL STATEMENTS AND AYUDHYA
ASSET MANAGEMENT COMPANY LIMITED**

	2006			
	Loans and Accrued Interest Receivable	Outstanding Balance after Deduction of Collateral	% Minimum set up	Provision
	Baht	Baht		Baht
Normal	386,201,038,892	128,003,184,999	1	1,544,141,057
Special mention	7,218,136,250	679,409,782	2	16,913,456
Substandard	8,966,672,248	2,546,524,639	20	1,979,913,497
Doubtful	10,198,468,208	3,913,195,873	50	3,165,688,197
Doubtful of loss	44,411,594,264	17,580,363,547	100	18,116,325,699
Total	456,995,909,862	152,722,678,840		24,822,981,906
Less Unearned discount on loans	(43,719,906)			
Total	456,952,189,956			
Surplus Reserve				3,244,799,775*
				28,067,781,681

**THE BANK'S FINANCIAL STATEMENTS AND AYUDHYA
ASSET MANAGEMENT COMPANY LIMITED**

	2005			
	Loans and Accrued Interest Receivable	Outstanding Balance after Deduction of Collateral	% Minimum set up	Provision
	Baht	Baht		Baht
Normal	371,157,953,197	86,204,476,624	1	1,285,471,334
Special mention	5,955,759,934	439,108,571	2	36,764,207
Substandard	9,767,765,032	2,221,715,080	20	656,399,689
Doubtful	11,783,533,416	4,345,388,655	50	2,708,566,500
Doubtful of loss	42,495,100,196	9,241,565,941	100	9,464,781,060
Total	441,160,111,775	102,452,254,871		14,151,982,790
Less Unearned discount on loans	(46,844,160)			
Total	441,113,267,615			
Surplus Reserve				5,606,345,767*
				19,758,328,557

(* Including allowance for doubtful accounts of loans granted to Ayudhya Asset Management Company Limited as at December 31, 2006 and 2005, at the rate of 1% of Baht 23,737 million and Baht 27,657 million equaled Baht 237 million and Baht 277 million, respectively, which is eliminated from loans classified as normal in consolidated financial statements, and the remaining amount including allowance for doubtful accounts for other assets related to loans as at December 31, 2006 and 2005, of Baht 114 million and Baht 161 million, respectively.)

THE BANK'S FINANCIAL STATEMENTS

	2006			
	Loans and Accrued Interest Receivable	Outstanding Balance after Deduction of Collateral	% Minimum set up	Provision
	Baht	Baht		Baht
Normal	408,799,527,912	151,465,724,606	1	1,778,766,453**
Special mention	7,046,761,046	644,136,473	2	16,207,990
Substandard	8,761,746,055	2,473,505,707	20	1,906,894,565
Doubtful	9,774,610,752	3,790,219,991	50	3,042,712,315
Doubtful of loss	25,638,705,431	12,853,751,879	100	13,017,654,077
Total	460,021,351,196	171,227,338,656		19,762,235,400***
Less Unearned discount on loans	(43,719,906)			
Total	459,977,631,290			
Surplus Reserve				2,684,336,311****
				22,446,571,711

THE BANK'S FINANCIAL STATEMENTS

	2005			
	Loans and Accrued Receivable	Outstanding Balance after Deduction of Collateral	% Minimum set up	Provision
	Baht	Baht		Baht
Normal	397,616,198,829	113,546,272,798	1	1,558,889,295**
Special mention	5,672,330,247	375,125,775	2	35,484,551
Substandard	9,384,940,950	2,057,559,053	20	623,568,484
Doubtful	11,662,360,172	4,310,495,249	50	2,691,119,796
Doubtful of loss	21,360,539,893	8,200,352,010	100	8,411,913,502
Total	445,696,370,091	128,489,804,885		13,320,975,628***
Less Unearned discount on loans	(46,844,160)			
Total	445,649,525,931			
Surplus Reserve				4,498,819,523****
				17,819,795,151

(**) Including allowance for doubtful accounts of loans granted to associated companies as at December 31, 2006 and 2005, at the rate of 1% of Baht 37,113 million and Baht 29,999 million equaled Baht 371 million and Baht 300 million, respectively.)

(***) Excluding revaluation allowance for debt restructuring as at December 31, 2006 and 2005, of Baht 310 million and Baht 312 million, respectively and excluding allowance for doubtful accounts for interbank and money market items as at December 31, 2006 and 2005, of Baht 32 million and Baht 64 million, respectively and excluding allowance for doubtful accounts for other assets related to loans as at December 31, 2006 and 2005, of Baht 114 million and Baht 161 million, respectively.)

(****) Including allowance for doubtful accounts for other assets related to loans as at December 31, 2006 and 2005, of Baht 114 million and Baht 161 million, respectively.)

For the year ended December 31, 2005, the Bank transferred the impaired assets at the net amount after deducting the allowance for doubtful accounts pursuant to the BOT's notification of Baht 108 million to TAMC. Net amount of such impaired assets is being validated and confirmed by TAMC prior to issuing the non-negotiable promissory notes, 10 years term to the Bank and its subsidiary from date of transfer of assets. The Bank and its subsidiary recorded the transfer out of assets as a deduction from the loan and presented the right over the promissory notes issued by TAMC as the long-term investments classified as held-to-maturity (as government and state enterprise securities) in the financial statements (see Note 5.4.2 and 5.28). As at December 31, 2006 and 2005, the Bank had promissory notes in the amount of Baht 4,798 million and Baht 5,853 million, respectively. During the year ended December 31, 2006, TAMC redeemed promissory notes of the Bank in the amount of Baht 1,058 million, and during the year 2005, TAMC redeemed promissory notes of the Bank and the subsidiary in the amount of Baht 393 million and Baht 36 million, respectively.

Non-performing loan (NPL) represents the loan classified as substandard, doubtful, doubtful of loss and loss in accordance with guideline given by BOT's Notification regarding the worthless or irrecoverable assets or assets which are doubtful of being worthless or irrecoverable of banks.

As at December 31, 2006 and 2005, the Bank and AMC had non-performing loans included interbank and money market items as follows:

Unit : Million Baht			
2006			
	Bank only	AMC	The Bank and AMC
Non-performing loans	43,595	19,168	62,763
Percentage of total loans	9.46	93.59	13.03
Unit : Million Baht			
2005			
	Bank only	AMC	The Bank and AMC
Non-performing loans	41,736	21,348	63,084
Percentage of total loans	9.28	93.49	13.34

As at December 31, 2006 and 2005, the Bank's and its subsidiaries non-performing loans classified as substandard, doubtful, doubtful of loss and loss are Baht 63,187 million and Baht 63,900 million, respectively.

In determining an allowance for doubtful accounts, a major factor that has been taken into consideration is the value of collateral. Collateral supporting either certain significant loans or a portion of classified loans were reappraised by either internal appraisers of the Bank or independent appraisers approved by the BOT. According to the BOT's guideline dated December 21, 2006 which is effective on December 31, 2006, the Banks are required to calculate present value of cash flow expected from the selling of collateral in order to be deducted from the debtors balance before determining the allowance. This is applied to collateral of the following categories; immovable assets, leasehold, machines, and vehicles. And for collateral against substandard assets, doubtful assets, and doubtful of loss assets, its value has to be reappraise every 3 years in order to be deducted from the debtor's balance before determining the allowance.

(6) Troubled Debt Restructuring

For the year ended December 31, 2006, the Bank and its subsidiaries have restructured the following debts :

CONSOLIDATED FINANCIAL STATEMENTS		
	Number	Amount of Debt before Restructuring (Million Baht)
Total debt restructured during the year ended December 31, 2006	6,229	23,214
Total debtors as at December 31, 2006	216,856	463,738

Details of restructured debts of the Bank and its subsidiaries for the year ended December 31, 2006 are as follows:

CONSOLIDATED FINANCIAL STATEMENTS				
Form of Restructuring	Number	Debt per the Accounts before Restructuring (Million Baht)	Type of Assets Acquired	Fair Value (Million Baht)
Transfer of assets	10	135	Land, Building and Condominium	145
Conversion to equity	6	7		
Modification of terms	4,640	10,220		
Reduction of principal and interest	99	1,176		
Various forms of restructuring (including modification of terms)	1,474	11,676	Land and Building	357
Total	6,229	23,214		502

For the year ended December 31, 2006, the Bank and subsidiaries calculate the net realizable value for the trouble debt restructured by the modification of terms using the present value of future cash flows under the restructured loan agreement, discounted by the market rate, together with the fair value of collateral as per details follow:

Method	CONSOLIDATED FINANCIAL STATEMENTS			
	Average Aging	Number	Amount of Debt before Restructuring (Million Baht)	Amount of Debt after Restructuring (Million Baht)
Present value of future cash flows	2.81	1,115	3,172	2,455
Fair value of collateral	6.75	3,525	7,048	6,394

As at December 31, 2006, the Bank and its subsidiaries had Baht 63,973 million of debtors who have been restructured by modification of repayment terms.

As at December 31, 2006, the Bank and its subsidiaries had restructured debt of Baht 67,891 million, including debts restructured for the year of Baht 19,014 million. Substantially all of the restructured loans are classified as normal. For the year ended December 31, 2006, the Bank and its subsidiaries recognized interest received from debt restructured of Baht 2,092 million. The loss on debt restructuring of Baht 291 million, has been recognized in the statement of income.

As at December 31, 2006, the balance of such debt restructured included non-performing loan of Baht 27,270 million.

For the year ended December 31, 2005, the Bank and its subsidiaries have restructured the following debts:

	CONSOLIDATED FINANCIAL STATEMENTS	
	Number	Amount of Debt before Restructuring (Million Baht)
Total debt restructured during the year ended December 31, 2005	3,383	19,529
Total debtors as at December 31, 2005	184,351	456,209

Details of restructured debts of the Bank and its subsidiaries for the year ended December 31, 2005 are as follows:

Form of Restructuring	CONSOLIDATED FINANCIAL STATEMENTS			
	Number	Debt per the Accounts before Restructuring (Million Baht)	Type of Assets Acquired	Fair Value (Million Baht)
Transfer of assets	36	1,088	Land, Building and Condominium	772
Modification of terms	2,281	6,454	Land and Building	2
Reduction of principal and interest	9	525		
Various forms of restructuring (including modification of terms)	1,057	11,462	Land and Building	455
Total	3,383	19,529		1,229

For the year ended December 31, 2005, the Bank and subsidiaries calculate the net realizable value for the trouble debt restructured by the modification of terms using the present value of future cash flows under the restructured loan agreement, discounted by the market rate, together with the fair value of collateral as per details follow:

Method	CONSOLIDATED FINANCIAL STATEMENTS			
	Average Aging	Number	Amount of Debt before Restructuring (Million Baht)	Amount of Debt after Restructuring (Million Baht)
Present value of future cash flows	2.65	1,165	3,042	2,792
Fair value of collateral	7.14	1,116	3,412	3,327

As at December 31, 2005, the Bank and its subsidiaries have Baht 57,317 million of debtors who have been restructured by modification of repayment terms.

As at December 31, 2005, the Bank and its subsidiaries have the balance of the restructured debt of Baht 74,355 million, including debts restructured during the year of Baht 10,628 million. Substantially all of the restructured loans are classified as normal. For the year ended December 31, 2005, the Bank and its subsidiaries recognized interest received from debt restructured of Baht 2,368 million and loss on debt restructuring of Baht 583 million has been recognized in the statement of income.

As at December 31, 2005, the balance of such debt restructured included non-performing loan of 24,810 million.

For the year ended December 31, 2006, the Bank has restructured the following debts:

THE BANK'S FINANCIAL STATEMENTS		
	Number	Amount of Debt before Restructuring (Million Baht)
Total debt restructured during the year ended December 31, 2006	5,218	21,447
Total debtors as at December 31, 2006	154,174	459,978

Details of restructured debts of the Bank are as follows:

THE BANK'S FINANCIAL STATEMENTS				
Form of Restructuring	Number	Debt per the Accounts before Restructuring (Million Baht)	Type of Assets Acquired	Fair Value (Million Baht)
Transfer of assets	5	118	Land, Building and Condominium	122
Conversion to equity	6	7		
Modification of terms	3,634	8,470		
Reduction of principal and interest	99	1,176		
Various forms of restructuring (including modification of terms)	1,474	11,676	Land and Building	357
Total	5,218	21,447		479

For the year ended December 31, 2006, the Bank calculates the net realizable value for the trouble debt restructured by the modification of terms using the present value of future cash flows under the restructured loan agreement, discounted by the market rate, together with the fair value of collateral as per details follow:

Method	Average Aging	THE BANK'S FINANCIAL STATEMENTS		
		Number	Amount of Debt before Restructuring (Million Baht)	Amount of Debt after Restructuring (Million Baht)
Present value of future cash flows	11.04	109	1,422	1,413
Fair value of collateral	6.75	3,525	7,048	6,394

As at December 31, 2006, the Bank has Baht 62,982 million of debtors who have been restructured by modification of repayment terms.

As at December 31, 2006, the Bank has the balance of the restructured debt of Baht 65,288 million, including debts restructured during the year of Baht 18,016 million. Substantially all of the restructured loans are classified as normal. For the year ended December 31, 2006, the Bank recognized interest received from debt restructured of Baht 1,999 million. The loss on debt restructuring of Baht 361 million, has been recognized in the statement of income.

As at December 31, 2006, the balance of such debt restructured included non-performing loan of Baht 25,981 million.

For the year ended December 31, 2005, the Bank has restructured the following debts:

	THE BANK'S FINANCIAL STATEMENTS	
	Number	Amount of Debt before Restructuring (Million Baht)
Total debt restructured during the year ended December 31, 2005	2,225	17,422
Total debtors as at December 31, 2005	142,294	445,650

Details of restructured debts of the Bank are as follows:

Form of Restructuring	Number	THE BANK'S FINANCIAL STATEMENTS		
		Debt per the Accounts before Restructuring (Million Baht)	Type of Assets Acquired	Fair Value (Million Baht)
Transfer of assets	20	979	Land, Building and Condominium	661
Modification of terms	1,146	4,504	Land and Building	2
Reduction of principal and interest	9	525		
Various forms of restructuring (including modification of terms)	1,050	11,414	Land and Building	455
Total	2,225	17,422		1,118

For the year ended December 31, 2005, the Bank calculates the net realizable value for the trouble debt restructured by the modification of terms using the present value of future cash flows under the restructured loan agreement, discounted by the market rate, together with the fair value of collateral as per details follow:

THE BANK'S FINANCIAL STATEMENTS				
Method	Average Aging	Number	Amount of Debt before (Million Baht)	Amount of Debt after Restructuring (Million Baht)
Present value of future cash flows	8.19	30	1,092	1,091
Fair value of collateral	7.14	1,116	3,412	3,327

As at December 31, 2005, the Bank has Baht 55,727 million of debtors who have been restructured by modification of repayment terms.

As at December 31, 2005, the Bank has the balance of the restructured debt of Baht 71,270 million, including debts restructured during the year of Baht 9,069 million. Substantially all of the restructured loans are classified as normal. For the year ended December 31, 2005, the Bank recognized interest received from debt restructured of Baht 2,264 million and loss on debt restructuring of Baht 472 million has been recognized in the statement of income.

As at December 31, 2005, the balance of such debt restructured included non-performing loan of Baht 23,917 million.

5.7 Allowance for doubtful accounts

	CONSOLIDATED FINANCIAL STATEMENTS						
	2006						
	Normal	Special	Substandard	Doubtful	Doubtful	General	Total
	Baht	Mention Baht	Baht	Baht	of Loss Baht	Reserve Baht	Baht
Beginning balance	1,710,955,737	43,401,378	664,391,357	2,729,526,953	9,785,471,902	5,511,393,165	20,445,140,492
Doubtful accounts	236,060,373	(14,609,704)	1,329,947,981	499,680,571	11,310,888,144	(2,258,488,615)	11,103,478,750
Bad debts written off	(89,767,771)	(2,324,110)	(13,435)	(12,651,628)	(2,871,218,907)	(192,774,246)	(3,168,750,097)
Allowance for doubtful accounts transferred to - Thai Asset Management Corporation	-	-	-	-	(476,847)	-	(476,847)
Allowance for doubtful accounts transferred from - Ayudhya Auto Lease Public Company Limited (Formerly Ayudhya Investment and Trust Public Company Limited)	59,630,371	412,942	-	-	-	-	60,043,313
Other	-	-	-	-	4,527,565	(7,805,072)	(3,277,507)
Ending balance	1,916,878,710	26,880,506	1,994,325,903	3,216,555,896	18,229,191,857	3,052,325,232	28,436,158,104

	CONSOLIDATED FINANCIAL STATEMENTS						
	2005						
	Normal	Special Mention	Substandard	Doubtful	Doubtful of Loss	General Reserve	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Beginning balance	1,999,816,224	70,041,448	304,245,270	2,049,861,612	11,792,501,032	3,872,858,905	20,089,324,491
Beginning balance of Subsidiary companies as at Investment	6,576,418	3,752,978	9,468,321	991,460	258,672,563	22,131,299	301,593,039
Doubtful accounts	(298,420,865)	(26,640,070)	360,146,087	678,673,881	2,693,506,572	1,607,132,767	5,014,398,372
Bad debts written off	-	(3,752,978)	(9,468,321)	-	(4,809,758,545)	-	(4,822,979,844)
Allowance for doubtful accounts transferred to - Thai Asset Management Corporation	-	-	-	-	(149,449,720)	-	(149,449,720)
Other	2,983,960	-	-	-	-	9,270,194	12,254,154
Ending balance	1,710,955,737	43,401,378	664,391,357	2,729,526,953	9,785,471,902	5,511,393,165	20,445,140,492

THE BANK'S FINANCIAL STATEMENTS

	2006						
	Normal	Special	Substandard	Doubtful	Doubtful	General	Total
	Baht	Mention	Baht	Baht	of Loss	Reserve	Baht
	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Beginning balance	1,558,889,295	35,484,551	623,568,484	2,691,119,796	8,411,913,502	4,498,819,523	17,819,795,151
Doubtful accounts	160,246,787	(19,689,503)	1,283,326,081	351,592,519	6,042,467,083	(1,806,751,519)	6,011,191,448
Bad debts written off	-	-	-	-	(1,436,249,661)	-	(1,436,249,661)
Allowance for doubtful accounts transferred to							
- Thai Asset Management Corporation	-	-	-	-	(476,847)	-	(476,847)
Allowance for doubtful accounts transferred from							
- Ayudhya Auto Lease Public Company Limited (Formerly Ayudhya Investment and Trust Public Company Limited)	59,630,371	412,942	-	-	-	-	60,043,313
Other	-	-	-	-	-	(7,731,693)	(7,731,693)
Ending balance	1,778,766,453	16,207,990	1,906,894,565	3,042,712,315	13,017,654,077	2,684,336,311	22,446,571,711

THE BANK'S FINANCIAL STATEMENTS

	2005						
	Normal	Special	Substandard	Doubtful	Doubtful	General	Total
	Baht	Mention	Baht	Baht	of Loss	Reserve	Baht
	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Beginning balance	1,789,375,450	43,911,763	296,977,685	2,001,851,706	10,538,200,623	3,391,835,542	18,062,152,769
Doubtful accounts	(230,486,155)	(8,427,212)	326,590,799	689,268,090	1,291,231,207	1,097,713,787	3,165,890,516
Bad debts written off	-	-	-	-	(3,268,068,608)	-	(3,268,068,608)
Allowance for doubtful accounts transferred to							
- Thai Asset Management Corporation	-	-	-	-	(149,449,720)	-	(149,449,720)
Other	-	-	-	-	-	9,270,194	9,270,194
Ending balance	1,558,889,295	35,484,551	623,568,484	2,691,119,796	8,411,913,502	4,498,819,523	17,819,795,151

As at December 31, 2006 and 2005, the Bank estimated the minimum total allowance under BOT Guidelines of Baht 25,470 million and Baht 15,245 million, respectively for consolidate statements Baht 20,218 million and Baht 13,858 million, respectively for the Bank's financial statements.

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

	Unit : Million Baht	
	2006	2005
Consolidated financial statements	28,958	21,029
The Bank and Ayudhya Asset Management Company Limited	28,589	20,269
The Bank's financial statements	22,967	18,329

(* Such allowance for doubtful accounts consists of allowance for doubtful accounts for loans and accrued interest receivable, allowance for doubtful accounts for interbank and money market items, revaluation allowance for debt restructuring and allowance for doubtful accounts of other assets related to loan.)

As at December 31, 2006 and 2005, the Bank and its subsidiaries had loans and accrued interest receivables to companies which have certain problems in financial position and result of operations as defined in the Guideline of SET dated July 8, 1998 regarding the Quality of Assets and Transactions with Related Parties and an allowance for doubtful accounts for such loans is as follows:

CONSOLIDATED FINANCIAL STATEMENTS

2006

Number	Outstanding	Appraisal Value of Collateral	Allowance for Doubtful Accounts
	Baht	Baht	Baht
Companies subject to be delisted by SET	7	1,635,043,991	7,556,000,000
Total	7	1,635,043,991	7,556,000,000

CONSOLIDATED FINANCIAL STATEMENTS

2005

Number	Outstanding	Appraisal Value of Collateral	Allowance for Doubtful Accounts
	Baht	Baht	Baht
Companies subject to be delisted by SET	13	878,272,942	8,154,544,936
Total	13	878,272,942	8,154,544,936

THE BANK'S FINANCIAL STATEMENTS

2006

Number	Outstanding	Appraisal Value of Collateral	Allowance for Doubtful Accounts
	Baht	Baht	Baht
Companies subject to be delisted by SET	5	1,635,043,991	7,556,000,000
Total	5	1,635,043,991	7,556,000,000

THE BANK'S FINANCIAL STATEMENTS

2005

Number	Outstanding	Appraisal Value of Collateral	Allowance for Doubtful Accounts
	Baht	Baht	Baht
Companies subject to be delisted by SET	9	832,853,966	8,134,231,936
Total	9	832,853,966	8,134,231,936

5.8 Revaluation allowance for debt restructuring

CONSOLIDATED FINANCIAL STATEMENTS

2006

2005

Baht

Baht

Beginning Balance	520,121,747	774,776,870
Increase during the year	290,544,116	583,333,413
Amortization	(321,025,473)	(837,988,536)
Ending Balance	489,640,390	520,121,747

THE BANK'S FINANCIAL STATEMENTS

2006

2005

Baht

Baht

Beginning Balance	445,934,430	701,168,391
Increase during the year	361,333,527	472,020,815
Amortization	(319,008,604)	(727,254,776)
Ending Balance	488,259,353	445,934,430

5.9 Properties Foreclosed, net

CONSOLIDATED FINANCIAL STATEMENTS				
	January 1, 2006	Acquisition	Disposition	December 31, 2006
	Baht	Baht	Baht	Baht
1. Assets acquired from debt repayment				
1.1 Immovable	25,171,336,062	3,947,272,489	(4,321,465,853)	24,797,142,698
1.2 Movable	186,391,199	104,534,241	(90,853,000)	200,072,440
Total	25,357,727,261	4,051,806,730	(4,412,318,853)	24,997,215,138
2. Others	37,965,523	98,284,042	(81,814,052)	54,435,513
Total properties foreclosed	25,395,692,784	4,150,090,772	(4,494,132,905)	25,051,650,651
Less Provision for impairment	(764,589,082)	(478,897,606)	22,350,927	(1,221,135,761)
Total properties foreclosed	24,631,103,702	3,671,193,166	(4,471,781,978)	23,830,514,890

CONSOLIDATED FINANCIAL STATEMENTS				
	January 1, 2005	Acquisition	Disposition	December 31, 2005
	Baht	Baht	Baht	Baht
1. Assets acquired from debt repayment				
1.1 Immovable	21,172,964,081	8,546,348,931	(4,547,976,950)	25,171,336,062
1.2 Movable	175,014,640	27,387,716	(16,011,157)	186,391,199
Total	21,347,978,721	8,573,736,647	(4,563,988,107)	25,357,727,261
2. Others	691,332,565	108,379,180	(761,746,222)	37,965,523
Total properties foreclosed	22,039,311,286	8,682,115,827	(5,325,734,329)	25,395,692,784
Less Provision for impairment	(363,774,297)	(437,545,842)	36,731,057	(764,589,082)
Total properties foreclosed	21,675,536,989	8,244,569,985	(5,289,003,272)	24,631,103,702

THE BANK'S FINANCIAL STATEMENTS				
	January 1, 2006	Acquisition	Disposition	December 31, 2006
	Baht	Baht	Baht	Baht
1. Assets acquired from debt repayment				
1.1 Immovable	17,362,858,526	1,390,039,551	(2,421,435,410)	16,331,462,667
1.2 Movable	175,014,640	-	-	175,014,640
Total	17,537,873,166	1,390,039,551	(2,421,435,410)	16,506,477,307
2. Others	30,890,923	98,284,042	(74,739,452)	54,435,513
Total properties foreclosed	17,568,764,089	1,488,323,593	(2,496,174,862)	16,560,912,820
Less Provision for impairment	(667,284,271)	(286,857,030)	14,003,860	(940,137,441)
Total properties foreclosed	16,901,479,818	1,201,466,563	(2,482,171,002)	15,620,775,379

THE BANK'S FINANCIAL STATEMENTS				
	January 1, 2005	Acquisition	Disposition	December 31, 2005
	Baht	Baht	Baht	Baht
1. Assets acquired from debt repayment				
1.1 Immovable	16,371,661,537	5,735,734,937	(4,744,537,948)	17,362,858,526
1.2 Movable	175,014,640	-	-	175,014,640
Total	16,546,676,177	5,735,734,937	(4,744,537,948)	17,537,873,166
2. Others	684,257,965	108,379,180	(761,746,222)	30,890,923
Total properties foreclosed	17,230,934,142	5,844,114,117	(5,506,284,170)	17,568,764,089
Less Provision for impairment	(355,199,217)	(348,993,420)	36,908,366	(667,284,271)
Total properties foreclosed	16,875,734,925	5,495,120,697	(5,469,375,804)	16,901,479,818

For the years ended December 31, 2005 and 2006 the Bank entered into an agreement to sell the impaired assets and the rights to Ayudhya Asset Management Company Limited (AMC), a wholly owned subsidiary, and sold the immovable properties foreclosed having the book value of Baht 2,053 million, and Baht 120 million respectively. For the year ended December 31, 2005, which loss on sales of such of property was recognized for Baht 22 million and the Bank has already collected the transferred amount in full.

5.10 Property, premises and equipment, net

	CONSOLIDATED FINANCIAL STATEMENTS					
	January 1, 2006	Beginning Balance of subsidiary companies as at Investment date	Increase	Decrease	Others	December 31, 2006
	Baht	Baht	Baht	Baht	Baht	Baht
Land						
Cost	3,613,917,757	-	30,278,000	(2,150,000)	17,231,326	3,659,277,083
Appraisal increase	3,115,429,349	-	-	-	(208,787,551)	2,906,641,798
Appraisal decrease	(485,432,441)	-	-	-	253,894,790	(231,537,651)
Premises						
Cost	5,334,888,604	-	27,359,333	(151,614)	31,442,365	5,393,538,688
Appraisal increase	4,911,360,698	-	-	-	(195,648,541)	4,715,712,157
Appraisal decrease	(305,257,173)	-	-	-	218,920,462	(86,336,711)
Equipment	8,144,307,655	44,784,552	1,319,523,597	(350,484,104)	(240,941,818)	8,917,189,882
Construction in progress	344,410,572	-	528,230,394	(8,336,606)	(343,069,320)	521,235,040
Leasehold improvement	155,076,385	-	29,824,086	(3,750,048)	13,374,398	194,524,821
Total	24,828,701,406	44,784,552	1,935,215,410	(364,872,372)	(453,583,889)	25,990,245,107
Less Accumulated depreciation						
Premises						
- Cost	(1,789,819,624)	-	(174,914,994)	86,407	3,003,698	(1,961,644,513)
- Appraisal increase	(1,644,883,755)	-	-	-	(170,067,800)	(1,814,951,555)
Equipment	(5,339,937,485)	(27,951,211)	(1,034,326,536)	330,403,793	294,712,770	(5,777,098,669)
Leasehold improvement	(8,012,794)	-	(66,379,729)	208,806	-	(74,183,717)
Total	(8,782,653,658)	(27,951,211)	(1,275,621,259)	330,699,006	127,648,668	(9,627,878,454)
Property, premises and equipment, net	16,046,047,748					16,362,366,653

	2006 Baht	2005 Baht
Depreciation for the years	1,275,621,259	989,667,045

	THE BANK'S FINANCIAL STATEMENTS				
	January 1, 2006	Increase	Decrease	Others	December 31, 2006
	Baht	Baht	Baht	Baht	Baht
Land					
Cost	3,599,677,216	28,128,000	-	17,231,326	3,645,036,542
Appraisal increase	3,115,429,349	-	-	(208,787,551)	2,906,641,798
Appraisal decrease	(485,432,441)	-	-	253,894,790	(231,537,651)
Premises					
Cost	5,273,094,276	27,359,333	(151,614)	31,442,365	5,331,744,360
Appraisal increase	4,911,360,698	-	-	(195,648,541)	4,715,712,157
Appraisal decrease	(305,257,173)	-	-	218,920,462	(86,336,711)
Equipment	6,636,211,834	936,506,465	(193,323,422)	(236,274,052)	7,143,120,825
Construction in progress	343,426,572	520,426,968	-	(343,069,320)	520,784,220
Leasehold improvement	155,076,385	29,824,086	(3,750,048)	13,374,398	194,524,821
Total	23,243,586,716	1,542,244,852	(197,225,084)	(448,916,123)	24,139,690,361
Less Accumulated depreciation					
Premises					
- Cost	(1,765,164,331)	(172,762,726)	86,407	3,003,698	(1,934,836,952)
- Appraisal increase	(1,644,883,755)	-	-	(170,067,800)	(1,814,951,555)
Equipment	(4,616,910,178)	(749,597,932)	183,386,589	291,756,366	(4,891,365,155)
Leasehold improvement	(8,012,794)	(66,379,729)	208,806	-	(74,183,717)
Total	(8,034,971,058)	(988,740,387)	183,681,802	124,692,264	(8,715,337,379)
Property, premises and equipment, net	15,208,615,658				15,424,352,982

	2006 Baht	2005 Baht
Depreciation for the years	988,740,387	798,918,937

5.11 Deposits

(1) Classified by product

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006 Baht	2005 Baht	2006 Baht	2005 Baht
Current deposit	12,594,210,703	12,685,021,887	12,670,846,163	12,798,563,422
Savings deposit	158,715,141,135	184,149,848,871	158,815,556,195	184,207,586,268
Time deposit				
- Less than 6 months	153,209,284,062	164,975,797,378	153,209,288,836	159,767,096,942
- 6 months and less than 1 year	95,833,592,432	44,135,930,855	95,833,592,432	43,218,572,690
- 1 year and over 1 year	141,713,052,440	153,943,537,358	141,713,159,854	153,540,547,293
Total	<u>562,065,280,772</u>	<u>559,890,136,349</u>	<u>562,242,443,480</u>	<u>553,532,366,615</u>

(2) Classified by remaining maturity

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006 Baht	2005 Baht	2006 Baht	2005 Baht
Not over 1 year*	538,091,515,610	487,239,031,868	538,268,570,904	481,235,312,134
Over 1 year	23,973,765,162	72,651,104,481	23,973,872,576	72,297,054,481
Total	<u>562,065,280,772</u>	<u>559,890,136,349</u>	<u>562,242,443,480</u>	<u>553,532,366,615</u>

* Including matured time deposits

(3) Classified by currency and residence of depositors

	CONSOLIDATED FINANCIAL STATEMENTS					
	Domestic Baht	2006 Foreign Baht	Total Baht	Domestic Baht	2005 Foreign Baht	Total Baht
Baht	559,765,402,377	156,825,008	559,922,227,385	556,466,529,824	239,863,369	556,706,393,193
US Dollar	1,277,249,341	682,098,841	1,959,348,182	2,513,234,141	597,123,097	3,110,357,238
Other currencies	155,679,513	28,025,692	183,705,205	44,533,475	28,852,443	73,385,918
Total	<u>561,198,331,231</u>	<u>866,949,541</u>	<u>562,065,280,772</u>	<u>559,024,297,440</u>	<u>865,838,909</u>	<u>559,890,136,349</u>

	THE BANK'S FINANCIAL STATEMENTS					
	Domestic Baht	2006 Foreign Baht	Total Baht	Domestic Baht	2005 Foreign Baht	Total Baht
Baht	559,942,565,085	156,825,008	560,099,390,093	550,219,573,050	129,050,409	550,348,623,459
US Dollar	1,277,249,341	682,098,841	1,959,348,182	2,513,234,141	597,123,097	3,110,357,238
Other currencies	155,679,513	28,025,692	183,705,205	44,533,475	28,852,443	73,385,918
Total	<u>561,375,493,939</u>	<u>866,949,541</u>	<u>562,242,443,480</u>	<u>552,777,340,666</u>	<u>755,025,949</u>	<u>553,532,366,615</u>

5.12 Interbank and money market items

(1) Domestic items

	CONSOLIDATED FINANCIAL STATEMENTS					
	At Call Baht	2006 Time Baht	Total Baht	At Call Baht	2005 Time Baht	Total Baht
Bank of Thailand and Financial Institution Development Fund	-	7,758,093,000	7,758,093,000	-	7,171,147,700	7,171,147,700
Commercial banks	1,939,316,056	1,495,611,657	3,434,927,713	1,262,035,151	479,009,190	1,741,044,341
Other banks	60,001,285	2,067,172,000	2,127,173,285	718,766,806	447,172,000	1,165,938,806
Finance companies, securities companies and credit foncier companies	946,555,619	5,275,557	951,831,176	603,528,318	252,054,081	855,582,399
Other financial institutions	<u>3,042,389,640</u>	<u>4,858,871,364</u>	<u>7,901,261,004</u>	<u>7,177,493,217</u>	<u>1,155,793,690</u>	<u>8,333,286,907</u>
Total domestic items	<u>5,988,262,600</u>	<u>16,185,023,578</u>	<u>22,173,286,178</u>	<u>9,761,823,492</u>	<u>9,505,176,661</u>	<u>19,267,000,153</u>

THE BANK'S FINANCIAL STATEMENTS						
	2006			2005		
	At Call Baht	Time Baht	Total Baht	At Call Baht	Time Baht	Total Baht
Bank of Thailand and Financial Institution Development Fund	-	7,758,093,000	7,758,093,000	-	7,171,147,700	7,171,147,700
Commercial banks	939,891,834	60,000,000	999,891,834	1,295,775,276	85,345,969	1,381,121,245
Other banks	60,001,285	2,067,172,000	2,127,173,285	38,766,806	447,172,000	485,938,806
Finance companies, securities companies and credit foncier companie	946,555,619	5,275,557	951,831,176	566,433,939	15,353,757	581,787,696
Other financial institutions	3,042,389,640	3,958,871,364	7,001,261,004	7,177,493,217	214,738,473	7,392,231,690
Total domestic items	<u>4,988,838,378</u>	<u>13,849,411,921</u>	<u>18,838,250,299</u>	<u>9,078,469,238</u>	<u>7,933,757,899</u>	<u>17,012,227,137</u>

(2) Foreign items

CONSOLIDATED FINANCIAL STATEMENTS						
	2006			2005		
	At Call Baht	Time Baht	Total Baht	At Call Baht	Time Baht	Total Baht
US Dollar	990,779,906	-	990,779,906	336,781,463	-	336,781,463
Other currencies	45,482,036	-	45,482,036	39,887,809	-	39,887,809
Total foreign items	<u>1,036,261,942</u>	<u>-</u>	<u>1,036,261,942</u>	<u>376,669,272</u>	<u>-</u>	<u>376,669,272</u>
Total domestic and foreign items	<u>7,024,524,542</u>	<u>16,185,023,578</u>	<u>23,209,548,120</u>	<u>10,138,492,764</u>	<u>9,505,176,661</u>	<u>19,643,669,425</u>

THE BANK'S FINANCIAL STATEMENTS						
	2006			2005		
	At Call Baht	Time Baht	Total Baht	At Call Baht	Time Baht	Total Baht
US Dollar	990,779,906	-	990,779,906	336,781,463	-	336,781,463
Other currencies	45,482,036	-	45,482,036	39,887,809	-	39,887,809
Total foreign items	<u>1,036,261,942</u>	<u>-</u>	<u>1,036,261,942</u>	<u>376,669,272</u>	<u>-</u>	<u>376,669,272</u>
Total domestic and foreign items	<u>6,025,100,320</u>	<u>13,849,411,921</u>	<u>19,874,512,241</u>	<u>9,455,138,510</u>	<u>7,933,757,899</u>	<u>17,388,896,409</u>

5.13 Short-Term Borrowings

- 5.13.1 On December 15, 2006 and December 26, 2006, the Bank issued short-term borrowings in the amount of Baht 729 million and Baht 154 million, respectively with maturity on April 15, 2007 and April 25, 2007 at the fixed interest rate of 4.63% and 4.70% per annum payable on April 16, 2007 and April 26, 2007, respectively.
- 5.13.2 On December 28, 2006, the Bank has Baht 1,998 million of borrowings under bill of exchange from Ayudhya Capital Lease Company Limited. The interest rate is 4.50% per annum with maturity date on January 3, 2007.

5.14 Long-Term Borrowings

CONSOLIDATED AND THE BANK'S FINANCIAL STATEMENTS						
	2006			2005		
	Domestic Baht	Foreign Baht	Total Baht	Domestic Baht	Foreign Baht	Total Baht
Subordinate floating rate notes (US\$ 100.0 million)	-	-	-	-	4,107,379,783	4,107,379,783
Subordinated Debentures #5	12,000,000,000	-	12,000,000,000	12,000,000,000	-	12,000,000,000
Senior securities floating rate notes (US\$ 150.0 million)	-	5,414,181,183	5,414,181,183	-	-	-
Total	12,000,000,000	5,414,181,183	17,414,181,183	12,000,000,000	4,107,379,783	16,107,379,783
Current portion of Subordinate Floating rate notes (US\$ 100.0 million)	-	-	-	-	(4,107,379,783)	(4,107,379,783)
Total long-term borrowings	12,000,000,000	5,414,181,183	17,414,181,183	12,000,000,000	-	12,000,000,000

Long-Term Borrowings consist of the following :

- 5.14.1 Subordinated floating rate notes in the amount of US\$ 100 million with maturity in 2006 and carrying interest at the higher rate of six-month LIBOR plus 0.92% per annum for the years 1-5 and the higher rate of six-month LIBOR plus 2.25% per annum for the years 6-10.
- 5.14.2 On November 5, 2003, the Bank issued subordinated debentures #5 in the amount of Baht 12,000 million with maturity in 2013 at the fixed rate of 4% per annum for the years 1-5 and the higher rate of 4.75% per annum for the years 6-10, payable quarterly on the fifth of February, May, August and November of each year. However, the Bank has the right to redeem the debentures #5 before the maturity date under the approval of BOT.
- 5.14.3 On November 14, 2006, the Bank issued senior securities floating rate notes in the amount of US\$ 150 million with maturity in 2009 and carrying interest rate of six-month LIBOR plus 0.24% per annum.

5.15 Provisions

THE CONSOLIDATED AND THE BANK FINANCIAL STATEMENTS

	Baht
Brought forward balance as at December 31, 2005	469,820,745
Decrease during the year	(155,167,602)
Ending balance as at December 31, 2006	314,653,143

5.16 Share capital

	2006 Baht	2005 Baht
Registered capital	70,893,927,550	70,893,927,550
Issued and paid-up share capital	29,408,124,750	28,708,515,860

5.16.1 Capital funds

The Bank is subject to various capital and regulatory requirements administered by the BOT. Under these capital adequacy guidelines and the regulatory framework for prompt corrective action, the Bank must satisfy specific capital guidelines that involve quantitative measures of its assets, liabilities and certain off-balance sheet items as calculated in accordance with regulatory accounting practices. In addition, the Bank's capital amounts and classification are also subject to qualitative judgements by the BOT about components, risk weightings, and other factors. Management believes that as at December 31, 2006 and 2005, the Bank met all capital adequacy requirements. However, these capital and regulatory requirements are subject to change, as considered necessary by the BOT.

The Bank maintains its capital funds as a proportion of risk assets in accordance with the criteria, methodologies, and conditions prescribed by the Bank of Thailand. As at December 31, 2006 and 2005, the Bank's total capital funds can be categorized as follows :

	2006 Baht	2005 Baht
Tier 1 capital		
Issued and paid-up share capital	29,408,124,750	28,708,515,860
Premium on share capital	180,974,950	41,053,172
Statutory reserve	352,000,000	51,000,000
Net profit after appropriations	6,039,673,212	2,814,826,018
Total Tier 1 capital	<u>35,980,772,912</u>	<u>31,615,395,050</u>
Tier 2 capital		
Assets revaluation surplus	3,472,911,361	3,558,832,031
Subordinated unsecured floating rate notes	12,000,000,000	12,000,000,000
Reserve for normal assets	4,971,101,217	5,974,092,645
Total Tier 2 capital	<u>20,444,012,578</u>	<u>21,532,924,676</u>
Total capital before deductions	56,424,785,490	53,148,319,726
Less Investment revaluation discretion (net) in securities available for sale	575,156,882	537,606,604
Total capital fund	<u>55,849,628,608</u>	<u>52,610,713,122</u>

As at December 31, 2006 and 2005, the Bank maintained its capital adequacy ratio to total risk assets and commitments according to the BOT's regulation and procedures as follows:

	Percentage	
	2006	2005
Total capital	11.74	11.01
Tier 1 capital	7.56	6.62

The above ratios have included the performance for the year ended December 31, 2006. However, if included 463,117,001 units of warrant which exercised for the ordinary shares amounting to Baht 5,557 million (see note 5.16.2) and the additional proceeds of Baht 22,256 million received from GE Capital International Holdings Corporation ("GECIH") for the Bank's 1,391 million new ordinary shares (see note 5.30.1), the Bank's total capital adequacy ratio after including warrants which exercised for the ordinary shares and the additional proceeds from GE Capital International Holdings Corporation would be 17.45% and tier 1 capital ratio would be 13.27%.

5.16.2 Warrants

In August 2003, the Bank offered to sell 1,000 million new ordinary shares at Baht 10 per share (amount of capital increase Baht 10,000 million) to institutional investors or specific investors according to the Notification of the Securities and Exchange Commission altogether with the right to be allocated with warrants to exercise for ordinary shares of the Bank at the offered price of Baht 0 per unit at the ratio of two new capital increase ordinary shares to one unit of warrant which amounted to 500 million units of warrants. In addition, the Bank offered to sell the warrants to exercise for ordinary shares of the Bank in the amount of 739.07 million units to the existing shareholders at the ratio of five existing shares to two units of warrants at the offered price of Baht 0 per unit. In total the warrants offered to sell amounted to 1,239.07 million units. The Bank has received the proceeds and registered the increase of paid-up capital with the Ministry of Commerce on August 29, 2003.

The significant details of warrants are summarized as follows:

Exercise ratio	: One unit of warrant will be entitled to the purchase of one ordinary share
Number of ordinary shares issued to accommodate the warrants	: 1,239.07 million shares
Exercise price	: Baht 12.00 per share
Term of warrant	: 5 years
Exercise period	: 4 times per year, on the last business day of March, June, September and December of each year throughout the warrant's term. The first exercise date shall be on March 31, 2004

During the year 2005, there were 1,330,946 units of warrant exercised for ordinary shares amounting to Baht 16 million of proceeds. For the year ended December 31, 2006 on which the right could be exercised, there were 532,351,032 units of warrant exercised for ordinary shares amounting to Baht 6,388 million, of proceeds. As at December 31, 2006, the exercised warrant of 463,117,001 unit amounting to Baht 5,557 million proceeds which has been reported under the shareholder's equity and has not yet been registered as increased capital. On January 3, 2007, these proceeds have already been registered with the Ministry of Commerce. As of December 31, 2006 and 2005, the number of warrants with the right to exercise for ordinary shares of the Bank totaled 685,463,279 units and 1,217,814,311 units respectively.

On April 27, 2004, the shareholders' meeting passed a resolution to approve the followings:

1. The elimination of the Bank's deficit.
Approved the Bank to transfer other reserves, legal reserve and the premium on ordinary shares to compensate for the Bank's deficit as at December 31, 2004, in the following respective order and amount :

	Million Baht
1. Other reserves	11,822
2. Legal reserve	800
3. Premium on ordinary shares	<u>20,263</u>
Total	<u>32,885</u>

All 3 items as mentioned above totaling Baht 32,885 million when transferred to compensate for the total deficits which amount to Baht 36,553 million, the newly adjusted deficits will remain at Baht 3,668 million. An approval is also given to transfer premium on ordinary shares which will be derived from the exercise of the sold warrants to buy the Bank's ordinary shares in the amount of 1,239,067,755 units to compensate for the Bank's deficits as at December 31, of the year in which the exercise of such warrants take place by an amount not exceeding Baht 2,478 million. The compensation for such deficits shall keep the level of the Bank's shareholders' equity and capital fund unchanged.

2. The cancellation of warrant units to buy ordinary shares.

A resolution is passed to approve the cancellation of 2,760,932,245 units of the unsold warrant to buy the Bank's ordinary shares. Which are the units remaining from offer for sale or which have not been offered for sale. This is to be in line with SEC's guidelines.

3. The increase of the Bank's registered capital to prepare for the targeted growth in the Bank's business under the new Financial Sector Master Plan and to strengthen the Bank's future capital base.

To comply with the procedures given by the law, a resolution is passed to approve the reduction of the registered capital from Baht 78,503 million to Baht 40,894 million by removing the unsold 3,760,932,245 registered ordinary shares, and then the increase of the registered capital from Baht 40,894 million to Baht 70,894 million by the issuance of 3,000,000,000 new ordinary shares with an approval on the allocation of the new ordinary shares as follows :

- (1) Allocation of 2,000,000,000 new ordinary shares to specific investors, institutional investors or those having specific characteristics (Private Placement) in accordance with the relevant Notifications of the Securities and Exchange Commission. Remaining shares after such allocation, if any, may be allocated to the public locally and/or internationally

In case there are capital-increase ordinary shares remaining from the offer for sale, they shall be allocated to support any change or adjustment in the exercise of warrants to purchase the Bank's ordinary shares which have been sold.

- (2) Allocation of 1,000,000,000 new ordinary shares offering for sale to the shareholders pro rata to their shareholding, and the existing shareholders to subscribe for shares in excess of their entitlement

In case there are capital-increase ordinary shares remaining from the offer for sale, they shall be allocated to support any change or adjustment in the exercise of warrants to purchase the Bank's ordinary shares which have been sold.

- (3) In case there are ordinary shares remaining from the offer for sale pursuant to (1) and/or (2), the said ordinary shares are to be offered for sale to the specific investors or institutional investors of those having specific characteristic (Private Placement) in accordance with the relevant Notifications of the Securities and Exchange Commission. Remaining shares after such allocation, if any, may be allocated to the public locally and/or internationally.

- (4) In case there are ordinary shares remaining from the offer for sale pursuant to (3) for any reason whatsoever, the said ordinary shares are to be offered for sale to the local and international investors, and/or the specific investors or institutional investors or those having specific characteristics (Private Placement) in accordance with the relevant Notifications of the Securities and Exchange Commission and/or to one or more existing shareholders as appropriate.

In addition, the Bank's Board of Directors, the Executive Board of Directors, the Chairman, the President or any person entrusted by the Bank's Board of Directors or the Executive Board of Directors shall be empowered to do as follows:

- (a) To offer for sale or to sell all or part of the ordinary shares, and may offer for sale or sell in full in one time or from time to time, and to register the change of paid-up capital according to the number of shares sold.
- (b) To determine and/or change details, procedures or conditions in relation to the offer for sale or the sale of shares or the allocation of such ordinary shares.
- (c) May have a discretion not to offer for sale, sell and/or allocate shares to any subscriber, if the offering for sale, the sale and/or the allocation of those capital-increase ordinary shares will or may cause the Bank to violate any local or foreign laws or may require the Bank to seek permission or register the offering for sale of securities in that country.
- (d) To appoint financial advisors, underwriters, over-allotment agents and/or other relevant advisors.
- (e) To contact, negotiate, amend, change, enter into and/or sign the agreements, commitments, letters of granting option, undertakings and/or documents including to apply for permission, provide information, submit documents and evidence to the Office of the Securities and Exchange Commission, the Stock Exchange of Thailand and/or other agencies in relation to the issuance and offering for sale or sale of those ordinary shares, as well as to do all relevant or necessary acts as deemed appropriate.

4. The issue and offering for sale of debentures

A resolution is passed to approve the cancellation of the resolution of the Extraordinary Meeting of Shareholders No. 1/2542 held on February 25, 1999 in Agenda 11 Re: Approved the issuance and sale of several types of debentures by the Bank and/or any of its branches in one and/or more offerings depending on the Bank's discretion. This is to be in line with the Notifications of the Securities and Exchange Commission in respect of the issuance and offering for sale of debentures as amended. An approval is given for the Bank and/or any of its branches to issue and offer for sale several types of debentures having principal amount not exceeding US\$ 2,500 million or in Baht or other currencies in the equivalent amount. In this regard, the Board of Directors, the Executive Board of Directors, the Chairman, the President or any person approved by the Board of Directors or Executive Board of Directors are authorized to determine offering prices, offering period, procedures and other details as deemed appropriate and to take actions related to such issuance and offer for sale of the debentures, as well as to have the power to amend the terms and conditions of the debentures after the issuance of the debentures.

5. Setting up or holding shares or other securities in a subsidiary or Special Purpose Vehicle (SPV) or mutual fund.

A resolution is passed to approve the setting up or holding shares or other securities in a subsidiary or Special Purpose Vehicle (SPV) or mutual fund either domestically and/or overseas pursuant to Thai laws and/or the laws of other countries. Such subsidiary or SPV or mutual fund may issue and offer for sale hybrid capital instruments or other securities to investors, and will use the proceeds derived therefrom to invest in shares and/or various kinds of subordinated and/or unsubordinated debentures and/or other securities and/or instruments issued by the Bank and/or its branches. The Bank may guarantee any obligation which may incur as a result of this fund raising method. An approval is also given to set up and/or manage a trust either in Thailand and/or overseas and an approval is given to authorize the Bank to enter into the Master Agreement for Securities Investment or other agreements, as necessary, and payment for compensation to the party of the agreement as agreed. An approval is given to authorize the Bank's Board of Directors, the Executive Board of Directors, the Chairman, the President or any person entrusted by the Board of Directors or the Executive Board of Directors to have the power to perform all abovementioned action.

5.17 Statutory reserve and other reserve

- 5.17.1 Pursuant to the Public Limited Companies Act B.E. 2535 (1992) the Bank must allocate to a reserve fund from the annual net profit, not less than five percent of the annual net profit deducted by the total accumulated loss brought forward (if any) until the reserve fund reaches an amount not less than ten percent of the registered capital.
- 5.17.2 The Bank appropriated a part of annual profit as other reserve, which is treated as general reserve with no specific purpose.

5.18 Dividend payment

At the General Shareholders' meeting held on April 27, 2006, the shareholders have the resolution to approve the dividend payment for the second half year ended December 2005 to the shareholders of 2,871,578,444 ordinary shares at Baht 0.40 per share which amounted to Baht 1,148.63 million. Including the interim dividend payment at the rate of Baht 0.40 per share from the operating results for the first half of the year 2005 on which the payment was made on September 23, 2005, the Bank's dividend payment for the year would be totaled Baht 0.80 per share.

5.19 Income tax

Income tax expense, if any, is based on tax paid and accrued for the year.

5.20 Contingencies

CONSOLIDATED FINANCIAL STATEMENTS						
	2006			2005		
	Baht	Foreign Currencies	Total	Baht	Foreign Currencies	Total
		Baht	Baht		Baht	Baht
Avals to bills	2,280,676,269	-	2,280,676,269	1,908,988,302	-	1,908,988,302
Guarantees of loans	2,478,657,061	707,646,085	3,186,303,146	2,231,236,004	985,704,000	3,216,940,004
Other guarantees	31,158,539,845	874,326,181	32,032,866,026	31,309,831,307	2,851,650,320	34,161,481,627
Letters of credit	410,902,022	5,405,274,992	5,816,177,014	1,924,423,351	8,273,102,513	10,197,525,864
Exchange rate contracts						
Bought	-	66,039,384,358	66,039,384,358	-	49,834,079,295	49,834,079,295
Sold	-	146,306,114,439	146,306,114,439	-	101,184,973,704	101,184,973,704
Currency swap contracts						
Bought	13,582,800,000	2,132,202,087	15,715,002,087	8,746,538,984	1,324,870,968	10,071,409,952
Sold	1,010,000,000	13,481,493,113	14,491,493,113	-	10,381,884,841	10,381,884,841
Interest rate swap						
Bought	4,818,000,000	8,282,911,200	13,100,911,200	4,702,000,000	7,042,828,239	11,744,828,239
Sold	4,818,000,000	8,282,911,200	13,100,911,200	4,702,000,000	7,042,828,239	11,744,828,239
Unused overdraft limit	43,806,294,995	-	43,806,294,995	43,590,047,144	-	43,590,047,144
Others	2,523,586,510	3,859,113,143	6,382,699,653	63,214,323	3,277,127,635	3,340,341,958
Total	106,887,456,702	255,371,376,798	362,258,833,500	99,178,279,415	192,199,049,754	291,377,329,169

THE BANK'S FINANCIAL STATEMENTS						
	2006			2005		
	Baht	Foreign Currencies	Total	Baht	Foreign Currencies	Total
	Baht	Baht	Baht	Baht	Baht	Baht
Avals to bills	2,280,676,269	-	2,280,676,269	1,908,988,302	-	1,908,988,302
Guarantees of loans	2,478,657,061	707,646,085	3,186,303,146	2,226,236,004	985,704,000	3,211,940,004
Other guarantees	31,147,649,122	874,326,181	32,021,975,303	31,050,037,635	2,851,650,320	33,901,687,955
Letters of credit	410,902,022	5,405,274,992	5,816,177,014	1,924,423,351	8,273,102,513	10,197,525,864
Exchange rate contracts						
Bought	-	66,039,384,358	66,039,384,358	-	49,834,079,295	49,834,079,295
Sold	-	146,306,114,439	146,306,114,439	-	101,184,973,704	101,184,973,704
Currency swap contracts						
Bought	13,582,800,000	2,132,202,087	15,715,002,087	8,746,538,984	1,324,870,968	10,071,409,952
Sold	1,010,000,000	13,481,493,113	14,491,493,113	-	10,381,884,841	10,381,884,841
Interest rate swap						
Bought	7,518,000,000	8,282,911,200	15,800,911,200	8,842,000,000	7,042,828,239	15,884,828,239
Sold	7,518,000,000	8,282,911,200	15,800,911,200	8,842,000,000	7,042,828,239	15,884,828,239
Unused overdraft limit	43,806,294,995	-	43,806,294,995	43,590,047,144	-	43,590,047,144
Others	1,923,586,510	3,859,113,143	5,782,699,653	63,214,323	3,277,127,635	3,340,341,958
Total	111,676,565,979	255,371,376,798	367,047,942,777	107,193,485,743	192,199,049,754	299,392,535,497

As at December 31, 2006 and 2005, the Bank has commitments with regard to information technology in the amount of Baht 54 million and Baht 80 million, respectively.

On April 21, 2006, the Bank entered into an Information Technology Service Agreement under which service will be provided until April 20, 2009. As of December 31, 2006, the Bank has a commitment to pay a total service fee in the future of Baht 504 million.

5.21 Earnings Per Share

Earnings per share for the years ended December 31, 2006 and 2005, are calculated as follow :

	Net Income		Weighted Average Number of Common Shares		Earnings Per Share	
	Million Baht		Million Shares		Baht	
	2006	2005	2006	2005	2006	2005
Basic earnings per share						
net income	1,666	6,017	2,891	2,870	0.58	2.10
Effect of diluted equivalent ordinary shares						
warrant	-	-	686	1,218		
Diluted earnings per share	1,666	6,017	3,577	4,088	0.47	1.47

5.22 Long-Term Lease

December 31, 2006

TYPE OF LEASE	PERIOD	CONSOLIDATED FINANCIAL Baht	THE BANK'S FINANCIAL Baht
Land and/or premises	Jan. 1, 2007 – Dec. 31, 2007	161,607,044	138,856,228
	Jan. 1, 2008 – Dec. 31, 2008	108,060,009	98,136,569
	Jan. 1, 2009 – Dec. 31, 2009	52,496,365	48,303,565
	Jan. 1, 2010 – Dec. 31, 2010	18,383,741	18,383,741
	Jan. 1, 2011 – Dec. 31, 2011	18,448,418	18,448,418
	Jan. 1, 2012 – Dec. 31, 2012	18,346,420	18,346,420
	Jan. 1, 2013 – Aug. 31, 2035	162,480,853	162,480,853
		539,822,850	502,955,794

December 31, 2005

TYPE OF LEASE	PERIOD	RENTAL	
		CONSOLIDATED FINANCIAL Baht	THE BANK'S FINANCIAL STATEMENTS Baht
Land and/or premises	Jan. 1, 2006 – Dec. 31, 2006	162,504,882	110,396,935
	Jan. 1, 2007 – Dec. 31, 2007	114,964,623	78,271,068
	Jan. 1, 2008 – Dec. 31, 2008	47,836,900	40,837,408
	Jan. 1, 2009 – Dec. 31, 2009	13,327,917	10,433,477
	Jan. 1, 2010 – Dec. 31, 2010	10,048,803	10,048,803
	Jan. 1, 2011 – Dec. 31, 2011	10,150,671	10,150,671
	Jan. 1, 2012 – Dec. 8, 2030	<u>106,107,830</u>	<u>106,107,830</u>
		<u>464,941,626</u>	<u>366,246,192</u>

5.23 Related-Party Transactions

The Bank has business transactions with subsidiaries, associated and related companies. Those transactions are with companies that have shareholding and/or major shareholders and/or joint directors with the Bank. Such related transactions are in the arm-length and normal business of the Bank which the pricing is changed at the market rate and has the same condition with the other customers, including the policy of providing allowance for doubtful accounts. The Bank has complied with the same BOT regulation as those granted to other debtors.

- 5.23.1 Loans to and commitment with certain officers from the levels of departmental chief upwards and the companies in which they and/or the Bank directors and/or the Bank owned 10% or more of each company's paid-up capital are as follows:

	THE BANK'S FINANCIAL STATEMENTS	
	2006 Baht	2005 Baht
Loans		
Balance as at December 31,	40,789,637,555	36,208,899,952
Average balance at the end of the month	43,108,277,133	31,524,879,323
Allowance for doubtful accounts as at December 31,	404,034,548	357,977,136
Commitments		
Balance as at December 31,	3,393,654,538	4,711,812,488
Average balance at the end of the month	4,621,006,366	941,338,196

Certain information related to the aforementioned loans and commitments as at December 31, 2006 and 2005, are as follows :

December 31, 2006

	Total Amount (Million Baht)	Maturity Date	Outstanding Balance	
			Secured (Million Baht)	Unsecured (Million Baht)
Loans	40,790	Jan. 5, 2007 to Feb. 29, 2020	386	43,797
Commitments	3,393	Nov. 24, 2006 to Feb. 29, 2020		

As at December 31, 2006, the Bank charges interest rates of 1.50% – 10.00% on loans to these related parties.

December 31, 2005

	Total Amount (Million Baht)	Maturity Date	Outstanding Balance	
			Secured (Million Baht)	Unsecured (Million Baht)
Loans	36,209	Dec. 27, 2005 to Jan. 29, 2029	411	40,510
Commitments	4,712	Nov. 30, 2005 to Dec. 25, 2006		

As at December 31, 2005, the Bank charges interest rates of 1.50% – 8.50% on loans to these related parties.

- 5.23.2 In addition to 5.23.1, the Bank has loans and commitments to the companies which are related to the directors and/or major shareholders of the Bank as identified by having the same executive officers as the Bank and/or the companies in which the directors and/or shareholders of the Bank having significant voting right both direct and indirect.

**THE BANK'S
FINANCIAL STATEMENTS**

	2006 Baht	2005 Baht
Loans		
Balance as at December 31,	1,162,694,316	1,179,040,000
Average balance at the end of the month	1,220,735,291	1,343,554,509
Allowance for doubtful accounts as at December 31,	5,747,143	68,300
Commitments		
Balance as at December 31,	171,516,505	465,604,031
Average balance at the end of the month	334,508,298	392,694,243

Certain information related to the aforementioned loans and commitments as at December 31, 2006 and 2005, are as follows:

December 31, 2006

	Total Amount (Million Baht)	Maturity Date	Outstanding Balance	
			Secured (Million Baht)	Unsecured (Million Baht)
Loans	1,163	Jan. 5, 2007 to Oct. 31, 2012	588	746
Commitments	171	Oct. 20, 2006 to Apr. 30, 2014		

December 31, 2005

	Total Amount (Million Baht)	Maturity Date	Outstanding Secured (Million Baht)	Balance Unsecured (Million Baht)
Loans	1,179	Jan. 27, 2006 to Oct. 31, 2012	1,172	473
Commitments	466	Nov. 17, 2005 to Apr. 30, 2014		

Interest rates of loan as at December 31, 2006 and 2005, are equal to 5.40% – 8.50% and 5.00% – 7.25%, respectively.

5.23.3 The Bank has investments in and loans to subsidiaries, associated and the related companies as follows :

1. Investment in associated and related companies

December 31, 2006

CONSOLIDATED FINANCIAL STATEMENTS						
	Business Type	Registered Share Capital Baht	Ownership	Investment Cost Baht	Equity Baht	Dividend Amount Baht
Associated companies						
Krungsriyudhya Card Company Limited	Credit card	1,100,000,000	49.99%	549,999,960	785,250,429	-
Investment in subsidiaries and associated companies, net				<u>549,999,960</u>	<u>785,250,429</u>	<u>-</u>
Related companies (10%-20% holding)						
Ayudhya Insurance Public Company Limited	Insurance	250,000,000	10.92%	418,983,303	-	35,475,310
Asian Trade and Leasing Company Limited	Service	150,000,000	10.00%	- 0 -	-	-
Primavest Asset Management Company Limited	Investment management	250,000,000	10.00%	25,000,000	-	-
P.P. Parawood Company Limited	Manufacturing	95,000,000	10.00%	9,500,000	-	-

December 31, 2005

CONSOLIDATED FINANCIAL STATEMENTS						
	Business Type	Registered Share Capital Baht	Ownership	Investment Cost Baht	Equity Baht	Dividend Amount Baht
Associated companies						
Krungsriyudhya Card Company Limited	Credit card	1,100,000,000	49.99%	549,999,960	755,252,141	-
Ayudhya JF Asset Management Company Limited	Investment management	150,000,000	46.96%	57,943,810	155,530,404	28,174,853
<u>Less General reserve in subsidiaries and associated companies</u>				<u>-</u>	<u>(150,000,000)</u>	<u>-</u>
Investment in subsidiaries and associated companies, net				<u>607,943,770</u>	<u>760,782,545</u>	<u>28,174,853</u>
Related companies (10%-20% holding)						
Ayudhya Insurance Public Company Limited	Insurance	250,000,000	10.92%	418,983,303	-	27,288,700
Asian Trade and Leasing Company Limited	Service	150,000,000	10.00%	15,000,000	-	-
Primavest Asset Management Company Limited	Investment management	250,000,000	10.00%	25,000,000	-	-
Thai Smart Card Company Limited	Service	395,000,000	10.00%	39,500,000	-	-
P.P. Parawood Company Limited	Manufacturing	95,000,000	10.00%	9,500,000	-	-

December 31, 2006

		THE BANK'S FINANCIAL STATEMENTS				
	Business Type	Registered Share Capital Baht	Ownership	Investment		Dividend Amount Baht
				Cost Baht	Equity Baht	
Subsidiaries						
Siam Realty and Services Company Limited	Car rent and personnel services	100,000,000	99.99%	99,999,400	322,115,145	-
K.S.Law Office Company Limited	Legal advisory services	32,000,000	99.99%	31,999,940	8,737,631	-
Ayudhya Asset Management Company Limited	Assets management	2,000,000,000	99.99%	1,999,999,940	- 0 -	-
Ayudhya Fund Management Company Limited (Formerly Ayudhya JF Asset Management Company Limited)	Investment management	350,000,000	99.99%	267,350,150	168,970,013	-
Ayudhya Capital Lease Company Limited	Auto Leasing	1,998,000,000	99.99%	1,997,999,953	1,997,962,486	-
Ayudhya Development Leasing Company Limited	Leasing	705,000,000	86.73%	761,394,020	940,849,142	22,170,215
Ayudhya Securities Public Company Limited	Finance	600,000,000	86.33%	637,139,225	621,038,929	-
Ayudhya Auto Lease Public Company Limited (Formerly Ayudhya Investment and Trust Public Company Limited)	Auto Leasing	2,850,000,000	79.33%	2,239,429,834	1,542,513,945	-
Ayudhya International Factors Company Limited	Factoring	250,000,000	50.63%	150,006,660	178,795,136	2,531,315
Associated companies						
Krungsriayudhya Card Company Limited	Credit card	1,100,000,000	49.99%	549,999,960	785,250,429	-
Investment in subsidiaries and associated companies, net				8,735,319,082	6,566,232,856	24,701,530
Related companies						
(10%-20% holding)						
Ayudhya Insurance Public Company Limited	Insurance	250,000,000	10.92%	418,983,303	-	35,475,310
Asian Trade and Leasing Company Limited	Service	150,000,000	10.00%	- 0 -	-	-
Primavest Asset Management Company Limited	Investment management	250,000,000	10.00%	25,000,000	-	-
P.P. Parawood Company Limited	Manufacturing	95,000,000	10.00%	9,500,000	-	-

December 31, 2005

THE BANK'S FINANCIAL STATEMENTS						
	Business	Registered	Ownership	Investment		Dividend
	Type	Share Capital		Cost	Equity	Amount
		Baht		Baht	Baht	Baht
Subsidiaries						
Siam Realty and Services Company Limited	Car rent and personnel services	100,000,000	99.99%	99,999,400	315,444,828	-
K.S.Law Office Company Limited	Legal advisory services	2,000,000	99.99%	1,999,940	- 0 -	-
Ayudhya Asset Management Company Limited	Assets management	2,000,000,000	99.99%	1,999,999,940	1,334,731,662	-
Ayudhya Securities Public Company Limited	Finance	600,000,000	86.33%	637,139,225	639,215,901	-
Ayudhya Investment and Trust Public Company Limited	Finance	2,850,000,000	79.33%	2,239,429,834	1,635,833,158	-
Ayudhya Development Leasing Company Limited	Leasing	705,000,000	66.95%	529,624,560	637,572,783	7,514,899
Ploenchit Advisory Company Limited	Financial advisory services	40,000,000	52.46%	4,000,000	4,042,963	1,000,000
Ayudhya International Factors Company Limited	Factoring	250,000,000	50.63%	150,006,660	158,499,189	-
Associated companies						
Krungsriayudhya Card Company Limited	Credit card	1,100,000,000	49.99%	549,999,960	755,252,141	-
Ayudhya JF Asset Management Limited	Investment management	150,000,000	46.96%	51,263,810	148,850,403	28,174,853
<u>Less</u> General reserve in subsidiaries and associated companies				-	(150,000,000)	-
Investment in subsidiaries and associated companies, net				<u>6,263,463,329</u>	<u>5,479,443,028</u>	<u>36,689,752</u>
Related companies						
(10%-20% holding)						
Ayudhya Insurance Public Company Limited	Insurance	250,000,000	10.92%	418,983,303	-	27,288,700
Asian Trade and Leasing Company Limited	Service	150,000,000	10.00%	15,000,000	-	-
Primavest Asset Management Company Limited	Investment management	250,000,000	10.00%	25,000,000	-	-
Thai Smart Card Company Limited	Service	395,000,000	10.00%	39,500,000	-	-
P.P. Parawood Company Limited	Manufacturing	95,000,000	10.00%	9,500,000	-	-

2. Loans to the subsidiaries, associated and related companies and allowance for doubtful accounts.

	CONSOLIDATED		THE BANK'S	
	FINANCIAL	STATEMENTS	FINANCIAL	STATEMENTS
	2006	2005	2006	2005
	Baht	Baht	Baht	Baht
Subsidiaries				
Ayudhya Asset Management Company Limited	-	-	23,737,264,942	27,656,736,396
Siam Realty and Services Company Limited	-	-	210,000,000	265,000,000
Ayudhya International Factors Company Limited	-	-	101,325,320	705,655,750
Ayudhya Development Leasing Company Limited	-	-	751,198,775	1,346,057,080
Ayudhya Auto Lease Public Company Limited (Formerly Ayudhya Investment and Trust Public Company Limited)	-	-	12,300,000,000	2,700,000,000
K.S. Law Office Company Limited	-	-	-	15,688,286
Ayudhya Fund Management Company Limited (Formerly Ayudhya JF Asset Management Company Limited)	-	-	100,000,000	-
Total	-	-	37,199,789,037	32,689,137,512
<u>Less</u> Allowance for doubtful accounts	-	-	371,997,018	326,890,753
Total	-	-	<u>36,827,792,019</u>	<u>32,362,246,759</u>
Associated companies				
Krungsriayudhya Card Company Limited	3,033,082,121	3,000,000,000	3,033,082,121	3,000,000,000
Total	3,033,082,121	3,000,000,000	3,033,082,121	3,000,000,000
<u>Less</u> Allowance for doubtful accounts	30,330,821	30,000,000	30,330,821	30,000,000
Total	<u>3,002,751,300</u>	<u>2,970,000,000</u>	<u>3,002,751,300</u>	<u>2,970,000,000</u>
Related companies (10% - 20% holding)				
P.P. Paravwood Company Limited	539,794,162	497,953,647	539,794,162	497,953,647
Total	539,794,162	497,953,647	539,794,162	497,953,647
<u>Less</u> Allowance for doubtful accounts	1,701,232	1,082,827	1,701,232	1,082,827
Total	<u>538,092,930</u>	<u>496,870,820</u>	<u>538,092,930</u>	<u>496,870,820</u>
Related companies having joint major shareholders or directors				
BBTV Equity Company Limited	383,680,000	723,040,000	383,680,000	723,040,000
Karat Faucet Company Limited	-	25,000,000	-	25,000,000
Conwood Company Limited	379,000,000	431,258,478	379,000,000	431,000,000
Siam City Concrete Company Limited	3,056,328	3,155,207	-	-
Siam City Cement Public Company Limited	405,769,540	11,413,181	400,000,000	-
Media of Medias Public Company Limited	14,316	-	14,316	-
Total	1,171,520,184	1,193,866,866	1,162,694,316	1,179,040,000
<u>Less</u> Allowance for doubtful accounts	5,747,000	68,300	5,747,000	68,300
Total	<u>1,165,773,184</u>	<u>1,193,798,566</u>	<u>1,156,947,316</u>	<u>1,178,971,700</u>

The aforementioned loans carry interest at substantially the same rates and are subject substantially to the same conditions as those granted to the other customers.

As at December 31, 2006 and 2005, the Bank loaned to Ayudhya Asset Management Company Limited of Baht 21,063 million and Baht 24,020 million, respectively for 10-year term loan and Baht 2,629 million and Baht 3,618 million, respectively for 5-year term loan. The interest rates are savings deposit interest rate, adding 1% per annum and fixed deposit interest rate (12-month), respectively.

In addition, for the year ended December 31, 2006 the Bank had extended loans to Ayudhya Asset Management Company Limited of Baht 45 million in the from promissory notes bearing savings deposit interest rate, adding 1% per annum.

- 5.23.4 Account balances between the Bank and its subsidiary companies, associated companies and related companies as at December 31, 2006 and 2005, in the balance sheet and for the years ended December 31, 2006 and 2005, in statement of income are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2006 Baht	2005 Baht	2006 Baht	2005 Baht
Balance Sheets				
Subsidiaries				
Interbank and money market items (assets)	-	-	4,739,912	2,700,000,000
Cash advance	-	-	108,803,411	155,792,897
Other assets	-	-	22,773,823	34,956,910
Deposit	-	-	176,382,299	174,871,088
Interbank and money market items (liabilities)	-	-	230,589,854	93,596,173
Short-term borrowings	-	-	1,997,882,614	-
Other liabilities	-	-	733,077,173	733,700,851
Contingencies	-	-	3,313,405,369	4,499,887,804
Associated companies				
Other assets	102,042,566	157,583,062	102,042,566	157,583,062
Deposit	395,221,207	478,055,692	395,221,207	478,055,692
Other liabilities	278,086	7,037,663	278,086	7,037,663
Related companies				
Other liabilities	400,000,000	400,000,000	-	-
Statements of Income				
Subsidiaries				
Interest and dividend income	-	-	1,033,070,234	516,217,214
Interest expenses	-	-	3,399,409	1,957,016
Non-interest income	-	-	50,730,206	15,384,906
Non-interest expenses	-	-	576,545,506	584,835,474
Associated companies				
Interest and dividend income	192,378,082	73,592,659	192,378,082	73,592,659
Interest expenses	1,770,734	996,602	1,770,734	996,602
Non-interest income	100,304,210	100,431,467	100,304,210	100,431,467
Non-interest expenses	1,254,987	3,680,663	1,254,987	3,680,663

Related companies

During 2006 and 2005, the Bank had Baht 427 million and Baht 833 million, respectively, gain on sales of non-bank business investment to related companies. The proceeds from the sales of investments are based on the book value of the company which are considered to be at a reasonable price.

Significant transactions between the Bank, subsidiaries, associated and related companies are determined using the borrowing cost as in the normal business practice and same conditions as other customers.

- 5.23.5 For the year ended December 31, 2006, the Bank entered into an Assets Transfer Agreement with Ayudhya Asset Management Company Limited in order to transfer impaired assets including rights over the collateral of which its net book value at the date of transfer is Baht 2,735 million. The Bank has already collected such amount in full.

The Bank had the intention to sell out such impaired assets to its subsidiary without any obligation to refund or buy back or transfer back.

5.24 Benefits given to the Directors and Executive Officers

The Bank has no special benefits given to the directors and executive officers beyond the general benefits made as usual, i.e. remuneration, transportation, salary and bonus (if any).

5.25 Position and results of operations classified by domestic and foreign business.

- (1) Position classified by type of business segment

CONSOLIDATED FINANCIAL STATEMENTS 2006

	Domestic Baht	Foreign Baht	Elimination Baht	Total Baht
Total assets	660,045,729,110	12,399,210,952	6,217,007,033	666,227,933,029
Interbank and money				
market items	77,997,633,239	3,222,347,759	-	81,219,980,998
Investments, net	64,960,226,549	3,424,594,891	-	68,384,821,440
Loans	460,984,370,893	349,794,234	-	461,334,165,127
Deposits	561,707,187,532	358,093,240	-	562,065,280,772
Interbank and money				
market items	23,209,548,120	-	-	23,209,548,120
Borrowings	12,883,100,000	5,414,181,183	-	18,297,281,183
Total commitments	325,845,212,341	36,413,621,159	-	362,258,833,500

CONSOLIDATED FINANCIAL STATEMENTS 2005

	Domestic Baht	Foreign Baht	Elimination Baht	Total Baht
Total assets	642,139,552,782	13,003,433,129	7,326,083,113	647,816,902,798
Interbank and money				
market items	50,021,496,315	4,014,802,919	-	54,036,299,234
Investments, net	56,720,474,243	4,325,097,260	-	61,045,571,503
Loans	452,571,215,526	1,202,977,733	-	453,774,193,259
Deposits	559,615,046,597	275,089,752	-	559,890,136,349
Interbank and money				
market items	19,643,669,425	-	-	19,643,669,425
Borrowings	12,000,000,000	4,107,379,783	-	16,107,379,783
Total commitments	267,872,326,227	23,505,002,942	-	291,377,329,169

THE BANK'S FINANCIAL STATEMENTS
2006

	Domestic Baht	Foreign Baht	Elimination Baht	Total Baht
Total assets	656,698,929,192	12,399,210,952	6,217,007,033	662,881,133,111
Interbank and money market items	77,847,567,427	3,222,347,759	-	81,069,915,186
Investments, net	69,205,394,137	3,424,594,891	-	72,629,989,028
Loans	457,449,020,645	349,794,234	-	457,798,814,879
Deposits	561,884,350,240	358,093,240	-	562,242,443,480
Interbank and money market items	19,874,512,241	-	-	19,874,512,241
Borrowings	14,881,475,000	5,414,181,183	-	20,295,656,183
Total commitments	330,634,321,618	36,413,621,159	-	367,047,942,777

THE BANK'S FINANCIAL STATEMENTS
2005

	Domestic Baht	Foreign Baht	Elimination Baht	Total Baht
Total assets	631,258,592,954	13,003,433,129	7,326,083,113	636,935,942,970
Interbank and money market items	52,546,180,100	4,014,802,919	-	56,560,983,019
Investments, net	60,286,948,991	4,325,097,260	-	64,612,046,251
Loans	442,348,241,322	1,202,977,733	-	443,551,219,055
Deposits	553,257,276,863	275,089,752	-	553,532,366,615
Interbank and money market items	17,388,896,409	-	-	17,388,896,409
Borrowings	12,000,000,000	4,107,379,783	-	16,107,379,783
Total commitments	275,887,532,555	23,505,002,942	-	299,392,535,497

(2) Results of operations classified by type of business segment

THE CONSOLIDATED FINANCIAL STATEMENTS
2006

	Domestic Baht	Foreign Baht	Elimination Baht	Total Baht
Interest and dividend income	35,267,842,830	488,859,804	-	35,756,702,634
Interest expenses	<u>16,551,889,633</u>	<u>125,926,714</u>	<u>-</u>	<u>16,677,816,347</u>
Net interest income	18,715,953,197	362,933,090	-	19,078,886,287
Non-interest income	23,631,504,325	207,136,626	14,648,671,622	9,189,969,329
Non-interest expenses	<u>40,910,709,068</u>	<u>432,778,998</u>	<u>14,648,671,622</u>	<u>26,694,816,444</u>
Income before tax	<u>1,436,748,454</u>	<u>137,290,718</u>	<u>-</u>	<u>1,574,039,172</u>

THE CONSOLIDATED FINANCIAL STATEMENTS
2005

	Domestic Baht	Foreign Baht	Elimination Baht	Total Baht
Interest and dividend income	24,324,480,279	297,821,312	-	24,622,301,591
Interest expenses	<u>7,724,191,226</u>	<u>224,477,331</u>	<u>-</u>	<u>7,948,668,557</u>
Net interest income	16,600,289,053	73,343,981	-	16,673,633,034
Non-interest income	15,482,768,839	336,464,655	7,555,978,770	8,263,254,724
Non-interest expenses	<u>26,099,274,347</u>	<u>268,487,603</u>	<u>7,555,978,770</u>	<u>18,811,783,180</u>
Income before tax	<u>5,983,783,545</u>	<u>141,321,033</u>	<u>-</u>	<u>6,125,104,578</u>

THE BANK'S FINANCIAL STATEMENTS

2006

	Domestic Baht	Foreign Baht	Elimination Baht	Total Baht
Interest and dividend income	34,193,140,448	488,859,804	-	34,682,000,252
Interest expenses	16,348,332,558	125,926,714	-	16,474,259,272
Net interest income	17,844,807,890	362,933,090	-	18,207,740,980
Non-interest income	17,673,262,567	207,136,626	14,648,671,622	3,231,727,571
Non-interest expenses	33,981,145,438	432,778,998	14,648,671,622	19,765,252,814
Income before tax	1,536,925,019	137,290,718	-	1,674,215,737

THE BANK'S FINANCIAL STATEMENTS

2005

	Domestic Baht	Foreign Baht	Elimination Baht	Total Baht
Interest and dividend income	23,458,209,717	297,821,312	-	23,756,031,029
Interest expenses	7,475,502,062	224,415,041	-	7,699,917,103
Net interest income	15,982,707,655	73,406,271	-	16,056,113,926
Non-interest income	12,727,283,782	336,464,655	7,555,978,770	5,507,769,667
Non-interest expenses	22,826,850,784	268,487,603	7,555,978,770	15,539,359,617
Income before tax	5,883,140,653	141,383,323	-	6,024,523,976

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.

5.26 Provident and Pension Funds

The Bank has both a staff leaving gratuities plan where employees are beneficiary in the form of pension for those leaving and provident fund for its employees who are required to make contributions. The pension shall be paid to employees leaving after having completed at least 10 years of continuous services determined on the basis of length of service and the amount of the last pay received. The staff leaving gratuities plan shall be effective for employees who have been in service before January 1, 1998 only. However as of December 31, 2005, the Bank had the reserve for pension under staff leaving gratuities plan transferred in amount of Baht 1,850 million to the provident fund which has already been registry.

On January 1, 1998, the Bank established the provident fund for its employees to replace the staff leaving gratuities plan previously set up. Every employee being a member of the fund is required to make contributions at the rate of not less than 3% of salary but not more than the Bank's contribution. The Bank will contribute 3% for employees whose service periods are less than 10 years, 7% and 10% for those whose service periods reach 10 years and 20 years, respectively. The Bank's contributions are recorded as an expense in the statement of income. The fund is managed by an authorized fund manager.

After the establishment of provident fund, an amount to be paid to an entitled employee when leaving shall be firstly disbursed from the provident fund. If the estimated contributions made by the Bank and interest thereon are less than the pension receivable under the staff leaving gratuities plan, the Bank shall make payment for the difference through disbursement from the pension fund.

5.27 Disclosure of Financial Instruments

The Bank has disclosed the financial instruments both on-balance sheet and off-balance sheet in accordance with the Thai Accounting Standard No. 48, Presentations and Disclosure of Financial Instruments.

For off-balance sheet financial instruments, the Bank is a party to financial instruments with off-balance sheet risk in the normal course of business to meet the financing needs of its customers for investment purpose and to reduce its own exposure to fluctuations in interest rates and foreign exchange rates. These financial instruments include commitments to extend credit, standby letters of credit, financial guarantees, interest rate swap and forward foreign exchange contracts. Those instruments involve, to varying degrees, elements of credit and foreign exchange risk in excess of the amount recognized in the financial statements. The contract or notional amounts of those instruments reflect the extent of the Bank's involvement in particular classes of financial instruments.

Off-balance sheet transactions financial derivative instruments are performed in accordance with the policies and guidelines from the Board of Directors and approved by related committee such as the assets and liabilities management committee, or the investment committee. The reporting and operating processes are also provided for risk control.

Accounting policies

Details of significant accounting policies and methods adopted, including criteria of recognition, the basis of measurement and the basis on which revenues and expenses are recognized, in respect of each class of financial assets and financial liabilities are disclosed in Note 3.

Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Bank. The Bank has adopted the policy of dealing with counterparts and obtaining sufficient collateral or other security where appropriate, as a means of mitigating the risk of financial losses from defaults.

In the case of recognized financial assets, the carrying amount of the assets recorded in the balance sheet, net of a portion of allowance for doubtful accounts (see Note 5.7), represents the Bank's maximum exposure to credit risk.

The Bank considers that there is no significant concentration of credit risk due to a large number of customers and counterparties in different industries.

Credit risk also arises from the possibility that the counterparty to off-balance-sheet financial instrument will not adhere to the terms of the contract with the Bank when settlement becomes due.

The Bank's exposure to credit loss in the event of nonperformance by the other party to the financial instrument for commitments to extend credit, standby letters of credit, and financial guarantees written is represented by the contractual notional amount of those instruments. The Bank uses the same credit policies in making commitments and conditional obligations as it does for on balance sheet instruments. For interest rate swap and forward foreign exchange contracts, the contract or notional amounts do not represent exposure to credit loss. The Bank controls the credit risk of its derivatives instruments through prudent credit approvals, limits, and strict monitoring procedures.

As at December 31, 2006 and 2005, the Bank has credit equivalent of off-balance sheet financial instruments which remained undue as follows :

	Unit : Million Baht	
	2006	2005
Spot and forward foreign bought exchange contracts	532	450
Spot and forward foreign sold exchange contracts	1,370	426

Interest rate risk

Interest rate risk in the balance sheet arises from the potential for a change in interest rates to have an adverse effect on the net interest earnings of the Bank in the current reporting period, and in future years. Interest rate risk arises from the structure and characteristics of the Bank's assets, liabilities and equity, and in the mismatch in repricing dates of its assets and liabilities.

Foreign exchange rate risk

The Bank serves primarily as intermediary agent in foreign exchange transactions to its customers. For asset and liability management purposes, the Bank manages foreign exchange risk and interest rate risk by entering into forward foreign exchange contract and currency and interest rate swap contract.

The Bank enters into forward foreign exchange contracts as part of its risk management strategy primarily to manage the market risk arising from the Bank underlying assets and liabilities and to offset risk created by its customers. The utilization of forward foreign exchange contracts for these purposes is governed by policies and guidelines approved by Board of Directors and controlling procedures set by the relevant Departments and Committees.

The Bank and its subsidiaries have summarized financial assets and liabilities classified on maturity of interest repricing period as at December 31, 2006 and 2005, as follows :

CONSOLIDATED FINANCIAL STATEMENTS							
2006							
	0-3 Months	3-12 Months	1-5 Years	Greater than 5 Years	Non-Performing Loans	Non-Interest Bearing	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Financial assets							
Interbank and money market items and securities purchased under resale agreement	75,696,258,044	6,674,187,574	2,181,324,714	10,000	-	9,668,200,666	94,219,980,998
Investments, net	13,260,558,381	13,843,452,983	23,882,361,958	8,216,556,981	-	9,181,891,137	68,384,821,440
Loans	341,472,203,496	18,249,607,404	17,545,170,101	17,527,684,088	63,186,519,973	3,352,980,065	461,334,165,127
Financial liabilities							
Deposits	396,810,324,018	128,686,980,890	23,962,337,968	11,427,194	-	12,594,210,702	562,065,280,772
Interbank and money market items and securities sold under repurchased agreement	14,704,076,596	2,512,031,366	2,801,517,400	913,171,000	-	2,278,751,758	23,209,548,120
Borrowings	883,100,000	5,414,181,183	12,000,000,000	-	-	-	18,297,281,183

CONSOLIDATED FINANCIAL STATEMENTS							
2005							
	0-3 Months	3-12 Months	1-5 Years	Greater than 5 Years	Non-Performing Loans	Non-Interest Bearing	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Financial assets							
Interbank and money market items and securities purchased under resale agreement	75,191,442,058	2,136,124	2,882,959,402	1,280,863	-	9,083,480,787	87,161,299,234
Investments, net	5,585,432,216	16,348,751,843	21,894,188,060	6,942,758,149	-	10,274,441,235	61,045,571,503
Loans	348,907,654,171	15,884,609,259	15,333,517,780	9,128,053,291	63,899,819,842	620,538,916	453,774,193,259
Financial liabilities							
Deposits	396,887,415,961	77,715,878,260	72,649,211,239	1,893,242	-	12,635,737,647	559,890,136,349
Interbank and money market items and securities sold under repurchased agreement	15,599,936,291	1,221,701,259	121,776,532	333,076,363	-	2,367,178,980	19,643,669,425
Borrowings	-	4,107,379,783	12,000,000,000	-	-	-	16,107,379,783

THE BANK'S FINANCIAL STATEMENTS							
2006							
	0-3 Months	3-12 Months	1-5 Years	Greater than 5 Years	Non-Performing Loans	Non-Interest Bearing	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Financial assets							
Interbank and money market items and securities purchased under resale agreement	75,683,881,542	6,674,177,404	2,183,979,733	10,000	-	9,527,866,507	94,069,915,186
Investments, net	12,194,576,961	13,843,452,983	23,848,871,917	8,176,133,967	-	14,566,953,200	72,629,989,028
Loans	377,530,532,651	16,794,405,963	2,925,434,859	16,079,476,358	43,594,740,122	874,224,926	457,798,814,879
Financial liabilities							
Deposits	396,910,743,851	128,686,980,890	23,962,445,382	11,427,194	-	12,670,846,163	562,242,443,480
Interbank and money market items and securities sold under repurchased agreement	13,301,938,022	1,346,689,534	2,001,121,209	913,171,000	-	2,311,592,476	19,874,512,241
Borrowings	2,881,475,000	5,414,181,183	12,000,000,000	-	-	-	20,295,656,183

THE BANK'S FINANCIAL STATEMENTS							
2005							
	0-3 Months	3-12 Months	1-5 Years	Greater than 5 Years	Non-Performing Loans	Non-Interest Bearing	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Financial assets							
Interbank and money market items and securities purchased under resale agreement	76,811,174,134	802,136,124	2,885,127,034	1,280,863	-	8,861,264,864	89,360,983,019
Investments, net	4,990,436,312	16,269,505,936	21,895,998,003	6,885,300,723	-	14,570,805,277	64,612,046,251
Loans	372,621,807,418	15,398,829,960	5,345,140,071	8,093,441,151	41,736,330,098	355,670,357	443,551,219,055
Financial liabilities							
Deposits	390,746,632,026	77,690,116,685	72,295,161,239	1,893,242	-	12,798,563,423	553,532,366,615
Interbank and money market items and securities sold under repurchased agreement	13,941,462,660	659,605,913	56,000,000	333,076,363	-	2,398,751,473	17,388,896,409
Borrowings	-	4,107,379,783	12,000,000,000	-	-	-	16,107,379,783

Interest bearing financial instruments

The following table presents the Bank's average balance and interest amount for the years ended December 31, 2006 and 2005, as follows :

Unit : Million Baht						
CONSOLIDATED FINANCIAL STATEMENTS						
	Average Balance (12 months)	2006 Interest Amount	Average Rate %	Average Balance (12 months)	2005 Interest Amount	Average Rate %
Interest bearing financial assets						
Interbank and money market items	67,163	3,341	5.0	36,979	1,389	3.8
Securities purchased under resale agreement	26,108	1,491	5.7	35,626	1,332	3.7
Investments	51,164	2,115	4.1	48,031	1,849	3.9
Loans	<u>432,522</u>	<u>27,499</u>	6.4	<u>422,442</u>	<u>29,004</u>	6.9
Total	<u>576,957</u>	<u>34,446</u>		<u>543,078</u>	<u>33,574</u>	
Interest bearing financial liabilities						
Deposits	555,233	15,693	2.8	519,433	10,019	1.9
Interbank and money market items	17,361	335	1.9	20,078	249	1.2
Securities sold under repurchased agreement	-	-	-	1	-	2.7
Borrowings	<u>14,248</u>	<u>614</u>	4.3	<u>16,050</u>	<u>1,042</u>	6.5
Total	<u>586,842</u>	<u>16,642</u>		<u>555,562</u>	<u>11,310</u>	

Unit : Million Baht

THE BANK'S FINANCIAL STATEMENTS

	Average Balance (12 months)	2006 Interest Amount	Average Rate %	Average Balance (12 months)	2005 Interest Amount	Average Rate %
Interest bearing financial assets						
Interbank and money market items	67,107	3,345	5.0	37,366	1,426	3.8
Securities purchased under resale agreement	24,859	1,432	5.8	35,043	1,316	3.8
Investments	50,198	2,078	4.1	47,378	1,821	3.8
Loans	450,263	27,054	6.0	433,429	28,515	6.6
Total	592,427	33,909		553,216	33,078	
Interest bearing financial liabilities						
Deposits	553,730	15,653	2.8	512,371	9,837	1.9
Interbank and money market items	13,968	213	1.5	17,525	169	1.0
Borrowings	14,119	606	4.3	16,038	1,039	6.5
Total	581,817	16,472		545,934	11,045	

Maturities of financial assets and liabilities

The following table presents the Bank and its subsidiaries' maturities of financial assets and liabilities as at December 31, 2006 and 2005, as follows :

CONSOLIDATED FINANCIAL STATEMENTS

	2006							
	Call	0-3 Months	3-12 Months	1-5 Years	Greater than 5 Years	Non-Performing Loans	No Maturity	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Financial assets								
Interbank and money market items and securities purchased under resale agreement	9,736,561,169	75,671,563,877	6,597,137,157	2,169,824,543	10,000	-	44,884,252	94,219,980,998
Investments	50,000,000	13,210,558,381	13,843,452,983	23,925,972,808	8,176,133,967	-	9,178,703,301	68,384,821,440
Loans	5,202,119,818	98,354,355,016	59,590,206,671	71,303,653,634	161,354,529,160	63,186,519,973	2,342,780,855	461,334,165,127
Financial liabilities								
Deposits	171,309,351,838	238,095,182,883	128,686,980,891	23,962,337,966	11,427,194	-	-	562,065,280,772
Interbank and money market items and securities sold under repurchase agreement	7,024,524,542	9,835,303,811	2,503,031,366	2,933,517,401	913,171,000	-	-	23,209,548,120
Borrowings	-	-	883,100,000	5,414,181,183	12,000,000,000	-	-	18,297,281,183

CONSOLIDATED FINANCIAL STATEMENTS

	2005							
	Call	0-3 Months	3-12 Months	1-5 Years	Greater than 5 Years	Non-Performing Loans	No Maturity	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Financial assets								
Interbank and money market items and securities purchased under resale agreement	6,061,070,665	78,005,725,327	9,798,048	2,882,959,402	10,000	-	201,735,792	87,161,299,234
Investments	-	5,592,432,216	16,341,751,843	21,894,188,060	6,942,758,149	-	10,274,441,235	61,045,571,503
Loans	7,660,922,316	94,992,442,131	55,367,410,219	69,465,450,003	162,388,148,748	63,899,819,842	-	453,774,193,259
Financial liabilities								
Deposits	196,834,870,758	212,688,282,849	77,715,878,261	72,649,211,239	1,893,242	-	-	559,890,136,349
Interbank and money market items and securities sold under repurchase agreement	10,140,660,396	7,118,809,519	1,568,844,452	492,243,058	323,112,000	-	-	19,643,669,425
Borrowings	-	-	4,107,379,783	-	12,000,000,000	-	-	16,107,379,783

THE BANK'S FINANCIAL STATEMENTS

2006

	Call	0-3 months	3-12 Months	1-5 Years	Greater than 5 Years	Non-Performing Loans	No Maturity	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Financial assets								
Interbank and money market items and securities purchased under resale agreement	9,483,850,508	75,671,563,877	6,697,126,988	2,172,479,561	10,000	-	44,884,252	94,069,915,186
Investments	-	12,194,576,961	13,843,452,983	23,848,871,917	8,176,133,967	-	14,566,953,200	72,629,989,028
Loans	5,166,145,534	106,789,737,986	55,420,401,523	65,669,024,642	181,158,765,072	43,594,740,122	-	457,798,814,879
Financial liabilities								
Deposits	171,486,402,358	238,095,187,656	128,686,980,890	23,962,445,382	11,427,194	-	-	562,242,443,480
Interbank and money market items and securities sold under repurchased agreement	6,025,100,320	9,648,430,178	1,286,689,534	2,001,212,209	913,171,000	-	-	19,874,512,241
Borrowings	-	1,998,375,000	883,100,000	5,414,181,183	12,000,000,000	-	-	20,295,656,183

THE BANK'S FINANCIAL STATEMENTS

2005

	Call	0-3 months	3-12 Months	1-5 Years	Greater than 5 Years	Non-Performing Loans	No Maturity	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Financial assets								
Interbank and money market items and securities purchased under resale agreement	6,023,728,502	79,590,949,617	809,798,048	2,885,127,034	10,000	-	51,369,818	89,360,983,019
Investments	-	4,990,436,312	16,269,505,936	21,895,998,003	6,885,300,723	-	14,570,805,277	64,612,046,251
Loans	7,632,676,362	91,820,516,048	52,299,835,305	64,209,118,485	185,852,742,757	41,736,330,098	-	443,551,219,055
Financial liabilities								
Deposits	197,006,149,690	206,539,045,759	77,690,116,685	72,295,161,239	1,893,242	-	-	553,532,366,615
Interbank and money market items and securities sold under repurchased agreement	9,455,138,510	6,595,039,987	659,605,912	356,000,000	323,112,000	-	-	17,388,896,409
Borrowings	-	-	4,107,379,783	-	12,000,000,000	-	-	16,107,379,783

Estimated fair value of financial instruments

The fair values of financial instruments have been estimated by the Bank using available market information and appropriate valuation methodologies for each type of financial instrument. A summary of carrying amounts and fair value of financial instruments as at December 31, 2006 and 2005, is as follows :

	CONSOLIDATED FINANCIAL STATEMENTS			
	2006		2005	
	Carrying Amount Baht	Fair Value Baht	Carrying Amount Baht	Fair Value Baht
Financial assets :				
Cash, interbank and money market items	100,777,979,945	100,777,979,945	71,618,556,119	71,618,556,119
Securities purchased under resale agreements	13,000,000,000	13,000,000,000	33,125,000,000	33,125,000,000
Current investments, net	28,237,316,468	28,237,316,468	22,377,098,709	22,377,098,709
Long-term investment, net	39,362,254,543	39,302,128,352	37,907,690,249	38,370,897,940
Loans and accrued interest receivable, net	434,812,553,726	434,547,924,306	435,243,241,622	435,431,432,715
Customers' liabilities under acceptances	1,967,248,098	1,967,248,098	1,607,796,246	1,607,796,246
Financial liabilities:				
Deposits	562,065,280,772	557,240,066,609	559,890,136,349	555,399,805,685
Interbank and money market items	23,209,548,120	22,643,619,910	19,643,669,425	19,499,460,254
Liabilities payable on demand	1,363,560,795	1,363,560,795	1,461,180,407	1,461,180,407
Borrowings	18,297,281,183	16,338,274,938	16,107,379,783	14,654,004,843
Bank's liabilities under acceptances	1,967,248,098	1,967,248,098	1,607,796,246	1,607,796,246
Accrued interest payable	3,076,916,456	3,076,916,456	1,671,232,220	1,671,232,220

	THE BANK'S FINANCIAL STATEMENTS			
	2006		2005	
	Carrying Amount Baht	Fair Value Baht	Carrying Amount Baht	Fair Value Baht
Financial assets :				
Cash, interbank and money market items	100,618,054,788	100,618,054,788	74,127,714,314	74,127,714,314
Securities purchased under resale agreements	13,000,000,000	13,000,000,000	32,800,000,000	32,800,000,000
Current investment, net	26,948,604,545	26,948,604,545	21,518,572,097	21,518,572,097
Long-term investment, net	39,115,151,627	38,964,536,462	37,614,031,126	37,951,992,467
Loans and accrued interest receivable, net	437,042,800,226	437,042,800,226	427,383,796,350	427,383,796,350
Customers' liabilities under acceptances	1,967,248,098	1,967,248,098	1,607,796,246	1,607,796,246
Financial liabilities:				
Deposits	562,242,443,480	557,417,229,317	553,532,366,615	549,072,002,662
Interbank and money market items	19,874,512,241	19,874,512,241	17,388,896,409	17,388,896,409
Liabilities payable on demand	1,363,560,795	1,363,560,795	1,461,180,407	1,461,180,407
Borrowings	20,295,656,183	18,336,649,938	16,107,379,783	14,654,004,843
Bank's liabilities under acceptances	1,967,248,098	1,967,248,098	1,607,796,246	1,607,796,246
Accrued interest payable	3,069,721,098	3,069,721,098	1,643,141,292	1,643,141,292

Off-balance sheet financial instruments

Unit : Million Baht						
2006						
	Notional	Market	Fair Value	Notional	Market	Fair Value
	< 1 year	value		> 1 year	value	
Spot and Forward Bought Foreign						
Exchange Contracts	49,819	49,892	73	917	871	(46)
Spot and Forward Sold Foreign						
Exchange Contracts	129,918	129,705	(213)	555	501	(54)

Unit : Million Baht						
2005						
	Notional	Market	Fair Value	Notional	Market	Fair Value
	< 1 year	value		> 1 year	value	
Spot and Forward Bought Foreign						
Exchange Contracts	33,034	33,299	265	1,938	1,907	(31)
Spot and Forward Sold Foreign						
Exchange Contracts	84,031	83,950	(81)	1,151	1,111	(40)

The Bank has estimated the fair value of the above instruments to be estimated from notional amount less market value at the end of year.

Methods and assumptions in estimating fair value of financial instruments

The following methods and assumptions were used by the Bank in estimating fair value of financial instruments as disclosed herein:

Cash, interbank and money market items

The carrying amounts of cash and interbank and money market items presented in balance sheet are approximate their fair value.

Securities purchased under resale agreements

The carrying value of securities purchased under resale agreements presented in balance sheet are approximate their fair value.

Current investments, net

Fair value for current investments, net, is as disclosed in note 3.2 to the financial statements.

Long-term investments, net

The determination of fair value for long-term investments, net, is as disclosed in note 3.2 to the financial statements except for non-listed equity securities which are presented as net book value and listed equity securities acquired from troubled debt restructuring and having obligation to hold such securities according to debt restructuring agreement which are presented at cost.

Loans and accrued interest receivables

The Bank's loans and accrued interest receivables include variable interest rate loans, fixed rate loans with relatively short maturities and non-performing loans. Most loans bear floating interest rate. As such, management believes that as at December 31, 2006 and 2005, the fair value is the outstanding balance of loans and accrued interest receivables less allowance for doubtful accounts per book.

Customers' liability under acceptances

The carrying amount of customers' liability under acceptances presented in balance sheet approximates fair value.

Deposits

The carrying amount of deposits presented in balance sheet approximates fair value, except for deposits which term more than 90 days, fair value is calculated base on discounted cash flows.

Interbank and money market items (Liabilities)

The carrying amount of interbank and money market items (liabilities) presented in balance sheet approximates fair value, except for floating rate certificates of deposit (FRCD) is based on quoted market price.

Liabilities payable on demand

The carrying amount of liabilities payable on demand presented in balance sheet approximates fair value.

Securities sold under repurchased agreements

The carrying value of securities under repurchased agreements presented in balance sheet are approximate their fair value.

Borrowings

The carrying amount of borrowings presented in balance sheet approximates fair value, except for subordinated floating rate note which is based on the actual market price.

Accrued interest payable

The carrying amount of accrued interest payable presented in balance sheet approximates its fair value due to short term of maturity.

Derivative financial instruments

Derivative financial instruments mainly comprise forward foreign exchange contracts of which derive their value from underlying interest rates, and foreign exchange rates. The fair value of derivatives are determined using quoted market prices, prevailing market rates for instruments with similar characteristics and maturities.

5.28 Transfer of Impaired Assets to Thai Asset Management Corporation

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

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

5.29 Reclassifications

Certain reclassification in the financial statements for the year ended December 31, 2005, have been made to comply with the classifications used in the financial statements for the year ended December 31, 2006, as follows:

The presentation of the financial statements

As at December 31, 2006

- Loans and accrued interest receivable
- Other liabilities

For the year ended December 31, 2006

- Interest and dividend income (Loan)
- Other income
- Other income from properties foreclosed
- Interest expenses (Interbank and money market)

The presentation of the financial statements

As at December 31, 2005

- Interbank and money market (assets)
- Allowance for doubtful accounts

For the year ended December 31, 2005

- Interest and dividend income (Interbank and money market)
- Bad debt recovery
- Other income
- Interest expenses (Deposit)

5.30 Event after the balance sheet date

5.30.1 The increase of paid-up capital

On January 3, 2007, the Bank has proceeded with the registration process to increase the paid-up capital of the Bank from Baht 29,408,124,750 to Baht 47,949,294,760 with the Ministry of Commerce ("MOC"). The increase of paid-up capital in the amount of Baht 18,541,170,010 has been the result of the Bank's offer for sale of capital-increase ordinary shares capital to GE Capital International Holdings Corporation ("GECIH") totaling 1,391 million shares, at the par value of Baht 10 each, amounting to capital fund of Baht 13,910,000,000 at the selling price of Baht 16 per share, amounting to total proceeds of Baht 22,256,000,000. After the registration of the increase of paid-up capital with the MOC, GECIH holds shares amounting to 29.01 percent of total issued and paid-up shares of the Bank upon the purchase of the Initial Subscription Shares, and the shareholding shall be no more than 25.40 percent of the total number of shares sold after the exercise of its entire warrants for ordinary shares of the Bank by September 3, 2008. For the increase of capital on January 3, 2007, the Bank has paid the management fee according to the rate agreed upon in the contract.

5.30.2 Transfer of Assets and Liabilities from GE Money Retail Bank Public Company Limited ("GEMRB")

As a condition to the partnership, GE Group has returned its 100% owned banking license of GEMRB and on January 3, 2007, the Bank has completely accepted the transfer of assets and liabilities from GEMRB. The details of which are as follow:

	Unit : Million Baht
Loans	2,058
Fixed Assets	43
Deposits	(1,411)
Purchase Price paid	690

The above price is estimated by the financial advisors and is to be readjusted to reflect the precise value which will be the final price as agreed by the Bank and GEMRB with in 120 days from the date of the business transfer. The Bank has already made the payment.

In addition, the Bank agreed to acquire all rights related to the New Auto Finance Business from GEMRB and GE Capital Auto Lease Public Company Limited (GECAL) in the amount of Baht 1,500 million. The Bank has assigned Ayudhya Capital Lease Co., Ltd. (AYCL), the Bank's subsidiary, to receive all rights and liabilities related to the New Auto Finance Business. The payment has been totally paid by AYCL.

5.31 An approval of Financial Statements

These financial statements were approved by the Bank's authorized directors and the Audit Committee for issue on February 16, 2007.

2006 Profit Summary

Retained earnings carried forward from December 31, 2005	Baht	5,873,909,444.91
Net Profit for 2006	Baht	1,666,395,144.48
<u>Less</u> Interim dividend paid	Baht	<u>(1,148,631,377.60)</u>
Total retained earnings	Baht	<u>6,391,673,211.79</u>

Registration and Shareholders' Structure

Name and Type of Business

Name of the Bank	:	Bank of Ayudhya Public Company Limited
Company Registration Number	:	0107536001079
Type of Business	:	Commercial bank

Nature of Business

The Bank of Ayudhya Public Company Limited was established on January 27, 1945, registered as a company limited on March 8, and started its operations on April 1 of that same year. The Bank was converted into a public company limited on September 28, 1993.

As a commercial bank, the Bank engages in all types of commercial banking business. The Bank is also licensed to conduct business pertaining to or resulting from commercial banking or other businesses traditionally undertaken by commercial banks as given by Commercial Banking Act and the related notices issued by Bank of Thailand. The Bank accepts deposits, which are put to a variety of uses, including : credit extension, purchases of bills of exchange or negotiable instruments, and trade in foreign exchange, including bills collection, bills acceptances, avals to bills, issuing letters of credit, providing custodian services, acting as an agent for the sale of government and state enterprise debt securities, acting as a representative of debenture holders, a custodian of mutual fund, a registrar of securities, an agent for sell of unit trusts of mutual funds, and an agent for the business of life and non-life insurance.

Types and Total Number of Shares Sold (as of December 31, 2006)

Ordinary shares : 2,940,812,475 shares, par value 10.00 baht

10 Largest Shareholders

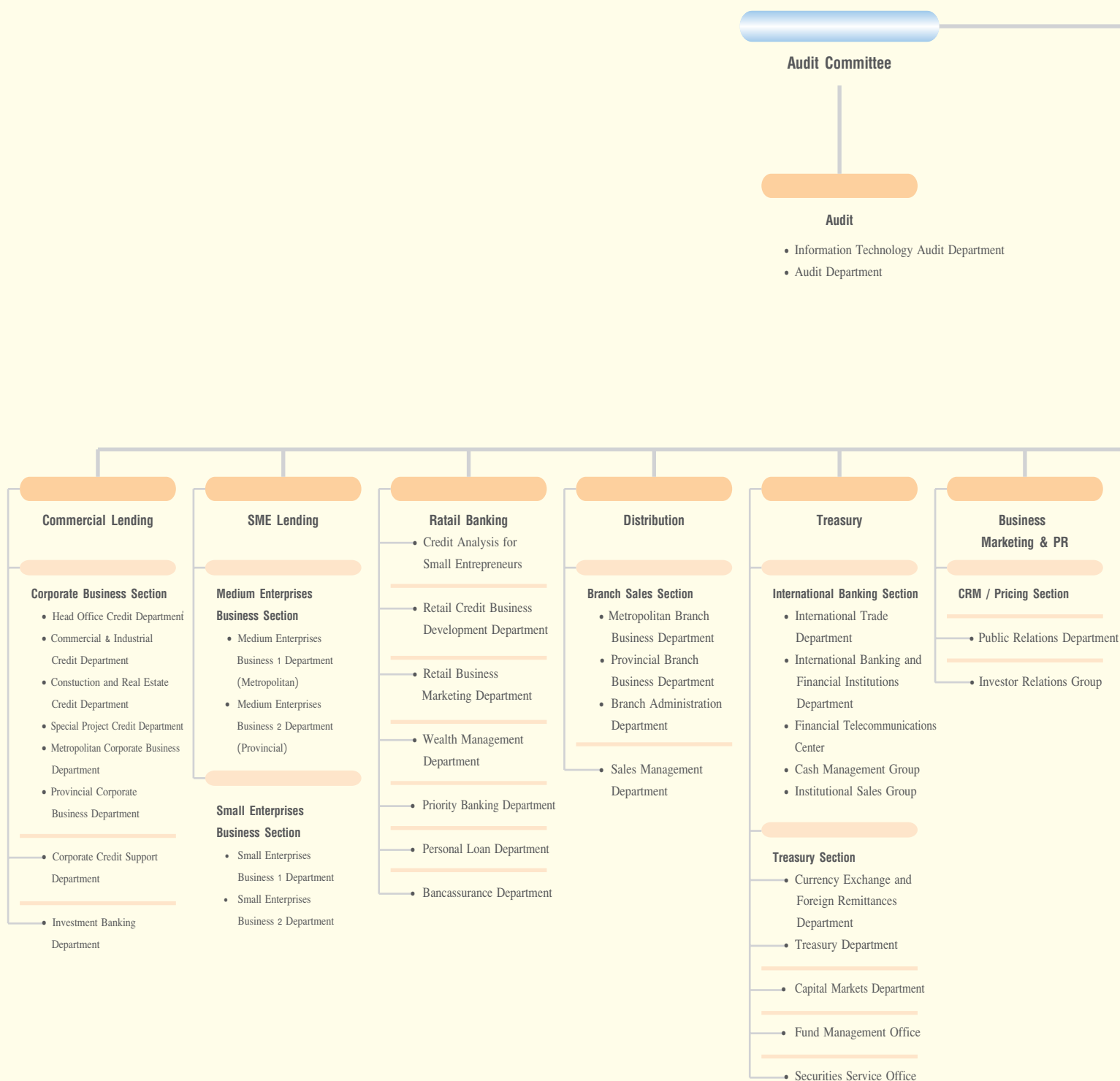
The Bank's 10 largest ordinary shareholders as of the closing date of the shareholders register on August 31, 2006 for the right to attend 1st /2006 extraordinary shareholders' meeting (issued and paid-up ordinary shares totaled 28,720.24 million baht) were as follows :

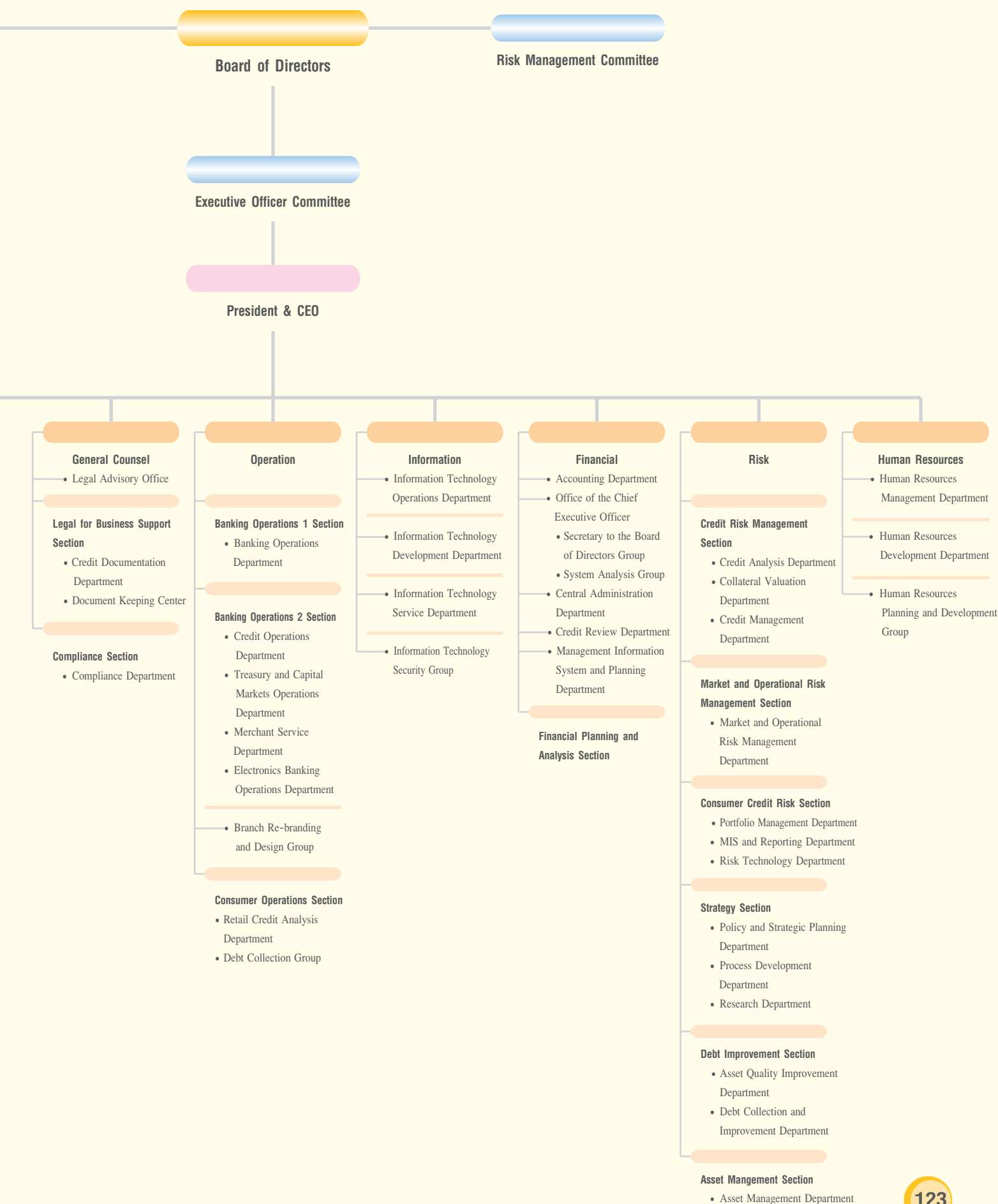
No.	Name	Number of Shares	% of Total Shares
1.	Thai NVDR Co., Ltd.	450,318,957	15.68
2.	The Great Luck Equity Co., Ltd.	139,746,900	4.87
3.	GL Asset Co., Ltd.	134,308,400	4.68
4.	Stronghold Assets Co., Ltd.	124,366,000	4.33
5.	Nortrust Nominees Ltd.	113,131,580	3.94
6.	BBTV Asset Management Co., Ltd.	106,377,500	3.70
7.	Mahakij Holdings Co., Ltd.	96,155,150	3.35
8.	State Street Bank and Trust Company for Australia.	95,240,200	3.32
9.	Tun Rung Rueng Co., Ltd.	92,988,600	3.24
10.	Bangkok Television and Radio Co., Ltd.	91,992,300	3.20

- Note : 1/ On January 3, 2007 GECIH held 1,391 million shares or 29.01% of the Bank's total shares sold by subscription of capital increase shares (total ordinary shares as of January 3, 2007 amounted to 4,794.93 million shares).
 2/ Investors can access to the Bank's current shareholders' data at website : www.krungsri.com before the date of annual general shareholders' meeting.

Organization Chart

As of January 18, 2007





Board of Directors and Committees

Board of Directors

As of December 31, 2006

Mr. Krit Ratanarak

Chairman

Mr. Thipsamat Na Chiengmai

Mr. Ekasak Puripol

Mr. Pakorn Thavisin

Mr. Veraphan Teepsuwan

Mr. Youngyuth Withyawongsaruchi

Mr. Virat Phairatphiboon

Mr. Surachai Prukbamroong

Mr. Pongpinit Tejagupta

Directors

Mr. Suwat Suksongkroh

Secretary to the Board of Directors

Board of Directors

As of January 31, 2007

Mr. Veraphan Teepsuwan

Chairman

Mr. Tan Kong Khoon

Mrs. Janice Rae Van Ekeren

Mr. Pongpinit Tejagupta

Mr. Surachai Prukbamroong

Mr. Virat Phairatphiboon

Mr. Youngyuth Withyawongsaruchi

Mr. Thipsamat Na Chiengmai

Mr. Ekasak Puripol

Miss Phanporn Kongyingyong

Mr. Pornsanong Tuchinda

Directors

Mr. Suwat Suksongkroh

Secretary to the Board of Directors

Executive Officer Committee

As of December 31, 2006

Mr. Ekasak Puripol

Chairman

Mr. Pongpinit Tejagupta

Vice Chairman

Mr. Virojn Srethapramotaya

Mr. Amornsuk Noparumpa

Mr. Chet Raktakanishta

Mrs. Charlotte Donavanik

Mr. Nuttawit Boonyawat

Mr. Chalernpol Vuttisombut

Mr. Tinnawat Mahatharadol

Mr. Surapon Sukumsuwun

Members

Miss Nopporn Tirawattanagool

Member and Secretary

Executive Officer Committee

As of March 21, 2007

Mr. Tan Kong Khoon

Chairman

Mrs. Janice Rae Van Ekeren

Vice Chairman

Mr. Pongpinit Tejagupta

Mr. Virojn Srethapramotaya

Mr. Amornsuk Noparumpa

Mr. Chet Raktakanishta

Mr. Chandrashekar Subramanian

Krishoolndmangalam

Members

Miss Nopporn Tirawattanagool

Member and Secretary

Audit Committee

As of December 31, 2006

Mr. Surachai Prukbamroong

Chairman

Mr. Virat Phairatphiboon

Mr. Youngyuth Withyawongsaruchi

Members

Mr. Kanit Arjariya

Secretary to the Audit Committee

Audit Committee

As of January 31, 2007

Mr. Surachai Prukbamroong

Chairman

Mr. Virat Phairatphiboon

Mr. Youngyuth Withyawongsaruchi

Members

Mr. Jirachai Chansurb

Secretary to the Audit Committee

Mrs. Uraiprapa Rojjanasit

Assistant Secretary to the Audit Committee

Risk Management Committee

As of December 31, 2006

Mr. Ekasak Puripol

Chairman

Mr. Pongpinit Tejagupta

Vice Chairman

Mr. Virojn Srethapramotaya

Mr. Amornsuk Noparumpa

Mr. Nuttawit Boonyawat

Miss Nopporn Tirawattanagool

Mr. Chalernpol Vuttisombut

Mr. Tinnawat Mahatharadol

Mr. Surapon Sukumsuwun

Members

Mr. Kamol Boondiskulchok

Member and Secretary

Risk Management Committee

As of March 21, 2007

Mr. Tan Kong Khoon

Chairman

Mr. Chandrashekar Subramanian

Krishoolndmangalam

Vice Chairman

Mrs. Janice Rae Van Ekeren

Mr. Pongpinit Tejagupta

Mr. Virojn Srethapramotaya

Mr. Amornsuk Noparumpa

Mr. Chalernpol Vuttisombut

Mr. Tinnawat Mahatharadol

Mr. Roy Agustinus Gunara

Mr. Nuttawit Boonyawat

Miss Nopporn Tirawattanagool

Miss Phawana Niemloy

Mr. Surapon Sukumsuwun

Members

Mr. Kamol Boondiskulchok

Member and Secretary

Executive Officers

Mr. Tan Kong Khoon
President and Chief Executive Officer

Mr. Pongpinit Tejagupta
Chief Distribution Officer

Mr. Virojn Srethapramotaya
Chief Commercial Lending Officer

Mr. Amornsuk Noparumpa
General Counsel

Mr. Roy Agustinus Gunara
Chief Retail Banking Officer

Mrs. Janice Rae Van Ekeren
Chief Financial Officer

**Mr. Chandrashekar Subramanian
Krishoolndmangalam**
Chief Risk Officer

Mr. Poomchai Wacharapong
Chief SME Lending Officer

Mr. Chalernpol Vuttisombut
Chief Audit Officer

Mr. Tinnawat Mahatharadol
Chief Treasury Officer

Mrs. Charlotte Donavanik
Chief Business Marketing & PR Officer

Mr. Chet Raktakanishta
Chief Operation Officer

Mr. Apirom Noi-Am
Chief Information Officer

Mr. Somrit Srithongdee
Head of Human Resources

Miss Phawana Niemloy
Deputy General Counsel

Mrs. Preeprame Seriwongse
First Executive Vice President

Mr. Nuttawit Boonyawat
First Executive Vice President

Miss Nopporn Tirawattanagool
First Executive Vice President

Mr. Sansrit Yenbamrung
First Executive Vice President and Acting
Manager, Asset Management Department

Mrs. Arpavadee Meekun-Iam
First Executive Vice President

Mr. Kamol Boondiskulchok
Executive Vice President

Mr. Nanthasit Leksrisakul
Executive Vice President

Mr. Surapon Sukumsuwun
Executive Vice President

Mr. Tak Bunnag
Executive Vice President

Mrs. Yaowalak Poolthong
Executive Vice President

Mr. Kriengkrai Viriyaatthakit
Executive Vice President

Mr. Suvit Ungphakorn
Executive Vice President

Mr. Kaitisak Lohitanon
Executive Vice President

Mr. Kongchakara Kunjara Na Ayuthaya
Executive Vice President

Mrs. Krongthip Suthasoonthorn
Executive Vice President and Acting
Manager, Credit Documentation
Department

Mr. Tanyapong Thamavaranukupt
Executive Vice President

Mrs. Siriporn Ambhanwong
Executive Vice President

Miss Praralee Ratanaprasartporn
Executive Vice President

Audit

Mr. Jirachai Chansurb
Senior Vice President and Manager, Audit
Department

Mrs. Puntipa Hannoraseth
Senior Vice President, Audit Department

Mr. Prasan Pattarathamrong
Vice President and Manager, Information
Technology Audit Department

Miss Jirawan Siratanon
Vice President, General Control Audit
Group, Information Technology Audit
Department

Mr. Piseth Varasira
Acting Vice President and Group
Manager, Head Office and Overseas
Branch Audit Group, Audit Department

Mr. Pornsith Tiyaongrapan
Acting Vice President and Group
Manager, Branch Audit Group, Audit
Department

Commercial Lending

Mr. Witawus Charuchandr
Senior Vice President and Manager, Head
Office Credit Department

Mr. Suphachai Techawanchai
Senior Vice President and Manager,
Construction and Real Estate Credit
Department

Mr. Thammasarn Kongkitkul

Senior Vice President and Manager,
Corporate Credit Marketing Support
Department

Mr. Somsak Deemongkolsuk

Senior Vice President and Manager,
Investment Banking Department

Miss Maneewan Covavisaruch

Vice President and Manager, Commercial
and Industrial Credit Department

Miss Chintanaporn Phuchitkanon

Vice President and Manager, Special
Projects Credit Department

Mr. Viwatchai Suthithanakhom

Vice President and Group Manager,
Corporate Credit Marketing Support
Department

Mr. Jaroong Pianvanichayakul

Vice President and Group Manager,
Corporate Credit Marketing Support
Department

SME Lending**Mrs. Sirinthip Silapacharanan**

Senior Vice President, Medium Enterprises
Business Section

Mrs. Sunee Nontikarn

Senior Vice President and Manager,
Medium Enterprises Business 1
(Metropolitan)

Mr. Teerayut Sirichayaporn

Senior Vice President and Manager,
Medium Enterprises Business 2
(Provincial)

Miss Panudda Varithorn

Senior Vice President and Manager, Small
Enterprises Business 1 Department

Mr. Pichai Archapairoj

Senior Vice President and Manager, Small
Enterprises Business 2 Department

Mr. Suvit Chantumrongkul

Vice President and Group Manager,
Medium Enterprises Business 2 Group,
Medium Enterprises Business 1
(Metropolitan) Department

Mr. Boonlert Chutinimitgul

Vice President and Group Manager,
Medium Enterprises Business 3 Group,
Medium Enterprises Business 1
(Metropolitan) Department

Mrs. Salimon Wiriaworawech

Vice President and Group Manager,
Large Enterprises Business 1 Group,
Medium Enterprises Business 2
(Provincial) Department

Mr. Phairot Jaruwatthanapradit

Vice President and Group Manager,
Large Enterprises Business 3 Group,
Medium Enterprises Business 2
(Provincial) Department

Mrs. Nuntanee Srisuksawad

Vice President and Group Manager,
Small Enterprises Business 2 Group, Small
Enterprises Business 1 Department

Mr. Chuwit Rattanapiroj

Vice President and Group Manager,
Small Enterprises Business 3 Group, Small
Enterprises Business 1 Department

Mrs. Jitpapa U-thasoonporn

Vice President and Group Manager,
Small Enterprises Business 4 Group, Small
Enterprises Business 1 Department

Miss Tarinee Auttapibarn

Vice President and Group Manager, Small
Enterprises Business 5 Group, Small
Enterprises Business 1 Department

Miss Gunchaporn Tanapathamol

Vice President and Group Manager,
Small Enterprises Business 1 Group, Small
Enterprise Business 2 Department

Mrs. Nirasa Praparamsee

Vice President and Group Manager,
Small Enterprises Business 2 Group, Small
Enterprises Business 2 Department

Miss Worawan Asavapaiboon

Vice President and Group Manager,
Small Enterprises Business 6 Group, Small
Enterprises Business 2 Department

Mr. Thongprecha Kulthamrongsri

Vice President and Group Manager,
Small Enterprises Business 7 Group, Small
Enterprises Business 2 Department

Retail Banking**Mr. Putchong Tanthasri**

Senior Vice President and Manager, Retail
Credit Business Development Department

Mrs. Chantcharas Boonkhun

Senior Vice President, Business
Marketing Section

Mrs. Rassana Wangphoka

Senior Vice President, Relationship
Management Group, Wealth Management
Department

Mrs. Noppawan Jermhansa

Senior Vice President, Priority Banking
Department

Miss Jedsada Sirisomboonwong

Senior Vice President, Personal Loan
Department

Mr. Kris Chantanotoke

Senior Vice President, Bancassurance
Department

Mr. Natapong Sittiprasert

Vice President and Group Manager, Retail
Credit Business Development Department

Mr. Sakchai Pinyovitayawong

Vice President, Marketing Department

Mr. Niti Kanchanasthiti

Vice President and Manager, Retail Credit
Analysis Department

Mr. Trisdee Vattanasuka

Vice President and Group Manager, Retail
Credit Analysis 1, Retail Credit Analysis
Department

Mr. Somboon Bunjonglikitsarn

Vice President and Group Manager, Retail Credit Analysis 2, Retail Credit Analysis Department

Mr. Kittipadh Junthong

Vice President and Group Manager, Retail Credit Analysis 3, Retail Credit Analysis Department

Distribution**Mr. Ponglert Roeksasut**

Senior Vice President, Branch Sales Section

Mr. Tanin Pornpipitpong

Senior Vice President and Manager, Metropolitan Branch Business Department

Mr. Niwat Sivaruj

Senior Vice President and Manager, Provincial Branch Business Department

Mr. Phanyod Viyakornvilas

Senior Vice President and Manager, Branch Administration Department

Mr. Chalit Utayanwutigul

Vice President and Group Manager, Corporate Sale Group Sales Management Department

Mr. Sophon Thamkirati

Vice President and Group Manager, Sale Planning and Monitoring Group Sales Management Department

Mrs. Sumalee Puangpakisiri

Vice President and Group Manager, Institutional Sale Group, Sales Management Department

Mr. Saprung Sinchalong

Vice President, Branch Administration Department and Region Manager Metropolitan Region 5, Metropolitan Branch Business Department and Acting Area Manager, Metropolitan Area 10, Metropolitan Branch Business Department

Miss Pannee Warapasakul

Vice President, Branch Administration Department

Mr. Charul Suttiwong

Vice President, Branch Administration Department

Mr. Somchai Nopsuwan

Vice President, Branch Administration Department

Mrs. Jariya Chuathai

Vice President, Branch Sales Management Department

Mr. Waris Akanich

Vice President and Region Manager, Metropolitan Region 1, Metropolitan Branch Business Department and Acting Area Manager, Metropolitan Area 1, Metropolitan Branch Business Department

Miss Pongporn Vongpratipsiri

Vice President and Region Manager, Metropolitan Region 3, Metropolitan Branch Business Department

Mr. Suchin Srisuranekul

Vice President and Region Manager, Metropolitan Region 4, Metropolitan Branch Business Department and Acting Area Manager, Metropolitan Area 7, Metropolitan Branch Business Department

Mr. Somchai Pluemchit

Acting Vice President and Region Manager, Metropolitan Region 2, Metropolitan Branch Business Department and Acting Area Manager, Metropolitan Area 3-4, Metropolitan Branch Business Department

Mrs. Usa Lexyim

Acting Vice President and Region Manager, Metropolitan Region 6, Metropolitan Branch Business Department and Acting Area Manager, Metropolitan Area 11, Metropolitan Branch Business Department

Mrs. Thomana Apichatchote

Branch Manager, All Seasons Place

Mr. Adisorn Worawongkraisri

Vice President and Region Manager, Provincial Region 3, Provincial Branch Business Department and Acting Area Manager, Provincial Area 1, Provincial Branch Business Department

Mr. Somnarm Aimimtham

Vice President and Region Manager, Provincial Region 4, Provincial Branch Business Department and Acting Area Manager, Provincial Area 4, Provincial Branch Business Department

Mr. Chatchai Plangsiri

Vice President and Region Manager, Provincial Region 5, Provincial Branch Business Department

Mr. Surapong Tangtagulwong

Vice President and Region Manager, Provincial Region 6, Provincial Branch Business Department

Mr. Prapon Jiravipakorn

Vice President and Region Manager, Provincial Region 7, Provincial Branch Business Department

Mr. Pramarn Tantivitayagorn

Vice President and Region Manager, Provincial Region 9, Provincial Branch Business Department

Mrs. Tida Thammasaroj

Acting Vice President and Region Manager, Provincial Region 1, Provincial Branch Business Department

Mr. Somchai Viraboonthai

Acting Vice President and Region Manager, Provincial Region 2, Provincial Branch Business Department

Mr. Chusak Ruampunpong

Acting Vice President and Region Manager, Provincial Region 8, Provincial Branch Business Department and Acting Area Manager, Provincial Area 14-15, Provincial Branch Business Department

Treasury

Mr. Songsak Wairatpanij

Senior Vice President, International Trade Department

Mr. Pravit Saitongkum

Senior Vice President, International Trade Department

Mrs. Yingluk Kongkasai

Senior Vice President and Manager, International Banking and Financial Institutions Department

Mrs. Pongsima Koslathip

Senior Vice President and Manager, Currency Exchange and Foreign Remittances Department

Miss Ladawan Kongkruapun

Senior Vice President and Manager, Capital Markets Department

Mr. Sawang Thaisriwongse

Vice President and Manager, International Trade Department

Mr. Thiravut Trairatana

Vice President and Manager, International Trade Department

Mr. Pongsit Vilailert

Vice President and Group Manager, International Trade Department

Mrs. Phuangthong Mungkararat

Vice President and Acting Manager, Financial Telecommunications Center

Mr. Prem Chinavongse

Vice President and Group Manager, Cash Management Group

Mr. Pornchai Wongsonvane

Vice President, International Banking and Financial Institutions Department

Mr. Sompob Asavaritkrai

Vice President, Branch Treasury Department

Business Marketing & PR

Miss Wannipa Roong-Ruang

Vice President and Manager, Public Relations Department

General Counsel

Mrs. Kamolthorn Mukayavongsa

Senior Vice President, Compliance Section General Counsel

Miss Vacharee Pinyai

Vice President and Manager, Legal Advisory Office and Assistant Legal Advisory

Miss Nara Sanghirundwathana

Vice President, Compliance Section General Counsel

Mr. Natee Juengniponsakul

Vice President, Credit Documentation Department

Mr. Apinun Hornopparat

Vice President, Credit Documentation Department

Miss Sompis Vathanaphundhumkomol

Vice President, Credit Documentation Department

Operation

Mr. Worakrit Jaruwanpak

Senior Vice President and Manager, Banking Operations Department

Mrs. Narinrat Thongchankaeo

Senior Vice President and Manager, Merchant Service Department

Mr. Suvichai Lovichit

Senior Vice President and Manager, Electronics Banking Operation Department

Mr. Tammavit Metaveeranun

Vice President and Group Manager, Data and Financial Document Operation Group, Banking Operations Department

Mr. Chainarong Isadawong

Vice President and Manager, Treasury and Capital Markets Operations Department

Miss Surang Kulkose

Acting Vice President and Manager, Credit Operations Department

Information

Mr. Anupon Censarn

Senior Vice President, Information Technology Section

Mr. Werachat Wahawisan

Senior Vice President and Manager, Information Technology Operations Department

Mr. Somboon Tangjaikajor

Vice President and Group Manager, System Programming, Group Information Technology Operations Department

Miss Vatinee Suksathier

Vice President and Manager, Information Technology Development Department

Mrs. Duangporn Srirongmuang

Vice President and Manager, Information Technology Service Department

Financial

Miss Jiraporn Popairoj

Senior Vice President and Manager, Accounting Department

Mr. Chertkiat Chanakit

Senior Vice President and Manager, Central Administration Department, and Acting Group Manager, System Analysis Group, Office of the Chief Executive Officer and Acting Group, Branch Re-branding and Design Group

Miss Umpa Panyasrivarom

Senior Vice President and Manager, Credit Review Department

Mr. Somporn Ongsakorn

Senior Vice President

Mr. Suwat Suksongkroh

Vice President and Secretary to the Board of Directors, Office of the Chief Executive Officer

Mrs. Hathaya Wiranuvatr

Vice President, Office of the Chief
Executive Officer

Risk**Miss Pitakul Pakchotanon**

Senior Vice President and Manager, Credit
Analysis Department

Mr. Kiatisak Jotanutaph

Senior Vice President and Manager,
Collateral Valuation Department

Mr. Ganchanaget Thumavatanagul

Senior Vice President and Manager, Credit
Management Department

Mr. Yuke Sutarat

Senior Vice President and Manager,
Policy and Strategic Planning Department

Mr. Vorasit Vongphaibol

Senior Vice President and Manager, Debt
Collection and Improvement Department

Mr. Khomkrit Chantapo

Vice President and Group Manager,
Credit Analysis 5 Credit Analysis
Department

Mrs. Darunee Waiyahong

Vice President and Group Manager,
Credit Administration Supporting Group,
Credit Management Department

Mrs. Pornpim Luengsumrit

Vice President and Manager, Market and
Operational Risk Management Department

Mr. Nitus Lertpittayaunkun

Vice President, Market Risk Management
Group, Market and Operational Risk
Management Department

Mrs. Suwimol Visavavigrant

Vice President, Consumer Credit Risk
Section

Mr. Soontorn Hanchaoworakul

Vice President and Group Manager,
Income and Credit Policy Group, Policy
and Strategic Planning Department

Mr. Nattawut Goysookho

Vice President and Manager, Management
Information System and Planning
Department

Mr. Chawalit Lawang

Vice President and Manager, Process
Development Department

Mr. Roongsak Satutum

Vice President and Manager, Research
Department

Mrs. Nitaya Ounhirunskul

Vice President and Manager, Asset Quality
Improvement Department

Mr. Thanavudh Sakornsin

Vice President and Group Manager, Asset
Quality Improvement 2 Group, Asset
Quality Improvement Department

Miss Patoomporn Techasuwan

Acting Vice President and Group
Manager, Asset Quality Improvement
Group 3, Asset Quality Improvement
Department

Mrs. Sukritta Suwannakrit

Vice President and Group Manager, Debt
Collection and Improvement Department

Mr. Chai Asavakarn

Vice President and Group Manager, Debt
Collection and Improvement Department

Mrs. Pimon Tharapan

Senior Credit Officer 9, Credit Analysis
Department

Mr. Koonkiat Watanavitaya

Senior Credit Officer 9, Credit Analysis
Department

Miss Jitra Sirikoon

Senior Credit Officer 9, Credit Analysis
Department

Mrs. Duangkamol Sailasuta

Senior Credit Officer 9, Credit Analysis
Department

Mr. Sirichai Wantanasiri

Senior Credit Officer 9, Credit Analysis
Department

Human Resources**Mr. Suvinai Tosirisuk**

Senior Vice President, Human Resources
Development Department

1. Committees and Executive Officers

1.1 Committee Structure

The Bank's committee structure consists of 4 committee bodies: the Board of Directors, and other 3 working committees appointed by the Board of Directors to assist in overseeing the Bank's businesses, namely:

- (1) Executive Officer Committee
- (2) Audit Committee
- (3) Risk Management Committee

The membership, selection methods, and scope of authority for each of these bodies are described in detail below.

- **Board of Directors**

Membership

The Board of Directors usually has nine members comprising:

- 3 executive directors
- 3 non-executive directors
- 3 independent directors

Qualifications

All board members must meet the qualifications under the relevant laws and regulations of the Bank of Thailand, the Stock Exchange of Thailand, and the Securities and Exchange Commission as well as guidelines established by the Bank's Board of Directors. Each board member has a 3-year term.

Each board member may occupy one or more positions as Chairman of the Board, Executive Director, or Authorized Director in other companies, but not in more than 3 business groups. What constitutes a business group is based on the degree of controlling authority in the business.

The positions of Chairman of the Board and President are separate and held by different persons. The functions of each position are also clearly specified, and neither has unlimited authority. Although the Chairman of the Board is not an independent member, the presence of a member of the Audit Committee, along with external board members, at board meetings ensures a system of checks and balances operates to safeguard the Bank's best interests.

"Independent members" are members with no professional or business associations with the Bank that could have a bearing on the decisions they make. They satisfy the qualifications set down in the Bank of Thailand's Guidelines for Commercial Bank Board Structure to Enhance Corporate Governance (December 3, 2002/ BOT Sor. Nor. Sor (31) wor. 2770/2545), which specify the following:

1. Independent members or their immediate family members may not hold shares totaling more than 0.5% of the paid-up capital of a commercial bank or of any of its subsidiaries or related companies.
2. Independent members may not be involved in the management of a commercial bank or of any of its subsidiaries, related companies, or principal shareholders. They may not be regularly paid employees of the Bank or of any of its subsidiaries, related companies, or principal shareholders. They may not be regularly

paid consultants to the Bank, or to any of its subsidiaries, related companies, or principal shareholders.

3. They may not have a vested interest or any other stake, whether direct or indirect, financial or non-financial, in the Bank, or in any of its subsidiaries, related companies, or principal shareholders.

4. Independent members may not be immediate family members or close relatives of any top executive or major shareholder in the Bank.

In addition, independent Board members must satisfy the same requirements as those set by the Stock Exchange of Thailand for Audit Committee members. They are also subject to the requirements as defined by the Securities and Exchange Commission announcement of December 1, 2004 (jor. (wor.) 59/2547), regarding qualifications of independent board members. These four qualifications are identical to those set down by the Bank of Thailand.

Scope of authority

1. Under Item 22 of the Bank's Articles of Association, the Board of Directors has the power and duty to supervise the management of the Company in compliance with the law, shareholders resolutions, and the objectives and regulations of the Company. The Board of Directors is responsible for protecting the interests of shareholders and may make decisions on all matters concerned with the running of the Bank, except as specified below, when the law requires prior shareholders' approval:

- (1) With regard to matters for which the law requires shareholders' approval, e.g. increasing or decreasing capital, declaring liquidation, and deciding on takeovers and mergers.
- (2) In the case of related party transactions for which the Stock Exchange of Thailand requires prior shareholders' approval, e.g. related party transactions not covered by the exceptions in Items 8 and 9 of the Stock Exchange of Thailand's announcement concerning principles, methods, and disclosure of related party transactions for publicly-listed companies.
- (3) Acquisition or sale of assets for which Stock Exchange of Thailand regulations require prior shareholders' approval, e.g. major transactions, related-party transactions, etc.

2. In addition to the rights and responsibilities of the Board of Directors to supervise and manage the Bank as specified in 1 above, the Board of Directors has the following powers and duties:

- (1) To set overall direction and strategic goals for the Bank;
- (2) To approve directions and policies proposed by the Bank executives;
- (3) To ensure that the Bank executives perform effectively in accordance with stated policies in order to protect the interests of the Bank and its shareholders;
- (4) To establish a system for avoiding possible conflicts of interest;
- (5) To draw up codes of ethics for the Bank's businesses and for employees at both executive and general staff levels, and ensure that they are distributed to Bank employees at all levels;
- (6) To monitor the Bank's businesses to ensure that the executives comply with the law at all times;
- (7) To oversee implementation of an effective set of internal controls and internal audit mechanisms;
- (8) To monitor Bank executives to ensure implementation of effective risk management procedures and to carry out periodic reviews of policies and strategies.
- (9) To approve the roles and responsibilities of various committees and major changes in their scope of authority;

- (10) To be responsible for ensuring an effective system of reporting that enables the Board of Directors to receive adequate information from the Bank's executives to exercise their authority and perform their responsibilities completely and professionally.
- (11) To be responsible for the consolidated financial statements of the Bank and its subsidiaries and for all other financial information which appears in the annual report, and to be responsible for adequate and accurate disclosure of all relevant information.

Selection process

Directors are not chosen by a nominating committee. Instead, they are selected in one of the two following ways.

(1) Board members may be elected by a vote of shareholders, for example, when replacing a member whose term has expired, and/or appointing a new Board member. In such cases, the Board of Directors nominates a suitable candidate for the shareholders' consideration, and a vote is taken in accordance with the procedures set down in Item 16 of the Bank's Articles of Association, which reads:

- a. Each shareholder shall have one vote for each share held.
- b. The selection of Board members may be on a one-by-one or a group basis, as the shareholders see fit, but in either case, individual shareholders must cast all of their votes pursuant to (a) for only one candidate or one set of candidates. Votes may not be distributed among different candidates.
- c. Candidates who receive the most votes are elected Directors. In the event of a tie, the Chairman shall cast the deciding vote.

(2) When a seat on the Board becomes vacant for any other reason than the expiry of a member's term, the remaining Board members shall appoint a legally qualified individual to fill the seat. Selection is made in accordance with Article 75 of the Public Limited Company Act of 1992 and Item 19 of the Bank's Articles of Association, which states that the candidate must receive approval from not less than three-quarters of the remaining Board members. Each of the remaining Board members is responsible for identifying suitable candidates, and voting shall take place at the next Board of Directors Meeting.

Board of Directors Meeting No. 19/2006 dated December 20, 2006 approved the establishment of Nomination and Remuneration Committee of which structure, membership and authority are given below:

1. The Committee consists of not less than 3 non-executive members of the Bank's Board of Directors and the Chairman must be an independent member.
2. The Committee has the following responsibilities:
 - a) To set policy and criteria for the selection process for the Bank's members of the Board of Directors and senior executives as well as directors of the firms where the Bank holds 50 percent or more of the shares, provide suggestions to the Bank's Board of Directors for the selection of qualified persons to be members of the Board of Directors or senior executives and prepare for their approval by the Board of Directors and the Shareholders' Meeting respectively.
 - b) To set policy on remuneration and other benefits including proposing the amount of remuneration and other benefits to be paid to the Bank's members of the Board of Directors and senior executives for approval by the Board of Directors.

The Board of Directors' 3rd/2007 Meeting on February 21, 2007 had a resolution appointing members of Nomination and Remuneration Committee comprising 3 members of the Board of Directors, and a Secretary to the Committee listed as follows:

(1) Mr. Thipsamat Na Chiengmai	Chairman
(2) Mr. Virat Phairatphiboon	Member
(3) Mr. Pornsanong Tuchinda	Member
Mr. Somrit Srithongdee	Secretary

Members of the Board of Directors

As of December 31, 2006, the Board consisted of 9 members, comprising 3 executive members, 3 non-executive members, and 3 independent members. This means the Board has equal proportions from the executive group, non-executive group, and independent group. They are:

Executive Members

(1) Mr. Krit Ratanarak	Chairman
(2) Mr. Ekasak Puripol	Director and Chief Executive Officer
(3) Mr. Pongpinit Tejagupta	President

Non-executive Members

(4) Mr. Thipsamat Na Chiengmai	Director
(5) Mr. Pakorn Thavisin	Director
(6) Mr. Veraphan Teepsuwan	Director

Independent Members

(7) Mr. Surachai Prukbamroong	Director
(8) Mr. Virat Phairatphiboon	Director
(9) Mr. Yongyuth Withyawongsaruchi	Director
Mr. Suwat Suksongkroh	Secretary to the Board of Directors

Directors with the authority to sign on behalf of the Bank are Mr. Krit Ratanarak, Mr. Ekasak Puripol, and Mr. Pongpinit Tejagupta. To be valid, any two of these three board members must affix their signatures along with the Bank's seal.

Board of Directors meetings

The Board of Directors agrees to convene regular meetings. In 2006, there were a total of 19 meetings. Attendance at the meetings by each of the board member is shown below.

Board Members	Number of Times Attended / Total Number of Meetings
<u>Executive Members</u>	
1. Mr. Krit Ratanarak	14/19
2. Mr. Ekasak Puripol	19/19
3. Mr. Pongpinit Tejagupta	19/19
<u>Non-executive Members</u>	
4. Mr. Thipsamat Na Chiengmai	19/19
5. Mr. Pakorn Thavisin	11/19
6. Mr. Veraphan Teepsuwan ^{1/}	15/15
<u>Independent Members</u>	
7. Mr. Surachai Prukbamroong	19/19
8. Mr. Virat Phairatphiboon	16/19
9. Mr. Yongyuth Withyawongsaruchi	19/19

Note : ^{1/} Mr. Veraphan Teepsuwan was appointed as the Bank's Director by resolution of Ordinary Shareholders Meeting No. 94 dated April 27, 2006

Extraordinary Shareholders Meeting No.1/2006 dated September 20, 2006 had a resolution adding 2 more members to the Board of Directors, which formerly had 9, members, bringing the total to 11 members. The two new members are Mr. Pornsanong Tuchinda and Ms. Phanporn Kongyingyong. The Bank has already requested the Ministry of Commerce to add these 2 persons as the Bank's Directors in accordance with the Extraordinary Shareholders Meeting of January 3, 2007.

In addition, Board of Directors Meeting No. 1/2007 dated January 3, 2007 also made the following resolutions:

1. To acknowledge the resignation of Mr. Krit Ratanarak, Chairman, and Mr. Pakorn Thavisin, Director, effective as of January 3, 2007

2. To approve the appointment of Mr. Tan Kong Khoon as Director to replace Mr. Krit Ratanarak, and Mrs. Janice Rae Van Ekeren as Director to replace Mr. Pakorn Thavisin effective from January 3, 2007

3. To approve the list and number of Directors who are authorized to sign on behalf of the company, namely, Mr. Ekasak Puripol, Mr. Pongpinit Tejagupta, and Ms. Phanporn Kongyingyong. To be valid, any two of these three board members must affix their signatures along with the Bank's seal

4. To approve the appointment of Mr. Veraphan Teepsuwan, Director, as Chairman to replace Mr. Krit Ratanarak as Chairman

Therefore, after registration with Ministry of Commerce, the Bank's Board of Directors consists of 11 members.

(1) Mr. Veraphan Teepsuwan	Chairman
(2) Mr. Tan Kong Khoon	Director
(3) Mrs. Janice Rae Van Ekeren	Director
(4) Mr. Pongpinit Tejagupta	Director
(5) Mr. Surachai Prukbamroong	Independent Director
(6) Mr. Virat Phairatphiboon	Independent Director
(7) Mr. Yongyuth Withyawongsaruchi	Independent Director
(8) Mr. Thipsamat Na Chiengmai	Director
(9) Mr. Ekasak Puripol	Director
(10) Miss Phanporn Kongyingyong	Director
(11) Mr. Pornsanong Tuchinda	Director

• Executive Officer Committee

Qualifications and number of members

The Executive Officer Committee is appointed by the Board of Directors and consists of some members of the Board of Directors and/or one or more other persons as deemed suitable. One of these members is appointed as Chairman.

Scope of authority

The Executive Officer Committee is assigned to have authority and take responsibility for the following:

(1) To supervise the Bank's business management to achieve determined goals, and follow specific policies, strategies, and business plans.

(2) To supervise the Bank's operations to ensure compliance with all relevant laws and regulations of the Bank.

(3) To assist the Board of Directors in setting optimal policies and plans by providing full and accurate information.

(4) To screen the strategic plans, annual business plans, capital expenditure budgets, operational objectives, and other project plans including income/non-interest expenditure controls submitted to the Board of Directors.

(5) To monitor operations of the Bank's departments to ensure compliance with determined plans and goals with efficiency and effectiveness.

(6) To revise, check, and provide suggestions and direction to adjust the management systems and operational processes of the Bank's departments to ensure they are appropriate, up-to-date, and ensure the Bank's ability to respond to volatile economic situations.

(7) To review the Bank's documents and interview relevant persons to clarify matters of fact related to the Board of Directors' overall direction of the Bank.

(8) To perform any other duties assigned by the Board of Directors.

(9) To report on the Bank's results and progress on all major activities to the Board of Directors.

Selection process

Under Item 22, Paragraph 2 of the Bank's Articles of Association, the Board of the Directors may appoint one or more members or other persons as proxy to perform one or more operations on behalf of the members under given conditions, if any.

Members of the Executive Officer Committee

As of December 31, 2006, the Executive Officer Committee consisted of 11 members:

(1) Mr. Ekasak Puripol	Chairman
(2) Mr. Pongpinit Tejagupta	Vice Chairman
(3) Mr. Virojn Srethapramotaya	Member
(4) Mr. Amornsuk Noparumpa	Member
(5) Mr. Chet Raktakanishta	Member
(6) Mrs. Charlotte Donovanik	Member
(7) Mr. Nuttawit Boonyawat	Member
(8) Mr. Chalernpol Vuttisombut	Member
(9) Mr. Tinnawat Mahatharadol	Member
(10) Mr. Surapon Sukumsuwun	Member
(11) Miss Nopporn Tirawattanagool	Member and Secretary

Executive Officer Committee meetings

The Executive Officer Committee agrees to convene regular meetings. In 2006, there were a total of 11 meetings (including 4 meetings of the Executive Board of Directors before the Executive Officer Committee convened). Attendance at the meetings by each member is shown below:

Executive Officer Committee ^{1/}	Number of Times Attended/Total Number of Meetings
1. Mr. Krit Ratanarak ^{2/}	3/4
2. Mr. Ekasak Puripol	11/11
3. Mr. Pongpinit Tejagupta	9/11
4. Mr. Virojn Srethapramotaya	10/11
5. Mr. Amornsuk Noparumpa	9/11

Executive Officer Committee ^{1/}	Number of Times Attended/Total Number of Meetings
6. Mr. Chet Raktakanishta	6/7
7. Mrs. Charlotte Donavanik	6/7
8. Mr. Nuttawit Boonyawat	5/7
9. Mr. Chalernpol Vuttisombut	6/7
10. Mr. Tinnawat Mahatharadol	5/7
11. Mr. Surapon Sukumsuwun	7/7
12. Miss Nopporn Tirawattanagool	7/7

Notes : ^{1/} Board of Directors Meeting No. 4/2006 dated April 26, 2006 had a resolution to cancel the Executive Board of Directors and instead appoint a Executive Officer Committee to replace it by transferring the authority and responsibilities of the Executive Board of Directors to make the administration of the Executive Officer Committee effective as of April 26, 2006.

^{2/} Mr. Krit Ratanarak resigned as Chairman of the Executive Board of Directors and Chief Executive Officer effective from April 26, 2006. The Board of Directors Meeting No. 4/2006 dated April 26, 2006 had a resolution appointing Mr. Ekasak Puripol, Director as Chief Executive Officer to replace Mr. Krit Ratanarak

Board of Directors Meeting No.4/2007 dated March 21, 2007 had a resolution to appoint 8 persons as members of the Executive Officer Committee.

(1) Mr. Tan Kong Khoon	Chairman
(2) Mrs. Janice Rae Van Ekeren	Vice Chairman
(3) Mr. Pongpinit Tejagupta	Member
(4) Mr. Virojn Srethapramotaya	Member
(5) Mr. Amornsuk Noparumpa	Member
(6) Mr. Chet Raktakanishta	Member
(7) Mr. Chandrashekar Subramanian Krishoolndmangalam	Member
(8) Miss Nopporn Tirawattanagool	Member and Secretary

• Audit Committee

Qualifications and number of members

- (1) The Audit Committee consists of not fewer than three independent members.
- (2) Audit Committee members, who serve a three-year term, must meet the requirements of the Bank of Thailand, the Stock Exchange of Thailand, and the Securities and Exchange Commission. Members are appointed by the Bank's Board of Directors and/or by a resolution of shareholders meeting.
- (3) The Chairman of the Audit Committee must not hold a position in any other subcommittee of the Bank.

Scope of authority

Board of Directors Meeting No. 12/2004 held on November 17, 2004 had a resolution approving the Charter of the Audit Committee including its functions and responsibilities, which has been revised up to 19 items as follows:

- (1) To ensure that the management team, and the Bank's auditors and internal auditors have a clear understanding of the roles and responsibilities of the Audit Committee;
- (2) To carry out periodic reviews of the Charter of the Audit Committee and make changes appropriate to the current organizational environment;
- (3) To nominate the Bank's auditors and propose auditing fees;

- (4) To attest to the independence of the Bank's auditors and internal auditors;
- (5) To question Bank executives, internal auditors and the Bank's auditors about important business risk levels and measures taken to control or reduce such risk;
- (6) To examine and evaluate the auditing plans of the internal auditors and the Bank's auditors;
- (7) To coordinate with the internal auditors and the Bank's auditors to review auditing procedures in order to eliminate redundancies and reduce expenses;
- (8) To coordinate with the internal auditors and the Bank's auditors to examine the adequacy of the Bank's internal auditing mechanisms and identify any major weaknesses;
- (9) To coordinate with the internal auditors, the Bank's auditors and relevant managers to examine the accuracy and adequacy of all of the Bank's financial reporting and financial statements at the end of each quarterly and annual audit period;
- (10) To monitor the cooperation or interference of the Bank executives with the work of the Bank's auditors or internal auditors;
- (11) To coordinate with the Bank's executives and internal auditors to examine all major weaknesses identified during the course of the year and to review responses from the Bank's executives and relevant managers;
- (12) To review the charter of the Bank's internal auditors and ensure that it is appropriate to current conditions at all times;
- (13) To verify the Bank's compliance with all pertinent laws and regulations;
- (14) To convene meetings with the internal auditors, the Bank's auditors and the Bank's executives to discuss any issues that the Audit Committee feels should be addressed;
- (15) To prepare performance reports and Audit Committee meeting reports to be submitted to the Board of Directors;
- (16) To prepare a report of the Audit Committee's duties and activities to be contained in the annual report;
- (17) The Audit Committee has the authority to examine all Bank documents or data, and to summon any Bank employee for questioning;
- (18) The Audit Committee has the authority to hire or summon any expert to assist in or advise on audit work, or to undertake any investigation as appropriate;
- (19) The Audit Committee may not perform any other duties not contained in this charter unless otherwise authorized by the Bank's Board of Directors.

Selection process

The process of appointment of Audit Committee members has been in compliance with criteria given by the Stock Exchange of Thailand and in accordance with guidelines entitled Committee Structure to Enhance Corporate Governance of Commercial Banks set down by the Bank of Thailand. In other words, appointments are to be made by resolution of the Board of Directors and/or the General Shareholders Meeting.

Members of Audit Committee

As at December 31, 2006, the Audit Committee consisted of 3 members as follows:

- | | |
|------------------------------------|----------------------------------|
| (1) Mr. Surachai Prukbamroong | Chairman of Audit Committee |
| (2) Mr. Virat Phairatphiboon | Member of Audit Committee |
| (3) Mr. Yongyuth Withyawongsaruchi | Member of Audit Committee |
| Mr. Kanit Arjariya | Secretary to the Audit Committee |

Audit Committee meetings

The Audit Committee agrees to convene regular meetings. In 2006, there were a total of 6 meetings. Attendance at the meetings by each of the Audit Committee members is shown below.

Audit Committee Members	Number of Times Attended/Total Number of Meetings
1. Mr. Surachai Prukbamroong	6/6
2. Mr. Virat Phairatphiboon	6/6
3. Mr. Yongyuth Withyawongsaruchi	6/6

• Risk Management Committee

Qualifications and number of members

The Risk Management Committee, appointed by the Board of Directors, is composed of Bank Directors and/or Bank executives. Currently there are ten members. The Chief Executive Officer serves as Committee Chairman. All Committee members must satisfy the requirements set by the Bank of Thailand to promote good governance of commercial banks.

Scope of authority

(1) To make policy recommendations relating to Integrated Risk Management to the Bank's Board of Directors. Recommendations are in line with Bank of Thailand's Risk-based approach to commercial banking, which sets guidelines for assessing core risks such as strategic risk, credit risk, market risk, liquidity risk, operational risk, legal risk and other forms of risk which may have an impact on the reputation of the Bank.

(2) To set strategies in line with the Bank's overall risk management policies. The Risk Management Committee is responsible for monitoring and assessing risk and ensuring that it remains within acceptable limits.

(3) To ensure that the Bank's overall risk management is in line with principles of good corporate governance.

(4) To review the Bank's policies and risk management practices in order to find ways to improve the quality and effectiveness of the Bank's approach to risk management.

(5) The Risk Management Committee has the authority to appoint additional committees/working committees to oversee the management of different types of risk, as it sees fit. These committees/working committees report directly to the Risk Management Committee.

(6) The Risk Management Committee has the right to inspect any Bank documents and to question any Bank employee as necessary for successful completion of the Committee's work.

(7) The Risk Management Committee must notify the Audit Committee of all operations in need of improvement or adjustment for successful completion of the Committee's work.

Selection process

The process of appointment of Risk Management Committee members has been in accordance with the guidelines entitled Committee Structure to Enhance Corporate Governance of Commercial Banks laid down by the Bank of Thailand. In other words, appointments are to be made by resolution of the Board of Directors.

Members of Risk Management Committee

As at December 31, 2006, the Risk Management Committee consisted of 10 members presided over by the Chief Executive Officer. Members of Risk Management Committee are listed below:

(1) Mr. Ekasak Puripol	Chairman
(2) Mr. Pongpinit Tejagupta	Vice Chairman
(3) Mr. Virojn Srethapramotaya	Member
(4) Mr. Amornsuk Noparumpa	Member
(5) Mr. Nuttawit Boonyawat	Member
(6) Miss Nopporn Tirawattanagool	Member
(7) Mr. Chalernpol Vuttisombut	Member
(8) Mr. Tinnawat Mahatharadol	Member
(9) Mr. Surapon Sukumsuwun	Member
(10) Mr. Kamol Boondiskulchok	Member and Secretary

Risk Management Committee meetings

The Risk Management Committee convenes regular meetings. In 2006, there were a total of 4 meetings. Attendance at the meetings by each of the Risk Management Committee member is shown below.

Risk Management Committee Members	Number of Times Attended/Total Number of Meetings
1. Mr. Krit Ratanarak ^{1/}	1/1
2. Mr. Ekasak Puripol	4/4
3. Mr. Pongpinit Tejagupta	3/4
4. Mr. Virojn Srethapramotaya	4/4
5. Mr. Amornsuk Noparumpa	4/4
6. Mr. Nuttawit Boonyawat	4/4
7. Miss Nopporn Tirawattanagool	4/4
8. Mr. Chalernpol Vuttisombut	4/4
9. Mr. Tinnawat Mahatharadol	4/4
10. Mr. Surapon Sukumsuwun	4/4
11. Mr. Kamol Boondiskulchok	4/4

Note : ^{1/} Board of Directors Meeting No. 4/2006 dated April 26, 2006 appointed Mr. Ekasak Puripol as Chairman of the Risk Management Committee instead of Mr. Krit Ratanarak

Board of Directors Meeting No. 2/2007 dated January 18, 2007 had a resolution to add 4 members to the Risk Management Committee. They are:

- (1) Mr. Chandrashekar Subramanian Krishoolndmangalam
- (2) Mrs. Janice Rae Van Ekeren
- (3) Mr. Roy Agustinus Gunara
- (4) Miss Phawana Niemloy

Board of Directors Meeting No. 4/2007 dated March 21, 2007 had a resolution appointing Mr. Tan Kong Khoon to replace Mr. Ekasak Puripol as Chairman of the Risk Management Committee. Other members of the Committee remain unchanged.

List of all 14 members of the Risk Management Committee

(1) Mr. Tan Kong Khoon	Chairman
(2) Mr. Chandrashekar Subramanian Krishnoolndmangalam	Vice Chairman
(3) Mrs. Janice Rae Van Ekeren	Member
(4) Mr. Pongpinit Tejagupta	Member
(5) Mr. Virojn Srethapramotaya	Member
(6) Mr. Amornsuk Noparumpa	Member
(7) Mr. Chalernpol Vuttisombut	Member
(8) Mr. Tinnawat Mahatharadol	Member
(9) Mr. Roy Agustinus Gunara	Member
(10) Mr. Nuttawit Boonyawat	Member
(11) Miss Nopporn Tirawattanagool	Member
(12) Miss Phawana Niemloy	Member
(13) Mr. Surapon Sukumsuwun	Member
(14) Mr. Kamol Boondiskulchok	Member and Secretary

1.2 Background of Directors and Executives

1) Directors and Executives as of December 31, 2006

Name/ Education	Age	Experience in the last 5 years		
		Year	Position	Name of Organization
1. Mr. Krit Ratanarak • M.B.A., Eastern New Mexico University, U.S.A.	60	1993–2 Jan. 2007	Chairman (Authorized Director)	Bank of Ayudhya Plc.
		2002–Apr. 2006	Chairman of the Risk Management Committee	
		1993–Apr. 2006	Chairman of the Executive Board Chief Executive Officer	
		2003–Present	Chairman	Media of Medias Plc. Bangkok Broadcasting & T.V. Co., Ltd.
		1993–Present	Chairman	
		1993–Nov. 2006 1993–2002	Chairman Chairman	Siam City Cement Plc. Ayudhya Insurance Plc.
2. Mr. Ekasak Puripol • M.B.A., Sasin Graduate Institute of Business Administration Chulalongkorn University	62	1990–Present	Director (Authorized Director)	Bank of Ayudhya Plc.
		Apr. 2006–28 Feb. 2007	Chief Executive Officer	
			Chairman of the Risk Management Committee	
		2002–Apr. 2006	Vice Chairman of the Risk Management Committee	Siam City Cement Plc. Ayudhya Asset Management Co., Ltd. Siam Realty and Services Co., Ltd.
		1993–Apr. 2006	Vice Chairman of the Executive Board	
		Nov. 2006–Present 2002–Present	Director Chairman	
		1997–2002	Director	

Name/ Education	Age	Experience in the last 5 years		
		Year	Position	Name of Organization
3. Mr. Pongpinit Tejagupta M.B.A., University of Detroit, Michigan, U.S.A.	52	18 Jan. 2007– Present	Chief Distribution Officer	Bank of Ayudhya Plc.
		Apr. 2006–Present	Executive Officer Committee Member	
		Aug. 2005–Present	Director (Authorized Director)	
		2002–Present	Risk Management Committee Member	
		Aug. 2005–2 Jan. 2007	President	
		2002–Apr. 2006	Executive Board Member	
		Feb. 2004–Aug. 2005	Senior Executive Vice President	
		2001–Feb. 2004	First Executive Vice President	
		Apr. 2003–Present	Director	Ayudhya Allianz CP Insurance Plc.
		Dec. 2001–Present	Director	Ayudhya Asset Management Co., Ltd.
		Aug. 1996–Present	Director	Krungsriayudhya Card Co., Ltd.
		2003–2005	Director	PrimaVest Asset Management Co., Ltd.
		1999–2003	Director	Ayudhya Securities Plc.
4. Mr. Thipsamat Na Chiengmai - A.F.A. (Associateship Diploma of the Institute of Financial Accountants, England) - Diploma in Accounting and Auditing, City of London College, England. - Training Courses : “Directors Accreditation Program (DAP)”, and “Directors Certification Program (DCP)” Thai Institute of Directors Association (IOD)	75	1987–Present	Director	Bank of Ayudhya Plc.
		1997–2002	Chairman	Siam Realty and Services Co., Ltd.
5. Mr. Pakorn Thavisin - Dulwich College, London. - The Chartered Institute of Bankers, London. - Training Courses : “Directors Certification Program (Graduate Member and Fellow Member)” and “Board’s Failure and How to Fix It”, Thai Institute of Directors Association (IOD) - Diploma, National Defense College of Thailand.	67	2002–2 Jan. 2007	Director	Bank of Ayudhya Plc.
		2005–Present	Chairman	L.P.N. Development Plc.
		1994–2005	Vice Chairman	
		2002–Present	Chairman	Colgate Palmolive (Thailand) Plc.
		1999–Present	Independent Director and Chairman of the Audit Committee	Royal Orchid Hotel (Thailand) Plc.
		2001–2003	Chairman	T.C.J. Asia Plc.
		1993–2002	Chairman	DBS Thai Danu Bank Plc.

Name/ Education	Age	Experience in the last 5 years		
		Year	Position	Name of Organization
6. Mr. Veraphan Teepsuwan • M.B.A., Northeastern University, U.S.A. • Bachelor of Economics, Boston University, U.S.A.	65	3 Jan. 2007–Present	Chairman	Bank of Ayudhya Plc.
		Apr. 2006–Present	Director	
		Nov. 2006–Present	Chairman	Siam City Cement Plc.
		2003–Present	Vice Chairman	Eastern Star Real Estate Plc.
		1999–Present	Chairman	Ayudhya Insurance Plc.
		1995–Present	Chairman	Ayudhya Allianz CP Life Plc.
		1990 – 2005	Chairman	Royal Porcelain Plc.
		1999 – 2004	Chairman	Ayudhya Securities Plc.
		1994 – 2004	Chairman	Ayudhya Investment and Trust Plc.
7. Mr. Surachai Prukbamroong • Bachelor of Accounting and Bachelor of Commerce, Thammasat University. • Training Courses: “Chairman 2000”, “Directors Accreditation Program (DAP)” and “Board Performance Evaluation”, Thai Institute of Directors Association (IOD)	68	1999–Present	Independent Director and Chairman of the Audit Committee	Bank of Ayudhya Plc.
		1999–Present	Independent Director and Chairman of the Audit Committee	Ayudhya Insurance Plc.
8. Mr. Virat Phairatphiboon • B.A. in Economics and Business Administration, Adams State College, Colorado, U.S.A. • Training Courses : “Directors Certification Program (DCP)” and “Audit Committee Program (ACP)”, Thai Institute of Directors Association (IOD)	58	1999–Present	Independent Director and Audit Committee Member	Bank of Ayudhya Plc.
		1998–Present	Independent Director	
		2005–Present	Director and Chairman of the Audit Committee	Bliss – Tel Plc.
9. Mr. Yongyuth Withyawongsaruchi • Bachelor of Accounting (Honor) and Bachelor of Commerce (Honor), Thammasat University • Training Courses : “Directors Certification Program (DCP)”, “Audit Committee Program (ACP)”, “Board Performance Evaluation”, and “Setting the CEO Performance Plan and Evaluation”, Thai Institute of Directors Association (IOD)	66	Apr. 2005–Present	Independent Director and Audit Committee Member	Bank of Ayudhya Plc.
		1998–Present	Director	
		Apr. 2003–Present	Independent Director and Chairman of the Audit Committee	Media of Medias Plc.
		Apr. 2003–Present	Independent Director and Audit Committee Member	Eastern Star Real Estate Plc.
		1997–2002	Director	Siam Realty and Services Co., Ltd.

Name/ Education	Age	Experience in the last 5 years		
		Year	Position	Name of Organization
10. Mr. Virojn Srethapramotaya • M.B.A., Jacksonville State University, Alabama, U.S.A. • Training Courses : “Directors Accreditation Program (DAP)”, “Directors Certification Program (Graduate Member) and Director Diploma Examination (Fellow Member)”, Thai Institute of Directors Association (IOD) • Training Courses : “Leadership Intensive Program”, Thailand Management Association.	54	18 Jan. 2007–Present Apr. 2006–Present Feb. 2004–Present 2002–Present 2002–Apr. 2006 1999–Feb. 2004 2004–Present 2003–Present 2003–2004 1998–Present	Chief Commercial Lending Officer Executive Officer Committee Member Senior Executive Vice President Risk Management Committee Member Executive Board Member First Executive Vice President Chairman Chairman of the Executive Board Director Director	Bank of Ayudhya Plc. Ayudhya Auto Lease Plc. (Formerly named as “Ayudhya Investment and Trust Plc.”) Ayudhya Insurance Plc.
11. Mr. Amornsuk Noparumpa • Barister-at-Law, Council of Legal Education, Thailand • Barister-at-Law, Lincoln’s Inn, London • Training Courses : “Directors Certification Program (DCP)”, Thai Institute of Directors Association (IOD) • National Defense College of Thailand, 399th joint class (public and private sectors)	61	18 Jan. 2007–Present Apr. 2006–Present Jun. 2004–Present Feb. 2004–Present 2003–Apr. 2006 1995–2004 2005–Present 2004–Present 2002–Present 1998–Present 1996–Present	General Counsel Executive Officer Committee Member Risk Management Committee Member Senior Executive Vice President Executive Board Member First Executive Vice President and Legal Counsel Director and Audit Committee Member Director Chairman Director and Audit Committee Member Chairman	Bank of Ayudhya Plc. L.P.N. Development Plc. Ayudhya Asset Management Co., Ltd. Siam Realty and Services Co., Ltd. Regional Container Lines Plc. K.S. Law Office Co., Ltd.
12. Mr. Chet Raktakanishta • Bachelor of Science (Management), Brigham Young University, U.S.A. • Training Courses : “Directors Certification Program (DCP)”, “Finance for Non-Finance Directors (FN)”, “Audit Committee Program (ACP)”, “Directors Financial” and “DCP Refresher Course (Class 3)”, Thai Institute of Directors Association (IOD)	65	18 Jan. 2007–Present Apr. 2006–Present 1995–Present 2005–Present 2003–Present 2001–Present 1999–Present 1994–Present	Chief Operation Officer Executive Officer Committee Member First Executive Vice President Director Director and Audit Committee Member Chairman Independent Director and Audit Committee Member Director	Bank of Ayudhya Plc. National ITMX Co., Ltd. Media of Medias Plc. Krungsriayudhya Card Co., Ltd. Siam City Cement Plc. Ayudhya Insurance Plc.

Name/ Education	Age	Experience in the last 5 years		
		Year	Position	Name of Organization
13. Mrs. Charlotte Donavanik - Bachelor of Science (Accountancy), Kasetsart University - Training Courses : “Directors Accreditation Program (DAP)” Thai Institute of Directors Association (IOD)	49	18 Jan. 2007–Present 2004–Present Apr. 2006–2 Jan. 2007 1998–2004 2003–Present Jan. 2006–4 Jan. 2007 Oct. 2002–3 Jan. 2007 Nov. 2004–Dec. 2005 Aug. 2004–Dec. 2005 Feb. 2004–Aug. 2004 2000–2004	Chief Business Marketing & PR Officer First Executive Vice President Executive Officer Committee Member Executive Vice President Director Director & CEO Chairman Director and Executive Board Member Chairman Director Director	Bank of Ayudhya Plc. Krungsriayudhya Card Co., Ltd. Media of Medias Plc. Professional Call Center Co., Ltd. Matching Studio Plc. BBTV Production Co., Ltd. Ayudhya JF Asset Management Limited
14. Mrs. Preeprame Seriwongse Master of Science in Computer Information System Assumption University	51	2004–Present 2000–2004 2001–Present	First Executive Vice President Executive Vice President Director	Bank of Ayudhya Plc. Thai Smart Card Co., Ltd.
15. Mr. Nuttawit Boonyawat - M.B.A., Abilene Christian University, Texas, U.S.A. - Training Courses : “Directors Accreditation Program (DAP)”, Thai Institute of Directors Association (IOD)	44	Apr. 2006–Present 2004–Present Apr. 2006–2 Jan. 2007 2001–2004 2006–Present 2004–Present 2004–Present 2004–Present 2004–Present 2001–Present 2000–Present 2000–Present 1999–Present	Risk Management Committee Member First Executive Vice President Executive Officer Committee Member Executive Vice President Director Chairman Director Director Director Director Director Director Director and Executive Board Member	Bank of Ayudhya Plc. K.S. Law Office Co., Ltd. Ayudhya Securities Plc. Ayudhya Auto Lease Plc. (Formerly named as “Ayudhya Investment and Trust Plc.”) K.S. Fortune Co., Ltd. Best Shoes Company Co., Ltd. Time Regency Co., Ltd. Ayudhya Asset Management Co., Ltd. Wongpaitoon Planner Co., Ltd. Sahaviriya Steel Industries Plc.
16. Miss Nopporn Tirawattanagool - Master of Commerce and Accountancy (Accountancy), Thammasat University - Training Courses : “Directors Accreditation Program (DAP)”, Thai Institute of Directors Association (IOD)	52	Apr. 2006–Present Dec. 2004–Present 2002–Present 2002–Apr. 2006 2002–2004 2000–2002 May. 2004–Present 2003–Present 2000–Present 1999–Present	Director and Secretary to the Executive Officer Committee First Executive Vice President (In charge of Accounting Department) Risk Management Committee Member Secretary to the Executive Board of Director Executive Vice President Senior Vice President and Manager, Accounting Department Director Director Director Director	Bank of Ayudhya Plc. Dherakupt International Law Office Co., Ltd. Ayudhya Auto Lease Plc. (Formerly named as “Ayudhya Investment and Trust Plc.”) Ayudhya Asset Management Co., Ltd. K.S. Law Office Co., Ltd.

Name/ Education	Age	Experience in the last 5 years		
		Year	Position	Name of Organization
17. Mr. Sansrit Yenbamrung • M.B.A., University of Texas at Sul Ross, U.S.A.	48	2004–Present	First Executive Vice President	Bank of Ayudhya Plc.
		2002–2004	Executive Vice President	
		1999–2002	Senior Vice President and Acting Manager, Asset Management Department	
		2002–Present	Chairman of the Executive Board	Ayudhya Asset Management Co., Ltd.
18. Mr. Chalernpol Vuttisombut • Bachelor of Economics (Honor) Thammasat University	58	Mar. 2004–Nov. 2004	Director	Pantipa Property Co., Ltd.
		18 Jan. 2007–Present	Chief Audit Officer	Bank of Ayudhya Plc.
		Apr. 2006–Present	Risk Management Committee Member	
		Mar. 2005–Present	First Executive Vice President	
19. Mr. Tinnawat Mahatharadol • M.B.A., Ball State University, U.S.A.	48	Apr. 2006–2 Jan. 2007	Executive Officer Committee Member	
		2000–2005	Executive Vice President	
		18 Jan. 2007–Present	Chief Treasury Officer	Bank of Ayudhya Plc.
		Apr. 2006–Present	Risk Management Committee Member	
20. Mrs. Arpavadee Meekun-Iam • M.B.A., ST. Louis University, U.S.A.	58	May. 2005–Present	First Executive Vice President	Bank of Ayudhya Plc.
		1998–May. 2005	Executive Vice President	
		2005–Present	Executive Board Member & Treasurer	International Chamber of Commerce (Thailand)
		May. 2005–Present	Executive Board Member & Treasurer	
21. Mr. Poomchai Wacharapong • M.B.A., MS (Economics) North Texas State University, U.S.A.	48	2002–2005	Executive Vice President	
		1998–2002	Senior Vice President	
		2001–Present	Chairman	Ayudhya Development Leasing Co., Ltd.
		2001–Present	Director	Ayudhya Asset Management Co., Ltd.
22. Mr. Tak Bunnag • M.B.A., Golden Gate University, U.S.A.	46	May. 2005–Present	Executive Vice President (In charge of Treasury Section)	Bank of Ayudhya Plc.
		2003–May.2005	Senior Vice President, Treasury Department	

Name Education	Age	Experience in the last 5 years		
		Year	Position	Name of Organization
23. Miss Jiraporn Popairoj • Master of Commerce and Accountancy (Accountancy), Thammasat University • Certified Public Accountant • Training Course : “Directors Certification Program (DCP)”, Thai Institute of Directors Association (IOD)	45	Oct. 2006–Present	Senior Vice President and Manager, Accounting Department	Bank of Ayudhya Plc.
		2002–Sep. 2006	Vice President Accounting Department	
		2000–2002	Vice President for Accounting Department	
		2004–Present	Director	Ayudhya Securities Plc.
		2002–Present	Director	Siam Realty and Services Co., Ltd.

Remark : • 1–3 Executive Directors • 4–6 Non-Executive Directors • 7–9 Independent Directors • 10–23 Executives

2) Directors, Executives and details as of March 21, 2007 (Details of directors and executives with no change of data since December 31, 2006 are shown in table 1.2 (1) pages 141–147):

Name/ Education	Age	Experience in the last 5 years		
		Year	Position	Name of Organization
1. Mr. Veraphan Teepsuwan 2. Mr. Tan Kong Khoon • Advanced Management Program, Wharton School & National University of Singapore • Advanced Management Program, Harvard Business School, U.S.A. • BBA Bishop's University, Canada	49	21 Mar. 2007–Present	Chairman of Executive Officer Committee	Bank of Ayudhaya Plc.
		8 Mar. 2007–Present	Chief of Risk Management Committee	
		3 Jan. 2007–Present	President and CEO	
		2006–Present	Director	Standard Chartered Bank
		2004–2006	Regional Head of Consumer Banking (Hong Kong & China)	
		2002–2004	Head of Consumer Banking, Hong Kong	
		2000–2002	General Manager-Branches & Direct Banking, Hong Kong	
3. Mrs. Janice Rae Van Ekeren • M.B.A. (Finance) University of Chicago • Bsc. in Industrial Administration, Iowa State University	47	21 Mar. 2007–Present	General Manager-Wealth Management, Hong Kong	
		21 Mar. 2007–Present	Vice Chairman of Executive Officer Committee	Bank of Ayudhya Plc.
		18 Jan. 2007–Present	Risk Management Committee Member	
		3 Jan. 2007–Present	Chief Financial Officer	
		3 Jan. 2007–20 Mar. 2007	Director	
		Aug. 2003–Dec. 2006	Executive Officer Committee Member	
4. Mr. Pongpinit Tejagupta 5. Mr. Surachai Prukbamroong 6. Mr. Virat Phairatphiboon		Aug. 2003–Dec. 2006	Global Operation Controller & GECIFC Finance Director	GE Money, Stamford Connecticut
		Jul. 2000–Jul. 2003	CFO-Asia Pacific	
			GE Money Hong Kong SAR	

Name/ Education	Age	Experience in the last 5 years		
		Year	Position	Name of Organization
7. Mr. Yongyuth Withyawongsaruchi 8. Mr. Thipsamat Na Chiengmai 9. Mr. Ekasak Puripol 10. Miss Phanporn Kongyingyong • M.B.A., Assumption University • Bachelor of Business Management (Accountancy), Assumption University	46	3 Jan. 2007–Present 3 Jan. 2007–20 Mar.2007 Jan. 2006–Dec. 2006 2003–2005 2002–2003	Director (Authorized Director) Vice Chairman of Executive Officer Committee Director and Executive Vice President (Marketing) Managing Director Managing Director–Sales Finance	Bank of Ayudhya Plc. GE Money Retail Bank Plc. GE Capital Auto Lease Plc. GE Capital (Thailand) Co., Ltd. (A subsidiary of General Electric Co., U.S.A.)
11. Mr. Pornsanong Tuchinda • M.B.A. (Finance and Management), Babson College, U.S.A. • B.A. (Economics and Political Science), The University of Michigan, Ann Arbor, Michigan, U.S.A.	45	3 Jan. 2007–Present 2005–Present 2005–Present 2005–2006 2001–2004	Director Independent Director and the Audit Committee Member Independent Director and the Audit Committee Member Independent Director and Chairman of the Audit Committee President & CEO	Bank of Ayudhya Plc. Syrus Securities Co., Ltd. Focus Engineering and Construction Co., Ltd. GE Money Retail Bank, Thailand DBS Thai Danu Bank Plc.
12. Mr. Virojn Srethapramotaya 13. Mr. Amornsuk Noparumpa 14. Mr. Chet Raktakanishta 15. Mrs. Charlotte Donavanik 16. Mr. Chalernpol Vuttisombut 17. Mr. Tinnawat Mahatharadol 18. Mr. Poomchai Wacharapong				
19. Mr. Chandrashekar Subramanian Krishoolndmangalam • Master in Commerce, Bombay University	43	18 Jan. 2007–Present 3 Jan. 2007–Present Jan. 2006–Dec. 2006 Jan. 2005–Dec. 2005 Jan. 2003–Dec. 2004 May 2002–Dec. 2002 Oct. 1999–Apr. 2002	Vice Chairman of the Risk Management Committee Chief Risk Officer Executive Officer Committee Member Vice President and Chief Risk Officer - India Vice President and Head - Consumer Risk Management Vice President and Head - Banking Risk Management Vice President – Head – Regional Risk North & National Collection Process Vice President – Product Risk Head for all Asset Products	Bank of Ayudhya Plc. GE Money ABN AMRO BANK, India

Name/ Education	Age	Experience in the last 5 years		
		Year	Position	Name of Organization
20. Mr. Roy Agustinus Gunara • M.B.A.(Finance) University of Illinois Urbana Champaign. • Bsc. (Electrical Engineering) Drexel University	38	18 Jan. 2007–Present	Risk Management Committee Member Chief Retail Banking Officer	Bank of Ayudhya Plc.
		Jan. 2004–Dec. 2006	Executive Vice President-Business Leader	GE Capital Thailand Ltd.
		Nov. 2001–Dec. 2003	Executive Director – Risk Management	
21. Miss Phawana Niemloy • LL.M. Harvard Law School, Harvard University (Full Scholarship from Harvard Law School) • Bachelor of Law (1st Class Honor) Chulalongkorn University • Training Course “Directors Certification Program (DCP)” and “Finance for Non – Finance Director (FN)”, Thai Institute of Directors Association (IOD)	46	18 Jan. 2007–Present	Risk Management Committee Member	Bank of Ayudhya Plc.
		3 Jan. 2007–Present	First Executive Vice President	
		2005–2006	Executive Vice President-Legal and Compliance	GE Money Retail Bank Plc.
		2004–2005	General Counsel and Compliance Officer	GE Capital (Thailand) Ltd.
22. Mrs. Preeprame Seriwongse 23. Mr. Nuttawit Boonyawat 24. Miss Nopporn Tirawattanagool 25. Mr. Sansrit Yenbamrung 26. Mrs. Arpavadee Meekun-lam 27. Mr. Tak Bunnag 28. Miss Jiraporn Popairoj		1997–2004	General counsel and Executive Director	

Remark : • 2-4 Executive Directors • 5-8 Independent Directors • 9-11 Non-executive Directors • 12-28 Executives

1.3 Bank Shares Held by Directors and Executives

Name	Dec. 31, 2005			Dec. 31, 2006		
	Ordinary Shares	%	Warrants (Unit)	Ordinary Shares	%	Warrants (Unit)
<u>Executive Members</u>						
Mr. Krit Ratanarak	1,828,324	0.0637	731,329	1,828,324	0.0622	731,329
Mr. Ekasak Puripol	-	-	-	-	-	-
Mr. Pongpinit Tejagupta	-	-	100,000*	-	-	100,000*
<u>Non-executive Members</u>						
Mr. Thipsamat Na Chiengmai	5,228	0.0002	2,091	5,228	0.0002	2,091
Mr. Pakorn Thavisin	1,024	0.0000	-	1,024	0.0000	-
Mr. Veraphan Teepsuwan	n.a.	n.a.	n.a.	178,178*	0.0061	71,271*
<u>Independent Members</u>						
Mr. Surachai Prukbamroong	-	-	-	-	-	-
Mr. Virat Phairatphiboon	-	-	-	-	-	-
Mr. Yongyuth Withyawongsaruchi	8,082	0.0003	3,232	8,082	0.0003	3,232
<u>Executives</u>						
Mr. Virojn Srethapramotaya	-	-	-	-	-	-
Mr. Amornsuk Noparumpa	-	-	-	-	-	-
Mr. Chet Raktakanishta	110,050*	0.0038	-	110,050*	0.0037	-
Mrs. Charlotte Donovanik	-	-	-	-	-	-
Mrs. Preeprame Seriwongse	-	-	-	-	-	-
Mr. Nuttawit Boonyawat	1	0.0000	-	1	0.0000	-
Miss Nopporn Tirawattanagool	-	-	-	-	-	-
Mr. Sansrit Yenbamrung	-	-	-	-	-	-
Mr. Chalernpol Vuttisombut	-	-	-	-	-	-
Mr. Tinnawat Mahatharadol	-	-	-	-	-	-
Mrs. Arpavadee Meekun-Iam	500	0.0000	14,400	500	0.0000	14,400
Mr. Poomchai Wacharapong	2	0.0000	-	2	0.0000	-
Mr. Tak Bunnag	-	-	-	-	-	-
Miss Jiraporn Popairoj	-	-	-	-	-	-

Notes : (1) * And spouse

(2) As of December 31, 2005, the Bank's total shares sold amounted to 2,870,851,586 shares, all of which are ordinary shares.

(3) As of December 31, 2006, the Bank's total shares sold amounted to 2,940,812,475 shares, all of which are ordinary shares.

(4) Mr. Veraphan Teepsuwan was appointed as member of the Board of Directors on April 27, 2006 by the resolution of 94th ordinary shareholders' meeting.

1.4 Compensation Given to Board Members and Executive Officers

Compensation for Members of the Board: The Bank has clear and transparent policies for compensating members of the Board. Compensation is comparable to that paid in the industry and has been approved at the annual general shareholders meeting. Members appointed to the Audit Committee receive additional compensation reflecting the amount of work assigned.

Compensation for Bank Executives: Compensation for Bank executives corresponds to the principles and policies set by the Board of Directors. Payment is based on the individual performance of each executive.

Total Compensation Paid in 2006: In 2006, the Bank made compensation to Board members and Bank executives according to the details shown below.

1) Cash compensation

A. Compensation paid to 9 board members (including pensions, transportation, and meeting fees) totaled 19,827,733 baht. Compensation paid to each individual board member is shown below:

Board Members	Amount Received (baht)
<u>Executive Members</u>	
1. Mr. Krit Ratanarak	3,020,000
2. Mr. Ekasak Puripol	1,056,000
3. Mr. Pongpinit Tejagupta	1,056,000
<u>Non-executive Members</u>	
4. Mr. Thipsamat Na Chiengmai	2,376,000
5. Mr. Pakorn Thavisin	2,376,000
6. Mr. Veraphan Teepsuwan	1,603,733 (appointed on April 27, 2006)
<u>Independent and Audit Committee Members</u>	
7. Mr. Surachai Prukbamroong	2,796,000
8. Mr. Virat Phairatphiboon	2,772,000
9. Mr. Yongyuth Withyawongsaruchi	2,772,000
Total	19,827,733

B. Compensation paid to 15 executive officers (salaries and bonuses paid to Executive Directors, the President, Senior Executive Vice Presidents, and First Executive Vice Presidents) totaled 100,110,517.50 baht.

2) Other compensation

- A total of 3,830,838 baht was paid into provident funds for the Bank's executive officers.

The Bank does not offer any non-cash benefits (e.g. shares or warrants) other than cash compensation to executives.

2. Compliance with Principles of Good Corporate Governance in 2006

Principles of Good Corporate Governance

The Bank has realized of the importance of good corporate governance as a vital factor for strong and sustainable business operations. It is also a foundation for the enhancement of efficiency and effectiveness. Good corporate governance helps to create confidence among shareholders, customers, employees, other stakeholders and the society as a whole. The key principles of good corporate governance are as follows:

(1) *Accountability and Responsibility* : being aware of one's duty and responsibility for the administration of an organization with honesty, integrity, and prudence according to the principles of Best Practice so as to achieve the most beneficial outcome.

(2) *Equitable Treatment* : treating stakeholders with equality and fairness according to justifiable rights.

(3) *Transparency* : conducting business with transparency. The management administration is open to public scrutiny. The information disclosed has to be accurate, transparent, timely, and suitable for a given situation.

(4) *Vision* : possessing vision in management with clear direction and a strategic goal so as to add value and long-term stability to the organization.

(5) *Code of Ethics* : promoting morality and good ethics in conducting business.

In addition, the Bank complies with the Principles of Good Corporate Governance for Listed Companies that the Stock Exchange of Thailand (SET) has adopted from the guidelines of the Organization for Economic Cooperation and Development (OECD) and the proposal of the World Bank as specified in the following five chapters:

Chapter 1 : Rights of shareholders

Chapter 2 : Equitable treatment

Chapter 3 : Role of stakeholders

Chapter 4 : Disclosure of information and transparency

Chapter 5 : Responsibilities of the Board of Directors

Compliance with the Principles of Good Corporate Governance

Chapter 1: Rights of Shareholders

1.1 The recognition of shareholders' rights

The Board of Directors recognized the importance of shareholders as the owners of the business, their right to make decisions regarding significant issues, and their power to control the Bank through the Board of Directors, the members of which are elected by shareholders. Therefore, the Bank has a policy to give equitable and fair treatment and legal rights to every shareholder. These rights include the right to attend shareholders meetings, the right to buy/sell or transfer shares, the right to receive news and information regarding the Bank, and the right to share in profit. The Bank encourages shareholders to fully exercise their rights and provides registrar personnel to serve shareholders and investor relations personnel to respond to any inquiries from shareholders and investors. In addition, the Bank disseminates information and news through its website: www.krungsri.com.

1.2 The encouragement to participate in shareholders meetings

Attending shareholders meetings is one of the most important rights of shareholders. It is also important for the Bank's decision making. Shareholders have the right to acknowledge rules and details regarding meetings, and to receive adequate information of the agenda in advance so as to be able to make decisions, to make comments and enquiries to Directors, and to transfer their meeting rights through proxy. The Bank has taken steps to encourage shareholders to exercise the above rights as follows:

(1) When the Board of Directors has passed a resolution to fix the date, time, venue, and agenda of shareholders meetings, the Bank will inform the Stock Exchange of Thailand to immediately disseminate information to shareholders.

(2) The Bank will make it convenient regarding the date, time and venue for shareholders to attend meetings. For instance, in 2006 the Bank held the 94th Annual General Meeting on Thursday April 27, 2006 at 14.00 hrs at the Multipurpose Conference Room, Head Office Building (Rama III Road).

(3) Notices to call meetings, including information and supplementary documents regarding the agenda, will be sent to shareholders no less than 10 days in advance. In case shareholders cannot attend meetings themselves, the Bank encourages them to send their proxies to attend meetings instead. The proxy forms designed by the Ministry of Commerce shall be sent to shareholders and the Bank will make an announcement about a particular meeting via newspapers for 3 consecutive days and no fewer than 3 days before the date of the meeting.

(4) On the meeting day, the Bank arranges reception officers to welcome and facilitate shareholder registration no less than two hours before the meeting. Since the Bank collects shareholders information in a computerized system, the registration will be done speedily and accurately.

(5) During the meeting, the Board of Directors invites shareholders to make any inquiries and suggestions that might be useful to the Bank. All Directors would normally attend the meeting (in 2006, one Director, Mr. Wirat Pairatpiboon, did not attend because of his traveling abroad). The ambiance of the meeting is informal and constructive.

The 94th Annual General Meeting had shareholders and proxies attend representing 1,697,254,932 shares, accounting for 59.11% of the total number of paid-up ordinary shares.

Chapter 2: Equitable Treatment towards Shareholders

The Bank has attached importance and paid respect to shareholders rights by implementing a policy to treat all shareholders on an equitable basis and in accordance with the stipulated laws regardless of the status of shareholders: executives, non-executives, or foreign shareholders. The Bank protects not only the basic rights of every shareholder but also gives equal treatment towards shareholders during meetings. The Bank also protects against insider trading and has disclosed the information on its Directors and executives in case there are transactions among related parties, so as to prevent a conflict of interest.

2.1 Shareholders' meetings

To enable the management and operations to be transparent and fair to all shareholders, shareholders are entitled to express their opinions or make inquiries to executives and participate in decision making. Therefore, it is specified that important issues must be submitted to the shareholders meeting for consent or approval such as operating results, last year's profit appropriation, election of Directors, appointment of auditors, etc. If there is any issue shareholders would like to propose, with a specified number of aggregate shares, shareholders may propose the issue and ask for a meeting.

Besides shareholder invitation notices for a meeting, the Bank also advertises on its website: www.krungsri.com. The invitation letter must reach shareholders no less than 10 days in advance (according to the Bank's regulations, it is required to reach Shareholders and the Public Limited Company registrar not less than 7 days in advance) while newspaper advertisements will be done for 3 consecutive days and no fewer than 3 days before a meeting.

In the meeting invitation notice, there is information regarding date, time, venue and agenda of the meeting, containing issues both for information and for consideration. Information and opinions of the Board of Directors are included therein to assist shareholders in their decisions.

The invitation notice has also informed shareholders of the list of documents to be shown before attending the meeting accompanied with a proxy form as given by the Commerce Ministry, which is prepared such that shareholders can dominate the direction of the vote and assign proxies to attend the meeting to vote on their behalf. For the meeting in 2006, the Bank offered additional alternatives to shareholders by proposing a list of the Chairman and Independent Directors for shareholders to choose as proxies to attend the meeting.

On the meeting day, shareholders have a 2-hour registration period according to the list on the closing date of share registration and the list of proxies. All members of the Board and senior executive officers realize of the importance of shareholders meetings and thus participate in every meeting to listen to shareholders' questions, opinions, and suggestions.

In the meeting, the Secretary to the Board of Directors informs all attending shareholders of the list of all attending directors together with criteria for casting votes before proceeding with the meeting in accordance with the agenda. During the meeting, the chairman of the meeting shall give the opportunity to all attending shareholders on an equal basis to fully examine the Bank's operations, make inquiries, express opinions/comments and give recommendations. In this respect, the chairman and the related executive officers shall reply to the shareholders' queries while accepting the shareholders' opinions and suggestions for further consideration and action as deemed necessary.

In passing the resolution of the meeting on every agenda item, shareholders have the right to vote for or against or abstain, as they deem appropriate. On the issue of the election of Directors, it is specified that shareholders can vote in favor, vote against, or abstain for each Director. For the vote on each item, if there is no objection, disagreement, or abstention, it is then regarded that the meeting has an approving resolution regarding the proposal. Otherwise, the shareholders who express objection, disagreement, or abstention shall be specifically provided with voting cards.

As to the shareholders meeting's adjudication or decision, the Bank shall inform the meeting that, for each agenda item, how many votes were cast by the shareholders in favor, how many against, and how many abstentions. All resolutions shall be decided by the majority vote by counting one share as one vote equally for each share. The resolutions, with the number of votes cast on each agenda item, are recorded and the minutes of the meeting are recorded accurately and completely. Copies of minutes of the meeting are then delivered to the government agencies concerned within a specified time and the minutes of the shareholders meetings are disseminated on the Bank's website: www.krungsri.com, in order that shareholders and the general public may be able to examine them.

As a result of the Bank's commitment to shareholders' rights to attend meetings and to treat all shareholders on an equitable basis, the Securities and Exchange Commission of Thailand evaluated the Bank's quality in organizing shareholders meetings at 86.97.

2.2 Measures to curb insider trading

To prevent Directors and executives from insider trading or gaining some advantages for themselves or others, the Bank has implemented section 59 of the Royal Decree on Securities and Exchange, B.E. 2535. Directors and executives have to report their transactions in a timely manner to Board of Directors' meetings.

In addition, the Bank maintains the policy of keeping its own and customers' secrets in the sense that people in the Bank shall not use secrets for their own advantage or the advantage of others. If violated, there are penalties in the following order:

- 1) verbal warning
- 2) written warning
- 3) probation
- 4) dismissal or request to resign

2.3 The requirement that Directors and executives disclose related-parties transactions.

In case there are any transactions between the Bank and parties related to its Directors or executives, it is required that the transactions be disclosed and Directors and executives concerned will not be involved in the decision-making process. The audit committee is responsible for disclosing transactions that might present a conflict of interest with accuracy and completeness.

Chapter 3: Role of Stakeholders

The Bank has not only realized of the importance of shareholders, but also has a policy to attach importance to and realize the rights of every group of stakeholders including the Bank's employees, customers, financial institutions concerned, trading partners, and society. In addition, the Bank treats stakeholders in each group with fairness, transparency, and in line with provisions or requirements of the laws, rules, and regulations concerned. These are for cooperation between the Bank and all groups of stakeholders to bring about advantages in operating performance and the stability of the organization. The Bank has taken actions relating to stakeholders as follows:

- *Shareholders.* The Bank respects shareholders' rights and treats all shareholders fairly and equitably. The Bank operates in accordance with sound and prudent management principles intended to promote the Bank's growth and generate fair returns for shareholders. Notification of operational results and financial statement documents are provided prior to each shareholders meeting
- *Bank's employees.* The Bank provides appropriate compensation and welfare, and continuously promotes and develops all employees.
- *Customers.* The Bank serves customers by providing a full range of quality products and excellent services that respond to customers' needs. The Bank also provides complete and accurate information, and treats customers with respect at all times.
- *Relevant Commercial Banks or Financial Institutions.* The Bank cooperates with other commercial banks in the exchange of useful information to prevent possible damage to the banking sector as a whole. The Bank promotes activities that lead to better understanding among banks, and competes with other commercial banks under prescribed laws and regulations. It cooperates with other commercial banks and financial institutions to lower costs for the entire commercial banking system.
- *Suppliers.* In compliance with the principles of honesty and integrity, the Bank shares useful information with suppliers to promote mutual success.
- *Society.* The Bank has pursued a policy giving cooperation and support to various policies and activities of the public or private sector as may be reasonable on a case-by-case basis. In this connection, the Bank has conducted its business within the legal framework by means of avoiding cooperation with and not giving support to clients who conduct illegal businesses or activities having a negative impact on the environment, and promoting and instilling awareness of responsibility for the community and society as a whole among employees and executives at all levels on a continuous basis.

Chapter 4: Disclosure of Information and Transparency

4.1. Disclosure of information

The Bank has a policy to enable its operations and management to proceed transparently and be able to be audited. The Bank also attaches importance to disclosure of information accurately, completely, and punctually. Such information is disseminated by the Bank to investors and parties concerned. Apart from the dissemination of information through respective channels and the Stock Exchange of Thailand, the Bank discloses information through the Annual Information Report Form (form 56-1) and the Annual Report (form 56-2) as well as its website: www.krungsri.com.

Disclosure of the Bank's information includes financial and non-financial reporting under the regulations of the SEC, the Stock Exchange of Thailand, as well as related information, i.e., policy and implementation on corporate governance, policy and implementation on social responsibility, policy and compensation given to Directors, and information related to the Board of Directors and the responsibility of the Board of Directors.

4.1.1 Financial Reports and Responsibility of the Board of Directors for financial reporting

The Board of Directors is responsible for the Bank's financial statements, the consolidated financial statements of the Bank and its subsidiaries, and all financial information appearing in the annual report. These financial statements have been prepared in accordance with generally accepted accounting principles and there is adequate disclosure of important information in the notes to the financial statements. In addition, the financial statements have passed the examination of Certified Public Accountants and been verified by Audit Committee. The Board of Directors has also prepared a report entitled "Responsibility of the Board of Directors for Financial Reporting" as attached herewith in the annual report (form 56-2) next to the "Report of the Independent Certified Public Accountants".

4.1.2 Policy and Implementation on Corporate Governance

The Bank has formulated Policy on Corporate Governance in writing with the approval of Board of Directors with the determination to conduct business operations following the Principles of Good Corporate Governance. This is to allow the Bank's management to move forward with transparency, efficiency, and effectiveness, bringing about benefit and confidence to all stakeholders. In order to create correct understanding and set the same guidelines within the Bank, the Human Resources Management Department is responsible for organizing training programs and briefings as well as distributing the Bank's Principles of Good Corporate Governance, which have been published as a booklet distributed to all employees for information and to promote compliance with the policies and principles. The Department has also monitored compliance with Good Corporate Governance to make assessments and revise guideline to suit changing situations. The Principles of Good Corporate Governance have also been disseminated on the Bank's website: www.krungsri.com

4.1.3 Policy on Social Responsibility and Policy Implementation

The Bank has pursued a policy giving cooperation and support to various policies and activities of the public or private sector as may be reasonable on a case-by-case basis. In this connection, the Bank has conducted its business within the legal framework by means of avoiding cooperation with and not giving support to clients who conduct illegal businesses or activities having a negative impact on the environment, and promoting and instilling the awareness of responsibility for the community and society as a whole among employees and executives at all levels on a continuous basis.

In 2006, the Bank placed great importance on social responsibility as well as participation in the auspicious occasion of the 60th Anniversary Celebration of His Majesty the King's Accession to the Throne by joining with other organizations to construct a beautifully decorated "Arch of the Origin of God" on Rajadamnern road stretching from the Rattanakosin Hotel to Lan Kanjanapisek. The Arch featured pictures of His Majesty the King's royal duties from His Majesty's youth until the 60th year of the reign. It was exhibited until January 2007.

Social activities that the Bank has continuously carried out include:

- Supporting a television program called "Krungsri Archives" aired on Channel 7 to preserve knowledge about Thai culture.
- Renovating Suwandararam temple in Ayutthaya province. This is a royal temple of the early Chakkri Dynasty built by the parents of King Rama I.
- Supporting the construction of signs in the historical museum in Sukhothai province, which is one of the most important historical museums in Thailand.
- Conducting a staff charity program to collect funds to help people suffering from flooding disasters in many areas including Ayutthaya, Chantaburi, Angthong, and Chiangmai. The Assistance program also extended to people who suffered from cold weather in Uttaradit, as well as people who suffered from HIV at Wat Phrabat Nampu.

4.1.4 Policy and Compensation given to Directors and Executives

To reflect the duty and responsibility of each director and high-ranking executive, the Bank disclosed its policy on compensation given to Directors and Executives as well as the amount of compensation received by each of them in the Annual Information Form (form 56-1) and in the Annual Report (form 56-2)

4.1.5 Information related to Directors and duties of Directors

The Bank has prepared lists of its board members, independent board members, and members of other working committees including the background of each individual involved, as well as scope of authority and certain types of activities of the Board of Directors and other working committees for the past business year and disclosed them in the Annual Information Form (form 56-1) and in the Annual Report (form 56-2). This is to inform shareholders about the experience and capability of the directors and other committee members which contribute to the support of the Bank's businesses.

4.2 Relations with all concerned

In addition to disclosure and dissemination of the Bank's information through various media, the Bank has its Public Relations Department to provide facilities and support as well as dissemination of information to ensure communication of information between the Bank and external organizations and the general public.

The Bank has set up an Investor Relations Group, which has the following responsibilities:

- (1) To promote good investor relations by coordinating with and providing information to investors, fund managers, credit rating agencies, correspondent banks, and other relevant organizations;
- (2) To keep abreast of current trends and conduct comparative analyses of commercial banks and other financial institutions in order to be able to provide accurate information to analysts, investors, financial institutions, credit rating agencies and other pertinent organizations.

Investors can contact the Investor Relations Group by telephone at 0-2296-2971, or by e-mail at irgroup@krungsri.com.

Chapter 5: Responsibilities of the Board of Directors

5.1 Committee structures

The Bank's committee structure consists of four committee bodies: the Board of Directors, and three sub-committees appointed by the Board of Directors to assist in overseeing the Bank's businesses, namely,

- (1) Executive Officer Committee,
- (2) Audit Committee,
- (3) Risk Management Committee.

The composition, membership, selection methods, and scope of authority for each of these bodies, along with the names of the committee members were mentioned under the topic of Management (1.1) Committee Structures.

5.2 Roles, duties, and responsibilities of the Board of Directors

The scope of authority of the Bank's committees has been mentioned under the topic of Management (1.1) Committee Structures. Each committee has well-defined responsibilities with no overlapping scope of work or duties. The roles of the committees are to closely monitor and ensure the compliance of management to the rules and regulations of the Bank. Planning for strategic direction, developing strategies for the future, approving the business plan, and setting standards for supervising the operations of the Bank are also the roles of the committee.

5.2.1 Defining strategies, operational policy, reviewing and approving operation plans including the appointment of a committee to oversee the Bank's operations.

Business Policy and Strategy : The Board of Directors has an important responsibility to define the Bank's directions and its strategic goals. The Board participated in setting the direction and strategic goals for the Bank. In addition, the Board has also helped set targets for business growth, developed business policies and operational plans, as well as periodically developing and revising plans in order to achieve the desired goals.

Vision of the Board of Directors and Its Independence from Management : In order to enable the effective development of business policy and strategy, the Bank has gone through a careful selection process in order to find the right candidates who have extensive work experience and skills in financial institutions. The chosen candidates have functioned as Board members whose responsibility is to make important decisions independently from the influence of management. To ensure independence, the majority of the Board members, or approximately two-thirds of them, are outsiders. Timely, accurate, and proper information was also regularly supplied to them.

The Appointment of Sub-committees : The appointment of sub-committees comprising qualified and knowledgeable persons is another important responsibility of the Board of Directors. The appointed sub-committees are:

- (1) Executive Officer Committee,
- (2) Audit Committee,
- (3) Risk Management Committee.

The sub-committees have their authorities and responsibilities as specified by the Bank's regulations or as assigned by the Board of Directors. Generally, they monitor, control, and make endorsements regarding the operations of the Bank such as its vision and mission, its business strategies, and budget. The objectives of the committees are to ensure that the operations of Bank are effective, efficient, and adhere to the Bank's policies.

5.2.2 Ensuring that the operations of the Bank are in the right direction and in line with rules and regulations.

Besides defining strategies and setting up the operational policy for management, the Board of Directors is also responsible for ensuring that the management runs the organization legally, in accordance with the Bank's policy, and in an efficient and effective manner, in order to protect the interests of the Bank, its shareholders, and stakeholders.

In order to allow the Board of Directors to monitor the Bank's operations efficiently, the Board is responsible for the preparation of reports to supply sufficient information regarding the progress of operations, and external factors affecting the Bank. With this information, the Board of Directors is able to make timely adjustments or take corrective action effectively.

5.2.3 Establishing standards for Corporate Governance Policy

In conducting the Bank's business, although there are rules and regulations for monitoring operations, the Board of Directors has adhered to a standard to ensure security and stability for the organization. In addition to promotion of code of ethics to be observed by staff and management, there is also promotion of a good system structure including prevention of conflict of interest, internal audit control, and risk management as well as the production of operating manual to control operations and promote good corporate governance. The details follow.

(1) Business Ethics : The Bank has compiled and published a code of ethics for the banking business, defining a standard of honesty and integrity to which Bank's staff are to conform in the performance of their duties under the scope of behavior and treatment to stakeholders distributed to Board of Directors, management, and all levels of staff. The manual is regarded as the guidelines for all staff to observe in the operation of the business with honesty and integrity. Related training courses and observations have also been arranged so as to ensure effectiveness.

(2) Preventing Conflict of Interest : The Board and management are well aware of conflict of interest prevention and took appropriate measures to cope with it. For example, in considering any issue in a Board of Directors meeting, if a Board member might encounter a conflict of interest, such a member would not participate in considering or voting on that particular issue. The name of the member would also be recorded to comply with the rules of information disclosure as announced by the Securities and Exchange Commission. The announced rules were also made part of the Bank's regulations.

The audit committee is responsible for verifying the completeness and accuracy of information disclosure regarding conflict of interest issues.

Whenever there is a change of stock ownership (of the registered shares) of any member of the Board of Directors or management (as defined by the Securities and Exchange Commission), a report is required to be filed with both the Securities and Exchange Commission and at the Board of Directors meeting.

(3) Internal Audit and Control Mechanisms : The Bank has recognized the importance of internal control and auditing systems and taken the following measures.

- 1) Internal audit and control. There is a written job description, spelling out the precise duties and responsibilities of every position in the Bank. There is an effective system for monitoring the use of the Bank's assets. Operational staff is distinctly separated from staff responsible for monitoring and evaluating Bank procedures. This creates an effective system of checks and balances. The Bank also has a system of financial controls with financial reporting regularly submitted to relevant executives.

- 2) The Bank has an internal audit team in charge of ensuring that the Bank's main business and its important financial operations comply with set guidelines. There is a separate and independent IT audit team that inspects and evaluates the Bank's IT controls. Together, these internal audit structures create a system of checks and balances that ensure that the Bank's operations and activities comply with set guidelines. It is the duty of the Compliance Unit to verify the Bank's compliance with all laws and regulations pertaining to the commercial banking and securities business. The Compliance Unit and internal audit teams report directly to and are evaluated by the Audit Committee.

(4) Risk Management System : The Bank has attached importance to the risk management system by making arrangements to reduce any loss or damage that may be incurred through the establishment of the Risk Management Committee with the duty to specify the scope and policy of the Bank's risk management.

The Risk Management Department has been set up to perform the duty of developing and managing risk with efficiency as well as preparing reports on risk management for submission to the Risk Management Committee. The Risk Management Committee has the duty of and responsibility for formulation of the Policy on the Bank's Integrated Risk Management that will cover risks according to the Risk-Based Approach prescribed by Bank of Thailand such as Strategic Risk, Credit Risk, Market Risk, Liquidity Risk, Operational Risk, and Legal Risk as well as other risks that might negatively affect the Bank's reputation.

In addition, the Risk Management Committee has a duty to formulate strategy to be in line with the Bank's Integrated Risk Management so that the Committee can assess, monitor and control the risk volume of the Bank to be at a reasonable level.

In this regard, the Risk Management Committee has to review the adequacy of the policy, the risk management system, the effectiveness of the risk management system, and compliance with the policy on a continuous basis in order to enhance the capability of the Bank's Integrated Risk Management with care, prudence, and efficiency.

(5) Operation Manual : The Board of Directors has encouraged the management to develop an operation manual. Accordingly the management, represented by the System Group of the Office of the Chief Executive Officer developed a manual and announced it as the regulations for the Bank's operations. The monitoring to ensure that parties adhere to the regulations is the responsibility of concerned units. The regulations are also subject to periodic revision in order to suit changing situations.

(6) Corporate Governance Policy : The Bank has published principles for good corporate governance approved by the Board of Directors meeting. The Human Resource Management department has assumed the major role in arranging training sessions, publishing the principles, and distributing them to employees. The department has also kept its eye on implementation to see if any periodic modification is needed to match with the requirements of changing conditions. The corporate governance principles were also published on the Bank's website: www.krungsri.com.

The Board of Directors has annually evaluated the Bank's compliance with the principles of good corporate governance, and taken corrective actions to make the operations of the Bank congruent with the principles in a way that produces greater benefits for all stakeholders.

5.3 The Board of Directors' Meeting

(1) Meeting attendance : To enable the Board of Directors and its Committees to consider respective matters under their responsibility and to monitor the management's performance in a continuous and

timely manner, the various Committees call meetings regularly and hold additional meetings as deemed necessary, especially on the part of the Board of Directors, as specified in the Articles of Association of the Bank, which state that the Board must meet at least once in three months.

During 2006, the Bank had 19 meetings of the Board of Directors. As for the meetings of Sub-Committees in 2006, the Management Committee held a total of seven meetings, Audit Committee held six, the Risk Management Committee held four.

Normally, each Director/Member of each Board/Committee attends every meeting except in the case where a certain Director/Member has an important mission such as attending a meeting with a government agency or traveling abroad.

The date of the Board of Directors meeting is fixed in advance to allow Directors be available well in advance for meeting attendance. An invitation letter must be sent to all Directors not less than seven days before the date of a meeting.

In 2006, the Board of Directors meetings were scheduled to be held once a month on the Wednesday of the third week of the month except in any urgent case pursuant to the Bank's rights or interests, whereby the Board of Directors meeting was held as a special case and the Bank informed the Directors of such a meeting.

(2) Consideration of proposed agenda : The Secretary to the Board of Directors will collect all subjects or issues sent by various Departments for submission to the Board of Directors meeting for information and/or consideration for concurrence or approval, to be submitted to Chairman of the Board for approval and will arrange them as agenda items of the Board meeting together with supplementary documents for consideration to be delivered to all Directors for advance consideration before the day of meeting.

(3) Meeting documents : Each and every Director will receive a meeting agenda together with supplementary documents on each agenda item seven days in advance.

(4) Board meeting process : Each Board meeting takes an average of two hours. The meeting time may be more or less than this, depending on the number of agenda items and the simplicity or complexity of the subjects or issues submitted to the Board of Directors for consideration. The Chairman will allow all Directors to freely make inquiries or give recommendations and extensively debate major issues to enable consideration of such issues to be made carefully. At the same time, all inquiries, proposals, replies, or explanations and resolutions of the meeting on such an agenda item will be recorded in the minutes of the meeting so that they can be checked. If any Director has an interest in any subject or issue, that particular Director will not take part in the consideration and will abstain on such an issue and such a case will also be recorded in the resolution of the issue.

(5) Invitation to Management to attend Board meetings : In a Board of Directors meeting, members of the Management Committee and management will attend to explain the presented or proposed issues and also to reply to questions and queries raised by the Board of Directors.

(6) Access to information : Supplementary documents for the Bank's consideration or information are to be notified according to guidelines specified by the Stock Exchange of Thailand, such as a report on operating performance or financial statements, work plans, policies, targets, and key projects is to be submitted first to the Board of Directors for information or approval. In this regard, the management directly responsible for the issue in question will also participate in explaining or clarifying the details and replying to various questions raised by of the Board of Directors.

(7) Joint meeting of Non-executive Directors and Independent Directors : In 2006 two Non-executive Directors, namely Mr. Thipsamat Na Chiangmai and Mr. Pakorn Thavisin, and three Independent

Directors namely Mr. Surachai Prukbamroong, Mr. Virat Phairatphiboon, and Mr. Yongyuth Withyawongsaruchi jointly attended one meeting. All Non-executive Directors and Independent Directors attended meetings to discuss the issue of improving the process of lending or credit extension and to see whether there were still deficiencies or issues that needed revision and to consider other subjects deemed appropriate.

5.4 Compensation Given to Board Members and Executive Officers

Compensation for Members of the Board : The Bank has clear and transparent policies for compensating members of the Board. Compensation is comparable to that paid in the industry and has been approved at the annual general shareholders meeting. Members appointed to the Audit Committee receive additional compensation reflecting the amount of work assigned.

Compensation for Bank Executives : Compensation for Bank executives corresponds to the principles and policies set by Board of Directors. Payment is based on the individual performance of each executive.

Total Compensation Paid in 2006 : In 2006, the Bank made compensation to Board members and Bank executives according to the details specified earlier in item 1.4 “Compensation Given to Board Members and Executive officers”.

5.5 Development of Directors and Executives

5.5.1 Knowledge and understanding of job performance

The Bank is aware of the importance of the Board of Directors in looking after shareholders’ rights in a correct and fair manner to gain the confidence of the people concerned and for the Bank’s long-term growth. Therefore, the Bank has nominated persons with knowledge and competency as well as experience gained from working in financial institutions to perform the duty of members of the Board of Directors by overseeing the Management’s compliance with rules and regulations, approving business plans, setting standards for supervision of operations and giving directives and strategic plans for the future.

In addition, to promote good corporate governance, the Bank has become a member of the Thai Institute of Directors Association, membership no. JM 0089, represented by 7 of the board members as listed below.

- (1) Mr. Thipsamat Na Chiengmai
- (2) Mr. Ekasak Puripol
- (3) Mr. Pakorn Thavisin
- (4) Mr. Yongyuth Withyawongsaruchi
- (5) Mr. Virat Phairatphiboon
- (6) Mr. Surachai Prukbamroong
- (7) Mr. Pongpinit Tejagupta

5.5.2 Succession plan and executive development

To prepare the Bank’s officers to take over executive positions, the Bank has formulated a Succession Plan and a Specific Training and Development Plan by means of considering executives with outstanding performance and potential that can be developed to take higher duties or missions in each department of the Bank. Moreover, a Career Plan has also been prepared for those executives. Meanwhile, the Bank formulated a Specific Training and Development Plan to promote the Bank’s officers to gain greater knowledge and competency by adopting the concept of Competency Based Management together with monitoring success in such development for appointment and promotion of the Bank’s officers.

5.5.3 Training

The Bank encouraged Directors, executives and staff to attend seminars and workshops designed to help them better serve the Bank's stakeholders and comply with good corporate governance policies.

In 2006, the Human Resources Department arranged a total of 86 training courses with 437 classes. Examples of important training courses for executives include Management Refreshing Program, Excellence in Situation Management, Result-Based Management for Success, Account Management and Strategies to Retain Customers, Operational Risk Management, Business Negotiation, Process Quality Improvement, AML/CFT ROSCs, Business English for Executives, and Business Writing. Special lectures included BAY in a Foreign Investor's Perspective, Change Management, Bridging the Gap, Corporate Change under a Competitive Environment, Thai Political and Economic Conditions over the Second Half of 2006, the Oil Situation and the Adjustment of Thai Petrol Retailers, Deposit Insurance Agency: The Adjustment of Commercial Banks, Service Strategy to Satisfy and Retain Customers, Changing Accounting: Its Impact on Financial Statements, and This Is GE. In addition, the Bank also encouraged employees to participate a total of 19 external training sessions/ seminars. Scholarships were also granted to 32 people to continue their education at the Master's level.

With respect to the training courses in Good Corporate Governance in 2006, the following courses were offered:

<u>No.</u>	<u>Topics</u>	<u>Classes</u>	<u>Participants</u>
1	Branch Management Development Program (BMDP)		
	- Morality and Code of Ethics for Employees	3	100
	- AML/CFT ROSCs	1	34
2	Banking and financial officers		
	- Morality and Code of Ethics for Employees	2	44
	- Rules and Regulation for Commercial Banks	2	44
	- AML/CFT ROSCs	1	12
3	Credit Extension 1		
	- Concerned laws for credit extension	4	184
4	Credit Analysis		
	- Concerned laws for credit extension	2	73
5	Orientation for New Employees		
	- AML/CFT ROSCs	9	251
6	Bank Officers		
	- AML/CFT ROSCs	13	533
7	Meeting of Regional Managers, Area Managers, and Branch Managers		
	- AML/CFT ROSCs	1	904
8	AML/CFT ROSCs	29	4,212
Total		67	6,391

The following board members went through training/seminar programs sponsored by the Thai Institute of Directors Association:

Bank's Board of Directors	Topics/Curriculum/Seminars
1. Mr. Thipsamat Na Chiengmai	• Directors Accreditation Program (DAP) • Directors Certification Program (DCP)
2. Mr. Pakorn Thavisin	• Directors Certification Program (DCP) • Directors Diploma Examination (Fellow Member) • Board Failure and How to Fix It
3. Mr. Surachai Prukbamroong	• Chairman 2000 • Directors Accreditation Program (DAP) • Board Performance Evaluation
4. Mr. Virat Phairatphiboon	• Directors Certification Program (DCP) • Audit Committee Program (ACP)
5. Mr. Yongyuth Withyawongsaruchi	• Directors Certification Program (DCP) • Audit Committee Program (ACP) • Board Performance Evaluation • Setting the CEO Performance Plan and Evaluation

The following executive officers went through training/seminar programs sponsored by the Thai Institute of Directors Association:

Bank's Executives	Topics/Curriculum/Seminars
1. Mr. Virojn Srethapramotaya (Chief Commercial Lending Officer)	• Directors Accreditation Program (DAP) • Directors Certification Program (DCP) • Directors Diploma Examination (Fellow Member) Note: Got a training course certificate titled "Leadership Intensive Program (2006)". arranged by Thailand Management Association
2. Mr. Chet Raktakanishta (Chief Operation Officer)	• Directors Certifications Program (DCP) • Financial for Non-Finance Director (FN) • Audit Committee Program (ACP) • Director Financial • DCP Refresher Course (Class 3/2006)
3. Mr. Amornsuk Noparumpa (General Council)	• Directors Certification Program (DCP)
4. Mr. Nanthasit Leksrisakul (First Executive Vice President)	
5. Miss Jiraporn Popairoj (Senior Vice President and Manager, Accounting Department)	
6. Mrs. Charlotte Donavanik (Chief Business Marketing & PR Officer)	• Directors Accreditation Program (DAP)
7. Mr. Nuttawit Boonyawat (First Executive Vice President)	
8. Miss Nopporn Tirawattanagool (First Executive Vice President)	
9. Mr. Suwat Suksongkroh (Secretary to the Board of Directors)	• Directors Certification Program (DCP) • Company Secretary Program (CSP 1/2002) • DCP Refresher Course (Class 2/2006) Note: Got a training course certificate titled "Corporate Secretary Development Program" arranged by the Faculty of Commerce and Accountancy of Chulalongkorn University on November 25, 1993

3. Internal Controls

The Board of Directors meeting (2/2007) held on January 18, 2007, was jointly attended by three members of the Audit Committee. At this meeting the Board evaluated the adequacy of the Bank's internal control mechanisms in the following areas: organizational and environmental management, risk management, inspection and control over executives' operations, information technology and communications, and monitoring systems. The Board determined that existing control procedures and mechanisms were adequate and conform to official guidelines set down by the Securities and Exchange Commission.

In its dealings with major shareholders, directors, executive officers, and other interested parties, the Bank complies with the Commercial Banking Act and laws pertaining to securities and securities exchange, which prevent the parties named above from making unauthorized use of the Bank's assets. The Board of Directors is in general accord with Audit Committee on these matters.

The Bank appointed Deloitte Touche Tohmatsu Jaiyos Audit Company Limited to audit the Bank's financial statements for 2006. A complete examination of the Bank's internal accounting system was conducted within the necessary parameters and in accordance with generally accepted accounting standards. The auditors found no reason to believe that the financial statements contained any inaccuracies or failed to comply with generally accepted principles of accounting.

The Bank has also attached herewith the report of Audit Committee as an annex to the annual report.

4. Policy of Paying Dividends

Bank's Policy on Paying Dividends

It is the policy of the Bank to pay its shareholders fair and reasonable dividends that reflect economic conditions and the Bank's performance over the previous year. This is in compliance with article 41 of the Bank's Articles of Association that states:

"Dividend shall not be paid from sources other than profit. The Company shall allocate as reserves a portion of net annual profit not less than the proportion specified by the Laws. The profits remaining thereafter may be allocated as reserves of various kinds, as the Board of Directors may deem proper, after approval from the shareholders' meeting.

The Board of Directors may from time to time pay to the shareholders such interim dividends, if the directors believe that the profits of the Company justify such payment. The payment of interim dividends shall be reported to the shareholders at the next general meeting of shareholders.

The payment of dividends shall be made within the period prescribed by the Laws, starting from the date that a resolution is passed by the general meeting of shareholders or the Board of Directors, as the case may be. A written notice shall also be sent to the shareholders and a publication of the notice of such payment of dividends shall be made in a newspaper".

Subsidiaries' Policy on Paying Dividends

All dividend payments by the Bank's subsidiaries must be approved by a resolution of the shareholders meeting. In each case, the company must allocate not less than one-twentieth of net profits as reserves until the total amount allocated is equal to or more than one-tenth of the company's capital.

5. Related Party Transactions

The Bank disclosed information regarding related-party transactions under section 5.23 of notes to the Consolidated and the Bank's financial statements for the year ended December 31, 2006.

The Bank has business transactions with subsidiary, associated, and related companies, which are companies that have shareholding in and /or major shareholders and/or joint directors in common with the Bank. Such related transactions are part of the normal business of the Bank and are subject to the same conditions as other customers. Fees are charged at market rates. With regard to the Bank's policy of providing allowance for doubtful accounts, the Bank has complied with the same Bank of Thailand regulations as those applied to other debtors.

The Bank's policies and prospects for related party transactions in the future will remain unchanged from the previous year. Such transactions will continue to be considered as part of the Bank's normal business and will be charged at current market rates.

(1) Major related party transactions

As of December 31, 2006, the Bank extended long-term loans to the Bank of Ayudhya Asset Management Company Limited, a subsidiary in which the Bank has 99.99% ownership, divided into a 10-year term loan of 21,063 million baht and an additional 5-year term loan of 2,629 million baht.

(2) Necessity and justification for the transactions

These related party transactions were necessary and justified in order to obtain maximum benefits for the Bank. Loans and commitments to certain officers from the level of departmental chief upward and related firms with shareholders or directors in common with the Bank are considered as part of the normal business of the Bank.

(3) Approval process for related party transactions

All of the Bank's related party transactions are part of its normal business and, as such, are subject to the Bank's normal loan approval procedures. Loan applications are screened by the appropriate panel or panels, based on the amount of credit requested. Executives with a stake in the transaction in question are strictly excluded from the approval process.

(4) Policies for and likelihood of related party transactions in the future

The Bank's policies and prospects for related party transactions in the future will remain unchanged from the previous year. Such transactions will continue to be considered as part of the Bank's normal business and will be charged at current market rates.

6. Auditor's Fees

1. Audit fees*

The Bank and its subsidiaries paid audit fees to the following:

- The Bank and its subsidiaries' auditors, 13,146,000 baht,
- Auditing firms, individuals or businesses whom the Bank's auditors employed, 1,253,718 baht.

2. Non-audit fees

The Bank and its subsidiaries paid non-audit fees for services consisting of preparation of special reporting as required by Bank of Thailand, the Debt Offering Project FRN, reporting the audit to the shareholders' auditors, and the audit examination. The following parties received payments.

- The Bank and its subsidiaries' auditors

In the past year, no money was paid, and in the future, no money will be paid for services previously agreed upon but not yet fully provided.

- Auditing firms, individuals, or businesses whom the Bank's auditors employed

In the past year, a total of 7,912,038.48 baht was paid, and in the future, an additional sum of 520,000 baht will be paid for services agreed upon in the previous budget year but not yet fully provided.

* Audit fees do not include other actual expenses, such as transportation and per diem payments.

OFFICE	ADDRESS	TEL
REGIONAL AND AREA OFFICES		
METROPOLITAN		
Regional Office 1	Samrong	0-2758-2855-6, 0-2384-2539
Area 1	Samrong	0-2758-2855-6, 0-2384-2539
Area 2	Thanon Sukhumvit 71	0-2390-0021, 0-2390-2913-4
Regional Office 2	Chok Chai 4	0-2931-1617-8, 0-2539-0558
Area 3	Chok Chai 4	0-2931-1617-9
Area 4	Chok Chai 4	0-2931-1617-8
Regional Office 3	Saphan Pra Nangklae	0-2969-8301-6
Area 5	Saphan Pra Nangklae	0-2969-8300-6
Area 6	Saphan Pra Nangklae	0-2969-8301-6
Regional Office 4	Saphan Pha Pinklao	0-2433-7043-7
Area 7	Saphan Pha Pinklao	0-2433-4678-81
Area 8	Rat Burana	0-2463-2723, 0-2464-1445-6, 0-2463-5772-4
Regional Office 5	Samyack	0-2221-5817, 0-2221-9898, 0-2222-4530
Area 9	Samyack	0-2221-7828, 0-2221-0893, 0-2224-8385
Area 10	Samyack	0-2223-5088, 0-2223-4978, 0-2223-3122
Regional Office 6	Ploenchit Office	0-2208-2775-7, 0-2208-2779
Area 11	Ploenchit Office	0-2208-2771-2
Area 12	Ploenchit Office	0-2208-2773-4
PROVINCIAL		
Regional Office 1	Wang Noi	0-3521-5434-5
Area 5	Thanon Phahon Yothin Saraburi	0-3631-8405, 0-3622-2255, 0-3622-2266
Area 21	Ang Thong	0-3562-5152-3
Regional Office 2	Thanon Sukhumvit	0-3828-5831, 0-3827-7741-2
	Cholburi	
Area 6	Noen Teng	0-3828-3324, 0-3828-7119, 0-3827-8155-6
Area 7	Rayong	0-3861-5177-8, 0-3880-0177-8
Area 23	Bang Khla	0-3854-1608, 0-3854-2257, 0-3882-7729
Regional Office 3	Thanon Mitrphap	0-4322-2070, 0-4322-1196, 0-4322-1276
Area 1	Thanon Mitrphap	0-4322-0858
	Khon kaen	
Area 17	Udon Thani	0-4224-1771, 0-4224-1981
Area 24	Sakon Nakhon	0-4271-3573, 0-4271-2329
Regional Office 4	Hua Thale Nakhon Ratchasima	0-4424-2193
Area 2	Roi Et	0-4351-5165-6
Area 3	Ubolrajdhani	0-4524-4694-5
Area 4	Hua Thale Nakhon Ratchasima	0-4423-0462
Area 25	Surin	0-4453-8148-9
Regional Office 5	Thanon Chotana	0-5335-7108-9, 0-5321-4129, 0-5335-7110
Area 8	Thanon Chotana	0-5322-2942, 0-5322-2944
	Chiang Mai	
Area 27	Ha Yaek Phokhun	0-5374-8166, 0-5371-1460, 0-5371-2350
	Mengrai Subbranch	
Regional Office 6	Phitsanulok	0-5522-1239-41
Area 9	Phitsanulok	0-5522-1579-81
Area 10	Thanon Sawanwithi	0-5622-8211-3
	Nakhon Sawan	
Area 18	Petchaboon	0-5672-0313, 0-5672-1757

OFFICE	ADDRESS	TEL
Regional Office 7	Ratchburi	0-3231-0550, 0-3231-0461-2
Area 12	Phra Prathon	0-3428-4038-9
Area 13	Phetchaburi	0-3241-3496-7, 0-3241-2909
Area 19	Suphanburi	0-3552-1918
Area 28	Ratchburi	0-3231-0461-3
Regional Office 8	Thanon Poon Phol	0-7621-3096, 0-7621-3114, 0-7621-3217
Area 14	Phuket	0-7728-3112, 0-7728-6006
Area 15	Surat Thani	0-7621-7112-3
Regional Office 9	Thanon Poon Phol Phuket	0-7435-1508-9
Area 16	Haadyai	0-7421-7301
Area 20	Thanon Kanchana wanit Hat Yai	0-7531-8767-70
	Khu Khwang	
	Nokhon Si Thammarat	
DOMESTIC BRANCHES		
BANGKOK		
ARUN-AMARIN	799/2 Arun Amarin Rd.,BKK 10700	0-2412-6186-8
ASSUMPTION	682 Soi Ramkham haeng 24, Ramkham haeng Rd., BKK 10240	0-2300-4452-3
UNIVERSITY (HUA MARK) *	103/127-128 Moo 6, Ekkachai Rd., BKK 10150	0-2416-8010-1
BANG BON	2/91-93 Moo 1, Rama II Rd., BKK 10105	0-2428-4389-90
BANG MOT	616/120 Techa Wanit Rd., BKK 10800	0-2587-0635-6
BANG SU	3131 Lat Phrao Rd.,BKK 10240	0-2377-1724, 0-2377-5352
BANGKAPI	748 Phet Kasem Rd., BKK 10160	0-2454-2947-50
BANGKHAE	1979 Phahon Yothin Rd., BKK 10900	0-2561-3017, 0-2579-1619
BANG-KHEN	222 Moo 10, Vipawadi Rangsit Rd., BKK 10210	0-2504-3030-4
BANGKOK INTERNATIONAL AIRPORT *	631/16 Charan Sanit Wong Rd., BKK 10700	0-2424-0599, 0-2424-0600
BANGKOK NOI	873/3 Samsen Rd.,BKK 10300	0-2243-3256, 0-2243-3262
BANGKRABUE	83 Chakra bongse Rd.,BKK 10200	0-2282-8253-4
BANGLAMPOO	397,399 Charan SanitWong Rd., BKK 10700	0-2424-0948, 0-2435-2257
BANG-O	318 Silom Rd., BKK 10500	0-2237-7177, 0-2237-7148
BANGRAK	88 Bangna-Trat Rd., BKK 10260	0-2398-9834-5, 0-2398-9837
BITEC BANGNA	1691 Phahon Yothin Rd., BKK 10900	0-2541-1176-7
CENTRAL LAT PHRAO *	7/484 Boromarajajonani Rd., BKK 10700	0-2433-4830-1, 0-2433-4836
CENTRAL PINKLAO *	128 Moo 6, Rama II Rd.,BKK 10150	0-2872-1478-80
CENTRAL RAMA II	999/9 Rama I Rd., BKK 10330	0-2264-5078-82
CENTRAL WORLD	15 Phaya Thai Rd., BKK 10400	0-2245-9517-9
CENTURY PLAZA *	29/189-191 Moo 1, Chaeng Watthana Rd.,BKK 10210	0-2574- 6174-6
CHAENG WATTHANA 14	192-194 Chakkrawat Rd., BKK 10100	0-2222-1677, 0-2222-1848
CHAKKRAWAT	314 Chakkaphatdi Phong Rd., BKK 10100	0-2280-1757-8
CHAKRAPHATPHONG	106 Charu Muang Rd., BKK 10330	0-2214-2352-3
CHARU MUANG	22/329 Moo 13, Soi Lat Phrao 53 (Chok Chai 4), Lat Phrao Rd.,BKK 10230	0-2530-1696, 0-2530-3790
CHOK CHAI 4		

OFFICE	ADDRESS	TEL
CHULALONG KORN 42 *	198 Phaya Thai Rd., BKK 10330	0-2219-1624-6
DAO-KHANONG	1033,1035,1037 Somdet Phrachao Taksin Rd., BKK 10600	0-2476-0036, 0-2476-5369
DIN-DAENG	2/14 Pracha Songkhro Rd., BKK 10400	0-2245-4241-2, 0-2642-8839
DONMUANG	342/137 Moo 7,	0-2972-5644-7
(NEW BRIDGE)	Phahon Yothin Rd.,BKK 10220	
EKAMAI	1473 Sukhumvit Rd., BKK 10110	0-2714-0082-5
EMPIRE TOWER *	195 South Sathon Rd., BKK 10120	0-2670-1648-50
ESPLANADE RATCHADA	99 Ratchadaphisek Rd., BKK 10400	0-2660-9120-2
FASHION ISLAND *	5/5-6 Moo 7, Ram Indra Rd., BKK 10230	0-2947-5140-2
FORTUNE TOWN	5 Room 6-8, Ratchada Phisek Rd.,BKK 10400	0-2248-3380-3
FUTURE MART RAMA III	295 Rama III Rd., BKK 10120	0-2292-0673-4, 0-2289-1141
GEMOPOLIS	40/3 Soi Sukha Phiban 2(Soi 31), Sukha Phiban 2 Rd., BKK 10260	0-2727-0420-1
INDUSTRIAL ESTATE *	45/581 Moo 6, Rama II Rd., BKK 10150	0-2895-4204-6
HOME PRO RAMA II *	647/19 Ramkhamhaeng (Sukha Phiban 3) Rd., BKK 10240	0-2370-1160-2
HOME PRO	2229/11-12-13 Ramkham haeng Rd., BKK 10240	0-2314-6746-7
RAMKHAMHAENG *	588 Kamphaeng Phet 2 Rd., BKK 10900	0-2265-9544-6
HUAMARK	323/1 Soi Sukumvit 55 (Thong Lo), Sukumvit Rd., BKK 10110	0-2381-9507-9
JJ.MALL *	950 Prachachuen Rd., BKK 10800	0-2587-4240-1
J-AVENUE THONG LO *	50 Phahon Yothin Rd., BKK 10900	0-2561-3490-1
KASEMRAD PRACHA	3 Moo 2, Chalong Krung Rd., BKK 10520	0-2326-4715-7
CHUEN HOSPITAL *	136 Rama VI Rd., BKK 10400	0-2270-0829, 0-2271-3171
KASETSART	1153 Charoen Nakhon Rd., BKK 10600	0-2437-1377, 0-2437-2646
KING MONGKUT'S INSTITUTE OF TECHNOLOGY	209/7-12 Na Ranong Rd., BKK 10110	0-2249-8012-4
LADKRABANG *	146/2 Moo 1, Lat Krabang Rd., BKK 10520	0-2326-8815-8
KLONG PRAPA	2238 Moo 9, Lat Phrao Rd., BKK 10310	0-2539-4508-11
LAT KRABANG	Lumpini Tower, 1168/1 Rama IV Rd., BKK 10120	0-2285-6696-9
LAT PHRAO 102	327,329 Ram Indra Rd., BKK 10510	0-2517-9897-9
LUMPINI	91/83 Moo 6, Vacharaphol Rd., BKK 10220	0-2791-9782-4
MIN BURI	14/23-25 Moo 7, Phet Kasem Rd., BKK 10160	0-2444-2958-9
NEIGHBOUR CENTRE VACHARAPHOL *	1097,1099 On Nuj Rd., BKK 10250	0-2332-2737, 0-2332-2837
NONG KHAEM	643 Sukhumvit 77 (On Nuj) Rd., BKK 10260	0-2726-0475-8
ON NUJ 23	73/1 Chakkraphet Rd., BKK 10200	0-2223-0530, 0-2222-9637
ON NUJ 69		
PAKKLONG TALAD		

OFFICE	ADDRESS	TEL
PETCHBURI NEW EXT. ROAD	Krungthep Tower, 2170 Phetchaburi Rd., BKK 10320	0-2308-0041-5
PETCHKASEM AVENUE *	611/6 Moo 10, Phetkasem Rd., BKK 10160	0-2809-2961-2, 0-2809-2403
PHAHURAD	119 Phahurat Rd., BKK 10200	0-2221-1604, 0-2221-7740
PHRAN NOK	992/10-11 Phran Nok Rd., BKK 10700	0-2411-4543, 0-2418-2515
PLOENCHIT OFFICE	550 Phloen Chit Rd., BKK 10330	0-2208-2194-5, 0-2208-2027
PLOENCHIT TOWER	898 Phloen Chit Rd., BKK 10330	0-2263-0667-9
PRACHA NIWET 1	88/136-137 Thetsaban Songkhro Rd., BKK 10900	0-2954-3880-2
PRAI-SANEE KLANG	1149,1151,1153 Charoen Krung Rd., BKK 10500	0-2233-4372-3
PRATUNAM	640/2 Phetchaburi Rd., BKK 10400	0-2251-3277, 0-2253-8963
PTT BANG NA EXPRESS WAY (OUT BOUND) *	106 Soi Sukhumvit 64, BKK 10260	0-2311-5460, 0-2311-5470
PTT KLUAI NAM THAI *	4642 Rama IV Rd., BKK 10110	0-2381-4772-4
PTT NONG KHAEM *	7/19 Moo 12, Phetkasem Rd., BKK 10160	0-2421-0236, 0-2421-0270
PTT PRAKHA NONG OIL TERMINAL *	555 Art Narong Rd., BKK 10260	0-2249-2853, 0-2249-2859
PTT SUKHUMWIT 62 *	2148/4 Sukhumvit Rd., BKK 10260	0-2311-5890-2
PTT THANON	240/8 Moo 9, Chalong Krung Rd., BKK 10520	0-2360-5213-5
CHALONG KRUNG *	53/9 Moo 10, Kanchanaphisek Rd., BKK 10160	0-2455-9316-8
PTT THANON KANCHANA PHISEK *	89/62 Moo 4, Kasat-Nawamin Rd., BKK 10230	0-2553-2031-3
PTT THANON KASETNAWAMIN *	482/3 Lat Plakhao Rd., BKK 10230	0-2570-2169, 0-2570-2172
PTT THANON LATPLAKHAO*	2992/2 PhatThanakarn Rd., BKK 10250	0-2322-1278-80
PTT THANON PHATTHA NAKAN *	673/2 Ram Indra Rd., BKK 10230	0-2540-5044-5, 0-2540-5066
PTT THANON RAM INTHRA KM.11 *	31/17 Moo 13,Ratchaphruek Rd., BKK 10170	0-2432-2223-5
PTT THANON RATCHAPHRUEK *	90/1 Srinakarind Rd., BKK 10250	0-2330-9335-7
PTT THANON SRINA KARIND *	181/5 Vibhavadirangsit Rd., BKK 10400	0-2279-9322- 4
PTT THANON VIBHAVADI RANGSIT *	38 Convent Rd., BKK 10500	0-2234-5475-7
Q. HOUSE CONVENT *	1 South Sathon Rd., BKK 10120	0-2343-8791-3
QHOUSE LUMPINI *	60 Ratchadaphisek Rd., BKK 10110	0-2229-5592-3
QUEEN SIRIKIT NATIONAL CONVENTION CENTER	Nang Linchi Rd., BKK 10120	0-2286-0324, 0-2286-0341
RAJAMANGALA UNIVERSITY OF TECHNOLOGY		
KRUNGTHIEP *		
RAJAVAT	1256/5 Nakhon Chaisi Rd., BKK 10300	0-2241-3978, 0-2241-4143
RAJWONGSE	299 Ratchawong Rd., BKK 10100	0-2224-5510, 0-2224-5626
RAMA II (KHEHA THON BURI 3)	110/988-989 Moo 6, Rama II Rd., BKK 10150	0-2451-4094-8

OFFICE	ADDRESS	TEL
RAMA III OFFICE	1222 Rama III Rd., BKK 10120	0-2296-4206, 0-2296-4218
RAMA IX-SRINAKARIND	31-31/1	0-2300-1642, 0-2300-1645
RATBURANA	Rama IX Rd., BKK 10250	
	103/1 Moo 6, SukSawat Rd., BKK 10140	0-2464-1445-6
RATCHADA	286 Ratchada Phisek Rd., BKK 10310	0-2275-4906-10
PHISEK (HUAI KHWANG)	119,121,123 Ratchada Phisek (Tha Phra Taksin) Rd., BKK 10600	0-2477-9692-4
RATCHADA PHISEK (THAPHRA-TAKSIN)	75/11 Phaya Thai Rd., BKK 10400	0-2653-6720-2
RATCHATHEVI	Cham Issara Tower 1,942/32 Rama IV Rd., BKK 10500	0-2237-7143-4
SALA DAENG	520 Din Daeng Rd., BKK 10400	0-2642-4020-1
SAM LIAM DIN DAENG	10,12,14 Sap Sin Rd., BKK 10200	0-2223-7855-7
SAM YOD	407/9-10	0-2438-6811-2
SAMRAY	Somdet Phrachao Taksin Rd., BKK 10600	
SAMYAEK	34-37 Lamphun Chai Rd., BKK 10100	0-2221-1520-7
SANAM PAO	252 Phahon Yothin Rd., BKK 10400	0-2615-0198-9
SAO-CHINGCHA	174 Bamrung Muan g Rd., BKK 10200	0-2222-5206, 0-2224-8805
SAPAN-KWAI	Shinawatra Tower 2, 1291/1 Phahon Yothin Rd., BKK 10400	0-2272-2993-4
SAPHAN LUANG	1317,1319,1321 Rama IV Rd., BKK 10330	0-2215-4593-4
SAPHAN	32 Charan Sanit Wong Rd., BKK 10700	0-2433-0085-8
PHA PINKLAO	79 Krung Thonburi Rd., BKK 10600	0-2437-0230, 0-2438-7726
SAPHAN PHRACHAO TAKSIN	12/31 Moo 11, Lad Phrao Wanghin Rd., BKK 10230	0-2570-2413, 0-2570-2415
SF WANGHIN *	991 Rama I Rd., BKK 10330	0-2129-4560-5
SIAM PARAGON	430/31-32 Rama I Rd., BKK 10330	0-2255-1116-7
SIAM SQUARE	Serm-Mit Tower,159 Sukhumvit 21 (Asok) Rd., BKK 10110	0-2261-8119-21
SIYAEK ASOK	644 Charan SanitWong Rd., BKK 10700	0-2424-0125, 0-2424-5023
SIYAEK SAPAN	387,389 Charoen Krung Rd., BKK 10100	0-2223-5334-5
KRUNGDHON	6/15-16 Moo 11, Lat Phrao-Wang Hin Rd., BKK 10230	0-2570-5584-5
SIYAEK SUAPA	115 Wisut Kasat Rd., BKK 10200	0-2282-4688-9
SIYAEK	1405/2 Krungthep-Nonthaburi Rd., BKK 10800	0-2585-9990-1, 0-2585-9903
WANG HIN	307,309 Phanitchayakan Thonburi Rd., BKK 10600	0-2864-0977-8
SIYAEK WISUTKASAT	936/6 Soi Sukhumvit 55 (Thong Lo), Sukhumvit Rd., BKK 10110	0-2392-2838, 0-2381-6428-9
SIYAEK WONGSAWANG	2201 Moo 1, On Nuj Rd., BKK 10250	0-2321-1584, 0-2321-8838
SOI CHARAN	295 Ratchasima Rd., BKK 10300	0-2241-8325-7
SANITWONG 13	494,494/1-4	0-2223-5413, 0-2223-7305
SOI THONGLO	Bamrung Muang Rd., BKK 10100	
	7 Soi Suan-Phlu, SouthSathon Rd., BKK 10120	0-2287-3011-3
SRINAKARIND-ON NUJ	3079/25	0-2730-5549-51
SUAN DUSIT RAJABHAT UNIVERSITY *	101/1 Sukhumvit Rd., BKK 10260	0-2383-8793-7
SUAN MALI	749,751,753 Soi Sukhumvit 103, Sukhumvit Rd., BKK 10260	0-2261-1914-7
SUAN-PHLU	2 Soi Sukhumvit 23, Sukhumvit Rd., BKK 10110	
SUKHUMWIT (PIYAROM PLACE)	593/7-9 Soi Sukhumvit 35, Sukhumvit Rd., BKK 10110	0-2259-0020-3
SUKHUMWIT 103 (UDOM SUK)		
SUKHUMWIT 23		
SUKHUMWIT 35		

OFFICE	ADDRESS	TEL
SURAWONG	182 Surawong Rd., BKK 10500	0-2631-4050-9
SUTTHISAN	365 Suthisan Winitchai Rd., BKK 10400	0-2270-0164-5
TALAT MIN BURI *	521/3 Moo 18, Sihaburanukrit Rd.,BKK 10510	0-2517-1022-3, 0-2517-1025
TALAT PHLU	439,441,443 Thoe Thai Rd., BKK 10600	0-2466-9766, 0-2466-9672
TALAT WONGSA KORN *	48/187-188 Moo 1, Sukha Phiban 5(Sai Mai) Rd., BKK 10220	0-2563-5341-2, 0-2563-5350
TAO PUN	7/2-3 Krungthep-Nonthaburi Rd., BKK 10300	0-2587-1318, 0-2911-2132-3
TESCO LOTUS WATCHARAPHON *	5 Watcharaphon Rd., BKK 10220	0-2509-0043, 0-2509-3206
THA DINDAENG	360-362 Tha Din Daeng Rd., BKK 10600	0-2437-2509, 0-2437-3359
THA PHRA	226/4 Phet Kasem Rd., BKK 10600	0-2457-0067, 0-2457-0534
THAI SUMMIT TOWER *	1768 Phetchaburi TatMai Rd., BKK 10310	0-2251-3114-6
THANON	8/128,20/37 Moo 7, Bang Khun Thian Rd., BKK 10150	0-2416-3481-2
BANG KHUN THIAN	63/93 Moo 1, Bang Khun Thian-Chai Thale Rd., BKK 10150	0-2894-6537-8
THANON BANGKHUN	1093/3 Moo 12, Bangna-Trat Rd., BKK 10260	0-2361-0625-6
THIAN-CHAI THALE *	46/1 Moo 10, Bangna-Trat Rd., BKK 10260	0-2751-4036-9
THANON BANG NA-TRAT (CENTRAL CITY)	640,642 Boromratchonmani Rd., BKK 10700	0-2433-1468, 0-2433-4985
THANON BANGNA-TRAT (NATION TOWER)	49/8 Moo 6, Boromratchonmani Rd., BKK 10170	0-2433-3417, 0-2433-6910
THANON BOROMARAJA JONANI (PINKLAO)	7/62-64 Chan Rd., BKK 10120	0-2287-4384-8
THANON CHAN	1503 Charoen Nakhon Rd., BKK 10600	0-2439-1104, 0-2439-6448
THANON CHAROEN NAKHON SOI 35	96,98,100 Charoen Nakhon Rd., BKK 10600	0-2437-9978-9
THANON CHAROEN NAKHON SOI 4	14 Moo 1,Chom Thong Rd., BKK 10150	0-2468-5740, 0-2468-8096
THANON CHOM THONG	358/20 Moo 4, Kheha Romklao Rd., BKK 10520	0-2557-1033-5
THANON KHEHA ROMKLAO *	95/3 Nang Linchi Rd., BKK 10120	0-2678-3016-8
THANON NANG LINCHI	3300 Phahon Yothin Rd., BKK 10900	0-2937-4983-4
THANON PHAHON YOTHIN 26 (ELEPHANT TOWER)	1150 Phatthanakan Rd., BKK 10250	0-2319-9282, 0-2314-7700
THANON PHATTHANAKAN	603/14-15 Moo 10, Phet Kasem Rd., BKK 10160	0-2454-6969, 0-2454-9966
THANON PHETKASEM 55	607 Future Park Plaza 33 Thonburi G.Floor,PhetKasem Rd., BKK 10160	0-2454-8700-7
THANON PHETKASEM (FUTURE PARK PLAZA)	2697-2699 Rama IV Rd., BKK 10110	0-2260-9506-8
THANON PHRARAMTHI 4 (KLONG TEOI)	644/73-76	0-2427-1041, 0-2427-1415
THANON PRACHAUTHID	Moo1, PrachaUthit Rd., BKK 10140	
THANON PRA	1094/1 Pracha Rat Sai 1 Rd., BKK 10800	0-2585-2610, 0-2586-8897
CHARAT SAI 1	9/36-39 Moo 4, Ram Indra Rd., BKK 10220	0-2971-6678-82
THANON RAM INDRA KM.2	395,397,399 Ram Indra Rd., BKK 10230	0-2509-5880-3
THANON RAM INDRA KM.8	68/16 Moo 8,Ram Indra Rd., BKK 10220	0-2509-5071, 0-2509-5095
THANON RAM INDRA-VACHARAPHOL		

OFFICE	ADDRESS	TEL
THANON	71 SPE Arcade Tower,	0-2718-9302-3, 0-2718-9139
RAMKHAMHAENG 19	Ramkhamhaeng Rd., BKK 10240	
THANON	6/577 Moo 8,	0-2317-1185-6, 0-2739-9388
RAMKHAMHAENG 2 *	Ramkhamhaeng 2 Rd., BKK 10250	
THANON RATBURANA (BANG PAKOK)	331/25-26 Moo 10, Rat Burana Rd., BKK 10140	0-2428-4534-5, 0-2428-4537-8
THANON	79/325 Sathu Pradit Rd.,	0-2673-6309-14
RATCHADAPHISEK (CENTRAL RAMA III)	BKK 10120	
THANON	444 Ratchada Phisek Rd.,	0-2513-8731-4
RATCHADAPHISEK (OLYMPIA THAI TOWER)	BKK 10310	
THANON NUA SATHON (A.I.-CENTER)	138 North Sathon Rd., BKK 10500	0-2637-7276-8
THANON SATHUPRADIT	570/14 Sathu Pradit Rd., BKK 10120	0-2295-1104-5
THANON SONG PRAPHA (DON MUANG)	310/75-77 Moo 3, Song Prapha Rd., BKK 10210	0-2566-4291-3
THANON (SERI CENTER)	61 Moo 6, Srinakarind Rd., BKK 10260	0-2746-0194-9
THANON SRINAKARIND- KRUNG THEPKRITHA	T.F.Group, 304 Srinakarind Rd., BKK 10240	0-2375-1249, 0-2375-5503
THANON	105/457-460 Moo 1,	0-2375-5801-2
SUKHAPHIBAN 1	Sukha Phiban 1 Rd., BKK 10240	
THANON	62/138 Moo 3, Sukha Phiban 2 Rd.,	0-2374-1935-8
SUKHA PHIBAN 2	BKK 10240	
THANON	56/2 Moo 3, Ramkhamhaeng	0-2373-4740-2
SUKHAPHIBAN 3	(Sukha Phiban 3) Rd., BKK 10240	
THANON SUKHUMWIT 63	S.S.P. Tower, 555/3-4 Sukhumvit Rd., BKK 10110	0-2711-4600-5
THANON SUKHUMWIT 71	956,956/1-2 Sukhumvit 71 Rd., BKK 10110	0-2390-1936, 0-2381-2171
THANON	280,282,284	0-2274-4008-10
THIAM RUAM MIT	Thiam Ruam Mit Rd., BKK 10310	
THANON	123 Vibha vadirangsit Rd.,	0-2617-6486-90
VIBHAVADIRANGSIT (SUNTOWERS)	BKK 10900	
THE MALL BANG KAPI *	3522 Lat Phrao Rd., BKK 10240	0-2374-6177-8, 0-2374-6294
THE MALL BANGKHAE *	275 Moo 1, Phet Kasem Rd., BKK 10160	0-2455-3930-1, 0-2455-3921
THE THAI BAR ASSOCIATION *	32/2-8 Moo 16, Kanjaphisek Rd., BKK 10170	0-2448-3413, 0-2448-3526
TOP RAMA III *	79/3 Sathu Pradit Rd., BKK 10120	0-2213-0796-7
TOPS CHAROEN KRUNG *	2108 Charoen Krung Rd., BKK 10120	0-2291-1602, 0-2291-1782
UNION MALL	54 Lat Phrao Rd.,	0-2511-3149, 0-2511-1698
LAT PHRAO	BKK 10900	
URUPHONG	46/28 Petchburi Rd., BKK 10400	0-2215-7000-1
VORACHAK	69-71 Luang Rd., BKK 10100	0-2221-7678, 0-2223-7118
WONGWIEN 22	380 Rob	0-2222-7585, 0-2223-0760
KARAKADA	Wongwien 22 Karakada Rd., BKK 10100	
WONGWIENYAI	649 Prachathipok Rd., BKK 10600	0-2439-6186-7, 0-2437-0174
YAOWARAT	437 Yaowarat Rd., BKK 10100	0-2223-5336-7
ZUELLIG HOUSE	1-7 Silom Rd., BKK 10500	0-2233-5134-6
BANGKOK SUBURBUN		
NAKHON PATHOM		
KAMPHAENG SAEN	151/1 Phon Damri Rd., NPT 73140	0-3435-1706, 0-3435-1809-10
NAKHON CHAISAI	62/20-21 Moo 3, Phet Kasem Rd., NPT 73120	0-3433-3640, 0-3433-3642-4

OFFICE	ADDRESS	TEL
NAKHON PATHOM	78/2 Song Phon Rd., NPT 73000	0-3425-1155-7
PHRAPRATHON	183 Phet Kasem Rd., NPT 73000	0-3424-2826-7
PTT THANON PHUTT HAMONTHONSAI 4 *	20/6 Moo 8, Phutthamonthon NPT 73220	0-2429-2051, 0-2429-2104
SAM PHRAN	242-242/1 Sukha Phiban 1 Rd., NPT 73110	0-3432-2796-9
SILPAKORN UNIVERSITY (SANAM CHANDRA PALACE CAMPUS) *	6 Ratchamakanai Rd., NPT 73000	0-3427-1133, 0-3427-1484
THANON RATCHAWITHI	141/46-47 Ratchawithi Rd.,	0-3427-5020-1, 0-3428-0282
NAKHON PATHOM *	NPT 73000	
NONHABURI		
BANG BUA THONG	267 Moo 6, Bang Kruai-Sai Noi Rd., NBI 11110	0-2571-3530-4
BANG YAI	48/3 Moo 7, Rattanathibet Rd., NBI 11140	0-2594-0608-9
CENTRAL RATTA NATHIBET *	68/100 Moo 8, Rattana Thibet Rd., NBI 11000	0-2525-4546-8
GRAND CANAL *	20/261 Moo 9, Prachachuen Rd., NBI 11120	0-2575-2163-4
HOME PRO CHAENG WATTHANA *	113 Moo 5, Chaeng Watthana Rd., NBI 11120	0-2584-1411, 0-2584-1432
HOME PRO RATCHAPHRUEK *	82 Moo 2, Ratchapruet Rd., NBI 11130	0-2423-3645-8
IMPACT MUANG THONGTHANI	99 Popular Rd., NBI 11120	0-2504-5162-4
INDEX LIVING	87 Moo 6,	0-2595-0420-1
MALL BANG YAI *	Kanchanaphisek Rd., NBI 11140	
KASEMRAD	60/3 Moo 6,	0-2594-0937-9
RATTANATIBETH HOSPITAL *	Taling Chan-Suphanburi Rd., NBI 11140	
MAJOR HOLLY WOOD CHAENG WATANA *	55/37 Moo 5, Chaeng Watthana Rd., NBI 11120	0-2582-2534-5, 0-2582-2492
NONHABURI	5/70 Phibun Songkhram Rd., NBI 11000	0-2967-2000-1, 0-2526-4059
PAK KRET	100/4 Chaeng Watthana Rd., NBI 11120	0-2960-7961-2
PTT THANON KRUNGTHEP- NONHABURI *	67/1 Krungthep- Nonthaburi Rd., NBI 11000	0-2525-4750-2
PTT THANONTIWANON *	83/2 Moo 2, Tiwanon Rd., NBI 11120	0-2584-5501-3
SAPHAN PRANANGKLAO	47/18 Moo 5, Rattanathibet Rd., NBI 11000	0-2527-0241-4
SOCIAL SECURITY OFFICE *	88/28 Tiwanon Rd., NBI 11000	0-2526-9610-2
THANON	99/39,99/43 Chaeng Watthana Rd., NBI 11120	0-2962-3104-5
THANON	49/32-34 Moo 2,	0-2951-8403-4, 0-2591-6676
NGAMWONG WAN	Ngam Wong Wan Rd., NBI 11000	
THANON	110,110/1-2 Moo 5,	0-2423-0181-3
RATCHAPHRUEK	Ratchaphruek Rd., NBI 11130	
THANON TIWANON (KHLONGBANG TALAT)	233, 233/1 Tiwanon Rd., NBI 11000	0-2580-6611, 0-2580-6622
THE MALL	30/39-50 Moo 2,	0-2550-0630-1, 0-2550-0905
NGAMWONG WAN *	Ngamwong Wan Rd., NBI 11000	
TIWANON (KHAERAI)	64/9 Tiwanon Rd., NBI 11000	0-2588-3986, 0-2588-4638
TOPS RIVER PLAZA *	5/81 Moo 4, Phiboonsongkhram Rd., NBI 11000	0-2527-7508-10
PATHUM THANI		
MAJOR RANGSIT	439 Moo 2, Phahon Yothin Rd., PTI 12130	0-2567-5010, 0-2567-5046

OFFICE	ADDRESS	TEL
BANG PHUN *	136/23-24 Moo 2, Rangsit-Pathumtani Rd., PTI 12000	0-2581-8545-7
NAVA NAKORN INDUSTRIAL	73/23, 73/25 Moo 19,	0-2529-1295, 0-2529-3266
PROMOTION ZONE *	Thai Thani Rd., PTI 12120	
NAVANAKORN	58/606-608 Phahon Yothin Rd., PTI 12120	0-2529-2076-8
PATHUM THANI	26/9-11 Pathum Samphan Rd., PTI 12000	0-2581-3908-10
PTT LAT LUM KAE0 *	38/3 Moo 11, Prathumthani-Banglen Rd., PTI 12140	0-2598-3932-5
PTT THANON RANGSIT-NAKHON NAYOK (KHLONG 7) *	51/6 Moo 2, Rangsit-Nakhon Nayok Rd., PTI 12110	0-2577-4636-8
RAJAMANGALA UNIVERSITY OF TECHNOLOGY THANYABURI RANGSIT	39 Moo1,Rangsit -Nakhon Nayok Rd., PTI 12120	0-2577-4504-5, 0-2927-4744
TALAAD THAI *	Future Park Plaza Rangsit, 94 Phahon Yothin Rd., PTI 12130	0-2958-0245-9
TALAT SI MUMMUANG	32/367-368 Moo 9, Phahon Yothin Rd., PTI 12120	0-2529-1121, 0-2529-1960
THANON LAM LUK KA(KHLONG 2)	600/465-468 Moo 8, Phahon Yothin Rd. PTI 12150	0-2536-8154-6
THANON RANGSIT -NAKHON NAYOK (KHLONG 2)	20/6 Moo 18, Lam Luk Ka Rd., PTI 12130	0-2523-3933-5
VALAYA ALONGKORN RAJABHATUNIVERSITY *	415,417,419,421 Nayok Rd., Rangsit-Nakhon PTI 12130	0-2966-0916-8
	1 Moo 20,Phahon Yothin Rd., PTI 13180	0-2529-5254, 0-2529-5346
SAMUT PRAKAN AIRCRAFT MAINT EINTERNATIONAL PUBLIC COMPANY LIMITED *	333/2 Moo 1, Suvarnabhumi Airport,Bangna-Trat KM.15 Rd., SPK 10540	0-2134-2472-4
ASSUMPTION UNIVERSITY (THANON BANGNA-TRAD KM. 26)	88 Moo 8, Bang Na-Trat Rd., SPK 10540	0-2707-0350-4
BANG BO	250/2 Moo 1, Bang Na-Trat Rd., SPK 10560	0-2708-5393, 0-2708-5419
BANG PU	999/15-16 Moo 6, Sukhumvit Rd., SPK 10270	0-2323-9838-9, 0-2323-9842
BANG SAO THONG *	199/4-5 Moo 7, Bangna-Trat Rd., SPK 10540	0-2313-4547-9
HOME PRO BANG NA *	99/28 Moo 1, Bangna-Trat Rd., SPK 10540	0-2325-1167-9
OPERATION CENTER,THAIAIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED	333 Moo 1, Suvarnabhumi Airport, Bangna-Trat KM.15 Rd., SPK 10540	0-2134-1795-7
PHRA-PRADAENG	528,530 Nakhon Khaenkan Rd., SPK 10130	0-2463-5230, 0-2463-1012
PTT THANON THEPHARAK *	6/19 Moo 4, SPK 10540	0-2385-5986-8
SAMRONG	2119 Moo 4, Thepharak Rd., SPK 10270	0-2384-3623-4
SAMUT PRAKAN	85 Prakhon Chai Rd., Thepharak Rd., SPK 10270	0-2387-1814-5

OFFICE	ADDRESS	TEL
SUARNABHUMI AIRPORT (BUS TERMINAL) *	999 Moo 1, Suvarnabhumi Airport, SPK 10540	0-2134-1868-70
SUARNABHUMI AIRPORT (FREE ZONE) *	999 Moo 7, Suvarnabhumi Airport (Free Zone), Bangna-Trat KM.15 Rd., SPK 10540	0-2134-2467-9
THANON MUEANGMAI BANGPHLI 2 *	204/660-kho kai, Moo 1, Muang Mai Bangphli 2 Rd.,SPK 10540	0-2315-1112-4
THANON PHRAEKSA SAMUTPRAKAN	529/1-2 Moo 1, Phraeksa Rd., SPK 10280	0-2387-0081-2
THANON SRINAKARIND -SUKHUMWIT	220/15-16 Moo 5, Srinakarind Rd., SPK 10270	0-2389-1443, 0-2389-1465
THANON SRINAKARIND- THEPHARAK	411/1-2-3 Moo 5, Srinakarind Rd., SPK 10270	0-2385-7120-1, 0-2385-7923-4
THANON SUKSAWAT 53	58/19 Moo 8, Suk Sawat Rd., SPK 10130	0-2463-2510, 0-2463-2920
THANON THEPHARAK	2119 Moo 6, Thepharak Rd., SPK 10270	0-2385-0975-9
THANON WAT KINGKAE0	46/9 Moo 12,Wat King Kaeo Rd., SPK 10540	0-2316-9495-6
THANON WAT KING KAE0 (RACHA TEWA) SAMUT SAKHON	9/109-110 Moo 12, Wat King Kaeo Rd., SPK 10540	0-2312-4795-7
KHLONG KHURU SAMUT SAKHON *	90/244-245 Moo 7, Setthakit 1 Rd., SKN 74000	0-3442-8916-7, 0-3442-8930
KRATHUMBAEN	773-774/1 Setthakit 1 Rd., SKN 74110	0-3447-2580-1
OM NOI	307/11-12 Moo 6, Phet Kasem Rd., SKN 74130	0-2431-0131-6
PTT THANON EKKACHAI *	18/7 Moo 3, Ekkachai Rd., SKN 74000	0-3441-8190-2
SAMUT SAKHON	923/27 Setthakit 1 Rd., SKN 74000	0-3441-1986-7
THANON KUJMANEE SAMUT SAKHON *	239/1-2 Ekkachai Rd., SKN 74000	0-3445-5120, 0-3445-5122
THANON RAT BANCHOP	887/1-3 Rat Banchop Rd., SKN 74000	0-3442-8126-7
SAMUT SAKHON	SKN 74000	
PROVINCE		
CENTRAL		
ANG THONG		
ANG THONG	64 Ang Thong-PhoThong Rd., ATG 14000	0-3562-5150-1
CHAINAT		
CHAINAT	100 Wong To Rd., CNT 17000	0-5641-2696, 0-5641-1064-5
LOP BURI		
LAM NARAI	424 Moo 3, Sura Narai Rd., LRI 15130	0-3646-1994-5
LOP BURI	101 Sura-Songkhram Rd., LRI 15000	0-3641-1599, 0-3641-1600
PHATTHANA NIKHOM SOI 12 (LOPBURI) *	555 Moo 7, Amphoe Phattananikhom, LRI 15220	0-3643-6066, 0-3643-6114
WONG WIEN SA KAE0 LOP BURI *	227/36-37 Narai Maharat Rd., LRI 15000	0-3642-2601-2
PHRA NAKHON SI AYUTTHAYA AYUDHYA	Kho Khwai 108/6 Moo 3, U Thong Rd., AYA 13000	0-3524-5718, 0-3524-5720

OFFICE	ADDRESS	TEL
BANG PA-IN	44/26-29 Moo 9, Udom Sorrayut Rd., AYA 13160	0-3522-1071-2, 0-3522-1074
BANG SAI	120 Moo 7, Pathum Thani -Samkok-Sena Highway (3111), AYA 13190	0-3574-1111-5
HI-TECH	99 Moo 5,	0-3531-4337-9
INDUSTRIAL ESTATE *	Asia Rd., AYA 13160	
LAT BUA LUANG *	33/49-52 Moo 3 ,Bangkok-Suphan Buri Highway, AYA 13230	0-3537-9350-1
PRATUNAM PHRA-IN	55/10 Moo 7, Phahon Yothin Rd., AYA 13180	0-3521-9851-4
ROJANA INDUSTRIAL PARK *	1/145-148 Moo 5, Rotchana Rd., AYA 13210	0-3533-0515, 0-3533-0525
SENA	Kho Kai 407/2 Wilai Sena Rd., AYA 13110	0-3520-2009, 0-3520-2279
THA RUA	223 Thetsaban 1 Rd., AYA 13130	0-3534-1969-70
WANG NOI	409 Moo 7, Phahon Yothin Rd., AYA 13170	0-3527-1882-3
SARABURI DON PHUT *	119 Moo 2, Tha Rua -Pho Phraya Rd., SRI 18210	0-3638-5112-4
HIN-KONG	218-220 Moo 8, Phahon Yothin Rd., SRI 18230	0-3637-9013-4, 0-3637-1634
KAENG KHOI	119 Sut Banthat Rd., SRI 18110	0-3624-5320-3
MUAKLEK	48/7 Moo 9, Sukha Phiban Rd., SRI 18180	0-3634-1076-7
NONG DON	320 Moo 1, Sukha Phiban Rd., SRI 18190	0-3639-7225-8
NONG KHAE PHRABUDHABATH	48 Setthasamphan Rd., SRI 18140 43 Moo 7, Sai Ek Rd., SRI 18120	0-3632-6400-3 0-3626-8022-4
SARABURI THANON PHAHON YOTHIN SARABURI	55/2 Sut Banthat Rd., SRI 18000 510/34 Phahon Yothin Rd., SRI 18000	0-3622-2277, 0-3622-2279 0-3631-8401-4
SING BURI KHAI BANG RACHAN *	74/1-2 Moo 5, Sing Buri-Suphan Buri Highway, SBR 16150	0-3659-7050-2
SING BURI	809-812 Khun San Rd., SBR 16000	0-3652-0697-8
EAST		
CHACHOENGSAO		
BAN PHO	38/37-40 Amphoe Ban Pho, CCO 24140	0-3857-8685-7
CHACHOENGSAO *		
BANG KHLA	57 Bang Khla- Plang Yao Rd., CCO 24110	0-3854-2014-6
BANG PAKONG	73 Moo 10, Sukhumvit Rd., CCO 24130	0-3853-1250-1
CHACHOENGSAO	5/1 Prem Pracha Rd., CCO 24000	0-3851-4272-3
PHANOM	1144/1 Moo 1,	0-3855-1840-1, 0-3855-1843
SARAKHAM	Chachoengsao-Kabin Buri Rd., CCO 24120	
WELLGROW	78 Moo 1, Bangna-Trat Rd.,	0-3857-1820-1, 0-3884-2253
INDUSTRIAL ESTATE *	CCO 24180	
CHANTABURI		
CHANTABURI	181 Khwang Rd., CTI 22000	0-3934-6385-8

SIYAEK KHAO RAI YA	48/14 Moo 5, Rak Sak Chamun Rd., CTI 22000	0-3933-5398-9
CHOLBURI		
AMATA NAKORN	700/2 Moo 1,	0-3845-8950-2
INDUSTRIAL	Bangna-Trat Rd., CBI 20000	
ESTATE CHONBURI *		
AO UDOM	166/403 Moo 7, Sukhumvit Rd., CBI 20230	0-3835-2466-9
BAN BUNG	325 Chol Buri-Ban Bung Rd., CBI 20170	0-3844-4019-20
BAN RONG PO	39 Moo 1, Sukhumvit Rd., CBI 20150	0-3824-1031-4
BANGKOK	301 Moo 6,	0-3842-2514, 0-3842-2526
PATTAYA HOSPITAL *	Sukhumvit Rd., CBI 20260	
CHOLBURI	170 Wachira Prakan Rd., CBI 20000	0-3879-2318-9, 0-3879-2320
DON HUALO (AMATA NAKHON CHON BURI) *	59/1-3 Moo 6, Don Hualo (Amata Nakhon Chon Buri), CBI 20000	0-3845-3049-51
KO PHO CHON BURI *	119 Moo 4, Highway Rd. No. 331, CBI 20240	0-3820-9787-9
LAEM CHABANG *	52/9-11 Moo 9, Sukhumvit Rd., CBI 20230	0-3849-3542-3, 0-3849-3556
NOEN TENG	413/67 Moo 5, Chol Buri- Ban Bung Rd., CBI 20000	0-3826-1101-3
PATTAYA	513 Moo 9, Central-Pattaya Rd., CBI 20260	0-3842-6907-8
PHANAT	36/1 Si Kunchon Rd., CBI 20140	0-3846-1378-9
PINTHONG	789/36 Moo 1,	0-3834-8184-6
INDUSTRIAL	Nong Kho-Laem	
ESTATE *	Chabang Rd., CBI 20230	
PTT THANON	301/107 Moo 12,	0-3890-6623-5
THEPPRASIT PATTAYA *	Thepprasit Rd., CBI 20260	
SAHA GROUP	552/174 Moo 11,	0-3848-2325, 0-3848-2334
INDUSTRIAL	Sahapat Group Rd.,	
PARK SIRACHA *	CBI 20280	
SATTAHIP	0526/17-18-19 Moo 2, Ban Na Rd., CBI 20180	0-3843-7781-3
SI RACHA	122 Sukhumvit Rd., CBI 20110	0-3831-1375, 0-3831-1852
SI YAEK PAK RUAM *	310/9 Moo 3, Highway Rd. No. 331, CBI 20230	0-3833-7245-6
SOI BOONSAMPAN	20/2 Moo 10,	0-3840-6683-7
PATTAYA *	Soi Boonsampan Pattaya, CBI 20260	
SOI BUAKHAO	365 Moo 9,	0-3841-5873-5
PATTAYA *	Soi Buakhao Pattaya, CBI 20260	
SOI NAKLUEA 16	157/186-187	0-3841-6617-9
PATTAYA *	Moo 5,Naklua Rd., CBI 20260	
SOI NOEN PLUB WAN	21/11 Moo 5,	0-3840-6272-3
PATTAYA *	Soi Pattaya 53, Sukhumvit Rd., CBI 20260	
TESCO LOTUS	221/19 Moo 5,	0-3842-3399,0-3842-3044
PATTAYA (NORTH) *	Pattaya(North) Rd., CBI 20260	
THANON CHALOEM	245/150-153	0-3841-3485-7
PHRA KIAT	Moo 9, Chaloe	
(PATTAYA SAI 3) *	Phra Kiat Rd., CBI 20260	
THANON	37/37-41 Moo 10,	0-3842-5524-5
PATTAYA TAI	South-Pattaya Rd., CBI 20260	
THANON	112/19-20 Moo 1,	0-3827-2319-20
PHRAYASATCHA	Phrayasatcha Rd.,	
CHON BURI *	CBI 20000	

OFFICE	ADDRESS	TEL
THANON SUKHUMWIT CHOLBURI	64/1 Sukhumvit Rd., CBI 20000	0-3827-4520-1
THANON SUKHUMWIT	249/1 Moo 6, Sukhumvit Rd.,	0-3842-4376, 0-3842-4722-3
PATTAYA *	CBI 20260	
THANON SURASAK 1 SI RACHA	1/18 Thetsaban 1 Rd., CBI 20110	0-3832-4272-6
NAKHON NAYOK NAKHON NAYOK	Kho Khai /1-400 Sena Phinit Rd. NYK 26000	0-3731-2644-5
ONGKHARAK	54 Moo 2, Ongkharak-Bang Nam Prieo Rd., NYK 26120	0-3732-2268-9
PRACHIN BURI 304 INDUSTRIAL PARK PRACHIN BURI *	260 Moo 10, PRI 25140	0-3727-4300-1, 0-3720-8314
KABIN BURI	599 Moo 8, Suwannason Rd., PRI 25240	0-3720-3015-9
KABINBURI INDUSTRIAL ZONE *	444/2 Moo 9, Highway Rd. No. 304, PRI 25110	0-3745-5334, 0-3745-5502-3
PRACHIN BURI	81 Thetsaban Damri Rd., PRI 25000	0-3721-3217-8
RAYONG EASTERN SEABOARD INDUSTRIAL ESTATE *	24/1 Moo 4, Hemmarat Avenue Rd., RYG 21140	0-3865- 6256-7, 0-3895-4704
EASTERN SEABOARD	300/7 Moo 1, Hemaraj-Avenue Rd.,	0-3865-6446-8
INDUSTRIAL ESTATE 2 *	RYG 21140	
KACHET *	209 Moo 3, Sukhumvit Rd., RYG 21100	0-3864-8295-6
KLAENG	141/1 Sukhumvit Rd., RYG 21110	0-3867-4427-8
MAP TA PHUT	195 Sukhumvit Rd., RYG 21150	0-3860-8891-4
NIKHOM PHATTHANA	382/19-20 Moo 2, Wiwat Wanit Rd., RYG 21180	0-3863-7585-6, 0-3889-7504
RAYONG *	RYG 21180	
RAYONG	125/11 Sukhumvit Rd., RYG 21000	0-3861-6072, 0-3861-1534
SIAM EASTERN INDUSTRIAL PARK *	60/27 Moo 3 , RYG 21140	0-3866-0000-2
STAR PLAZA RAYONG *	115 Sukhumvit Rd., RYG 21000	0-3862-3842-4
TPI RAYONG *	299 Moo 5, Sukhumvit Rd., RYG 21000	0-3862-3839-41
SA KAE0 SA KAE0	304 Suwannason Rd., SKW 27000	0-3724-1810-3
TRAT KO CHANG *	36/7 Moo 4, TRT 23120	0-3955-1431-3
THANON SUKHUMWIT TRAD *	56 Sukhumvit Rd., TRT 23000	0-3952-0969, 0-3952-0993
TRAD	421 Moo 3, Sukhumvit Rd., TRT 23000	0-3952-1151-3
NORTHEAST AMNAT CHAROEN AMNAT CHAROEN	890 Moo 9, Chayangkun Rd., ACR 37000	0-4551-1731-4
BURI RAM BURI RAM	57,57/1 Soonthon Thep Rd., BRM 31000	0-4461-4128-30

OFFICE	ADDRESS	TEL
BURI RAM RAJABHAT UNIVERSITY *	439 Jira Rd., BRM 31000	0-4460-1519, 0-4461-4159
NANG RONG	605 Chok Chai-Det Udom Rd., BRM 31110	0-4462-4318-22
PHUTTHAISONG	322 Moo 1, Aphairat Rd., BRM 31120	0-4468-9114-5
CHAIYAPHOOM CHAIYAPHOOM	141/20 Moo 6, Chaiyaphum-Si Khiu Rd., CPM 36000	0-4482-1339, 0-4482-1340
KALASIN KALASIN	297/1 Thetsaban 23 Rd., KSN 46000	0-4381-1556-7
KHON-KAEN BANPHAI	147 Moo 1, Ratchanikun Rd., KKN 40110	0-4327-2108, 0-4327-2680
CHUM PHAE	1249 Moo 1, Maliwan Rd., KKN 40130	0-4331-1309-10
HOMEPRO KHON KAEN *	177/98 Moo 17, Mitrphap Rd., KKN 40000	0-4327-1624-6
KHON KAEN UNIVERSITY *	123 Mitrphap Rd., KKN 40002	0-4320-2260-1, 0-4334-2388
KHON-KAEN NAM PHONG	114 Si Chan Rd., KKN 40000 68/1 Moo 1, Phadung Panich Rd., KKN 40140	0-4322-1293,0-4322-1711 0-4343-1341-2
PHU WIANG	490 Moo 3, Phu Wiang-Gut Chim Rd., KKN 40150	0-4329-1290-2
THA PHRA KHON KAEN*	426-429 Moo 10, Mitrphap Rd., KKN 40260	0-4326-1661-5
THANON BANKOK KHON KAEN *	374/19 Ban Kok Rd., KKN 40000	0-4327-0455-7
THANON KLANGMUEANG KHON KHEN *	205/10 Klangmueang Rd., KKN 40000	0-4322-2588, 0-4322-2799
THANON MALIWAN	84 Moo 16, Maliwan Rd., KKN 40000	0-4323-7952, 0-4324-2565
THANON MITTRAPHAP KHON KAEN	359/3 Moo 17, Mitrphap Rd., KKN 40000	0-4332-5411-5
LOEI LOEI	24/10 Ruam Chit Rd., LEI 42000	0-4281-2619-20
MAHA SARAKHAM MAHA SARAKHAM	1168/5 Worabut Rd., MKM 44000	0-4372-2227-8
MUKDAHAN MUKDAHAN	12 Wiwit Surakan Rd., MDH 49000	0-4261-3035-6
NAKHON PHANOM NAKHON PHANOM	275/1 Nittayo Rd., NPN 48000	0-4251-3082-5
PHON SAWAN *	473 Moo 12, Kusuman- Tha Uthen Rd., NPN 48190	0-4259- 5119, 0-4259-5091
NAKHON RATCHASIMA HUA THALE NAKHON RATCHASIMA	66/1 Thao Sura Rd., NMA 30000	0-4426-6042-6

OFFICE	ADDRESS	TEL
NAKHON RATCHASIMA RAJABHAT UNIVERSITY	340 Sura Narai Rd., NMA 30000	0-4424-8405-6
NAKORNRAJSIMA	168 Chom Phon Rd., NMA 30000	0-4425-1340-2, 0-4424-2388
NON SUNG	17 Non Sung-Mittraphap Rd., NMA 30160	0-4437-9111-2
PAKCHONG	680 Mittraphap Rd., NMA 30130	0-4431-3908-9
PTT SIKHIO *	226/2 Moo 15, Mittaphap Rd., NMA 30340	0-4432-5722-4
PTT THANON SURANARAI	1091 Suranarai Rd., NMA 30000	0-4425-7061-3
NAKHON RATCHASIMA *		
SIKHU	323-325 Moo 5, Chum Ka Rd., NMA 30140	0-4441-2465-6
THANON MITTRAPHAP (NAKHON RATCHASIMA)	672 Mittraphap Rd., NMA 30000	0-4425-6866, 0-4425-6899
THANON MITTRAPHAP-YAEK PAK	1279/1 Mittraphap Rd., NMA 30000	0-4427-7324-5
THONG CHAI *		
NONG BUA LAM PHU		
NA KLANG	66 Moo 1, Wang Saphung-Udon Thani Highway ,NBP 39170	0-4235-9023-4
NONG BUA LAM PHU	16/1 Moo 3, Wisai Udonkit Rd., NBP 39000	0-4231-2536-9
NONG KHAI		
NONG KHAI	038/2 Moo 6, Prachak Rd., NKI 43000	0-4242-0743-4
SRI CHIENGMAI	640 Moo 2, Si Ming Muang Rd., NKI 43130	0-4245-1336-8
ROI ET		
PHANOM PHRAI	169 Moo 6, Pracha Khet Raksa Rd., RET 45140	0-4359-1141-2
PHON THONG	218 Moo 12, Selaphum-Phon Thong Rd., RET 45110	0-4357-1035-7
ROI ET	166 Theva Phiban Rd., RET 45000	0-4351-1615-6
THANON	4/2-3	0-4351-5002, 0-4351-3307
HAISOKE ROI ET *	Hai Soke Rd., RET 45000	
SAKON NAKHON		
KASETSART UNIVERSITY (SAKON NAKHON) *	59 Moo 1, Sakon Nakhon- Nakhon Phanom Highway., SNK 47000	0-4275-4228-30
SAKON NAKHON	680 Nittayo Rd., SNK 47000	0-4271-4303, 0-4271-6887
RAJABHAT UNIVERSITY *		
SAKON NAKHON	1575/7 Suk Kasem Rd., SNK 47000	0-4271-3001-2
WANON NIWAT	379 Moo 4, Wattthanatham Wattana Rd., SNK 47120	0-4279-1165-6
SI SA KET		
SI SA KET	0980/6 Khu-Khan Rd., SSK 33000	0-4561-2293-4

OFFICE	ADDRESS	TEL
SURIN		
SURIN	44 Thanasan Rd., SRN 32000	0-4451-5061-2
UBON RATCHATHANI		
DET-UDOM	299 Sathonlamak Rd., UBN 34160	0-4536-1001-2
MUANG SAMSIP *	331 Moo 12, Chayangkun Rd., UBN 34140	0-4548-9004-5
PHIBUN MANGSAHAN	67/22 Phibun Rd., UBN 34110	0-4544-1400-1
PTT WARIN CHAMRAP *	357/2 Moo 11, Sathonmak Rd., UBN 34190	0-4532-3770, 0-4532-3772-3
THANON CHAYANGKUN	183 Chayangkun Rd., UBN 34000	0-4524-4594-5
UBOLRAJDHANI		
UBOLRAJDHANI	304-310 Phrommarat Rd., UBN 34000	0-4524-4885, 0-4525-4064
UBON RATCHATHANI	2 Ratchathani Rd., UBN 34000	0-4525-5416, 0-4525-5537
RAJABHAT UNIVERSITY *		
WARIN CHAMRAP	151/2 Warin-Phibun Rd., UBN 34190	0-4526-9470-4
UDON THANI		
BIG C UDON	415 Moo 3, Nittayo Rd., UDN 41000	0-4221-2733-4, 0-4220-4920
HOMEPRO	89/20 Moo 9, Soi Baan Nong Lek, UDN 41000	0-4224-6000, 0-4224-6733
UDON THANI *		
NONG BUA	999 Moo 1, Udon-Sakon Nakhon Highway, UDN 41000	0-4224-3434, 0-4224-8494
UDON THANI		
THANON PHO SI	112-112/1 Pho Si Rd., UDN 41000	0-4224-9736-7
UDON THANI		
UDORNTHANI	229/9 Prachak Sinlapakhom Rd., UDN 41000	0-4224-6511, 0-4222-1497
YASOTHON		
YASOTHON	109 Uthai Ram Rit Rd., YST 35000	0-4571- 2954-6
NORTH		
CHIANG MAI		
CENTRAL AIRPORT	2 Mahidol Rd., CMI 50100	0-5328-1660-2
CHIANG MAI *		
CHIENGMAI	222,224,226 Tha Pac Rd., CMI 50300	0-5325-1811-2
FANG	50/2 Moo 4, Chiang Mai-Fang Rd., CMI 50110	0-5338-2813-4
HANG DONG *	35 Moo 3, Chiang Mai-Hot Highway, CMI 50230	0-5344-1986-7
MAE RIM	458 Moo 1, Chiang Mai-Fang Rd., CMI 50180	0-5329-9916-9
NONG PRATHIP	84/13 Moo 2, Charoen Muang Rd., CMI 50000	0-5324-0241-3
CHIANG MAI		
PRATU CHANG PHUAK	70 Chang Phuak Rd., CMI 50200	0-5321-1700-1
SAN KAMPHAENG	90/5 Moo 7, Chiang Mai-San Kampaeng Rd., CMI 50130	0-5339-2592-6
SIYAEK SANAM BIN	125 Moo 7, Chiang Mai-Hot Highway(108), CMI 50200	0-5328-0525-7
CHIANG MAI		
THANON	164/52-53	0-5327-0431-2
CHANG KHLAN	Chang Khlan Rd., CMI 50100	
CHIANG MAI		
THANON CHOTANA	51/22 Chotana Rd., CMI 50300	0-5340-9420-4
CHIANG MAI		

OFFICE	ADDRESS	TEL
THANON HUAI KAE0 CHIANG MAI *	203/16 Moo 2, Huai Kaeo Rd.,CMI 50200	0-5321-9805-6
THANON MAHIDOL (SI YAEK NONG HOI)	202-204 Moo 3, Mahidol Rd., CMI 50000	0-5380-1700-3
CHIANG RAI CHIANG RAI	231-232 Tanalai Rd., CRI 57000	0-5374-4641-3
CHIANGRAI RAJABHAT UNIVERSITY *	80 Phahon Yothin Rd., CRI 57100	0-5377-6038, 0-5377-6066
HA YAEK PHOKHUN MENGRAI *	116/6-8 Moo 19, Chiang Rai-Mae Chan Highway(110), CRI 57000	0-5371-1292, 0-5371-1793
MAE FAH LUANG UNIVERSITY *	333 Moo 1, Phahon Yothin Rd., CRI 57100	0-5391-2121-3
MAE SAI	490/2-5 Moo 3, Phahon Yothin Rd., CRI 57130	0-5364-0770-5
PHAN	1262 Moo 1, Phahon Yothin Rd., CRI 57120	0-5372-1251-2
PTT RIMKOK CHIANG RAI *	483/1 Moo 5, Phahon Yothin Rd., CRI 57100	0-5371-8383, 0-5371-8830
KAMPHAENG PHET KAMPHAENG PHET PTT KHONGWILAI KHLONG KHLUNG *	95 Wichit Rd., KPT 62000 139/1 Moo 13, Phahon Yothin Rd., KPT 62120	0-5571-3013-4 0-5578-1471-2, 0-5578-1666
LAMPANG LAMPANG LAMPANG RAJABHAT UNIVERSITY *	427 Tip Chang Rd., LPG 52100 119 Moo 9, Lampang-Mae Tha Highway, LPG 52100	0-5432-3270-2 0-5431-7950-2
THANON BOONYAWAT LAMPANG *	67-71 Bunyawat Rd., LPG 52100	0-5422-8184-6
LAMPHUN LAMPHUN	175/28 Rob Muang Nai Rd., LPN 51000	0-5351- 0246-7
NORTHERN REGION	228 Moo 12 , Highway Rd. No.1147, LPN 51000	0-5358-2112-4
MAE HONG SON MAE HONG SON	61 Khun Lum Praphat Rd., MSN 58000	0-5361-1868-9
PAI *	21 Chai Songkram Rd., MSN 58130	0-5369-9062, 0-5369-9097
PTT PAI *	48/2 Moo 8, Amphoe Pai, MSN 58130	0-5369-8131-2, 0-5369-9077
NAKHON SAWAN CHUMSAENG	26/1 Saeng Thinakon Rd., NSN 60120	0-5628-2247-8
NAKHON SAWAN	433-433/1 Kosi Rd., NSN 60000	0-5622-8017-8
NAKHON SAWAN RAJABHAT UNIVERSITY *	398/4 Moo 9, Sawan Withi Rd., NSN 60000	0-5623-3444-6
TAKHLI	10 Takhli Phathana Rd., NSN 60140	0-5626-1249, 0-5626-1530
THANON SAWAN WITHI NAKHONSAWAN	269/4 Sawan Withi Rd., NSN 60000	0-5622-7866-7

OFFICE	ADDRESS	TEL
NAN NAN	92/1 Anantaworariththidet Rd., NAN 55000	0-5477-2584-6
PHAYAO PHAYAO	478 PhahonYothin Rd., PYO 56000	0-5448-1863-4
PHETCHABUN LOM SAK	152/6 Samakkhi Chai Rd., PBN 67110	0-5670-2009-11
NONG-PHAI	51 Moo 7, Saraburi-Lomsak Rd., PBN 67140	0-5678-1411-5
PETCHABOON	88/2 Samakkhi Chai Rd., PBN 67000	0-5672-2572-3
THANON SUEKSA CHAROEN PHETCHABOON *	6,8,10 Sueksa Charoen Rd., PBN 67000	0-5674-4154-5
PHICHIT BANG MUN NAK	286/1 Pravet Nua Rd., PCT 66120	0-5663-1844-7
PHICHIT	2/285 Si Mala Rd., PCT 66000	0-5661-2512-4
TAPHAN-HIN	10 Ratsadon Kasem Rd., PCT 66110	0-5662-2312-4
PHITSANULOK HOMEPRO PHITSANULOK *	959 Moo 10, Phitsanulok-Lom Sak Rd., PLK 65000	0-5522-1962-4
NARESUAN UNIVERSITY	99 Moo 9, Phitsanulok-Nakhon Sawan Rd., PLK 65000	0-5526-1125-6
PHITSANULOK	275/1 Phichai Songkhram Rd., PLK 65000	0-5530-2599, 0-5530-2600-3
THANON AKATOSAROT PHITSANULOK *	112/19 Akathosarot Rd., PLK 65000	0-5522-5173-7
PHRAE PHRAE	163 YantrakitKosol Rd., PRE 54000	0-5451-1595-6
SUKHOTHAI SUKHOTHAI	292/24 Charot Withi Thong Rd., STI 64000	0-5561-2671-2
TAK BAN TAK *	195 Moo 6,Trok Soi Rd., TAK 63120	0-5559-1249-50
MAE SOT	519 Inthara Khiri Rd., TAK 63110	0-5553-3781-3
TAK	561/3 Taksin Rd., TAK 63000	0-5551-3511-3
UTHAI THANI UTHAI THANI	5-5/1-5/2 Thoep Siri Rd., UTI 61000	0-5651-2561-2, 0-5651-2564
UTTARADIT UTTARADIT	1/62 SumranRuan Rd., UTT 53000	0-5541-1357, 0-5541-1457
UTTARADIT RAJABHAT UNIVERSITY *	27 Injaimee Rd., UTT 53000	0-5541-3736, 0-5541-7505

OFFICE	ADDRESS	TEL
WEST		
KANCHANABURI		
BO PHLOI	1/15 Moo 1, Lad Ya-Bo Phloi Rd., KPI 71160	0-3458-1055-6
KANCHANABURI	73/18 U Thong Rd., KPI 71000	0-3451-5058-9
LUK KAE	75/2,76-78 Saeng Chuto Rd., KPI 71120	0-3456-6423-4
THA MUANG	974/184 Moo 3, Saeng Chuto Rd., KPI 71110	0-3461-1412-3
THA RUA	439 Saeng Chuto Rd.,	0-3456-2005-6
PHRA THAEN	KPI 71130	
PHETCHABURI		
CHA-AM	402/4-7 Phet Kasem Rd., PBI 76120	0-3247-2047-8, 0-3247-2050-1
KHAO YOI	120/34-38 Moo 5, Phet Kasem Rd., PBI 76140	0-3256-2057-8, 0-3243-9811-3
NONG YA PLONG *	130 Moo 4, Nongkour-Nongyapong Rd., PBI 76160	0-3249-4246-50
PHETCHABURI	87/11 Moo 1, Phet Kasem Rd., PBI 76000	0-3242-8611-2
SAPHAN CHOM KLAO	7 Thevet Rd., PBI 76000	0-3241-3185-7
PHETCHABURI *		
THA YANG	328/4 Moo 1, Yai Rd., PBI 76130	0-3246-1826-7
PRACHUAP KHIRI KHAN		
BANG SAPHAN	339/109 Moo 1, Bang Saphan-Chai Talay Rd., PKN 77140	0-3254-8404-7
HUA HIN	77/20-23 Phet Kasem Rd., PKN 77110	0-3251-1120, 0-3251-1442
NONGKAE	4/105-6 Phet Kasem Rd., PKN 77110	0-3251-6546-8
HUA HIN *	218 Sala Cheep Rd., PKN 77000	0-3261-1980-1
PRACHUAP		
KHIRI KHAN		
PRANBURI	30/8 Moo 2, Phet Kasem Rd.,PKN 77120	0-3254-4105-6
PTT KUI BURI *	679/2 Moo 7, Phet Kasem Rd., PKN 77150	0-3268-2700, 0-3268-1087
THANON CHOMSIN	57/12,Chomsin Rd., PKN 77110	0-3251-5370-1, 0-3251-5406
HUA HIN *		
THANON PHET KASEM	11/71 PhetKasem Rd.,	0-3251-3927, 0-3251-3932
HUA HIN *	PKN 77110	
RATCHABURI		
BAN PONG	7/38 Saeng Chuto Rd., RBR 70110	0-3220-1949-50
HUAI KRA BOK *	361/3-5 Moo 9, Sukha Phiban 1 Rd., RBR 70190	0-3229-1091-3, 0-3229-1237-8
PHOTHARAM	116 Photharam Rd., RBR 70120	0-3235-4317-8
RATCHABURI	286/24 Si Suriyawong Rd., RBR 70000	0-3232-5650-2
THANON ROTFAI	36/4-6 Rot Fai Rd.,	0-3232-2388-9
RATCHABURI *	RBR 70000	
SAMUT SONGKHRAM		
SAMUT SONGKHRAM	133/25 Thang Khao Muang Rd., SKM 75000	0-3471-3039-40

OFFICE	ADDRESS	TEL
SUPHAN BURI		
BANG PLA MA	295/1 Moo 5, Amphoe Bang Pla Ma, SPB 72150	0-3558-7088, 0-3558-7624
SONGPHINONG	62 Banglee-Nongvanprieng Rd., SPB 72110	0-3553-1491-2
SUPHANBURI	64/23 Nen Kaeo Rd., SPB 72000	0-3552-3961-3
THANON	251 Phra	0-3552-5128-32
PHRAPHANVASA	Phanvasa Rd.,SPB 72000	
SUPHANBURI *		
U THONG	748 Moo 6, Malai Maen Rd., SPB 72160	0-3555-1081, 0-3555-2108
SOUTH		
CHUMPHON		
CHUMPHON	14/3 Moo 1, Chumphon-Ranong Highway, CPN 86000	0-7751-1491, 0-7751-1493
LANG SUAN	157 Kao Ngoen Rd., CPN 86110	0-7758-2513-5
THANON SALADAENG	91 Saladaeng Rd., CPN 86000	0-7750-5032, 0-7750-5069
CHUMPHON *		
KRABI		
AO NANG KRABI *	191 Moo 2, Ao Nang-Susanhoi Highway,KBI 81000	0-7569-5429-31
KRABI	533/2 Uttarakit Rd., KBI 81000	0-7562-1258-61
PHI PHI ISLAND *	175 Moo 7,Muang, KBI 81000	0-7560-1010-1
NAKHON SI THAMMARAT		
NAKHON SI THAMMARAT	1366/1-3 Ratchadamnoen Rd., NRT 80000	0-7534-2789, 0-7534-6125
THANON	99 Phatthanakan	0-7531-7841-5
PHATTHANAKAN	Khu Khwang Rd., NRT 80000	
KHU KHWANG		
NAKHON SITHAMMARAT		
THUNG YAI	188 Moo 2, Thung Yai-Thung Song Highway, NRT 80240	0-7548-9004-5
TUNGSONG	312 ChonPreeda Rd., NRT 80110	0-7541-2684-5
NARATHIWAT		
NARADHIWAAS	274/1 Phupha Pakdi Rd., NWT 96000	0-7351-1202-3
SUNGAi KOLOK	76 Charoen Khet Rd., NWT 96120	0-7361-5741-3
PATTANI		
PATTANI	50 Phiphit Rd., PTN 94000	0-7333-2772-3
PHANGNGA		
KHAOLAK	99-100 Moo 6, Amphaol Takua Pa, PNA 82190	0-7648-5425-7
PHANG-NGA *	179 Phet Kasem Rd., PNA 82000	0-7641-1989, 0-7641-2444
PHANGNGA		
THAP PUT	6/16 Moo 1, Thap Put-Thasai Rd., PNA 82180	0-7644-2228-30

OFFICE	ADDRESS	TEL
PHATTHALUNG		
PHATTHALUNG	1 Ramet Rd., PLG 93000	0-7461-1365-6
SI BANPHOT *	96 Moo 7, Highway 4164 (Kuan Khanun -Khao Poo), PLG 93190	0-7468-9164-6
PHUKET		
BAN SAI YUAN	96/8-9 Moo 7,	0-7638-8804-6
(RAWAI) *	Sai Yuan Rd., PKT 83000	
CENTRAL	74-75 Moo 5,	0-7636-7005-7
FESTIVAL	Wichitsongkram Rd.,	
PHUKET *	PKT 83000	
CHOENG THALE	356/3-4 Moo 1,	0-7632-5062, 0-7632-5139
PHUKET *	Sri Soonthorn Rd., PKT 83110	
HA YAEK CHALONG	17/6-7 Moo 8, Chao Fa Tawan	0-7638-4034-6
PHUKET *	Ok Rd.,PKT 83100	
INDEX LIVING	76 Moo 5,	0-7621-2619, 0-7621-2656
MALL PHUKET *	Chaloem Phra Kiat Rd., PKT 83000	
KAMALA	68/26-27 Moo 3,	0-7627-8113-4, 0-7638-6126
BEACH PHUKET *	Surin Beach-Rawai Beach Rd., PKT 83150	
KATA *	11/1 Karon Rd., PKT 83100	0-7633-3518-20
PA TONG	145 Rat Uthit Rd.,PKT 83150	0-7634-0809-10
PHUKET	64 Ratsada Rd., PKT 83000	0-7621-1592, 0-7621-1811
PHUKET	21 Moo 6,	0-7652-3046-8
RAJABHAT	Thepkrasattri Rd.,	
UNIVERSITY *	PKT 83000	
PTT THANON	12/12 Moo 2,	0-7637-7514, 0-7637-7584"
THEPKRASATTRI	Thepkrasattri Rd.,	
PHUKET *	PKT 83000	
THANON	100/434 Moo 5,	0-7637-6001-2
CHALOEM PHRA	Chaloem Phra	
KIAT PHUKET *	Kiat Rd.,PKT 83000	
THANON NA NAI	157/10, Nanai Rd.,	0-7634-5161, 0-7634-5163-4
PATONG *	PKT 83150	
THANON PATAK	263,265,267	0-7639-8249-53
(KARON) *	Patak Rd., PKT 83100	
THANON POON PHOL	25/1 Phun Phol Rd.,	0-7622-1284-6
PHUKET	PKT 83000	
THANON	116 Thawiwong Rd.,	0-7634-6074-6
THAWIWONG	PKT 83150	
(PATONG) *		
THANON THEP	6/7 Moo 6,	0-7623-6337-8
KRASATTRI PHUKET	Thep Krasattri Rd., PKT 83000	
RANONG		
RANONG	228/2 Tha Muang Rd., RNG 85000	0-7781-1777, 0-7782-1205
SATUN		
KHUAN DON *	410 Moo 1, Yontrakan Kamthon Rd., STN 91160	0-7473-5271-5
SATUN	171/3-5 Satun Thani Rd., STN 91000	0-7472-2500-2
SONGKHLA		
HAADYAI	90,92,94 Niphat Uthit 1 Rd., SKA 90110	0-7424-3051, 0-7424-4715
SONGKHLA	44 Nakhon Nai Rd., SKA 90000	0-7432-1077-9
THANON KANCHANA	333 Kanchanawanit Rd.,	0-7421-7111-3
WANIT HAT YAI	SKA 90110	
THANON	60/89 Moo 10,	0-7432-5806-8
KANCHANAWANIT	Kanchanawanit Rd.,	
SONGKHLA *	SKA 90000	

OFFICE	ADDRESS	TEL
THANON PHET	578 Phet Kasem Rd.,	0-7423-0557-8
KASEM HAT YAI	SKA 90110	
THANON SI PHUWANAT	251 Si Phuwanat Rd.,	0-7422-1003-5
HAT YAI	SKA 90110	
SURAT THANI		
BANGKOK	57 Moo 3,	0-7741-4033, 0-7741-4058-9
SAMUI HOSPITAL *	Taweerath Pakdi Rd., SNI 84320	
BEACH ROAD	159/73 Moo 2,	0-7741-3464, 0-7741-3468
(CHAWENG) *	Beach Rd.,(Chaweng), SNI 84320	
BOPHUT *	106/21 Moo 1,	0-7742-7540-2
	Taweerath Pakdi Rd., SNI 84320	
CHAWENG	110/29-32 Moo 6,	0-7741-3736-8
BEACH CHOENG MON	Thawee Rat Phakdi Rd.,SNI 84320	
BEACH *	10/10 Moo 5, SNI 84320	0-7748-4223
KANCHANADIT	60/1 Moo 1, Kadaeh Rd., SNI 84160	0-7737-9028-30
KO PHA-NGAN *	50/8-9 Moo 1, Ko Pha-ngan, SNI 84280	0-7737-7276, 0-7737-7627
KO SAMUI	11/13 Moo 3, Thawee Rat Phakdi Rd., SNI 84140	0-7742-0176-7
LAMAI BEACH *	137/4 Moo 4, Thawirathphakdi Rd., SNI 84310	0-7741-9017-8, 0-7723-0821
MAE NAM *	12/41-42 Moo 1, Thawee Rat Phakdi Rd., SNI 84330	0-7742-7787-9
MAKHAM TIA	181/291 Moo 2, Phun Phin-Surat Thani Highway, SNI 84000	0-7728-8750-3
SURAT THANI		
PHUNPHIN	23,25,27 Chulachomklao Rd., SNI 84130	0-7731-1523, 0-7731-1967
SURAT THANI	273 Na Muang Rd., SNI 84000	0-7728-3116-9
WIANG SA	97/3 Moo 4, Ban Song-Phra Saeng Rd., SNI 84190	0-7736-1958, 0-7736-1960
TRANG		
TRANG	78 Kantang Rd.,TRG 92000	0-7522-2416-7
YALA		
YALA	33,35 Yala Rd., YLA 95000	0-7321-1688-9
BETONG	116/2 Sukkhayang Rd., YLA 95110	0-7324-5861-2
Remark : * = Subbranch		
FOREIGN EXCHANGE OFFICES		
BANGKOK		
FORTUNA	19 Sukhumvit Soi 5, Sukhumvit Road, Wattana, Bangkok 10110	0-2254-4650
GOLD	93 Soi Chuladit, Phetchaburi Road,	0-2254-6476
PLACE PLAZA	Rajthevi, Bangkok 10400	
NA RAI PHAND	127 Na rai phand pavillion, Ratch damrhi Road, Patumwan, Bangkok 10330	0-2251-7462
PATPONG	124/1 Silom Road, Bang rak, Bangkok 10500	0-2235-2007
PLOENCHIT	550 Ploenchit Road, Patumwan, Bangkok 10330	0-2208-2005
RIVER CITY	23 River City Tower, Charoen krung Road, Sam pan ta wong, Bangkok 10100	0-2234-9154
SIAM PARAGON	991 Rama I Road, Patumwan, Bangkok 10330	0-2129-4873
SUAN RIM NAM	82-84 Soi Wat Suan Phlu, Charoen krung Road, Bang rak, Bangkok 10500	0-2237-3496

OFFICE	ADDRESS	TEL
SUKHUMVIT 14	304,306 Sukhumvit Road, Klong toey, Bangkok 10110	0-2229-5865-6
SUKHUMVIT 22	187 Soi Sai nam tip, Sukhumvith Road, Klong toei, Bangkok 10110	0-2258-5668
SUKHUMVIT 24	2/15 Sukhumvit Soi 24, Sukhumvit Road, Klong toei, Bangkok 10110	0-2261-2515-6
THANON PHRA ATHIT	18-20 Phra athit Road, Pra na korn, Bangkok 10200	0-2281-2277
BANGKOK SUBURBAN		
ABAC MALL	88 Moo 8, Bangna-trad (km 26) Road, Bangsaotrong, Samutprakam 10540	0-2313-4503-4
PROVINCES EAST		
BANG BAO	Bang Bao Road, Moo 1, Ko Chang, Trad 23120	0-3955-8091
CENTRAL PATTAYA	164 Moo 9, Pattaya Klang Road, Muang Pattaya, Chonburi 20260	0-3842-0905
HAT SAIKAEW KO SAMET	70 Moo 4, Muang, Rayong 21160	0-3864-4311
PATTAYA SOI 13	182-182/2 Moo 10, Pattaya Beach Road, Muang Pattaya, Chonburi 20260	0-3842-0274
SABAI LAND PATTAYA	102/1 Moo 9, Banglamung, Chonburi 20260	0-3836-1061
2 ND ROAD SAMITIVEJ	8 Jernjomphon Road, Sriracha, Chonburi 20110	0-3831-3566
SRIRACHA HOSPITAL	182/21 Pattaya Beach Road, Muang Pattaya, Chonburi 20260*	0-3842-7484
NORTH		
CHIANGMAI NIGHT BAZAAR	110 Chang Khlan Road, Muang, Chiangmai 50100	0-5323-4657-8
CHIANGMAI NIGHT SAFARI	Chiangmai Night Safari, Hangdong, Chiangmai 50230	0-5326-1639-40
PAI	82/1 Pai, Maehongson 58130	0-5369-9781
PHITSANULOK AIRPORT	608 Moo 2, Phitsanulok-Bungphra Road, Muang, Phitsanulok 65000	0-5530-1024
THANON LOIKROH 2	25 Loi Kroh Road, Muang, Chiangmai 50100	0-5328-0322-3
THANON MOON MUANG	31 Moon Muang Road, Muang, Chiangmai 50200	0-5327-7266
NORTHEAST		
KALASIN PLAZA	4/14 Theenanon Road, Muang, Kalasin 46000	0-4381-6401
KHONKAEN AIRPORT	Khonkaen Airport, Maliwan Road, Muang, Khonkaen 40000	0-4324-7597
UBON RATCHATHANI AIRPORT	Ubonratchathani Airport, Thepyothee Road, Muang, Ubonratchathani 34000	0-4525-6137

OFFICE	ADDRESS	TEL
UDORNTHANI AIRPORT	224 Udonrdhani Airport, Muang, Udonthani 41000	0-4224-0802
WEST		
CHA AM	222/14 Ruamjit Road, Cha Am, Phetchaburi 76120	0-3247-2274
DAMNERN KASEM	17 Damnern kasem Road, Hua Hin, Prachuap Khiri Khan 77110	0-3251-2408
DAMNERN SADUAK FLOATING MARKET	360 Moo 9, Damnoen Saduak, Ratchaburi 70130	0-3224-6112
HUA HIN AIRPORT	Hua Hin Airport, Phet Kasem Road, Hua Hin, Prachuap Khiri Khan 77110	0-3252-0131
HUA HIN COMPLEX	110 Phet Kasem Road, Hua Hin, Prachuap Khiri Khan 77110	0-3251-1386
HUA HIN SEASIDE	108 Naretdamri Road, Hua Hin, Prachuap khiri Khan 77110	0-3251-2320
NARESDAMRI	162/3 Naret Damri Road, Hua Hin, Prachuap Khiri Khan 77110	0-3251-1715
SOUTH		
ABSOLUTE	42/30 Thawiwong Road, Kathu, Phuket 83150	0-7634-5771
SEAPEARL PATONG AO-NANG	142 Moo 2, Ao Nang Muang, Krabi 81000	0-7563-7771-2
AO-NANG 2	119 Moo 2, Ao Nang Muang, Krabi 81000	0-7569-5433
AO-NANG 3	379 Moo 2, Ao Nang Muang, Krabi 81000	0-7569-5423-4
BAN KHOLAK	16/3 Moo 7, Phet Kasem Road, Takoapa, Phangna 82190	0-7642-0811
BANGRAK	16/1 Moo 4, Koh Samui, Suratthani 84320	0-7743-0223
BOAT LAGOON	14/1 Moo 2, Thepkasattri Road, Muang, Phuket 83200	0-7623-9964-5
HAAD RIN	130/3 Moo 6, Koh Phangan, Suratthani 84280	0-7737-5551
HAADYAO	56/4 Moo 8, Koh Phangan, Suratthani 84280	0-7734-9291-2
HAD CHAWENG	2/2 Moo 2, Beach Road (Chaweng), Koh Samui, Suratthani 84320	0-7742-2493
HAD CHAWENG 2	4/2 Moo 3, Beach Road (Chaweng), Koh Samui, Suratthani 84320	0-7742-2203
HAD LAMAI	995 Moo 3, Beach Road (Lamai), Koh Samui, Suratthani 84310	0-7742-4386
HAD LAMAI 2	131/17 Moo 3, Beach Road (Lamai), Koh Samui, Suratthani 84310	0-7741-8656
HAD PATONG 2	130 Thawiwong Road, Kathu, Phuket 83150	0-7634-5757
HAT CHENGMON	24/35 Moo 5, Koh Samui, Suratthani 84320	0-7743-0039
HAT SAIREE	3 Moo 1, Koh Phangan, Suratthani 84280	0-7745-6132
IT COMPLEX	142/19 Moo 4, Thaweratpukdee Road, Koh Samui, Suratthani 84310	0-7745-8170-1

OFFICE	ADDRESS	TEL	
KAMALA BEACH	73/132 Moo 3, Kamala-Patong Road, Kathu, Phuket 83150	0-7638-6021-2	
KHAO YAI NOI	9/9 Moo 2, Chaweng-Choengmon Road, Koh Samui, Suratthani 84320	0-7741-3419	
KRABI AIRPORT	133 Krabi Airport, Phet Kasem Road, Neur Klong, Krabi 81130	0-7569-1681	
LIVING SQUARE	14 Moo 2, Beach Road (Chaweng), Koh Samui, Suratthani 84320	0-7741-3851	
LOTUS CENTER	25/27-28 Moo 6, Thaweeratpukdee Road, Koh Samui, Suratthani 84320	0-7748-4586-7	
PASSENGER PORT OF KRABI PATONG 3	Passenger Port of Krabi, Muang, Krabi 81000 124 Thawiwong Road, Kathu, Phuket 83150	0-7561-2299 0-7634-5054	
PATONG OTOP	237/1 200 Years Rat uthit Road, Kathu, Phuket 83150	0-7634-0793	
PHI PHI ANDAMAN PHI PHI ISLAND	1 Moo 7, Muang, Krabi 81000 157 Moo 7, Muang, Krabi 81000	0-7560-1150 0-7560-1146	
SOI TON TARN KATA BEACH SURATTHANI AIRPORT	40/36 Kata Road, Muang, Phuket 83100 Suratthani Airport 7 3 Moo 3, 41st Road, Phunphin, Suratthani 84130	0-7633-0119 0-7744-1250	
THANON PATAK (KARON)	271 Patak Road, Muang, Phuket 83100	0-7639-8305	
THONGSALA KOH PANGAN TRADEWINDS	44/59 Moo 1, Koh Phangan, Suratthani 84280 17/14 Moo 3, Beach Road (Chaweng), Koh Samui, Suratthani 84320	0-7737-7044 0-7741-3425-6	
OFFICE	ADDRESS	TEL	FAX
FOREIGN BUSINESS CENTERS			
BANGKOK			
Head Office	1222 Rama III Rd., BKK 10120	0-2296-2222	0-2683-1217
Bang Na-Trat	46/1 Bangna-Trat Rd., BKK 10260	0-2751-4043-4	0-2751-4045
Bangrak	318 Silom Rd., BKK 10500	0-2235-5968 0-2237-7182-3	0-2235-4956
Charoen Nakhon	1503 Charoen Nakhon Rd., BKK 10600	0-2437-0936 0-2438-3389	0-2438-3389
Chok Chai 4	22/329 Chok Chai 4 Rd., BKK 10230	0-2539-8615-6 0-2538-9492	0-2539-8614
Gemopolis Industrial Estate	40/3 Soi Sukhapiban 2 Soi 31 Sukhapiban 2 Rd., Prawes BKK 10250	0-2727-0425-6	0-2727-0427
Nong Khaem	14/23-25 Phet Kasem Rd., BKK 10160	0-2444-4336-7	0-2444-4338
Ploenchit	550 Ploenchit Rd., BKK 10330	0-2208-2133-6	0-2253-8615
Samyack	34-37 Lamphun Chai Rd., BKK 10100	0-2221-1528-9	0-2222-4563
Thanon Vibhavadirangsit (Suntowers)	123 Vibhavadirangsit Rd., BKK 10900	0-2273-8856-7	0-2273-8858

OFFICE	ADDRESS	TEL	FAX
PROVINCES			
Cholburi	64/1-4 Sukhumvit Rd., CBI 20000	0-3828-9137-8 0-3879-0378	0-3879-0377
Haadyai	90-94 Niphat Uthit 1 Rd., SKA 90110	0-7423-7690-1	0-7423-6512
Laem Chabang	52/9-11 Sukhumvit Rd., Sriracha CBI 20230	0-3849-4905-6	0-3849-4907
Map Ta Phut	195 Sukhumvit Rd., Muang RYG 21150	0-3860-8906-7	0-3860-8908
Phuket	64 Ratsada Rd., PKT 83000	0-7621-3899	0-7621-8441
Pratunam Phra-in	55/10 Phahon Yothin Rd., AYA 13180	0-3535-4141-3	0-3535-4141
Samut Sakhon	923/27 Setthakit 1 Rd., SKN 74000	0-3481-0641-2	0-3481-0643
Siyaek Sanam Bin Chiangmai	125 Chiang Mai-Hot Highway, CMI 50200	0-5320-0150 0-5328-5347-8	0-5328-5348
INTERNATIONAL BANKING FACILITIES OFFICE			
The office has been closed according to Bank of Thailand's One Presence policy. Accordingly, the Office's assets & liabilities have been transferred to the Bank's Headquarters since April 28, 2006.			
OVERSEAS BRANCHES			
Vientiane Branch	084/1 Lane-Xang Avenue Vientiane Lao PDR. TLX : 4350 BAYVTE P.O. BOX 5072 e-mail : baylaos@laotel.com mng802@krungsri.com Manager : Mr. Suwat Tantipatanasakul	(856-21) 214575-7	(856-21) 213520
Cayman Islands Branch	C/O P.O.BOX 501 George Town, Grand Cayman, Cayman Islands, British West Indies Contact : 1222 Rama III Road, Bang Phongphang, Yan Nawa, Bangkok 10120 Thailand e-mail : bay-oba@krungsri.com Manager : Mrs. Kanokrat Jaturapisanukul	(345) 949-2001	(345) 949-7097
Hong Kong Branch	17 Floor, Jardine House, 1 Connaught Place, Central, Hong Kong TLX : 62219 HKAYFHK, SWIFT : AYUDHHKHH e-mail : bayhk@netvigator.com Manager : Mr. Pornchai Wongsonvance	(852) 2525-7398-9	(852) 2525-4445

Referral Parties

Registrar of Ordinary Shares/Warrants	:	Thailand Securities Depository Company Limited Capital Market Academy Building 2/7 Moo 4 (North Park Project) Vibhavadi-Rangsit Road, Tungsonghong, Laksi Bangkok 10210 Telephone 0-2596-9000 Facsimile 0-2832-4994-6
Registrar of the Bank's Subordinated Debentures/Short-term Debentures	:	Bank of Ayudhya Public Company Limited 1222 Rama III Road, Bang Phongphang Subdistrict Yan Nawa District, Bangkok 10120 Telephone 0-2296-4442 Facsimile 0-2683-1460
Auditor	:	Mr. Permsak Jerajakwattana Certified Public Accountant (Thailand) Registration No. 3427 Deloitte Touche Tohmatsu Jaiyos Audit Co., Ltd. Rajanakarn Building, 25th Floor 183 South Sathorn Road, Yan Nawa Subdistrict Sathorn District, Bangkok 10120 Telephone 0-2676-5700 Facsimile 0-2676-5757
Legal Advisors	:	Mr. Sa-win Akkharayut Bank of Ayudhya Public Company Limited 1222 Rama III Road, Bang Phongphang Subdistrict Yan Nawa District, Bangkok 10120 Telephone 0-2296-3871-2 Facsimile 0-2683-1466
	:	Mr. Kanok Indrambarya Bank of Ayudhya Public Company Limited 1222 Rama III Road, Bang Phongphang Subdistrict Yan Nawa District, Bangkok 10120 Telephone 0-2296-3881-2 Facsimile 0-2683-1466



BANK OF AYUDHYA
Public Company Limited

Head Office

Address : 1222 Rama III Rd., Bang Phongphang,
Yan Nawa, BKK 10120, Thailand
P.O. Box 491 Hua Lamphong BPC.
BKK 10331

Tel. : (662) 296-2000, (662) 683-1000

Fax. : (662) 683-1304

SWIFT Address : AYUDTHBK

Telex : 22661 AYUDYA TH
: 82334 AYUDYA TH

Website : <http://www.krungsri.com>