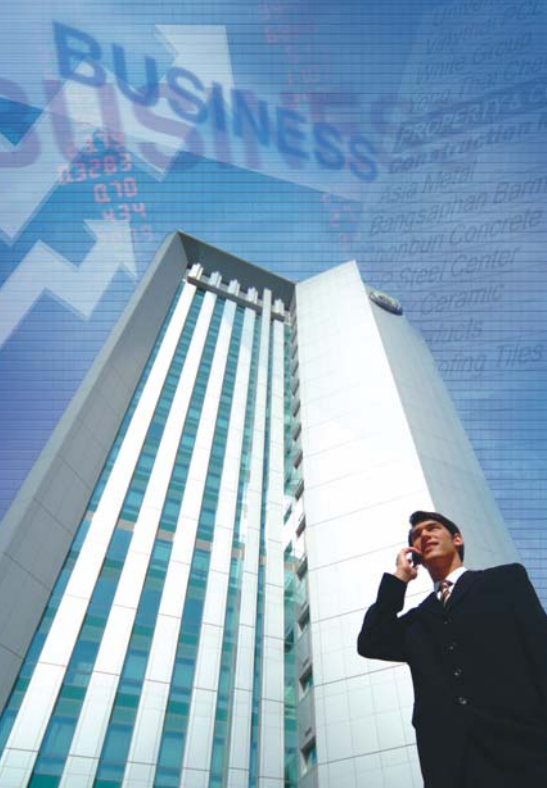




THE CONVENIENCE BANK



KRUNG THAI BANK PCL.



## Big leap into the 5<sup>th</sup> decade Krung Thai Bank ...the Convenience Bank

With steady growth in banking business side by side with the Thais for 40 years, Krung Thai Bank is stepping into the 5<sup>th</sup> decade as a leading commercial bank offering innovations in financial services with state-of-the-art technology and speed, covering all network areas toward the target of being a Convenience Bank. We cater to all business operation; support the government policy from grassroots to communities and further to the national level to jointly create sustainable growth to the Thai Economy.





■ **Vision** The Convenience Bank... trendy, easy to access, anywhere, anytime  
...offering a complete line of products to all clients  
with speedy service all at one stop



■ **Mission** Offering a complete line of financial services and products  
to all target groups  
with speedy and accurate services at competitive prices  
through nationwide branch network  
and adhering to good management principle.



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# Financial Highlights

Items	Consolidated					Krung Thai Bank				
	2005	2004	2003	2002	2001	2005	2004	2003	2002	2001
<b>Financial Standing</b> (million baht)										
Loans	891,997	935,204	978,372	849,774	700,406	894,731	937,804	979,026	849,776	700,413
Bad Debts and Doubtful Accounts	41,125	63,359	59,454	63,924	29,134	41,125	63,359	59,454	63,924	29,134
NPLs	97,635	119,693	79,443	107,844	64,655	97,635	119,693	79,443	107,844	64,655
Total Assets	1,160,021	1,148,903	1,134,501	1,058,443	976,741	1,160,070	1,149,417	1,134,451	1,058,388	976,468
Total Deposits	982,971	1,003,122	1,005,355	958,552	866,646	983,213	1,003,446	1,005,930	958,732	866,955
Total Liabilities	1,077,390	1,073,046	1,059,566	993,307	913,254	1,077,439	1,073,560	1,059,516	993,253	912,982
Total Shareholders' Equity	82,631	75,857	74,936	65,136	63,487	82,630	75,856	74,935	65,135	63,487
<b>Operating Performance</b> (million baht)										
Interest and Dividend Income	50,061	45,929	40,778	39,802	39,485	50,166	46,024	40,778	39,801	39,485
Interest Expense	11,445	13,361	17,218	20,066	20,004	11,434	13,365	17,220	20,066	20,001
Net Interest and Dividend Income	38,616	32,568	23,560	19,736	19,481	38,732	32,659	23,558	19,735	19,484
Non - Interest Income	7,641	9,249	7,897	8,294	6,051	7,259	8,957	7,640	7,107	4,548
Non - Interest Expenses	22,517	22,347	19,131	17,990	20,146	22,282	22,173	18,951	16,819	18,681
Net Income (Loss)	13,024	11,094	8,705	8,009	(4,416)	13,024	11,094	8,705	8,009	(4,416)
<b>Financial Ratios (%)</b>										
Return on Average Assets	1.13	0.97	0.79	0.79	-0.45	1.13	0.97	0.79	0.79	-0.45
Return on Average Equity	16.44	14.71	12.43	12.45	-6.84	16.44	14.71	12.43	12.45	-6.84
NPLs / Loans	10.32	12.35	7.96	11.46	8.19	10.32	12.35	7.96	11.46	8.19
BIS Total Capital Ratio	12.10	10.92	9.20	12.60	15.70	12.10	10.92	9.20	12.60	15.70
Net Income (Loss) / No. of Employees (million baht)	0.93	0.78	0.60	0.54	(0.29)	0.93	0.78	0.60	0.54	(0.29)
Book Value per Share (baht)	7.33	6.80	6.70	5.80	5.70	7.33	6.80	6.70	5.80	5.70

PROPERTY & CONSTRUCTION PAR

**Construction Materials**

Asia Metal (AMC)	1
Bangsaphan Barmill (BSBM)	1
Chonburi Concrete (CCP)	1
CSP Steel Center (CSP)	1
Dynasty Ceramic (DC)	1
OCON Products (OCON)	1
Diamond Rolling Mill (DRM)	6
Samran Wire (SW)	6
General Eng. (GE)	1
Steel (S)	1
Spring (SP)	1
Tube (T)	1
Welding (W)	1
Yield (Y)	1
Other (O)	1
Construction (C)	1
Industrial (I)	1
Transportation (T)	1
Energy (E)	1
Telecommunications (TE)	1
Information Technology (IT)	1
Healthcare (H)	1
Real Estate (RE)	1
Other (O)	1




## Clear Direction and Target



Competition in business needs to be fast, versatile and timely. Krung Thai Bank has integrated all concepts of financial services plus the modern technology and wide network coverage to achieve the target of being a Convenience Bank... especially in processing activities fulfilling customer satisfaction in all demands.

PROPERTY & CONSTRUCTION  
business



# Convenience Bank

White Group  
Yong Thai Ch  
PROPERTY  
Construct  
Asa Met  
Bangsap  
Chanbu  
CSP S  
Dynast  
DCON  
Diam  
Easter  
Gener  
G-Ste  
Thand  
Wak H  
MCS





Mr. Suparut Kawatkul  
Chairman of the Board of Directors

## Message from the Chairman and the President

Dear Valued Shareholders,

The Bank has taken a clear direction of its business operation to achieve the vision of being “The Convenience Bank”, that is a convenience bank for all customer groups both as a “Bank for Government” and a “Bank for Business” as well as a “Bank for Banks”.

The previous year 2005 was a year of self-preparation for laying strong foundation to boost the future business operation potential of the Bank by stressing the importance of customer needs. The Bank thus specified the form of its business and management structure to cater for corporate customers, medium business clients, retail customers including public sector clients. Regarding the increase of fee-based income, the Bank has set the application programs and arranged the format of product groups in preparation for providing services of funds transfer, payments and cash management as a more comprehensive “Processing Bank”.

As for the operating performance in 2005, income continually increased with the net profit of Baht 13,024 million, up 17.4 percent from 2004, although the bank was obligated to pay corporate income tax of Baht 4,279 million after enjoying tax exemption in the prior year.





Mr. Apisak Tantivorawong  
President

In 2006, the Bank will continue to develop its service providing to be the Convenience Bank for all client groups by fully utilizing its strengths especially from the Bank's being provider of financial services to the public sector through the Government Fiscal Management Information System (GFMS) and its large customer base nationwide. All these have enabled the Bank to have full potential to provide complete line of financial services. The Bank will keep on developing its information technology (IT) system and internal processes to move forward to excellence in service providing, enhancing the design and location of branches and service points to be more trendy and more convenient to customers, as well as assuring the Service Level Agreement for better service providing.

On the occasion of the 40th anniversary of the Bank, setting the pace toward the 5th decade in 2006, this year has been proclaimed as the Year of Corporate Governance. The Board of Directors, the Management and all the Bank's employees wish to express their intention and determination to jointly create the organization culture with good governance and business supervision based on righteousness, integrity and professional code of ethics by taking into consideration

the interests of the shareholders and all concerned including social responsibility in order to achieve sustainable prosperity of the Bank.

Last but not least, the Bank wishes to extend its sincere thanks and appreciation to the valued shareholders and customers - both in the public and the private sectors - for the kind support given to the Bank, enabling its operation to be successful with stability, progress and prosperity all along.

(Mr. Suparut Kawatkul)  
Chairman of the Board of Directors

(Mr. Apisak Tantivorawong)  
President

## Advantageous and Superior



With continued technological development Krung Thai Bank has acquired efficient processing operation. With the setting up of Government Fiscal Management Information System, Krung Thai Bank has a good relationship with the public sector opening up opportunities and business volume, enabling the Bank to maintain a low cost per unit, an advantage superior to others.



# Board of Directors as at February 16, 2006



Mr. Suparut Kawatkul  
Chairman





## Mr. Suparut Kawatkul

### Chairman

**AGE** 54

#### EDUCATION

- M.Sc. (Economics), Queen Mary College, University of London, U.K.
- B.Sc. (Economics), London School of Economics and Political Science, University of London, U.K.

#### TRAINING

- Advanced Management Program, Harvard University, U.S.A.
- Certificate in Double Taxation, University of Southern California, U.S.A.
- Class 45/2005, Director Accreditation Program (DAP), Thai Institute of Directors Association (IOD)

#### OTHER POSITIONS

- Permanent Secretary, Ministry of Finance
- Chairman, Government Lottery Office

- Chairman, Government Pension Fund
- Chairman, Student Loan Fund
- Deputy Chairman, Financial Institutions Development Fund Committee
- Executive Vice President, Thai Airways International Pcl.
- Commission member, Securities and Exchange Commission
- Director, Thai Asset Management Corporation
- Director, PTT Pcl.
- Director, Board of Investment
- Director, Office of the Council of State

#### EXPERIENCE

- Director-General, Revenue Department, Ministry of Finance



**1. Dr. Chaiyawat Wibulswasdi**  
 Vice Chairman  
 Chairman of the Board of Executive Directors

AGE 59

**EDUCATION**

- Ph.D. (Economics), Massachusetts Institute of Technology, U.S.A.
- B.A. (Economics), Williams College, U.S.A.

**TRAINING**

- Class 11/2004, Director Accreditation Program (DAP), Thai Institute of Directors Association (IOD)

**OTHER POSITIONS**

- Advisor to the Deputy Prime Minister and Minister of Commerce
- Commission member, Securities and Exchange Commission
- Chairman, SC Asset Corporation Pcl.

**EXPERIENCE**

- Former Governor, Bank of Thailand

**2. Mr. Apisak Tantivorawong**  
 President  
 Executive Director

AGE 52

**EDUCATION**

- M.B.A.(Industrial Management), University of Tennessee, U.S.A.
- B.Eng. (Chemical Engineering), Chulalongkorn University

**TRAINING**

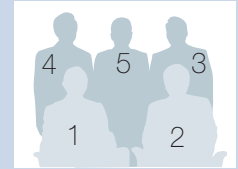
- Class 18/2002, Director Certification Program (DCP), Thai Institute of Directors Association (IOD)

**OTHER POSITION**

- Director, Thai-German Ceramic Industry Pcl.

**EXPERIENCE**

- President, Siam City Bank Pcl.
- Senior Executive Vice President, the Industrial Finance Corporation of Thailand (IFCT)
- President, Bangkok Commercial Asset Management Co., Ltd.
- Senior Executive Vice President, Bangkok Bank of Commerce Pcl.
- President, IFCT Finance and Securities Pcl.



### 3. Dr. Uttama Savanayana

Director

Executive Director

AGE 45

#### EDUCATION

- Ph.D.(Management - Finance), School of Management, University of Massachusetts-Amherst , U.S.A.
- M.B.A. (Finance and International Business), Kellogg School of Management, Northwestern University, U.S.A.
- B.Sc. (Electrical Engineering), Brown University, U.S.A.

#### TRAINING

- Certificates: Top Executive Networking Forum 2004-2005, "A Road to Borderless Cooperation" and Thailand Focus 2004-2005 Strategists

#### OTHER POSITIONS

- Vice Minister for Commerce, Ministry of Commerce
- Advisor to the Deputy Prime Minister (Dr. Somkid Jatusripituk)

#### EXPERIENCE

- Vice Minister for Office of the Prime Minister
- Advisor to Minister of Finance
- Member, State Enterprise Policy Committee
- Director & Executive Director, Krungthai AXA Life Insurance Co., Ltd.
- Director & Chairman of the Executive Board, SMEs Financial Advisory Center
- Advisor to Chairman of the Executive Board, Thai Asset Management Corporation
- Director, GE Capital (Thailand) Ltd.

### 4. Mr. Aswin Kongsiri

Director

Executive Director

AGE 60

#### EDUCATION

- Class 6, National Defence College, the National Defence Course for the Joint State-Private Sectors
- B.A.(Hons) in Philosophy, Politics and Economics, Oxford University, U.K.

#### TRAINING

- Banff School of Advanced Management, Alberta, Canada
- Class 11/2001, Director Certification Program (DCP), and Chairman 2000 Program, Thai Institute of Directors Association (IOD)

#### OTHER POSITIONS

- Director & Chairman of the Executive Board, Electricity Generating Pcl.
- Director, Investment Subcommittee, Government Pension Fund
- Director and Chairman of the Audit Committee, Oriental Hotel (Thailand) Pcl.
- Director and Member of Audit Committee, Thai Reinsurance Pcl.
- Director and Member of Audit Committee, Padaeng Industry Pcl.
- Director, CH. Karnchang Pcl.
- Director, Thai-German Ceramic Industry Pcl.
- Director and Member of Audit Committee, Risk Management Committee, Chairman of the Nominating and Remuneration Committee, Muang Thai Life Assurance Co., Ltd.
- Director and Member of Audit Committee, TRIS Rating Co., Ltd.,
- Director and Chairman of Risk Management Committee, Bangkok Aviation Fuel Services Pcl.
- Director, Energy Conservation Promotion Fund Committee

#### EXPERIENCE

- President, the Industrial Finance Corporation of Thailand (IFCT)
- Director and Executive Director, Siam Commercial Bank Pcl.

### 5. Dr. Jamlong Atikul

Director

Executive Director

AGE 58

#### EDUCATION

- Ph.D. (City & Regional Planning), Cornell University, U.S.A.
- M.Com. (Economics), University of Auckland, New Zealand
- B.C.A. (Economics), Victoria University of Wellington, New Zealand

#### TRAINING

- Certificate of Pacific Rim Executive Banker's Program 1996

#### OTHER POSITIONS

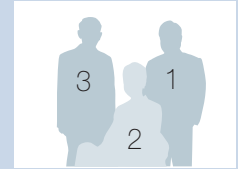
- Advisor to the Board of Directors, RCL Pcl.
- Director, Council of National Institute of Development Administration
- Director and Executive Director, Krungthai AXA Life Insurance Co., Ltd.

#### EXPERIENCE

- President, Bank of Ayudhya Pcl.
- Executive Director, the Thai Bankers' Association
- Director, Siam City Cement Pcl.







## 1. Dr. Chai-Anan Samudavanija

Chairman of the Audit Committee  
Independent Director

AGE 62

### EDUCATION

- Honorary Doctorate, University of Wisconsin, U.S.A.
- Honorary Doctorate, Edgewood College, U.S.A.
- Honorary Doctorate, National Institute of Development Administration (NIDA)
- Ph.D. (Political Science), M.A.(Political Science), University of Wisconsin, U.S.A.
- B.A. (Political Science and Asian Studies), Victoria University of Wellington, New Zealand

### OTHER POSITIONS

- Fellow and President, the Royal Institute
- Independent Director, the Bangchak Petroleum Pcl.
- Chairman, Basic Education Commission
- Director, Vajiravudh College
- Commissioner, National Education Commission

### EXPERIENCE

- Chairman, EGAT's Board of Directors
- Chairman, Electricity Generating Pcl.
- Justice of the Constitutional Court

## 2. Mrs. Tanya Sirivedhin

Member of the Audit Committee  
Independent Director

AGE 60

### EDUCATION

- M.A. (Economics), University of Wisconsin, U.S.A.
- B.A. (Economics), Victoria University of Wellington, New Zealand

### TRAINING

- Certificate, Executive Development Program, Harvard Business School, Harvard University, U.S.A.

- Certificate, Senior Executive Program, Sasin Graduate Institute of Business Administration of Chulalongkorn University
- Class 13/2001, Director Certification Program (DCP), and Developing Corporate Governance Policy 20/09/2005, Thai Institute of Directors Association (IOD)

### OTHER POSITION

- Director, Puey Ungpakorn Institute

### EXPERIENCE

- Deputy Governor, Bank of Thailand
- Advisor to the Governor, Bank of Thailand

## 3. Mr. Pachara Yutidhammadromong

Member of the Audit Committee  
Independent Director

AGE 58

### EDUCATION

- Class 399, National Defence College, the National Defence Course for the Joint State-Private Sectors
- Barrister at Law, Thai Bar Association
- LL.B., Thammasat University

### TRAINING

- Certificate from Naval War College

### OTHER POSITIONS

- Attorney General, Office of the Attorney General
- Member, Board of Directors, Thai Airways International Pcl.
- Member, Board of Directors, Provincial Electricity Authority
- Subcommittee, Sukhumvit Asset Management Co., Ltd.

### EXPERIENCE

- Deputy Attorney General, Office of the Attorney General
- Director-General, Department of the Public Prosecutor Commission, Office of the Attorney General
- Deputy Director-General, Department of the Public Prosecutor Commission, Office of the Attorney General



## 1. Mr. Somchai Wongsawat

Chairman of the Nominating and Remuneration Committee  
Independent Director

**AGE** 58

### **EDUCATION**

- Class 38, National Defence College
- Barrister at Law, Thai Bar Association
- Master of Public and Private Management (MPPM), National Institute of Development Administration
- LL.B., Thammasat University

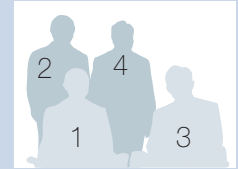
### **TRAINING**

- Class 39/2005, Director Accreditation Program (DAP), Thai Institute of Directors Association (IOD)

### **OTHER POSITIONS**

- Permanent Secretary, Ministry of Justice
- Director, Airports of Thailand Pcl.
- Director, PTT Pcl.
- Director, Thai Oil Pcl.





## 2. Mr. Santi Vilassakdanont

Chairman of the Corporate Governance Committee  
Member of the Nominating and Remuneration Committee  
Independent Director

AGE 55

### EDUCATION

- Class 355, National Defence College, the National Defence Course for the Joint State-Private Sectors
- M.M., Sasin Graduate Institute of Business Administration of Chulalongkorn University
- M.A. (Accounting), Chulalongkorn University
- B.A. (Accounting and Management), Chulalongkorn University

### TRAINING

- Class 3/2003, Director Accreditation Program (DAP), Thai Institute of Directors Association (IOD)

### OTHER POSITIONS

- President, Saha Pathana Inter-Holding Pcl.
- Director, Thai Asset Management Corporation
- Vice Chairman, the Federation of Thai Industries
- Vice Chairman, the Thai National Shippers' Council
- Director, Saha Phatana Group of Companies
- Vice Chairman, Federation of Accounting Professions

## 3. Mr. Suri Buakhom

Member of the Nominating and Remuneration Committee  
Independent Director

AGE 61

### EDUCATION

- M.B.A., Thammasat University
- M.A. (Economics), Kasetsart University

### TRAINING

- Diploma (Technology), Harvard University, U.S.A.
- Training in Strategic Alliance, the Wharton School, University of Pennsylvania, U.S.A./ Intelligence Organization, UCLA, U.S.A./ Computer Technology, Asia Electronic University
- Certificate of Developing Corporate Governance Policy 20/09/2005, Thai Institute of Directors Association (IOD)

### OTHER POSITIONS

- Advisor on Online Computer System, Revenue Department, Ministry of Finance
- Advisor on ITC System, TOT Corporation Pcl.

- Advisor on e-Government, Ministry of Information and Communication Technology
- Director, Office of Government Information Technology Service, National Science & Technology Development Agency
- Director, Krungthai Panich Insurance Co., Ltd.

### EXPERIENCE

- Office Director, Revenue Department
- Deputy Director-General, Revenue Department
- Advisor on Tax Base Development, Revenue Department

## 4. Mr. Sima Simananta

Independent Director

AGE 61

### EDUCATION

- Class 38, National Defence College
- M.S. (Political Science), Utah State University, U.S.A.
- B.S. (Political Science), Chulalongkorn University

### TRAINING

- Certificate of Public Law, Thammasat University
- Class 14/2001, Director Certification Program (DCP), Thai Institute of Directors Association (IOD)

### OTHER POSITIONS

- Member of the Council of State
- Commissioner, the Parliamentary Official Commission
- Member, Committee on Budgetary and Financial Discipline, Office of the Auditor General
- Chairman, Civil Service Sub-commission on Merit System Protection
- Commissioner, Ministry of Education Civil Service Sub-commission
- National Police Sub-commission on Human Resources Administration, National Police Commission (NPC), Royal Thai Police
- Chairman, the Parliamentary Officials Sub-commission on Assessment of Efficiency and Effectiveness
- Member, National Defence College Council
- Member, Dhurakij Pundit University Council

### EXPERIENCE

- Secretary General, Office of the Civil Service Commission
- Member of the National Research Council of Thailand (Political Science and Public Administration)

## Executive Officers as at February 16, 2006

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Mr. Apisak Tantivorawong  
President





**Mr. Apisak Tantivorawong**  
President

**AGE** 52

**EDUCATION**

- M.B.A.(Industrial Management), University of Tennessee, U.S.A.
- B.Eng. (Chemical Engineering), Chulalongkorn University

**TRAINING**

- Class 18/2002, Director Certification Program (DCP), Thai Institute of Directors Association (IOD)

**OTHER POSITION**

- Director, Thai-German Ceramic Industry Pcl.

**EXPERIENCE**

- President, Siam City Bank Pcl.
- Senior Executive Vice President, the Industrial Finance Corporation of Thailand (IFCT)
- President, Bangkok Commercial Asset Management Co., Ltd.
- Senior Executive Vice President, Bangkok Bank of Commerce Pcl.
- President, IFCT Finance and Securities Pcl.



## 1. Mr. Suwit Udomsab

Senior Executive Vice President - Managing Director  
Credit Risk Transaction Management Group

**AGE** 59

### **EDUCATION**

- B.Acc., Chulalongkorn University

### **TRAINING**

- Certificate in Advanced Management Program, Harvard Business School, Harvard University, U.S.A.

### **OTHER POSITIONS**

- Director, Trinity Watthana Pcl.
- Director, AFC Merchant Bank, Singapore

### **EXPERIENCE**

- Senior Executive Vice President - Managing Director, International Business & Money Markets Group, Krung Thai Bank Pcl.
- President, Thai Forex Club, Thai Bankers' Association
- Director, Thailand Securities Depository Co., Ltd.

## 2. Mr. Wanchai Thanittiraporn

Senior Executive Vice President - Managing Director  
Business Center Group

**AGE** 58

### **EDUCATION**

- M.S. (Economics Development), National Institute of Development Administration
- B.Com., Chulalongkorn University
- B.Acc., Chulalongkorn University

### **TRAINING**

- Certificate in Advanced Executive Program, Kellogg School of Management, Northwestern University, U.S.A.
- Certificate in International Bankers Program

### **OTHER POSITIONS**

- Director, Krungthai Panich Insurance Co., Ltd.
- Director, Krungthai AXA Life Insurance Co., Ltd.



#### EXPERIENCE

- Senior Executive Vice President - Managing Director, Central Region & Bangkok Metropolis Group, Bangkok Metropolis, Central & Eastern Region Group/ Senior Executive Vice President, Executive Vice President, Medium Business Group, Retail and Medium Business Group / Executive Vice President, Acting Managing Director of Business Banking Group, Krung Thai Bank Pcl.

### 3. Mr. Sthit Chupatanakul

Senior Executive Vice President - Managing Director  
Provincial Channel & Distribution Group

AGE 59

#### EDUCATION

- M.B.A., Thammasat University
- B.Com., Chulalongkorn University

#### TRAINING

- Class 8, Financial Executive (FINEX), Thai Bankers' Association

#### OTHER POSITION

- Director, Krung Thai Asset Management Pcl.

#### EXPERIENCE

- Senior Executive Vice President - Managing Director, Lower Northern Region & Bangkok Metropolis Group, Special Project Group, Upper Northern Region & Bangkok Metropolis Group/ Executive Vice President, Special Project Group, Government Relations Department, Corporate Banking Group, Branch Support Group, Retail and Medium Business Group / Senior Vice President and Manager, SMEs Development Department, Corporate Asset Management Department, Krung Thai Bank Pcl.
- Chairman, Krung Thai General Business Services Co., Ltd.

### 4. Mr. Boonlers Srichareon

First Executive Vice President - Managing Director  
Metropolitan Channel & Distribution Group

AGE 58

#### EDUCATION

- B.Com., Chulalongkorn University

#### OTHER POSITION

- Director, Krungthai Panich Insurance Co., Ltd.

#### EXPERIENCE

- First Executive Vice President - Managing Director, Upper Northeastern Region & Bangkok Metropolis Group, Northeastern Region Group & Northern Metropolis Group / Executive Vice President, Small and Medium Business Sector / Branch Operating Sector, Northern & Northeastern Region Group, Krung Thai Bank Pcl.

### 5. Mrs. Nongnutch Thienpaitoon

First Executive Vice President - Managing Director  
Corporate Banking Group

AGE 55

#### EDUCATION

- M.B.A. (Honor), Roosevelt University, U.S.A.
- B.Acc., (Honor), Chulalongkorn University

#### TRAINING

- Certificate in the Job of the Chief Finance Officer, New York University and Singapore Institute of Management
- Certificate in Senior Executive Program, Kellogg School of Management, Northwestern University, U.S.A.
- The Wharton School, University of Pennsylvania, U.S.A.
- Certificate in Credit Risk Management, Citibank, Singapore
- Certificate in Director Accreditation Program (DAP) Thai Institute of Directors Association (IOD)

#### OTHER POSITIONS

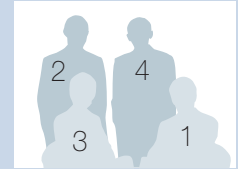
- Director, TPT Petrochemicals Pcl. & TPT Utilities Co., Ltd.
- Director, Bangkok Metro Pcl.
- Board Advisor, Krungthai AXA Life Insurance Co., Ltd.

#### EXPERIENCE

- First Executive Vice President - Managing Director, Eastern Region Group / Executive Vice President, Corporate Sector, Bangkok Metropolis & Southern Region Group, Krung Thai Bank Pcl.
- Director, Krung Thai Legal Services Co., Ltd.







## 1. Dr. Pongsathorn Siriyodhin

First Senior Executive Vice President - Managing Director  
Business Support Group

**AGE** 55

### **EDUCATION**

- Ph.D. (Economics), University of Cincinnati, U.S.A.
- M.A. (Economics), University of Cincinnati, U.S.A.
- B.A. (Economics), California State University, U.S.A.

### **OTHER POSITIONS**

- Chairman, Board of Directors, Krungthai Card Pcl.
- Director, Trinity Watthana Pcl.
- Director, Sky Asia Co., Ltd.

### **EXPERIENCE**

- First Senior Executive Vice President - Managing Director / Senior Executive Vice President - Managing Director, Banking Operations Group, Finance Group/ Senior Executive Vice President, Risk Management Group, Krung Thai Bank Pcl.

## 2. Mr. Somanat Chutima

Senior Executive Vice President - Managing Director  
Asset Management Group

**AGE** 57

### **EDUCATION**

- Class 15, National Defence College, the National Defence Regular Course for the Joint State-Private Sectors
- M.A. (Economics), Notre Dame University, U.S.A.
- B.A. (Economics), Thammasat University

### **TRAINING**

- Certificate in Advanced Management Program : PED, International Institute for Management Development, Lausanne, Switzerland

### **OTHER POSITIONS**

- Director, Krung Thai Legal Services Co., Ltd.
- Advisor, Dhipaya Insurance Pcl.

### **EXPERIENCE**

- Senior Executive Vice President - Managing Director, Substandard Debts Management Group, Organization and Subsidiaries Support Group, Krung Thai Bank Pcl.

## 3. Mrs. Kittiya Todhanakasem

Senior Executive Vice President - Managing Director  
Financial Management Group

**AGE** 48

### **EDUCATION**

- M.B.A., University of Illinois, Urbana-Champaign, U.S.A.
- B.Acc. (Honor), Thammasat University

### **TRAINING**

- Certificate in Role of RM & CM, Retail Financial Service Forum 2004 : Strategic Thinking for Asia's New Leaders in Hong Kong, The Value Creation Imperative
- Class 45/2005, Director Accreditation Program (DAP), Thai Institute of Directors Association (IOD)

### **OTHER POSITIONS**

- Director, Krungthai Card Pcl.
- Director, Krungthai Panich Insurance Co., Ltd.

### **EXPERIENCE**

- Senior Executive Vice President - Managing Director / Executive Vice President - Managing Director, Risk Management Group / Executive Vice President, Risk Management Group / Acting Managing Director of Corporate Banking Business Group, Krung Thai Bank Pcl.
- Director, Krungthai AXA Life Insurance Co, Ltd.

## 4. Mr. Chaichan Kangwanpong

Senior Executive Vice President - Managing Director  
Information Technology Sector, Business Support Group

**AGE** 57

### **EDUCATION**

- M.M. Sasin Graduate Institute of Business Administration of Chulalongkorn University
- B.Sc. (Math), Chiang Mai University

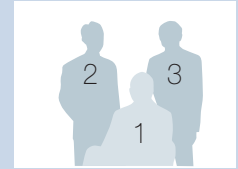
### **OTHER POSITIONS**

- Director, Krung Thai Computer Services Co., Ltd.
- President, ICT State Enterprise Club of Thailand
- Director, Office of Computer Clustering Promotion

### **EXPERIENCE**

- Senior Executive Vice President - Managing Director / Executive Vice President, Information Technology Group, Krung Thai Bank Pcl.





## 1. Mr. Sayan Satangmongkol

Senior Executive Vice President - Managing Director  
Risk Management Group

AGE 58

### EDUCATION

- M.B.A., Thammasat University
- B.Sc. (Agricultural Economics), Kasetsart University

### TRAINING

- Certificate in Senior Executive Program, Sasin Graduate Institute of Business Administration of Chulalongkorn University
- Class 43/2004, Director Certification Program (DCP), Thai Institute of Directors Association (IOD)

### OTHER POSITIONS

- Director, the Bangchak Petroleum Pcl.
- Director, Thanathep Printing Co., Ltd.

### EXPERIENCE

- Senior Executive Vice President - Managing Director / Executive Vice President - Managing Director, Office of Internal Audit/ Senior Vice President & Manager, Internal Audit Department, Krung Thai Bank Pcl.

## 2. Mr. Somgiat Sangsurane

First Executive Vice President - Managing Director  
Office of General Counsel  
Corporate Secretary

AGE 58

### EDUCATION

- M.C. (Securities Markets and Investment), Hitotsubashi University, Japan
- B.Com., Chulalongkorn University

### TRAINING

- Certificate in ABA Regulatory Compliance Conference, American Bankers Association, U.S.A.
- Certificate in Risk Management in Financial Institute, Granof & Gold (Thailand) Co., Ltd.
- Certificate in Advanced Management Program
- Certificate in Making Corporate Board More Effective, Harvard Business School, Harvard University, U.S.A.

### OTHER POSITIONS

- Director, Audit Committee Member, TSFC Securities Co., Ltd.
- Director, Siam Paper Pcl.
- Deputy Chairman, Krung Thai Legal Services Co., Ltd.

### EXPERIENCE

- Executive Vice President - Managing Director, Office of General Counsel / Senior Vice President & Manager, Planning and Budgeting Department, Krung Thai Bank Pcl.
- Director, Central Credit Information Services Co., Ltd.

## 3. Mr. Prasert Sophan

First Executive Vice President - Managing Director  
Office of Internal Audit

AGE 59

### EDUCATION

- M.S.(Economics), Chiang Mai University
- B.A.(Accounting), Chiang Mai University

### TRAINING

- Certificate in Advanced Management Program
- Certificate in Anti-Money Laundering Act, Anti-Money Laundering Office
- Certificate in Internal Audit, the Stock Exchange of Thailand

### OTHER POSITION

- Director, Krungthai Panich Insurance Co., Ltd.

### EXPERIENCE

- First Executive Vice President - Managing Director, Lower Northeastern Region & Bangkok Metropolis Group/ Executive Vice President, Northern Region & Western Bangkok Metropolis Group, Northern & Northeastern Region Group/ Executive Vice President, Retail & Medium Business Group, Krung Thai Bank Pcl.



## 1. Mr. Sahas Treetipbut

Senior Executive Vice President - Managing Director  
Products and Market Management Group

AGE 59

### EDUCATION

- Class 12, National Defence College, the National Defence Regular Course for the Joint State-Private Sectors
- M.S.(Computer and Information Sciences), Syracuse University, U.S.A.
- B.Com. (Statistics), Chulalongkorn University

### TRAINING

- Certificate in Advanced Management Program for Overseas Bankers, The Wharton School, University of Pennsylvania, U.S.A.
- Class 28/2004, Director Accreditation Program (DAP), Thai Institute of Directors Association (IOD)

### OTHER POSITIONS

- President, Krung Thai General Business Services Co., Ltd.
- President, Policy and Action Plan Subcommittee, Electronic Transactions Commission
- Director, Electronic Transactions Commission
- Director, Institute of Certified Accountants and Auditors of Thailand
- Director, Krungthai AXA Life Insurance Co., Ltd.
- Director, Internet Thailand Pcl.
- Director, Settrade.com Co., Ltd.
- Director, Trade Siam Co., Ltd.
- Director, National ITMX Co., Ltd.

### EXPERIENCE

- Senior Executive Vice President - Managing Director, Product Management & Special Projects Group, Product & Marketing Group, Human Resources and Corporate Support Group, Krung Thai Bank Pcl.



## 2. Mr. Suwan Damnemthong

First Executive Vice President - Managing Director  
Shariah Banking Group

AGE 58

### EDUCATION

- M.A. (Management), Sasin Graduate Institute of Business Administration of Chulalongkorn University
- B.Acc., Chulalongkorn University

### TRAINING

- Certificate in Investment Banking, Risk Management, Advance Rate Risk, Customer Focused Management, Corporate Finance / Capital Markets
- Certificate in Senior Executives in Criminal Justice Administration Program, National Academy of Criminal Justice, Office of the Judiciary

### OTHER POSITIONS

- Director, Bangkok Commercial Asset Management Co., Ltd.
- Advisor, the Institute of Internal Auditors of Thailand

### EXPERIENCE

- Executive Vice President, Acting President, Islamic Banking Group / Executive Vice President - Managing Director, Product & Marketing Group, Internal Control Group / Secretary, Committee on Setting Direction for Internal Auditing, Krung Thai Bank Pcl.

## 3. Mrs. Sumana Vonggapan

First Executive Vice President - Managing Director  
Human Resources and Organization Management Group

AGE 56

### EDUCATION

- M.B.A., Southeastern Oklahoma State University, U.S.A.
- B.A.(Communication Arts) (Honor) Chulalongkorn University

### TRAINING

- Certificate in Advanced Management Program, the Wharton School, University of Pennsylvania, U.S.A.
- Certificate in Executive Teamwork Development
- Certificate in Management Problem Solving and Decision Making Program
- Class 47, Director Accreditation Program (DAP), Thai Institute of Directors Association (IOD)

### OTHER POSITIONS

- Chairman, Nominating Committee, Krung Thai General Business Services Co., Ltd.
- Director, Audit Committee Member, Krung Thai General Business Services Co., Ltd.
- Director, Krung Thai Property Development Co., Ltd.

### EXPERIENCE

- First Executive Vice President - Managing Director, Human Resources and Corporate Support Group / Executive Vice President, Human Resources Sector, Human Resources and Corporate Support Group / Senior Vice President & Manager, Marketing Development & Data Processing Department, Acting Managing Director of Business Promotion and Management Group, Krung Thai Bank Pcl.

## 4. Mr. Preecha Phukham

First Executive Vice President - Managing Director  
Government & State Enterprise Relations Group

AGE 58

### EDUCATION

- M.B.A., National Institute of Development Administration
- B.A.(Economics), Thammasat University

### TRAINING

- Certificates in Advanced Management Program; People System in Action; Merger & Acquisition Advisors; Dishonesty, Misconduct, Malfeasance Corruption

### OTHER POSITIONS

- Chairman, KTB Leasing Co., Ltd.
- Vice Chairman, Community Bank, Krung Thai Bank Pcl.
- Vice Chairman, Credit Managers Club

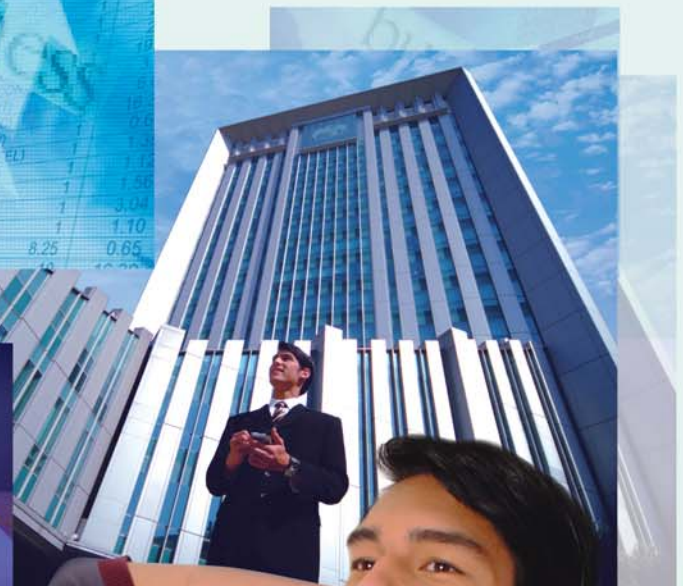
### EXPERIENCE

- First Executive Vice President - Managing Director, Lower Southern Region & Bangkok Metropolis Group/ Executive Vice President, Northeastern Region & Northern Bangkok Metropolis Group, Krung Thai Bank Pcl.

## Quality Organization Adds Intellectual Value to Society



As a leading commercial bank with major role in national development, Krung Thai Bank places importance on being an organization with good corporate governance adhering to ethics, integrity, transparency and responsibility. While not neglecting social contribution, developing quality of life, building intellectual capital, encouraging Thai youth to explore their own potential... thus emphasizes the image of being a steady growing Bank servicing the fellow Thais... now and in the future.



# Convenience Bank





## Business Environment

### Economic Overview in 2005 and Outlook for 2006

#### The Economy in 2005

##### World Economy: Slowing down following major economic leaders

The world economy in 2005 expanded about 4.3 percent, slowing down from 5.1 percent in 2004, as the major economies such as the United States, Europe, China and Japan, all faced a decline. Many factors have pressured the economy continuously throughout the year, including the record-high oil prices which had impacted the global economic expansion to slacken off by about 0.5 - 1.0 percent. In addition, there were imbalances in the world economic system, especially the United States that was suffering high current account deficit of over 6 percent of GDP. Terrorism acts and severe natural disasters also posed a problem. The economies of major countries having significant influences in propelling the world economy in 2005 are as follows:

- **United States of America**

The US economy expanded 3.5 percent in 2005, slowing down from 4.2 percent in the prior year. It was higher than the estimate made in early part of the year despite pressure from several risk factors, especially economic stability problems, internally and externally. As inflation surged up following crude oil price hikes in the world markets, the Federal Reserve Bank

had to increase the Fed funds rate 13 times consecutively since June 2004. At year-end 2005, the Fed funds rate stood at 4.25 percent, helping to curb inflation to some extent. However, this resulted in the appreciation of US dollar during certain periods and pressuring the solving of current account deficit that has lasted for nearly 30 years consecutively, accounting to approximately 6 percent of GDP. In addition, more than half the growth of the US economy was derived from the rapid expansion of the real estate sector; so much higher than the real demand that it could be considered a bubble economy. This was regarded as a major risk that could prolong and become a threat in 2006.

- **China**

Its economy grew as high as 9.9 percent, slightly slackening from 10.1 percent in the previous year. Such growth came from both domestic investment and foreign direct investment, was considered a vital force that drove the global economy of 2005 to expand favorably. Moreover, exports grew 28.4 percent, another stimulating factor that contributed to the economic growth of more than 9 percent for four consecutive years. In 2005 China experienced a trade surplus of US\$101 billion. This put China under heavy pressure, especially from its trade counterpart the United States, to appreciate its Yuan by 2 percent for the first



time in July 2005. There is a tendency that the Yuan will be pressured to appreciate at least another 5 - 10 percent to be in line with China's current economy.

- **Japan**

The economy expanded by 2.0 percent, slightly down from 2.3 percent in 2004. However, this was a continuous recovery especially in the second half-year when several economic indicators improved significantly, e.g. the unemployment rate in the third quarter was at its lowest in the past seven years and the consumers confidence index increased continuously, reaching the highest point in 14 years in the fourth quarter, thus resulting in the rise of household expenses. Moreover, inflation rate that nearly approached 0 percent could signify that deflation which had plagued the Japanese economy for more than seven years is coming to an end.

- **Europe**

The European economy grew by about 1.2 percent, down from 2.0 percent in 2004. During the first half-year, the German economy, which contributed to two-thirds of the European economy, dwindled down significantly before recovering in the second half-year. Domestic demand, manufacturing production and exports were the major drivers. Nevertheless, the rising inflation following oil price rise caused the European Central Bank (ECB) to raise its refinancing rate from 0.25 to 2.25 percent on December 6, 2005. This is the first increase of refinancing rate in five years.

### **Thai Economy: Several besetting risk factors pressured the economy to slow down**

Due to the global economic slowdown and uncontrollable external events, the Thai economy in 2005 grew 4.5 percent, slackening from 6.2 percent in 2004. In addition several domestic factors besieged the economy. Those with large negative impacts were:

- **The aftermath of tsunami** Consumption and investment in the six coastal provinces along the Andaman Sea stagnated throughout the first quarter of 2005. This effect permeated into the tourism sector causing it to subdue throughout the year.

- **The rise of retail petrol prices** When the government announced the floating of diesel prices in the second half-year, inflation was forced to perk up several months consecutively, hitting 6.2 percent in October, a record high in the period of more than seven years, before tapering down in the last two months. As a result, the annual average inflation stood at 4.5 percent, much higher than 2.7 percent in the year before.

- **Continuous rising interest rate** The accelerating inflation coupled with the necessity to maintain the stability of the Thai Baht pressured the Bank of Thailand to raise the repurchase rate nine times successively since August 2004. At year-end 2005 the 14-day R/P rate stood at 4.00 percent. As a result, commercial banks raised their interest rates on deposits and loans accordingly.

- **Increase severity of the natural disasters** Drought was experienced during the first half-year while floods prevailed nearly in all the regions during the rest of the year. Flooding in the North and the South hit the record high in the past several years.

- **Increasing intensity of insurgency in the three deep-south provinces**

- **The return of bird flu outbreak** This time the outbreak was well controlled by the government.

All these forces had influenced the key economic indicators as follows:

- **Domestic demand slowed down** Private consumption expanded 4.4 percent, slackening from 5.9 percent in 2004 and private investment grew only 11.2 percent, down from 16.3 percent in the previous year. Public spending and investment was the only indicator that showed better trend.

- **First trade deficit in eight years** Exports expanded only 15 percent; lower than the target of 20 percent set by the government. While imports grew 26 percent, comprising mostly of capital goods, oil and gold. Hence, the current account experienced the first deficit of US\$3,714 million or about 2 percent of GDP. However, the international reserve was still at a satisfactory level of US\$52.1 billion or three folds of the short-term foreign debts.

- **Internal stability jeopardized by the accelerating inflation**

## Economic Outlook for 2006

### World Economy: Risk factors still remain... with chances of recovery

The 2006 world economy is expected to grow at the rate close to that of 2005 i.e. 4.3 percent as many events are hard to estimate, namely:

**- Economic slowdown of world's major leaders** The United States is expected to grow at 3.3 percent - slightly down from 3.5 percent in 2005, and China which is foreseen to expand 9.0 percent - slowing down from 9.9 percent.

**- U.S. successive twin deficits** This have already adversely affected confidence in the value of US dollar and is anticipated to weaken further which will not bode well for trade among the Asian countries including Thailand.



**- The resurgence of oil prices** There is a possibility that oil prices will return to their high level once again. Oil supply is limited but the world demand remains high following global economic expansion. Not to mention that the political conflicts still persist among the OPEC member countries.

**- Pressure from inflation and interest rates hike** These are the factors that will slow down the overall world economy.

**- Bubble condition in real estate sector in several countries** If real estate in the United States and Europe reach the saturation point and severe slowdowns take place, this could adversely affect the world economic growth.

**- Risks associated with terrorism, political and racial conflicts, and natural catastrophe** All these events may

return especially the avian flu which could mutate and becomes difficult to control.

Nevertheless, the global economic expansion of more than 4 percent, ongoing US economic growth of higher than 3 percent and the Asian economic expansion of over 5 percent, all are regarded as good trends. Apart from these, the PMI index of JP Morgan Chase indicated that private investment in worldwide production and services sectors is still above 50 in late 2005, reflecting that the global production is still growing successively. Moreover, the employment index stood above 53, the highest in five years, reflecting that worldwide private business is still enjoying a high growth. It is thus expected that it will also give continuing positive effect to the growth of world economy in 2006.

### Thai Economy: Economic recovery... amidst risk factors

With increasing economic driving forces in the second half of 2005 and the expectation that the existing negative threats towards economic growth will lose their momentum - be the tsunami impact on tourism or the relaxed drought as well as progress in various water sources development projects, it is expected that the Thai economy will grow approximately 4.4 - 4.9 percent in 2006 from 4.5 percent in 2005. In addition, the Thai economy still enjoys key benefits from:

**- High exports** Thai goods such as agricultural products, food products, vehicles and electronics are still in great demand in the world markets. The government also has exerted much effort to expand markets in emerging countries, namely India and the Arab countries and establishes a Regional Hub to formulate trading strategy in each region.

**- The mega-projects** It is expected that in 2006, the progress of the mega-projects will be more solidified, especially in the areas of mass transportation, irrigation development and education. These will hence push private investment to expand accordingly. However, the momentum towards 2006 economic growth will decline should the projects be delayed.

**- High capacity utilization rate** Capacity utilization rate in certain industries was higher than 80 percent and the average performance of the business sector has also increased in the past 2 - 3 years. Therefore, there is a tendency that the private

## Economic Growth Rates

Unit: Percent

	2001	2002	2003	2004	2005	2006 <sup>e</sup>
World	2.4	3.0	4.0	5.1	4.3	4.3
United States	0.8	1.6	2.7	4.2	3.5	3.3
Europe	1.7	0.9	0.7	2.0	1.2	1.8
Japan	0.2	-0.3	1.4	2.7	2.0	2.0
China	8.3	9.1	10.0	10.1	9.9	9.0
Thailand	2.2	5.3	7.0	6.2	4.5	4.4 - 4.9

Source: <http://www.imf.org/external/pubs/ft/weo/2005/02/pdf/statappx.pdf>, Office of the National Economic and Social Development Board

Note: e = estimates by the Business Research Department, Krung Thai Bank Pcl.

sector will continue to expand its investment, such as in the electronics field, vehicles, parts and accessories, petrochemicals, chemicals and paper products.

**- Foreign direct investments** It is expected that there will be much foreign funds flowing in to join the government's mega-projects and to relocate their production bases or expansion of investment. China, in particular, is interested in agro-industrial processing, motor vehicles, parts and accessories, electronic engravers and infra-structure.

**- The recovery of tourism** After the devastated areas from tsunami have been rehabilitated and the government has ejected budget expenditure and taken respective measures to regain confidence of tourists, it is expected that tourism should recover at a speedy rate.

Nevertheless, the Thai economy still faces considerable challenging risks ahead namely:

**- The imbalance of the world economy** as reflected from the twin deficits of the United States, while the key Asian countries such as China, Japan and South Korea have enjoyed successive trade surplus.

**- The bubble condition in real estate sector in several countries** especially the United States could burst and produce economic and financial disturbances in various countries worldwide.

### **- Volatility of crude oil prices in world markets**

**- Appreciation of currencies in the region** following upward adjustment of the Yuan and the tendency that the United States will stop raising its Fed funds rate in 2006.

**- Upward adjustment of interest rates among financial institutions** will be more apparent in 2006. This would adversely slow down consumption in continuation from 2005, especially purchasing of durable goods such as houses and cars due to rising debt burdens. Research results showed that an increase of 1 percent in interest rate will reduce the consumers' purchasing power for houses to as much as 8 percent.

**- Turmoil in the three deep-south provinces and the risk from recurrence of bird flu outbreak**

**- Political conflicts** that might have adverse effects on investors' confidence.

## A Summary of Commercial Banking Business in 2005 and Outlook for 2006

### Commercial Banking Business in 2005

Commercial banking business in 2005 encountered the toughest time since the recovery of the 1997 economic crisis. This was because many negative factors poured in simultaneously and continuously throughout the year, be the economic factors, financial factors, rules and regulations or social changes.



### Economic Factors

- The world economy in 2005 grew at a slackening rate of 4.3 percent from 5.1 percent in 2004. In particular, the economies of major trading partners of Thailand, like the U.S., Japan and the EU, also slowed down.
- The Thai economy expanded 4.5 percent from 6.2 percent in 2004, since major economic drivers such as exports, investment and private consumption, all grew at a declining rate.

### Financial Factors

- Interest rates were on the rise as a result of pressure from foreign interest rates, oil price hikes and escalating inflation. Moreover, the Bank of Thailand's monetary policy was geared to having domestic interest rate higher than inflation rate to help stimulate savings. At the same time, the BOT adjusted the interest rate in line with that of the U.S. to attract foreign capital. Thus domestic interest rates surged up as high as 2.0 percent in 2005. This adversely affected the banks' costs of capital and credit extension as customers' purchasing power and ability to repay debts declined.
- The exchange rates impacted by uncontrollable risks became more volatile. The speculation of the Chinese Yuan, instability of the US economy where the real estate sector could burst any moment, the twin deficits, the outbreaks of bird flu worldwide, the frequent and severe natural disasters, as well as terrorism, military and international political tensions, all these prompted the Thai Baht to fluctuate widely as much as Baht 3.81 per US dollar compared to Baht 2.82 per US dollar in 2004.
- The capital market slowed down induced by increased interest rates and political uncertainties.

### Regulatory Factors

- The Financial Sector Master Plan allows financial institutions that transformed to commercial bank, retail bank or credit company to expand their scope of business. The Plan also relaxes the regulations, induces them to extend loans to retail customers and SME. In addition the Plan calls for a process of hearing customers' complaints, and stipulates "One Presence" policy whereby only commercial banks could take deposits from the general public.
- With Basel II coming into effect in 2008, commercial banks have to be well prepared with data and knowledge of risk management for assessing capital adequacy either by the standardised approach or IRB approach, and to increase capital to support operational risk. Also to increase the role of enhancement of market discipline through disclosure of sufficient information.
- To prepare for the enforcement of Consolidate Supervision requirements in 2007, bank has to show its investments on a fully consolidated basis in order to apply for a banking group, to calculate consolidated capital adequacy and to develop a risk framework for the group.
- The amendments of various laws such as Anti-Money Laundering Act, Bankruptcy Act, Aliens Act and the separation of Commercial Law from Civil Code.

### Social Factors

- Money market is no longer determined by business owners as in the past, but rather controlled by consumers completely. People's lifestyle has changed significantly with the development of technology. They are demanding for diversified services that are speedy, convenient, accurate, safe, trendy and inexpensive. Most importantly, the customers wish to have easier access to information sources. They shop around for better service and price, thus lowering their loyalty to any particular good or service.
- Call for transparency in business operation and more corporate social responsibility. The required basic qualifications include transparent and fair business operation with adequate disclosure of information and good management system, as well as contributing to social activities at times.

## Effects of Changes on Commercial Banking Business

The aforementioned changes had the following effects:

**Positive effects:** enabling the banks to expand their service network, to conduct business more easily, to reduce duplication of work thus resulting in cost reduction as a consequence of economies of scale and open up more opportunities for better performance. In addition they give banks a stronger foothold especially in respect to the important task of risk management, as well as upgrading to world standard.

**Negative effects:** the increase in interest rate and the cost of revamping the organization in many aspects, especially in technology, database and personnel, have pushed up the operational cost of the bank. Intense competition also drives up the operating cost.

## Competition in the Banking Industry

Competition among commercial banks in 2005 increased severely, as a result of economic slowdown brought by oil price hikes that pushed up inflation sharply, prompting the repurchase rate to go up as high as 2.0 percent, inevitably impacting the cost of capital. Commercial banks also have to compete with new commercial banks that come from the Financial Sector Master Plan. Then Basel II requirement of risk management and capital adequacy forces banks to get prepared for tougher competition. But every bank was fully equipped with capital, technology, state-of-the-art and human resources after going through the 1997 economic crisis. Competition was therefore very intense throughout 2005 with the first half-year competing for loans. But private investment had slowed down with the effects of tsunami and the drought. So there remained only personal consumption sector that banks could extend credit. Competition for consumer loan was thus very intense, particularly for housing loan. In the second half-year, competition in mobilizing deposits was even more severe than the increase of the repurchase rate. Excess liquidity was continuously siphoned out to pressure banks to increase their interest rates to induce the nation's savings. Commercial banks were then forced to up their interest rate on time deposits by more than 1.0 percent in order to retain their customer base, albeit excess liquidity. While banks were able to

increase interest rate not more than 1.0 percent on loan, marketing became more severe in the following aspects:

**Products** New products were launched in response to the needs of all niches namely corporate customers, retail businesses, SME, investment banking, cash management and personal banking. But retail customers were the main focus. At the same time, banks offer complete package loans covering from purchasing houses to home furnishings and repair. Apart from this, there is more collaboration with other financial businesses to provide a complete line of services such as bancassurance, hire-purchase and leasing as well as cross selling to a greater extent. While competition in mobilizing deposits was extremely intense, banks released a wide variety of deposits like never before, such as time deposits of 7-day, 14-day, 4-month, and other time deposits with incentives.

**Distribution channels** Commercial banks expanded their networks and outlets to reach as many clients as possible. More sub-branches were opened, and services are provided after hours, and via electronic access for 24-hour. The number of ATMs in the banking industry increased as high as 42.64 percent and sub-branches grew by 26.63 percent while full-branches increased only 3.93 percent. In addition, banks cooperated with other potential business alliances such as hotels, movie theatres, department stores and gas stations in order to reach more target groups, as well as provide home/office visit, mobile banking, drive-through service, self-service banking and e-banking.

**Pricing** Competition was not very intense since interest rates were on the upward trend. Pricing strategy was used for short periods especially for mobilizing deposits among medium and small banks. On lending side, competition for housing loan was severe. Most banks would avoid using fixed interest rates but would compete on discount of MLR. Apart from this, several commercial banks offered clean loans with repayment of principal and interest in order to capture market share of non-banks that use flat rate.

**Sales promotion** Advertising, prize drawing and rewards were used to attract customers. Credit card service experienced extremely tough competition using all types of promotion from advertising to double rewards and cash rebates. Because of



higher interest rates consumers tend to spend less, so heavy promotion was necessary.

**Customer relation** Focus was stressed on customer relationship management with the aim to build loyalty through pre-sale and post-sale services, as well as educate each target group on business operations on a continuous basis.

### Number of Competitors

There are more and more competitors coming into the market as a result of the Financial Sector Master Plan. Competitors are not confined to commercial banks only but other financial institutions and non-bank group also pose as competitors. Hence not only are there more rivals, but the rivals are more competent too.

The stock market and the bond market became more prominent. In particular the bond market had developed at an accelerating rate to balance with the financial system, so not to let the money market out-weighted and became another 1997 economic crisis. As such, the proportion of assets in the money market in 2005 declined heavily as compared to that in early 1996.

### Comparison of Assets in 1996 and in 2005

	unit: percent	
	1996	2005
Money market	74	57
Stock market	22	27
Bond market	4	16
<b>Total</b>	<b>100</b>	<b>100</b>

The number of non-banks has gone up greatly, foreign-owned as well as joint venture. Also several financial institutions have transformed to credit companies, offering services in credit card, debit card, personal loan and term payment. At present, there are 28 companies under the supervision of the Bank of Thailand. Moreover, there are other businesses that have aggressively entered the arena acting as payment intermediary.

Specialized financial institutions like the Government Savings Bank, Government Housing Bank, Bank for Agriculture and Agricultural Cooperatives (BAAC), EXIM Bank of Thailand and SME Development Bank have all expanded their scope of services. This enlarged the credit market share of specialized financial institutions from 8.13 percent in 1996 to 19.20 percent currently.

The severe competition and the high interest rates had directly impacted commercial bank operation. But at the same time these factors became driving forces for banks to manage their resources with greater efficiency. As a result, the 14 commercial banks in the industry made a total net profit of Baht 95.421 billion in 2005, an increase as much as 23.41 percent from 2004, though it was the year that banks had to pay corporate income tax after having enjoyed tax exemption for seven years since the financial crisis.

### Adjustment of Commercial Banks

The NPL crisis still unresolved, the intense competition and the increased complexity in business operation forced the banks to be more prudent in conducting their businesses and diversifying their risks as much as possible. Nearly all commercial banks have opted similar business operation principle as follows:

- Focus more on non-interest income. Interest income had to be backed with capital fund and risked of becoming NPL. Most of the banks set to increase their non-interest income to that of international level of 50 percent of the total income. Currently the proportion is about 25 percent. This could help to increase the return on capital too.

- Focus on rendering services to more retail and SME clients so as to avoid NPL, incurred by corporate customers in the past. Importantly, a large retail customer base could increase earnings from higher cross selling too. As for corporate clients, commercial banks will not stress loans only but would offer complete line of services in one package, which would enable the banks to earn both interest and fees.

- Focus on competition coupled with stringent risk management. Major aim is not to get more clients and income, but to prevent losses that could incur to the banks. Banks would also consider the risk weight of each financial product offered to attract clients in order to reduce capital funds as prescribed by the Basel II Accord.

- Focus on costs effectiveness which could increase competitive advantage and compensate for the income that tends to be harder to earn in time of severe competition.

### **Outlook for Commercial Banking Industry in 2006**

Although the economy in 2006 is perceived to be better than that of 2005, but managing commercial banking tends to be more difficult amidst the economic and social environment that varied continuously. Oil prices, inflation, interest rates, all are on the rise. The exchange rates expect to be more volatile because of trade liberalization making mobility of capital funds easier and faster. Authority's rules and regulations are foreseen to change significantly including the establishment of the Deposit Insurance Agency, the enforcement of the Financial Sector Master Plan, the new consolidated basis under Basel II, the new accounting standards and the amendment of Civil and Commercial Code. Major points of concern that will make competition more severe are as follows:

1. The economy tends to grow higher in 2006 from about 4.5 percent to about 4.4-4.9 percent thus prompting the recovery of the credit market. Competition to win new accounts will become more difficult especially for the corporate group that may turn to other means of capital mobilization instead of borrowing from the banks.

2. The decreasing liquidity and the establishment of the Deposit Insurance Agency will lead to fierce competition in deposits rate especially among medium and small banks.

3. Under the Financial Sector Master Plan there will emerge at least three new banks with niche market specialty that could win the market share of commercial banks, especially in home loans, leasing and hire-purchase.

4. The increase of financial services of non-bank and other related businesses such as credit card companies offering more loans, telecommunication company acting as intermediary for payment and settlement as well as automobile dealers expanding to leasing business.

5. The increased roles of the stock exchange, the bond market and the specialized financial institutions, such as the Government Housing Bank, the Government Savings Bank, the Bank for Agriculture and Agricultural Cooperatives, will diminish reliance on commercial banks for loans.

6. The emergence of merger and inflows of foreign investment in the form of joint shareholding or acquisition of financial institutions will raise the number of operators that are stronger and results in fiercer competition.

7. Free Trade Agreement will close down financial institutions that are small and weak, finally reducing the number of operators.

To survive amidst the flow of changes and increasingly severe competition, the Bank has to adjust in all respects from technology, service quality, new products, modern risk management, increase of employees' potential, trade alliance network to customer relationship which would bring about customer satisfaction, attachment and loyalty to the Bank. All these will lead to sustainable growth in the coming future.



## Nature of Business Operation

Krung Thai Bank is the second largest bank in the Thai banking industry with the role in developing the nation through its response to the government policy in many projects. At the same time the Bank operates commercially amidst severe competition. In 2005, the Bank's operating performance was highly distinctive as a result of careful and prudent operation, focusing on quality rather than quantity. This was coupled with the Bank's appropriate strategy in its vision of being "The Convenience Bank". The Bank has launched new products and also developed the existing ones to meet the changing customer behavior. Specifically the Bank introduced modern technology to enhance operation and services that result in greater convenience, speed and quality. This brought satisfaction to all customer groups, retaining the existing ones as well as expanding the new customer base to include more retail clients that would generate the desirable non-interest income.

### 1. Nature of Services

In 2005, the Bank still focuses on providing a complete package of financial services covering deposits, loans, self-service banking, payment and funds transfer. It also offers financial services provided by its subsidiaries. The conventional services include:

**a) Deposits** These services are provided to the general public via the Bank's network, both locally and abroad. Services include current deposit, savings and time deposit.

**b) Loans** There are two major types.

- **Business Loans** for the purpose of doing business that will contribute to the economic prosperity and development of the country. This includes private business loans, government loans, financial institution loans and overseas branch loans.

- **Consumer Loans** mainly cover housing loans and loans for personal consumption.



### c) Other Services

- **Personal Banking** covering Self-Service Banking via ATM, Krung Thai Internet Banking, Mobile Banking, Corporate Banking, payment of goods and services, transfer of funds, bills for collection service, sale of gift cheque, safe-deposit box rental and certifying financial statement.

- **Foreign Exchange Service** referring to financial activities relating to foreign currencies, including non-resident deposits.

- **Trade Service** covering import and export of goods as well as bills for collection.

- **Issuance of Debit Card** such as ATM card, Visa Electron card and institution card.

- **Settlement Bank Service** offered to the Thailand Securities Depository Co., Ltd. whereby the Bank provides clearing and settlement service to the Stock Exchange of Thailand through the Data Delivery System (DDS).

#### - **Brokerage Agent**

- **Shariah Banking** providing financial services under Islamic Shariah principle. The Bank already transferred the entire assets and liabilities of Shariah Banking to the Islamic Bank of Thailand on November 9, 2005.

- **Others** providing economic news and information and support services to other banks. Apart from this, the Bank sells insurance products through its affiliation with Krungthai AXA Life Insurance Co., Ltd.

## 2. Major Changes in 2005

### a) Organization Restructuring

In July 2005, the Bank restructured its organization with the objective to enhance the operational efficiency, and cut expenses while increasing income. The Bank

adopted the Functional Approach placing importance on customer satisfaction, building more fee-based income, risk management, asset quality management and centralization of branch support function and business centers so that work process would be more efficient in generating income.

Furthermore, the Bank enhanced its management and regulations as well as formulating major projects, such as Risk Management Project to prepare for Basel II requirements, Project on Centralization of Credit Support, Centralization of Cash Receipt and Payment, Processing Bank and improvement of sites for installation of electronic equipment. The Bank's new organization is divided into 14 business groups as follows:

- 1) Metropolitan Channel and Distribution Group
- 2) Provincial Channel and Distribution Group
- 3) Business Center Group
- 4) Corporate Banking Group
- 5) Government and State Enterprise Relations Group
- 6) Credit Risk Transaction Management Group
- 7) Products and Market Management Group
- 8) Risk Management Group
- 9) Asset Management Group
- 10) Financial Management Group
- 11) Business Support Group
- 12) Human Resources and Organization Management Group
- 13) Office of General Counsel
- 14) Office of Internal Audit

#### ● **Credit group structure**

- Grouping credit by customer type and credit line. Provincial Channel and Distribution Group and Metropolitan Channel and Distribution Group look after

the branch customers. Business Center Group, Corporate Banking Group and Government and State Enterprise Relations Group are responsible for group customers. This would enable more effective monitoring than the former organization whereby customers are grouped by geographical region causing no uniformity in compliance with the Bank policy.

- Credit Risk Transaction Management Group was established to scrutinize credit application independently from the credit approval authority. This serves as a check and balance in credit approval, and also complying with Basel II requirement.

● **Establishment of department by product**

Personal Loans Products Management Department, Housing Loans Products Management Department, Electronics Products Management Department and Non-Bank Products Management Department are set up to concentrate on their products development, boosting more income as well as fulfilling customer needs. Apart from this, the Bank set up the Cash Management Services Department to find innovations that would create more fee-based income.

● **Setting up departments to manage credit risk, market risk and operational risk**

● **Centralization of credit support function**

- To economize resources that could be jointly used.

- To have the same credit process standard nationwide. This serves as a mean of operational risk control.

- To reduce the workload of credit support units, so they can spend more time to call on customers.

● **Changing the role of branches**

Let the branches do more cross selling that would

generate more fee-based income and also to better serve the customers.

● **Grouping of the scattered financial departments**

Those departments that were scattered under the former organization were grouped under the Financial Management Group. Its main task is to create more income from assets and liabilities management.

● **Segregation of Asset Management Group**

Its task is to supervise debts restructuring and collection systematically. Also set up the Legal Management Sector in the group to handle legal works and furnish cooperation and efficiency.

**b) New Products and Services in 2005**

The year 2005 was regarded as the Year of Products since new products and services were released continuously and in the largest number in the past several years. This was the result of the organization restructuring whereby the Products and Market Management Group was set up to push forward to being the Convenience Bank.

**Deposits** Besides the conventional deposits, the Bank launched out several new types of deposits, such as 48-month time deposit with interest paid monthly at 3.75 percent per annum, and time deposits of 7-day, 14-day and 1-month for juristic entities. The Bank also raised interest rates on deposits in line with those in the market. The last upward adjustment was on December 15, 2005, up by 25 - 75 basis points depending on the type and the amount of deposit.

**Loans** The Bank came out with several new types of housing loan, such as Krungthai Subthavee Home Loan and KTB - NPA Promotion Loan for purchasing non-performing assets. As for the housing loan to civil

servants, the repayment term has been readjusted and provides more benefits, including competitive low interest rates. The Bank also expedited the credit approval process and developed tool for credit pre-approval, enabling the clients to know the preliminary status of their credit application.

Apart from the housing loans, there were other products such as saving cooperative loan, personal loan, welfare loans to government and state employees, and loans for education and the purchase of computer.

**Electronic Products** The Bank has developed the servicing of electronic products through the internet banking at [www.ktb.co.th](http://www.ktb.co.th). This service can be used 24 hours everyday and includes:

- Statement viewing.
- Funds transfer between self-accounts, as well as to other banks or to the third party.
- Direct Debit service for payment of goods and services without having to go to the branches.
- "KTB e-Payment" funds transfer to foreign country via the internet, the first bank ever to provide such service. The customer knows the result of the transfer immediately. Issuance of letter of credit can also be done on the internet.

In addition, the Bank has provided electronic products 24-hour through the KTB Convenience Express, a service channel provided by ATM, ADM and automatic passbook update machine.

#### **Other Services**

- KTB Speed Cash Transfer, money transfer without having to have an account with the Bank. Maximum transfer each time is Baht 30,000 and the Bank charges transfer fee of Baht 30 per transaction.

- Issuance of Institute Pre-ATM Card to Thammasat University students.

- Providing financial services at conventions or international conferences.

- Revamping the process of selling cheque nationwide.

- Response to the government policy on stimulating the export sector by injecting Baht 10 billion through KTB Exporter Club.

- Expand loans under the Property Capitalization Project.



- Cooperation with the Customs Department in returning tourist tax refund at the Bank's foreign exchange booths.

- Implement Quality Assurance Project, enhancing the branches' service quality, with the incentive of being the Star of QA for outstanding performance.

**Non-bank Products** The Bank acts as selling agent for products from subsidiaries and business partners. The products cover

- **Life Insurance Group** In conjunction with Krungthai AXA Life Insurance Co., Ltd. in selling savings plus life insurance, short term for 10 years and

long term for 20 - 25 years, and life insurance for loan protection.

- **Non-life Insurance Group** In conjunction with Krungthai Panich Insurance Co., Ltd. and Dhipaya Insurance Pcl., the Bank sells car insurance policies, fire insurance for house, office, factory and miscellaneous insurance services such as personal accident insurance, travel accident insurance, health insurance and non-life insurance for small and medium enterprises.



- **Mutual Fund Group** The Bank joined hands with Krung Thai Asset Management Pcl. to sell mutual funds with yields higher than that of deposits and also tax-free, redemption when reaching maturity. It also sells retirement mutual fund which can be used to deduct income tax payment, for the maximum amount of Baht 300,000.

- **Securities Group** The Bank in cooperation with Trinity Securities Co., Ltd. provides services of a broker, investment consultant and financial analyst.

- **Leasing Group** With Krung Thai IJB Leasing Co., Ltd. the Bank offers leasing of equipment, office supplies and machinery while with KTB Leasing Co., Ltd. hire-purchase and leasing of automobiles and

machinery.

- **Credit Card Group** The Bank joined forces with Krungthai Card Pcl. in issuing Visa and MasterCard as well as offering personal and entrepreneur loans. Special mention is the issuance of KTC Government Service Card, the first of its kind in Thailand and in Southeast Asia. This card would facilitate cardholder while traveling on vacation or attending conferences.

### c) Research and Development

As the Bank attached great importance to customer satisfaction and employee teamwork, it thus required all business groups to set one of their targets to meet customer satisfaction and internal business unit satisfaction. Besides the research done which is useful for internal operation, the Bank also conducted surveys in several other projects, such as Krung Thai Business Index (KTBI) surveying confidence of entrepreneurs nationwide, Customer Satisfaction Survey to improve the Bank's services. In addition it surveyed the Business Unit Cooperation Assessment Project, to measure the joint performances of the front and back offices of the credit units, all with the purpose of work enhancement.

In the past three years the Bank spent about Baht 4 million a year on research and development work.

### d) Progress of Core Banking System (CBS)

The CBS Project was set up with the objective to build a central customer information base (Customer Centric) consisting of customer information, account and collateral. This customer centric would facilitate branches, regional offices, business centers, credit units, business departments and senior executives in

searching for information. The project lasted from October 2003 to January 2006 and provides the following benefits:

- Be able to meet the customer needs, quickly and conveniently.
- Provide customer information that is useful for analysis and the Bank will know what other services the customer will need.
- The Bank could integrate deposits, loans and remittance into one system, making operation easier and convenient.

**e) The Sale of Shariah Bank**

On November 9, 2005, the Bank transferred the assets and liabilities of Shariah Bank to the Islamic Bank of Thailand under the provisions and conditions of the transfer agreement dated November 9, 2005 between Krung Thai Bank Pcl. and Islamic Bank of Thailand.

**f) Establishment of KTB Leasing Co., Ltd.**

The Bank set up KTB Leasing Co., Ltd. after receiving the license from the Bank of Thailand in October 2005 to conduct hire purchase and leasing business for passenger cars, commercial vehicles, machinery, equipment and other movable properties.

**g) Educational and Social Projects**

In 2005, the Bank took part in several projects in the public interest. The important ones were:

- Granted scholarships to various projects, such as Krung Thai Young Enterprise Award for the 4th year, scholarships to Thammasat University students, children of government officials and permanent

employees of Bangkok Metropolitan Administration and underprivileged children totaling more than Baht 4 million.

- Donated Baht 120 million to project “One Amphur, One Dream School” with the purpose of raising the education level of Thai children.
- Enhanced learning process and intellectual knowledge by organizing the KTB Lecture Series to interested people, free of charge, and donated 2,836 books to the Department of Correction library.



- Organized nationwide forum on economic issues and business operation to small and medium enterprises, who are the foundation of the economy.
- Presented one 15-seat van to Her Royal Highness Princess Mahachakri Sirindhorn to be used in the work of the Red Cross Society.
- Donated Baht 100 million cash to tsunami victims in Southern Thailand.
- Initiated Energy Conservation Project within the Bank, from which the Bank was awarded the first prize among the government agencies with outstanding petrol usage reduction.

#### h) Other Projects

- The Bank improved the quality of service through a new image - the “Swasdee Service” for branches in Bangkok and its vicinity.
- Released the new commercial - “Goody” to build brand awareness and recognition of the Bank as being “The Convenience Bank”.

### 3. Status and Potential in Competition

With the advantage of doing business with the



public sector for a long time, and the recent Government Fiscal Management Information System Project (GFMS), an efficient system in managing and monitoring budget, expenditure, and electronic funds transfer, Krung Thai Bank was able to expand its services to other government agencies, state enterprises, other financial institutions and private organizations. This helped to bring in more income and desirable fees. However, not knowing what uncertainties may arise from changes in the economy, banking environment, regulatory supervision, especially free trade liberalization, as well as natural disasters and epidemic outbreaks which are inevitable, the Bank has made the following preparations:

**a) Organization Structure** As the Bank emphasized more aggressive business operation; it adopted the Functional Approach to restructure its organization pushing forward to be “The Convenience Bank”. In addition to expanding its retail customer base that would generate more financial transaction handling, broaden non-interest income, all these for sustainable growth and satisfying the shareholders. Details of the new organization structure can be seen in section 2 a.

**b) Personnel** The Bank has created a new organization culture whereby employees are instilled with the awareness of ethics and innovative marketing strategy. In return employees will receive incentives for their efforts. Furthermore, the Bank organized in-house training programs and granted scholarships to employees to develop their potential and analytical thinking, especially in lending and risk management, as well as giving new concepts on modern business knowledge to enable employees to enhance operation process for greater efficiency.

At the same time, the Bank changed its organization culture to be a “Learning and Creative Organization” by building database necessary for operation in accounting and finance, credit management, risk management, marketing and sales.

Regarding the assessment of the employees’ performance, the Bank adopted the concept of Balanced Scorecard, using set objectives and key performance indicator (KPI) to measure individual success combined with teamwork, assuring that increment is transparent and fair and commensurate with the performance.

**c) Information Technology (IT)** The Bank has developed and modernized its IT system for higher potential in business competition as follows:

- Managing the customer databases like the Core Banking System, Data Warehouse and e-Document system for higher efficiency, both quantitatively and qualitatively.

- Analyzing and conducting research to support effective marketing planning and asset quality management, such as the KTB-Credit Management System (KTB-CMS) and Credit Scoring.

- Providing customers with convenient, speedy, accurate and safe services, anywhere and anytime with electronic machines such as ATM, ADM, automatic passbook update machine and GFMS.

**d) Marketing** The Bank emphasizes customer oriented so it always tries to satisfy them in various aspects as follows:

- Launch products and services that meet each target group. Offer convenient selling points, user friendly electronic services at reasonable prices combined with attractive sales promotion, and most importantly have employees with marketing and service minded to serve the customers.

- Pursuing aggressive marketing policy by encouraging all employees to sell Bank's products and services, and also products of its subsidiaries.

- Building good customer relations and assess their satisfaction in order to improve the service quality as well as assuring customer ultimate satisfaction.

**e) Channels of Access to KTB Services** As at December 31, 2005, the Bank had a total of 643

branches, the 3rd highest in the industry. Of the total branches, 571 were full branches accounting for 17.85 percent market share, and 72 sub-branches, accounting for 6.98 percent. The Bank had a total of 2,198 ATMs, an increase of 70.92 percent from 2004, upping the market share to 14.59 percent from 12.00 percent in 2004.

**f) Contribution to Society** The Bank stresses the importance of good corporate governance, operating on the basis of accuracy, honesty, transparency and disclosure of information, proclaiming the year 2005 as "The Year of Corporate Governance". The Bank organized many activities for the benefits of the society, such as Dream School Project, Krung Thai Young Enterprise Project, SMEs Project and granting of scholarships.

#### 4. Policy on Operation of Subsidiaries

The Bank's intention to invest in affiliated and associated companies is to support its core business according to the nature of each individual business. All the non-core business was outsourced to those companies to manage, thus reducing personnel and operating expenses in various business groups while efficiently manage the core business. Moreover, this was another opportunity to create returns from investment.



As for the management policy, the Bank intended to nominate its executives to sit on the Board of its subsidiaries to oversee that their operations are in line with the Bank's policies. Besides, the Bank closely supervised its affiliated and associated companies to comply with the terms and conditions of the Bank of Thailand which requires affiliated and associated companies to report their operating performance to the Board of Directors of the Bank semi-annually and to the Bank of Thailand within 90 days or 120 days after the end of each accounting period.

Concerning associated companies, the Bank is interested in companies that have good potential in business opportunity and also give a high return.



#### **a) Affiliated Companies and Associated Companies**

##### **Affiliated Companies**

This group of companies is fully invested by the Bank and is equivalent to a business unit. They act as a Bank's channel in providing business. The Bank closely supervised the affiliated companies to ensure their efficiency and in line with the Bank's policy in its capacity as shareholder. As at December 2005, the

Bank had seven affiliated companies, namely:

- Krung Thai Computer Services Co., Ltd. provides information technology (IT) and consulting services concerning development and enhancement of computer application mainly to the Bank and its subsidiaries.

- Krung Thai General Business Services Co., Ltd. was set up to cut down the Bank's expenses and manpower. It provides general services to the Bank and subsidiaries such as transportation of property, financial instruments and documents, security keeping, printing and mailing, and also renders cash and document transportation to other financial institutions.

- Krung Thai Legal Services Co., Ltd. provides legal services to the Bank and subsidiaries at competitive charges with the market. It was established to increase the efficiency of legal service, and at the same time to develop the employees in this area.

- Krung Thai Asset Management Pcl. provides mutual fund management service and related products permitted by the Securities and Exchange Commission. The Bank foresees that this investment is profitable and beneficial to the Bank.

- KTB Leasing Co., Ltd. was founded in 2005 to conduct hire purchase and leasing business.

- Krung Thai Property Development Co., Ltd. is in the real estate development business.

- N.C. Associates Co., Ltd. was founded by the financial creditors to oversee the purchasing of raw materials for the STA Group (1993), the Bank's debtor which had been transferred to the Sukhumvit Asset Management. N.C. Associates is in the process of liquidation.



## Associated Companies

This is a group of companies in which the Bank has invested a high percentage for strategic purposes and for business cooperation, especially in the development of financial products other than those of the Bank. As at December 2005, the Bank had five associated companies, namely:

- Krungthai AXA Life Insurance Co., Ltd. a life insurance joint venture business between the Bank and the AXA Group, one of the world leading insurance companies.

- Krungthai Panich Insurance Co., Ltd. provides all non-life insurance products.

- Krungthai Card Pcl. had been hired to manage credit card, debit card and other plastic cards business in order to boost the Bank's competency in the competition of credit card business and efficiently providing the customers with such services. This company is the most distinctive subsidiary and has progressed to be Thailand's leader in credit card business in relatively short time.

- Krung Thai IBJ Leasing Co., Ltd. is a joint venture between the Bank and the IBJ Group conducting hire purchase of machinery, passenger cars and commercial vehicles, computer and office equipment with focus on Thai-Japanese joint businesses, as well as multinational companies.

- Krungthai Charoensri Co., Ltd. provides automobile and motorcycle hire purchase in the upper north-eastern region.

### b) Other Companies

The Bank also invested minimally in other businesses, namely:



- Dhipaya Insurance Pcl. - non-life insurance business.

- Thanatthep Printing Co., Ltd. and K.M.B. International Co., Ltd. - manufacturing industry.

- Others including WTA (Thailand) Ltd., Trinity Watthana Pcl., M. Grand Hotel Co., Ltd., Thai Smart Card Co., Ltd., Suvarnabhumi Airport Hotel Co., Ltd. and Sky Asia Co., Ltd.

In addition to investment in the affiliated companies, associated companies and other companies, the Bank also held shares in trouble debt restructuring companies without the objective of controlling their operation.

- i. In the manufacturing industry they are Amorn-Chai Co., Ltd. , Lanna Agri Business Co., Ltd., Alphatec Electronics Pcl., Kamol Kij Co., Ltd., Thai Nam Plastics Pcl., Thai-German Products Pcl., Thai Baroda Industries Ltd., Kiatpapha Co., Ltd., Cotco Metalworks Ltd., P.T.K Metal Co., Ltd., and Siam Ferro Industry Co., Ltd.

- ii. In other businesses - Vejthani Pcl. and Kirikhan Farm Co., Ltd.

## 5. Income Structure

In 2005, the Bank's interest and dividend income and non-interest income accounting for 86.75 percent and 13.25 percent respectively with the income from loans accounting for the highest percentage of 74.35 percent of total income. Details as shown in the table below:

Income Structure	Dec. 31, 2005		Dec. 31, 2004		Dec. 31, 2003	
	Income (Million Baht)	Share (%)	Income (Million Baht)	Share (%)	Income (Million Baht)	Share (%)
<b>Interest and Dividend Income</b>						
Loans	42,902	74.35	42,795	77.56	38,031	78.13
Interbank and Money Market Items	3,003	5.20	861	1.56	1,525	3.13
Investments	4,156	7.20	2,273	4.12	1,222	2.51
Total Interest and Dividend Income	50,061	86.75	45,929	83.24	40,778	83.77
<b>Non-Interest Income</b>						
Gain (Loss) on Investments	75	0.13	302	0.55	218	0.45
Share of Gain (Loss) from Investments on Equity Method	524	0.91	321	0.58	274	0.57
Fees and Service Income Acceptances, Aval and Guarantees	738	1.28	811	1.47	766	1.57
Others	4,153	7.20	4,054	7.35	3,724	7.65
Gain (Loss) on Exchange	778	1.35	694	1.26	897	1.84
Reversal of Profit on Impairment of Properties Foreclosed	95	0.16	0.00	0.00	760	1.56
Reversal of Profit on Impairment	-	-	1,204	2.18	9	0.02
Other Income	1,278	2.22	1,863	3.37	1,249	2.57
Total Non-Interest Income	7,641	13.25	9,249	16.76	7,897	16.22
<b>Total Income</b>	<b>57,702</b>	<b>100.00</b>	<b>55,178</b>	<b>100.00</b>	<b>48,675</b>	<b>100.00</b>

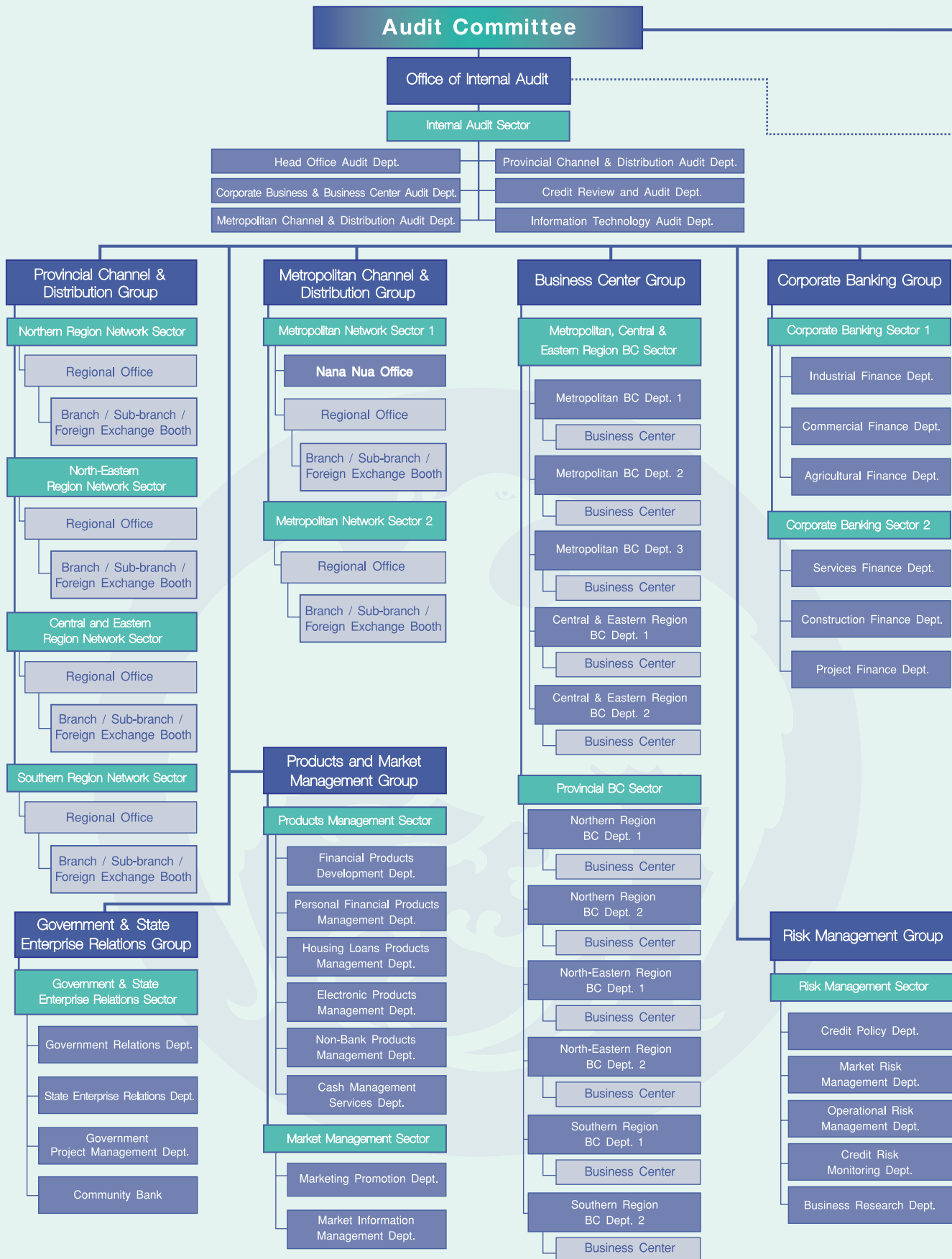
## Income Structure of Affiliated Companies and Associated Companies

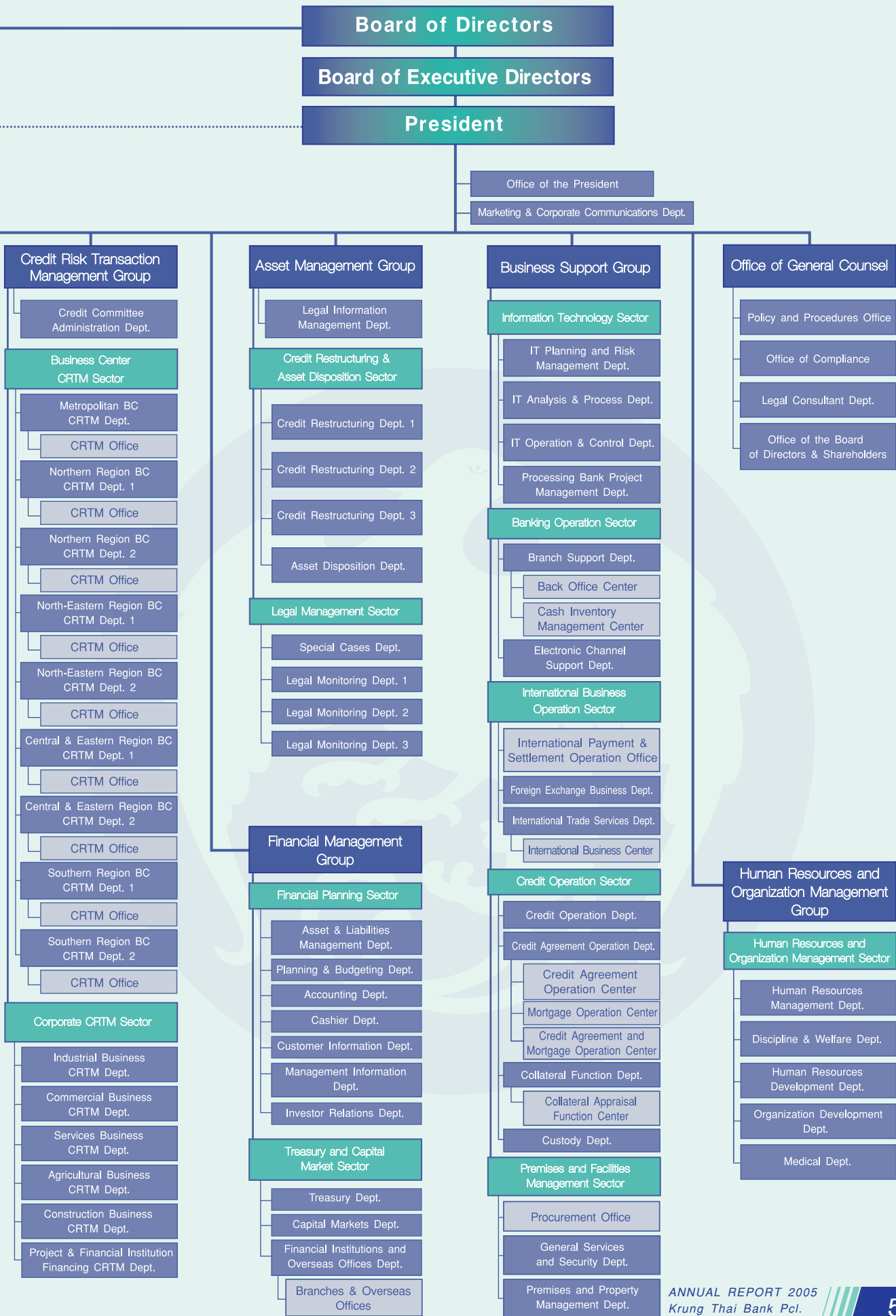
Income Structure of Affiliated Companies and Associated Companies in 2004 - 2005 shown in the table below:

Affiliated Companies Associated Companies	Products/Services	Share Holding (%)	Income Type	Dec. 31, 2005 unaudited		Dec. 31, 2004 unaudited	
				Income (Million Baht)	Share (%)	Income (Million Baht)	Share (%)
1. KTB Leasing Co., Ltd.	Hire purchase	100.00	Service income Other income <b>Total</b>	3.31 0.19 <b>3.50</b>	94.57 5.43 <b>100.00</b>	- - <b>-</b>	- - <b>-</b>
2. Krung Thai Legal Services Co., Ltd	Legal services to Krung Thai Bank and subsidiaries	100.00	Service income Other income <b>Total</b>	124.24 2.00 <b>126.24</b>	98.42 1.58 <b>100.00</b>	127.75 6.52 <b>134.27</b>	95.14 4.86 <b>100.00</b>
3. Krung Thai General Business Services Co., Ltd.	General services to Krung Thai Bank and subsidiaries	100.00	Service income Other income <b>Total</b>	562.23 1.21 <b>563.44</b>	99.79 0.21 <b>100.00</b>	494.66 0.38 <b>495.04</b>	99.92 0.08 <b>100.00</b>
4. Krung Thai Asset Management Pcl.	Mutual fund management	100.00	Fee and Service income Other income <b>Total</b>	221.26 18.66 <b>239.92</b>	92.22 7.78 <b>100.00</b>	222.84 0.63 <b>223.47</b>	99.72 0.28 <b>100.00</b>
5. Krung Thai Computer Services Co., Ltd.	Information technology (IT) service (Computer & communications)	100.00	Service income Other income <b>Total</b>	2,962.24 2.80 <b>2,965.04</b>	99.91 0.09 <b>100.00</b>	2,118.13 1.39 <b>2,119.52</b>	99.93 0.07 <b>100.00</b>
6. Krung Thai Property Development Co., Ltd.	Consulting service in project management, construction supervision and appraisal	100.00	Income from sales and services Other income <b>Total</b>	2.39 59.19 <b>61.58</b>	3.88 96.12 <b>100.00</b>	6.66 5.40 <b>12.06</b>	55.22 44.78 <b>100.00</b>
7. N.C. Associates Co., Ltd.	Sales agent of wood and rubberwood products	54.39	Income from sales Other income <b>Total</b>	0.00 0.03 <b>0.03</b>	0.82 99.18 <b>100.00</b>	0.08 0.05 <b>0.13</b>	61.54 38.46 <b>100.00</b>
8. Krungthai AXA Life Insurance Co., Ltd.	Life insurance	50.00	Service income Investment income Other income <b>Total</b>	2,775.73 125.99 1.99 <b>2,903.71</b>	95.59 4.34 0.07 <b>100.00</b>	1,217.36 42.53 2.42 <b>1,262.31</b>	96.44 3.37 0.19 <b>100.00</b>
9. Krungthai Card Pcl.	Issuance of credit card, debit card, personal loans	47.73	Service income Interest income Other income <b>Total</b>	2,273.40 3,356.25 254.30 <b>5,883.95</b>	38.64 57.04 4.32 <b>100.00</b>	1,713.29 2,236.07 174.30 <b>4,123.66</b>	41.55 54.23 4.23 <b>100.00</b>
10. Krungthai Panich Insurance Co., Ltd.	Non-life insurance	40.00	Service income Investment income <b>Total</b>	1,002.85 187.76 <b>1,190.61</b>	84.23 15.77 <b>100.00</b>	795.22 180.80 <b>976.02</b>	81.48 18.52 <b>100.00</b>
11. Krung Thai IBJ Leasing Co., Ltd.	Hire purchase	40.00	Service income Other income <b>Total</b>	220.97 3.18 <b>224.15</b>	98.58 1.42 <b>100.00</b>	196.13 5.83 <b>201.96</b>	97.11 2.89 <b>100.00</b>
12. Krungthai Charoensri Co., Ltd.	Hire purchase of automobiles and motorcycles	35.00	Service income Other income <b>Total</b>	- 4.19 <b>4.19</b>	- 100.00 <b>100.00</b>	- 5.43 <b>5.43</b>	- 100.00 <b>100.00</b>

# Organization Chart

as at December 31, 2005





# Shareholding and Management Structure

## 1. Shareholding Structure

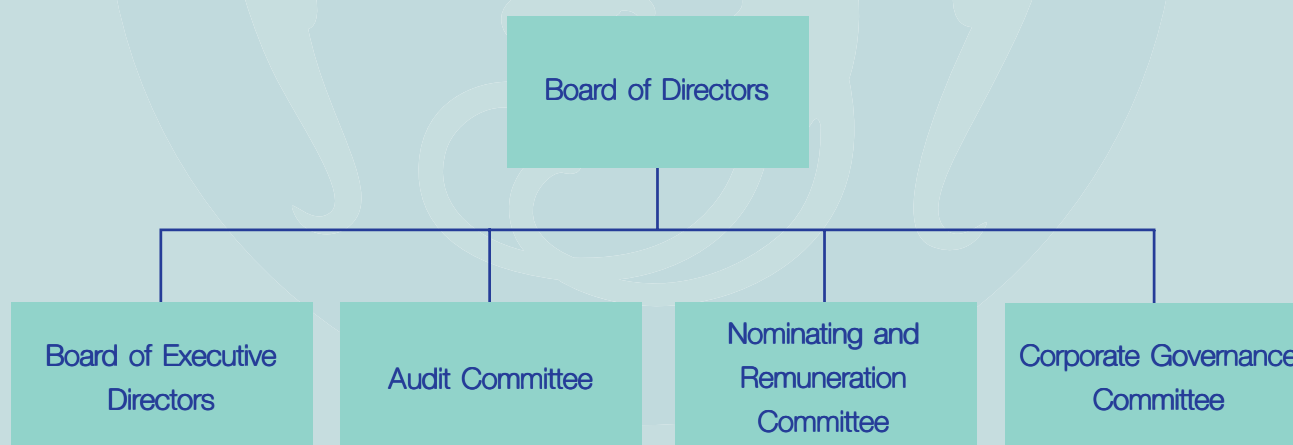
List of shareholders as at April 1, 2005 (the share register closing date)

Shareholders	Amount of Shares			
	Ordinary	Preferred	Total	%
1. The Financial Institutions Development Fund	6,306,635,967	-	6,306,635,967	56.38
2. Vayupaksa Mutual Fund 1	543,485,715	5,452,190	548,937,905	4.91
3. Thai NVDR Co., Ltd.	249,240,535	60	249,240,595	2.23
4. HSBC (Singapore) Nominees Pte., Ltd.	158,689,201	-	158,689,201	1.42
5. Social Security Office	156,360,200	-	156,360,200	1.40
6. Boston Safe Deposit and Trust Co.	141,765,300	-	141,765,300	1.27
7. State Street Bank and Trust Co.	95,845,290	-	95,845,290	0.86
8. The Government Savings Bank	88,145,858	-	88,145,858	0.79
9. Nortrust Nominees Ltd.	72,428,813	-	72,428,813	0.65
10. SCB Corporate Banking Group	70,000,000	-	70,000,000	0.63
11. Other Shareholders	3,297,152,121	47,750	3,297,199,871	29.46
<b>Total</b>	<b>11,179,749,000</b>	<b>5,500,000</b>	<b>11,185,249,000</b>	<b>100.00</b>

Note : Investors can view the latest information on shareholders at [www.ktb.co.th](http://www.ktb.co.th) prior to the Annual Ordinary General Meeting for 2006

## 2. Management Structure

The Bank complies with the guidelines of commercial banks good governance by setting up the management structure comprising five committees as follows:



## **a) Scope of power and duty and names of the committees**

### **i. The Board of Directors**

The Board of Directors assumes full power in the management of commercial banking business, overseeing its operation to be in accordance with the objectives of the Bank's Articles of Association as well as the resolutions of the general meeting and consistent with the relevant terms and conditions and provisions of law. The power and duty in governing and supervising the operation are as follows:

#### **Duty of the Board of Directors**

- Supervise and manage the Bank in accordance with the objectives of the Bank's Articles of Association and the resolutions of the general meeting.

- Meet at least once a month and there must be no less than half of the total directors attending. The majority vote shall be taken as the resolution of the meeting.

- Hold an annual ordinary general meeting within four months after closing the accounting period at year-end. Other general meeting, extraordinary meeting may be called anytime when the Board deems appropriate within one month from the date of receiving written requests from the shareholders.

- In spite of vacancy among the Directors, the subsisting Directors can still perform the duty. But if the number of Directors is reduced until it does not constitute a quorum, the remaining Directors may call for a general meeting to elect new directors to replace the total vacancy.

- Comply with the Code of Best Practices of Directors of Listed Companies.

#### **Power of the Board of Directors**

- Each Director can cast one vote and the resolutions shall be decided by a majority vote. In case of equal votes, the Chairman of the Board shall have the second vote for a decision.

- Any Director who has special interest in the matter discussed in the Board meeting is prohibited from voting on such matter. The Chairman may request that person to temporarily leave the meeting.

- All business of the Bank shall be under the

power of the Board of Directors. Either the Chairman or the President, or at least two other Directors as delegated by the Board shall have the power to sign and affix the Bank's official seal on behalf of the Bank.

- The Board of Directors has the power to appoint General Manager and any of the staff members as well as the agent of the Bank with the power and duty as the Board deems appropriate. The fixing of remuneration, expenses, and termination of their tenure are also in the scope of power.

- The Board of Directors may empower the General Manager to appoint or terminate respective staff members. If the General Manager also holds the position of a Director of the Bank, then he is named "President".

- The Board of Directors has the power to invite any person to be an advisor in assisting the Board of Directors as the Board deems appropriate as well as fixing wages and remuneration of the advisor.

#### **Scope of Power of the Board of Directors**

As set forth in the Bank's Articles of Association and the Public Limited Company Act, B.E.2535 (1992), the Board of Directors can handle the following matters only upon receiving approvals from the Bank's general meeting:

- Approve the balance sheet and the profit and loss statements.

- Approve the profit appropriation.

- Elect new Directors replacing those completed their term or elect additional Director in case of an increase in the number of Directors.

- Elect the appointment of auditors and their remuneration.

- Increase of capital, reduction of capital and transfer of allowance for compensation of accumulated loss, dividend payment, public offering or allocation of capitalized shares and issuance of debentures.

- Sale or transfer the Bank's entire business or some important part, purchase or acceptance of transfer of other business, preparation of amendment or termination of agreement relating to renting out the entire Bank's business or part of it.



#### **The Board of Directors** as at February 16, 2006

1.	Mr. Suparut	Kawatkul	Chairman
2.	Dr. Chaiyawat	Wibulswasdi	Vice Chairman
3.	Dr. Uttama	Savanayana	Director
4.	Mr. Aswin	Kongsiri	Director
5.	Dr. Jamlong	Atikul	Director
6.	Dr. Chai-Anan	Samudavanija	Independent Director
7.	Mr. Pachara	Yutidhammadamrong	Independent Director
8.	Mrs. Tanya	Sirivedhin	Independent Director
9.	Mr. Somchai	Wongsawat	Independent Director
10.	Mr. Santi	Vilassakdanont	Independent Director
11.	Mr. Suri	Buakhom	Independent Director
12.	Mr. Sima	Simananta	Independent Director
13.	Mr. Apisak	Tantivorawong	President
14.	Mr. Somgiat	Sangsurane	Secretary to the Board of Directors
15.	Mr. Suchart	Dejittirut	Assistant Secretary to the Board of Directors

#### **Directors that completed the term or resigned during 2005-2006**

1.	Lt. Suchai	Jaovisidha	Director, completing term of office under Standard Qualifications for Directors and Employees of State Enterprise Act effective from January 3, 2005. Replaced by Mr. Santi Vilassakdanont as Director.
2.	Mr. Machima	Kunjara Na Ayudhya	Director, resigned effective from February 24, 2005.
3.	Mr. Chainarong	Indharameesup	Director, completing term of office, effective from April 22, 2005.
4.	General (Ret.) Mongkon	Ampornpisit	Director, completing term of office under Standard Qualifications for Directors and Employees of State Enterprise Act effective from August 21, 2005. Replaced by Mr. Somchai Wongsawat as Director.
5.	Mr. Rawat	Chamchalerm	Director, resigned effective from November 1, 2005. Replaced by Mr. Pachara Yutidhammadamrong as Director.
6.	Mr. Rutt	Phanijphand	Director, resigned effective from December 13, 2005. Replaced by Dr. Jamlong Atikul as Director.
7.	Mr. Charnchai	Musignisarkorn	Resigned effective from December 13, 2005. Replaced by Mr. Sima Simananta.
8.	Mr. Prasit	Damrongchai	Completing term of office under Standard Qualifications for Directors and Employees of State Enterprise Act effective from February 16, 2006.



### Director from Major Shareholders

The Bank has one Director Mr. Aswin Kongsiri who is the representative of the major shareholder group. He does not have the power to sign for the Bank's obligation.

### Independent Director

**Definition :** Any Director who does not take part in business or work relating to commercial bank that may impact his/her independence in decision-making. That person must have the following additional qualifications:

1. No shareholding of more than 0.5 percent of paid-up capital of commercial bank, or those of any subsidiaries, affiliated or associated companies, including shares held by related kin.

2. Having no involvement in the management of commercial bank, subsidiaries, affiliated and associated companies, or major shareholder of commercial bank, nor being employee or staff receiving regular salary from commercial bank, subsidiaries, affiliated and associated companies or major shareholder of commercial bank. Apart from this, he/she must not be an advisor receiving regular salary from commercial bank, subsidiaries, affiliated and associated companies or major shareholder of commercial bank.

3. Having no interest or benefit, whether directly or indirectly, both in the financial and managerial aspects in commercial bank, subsidiaries, affiliated and associated companies or major shareholder of commercial bank.

4. Must not related or being a relative of the executive or the major shareholder of commercial bank.

5. Must pass through the nomination of the Board of Directors or the Nominating and Remuneration Committee.

**Independent Directors** as at February 16, 2006 consists of:

1.	Dr. Chai-Anan	Samudavanija
2.	Mr. Pachara	Yutidhammadamrong
3.	Mrs. Tanya	Sirivedhin
4.	Mr. Somchai	Wongsawat

5.	Mr. Santi	Vilassakdanont
6.	Mr. Suri	Buakhom
7.	Mr. Sima	Simananta

### President

#### Power and Duty

The President is empowered to operate the business in accordance with the formulated policy and objectives and oversee that the business is managed according to the work plan or budget approved by the Board of Directors. He has to perform his duty strictly, honestly, in good faith and cautiously while safe guarding the interest of the Bank and the shareholders to the best of his ability. The President's power and duty shall include respective matters as follows:

#### ● Policy

- Presenting the Strategic Plan and guidelines for improvement of the Bank's management.
- Submitting Business Plan and Operation Plan as well as reporting to the Board of Directors the operating performance relating to policy matter.
- Seeking approvals from the Board of Directors on policy matters prior to operation.

#### ● System Management

- Enhancing management system to be more sound and efficient.
- Assign work and duty and responsibility to top executives.
- Overseeing and enhancing the Bank's risk management.
- Overseeing and scrutinizing the work for comprehensiveness and completeness before submission to the Board of Directors.

- Improving communications to enable employees and investors to learn about important issues readily.

#### ● Monitoring of Performance

- Overseeing the employees' performance to be in compliance with the Bank's procedures.
- Expediting action on pending matters from resolutions of the Board of Directors and other committees.



### Director Authorized to Sign on Behalf of the Bank

The Director who is authorized to sign on behalf of the Bank is solely Mr. Suparut Kawatkul, Chairman of the Board of Directors or solely Mr. Apisak Tantivorawong, President or Mr. Chaiyawat Wibulswasdi jointly with Mr. Uttama Savanayana and affixed with the Bank's official seal.

## ii. The Board of Executive Directors

### Scope of Power and Duty

The Board of Directors has empowered the Board of Executive Directors with the following issues:

- Approve credit, debt improvement and debt write-off.
- Approve investment in securities including sales of invested securities.
- Scrutinize credit and troubled debt restructuring.
- Scrutinize Business Plan.
- Scrutinize the appointment of executives.  
(Senior Executive Vice President-Managing Director level)
- Approve the appointment of executive  
(Executive Vice President level).
- Monitor important work assigned by the Board of Directors.
- Approve the procurement in accordance with rules and regulations.
- Scrutinize the procurement process.
- Scrutinize the hiring of consultants.
- Other works assigned by the Board of Directors.

### The Board of Executive Directors as at February

16, 2006 consists of:

- |                              |   |
|------------------------------|---|
| 1. Dr. Chaiyawat Wibulswasdi | Chairman  |
| 2. Dr. Uttama Savanayana     | Director  |
| 3. Mr. Aswin Kongsiri        | Director  |
| 4. Dr. Jamlong Atikul        | Director  |
| 5. Mr. Apisak Tantivorawong  | Director  |
| 6. Mr. Somgiat Sangsurane    | Secretary to the Board of Executive Directors           |
| 7. Mr. Suchart Dejittirut    | Assistant Secretary to the Board of Executive Directors |

### Executive Directors leaving office during 2005 - 2006

1. Mr. Chainarong Indharameesup Director  
(completing term of office, effective from April 22, 2005)
2. Mr. Rutt Phaniijphand Director  
(resigned effective from December 13, 2005, replaced by Mr. Aswin Kongsiri as Director)
3. Mr. Prasit Damrongchai Director  
(completing term of office under Standard Qualifications for Directors and Employees of State Enterprise Act, effective from February 16, 2006, replaced by Dr. Jamlong Atikul as Director)

## iii. The Audit Committee

### Scope of Power and Duty

- Review the Bank's financial reports to ensure that they are adequate, accurate and reliable.
- Review the Bank's internal control and internal audit to ensure that they are appropriate and effective.
- Review the Bank's operation to ensure its compliance with the laws governing securities and exchange, requirements of the Stock Exchange of Thailand or laws relating to the Bank's business.
- Evaluate remuneration of the auditor and nominate an auditor to the general meeting for election.
- Review the disclosure of relating transactions or transactions that may have conflict of interest to ensure their accuracy and transparency.
- Prepare the report of the Audit Committee signed by the Chairman to be disclosed in the Bank's Annual Report.

### The Audit Committee as at February 16, 2006

consists of:

- |                                |                                   |
|--------------------------------|-----------------------------------|
| 1. Dr. Chai-Anan Samudavanija  | Chairman and Independent Director |
| 2. Mrs. Tanya Sirivedhin       | Member and Independent Director   |
| 3. Mr. Pachara Yutidhamdamrong | Member and Independent Director   |
| 4. Mr. Prasert Sophan          | Secretary                         |

**Members of the Audit Committee resigning before completion of term during 2005:**

1. Mr. Rawat Chamchalerm Effective from November 1, 2005
2. Mr. Charnchai Musignisarkorn Effective from December 13, 2005

**iv. The Nominating and Remuneration Committee**

**Scope of Power and Duty**

- Nominate or scrutinize qualification of the Board members and top executives.
- Review the structure of remuneration for Directors and top executives.
- Review and recommend policy on salaries and other benefits of the Bank.
- Establish or scrutinize guidelines for assessing the performance of the members of the Board and top executives.
- Perform other tasks as assigned by the Board of Directors.

**The Nominating and Remuneration Committee**

as at February 16, 2006 consists of:

1. Mr. Somchai Wongsawat Chairman and Independent Director
2. Mr. Santi Vilassakdanont Member and Independent Director
3. Mr. Suri Buakhom Member and Independent Director
4. Mrs. Sumana Vonggapan Secretary

**v. The Corporate Governance Committee**

**Scope of Power and Duty**

- Establish principles, rules and regulations and best practices for effective governance supervision of the Bank.

**The Corporate Governance Committee**

as at February 16, 2006 consists of:

1. Mr. Santi Vilassakdanont Chairman and Independent Director
2. Mr. Sayan Satangmongkol Member
3. Mr. Somgiat Sangsurane Member
4. Mr. Prasert Sophan Member

5. Mrs. Sumana Vonggapan Member
6. Mr. Suchart Dejittirut Member and Secretary

In addition, the Bank has appointed executives with knowledge and expertise to serve in 10 other committees. They have to study and scrutinize issues that the Bank wishes to have closer supervision. The committees consist of:

- Executive Committee
- Assets and Liabilities Management Committee (ALCO)
- Risk Management Committee (RMC)
- Investment Committee (IC)
- Credit Risk Transaction Management Committee
- Credit Committee
- Personnel Committee
- Information Technology Committee (IT)
- Foreclosed Properties Purchase and Sale Committee
- Core Banking System Steering Agency

**b) Nominating Directors and Executives**

**i. Selection of Director**

The nomination of the Bank's Director must pass through the Nominating and Remuneration Committee to allow the Board of Directors to consider and submit to the shareholders. Directors that completed their terms may be re-elected.

**ii. Appointment of Director** There are two cases:

Case 1: For Director who completed his or her term of office, appointment of new Director shall be made through the general meeting of the shareholders. Directors that completed their terms may be re-elected.

Case 2: For Director who left the office before completion of term, appointment is made by the Board of Directors with voting of no less than three-fourths of the subsisting Directors. The Director chosen will stay in office only for the remaining tenure of the Director who left. The Director will come from nomination by the Nominating and Remuneration Committee.



### iii. Rights of Minority Shareholders in Appointment of Director

The general meeting of shareholders shall elect Director on the following criteria:

- One share equals to one vote except preferred shares with provision of condition to have less voting right than ordinary shareholder.
- Each shareholder may exercise all the votes to elect one person or several persons but is not entitled to divide the votes for any particular person.
- Persons receiving the highest votes in descending order shall be elected Directors equal to the permissible number to be elected at that time. In the event of a tied vote on candidates for the last opening for a director, the Chairman of the general meeting shall have the deciding vote.

### iv. Selection of the President

The Bank adheres to the Standard Qualifications for Directors and Employees of State Enterprise Act (No.4) B.E.2543 (2000) and has a transparent process of selection. The Bank first make public announcement accepting applications for the post of the President. Then the Nominating and Remuneration Committee will select the appropriate person.

### v. Selection of Group Executives

The Nominating and Remuneration Committee will nominate in-bank persons with knowledge and competency relating to the work under consideration. If the Committee is unable to find appropriate persons within the Bank it will nominate outsiders with vision, knowledge and competency in managing banking business amid the changing environment and high competition.

### c) Directors Orientation

Before new directors take up the office, the Bank will hold meeting to inform them about the Bank's policy, financial services and products as well as capital and shareholding structure, organization structure, laws and regulations relating to regulatory institutions.

In 2005, directors orientation was held on June 16, 2005 for two Directors, Mr. Suri Buakhom and Mrs. Tanya Sirivedhin. The presented information included:

- Structure of the Board of Directors and respective committees including meeting schedules for the Board.
- Calendar and agenda for the Board of Directors meeting.
- Related laws, rules and regulations.
- Capital and shareholding structure.
- Memorandum of Association and Articles of Association.
- Certification letter and minutes of the general meeting.
- Corporate Governance Rating agreement with the Stock Exchange of Thailand.
- Rating
- Insurance coverage for directors and executives.
- Acting Directors in subsidiaries, affiliated and associated companies.
- Business Plan of the Bank
- KTB Corporate War Room
- Organization structure and executives
- Other matters

### d) Assessment of the Board of Directors and the President

#### Self-assessment of the Board of Directors

The Bank requires self assessment of the Board of Directors annually by focusing on the Board's efficiency in operation according to the principles of good corporate governance. The assessment has three types:

#### **i. Self-assessment of the entire Board of Directors**

This assessment covers four topics namely the Board Policy, the Board Composition, the Board Practices and the Board Meeting.

In 2005, the overall assessment for the four areas were excellent recorded a 93.0 percent. Majority of the Directors were of the opinion that the number of Directors was suitable to the business size and the number of Independent Directors was large enough to oversee the material issues prudently.

#### **ii. Self assessment of individual Director**

There are six topics including accountability, responsibility, equitable treatment, transparency, vision to create long term value and ethics.

In 2005, the overall assessment was excellent receiving a 97.4 percent. The majority of Directors were of the opinion that all Directors had to have their accountability for the accuracy and completeness of the financial reports and the general information disclosed to the stakeholders on an equitable treatment basis.

#### **iii. Inter-assessment of individual Director**

This assessment consists of questions that support the principles of good corporate governance whereby Directors are able to express their opinions that are useful to stakeholders, such as opinions and recommendations that do not contradict the best practices yet is beneficial to the Bank, useful information for the Board's decision-making, and responsibility to the stakeholders that will lead to equitable treatment.

In 2005, the overall assessment was excellent at 99.6 percent. The majority of the Directors felt that the recommendations of each Director were not contradictory to the principle of the Best Practices and were useful to the Bank. Moreover, the Directors had opinions that were independent and creative in respective perspectives which will lead to accurate and equitable treatment.

The Bank concluded the assessment results and informed all the Directors as a move toward creation of good corporate governance within the Bank, a stable and continued growth with efficient, transparent and fair management that will bring confidence to all concerned.

#### **Assessment of the President Performance**

The Board of Directors concurred with the proposal of the Nominating and Remuneration Committee relating to guidelines and criteria for assessment of the President performance. The Board of Directors has conducted the assessment regularly on an annual basis as follows:

- Compare the President performance with the Key Performance Indicator (KPI) as specified in the strategy and objectives each year.
- The Nominating and Remuneration Committee will consider and assess the performance in accordance with such KPI.
- The Nominating and Remuneration Committee submits the assessment results to the Board of Directors for approval.
- The Nominating and Remuneration Committee will inform the President of the assessment results.

In 2005, the Board of Directors conducted such assessment in accordance with the above process.

e) Shareholding of the Board of Directors and Executives as at December 31, 2005

Name	Position	KTB Shares Held		Family Relationship with Other Executives
		No. of Shares	%	
Mr. Suparut Kawatkul	Chairman	0	0	-
Dr. Chaiyawat Wibulswasdi	Vice Chairman and Chairman of the Board of Executive Directors	0	0	-
Dr. Uttama Savanayana	Director and Executive Director	0	0	-
Mr. Prasit Damrongchai	Director and Executive Director	0	0	-
Mr. Aswin Kongsiri	Director and Executive Director	0	0	-
Dr. Chai-Anan Samudavanija	Independent Director and Chairman of the Audit Committee	0	0	-
Mr. Pachara Yutidhammadamrong	Independent Director and Member of the Audit Committee	0	0	-
Mrs. Tanya Sirivedhin	Independent Director and Member of the Audit Committee	2,200	0	-
Mr. Somchai Wongsawat	Independent Director and Chairman of the Nominating and Remuneration Committee	0	0	-
Mr. Santi Vilassakdanont	Independent Director, Member of the Nominating and Remuneration Committee and Chairman of the Corporate Governance Committee	0	0	-
Mr. Suri Buakhom	Independent Director and Member of the Nominating and Remuneration Committee	0	0	-
Mr. Apisak Tantivorawong	President and Executive Director	0	0	-
Dr. Pongsathorn Siriyodhin	First Senior Executive Vice Prdsident - Managing Director Business Support Group	0	0	-
Mr. Sahas Treetipbut	Senior Executive Vice President - Managing Director Products and Market Management Group	0	0	-
Mr. Suwit Udomsab	Senior Executive Vice President - Managing Director Credit Risk Transaction Management Group	0	0	-
Mr. Somanat Chutima	Senior Executive Vice President - Managing Director Asset Management Group	0	0	-

**Shareholding of the Board of Directors and Executives** as at December 31, 2005 (continued)

Name	Position	KTB Shares Held		Family Relationship with Other Executives
		No. of Shares	%	
Mr. Wanchai Thanittiraporn	Senior Executive Vice President - Managing Director Business Center Group	0	0	-
Mrs. Kittiya Todhanakasem	Senior Executive Vice President - Managing Director Financial Management Group	0	0	-
Mr. Chaichan Kangwanpong	Senior Executive Vice President - Managing Director Information Technology Sector Business Support Group	0	0	-
Mr. Sthit Chupatanakul	Senior Executive Vice President - Managing Director Provincial Channel & Distribution Group	50,000	0	-
Mr. Sayan Satangmongkol	Senior Executive Vice President - Managing Director Risk Management Group	0	0	-
Mr. Suwan Damnernthong	First Executive Vice President - Managing Director Shariah Banking Group	50,000	0	-
Mr. Somgiat Sangsurane	First Executive Vice President - Managing Director Office of General Counsel	0	0	-
Mr. Boonlers Srichareon	First Executive Vice President - Managing Director Metropolitan Channel & Distribution Group	770	0	-
Mrs. Sumana Vonggapan	First Executive Vice President - Managing Director Human Resources and Organization Management Group	0	0	-
Mrs. Nongnutch Thienpaiboon	First Executive Vice President - Managing Director Corporate Banking Group	0	0	-
Mr. Prasert Sophan	First Executive Vice President - Managing Director Office of Internal Audit	0	0	-
Mr. Preecha Phukham	First Executive Vice President - Managing Director Government & State Enterprise Relations Group	0	0	-

Note: The spouse of Mrs. Sumana Vonggapan (Mr. Suwatana Vonggapan) held 50,000 shares of the Bank or 0 percent.









Risk refers to any incident or action that may occur under uncertainties and will have adverse impact, incur losses or reduce the chance of achieving the target or objective of the organization, business unit and employee. It can be seen that risk can arise in any business organization including commercial banks that must operate amid economic and financial factors that change rapidly with the flow of globalization - both positive and negative changes - whether they are interest rates, exchange rates, capital flow, competition or rules and regulations. Having a good framework of risk management is thus deemed as one of the vital parts in business operation. For this reason, the Bank stresses the importance of development and enhancement of risk management to ensure continuity in business operation and create optimum returns to the shareholders.

The setting up of the Risk Management Group in the Bank's organization is regarded as another mechanism in developing the Bank's risk management framework. This Group will develop the framework of risk management and communicate to the entire organization. It will monitor and report each type of

risk to respective committees of the Bank who will oversee the risk management policy. Major committees include:

#### **The Board of Directors and Board of Executive Directors**

A group of individuals with the ultimate decision-making power that is responsible for setting policy and bank-wide risk management framework.

#### **The Audit Committee**

Conduct examination to ensure that the Bank has adequate, appropriate and effective risk management, internal control and internal audit.

#### **The Executive Committee, the Risk Management Committee and the Assets and Liabilities Management Committee**

Responsible for formulation of policies and strategies in risk management, such as establishing credit policy, strategies for managing liquidity risk, market risk and operational risk, as well as specifying guidelines for risk assessment.

In addition to the above framework of risk management, the Bank has attached importance to risk management in the following aspects:

#### **1. Credit Risk**

Although the Financial Sector Master Plan has expanded the business scope of commercial banks, enabling them to earn income from more diversified channels, but credit extension is still regarded as the core business from the past to the present. The Bank's main income derives from interest and thus credit activities are greatly important to the Bank's profit and

risk. If the credit risk is not effectively managed, there will be a high chance that borrowers will not be able to comply with the terms and conditions in the covenants, or the quality of assets will be impaired. The end result is that the Bank might not get repaid in full, and may have adverse effect on income and capital funds. For this reason, throughout 2005 the Bank had continuously enhanced its credit risk management.

#### **Credit Risk Measures**

- Review and improve the Credit Policy, lending authority and troubled debt restructuring including related operating procedures, so that they are practicable yet sound and prudent, and able to control credit risk efficiently and up to international standards.
- Revise the credit risk rating for medium-sized customers and corporate clients to be more precise by expanding risk levels from the existing 13 to 22 levels.
- Set up concentration limit for each industry to avoid significant credit concentration and allow diversification of risks.
- Develop report on credit portfolio analysis by revising the parameters used for calculating the risk adjusted return on capital (RAROC).
- Revise the application for credit approval to include more details on analysis and risk assessment.
- Acquire and develop tools or software to assist in the analysis and management of retail customer portfolio.
- Develop the quality of the business research covering the economic and industry analysis, industrial risk rating, analysis of potential companies, banking and financial analysis and the survey of Krung Thai

Business Index (KTBI) to be used as supplementary information for credit management planning.

- Closely monitor the credit after its approval by requiring loan officers to pay regular customer visits to ensure that the customers have complied with the terms and conditions of the covenants made with the Bank, as well as monitoring the clients' business progress and performance. This preventive monitoring system could prevent performing loans from becoming problem loans.

- Set the target to reduce non-performing loans continuously from the prior year by assigning top management to take the lead in expediting the collection and debt restructuring classified by region, expediting the legal proceeding and execution of problem debts, as well as expediting sale of foreclosed property through auctioning. In 2005, the Bank organized NPA Grand Sale three times.

With the above measures, the Bank's credit risk is controllable and manageable judging from the key risk factors as follows:

#### **Risk from credit concentration**

As at year-end 2005, the Bank had no significant concentration in any particular industry. Loans were diversified among the economic sectors supported by the government, and have potential growth, such as manufacturing and commerce, public utilities and services, real estate and construction, and housing loans accounting for 35.61, 23.78, 13.51 and 10.93 percent of the total loans respectively.



### **Risk from loan quality**

As at year-end 2005, the Bank's total NPLs stood at Baht 97,635 million, or 10.32 percent of the total loans, down from Baht 119,693 million or 12.35 percent of the total loans as at year-end 2004. Most of the percentages of NPL to total loans decreased especially for manufacturing and commerce. Manufacturing and commercial sector received the highest exposure accounting for 35.61 percent of total loans, but its NPL percentage declined from 40.55 percent as at year-end 2004 to 38.43 percent.

Although the reduction of NPLs should help reduce allowance for possible loan losses, but the Bank in 2005 was able to earn more than targeted. Therefore, to create balance between stability and return on equity, the Bank increased its general provision for bad and doubtful accounts by Baht 2,800 million in the fourth quarter in addition to the monthly provisioning of Baht 300 million. Consequently, the Bank's total allowance was higher than that prescribed by the Bank of Thailand by as much as Baht 13,711 million.

### **Risk from impairment of collateral**

Most of the Bank's collaterals are immovable properties with values depending on economic condition. The Bank thus clearly specified in its Credit Policy the criteria for consideration of collateral. Collateral that would be accepted should be secure and quite liquid. In case of immovable property, the location should be the site of the client's residence or office. Apart from this, the Bank stipulated that collateral appraisal must be reviewed and updated in order to

know the latest value. This will be used for formulating strategy relevant to the changing of credit risk. In this connection, the Bank already set aside allowance for impairment of foreclosed property according to the details in the Notes to the Financial Statements.

### **Risk from intense competition that may decrease interest margin**

Fierce competition among domestic banks, foreign banks and non-bank businesses, coupled with preparation for the Basel II, pushed up the capital costs and may result in the decline of credit margin. To compensate for that, the Bank then focused on non-interest income such as fees.

## **2. Market Risk**

Market risk refers to the risk arising from changes in interest rates, foreign exchange rates and securities prices which can cause negative impacts on the Bank's income or the economic value of assets and liabilities including capital funds. Market risk is divided into

**Interest Rate Risk** - Risk that income, value of assets and liabilities including capital funds are adversely affected by interest rate changes.

**Foreign Exchange Risk** - Risk that income, value of assets and liabilities including capital funds are adversely affected by exchange rates volatility. Purchases and sales of foreign currencies are divided into spot trading, forward trading and swap.

**Price Risk** - Risk that income, value of assets and liabilities including capital funds are adversely affected by changes of securities prices.

In this regard, the Bank stressed the importance of market risk management since the current economic and financial environment change rapidly, prompting impacts on movement of interest rates, exchange rates as well as securities prices in the Bank's trading book. The Bank thus adopted measures to ensure efficient and suitable risk management.

#### **Market Risk Measures**

- Formulate Market Risk Management Policy and Trading Book Policy to guide trading book activities and support business strategy in line with the Bank's risk appetite, the BOT's requirements and the new capital accord or Basel II.

- Monitor market risk using Value at Risk (VaR) method and compare with the limit approved by the Executive Committee ensuring that it is within the Bank's acceptable level. For activities involving exchange risk and price risk, the Bank monitors VaR on a daily basis generated by the Daily Trading Risk Report together with mark-to-market price assessment at the end of the day.

The VaR of the 3 market risk factors in 2005 was quite low compared with the size of the position and capital fund of the Bank. The calculated VaR was still within the limit and acceptable to the Bank.

- Conduct Stress Testing in accordance with the guidelines of BOT to help the Bank assessed losses in case of encountering crisis, and to trigger warning signs for preparation of Business Continuity Plan (BCP) in time to reduce or withstand future crisis.

- Communicate knowledge in sound market risk management to executives and employees concerned so as to enable them to understand and aware about market risks under the Bank's Market Risk Management Policy.

- Develop personnel potential through training in market risk management and other related subjects and increase their efficiency in market risk management.

### **3. Operational Risk**

Operational risk is the risk of direct or indirect losses resulting from breakdown in internal controls and corporate governance which could relate to inadequate or failed internal processes, people, systems or external events. The losses include both pecuniary and non-pecuniary items and could adversely affect income and capital fund of the Bank.

In these present days, competition and business environment of the Bank have changed drastically. The Bank has launched many new financial services to serve the needs of customers, brought in IT to assist in daily operation and support the increase of financial transactions via electronic media. All these factors lead to an increase of operational risk and make the risk profile more complex. Henceforth, the Bank needs an efficient operational risk management which not only prevents and reduces losses but will boost performance efficiency and customer confidence as well. This could in the long run add value to the organization.



Since operational risk covers a broad scope and relates to all the business units and every employee, the Bank thus places great emphasis on prevention and control of operational risk in order to minimize losses. In this connection, the Bank has organized training programs for employees at all levels to have an understanding and awareness of operational risk. In addition, for good internal control, each business unit has to identify and assess the risk that may incur within their work unit, and then designate control to reduce such risk. Such process will be under the supervision of the head of the business unit and will be audited by the Office of Internal Audit for accuracy, transparency and control, and keeping the risk level in line with the Bank's framework of risk management.

#### **Operational Risk Measures**

- Formulate the Operational Risk Management Policy and have all the business units form scopes and guidelines relevant to the policy. This would establish systematic operational risk management in the organization and enhance internal control process of the business unit too.

- All business units in the Bank are required to assess operational risk and formulate measures for controlling such risk in accordance with the principle of the Office of Auditor General. This is the process whereby employees jointly consider the procedure, regulations and analyze the impact on the objective. The process also calls for recommendation for enhancement or control, so that the business unit and the Bank will improve in efficiency.

- The Bank requires the process of identifying, assessing and controlling risk covering financial products and services of the Bank. This includes the launching of new products and improvement of work processes in the Bank to enable suitable operational risk management.

- The Bank has implemented the collection of data on all loss events which will be used for controlling and reducing operational risk to within the Bank's risk appetite. This will also prepare the Bank's for the New Basel Capital Accord in the coming future.

- Develop the Business Continuity Plan (BCP) to ensure that the Bank will recover to normal business in the event of a major incident arising from external events. The Bank required all business units to inform their employees about BCP, so when unexpected incident occurs, the Bank will not face interrupted business continuity and will be able to serve the clients in time.

- Educate the entire organization about operational risk management to enable all employees to have an understanding about risk management in accordance with Basel II.

#### **4. Interest Rate Risk**

A major element of the Bank's risk management policy is managing the Structural Interest Rate Sensitivity. The interest rate risk arises when asset, liability and off-balance sheet items, mismatch in repricing or maturity periods. The mismatch that occurs may result in the Bank's net interest income being adversely affected by the interest rate in the market. In the Structural Interest Rate Sensitivity, short-term

repricing risk and basis risk are the major risks faced by the Bank.

#### **Interest Rate Risk Measures**

● The Bank employed the Gap Analysis in assessing risk from changes of interest rate on assets and liabilities at certain point of time. If the assets and liabilities are due or reach the period of adjusting interest rate, such assets or liabilities will be sensitive to interest changes. The Interest Rate Gap analysis compared the changes of period or interest rate of assets and liabilities, including cash flow analysis of estimated principal repayment from all loans within specified period. If the asset, sensitive to interest rate repricing is more than the liability sensitive to interest rate change, the mismatch is positive. On the contrary if the liability sensitive to interest rate repricing is more than the asset sensitive to interest rate repricing, the mismatch will be negative. In the situation where interest rate increases, and the Bank has a negative mismatch, the net interest received will be reduced. If the Bank has a positive mismatch, its net interest received will increase. On the contrary, if the interest rate declined, the negative mismatch will result in an increase of the net interest income and vice versa.

The Assets and Liabilities Management Committee (ALCO) will review at least once a month the result of the gap analysis in each period. But when competition is intense, the Asset and Liabilities Management Department will simulate interest rate repricing in several scenarios, including the liquidity analysis of the

Bank and the banking industry and submit to ALCO to decide on the repricing rate to be in time with the changing market condition.

● Although the gap analysis is useful in the interest rate risk assessment, it is still a statistical assessment on a specific date without taking into account the impact that may arise from interest rate repricing, future income change and the Bank's cash flow estimate. Apart from this, the gap analysis does not take the chance of pre-payment of assets sensitive to interest rate, selection of source of capital funds (deposits or loans) in time when the interest rates fluctuate, period of interest rate repricing that is slower than asset or liability with floating interest rates, or other items with impacts on revenue and cash flow into consideration. Therefore, the Bank chose Net Interest Income (NII) Simulation to assess interest rate risk. NII Simulation has been designed and developed to simulate the effect of interest rate change or repricing on the net interest received. Using the simulation to test repeatedly the Bank will know the impact that may incur from interest rate volatility on the net interest received, and in turn the effect on profit. The NII Simulation is capable of simulating both the worst and the best situations, thus helps the Bank to allocate budget effectively and appropriately in cases of robust growth, planned growth and in the event of crisis.

● The Bank controls interest rate risk by two main approaches. Firstly, managing the period of assets and liabilities as they appeared on the balance sheet of the Bank, and secondly using off-balance sheet instruments for specific cases only. The Bank charged



floating interest rate for most of its loans. Funds are taken from deposits in current account; savings account and short-term fixed account whereby interest rate received/paid depends on deposits rate or MLR of the Bank. For most domestic loans, the Bank charged MLR, MRR or MOR. There will be adjustments of these rates from time to time, subject to the average cost of borrowing which in turn depends on deposits rate. The Bank believes that its interest rate risk is low judging from the fact that its time deposits mostly are 3-month or less, while the interest rate on savings could be adjusted anytime.

#### **5. Liquidity Risk**

The objective of liquidity risk management is to enable the Bank to have sufficient funds for operating under financial agreements, rules and regulations. To do this Bank considered deposits withdrawal, purchased funds, lending and demand for working capital. In this regard, the Bank set up policy for managing liquidity of all assets and liabilities with the target that, under severe crisis the Bank will still have sources of funds at reasonable costs.

##### **Liquidity Risk Measures**

Liquidity risk is under the management of Asset and Liabilities Management Department and Treasury Department. Both will oversee the liquidity status of the Bank and estimate the expected cash flow and liquidity plan for ALCO to consider.

The Bank used the Stress Tests for managing liquidity risk. The financial ratios analysis will serve as a measurement and control so that the Bank will not over depend on certain sources of funds and also prevent over lending to certain customer groups. The Bank conducted stress tests, considering the risk factors continuously to ensure that the Bank is capable of withstanding large out-flow of cash that take place abruptly. Besides, the Bank tried to utilize capital funds from more channels and broaden sources of capital, whether deposits of different maturities, interbank loans, both local and foreign, as well as forward trading market and repurchase market. Nevertheless, the Bank's liquidity was still high and remained a net provider of funds in the local financial markets.

Moreover, the Bank has been able to maintain appropriate level of liquid assets as prescribed by the Bank of Thailand which requires commercial banks to maintain liquid assets at an average rate of not less than 6 percent of deposits and loans as specified.

#### **6. Strategic Risk**

Strategic risk refers to risk arising from inappropriate formulation of policies on operation and strategy, and could adversely affect income, capital funds or the solvency of the Bank.



### Strategic Risk Measures

- The Bank has restructured the organization to favor its operation in reaching the set targets and strategy. The Planning and Budgeting Department is responsible for the preparation of the overall strategic plan of the Bank, as well as monitoring and assessing the strategic risk to find the appropriate and efficient management guidelines.

- The Bank set its strategic targets through the Key Performance Indicators submitted from each department. This would ensure that performance proceeded according to the specified strategic plan.

- The strategic plan was formulated in systematic steps adhering to the Balanced Scorecard, thus enabling the Bank to view all aspects. Included were quantitative and qualitative information such as economic trends, financial information of the Bank and its peers as well as other internal and external factors. All the business units had a part in the formulation of the Bank's strategic plan, making it appropriate and realistic.

- When the plan was approved by top management at all levels, it is then communicated across the board of the organization. Every business unit will use the strategic plan as guidelines for achieving the overall targets of the Bank.

- The plan offers alternatives at many levels. Where situation changes from the expected, the Bank will still be able to adjust the Strategic Plan and reach the targets as already set.

### 7. Capital Adequacy Risk

Capital adequacy risk refers to the risk arising from inadequate capital funds for conducting business or coping with the losses or unexpected damages from credit risk, market risk and operational risk.

#### Capital Adequacy Risk Measures

The Bank is fully aware that capital funds are of great importance for business operation and are among the indicators of stability. Hence the Bank laid down the policy of maintaining capital funds at the level that would support business expansion and complying with the requirements of the BOT. In 2005, the Bank issued additional subordinated debentures for the amount of Baht 10,400 million from those issued in 2004 amounting to Baht 10,000 million. As a result, tier-2 capital rose from 2.68 percent at year-end 2004 to 3.60 percent, prompting the overall capital adequacy ratio of the Bank to rise accordingly. As at December 31, 2005, the Bank's capital funds stood at Baht 107.323 billion, or capital adequacy ratio of 12.10 percent higher than the BOT minimum requirement of 8.5 percent.

In addition, the Bank has been preparing for the Basel II standards on capital adequacy which BOT will enforce in the short future.

The Board of Directors believes that good business supervision will guide the Bank to a sustainable growth and build up credibility to all parties concerned, enhancing the best value for shareholders. The Bank, in its capacity as Thailand's leading commercial bank, has adhered to and practiced the operation guidelines to be in compliance with the principles of good business supervision prescribed by the Stock Exchange of Thailand (SET). The Board of Directors assigned the Corporate Governance Committee to supervise and monitor the operation bringing it to a continuously good standard.

From the assessment of good business supervision for the year 2005 by the Thai Institute of Directors Association, the Bank was assessed to be at a good rank, in the top 25 percent or the first quartile. Criteria used for the assessment consist of shareholders' rights, equitable treatment to shareholders, role of the stakeholders, disclosure of information and transparency and accountability of the Board.

## Practice Guidelines of the Stock Exchange of Thailand

The Bank has complied with the 15 principles of Good Corporate Governance prescribed by the Stock Exchange of Thailand as follows:

### 1. Corporate Governance Policy

The Board of Directors is aware of its role and responsibility in conducting good corporate governance within the Bank so as to achieve sustainable and steady growth with efficient, transparent and fair management. The Bank also assessed the performance of the Board of Directors.

The Board of Directors realized the importance of good corporate governance, internal control and audit as well as risk management. Hence, the Board has established subcommittees to assist in supervising and monitoring various operations of the Bank. They

are the Board of Executive Directors, the Audit Committee, the Nominating and Remuneration Committee, and the Corporate Governance Committee. The qualifications, duty and responsibility of all the subcommittees are in accordance with the requirement of the Bank of Thailand and the Stock Exchange of Thailand and are clearly stipulated in writing.

Moreover, the Bank has formulated the Policy and Practice Guidelines for Compliance with the Principle of Good Corporate Governance in writing and enforced across the board since 2002. There are 7 principles derived from blending the guidelines of internal audit associations, both locally and abroad, with those of reliable agencies in the OECD countries, and the SET Principles of Good Corporate Governance.

### The 7 principles are:

- 1. Responsibility:** Understand and be able to behave according to the Bank's duty and responsibility.
- 2. Accountability:** Accept liability and credit in job performance.
- 3. Equitable Treatment:** Give equitable and fair treatment to all stakeholders.
- 4. Transparency:** Show transparency in doing business. Everything is explicable and verifiable.
- 5. Creation of Long Term Value Added without Short Term Exploitation:** Show competency in creation of sustainable value added without risk of loss to the Bank in the short run.
- 6. Promotion of Best Practices:** Promote the best practices and the code of ethics in business conduct as well as creating organizational culture and morality including integrity in performing the duty.
- 7. Social and Environmental Awareness:** Be conscious of the proper social and environmental treatment that is a part of the duties to the stakeholders. This would reduce or eliminate the negative impact to the society and the environment arising from the Bank's business.

This policy and the principles of good corporate governance can be viewed by all shareholders, investors and the general public at [www.ktb.co.th](http://www.ktb.co.th).

## **2. Rights and Equitable Treatment of the Shareholders**

The Bank is well aware of the importance of its shareholders and hence treats each and every shareholder equally and fairly in compliance with the legal requirements. The basic rights granted to the shareholders consist of the right to attend the ordinary general meeting, the right to assign a proxy on his/her behalf, the right to vote in the election or removal of director individually, the right to vote for the appointment of auditor and the audit fee, the right to vote in various activities of the Bank, the right to receive dividends and the right to express opinions or make inquiry in the general meeting.

The Bank has scheduled to call the Ordinary General Meeting once a year within four months after the Bank's accounting period at year-end. Notice will be sent to each shareholder at least 14 days before the general meeting together with the detailed agenda and adequate information for voting. Each agenda is clearly indicated whether for acknowledgement or for consideration together with the justification and opinion of the Board of Directors in such issue. The Bank also encloses proxy form in case the shareholder cannot attend the meeting. Shareholders will be allowed to register at least two hours before the meeting. Public announcement will also be made in at least one daily newspaper for not less than three consecutive days, and at least three days before the meeting date. The Bank will provide all the shareholders with facilities on equitable basis. Before the meeting starts, the Chairman of the Board will explain the voting and the vote-counting procedures. One share is counted as one vote and a majority vote passes the resolution, except for special resolution which requires at least three-fourths of the total votes. In casting votes, ballots

shall be used only when shareholders vote against or abstain, and such ballots shall be kept for reference. The Bank will prepare the minutes of the meeting stating the number of votes in favor, against and abstentions for each agenda. During the meeting, every shareholder is given an opportunity to exercise the right on equitable basis in expressing opinion and raising queries in an appropriate period of time. All the shareholders' inquiries will be recorded in the minutes accordingly.

The Bank also attached importance to the disclosure of accurate and complete information to the shareholders via the website and through the mass media on regular basis.

## **3. Stakeholders' Rights**

The Bank not only gives importance to all stakeholders, namely the Board of Directors, executives, employees, shareholders, customers, trading partners, creditors and the government agencies, but the Bank also cares for people in other organizations and its obligation to the community, society and environment as well. All these are stated in the manual on Corporate Governance of Krung Thai Bank Pcl. and the Code of Conduct for all employees and disseminated for strict adherence by directors, executives and employees at all levels. The guidelines for treatment of respective stakeholders can be summarized as follows:

### **Appropriate practice toward shareholders**

The Bank is determined to conduct its business with prudence and transparency as well as improving its potential in competition so as to achieve good operating performance. This would enable profit to grow continuously and steadily and increase value added for the shareholders in the long run.

### **Appropriate practice toward customers**

The Bank is determined to serve the customers eagerly, politely and to the best of its ability on the principles of equality and fairness. It is ready to render assistance and recommendation to all customers



without revealing the customer privacy except when it is stipulated by law or with customer's written consent.

#### **Appropriate practice toward creditors**

The Bank complies with the terms and conditions of borrowings as agreed upon with the creditors such as depositors, debenture holders in order to maintain its reputation and creditability.

#### **Appropriate practice toward trading partners**

The Bank has stipulated that its employees involving in all trading of properties, goods and services of the Bank to adhere to the Bank's optimum interest regardless of self-interest or interest of related kin. Employees must give accurate and true information so as not to impede the buyers or sellers' decisions. Importantly, employees should avoid accepting gifts or rewards from the buyers or sellers in order to avoid any accusation on later occasion.

#### **Appropriate practice toward the Bank's business alliances**

The Bank complies with the agreements entered into with its business alliances and to render assistance in the favorable manner of mutual benefits for overall business results.

#### **Appropriate practice toward competitors**

The Bank has no policy to compete by means of falsifying or distorting competitor's facts. At the same time, the Bank avoids making deals or discussion with employees of other agencies or financial institutions in the issues relating to geographic location, marketing, customer segmentation, interest rates and fees including respective products, services or business plans that may have implications on the Bank's business competition.

#### **Appropriate practice toward society and environment**

The Bank conducts itself as a good citizen taking into consideration the responsibility to the public and the country. It also takes part in activities for the public benefit, development of society, community and

environment, as well as conservation of natural resources. The Bank is always ready and willing to render cooperation and support the government policy for the benefit of the nation.

#### **Appropriate practice toward the Board of Directors and executives**

The Bank's directors and executives are well informed of their rights and are ready to set good examples in exercising their rights and duties within the framework specified by the Bank. Concurrently they are well aware of caring for the rights of all stakeholders on equal and fair basis.

#### **Appropriate practice toward Bank employees**

The Bank realizes the importance of its employees, which are regarded as valuable assets. Therefore, it has made all efforts to recruit and hire persons with competency and experience matching the jobs needed. The Bank also organizes regular in-house training as well as overseas training for its employees. To increase employees' capabilities, scholarships have been granted for doing Master's Degree, locally and abroad. The Bank also looks after employees' salaries, remuneration and other benefits so as to be comparable to other leading companies.

Besides, the Bank has the policy to upgrade the employees' quality of life by providing the following benefits, namely:

**i. Child support allowance** For employees with children, a grant of Baht 50 per child per month is given. This lasts till the child reaches 18, and there is no limit on the number of children.

**ii. Child education support allowance** Bank employees are able to reimburse tuition fees of their children from age 3 to 25, studying at kindergarten up to diploma level or equivalent, both in public and private schools. In this regard, the children must be unmarried and unemployed.

**iii. Housing allowance** In the event that employees are relocated to work in provincial areas,

they are entitled to reimburse rent for the amount actually paid, not exceeding 30 percent of the salary and not more than Baht 2,500. If exceeding such amount, the request shall be at the discretion of the executive of the Human Resources and Organization Management Group.

**iv. Medical allowance** Bank employees, their spouses and children are entitled to reimburse medical expenses, both as inpatient and outpatient in public hospitals. As for private hospitals, only inpatients can reimburse half of the expenses, except for emergency case, whereby the Bank will pay the full amount covering not more than 45 days of hospitalization. For the period beyond 45 days, only half of the medical bills can be reimbursed. For minor treatment in private hospital or medical clinic, only Bank employee is entitled to reimburse expenses of not more than Baht 250 per visit once a day. Moreover, the Bank also provides treatment to its employees via its own Medical Department.

**v. Employee's holiday resort** The Bank provides inexpensive resort for its employees and their families while on vacation. Currently a condominium is available in Chiangmai, and for the next phase Bangsaen and Cha-Um will be added.

**vi. Training program for the mind** Each employee is encouraged to participate Vipassana meditation for not more than 10 working days a year without been considered as leave of absence. The Bank makes arrangement for suitable meditation venues and gives merit-making charity money to all employees participating in such training program.

**vii. Loans and borrowed funds** The Bank provides its employees with the following loan schemes.

- Interest-free loan to be repaid in installment within two years. This includes interest-free loan for medical care, child education, self-education, home improvements, relocation of residence, recovery from fire, funeral, wedding and other cases of necessity.

- Interest-bearing loan such as housing loan, car or motorcycle purchase loan, computer purchase loan, and special benefit loan such as Krung Thai Thanawat Loan for employees and other multi-purpose loan.

It is the policy of the Bank to provide each and every employee safe and sound working environment that will enhance performance. Support is given to all activities that will reduce danger, damage, hazard and work-related illness. In this connection, safety guidelines are formulated according to the legal requirements and the Bank's own security measures.

#### **Legal safety requirements**

- The Bank has established Health and Safety Working Environment Committee responsible for overseeing the working conditions in terms of hazardous causes, work-related illness or any nuisance caused by or related to work.

- The Bank organizes fire drill for its employees in both Head Office buildings at least once a year on regular basis.

- The Bank organizes training course on fire prevention and early stage fire extinguishing technique to employees in all business units.

#### **The Bank's safety and security measures**

- The Bank has introduced the Access Control and closed-circuit television (CCTV), a modern state-of-the-art technology in maintaining security and safety for the Bank and its employees in both Head Office buildings.

- Under the supervision of the General Services and Security Department, security measures are imposed and guards are assigned to keep watch employees, premises and property during and after office hours.

- Arranging for security guards to look after the fire prevention system around the clock.

- Arranging for security guards to look after the equipment and electricity system.



- Maintaining the Bank's fleet of vehicles and the incoming and outgoing cars around the clock.
- Organizing regular training course for security guards
- Providing wireless communication devices for efficient security system.
- Building close relations and coordination with the government agencies concerned with security, such as the Royal Thai Police, the National Intelligence Agency and the Bangkok Metropolitan Administration.

#### **4. The Annual Ordinary General Meeting of Shareholders**

The Bank held the Annual Ordinary General Meeting on April 22, 2005. Notice, proxy form and attachments to agenda were sent to shareholders 15 days prior to the general meeting. Public announcement was also made in the Thai daily newspaper for three consecutive days and not less than three days before the meeting. On the day of the meeting, the Bank made all the necessary arrangements for the registration and the voting. The Chairman of the Board of Directors acted as the chairman of the meeting with the attendance of all the directors.

The General Meeting considered and voted in order of the specified agenda items. VDO presentation together with documentary presentation was used. The Chairman gave the shareholders opportunities to raise queries and express their opinions on equal basis and all the questions raised were answered. Details of the meeting were recorded accordingly.

#### **5. Leadership and Vision**

The Board of Directors consists of qualified executives with knowledge, competency, skill and work experience in diverse fields thus enabling the business operation to progress efficiently. The Board of Directors gives its consent to the Bank's vision, mission, and strategy, and approves the key issues relating to the direction and policy of the Bank's operation including the business plan and the annual budget. In addition it oversees that the management is

in accordance with the formulated policy and the business plan and in compliance with the respective laws, rules and regulations prescribed by regulatory authorities and the resolutions of the General Meeting. Everything has to be the optimum benefit for the Bank and the stakeholders in order to increase the Bank's economic value. There are supervisory mechanisms that guide the executives to manage in accordance with the specified work plan. The Board will set the Key Performance Indicator (KPI) and the target both in monetary values and work objectives at the beginning of the year. Progress is monitored monthly and quarterly, so as to know the status of the operation. In the event that operation is below the target, analysis will be conducted to find the required remedy. At year-end, the Board will appraise the performance of the management team by comparing the actual performance with the specified work plan under the Performance Agreement (PA).

#### **6. Conflict of Interest**

The Bank adheres to the Principles of Good Corporate Governance by forbidding conflict of interest and internal usage of information. All employees have to strictly comply with the following:

##### **Measures for Preventing Conflict of Interest**

The Board of Directors has appropriately considered transaction that might involve conflict of interest, connected or related-party transaction. Policy and approval process have been formulated in considering transactions that might bear conflict of interest from entering into any contract with its subsidiaries, affiliated or associated companies or outsiders. Executives, employees and persons concerned must comply with the Bank's procedures, the requirements of the Stock Exchange of Thailand, Securities and Exchange Commission and Bank of Thailand. The key principles are:

- i. The directors, executives or employees are prohibited from taking part in the consideration and

approval of any transactions which the directors, executives, employees or related persons have their interest related to such transactions. The fixing of prices of transactions will be done in the manner consistent with that offered to outsiders.

ii. The fair and appropriate prices in accordance with the normal trading conditions shall be fixed in order to prevent any conflict of interest.

iii. In handling related-party transactions, the Audit Committee shall participate under the principle of Good Corporate Governance and requirement prescribed by the Stock Exchange of Thailand.

iv. Lending or investing in business in which the Bank or director or executive has interest or lending to the Bank's director or executive can be made only upon unanimous approval of the Board meeting, excluding the attendance of the director or executive who has related interest.

v. The information of transaction that might bear conflict of interest, connected or related-party transaction shall be disclosed in the 56-1 Form, the Annual Report or any other form required by Securities and Exchange Commission. As for the information on connected or related-party transaction, the disclosure shall be made to the Stock Exchange of Thailand as well as disclosure of related transaction with the Bank in accordance with the accounting standards and requirements of the Bank of Thailand. Concerning the handling of the Bank's future related transaction that may arise from business operation; the Bank has clearly stipulated measures and procedures for approval.

Besides, the Audit Committee and the Board of Directors will jointly supervise and oversee the handling of future related transactions to be in accordance with the policy formulated by the Bank. The key guidelines are that the related transactions shall be done with transparency and fairness under the Principles of Good Corporate Governance with justified cause and policy on fixing fair prices according to the general trading

conditions. All this must receive approval according to the related procedures and regulations. The type and value of the Bank's related transactions with the person that may have conflict under the notifications and rules of the Securities and Exchange Commission, Stock Exchange of Thailand and Bank of Thailand will be disclosed.

Disclosure of information on related transactions is shown in the Notes to the Financial Statements, section 3.18.

#### **Supervision of the Use of Inside Information**

The Bank has pursued the policy on complying strictly with the Principles of Good Corporate Governance. To promote the achievement with such Principles, the Bank thus stipulated the procedures and regulations to supervise the use of inside information and securities trading of employees that are in compliance with securities trading law. The material contents of which are shown as follows:

i. Bank employees are prohibited from buying, selling, transferring or accepting the transfer of securities that may be of advantage to outsiders by using inside information that may affect the price of securities. Such information has not been disclosed as yet to the general public or the Stock Exchange of Thailand but they have become aware in their capacity as employees of the bank. The prohibition covers whether for the interest of oneself or others, or to reveal such information to others to do and receive benefit thereof.

ii. Directors, executives equivalent to Executive Vice President or higher and equivalent to First Vice President or higher in the Financial Management Group have to report their holding of securities issued by the Bank, including those of their spouses and children under 21 years to the Securities Exchange Commission. Moreover they have to report their holdings of securities issued by the Bank on a monthly basis to the Board of Directors.



iii. For supervision of securities trading and the prevention of insider trading, the timeframe limiting securities trading has been stipulated by the Bank. Rules and regulations concerning the prevention of using inside information are communicated to the Directors, employees and persons concerned on regular basis through various channels of the Bank.

#### **7. Business Ethics**

The Board of Directors has given its approval to use the Policy and Practice Guidelines as the core principle for complying with good corporate governance. With such principle, the business operation would be transparent, fair and accepted by all parties concerned. The Board of Directors and Bank executives have responsibilities to perform their designated duties with integrity regardless of their own interest. Included is their refusal to accept any kickback or take advantage for their own interest even if it is of minimal value, but could cause losses to the Bank. Employees must avoid putting the Bank at a disadvantage position in whatever the case may be. They must have the awareness of correct and ethical management while being careful not to cause any conflict of interest.

#### **8. Balance of Authority by Non-Executive Directors**

The election of Directors to the Board of Directors is conducted in accordance with the General Meeting's resolution under the Bank's criteria and Articles of Association. As at February 16, 2006, the Board of Directors comprised 13 members, including one Executive Director, the President, five non-executive Directors and 7 independent Directors, that account for 53.8 percent of the entire Board members. This is to keep a balance between control and management.

#### **9. Integration and Separation of Key Positions**

The Chairman of the Board of Directors, the Chairman of the Board of Executive Directors and the President of the Bank are not the same person for transparency in check and balance. Also their duties

and responsibilities in policy formulation, control and management of daily work are clearly segregated.

#### **10. Remunerations to Directors and Executives** **Remuneration for the Board of Directors**

The Bank has formulated the policy on fair and justified remuneration for the directors. The Nominating and Remuneration Committee will review the appropriateness with respect to the responsibilities of each director, the Bank's financial standing and remuneration of other companies in similar business group. The Bank has already requested the General Meeting to approve the proposed remuneration for the Directors. The remuneration is composed of four parts:

- i. Remuneration in capacity as Director.
- ii. Ex-officio remuneration to be paid to Directors acting as
  - Chairman of the Board of Directors
  - Vice Chairman of the Board of Directors
  - Chairman of other committees such as Chairman of the Board of Executive Directors, Chairman of the Audit Committee, Chairman of the Nominating and Remuneration Committee.
- iii. Meeting honorarium paid in accordance with the number of attendance.
- iv. Gratuity payment to Directors on the condition that the Bank makes profit from its operation and it is paying dividend to its shareholders.



### Remuneration for the Board of Directors

In 2005, the Bank paid in cash totaling Baht 29,987,338.71 as remuneration for directors, meeting honorarium and ex-officio remuneration classified as:

i. Remuneration for the Board of Directors totaling Baht 18,407,338.71.

ii. Remuneration for the Board of Executive Directors Baht 8,100,000.00; the Audit Committee Baht 2,280,000.00 and the Nominating and Remuneration Committee Baht 1,200,000.00, totaling Baht 11,580,000.00. Details as follows:

Unit: Baht

Name of Director	Cash Remuneration			
	Board of Directors	Board of Executive Directors	Audit Committee	Nominating and Remuneration Committee
1. Mr. Suparut Kawatkul	2,042,580.65			673,548.39
2. Dr. Chaiyawat Wibulswasdi	1,386,774.19	1,890,000.00		
3. Mr. Apisak Tantivorawong	1,260,000.00	1,560,000.00		
4. Dr. Uttama Savanayana	1,080,000.00	1,290,000.00		
5. Mr. Prasit Damrongchai	1,260,000.00	1,410,000.00		
6. Mr. Aswin Kongsiri	1,139,354.84	30,000.00		330,000.00
7. Dr. Chai-Anan Samudavanija	1,230,000.00		1,020,000.00	
8. Mrs. Tanya Sirivedhin	685,000.00		30,000.00	
9. Mr. Pachara Yutidhammadamrong	103,333.33		30,000.00	
10. Mr. Somchai Wongsawat	391,290.32			46,451.61
11. Mr. Santi Vilassakdanont	1,061,428.57			90,000.00
12. Mr. Suri Buakhom	865,000.00			30,000.00
<b>Former Directors</b>				
1. General (Ret.) Mongkon Ampornpisit	1,826,129.03			
2. Mr. Machima Kunjara Na Ayudhya	181,071.43			30,000.00
3. Mr. Chainarong Indharameesup	396,666.67	480,000.00		
4. Mr. Rawat Chamchalerm	1,040,000.00		570,000.00	
5. Mr. Rutt Phanijphand	1,229,354.84	1,440,000.00		
6. Mr. Charnchai Musignisarkorn	1,229,354.84		630,000.00	
<b>Total remuneration according to i.</b>	<b>18,407,338.71</b>			
<b>Remuneration according to ii.</b>		<b>8,100,000.00</b>	<b>2,280,000.00</b>	<b>1,200,000.00</b>
<b>Total remuneration according to ii.</b>				<b>11,580,000.00</b>
<b>Total i. and ii.</b>				<b>29,987,338.71</b>

## Gratuity Payment to Directors in 2004

Unit: Baht

Name of Director		Gratuity
1.	General (Ret.) Mongkon Ampornpisit	2,220,719.00
2.	Mr. Suparut Kawatkul	1,727,226.00
3.	Mr. Chainarong Indharameesup	1,727,226.00
4.	Dr. Uttama Savanayana	1,727,226.00
5.	Mr. Wichian Wiriyaprasit	283,150.00
6.	Mr. Chetthavee Charoenpitaks	1,212,844.00
7.	Mr. Tej Bunnag	242,691.00
8.	Dr. Chai-Anan Samudavanija	1,727,225.00
9.	Mr. Rutt Phanijphand	1,645,630.00
10.	Mr. Charnchai Musignisarkorn	1,139,360.00
11.	Dr. Chaiyawat Wibulswasdi	1,348,351.00
12.	Mr. Prasit Damrongchai	1,018,015.00
13.	Mr. Rawat Chamchalerm	1,018,015.00
14.	Mr. Apisak Tantivorawong	254,825.00
Total		17,292,503.00
Pending *		4,267,497.00
<b>Grand Total</b>		<b>21,560,000.00</b>

\* Waiting for information to consider payment to the three Directors :

Lt. Suchai Jaovisidha, Mr. Viroj Nualkhair and Mr. Machima Kunjara Na Ayudhya

### Remuneration for Executives

In 2005, the Bank paid remuneration including salaries, business unit allowance and other incentives to 17 executives of Krung Thai Bank, according to the definition of the Securities and Exchange Commission include President, First Senior Executive Vice President, Senior Executive Vice President, and First Executive Vice President. A net amount of Baht 178,378,880.00 was paid. The Bank did not pay the matching amount of their provident fund.

### 11. Board of Directors Meeting

The Board of Directors summons its regular meeting on the first and third Thursdays of the month, and on special session, as the Board deems appropriate. The Board clearly classifies the meeting agenda into respective groups such as matter to be informed by the Chairman, adoption of the minutes of the previous meeting, policy matter, loan issue, debt restructuring, investment issue, purchase/sale of property and procurement, and human resources issue. The Secretary to the Board of Directors will be

responsible for sending out notice together with the agenda and supplementary documents to each Director not less than seven days before the meeting. The Secretary will record in writing the proceeding of the Board meeting and file the minutes that are adopted by the Board of Directors for reference.

In 2005, the Board of Directors meeting was held 23 times; the Board of Executive Directors meeting 52 times; the Audit Committee meeting 22 times; the Nominating and Remuneration Committee 12 times and the Corporate Governance Committee 4 times. Details of attendance by each Director as follows:

Name of Director	Board of Directors	Board of Executive Directors	Audit Committee	Nominating and Remuneration Committee	Corporate Governance Committee
1. Mr. Suparut Kawatkul	22/23			11/11	
2. Dr. Chaiyawat Wibulswasdi	22/23	51/52			
3. Dr. Chai-Anan Samudavanija	20/23		22/22		
4. Mr. Pachara Yutidhammadamrong	1/2		1/1		
5. Mrs. Tanya Sirivedhin	9/15		1/1		
6. Mr. Somchai Wongsawat	6/7			1/1	
7. Mr. Santi Vilassakdanont	18/20			4/4	3/4
8. Mr. Suri Buakhom	15/15			1/1	
9. Dr. Uttama Savanayana	16/23	43/52			
10. Mr. Prasit Damrongchai	22/23	47/49			
11. Mr. Aswin Kongsiri	19/22	1/2		11/11	
12. Mr. Apisak Tantivorawong	22/23	52/52			
<b>Former Director</b>					
1. General (Ret.) Mongkon Ampornpisit	15/15				
2. Mr. Machima Kunjara Na Ayudhya	3/3			1/1	
3. Mr. Chainarong Indhameesup	7/8	16/16			
4. Mr. Rawat Chamchalerm	18/20		19/19		
5. Mr. Rutt Phanijphand	22/22	48/49			
6. Mr. Charnchai Musignisarkorn	22/22		21/21		4/4

Note: Number in the table refers to number of times of attendance / number of times the Board meeting was held while acting as director



### Details of Directorship in 2005

- |     |                                    |  |
|-----|------------------------------------|--|
| 1.  | Lt. Suchai Jaovisidha              | Completing term of office under Standard Qualifications for Directors and Employees of State Enterprise Act effective from January 3, 2005   |
| 2.  | Mr. Machima Kunjara Na Ayudhya     | Resigned effective from February 24, 2005  |
| 3.  | Mr. Chainarong Indharameesup       | Completing term of office, effective from April 22, 2005   |
| 4.  | General (Ret.) Mongkon Ampornpisit | Completing term of office under Standard Qualifications for Directors and Employees of State Enterprise Act effective from August 21, 2005   |
| 5.  | Mr. Rawat Chamchalerm              | Resigned effective from November 1, 2005   |
| 6.  | Mr. Rutt Phaniijphand              | Resigned effective from December 13, 2005  |
| 7.  | Mr. Charnchai Musignisarkorn       | Resigned effective from December 13, 2005  |
| 8.  | Mr. Aswin Kongsiri                 | Director of the Bank as of January 20, 2005<br>Director of the Nominating and Remuneration Committee from January 20 to December 14, 2005<br>Executive Director of the Bank as of December 15, 2005  |
| 9.  | Mr. Prasiit Damrongchai            | Executive Director of the Bank as of January 20, 2005  |
| 10. | Mr. Santi Vilassakdanont           | Director of the Bank as of February 17, 2005<br>Director of the Nominating and Remuneration Committee as of August 25, 2005<br>Vice Chairman, the Corporate Governance Committee as of February 24, 2005<br>Chairman, the Corporate Governance Committee as of December 15, 2005 |
| 11. | Mr. Suri Buakhom                   | Director of the Bank as of April 22, 2005<br>Director of the Nominating and Remuneration Committee as of December 15, 2005   |
| 12. | Mrs. Tanya Sirivedhin              | Director of the Bank as of April 22, 2005<br>Director of the Audit Committee as of December 15, 2005   |
| 13. | Mr. Somchai Wongsawat              | Director of the Bank as of August 25, 2005<br>Chairman, the Nominating and Remuneration Committee as of December 15, 2005  |
| 14. | Mr. Pachara Yutidhammadamrong      | Director of the Bank as of November 17, 2005<br>Director of the Audit Committee as of December 15, 2005  |

### 12. Subcommittees

The Board of Directors has appointed subcommittees to be in line with the principle of Check and Balance, and for the purpose of auditing under the principles of Corporate Governance as well. They are the Board of Executive Directors, the Audit Committee, the Nominating and Remuneration Committee, and the

Corporate Governance Committee. Besides these there are 10 other subcommittees to peruse and scrutinize important issues considered by the Bank. Details explained under the heading of Shareholding and Management Structure.

### 13. Internal Control and Audit

The Board of Directors is very concerned about the internal control. Business operation is monitored to see that it is in accordance with the specified plans and targets. This would result in an effective internal control system, maintaining risk at an acceptable level, and assessing that the specified system can be operated efficiently. The Audit Committee overseeing the Office of Internal Audit is responsible for assessing the internal control system for further improvement, preventing risk and careless work process that could cause loss or damage to the Bank. This would ensure that the shareholders' investments are protected. The Audit Committee reports its performance to the Board of Directors regularly every month.

### 14. Report of the Board of Directors

The Audit Committee reviews the financial reports jointly with the Accounting Department and the Office of the Auditor General of Thailand, and then submits such reports to the Board of Directors. The Board of Directors is responsible for the consolidated financial statements of the Bank and subsidiaries including the financial information (Board of Directors' Responsibility for Financial Reports) as appeared in the Annual Report. Such financial statements have been prepared in accordance with the accounting standards, certified and audited by the Office of the Auditor General of Thailand. Disclosure of material information,

both financial and non-financial, is based on accuracy and completeness.

### 15. Investor Relations

The Bank stresses the importance of disclosure of its information, both financial information and general information, to shareholders, investors and general public. As such the information must be accurate, complete, timely and equitable to all in compliance with the relevant laws, rules and regulations. The Bank disclosed its news and information through various channels such as the Stock Exchange of Thailand, the Securities and Exchange Commission Office, the Ministry of Commerce, the press and television and the Bank's corporate communications news. In addition road shows to local and foreign investors, organizing investment seminars and dispatch of mails to the shareholders were also done. Interested public can search the Bank's website at [www.ktb.co.th](http://www.ktb.co.th).

The Bank has set up the Investor Relations Department to oversee the effective disbursement of information and news to the shareholders, investors and stock analysts as well as the credit rating agencies of both Thai and foreign. The information must be accurate, as it represents the image and creditability of the Bank.

In 2005, Executives and officers have met respective analysts, investors and shareholders on various occasions as follows:

Type of Call	No. of Call	No. of Persons Called
One-on-One Meeting & Conference Call	103	168
Analyst Meeting	2	71
Road Show and Investor Conference	4	118
<b>Total</b>	<b>109</b>	<b>357</b>

### Contact with Investor Relations Department

Address : Krung Thai Bank Pcl.  
7<sup>th</sup> Floor, Nana Nua Bldg.  
35 Sukhumvit Rd.  
Klong Toey Nua Subdistrict  
Wattana District, Bangkok 10110

Telephone : 66-0-2208-4790 to 6  
Facsimile : 66-0-2256-8800  
Website : [www.ir.ktb.co.th](http://www.ir.ktb.co.th)  
E-mail : [ir@ktb.co.th](mailto:ir@ktb.co.th)

### Corporate Secretary

The Bank has assigned Mr. Somgiat Songsurane, First Executive Vice President and Managing Director of the Office of General Counsel as the Secretary to the Board of Directors with the Office of the Board of Directors and Shareholders as support unit. The main duties and responsibilities include:

- Overseeing activities of the Board of Directors to be in compliance with the relevant laws, rules and regulation.
- Preparing minutes of the meeting of the Board of Directors and the shareholders' general meeting as well as monitoring the actions according to the resolutions.
- Providing recommendations to Directors concerning legal provisions, procedures and rules and regulations of the Bank.
- Overseeing matters relating to corporate governance.
- Acting as consultant and coordinator with secretaries of other committees of the Bank.

### Factors Affecting Investment Decision

#### Legal Disputes

The Bank has been sued as a defendant for an involvement of Baht 4,000 million (about 5 percent of the shareholders' equity as at December 31, 2005) as follow:

- The case in the Bangkok South Civil Court: Civil case No. Red 8406/2546 between Mrs. Kloy Koombang in her personal behalf and in her capacity as the administrator of Mr. Sa-Nga Koombang, plaintiff and Krung Thai Bank Pcl., defendant with capital amounting to Baht 5,238,784,360.52 on charges of infringement, claim of damage, and claim of assets. The case was prosecuted on May 13, 2003 whereby the Court of First Instance issued the verdict to dismiss the charges and the Court of Appeal confirmed the same judgment as the Court of First Instance. The plaintiff lodged an appeal to the Supreme Court on December 27, 2004 and currently, the case is under the consideration of the Supreme Court. This legal case has no significant effect on the Bank's business operation.

# Report of the Audit Committee

The Audit Committee consists of three independent and non-executive directors with tenure of 3 years starting from April 29, 2004.

In 2005, a total of 22 meetings were held to consider the Bank's financial reports, the adequacy of internal control, credit monitoring scheme and audit plan, as well as other assigned tasks. Results of each meeting were reported to the Board of Directors. Important matters are summarized as follows:

- Reviewed the monthly operating performance, the quarterly, half-yearly and annual financial statements in conjunction with the auditor and the Accounting Department to ensure that the accounting system and financial reports were prepared according to the generally-accepted accounting principles with adequate, complete and reliable disclosure of information.

- Strictly reviewed the Bank's compliance with applicable laws and regulations, as stipulated by the regulatory agency. Also reviewed transactions between the Bank and its subsidiaries, including related party transactions or transactions that might cause conflict of interest, to ensure transparency and that no transaction had a significant negative impact on the Bank.

- Reviewed the guidelines for risk management, and considered audited reports and observations of internal control assessment.

Opinions were exchanged with the departmental heads, and also monitoring the internal control system and the preparation of control self-assessment reports in accordance with the Regulation of the Office of the Auditor General governing Internal Control Standards, B.E.2544 (2001), assuring that the Bank's internal control is appropriate and effective.

- Reviewed continuously with management teams to ensure Bank's compliance with laws, rules and regulations and regulatory agencies such as the Office of the Auditor General and the Bank of Thailand.

- Recommended auditor and auditor's fee to the Board of Directors prior to approval at the shareholders' Ordinary General Meeting.

- Approved the audit plan and the annual budget of the Office of Internal Audit, as well as the annual credit monitoring plan, emphasizing the objectives and scope of audit to cover the appropriate risks in each business unit and at each activity level.

The Audit Committee has performed the duty with prudence and independency, expressing the opinions straight forwardly. It has supported the Bank in carrying out good internal control and risk management that are transparent and can be verified according to good corporate governance principles.



(Dr. Chai-Anan Samudavanija)  
Chairman of the Audit Committee



## Board of Directors' Responsibility for Financial Reports

The Board of Directors is well aware of the task and responsibility in preparing the financial reports to assure that accounting records are accurate, complete and justified for the benefit of the shareholders and general investors, in knowing the financial standing and operating performance within the period of time stipulated by law.

The consolidated financial statements of Krung Thai Bank Pcl. and its subsidiaries have been prepared under the Public Limited Company Act, B.E.2535 (1992), the Accountancy Act, B.E.2543 (2000), the notification of the Bank of Thailand, Securities and Exchange Act and notification of the Securities and Exchange Commission governing criteria, conditions and methods of report on disclosure of information relating to financial standing and operating performance. Such reports must comply with the acceptable accounting standards prescribed by the Accounting Profession

Council (Association of Certified Public Accountants and Auditors of Thailand) in showing the financial standing, consolidated income and expenses, and cash flow that were true and justified to protect the assets of the Bank, including the prevention of frauds and irregularities. In the preparation of financial reports, consideration was made to select the appropriate accounting policy and with consistent practices. All material information has been sufficiently disclosed in the Notes to the Financial Statements, upon which the auditor's opinions are stated therein.

The Board of Directors viewed that the consolidated financial statements of Krung Thai Bank Pcl. and its subsidiaries were prudently prepared with adequate disclosure of material information in showing the financial standing and operating performance, with accuracy and reliability and in compliance with the related laws and regulations.



(Mr. Suparut Kawatkul)  
Chairman of the Board of Directors



(Mr. Apisak Tantivorawong)  
President



# Auditor's Report

## To the Shareholders of Krung Thai Bank Public Company Limited

The Office of the Auditor General has audited the accompanying consolidated and the Bank's balance sheets as at December 31, 2005 and 2004, and the related consolidated and the Bank's statements of income, changes in shareholders' equity, and cash flows for the years then ended of Krung Thai Bank Public Company Limited and its subsidiaries. These financial statements are the responsibility of the Bank's management as to their correctness and completeness of the presentation. The responsibility of the Office of the Auditor General is to express an opinion on these financial statements based on our audits.

The Office of the Auditor General conducted the audits in accordance with generally accepted auditing standards. Those standards require that the Office of the Auditor General plan and perform the audit to obtain reasonable assurance about 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, assessing the accounting principles used and significant estimates made by management and evaluating the overall financial statement presentation. The Office of the Auditor General believes that the audits provide a reasonable basis for the opinion expressed above.

In the opinion of the Office of the Auditor General, the consolidated and the Bank's financial statements referred to above present fairly, in all material respects, the financial position of Krung Thai Bank Public Company Limited and its subsidiaries as at December 31, 2005 and 2004, and the results of operations, the changes in shareholders' equity, and the cash flows for the years then ended in accordance with generally accepted accounting principles.

**PENSRI SORANARAKS**

(Ms. Pensri Soranaraks)

Deputy Auditor General

**VILAILAK AUNYAMANEERAT**

(Ms. Vilailak Aunyamaneerat)

Director of Audit Office

Office of the Auditor General

February 24, 2006



KRUNG THAI BANK PUBLIC COMPANY LIMITED  
AND SUBSIDIARIES

## BALANCE SHEETS

AS AT DECEMBER 31, 2005 AND 2004

(Baht)

	NOTE	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
		2005	2004	2005	2004
<b>ASSETS</b>					
CASH		18,954,255,874	23,722,819,088	18,953,650,638	23,722,368,238
INTERBANK AND MONEY MARKET ITEMS	3.1				
DOMESTIC ITEMS					
INTEREST BEARING		51,697,467,173	32,643,521,205	51,465,062,034	32,632,443,945
NON - INTEREST BEARING		8,137,850,182	7,680,270,245	8,173,141,903	7,679,935,458
FOREIGN ITEMS					
INTEREST BEARING		6,494,480,257	8,464,565,808	6,494,480,257	8,464,565,808
NON - INTEREST BEARING		2,871,470,326	1,432,487,798	2,871,470,326	1,432,487,798
TOTAL INTERBANK AND MONEY MARKET ITEMS, NET		69,201,267,938	50,220,845,056	69,004,154,520	50,209,433,009
SECURITIES PURCHASED UNDER RESALE AGREEMENTS	3.2	48,210,000,000	56,200,000,000	48,210,000,000	56,200,000,000
INVESTMENTS	2.4 3.3				
CURRENT INVESTMENTS, NET		29,304,637,379	6,313,264,554	29,191,743,086	6,214,299,652
LONG - TERM INVESTMENTS, NET		67,345,449,340	59,449,682,374	67,345,449,320	59,449,682,354
INVESTMENTS IN SUBSIDIARIES AND ASSOCIATED COMPANIES, NET		4,048,521,487	3,932,068,675	6,451,193,523	6,130,090,111
TOTAL INVESTMENTS, NET		100,698,608,206	69,695,015,603	102,988,385,929	71,794,072,117
LOANS AND ACCRUED INTEREST RECEIVABLE	2.5 3.4				
LOANS		891,996,823,218	935,203,509,026	894,731,191,727	937,803,827,388
ACCRUED INTEREST RECEIVABLE		5,011,356,376	8,533,496,793	5,011,356,376	8,533,496,793
TOTAL LOANS AND ACCRUED INTEREST RECEIVABLE		897,008,179,594	943,737,005,819	899,742,548,103	946,337,324,181
LESS ALLOWANCE FOR DOUBTFUL ACCOUNTS	2.6 3.5	(39,705,000,322)	(61,024,089,047)	(39,705,000,322)	(61,024,089,047)
LESS REVALUATION ALLOWANCE FOR DEBT RESTRUCTURING	2.7 3.6	(1,420,215,738)	(2,335,074,206)	(1,420,215,738)	(2,335,074,206)
TOTAL LOANS AND ACCRUED INTEREST RECEIVABLE, NET		855,882,963,534	880,377,842,566	858,617,332,043	882,978,160,928
PROPERTIES FORECLOSED, NET	2.12 3.7	33,785,566,725	31,634,379,852	33,785,566,725	31,634,379,852
CUSTOMERS' LIABILITIES UNDER ACCEPTANCES		4,668,395,755	3,367,423,954	4,668,395,755	3,367,423,954
PREMISES AND EQUIPMENT, NET	2.10 3.8	20,970,703,054	19,557,829,276	17,214,699,508	16,192,763,315
OTHER DEBTORS - SUKHUMVIT ASSET MANAGEMENT CO.,LTD.		36,839,226	5,561,684,560	36,839,226	5,561,684,560
OTHER ASSETS	3.9	7,612,402,645	8,565,561,283	6,590,602,224	7,756,559,924
<b>TOTAL ASSETS</b>		<b>1,160,021,002,957</b>	<b>1,148,903,401,238</b>	<b>1,160,069,626,568</b>	<b>1,149,416,845,897</b>

NOTES TO THE FINANCIAL STATEMENTS FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

## BALANCE SHEETS

AS AT DECEMBER 31, 2005 AND 2004

(Baht)

	NOTE	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
		2005	2004	2005	2004
LIABILITIES AND SHAREHOLDERS' EQUITY					
DEPOSITS	2.15 3.10				
DEPOSITS IN BAHT		969,508,293,684	988,621,543,654	969,750,229,768	988,946,160,837
DEPOSITS IN FOREIGN CURRENCIES		13,462,370,732	14,500,186,593	13,462,370,732	14,500,186,593
TOTAL DEPOSITS		982,970,664,416	1,003,121,730,247	983,212,600,500	1,003,446,347,430
INTERBANK AND MONEY MARKET ITEMS	3.11				
DOMESTIC ITEMS					
INTEREST BEARING		44,146,905,202	33,147,548,892	44,163,612,501	33,171,480,366
NON - INTEREST BEARING		2,224,613,246	1,611,085,640	2,224,613,246	1,611,085,640
FOREIGN ITEMS					
INTEREST BEARING		5,930,651,051	7,369,975,430	5,930,651,051	7,369,975,430
NON - INTEREST BEARING		151,506,161	152,417,494	151,506,161	152,417,494
TOTAL INTERBANK AND MONEY MARKET ITEMS		52,453,675,660	42,281,027,456	52,470,382,959	42,304,958,930
LIABILITIES PAYABLE ON DEMAND		2,225,071,389	2,905,188,887	2,225,071,389	2,905,188,887
BORROWINGS	3.12				
SHORT - TERM BORROWINGS		51,173,779	1,173,779	1,173,779	1,173,779
LONG - TERM BORROWINGS		20,400,000,000	10,000,000,000	20,400,000,000	10,000,000,000
TOTAL BORROWINGS		20,451,173,779	10,001,173,779	20,401,173,779	10,001,173,779
BANK'S LIABILITIES UNDER ACCEPTANCES		4,668,395,755	3,367,423,954	4,668,395,755	3,367,423,954
ACCRUED INTEREST PAYABLE		2,541,518,381	2,733,323,954	2,541,518,381	2,733,323,954
OTHER CREDITORS - THAI ASSET MANAGEMENT CO.,LTD.		19,976,019	35,813,959	19,976,019	35,813,959
OTHER LIABILITIES	3.13	12,059,403,786	8,600,601,211	11,900,049,207	8,766,201,630
TOTAL LIABILITIES		1,077,389,879,185	1,073,046,283,447	1,077,439,167,989	1,073,560,432,523
SHAREHOLDERS' EQUITY					
SHARE CAPITAL	3.14				
AUTHORIZED SHARE CAPITAL					
PREFERRED SHARE CAPITAL					
5,500,000 @ 5.15 Bht.		28,325,000	28,325,000	28,325,000	28,325,000
ORDINARY SHARE CAPITAL					
11,191,412,250 @ 5.15 Bht.		57,635,773,087	57,635,773,087	57,635,773,087	57,635,773,087
ISSUED AND PAID - UP SHARE CAPITAL					
PREFERRED SHARE CAPITAL					
5,500,000 @ 5.15 Bht.		28,325,000	28,325,000	28,325,000	28,325,000
ORDINARY SHARE CAPITAL					
11,179,749,000 @ 5.15 Bht.		57,575,707,350	57,575,707,350	57,575,707,350	57,575,707,350

NOTES TO THE FINANCIAL STATEMENTS FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.



KRUNG THAI BANK PUBLIC COMPANY LIMITED  
AND SUBSIDIARIES

## BALANCE SHEETS

AS AT DECEMBER 31, 2005 AND 2004

(Baht)

NOTE	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2005	2004	2005	2004
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (CONTINUED)</b>				
PREMIUM (DISCOUNT) ON ORDINARY SHARE CAPITAL	1,207,650	1,207,650	1,207,650	1,207,650
APPRAISAL SURPLUS ON ASSETS REVALUATION	3,940,225,607	3,962,012,717	3,940,225,607	3,962,012,717
REVALUATION SURPLUS (DEFICIT) ON INVESTMENTS 3.3.5	(1,427,122,147)	(456,798,547)	(1,427,122,147)	(456,798,547)
RETAINED EARNINGS (DEFICIT)				
APPROPRIATED				
LEGAL RESERVE 3.15	1,797,566,613	1,146,362,978	1,797,566,613	1,146,362,978
UNAPPROPRIATED	20,714,548,506	13,599,596,226	20,714,548,506	13,599,596,226
MINORITY INTERESTS	665,193	704,417	-	-
TOTAL SHAREHOLDERS' EQUITY	82,631,123,772	75,857,117,791	82,630,458,579	75,856,413,374
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	1,160,021,002,957	1,148,903,401,238	1,160,069,626,568	1,149,416,845,897
<b>OFF - BALANCE SHEET ITEMS - CONTINGENCIES 3.16</b>				
AVAL TO BILLS AND GUARANTEES OF LOANS	8,229,315,481	11,878,955,597	8,229,315,481	11,878,955,597
LIABILITIES UNDER UNMATURED IMPORT BILLS	187,199,623	367,473,488	187,199,623	367,473,488
LETTERS OF CREDIT	21,957,051,719	23,189,118,334	21,957,051,719	23,189,118,334
OTHER CONTINGENCIES	214,640,758,865	209,056,601,922	214,640,758,865	209,056,601,922

NOTES TO THE FINANCIAL STATEMENTS FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

**SUPARUT KAWATKUL**  
(MR. SUPARUT KAWATKUL)  
CHAIRMAN

**APISAK TANTIVORAWONG**  
(MR. APISAK TANTIVORAWONG)  
PRESIDENT

## INCOME STATEMENT

FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

(Baht)

	NOTE	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
		2005	2004	2005	2004
INTEREST AND DIVIDEND INCOME	2.2				
LOANS		42,901,665,805	42,795,618,284	43,014,358,947	42,890,626,743
INTERBANK AND MONEY MARKET ITEMS		3,002,751,945	860,811,825	2,995,403,874	860,326,634
INVESTMENTS		4,156,300,932	2,272,743,232	4,156,300,932	2,272,743,232
TOTAL INTEREST AND DIVIDEND INCOME		50,060,718,682	45,929,173,341	50,166,063,753	46,023,696,609
INTEREST EXPENSE	2.3				
DEPOSITS		9,691,481,240	12,575,257,585	9,694,541,754	12,575,259,292
INTERBANK AND MONEY MARKET ITEMS		930,821,485	677,663,763	930,972,898	680,934,406
INTEREST ON SHORT - TERM BORROWINGS		543,493	-	-	-
INTEREST ON LONG - TERM BORROWINGS		821,775,538	108,376,712	808,327,644	108,376,712
TOTAL INTEREST EXPENSE		11,444,621,756	13,361,298,060	11,433,842,296	13,364,570,410
NET INTEREST AND DIVIDEND INCOME		38,616,096,926	32,567,875,281	38,732,221,457	32,659,126,199
BAD DEBTS AND DOUBTFUL ACCOUNTS		6,438,115,557	8,338,705,607	6,438,115,557	8,338,705,607
LOSS ON DEBT RESTRUCTURING		-	10,484,801	-	10,484,801
NET INTEREST AND DIVIDEND INCOME AFTER BAD DEBTS AND DOUBTFUL ACCOUNTS AND LOSS ON DEBT RESTRUCTURING		32,177,981,369	24,218,684,873	32,294,105,900	24,309,935,791
NON - INTEREST INCOME					
GAIN (LOSS) ON INVESTMENTS		75,278,248	301,856,109	75,278,248	301,856,109
SHARE OF GAIN (LOSS) FROM INVESTMENTS ON EQUITY METHOD		524,289,930	321,180,229	628,940,530	354,846,239
FEES AND SERVICE INCOME					
ACCEPTANCES, AVAL AND GUARANTEES		737,938,502	810,894,428	737,938,502	810,894,428
OTHERS		4,152,841,029	4,054,333,738	4,153,450,107	4,054,338,533
GAIN (LOSS) ON EXCHANGE		778,419,450	694,019,767	778,419,450	694,033,127
REVERSAL OF PROFIT ON IMPAIRMENT OF PROPERTIES FORECLOSED		94,714,511	-	94,714,511	-
REVERSAL OF PROFIT ON IMPAIRMENT OF LAND		-	1,203,985,255	-	1,203,985,255
OTHER INCOME		1,277,972,420	1,862,699,160	790,045,211	1,536,630,125
TOTAL NON - INTEREST INCOME		7,641,454,090	9,248,968,686	7,258,786,559	8,956,583,816

NOTES TO THE FINANCIAL STATEMENTS FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.



KRUNG THAI BANK PUBLIC COMPANY LIMITED  
AND SUBSIDIARIES

## INCOME STATEMENT *(continued)*

FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

(Baht)

	NOTE	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
		2005	2004	2005	2004
NON - INTEREST EXPENSES					
PERSONNEL EXPENSES		9,918,999,811	9,401,381,863	9,235,436,950	8,770,732,516
PREMISES AND EQUIPMENT EXPENSES		2,992,158,594	2,815,983,168	2,019,665,927	2,049,603,710
TAXES AND DUTIES		1,826,959,672	1,717,726,034	1,823,802,638	1,716,818,640
FEES AND SERVICE EXPENSES		384,240,761	301,954,877	349,451,262	272,794,012
DIRECTORS' REMUNERATION		62,841,089	67,662,362	51,547,339	53,969,611
CONTRIBUTION TO THE FINANCIAL INSTITUTIONS					
DEVELOPMENT FUND		3,997,731,246	4,118,355,576	3,997,731,246	4,118,355,576
LOSS ON IMPAIRMENT OF PROPERTIES FORECLOSED		-	18,106,604	-	18,106,604
LOSS ON IMPAIRMENT OF LAND		183,709,653	144,520,000	183,709,653	144,520,000
OTHER EXPENSES		3,149,959,874	3,761,091,461	4,621,072,625	5,027,673,672
TOTAL NON - INTEREST EXPENSE		22,516,600,700	22,346,781,945	22,282,417,640	22,172,574,341
INCOME BEFORE INCOME TAX		17,302,834,759	11,120,871,614	17,270,474,819	11,093,945,266
INCOME TAX EXPENSE		4,278,801,329	27,002,461	4,246,402,124	-
INCOME BEFORE MINORITY INTERESTS		13,024,033,430	11,093,869,153	13,024,072,695	11,093,945,266
MINORITY INTERESTS		39,265	76,113	-	-
NET INCOME		13,024,072,695	11,093,945,266	13,024,072,695	11,093,945,266
BASIC EARNINGS PER SHARE	2.17	1.16	0.99	1.16	0.99
DILUTED EARNINGS PER SHARE	2.17	1.16	0.99	1.16	0.99

NOTES TO THE FINANCIAL STATEMENTS FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

**SUPARUT KAWATKUL**  
(MR. SUPARUT KAWATKUL)  
CHAIRMAN

**APISAK TANTIVORAWONG**  
(MR. APISAK TANTIVORAWONG)  
PRESIDENT

## STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

(Baht)

NOTE	CONSOLIDATED FINANCIAL STATEMENTS							TOTAL
	ISSUED AND PAID-UP SHARE CAPITAL	PREMIUM ON SHARE CAPITAL	APPRAISAL SURPLUS	REVALUATION SURPLUS (DEFICIT) ON INVESTMENTS	RETAINED EARNINGS		MINORITY SHAREHOLDERS	
					APPROPRIATED LEGAL RESERVE	UNAPPROPRIATED		
<b>BEGINNING BALANCE AS AT JANUARY 1, 2004</b>	57,602,750,000	-	3,973,446,243	4,448,953,829	591,665,715	8,318,154,083	780,566	74,935,750,436
ADJUSTMENT B/F RETAINED EARNINGS OF SUBSIDIARIES AND ASSOCIATED	-	-	-	-	-	-	5	5
BALANCE AFTER ADJUSTMENT	57,602,750,000	-	3,973,446,243	4,448,953,829	591,665,715	8,318,154,083	780,571	74,935,750,441
DECREASED APPRAISAL SURPLUS ON IMPAIRED LAND REVALUATION DEFICIT ON INVESTMENTS	-	-	(11,433,526)	(4,905,752,376)	-	-	-	(11,433,526)
<b>UN-RECOGNIZED ITEMS IN INCOME STATEMENTS</b>	-	-	(11,433,526)	(4,905,752,376)	-	-	-	(4,917,185,902)
PAID - UP ORDINARY SHARES EXERCISED BY WARRANTS	1,282,350	-	-	-	-	-	-	1,282,350
PREMIUM ON ORDINARY SHARES EXERCISED BY WARRANTS	-	1,207,650	-	-	-	-	-	1,207,650
DIVIDENDS PAYABLE	-	-	-	-	-	(5,257,805,860)	(41)	(5,257,805,901)
NET INCOME	-	-	-	-	554,697,263	10,539,248,003	(76,113)	11,093,869,153
<b>ENDING BALANCE AS AT DECEMBER 31, 2004</b>	57,604,032,350	1,207,650	3,962,012,717	(456,798,547)	1,146,362,978	13,599,596,226	704,417	75,857,117,791
<b>BEGINNING BALANCE AS AT JANUARY 1, 2005</b>	57,604,032,350	1,207,650	3,962,012,717	(456,798,547)	1,146,362,978	13,599,596,226	704,417	75,857,117,791
ADJUSTMENT B/F RETAINED EARNINGS OF SUBSIDIARIES AND ASSOCIATED	-	-	(21,787,110)	-	-	-	41	41
BALANCE AFTER ADJUSTMENT	57,604,032,350	1,207,650	3,962,012,717	(456,798,547)	1,146,362,978	13,599,596,226	704,458	75,857,117,832
DECREASED APPRAISAL SURPLUS ON IMPAIRED LAND REVALUATION DEFICIT ON INVESTMENTS	-	-	(970,323,600)	(970,323,600)	-	-	-	(970,323,600)
<b>UN-RECOGNIZED ITEMS IN INCOME STATEMENTS</b>	-	-	(21,787,110)	(970,323,600)	-	-	-	(992,110,710)
DIVIDENDS PAYABLE	-	-	-	-	-	(5,257,916,780)	-	(5,257,916,780)
NET INCOME	-	-	-	-	651,203,635	12,372,869,060	(39,265)	13,024,033,430
<b>ENDING BALANCE AS AT DECEMBER 31, 2005</b>	57,604,032,350	1,207,650	3,940,225,607	(1,427,122,147)	1,797,566,613	20,714,548,506	665,193	82,631,129,772

NOTES TO THE FINANCIAL STATEMENTS FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

## STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

(Baht)

	THE BANK'S FINANCIAL STATEMENTS							TOTAL
	ISSUED AND PAID-UP SHARE CAPITAL	PREMIUM ON SHARE CAPITAL	APPRAISAL SURPLUS	REVALUATION SURPLUS (DEFICIT) ON INVESTMENTS	RETAINED EARNINGS			
					APPROPRIATED	UNAPPROPRIATED		
NOTE					LEGAL RESERVE			
<b>BEGINNING BALANCE AS AT JANUARY 1, 2004</b>	57,602,750,000	-	3,973,446,243	4,448,953,829	591,665,715	8,318,154,083	74,934,969,870	
DECREASED APPRAISAL SURPLUS ON IMPAIRED LAND	-	-	(11,433,526)	-	-	-	(11,433,526)	
REVALUATION DEFICIT ON INVESTMENTS	-	-	-	(4,905,752,376)	-	-	(4,905,752,376)	
<b>UN-RECOGNIZED ITEMS IN INCOME STATEMENTS</b>								
PAID - UP ORDINARY SHARES EXERCISED BY WARRANTS	1,282,350	-	(11,433,526)	(4,905,752,376)	-	-	(4,917,185,902)	
PREMIUM ON ORDINARY SHARES EXERCISED BY WARRANTS	-	1,207,650	-	-	-	-	1,282,350	
DIVIDENDS PAYABLE	-	-	-	-	-	(5,257,805,860)	(5,257,805,860)	
NET INCOME	-	-	-	-	554,697,263	10,539,248,003	11,093,945,266	
<b>ENDING BALANCE AS AT DECEMBER 31, 2004</b>	57,604,032,350	1,207,650	3,962,012,717	(456,798,547)	1,146,362,978	13,599,596,226	75,856,413,374	
<b>BEGINNING BALANCE AS AT JANUARY 1, 2005</b>	57,604,032,350	1,207,650	3,962,012,717	(456,798,547)	1,146,362,978	13,599,596,226	75,856,413,374	
DECREASED APPRAISAL SURPLUS ON IMPAIRED LAND	-	-	(21,787,110)	-	-	-	(21,787,110)	
REVALUATION DEFICIT ON INVESTMENTS	-	-	-	(970,323,600)	-	-	(970,323,600)	
<b>UN-RECOGNIZED ITEMS IN INCOME STATEMENTS</b>								
DIVIDENDS PAYABLE	-	-	(21,787,110)	(970,323,600)	-	-	(992,110,710)	
NET INCOME	-	-	-	-	651,203,635	12,372,869,060	(5,257,916,780)	
<b>ENDING BALANCE AS AT DECEMBER 31, 2005</b>	57,604,032,350	1,207,650	3,940,225,607	(1,427,122,147)	1,797,566,613	20,714,548,506	82,630,458,579	

NOTES TO THE FINANCIAL STATEMENTS FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.



## CASH FLOW STATEMENT

FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

(Baht)

NOTE	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2005	2004	2005	2004
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
NET INCOME	13,024,072,695	11,093,945,266	13,024,072,695	11,093,945,266
ADJUSTMENT TO RECONCILE NET PROFIT TO NET CASH FLOWS FROM OPERATION				
DEPRECIATION AND AMORTIZATION	1,238,848,210	997,748,061	644,160,647	567,870,317
BAD DEBT AND DOUBTFUL ACCOUNTS	6,438,115,557	8,338,705,607	6,438,115,557	8,338,705,607
LOSS ON DEBT RESTRUCTURING	-	10,484,801	-	10,484,801
(GAIN) LOSS ON EQUITY	(524,289,930)	(321,180,229)	(628,940,530)	(354,846,239)
(GAIN) LOSS ON SALES OF ASSETS	(1,176,736)	(9,811,670)	(1,176,736)	(9,811,670)
RECOGNIZED DEFERRED INCOME	(94,842,072)	(851,152,790)	(94,842,072)	(851,152,790)
SHARE DIVIDEND RECEIVED	(10,176,000)	-	(10,176,000)	-
GAIN ON DISPOSAL OF ASSOCIATED COMPANIES	(55,730,306)	-	(55,730,306)	-
(GAIN) LOSS ON SALES OF INVESTMENTS	(133,943,242)	162,625,865	(133,943,242)	162,625,865
LOSS ON CHANGES IN INVESTMENTS	21,277,385	-	21,277,385	-
LOSS ON WRITE DOWN OF INVESTMENTS	106,549,482	-	106,549,482	-
(REVERSED) LOSS ON IMPAIRMENT OF PROPERTIES FORECLOSED	(94,714,511)	18,106,604	(94,714,511)	18,106,604
(REVERSED) LOSS ON IMPAIRMENT OF INVESTMENTS	(11,421,643)	(467,150,735)	(11,421,643)	(467,150,735)
(REVERSED) LOSS ON IMPAIRMENT OF PREMISES AND EQUIPMENT	183,709,653	(1,059,465,255)	183,709,653	(1,059,465,255)
DEFERRED (DISCOUNT) PREMIUM ON INVESTMENTS-PAID	57,119,913	56,067,443	57,119,913	56,067,443
(GAIN) LOSS ON REVALUATION OF FOREIGN CURRENCIES	209,928,270	609,885,768	209,928,270	609,885,768
(INCREASE) DECREASE IN ACCRUED INTEREST INCOME AND DIVIDEND RECEIVABLE	3,256,447,241	2,430,929,949	3,256,447,241	2,430,929,949
(INCREASE) DECREASE IN OTHER ACCRUED INCOME	(32,806,193)	(638,021,198)	(32,806,193)	(638,021,198)
INCREASE (DECREASE) IN ACCRUED INTEREST EXPENSES PAYABLE	(191,805,573)	(873,233,248)	(191,805,573)	(873,233,248)
INCREASE (DECREASE) IN OTHER ACCRUED EXPENSES PAYABLE	(97,914,899)	216,914,266	(97,914,899)	216,914,266
NET INCOME FOR MINORITY INTERESTS	(39,265)	(76,113)	-	-
OPERATING INCOME BEFORE CHANGES IN OPERATING ASSETS AND LIABILITIES	23,287,208,036	19,715,322,392	22,587,909,138	19,251,854,751
(INCREASE) DECREASE IN OPERATING ASSETS				
INTERBANK AND MONEY MARKET ITEMS	(18,930,136,154)	(13,747,066,425)	(18,744,434,781)	(13,789,581,533)
SECURITIES PURCHASED UNDER RESALE AGREEMENTS	7,990,000,000	(43,200,000,000)	7,990,000,000	(43,200,000,000)
NET INVESTMENT IN SECURITIES FOR TRADING	2,908,196,840	(2,964,860,451)	3,044,927,840	(2,964,860,451)
NET LOANS	21,372,814,952	22,126,813,998	21,238,764,805	20,179,647,476
PROPERTIES FORECLOSED	(2,056,472,362)	(10,180,231,080)	(2,056,472,362)	(10,180,231,080)
NET OTHER ASSETS	989,433,085	2,674,879,367	1,202,232,146	2,672,392,088

NOTES TO THE FINANCIAL STATEMENTS FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.



KRUNG THAI BANK PUBLIC COMPANY LIMITED  
AND SUBSIDIARIES

## CASH FLOW STATEMENT

FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

(Baht)

NOTE	CONSOLIDATED FINANCIAL STATEMENTS		THE BANK'S FINANCIAL STATEMENTS	
	2005	2004	2005	2004
<b>CASH FLOW FROM OPERATING ACTIVITIES (CONTINUED)</b>				
INCREASE (DECREASE) IN OPERATING LIABILITIES				
DEPOSITS	(20,151,065,832)	(2,233,435,505)	(20,233,746,931)	(2,483,442,203)
INTERBANK AND MONEY MARKET	10,172,648,204	7,334,102,521	10,165,424,029	7,333,465,220
LIABILITY PAYABLE ON DEMAND	(680,117,497)	(2,415,945,063)	(680,117,497)	(2,415,945,063)
SHORT - TERM BORROWINGS	50,000,000	1,173,779	-	1,173,779
OTHER LIABILITIES	3,651,559,547	3,310,537,489	3,326,604,547	4,125,240,057
NET CASH FLOW FROM OPERATING ACTIVITIES	28,604,068,819	(19,578,708,978)	27,841,090,934	(21,470,286,959)
<b>CASH FLOW FROM INVESTMENT ACTIVITIES</b>				
PURCHASE OF AVAILABLE FOR SALE SECURITIES	(2,306,183,330)	(566,915,950)	(2,306,183,330)	(566,915,950)
CASH RECEIVED FROM DISPOSAL OF AVAILABLE FOR SALE SECURITIES	1,507,713,396	4,715,076,773	1,507,713,396	4,715,076,773
PURCHASE OF HELD TO MATURITY DEBT SECURITIES	(35,653,837,407)	(2,318,905,098)	(35,653,837,407)	(2,318,905,098)
CASH RECEIVED FROM DISPOSAL OF HELD TO MATURITY DEBT SECURITIES	362,505,648	25,756,915,779	239,703,999	25,862,880,676
PURCHASE OF GENERAL INVESTMENTS	(425,286,879)	(450,792,021)	(425,286,879)	(450,792,021)
CASH RECEIVED FROM DISPOSAL OF GENERAL INVESTMENTS	428,665,338	583,692,886	428,665,338	583,692,886
PURCHASE OF SUBSIDIARY COMPANIES	-	-	(100,000,000)	-
CASH RECEIVED FROM DISPOSAL OF ASSOCIATED COMPANIES	210,000,000	64,296,530	210,000,000	64,296,530
DIVIDEND RECEIVED OF ASSOCIATED COMPANIES	217,749,995	-	217,749,995	-
PURCHASE OF PREMISES AND EQUIPMENT	(2,861,909,229)	(3,218,702,047)	(1,876,284,081)	(1,433,198,658)
CASH RECEIVED FROM SALE OF PREMISES AND EQUIPMENT	5,867,215	462,609,963	5,867,215	462,609,963
NET CASH FLOW FROM INVESTMENT ACTIVITIES	(38,514,715,253)	25,027,276,815	(37,751,891,754)	26,918,745,101
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>				
CASH RECEIVED FROM LONG TERM BORROWINGS	10,400,000,000	9,998,826,221	10,400,000,000	9,998,826,221
DIVIDEND PAID - ORDINARY SHARE	(5,254,482,030)	(5,254,371,110)	(5,254,482,030)	(5,254,371,110)
DIVIDEND PAID - PREFERRED SHARE	(3,434,750)	(3,434,750)	(3,434,750)	(3,434,750)
CASH RECEIVED FROM THE EXERCISE OF WARRANTS	-	2,490,000	-	2,490,000
NET CASH FLOW FROM FINANCING ACTIVITIES	5,142,083,220	4,743,510,361	5,142,083,220	4,743,510,361
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(4,768,563,214)	10,192,078,198	(4,768,717,600)	10,191,968,503
BEGINING BALANCE OF CASH AND CASH EQUIVALENTS	23,722,819,088	13,530,740,890	23,722,368,238	13,530,399,735
ENDING BALANCE OF CASH AND CASH EQUIVALENTS	18,954,255,874	23,722,819,088	18,953,650,638	23,722,368,238
<b>ADDITIONAL DISCLOSURE OF CASH FLOW</b>				
CASH PAID FOR THE PERIOD				
INTEREST PAID	11,625,647,868	14,187,034,092	11,625,647,868	14,187,034,092
INCOME TAX	764,925,097	126,126,829	657,185,597	99,762,812

NOTES TO THE FINANCIAL STATEMENTS FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

### 1. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

The Bank is a public limited company registered in the Kingdom of Thailand with its head office located at 35 Sukhumvit Road, Klongtoey Nua, Wattana, Bangkok, Thailand. It engages in commercial banking business and conducts its business through a nationwide branch network and in certain major centres around the world. Total employees as at December 31, 2005 and 2004 were 14,035 and 14,196, respectively.

#### 1.1 Basis of Presentation of Consolidated Financial Statements and the Bank's Financial Statements

The consolidated financial statements and the Bank's financial statements are presented in accordance with the Notification issued by the Bank of Thailand (BOT) dated May 10, B.E. 2544 (2001) prescribing the form of Balance Sheet and Statement of Profit and Loss for Commercial Banks and prepared in accordance with generally accepted accounting principles, under Accounting Act B.E. 2543 (2000).

The consolidated financial statements comprise the accounts of the Bank and those audited of its subsidiaries where the Bank possesses ownership control and holds more than 50 percent of paid-up share capital (after eliminating material inter-company transactions and balances). The 7 and 6 consolidated subsidiaries in 2005 and 2004, respectively are Krung Thai Legal Service Co.,Ltd., Krung Thai General Business Services Co.,Ltd., Krung Thai Asset Management Pcl., Krung Thai Computer Services Co.,Ltd., Krung Thai Property Development Co.,Ltd. (formerly Krung Thai Land and House Co.,Ltd.), NC Associates Co.,Ltd. and KTB Leasing Co.,Ltd. (founded on October 27, 2005). The Bank's Board of Directors has passed a resolution No. 16/B.E. 2547 (626) on July 29, 2004 to dispose the operation of Krung Thai Property Development Co.,Ltd.

Percentages of shareholdings and investments in subsidiaries are shown in Note 3.3.4.

Investments in subsidiaries and associated companies, shown in the Bank's financial statements, are accounted by the equity method.

The financial statements for the years ended December 31, 2005 and 2004 include the accounts of domestic and overseas branches, after eliminating material inter-branch transactions and balances.

#### 1.2 Changes in Accounting Policies

In the 2nd quarter of 2005, the Bank has changed its accounting for financial derivatives that translated at fair value from mark-to-market approach to one that uses purpose of derivatives as mentioned in Note 2.13.2. An increase of exchange loss of Baht 162.98 million resulted from such changes at year end December 31, 2005.

### 2. SIGNIFICANT ACCOUNTING POLICIES

#### 2.1 Cash and Cash Equivalents

Cash and cash equivalents represent cash in hand and cash on collection.

#### 2.2 Recognition of Interest Income

Interest income is accrued on a time-apportioned basis using the applicable effective interest rate, except for interest on loans classified as delinquent over 3 months. In accordance with the Bank of Thailand's regulations, interest income on delinquent loans over 3 months recognized as an income from January 1, 2000 had been reversed and recognized on a cash received basis instead.



### 2.3 Recognition of Interest Expense

Interest expense on deposits and borrowings is accrued on a time-apportioned basis using the applicable effective interest rate.

### 2.4 Investments in Securities

#### 2.4.1 Basis for Classification of Investments

The Bank classifies its debt securities and marketable equity securities as trading securities or as available-for-sale securities. Non-marketable equity securities are classified as general investments. Securities held for less than 1 year are presented as current investments, while those exceeding 1 year and those held-to-maturity, are presented as long-term investments. Trading securities are classified as current investments.

#### 2.4.2 Basis for Valuation of Investments

Investments in marketable debt and equity securities classified as trading securities are stated at fair value. Unrealised gains or losses arising from their revaluation are credited or charged directly to the Income Statement.

Investments in marketable debt and equity securities (including investments in subsidiaries) classified as available-for-sale securities are stated at fair value. Unrealised gains or losses arising from their revaluation are shown as a separate component of shareholders' equity and realised in the Income Statement upon disposal.

Investments in debt securities classified as held-to-maturity are carried at the amortized cost. Premiums or discounts arising on acquisition are amortized or accreted at month-end over the period to maturity by using straight line method of which the effect is not material from using the effective interest yield method.

Investments in non-marketable equity securities, including investments in subsidiaries and associates, are classified as general investments and stated at cost net of valuation allowance for impairment. Losses on impairment are charged to the Income Statement.

Investments in subsidiaries and associates are accounted by using the equity method.

The cost of investments on disposal is calculated by using the weighted average method. Dividend income from investments is recognized as income when declared (except for those of associated companies/subsidiaries recognized on equity method).

### 2.5 Loans

Loans represent the outstanding principal amounts, except for bank overdrafts which include accrued interest receivable in the drawn amounts. Unearned discounts are presented as a net deduction from the loans.

### 2.6 Allowance for Doubtful Accounts

The Bank's allowance for bad debts and doubtful accounts held in each accounting period is realized as expenses in compliance with the Bank of Thailand's regulations on interest income recognition, loan classification and provisioning. Such allowance is established after deducting collaterals from debts classified as pass and special mention (excluding accrued interest receivable).

The Bank gradually set aside the allowance for doubtful accounts on a monthly basis of Baht 300.00 million in 2005 and Baht 100.00 million in 2004. Apart from this, the additional provisioning has been appropriately pursued by the Management in each accounting period. As such, the Bank's total provisioning in 2005 and 2004 has increased by Baht 2,800 million and Baht 7,000 million, respectively (see Note 3.5).

Bad debts written off and bad debts recovered are either deducted from, or, added to the allowance for doubtful accounts whichever the case.

In 2005, debts classified as doubtful of loss with no underlying collateral and provisioning has been fully made, were totally written off as prescribed by the Bank's new guideline for bad debt written-off. Such debtors were considered uncollectible or not worth to bring to court. An amount of Baht 22,697.92 million has been written off according to such guideline.

## **2.7 Troubled Debt Restructuring (TDR)**

Losses arising from debt restructuring were determined as follows:

2.7.1 Where the Bank accepts relaxation of the repayment conditions, losses resulted from repricing the carrying value upon the outstanding balance of debt were computed by using the present value approach of expected future cash flows in line with the new repayment condition under debt restructuring, discounted at the financial cost rates or at the rates under new repayment condition whichever is higher. Where the lower of repricing calculated than the carrying value (the principal amount plus interest receivable included in the outstanding balance of restructured debt), losses arising were to be recognized and taken to Income Statement for the period.

The component of financial costs includes the cost of deposits and the weighted average loans, as well as the contributions to the Financial Institutions Development Fund and expenses incurred to maintain liquidity.

2.7.2 Where the Bank accepts assets, financial instruments, or debt-equity conversion for repayment, total account receivables would be written off and recorded the assets received at their fair value net of estimated selling cost. Losses arising would be charged to Income Statement instantly upon the receipt of transfer, taking into account the original allowance for doubtful of loss. The recorded value of assets transferred shall not be higher than the book value of the debt plus accrued interest receivable entitled by the Bank.

For partial repayment of loans where the restructuring involves asset transferred, financial instruments or debt-equity conversion, apply the practice through No. 2.7.2 first and No. 2.7.1 for the residual debt balance.

## **2.8 Translation of Foreign Currencies**

Assets and liabilities in foreign currencies are recorded in their respected currencies on the transaction date. At month-end assets and liabilities balances are converted into Thai Baht using BOT's reference rates of exchange. Foreign exchange gains or losses arising on conversion are recorded as profit or loss in the relevant period.

Risk management of assets and liabilities in foreign currencies is performed under the Bank of Thailand's supervision. Net individual foreign currency position is maintained on a daily basis as long or short not exceeding 15 percent of capital fund or USD 5.0 million whichever the higher, whereas for all foreign currencies position not exceeding 20 percent of capital fund or USD 10.0 million whichever the higher.

Reserve for exchange fluctuation is provided to moderate the impact of losses expected in subsequent periods.

## **2.9 Asset Impairment**

The Bank reviews on a case by case basis the impairment arising on investments, property, premises and equipment when the carrying values of those assets indicate higher than the expected recoverable amounts. As such, losses on impairment will be realized in the Income Statement. The reversal of losses on impairment will be recorded only when there is an indication that such impairment no longer exists or shown at a declining balance, if any, and credited to Other Income.



## 2.10 Property, Premises and Equipment

Property, premises and equipment are stated at cost, net of accumulated depreciation and allowance for asset impairment. Land will be revalued on a 3-5 year basis. A deficit on revaluation of land is recognized as a loss on impairment in the Income Statement.

A surplus on revaluation of land is double entered to land account and appraisal surplus account shown in the shareholders' equity.

Depreciation is calculated on the straight-line basis over their estimated useful lives of the assets at the rate of 5 percent per annum for premises and 20 percent per annum for equipment. Equipment with an acquisition cost not exceeding Baht 3,000 is charged directly as expense in the period of acquisition.

## 2.11 Leasehold Properties

Leasehold properties are amortized over the lease term or within 10 years where there is no substantiated lease agreement.

## 2.12 Properties Foreclosed

Properties foreclosed are immovable and movable properties which are stated at lower of cost or market value. Losses on impairment are recognized as non-interest expense in the Income Statement. Gains or losses on sale are recognized as other income or non-interest expense in the Income Statement upon disposal.

## 2.13 Derivatives

2.13.1 The accounting treatment for financial derivative transactions in 2004 is as follows:

1. Translation of foreign exchange forward contracts at month-end are carried at fair value using the mark-to-market approach. Gains or losses resulting from changing of fair value are recognized as income or expenses for the period.
2. The margin resulting from trading on interest rate swaps are treated as income or expenses on an accrual basis over the period of the contracts.

2.13.2 In 2005 the Bank changed the accounting for financial derivatives taking into effect the purposes of the transactions as follows:

1. Foreign Exchange Forward Contract

For hedging transactions, the difference between the forward rate and the spot rate on the date of entering into the contract is amortized to the Income Statement over the period of the contract.

For trading purposes, transactions are carried at fair value using the mark-to-market approach. Gains or losses arising on changing of fair value are recognized as income or expenses for the period.

2. Cross Currency Swap and Interest Rate Swap

For hedging purposes, the Bank accounted the income/expenses or gains/losses associated with those financial derivatives in a manner consistent with the accounting treatment of the hedging item.

For trading purposes, currency swap and interest rate swap transactions are carried at their fair value. Gains or losses arising on changing of fair value are recognized as income or expenses for the period.

#### **2.14 Provident Fund and Retirement**

The Bank established the Provident Fund under the Provident Fund Act B.E. 2530 (1987) and registered with the Ministry of Finance on June 25, 1992.

Permanent employees of the Bank are entitled to apply for membership according to the Fund's regulations. Employees must contribute to the Fund at the rate of either 3, 6, or 10 percent of basic salary while the Bank's supplemental contribution is at 10 percent of the employees' basic salary.

Employees who have worked with the Bank ten years or more are entitled to special remuneration as prescribed by the Bank which is charged to expenses in the relevant period.

#### **2.15 Unclaimed Balances**

Unclaimed balances which remain dormant for more than 10 years are taken to income at the accounting period-end.

#### **2.16 Income Tax**

The Bank's income tax expenses, if any, are recorded based on tax paid and tax accrued for the year.

#### **2.17 Basic Earnings/(Loss) per Share**

Basic Earnings/(Loss) per share is calculated by dividing the net income/(loss) associated with ordinary shares by the weighted average number of ordinary shares outstanding.

#### **Diluted Earnings/(Loss) per Share**

Diluted Earnings/(Loss) per share is calculated by dividing the adjusted net income after deducting noncumulative preferred dividend declared during the period by the number of weighted-average dilutive potential ordinary shares, plus supplementary unissued shares without consideration when exercising the warrants. The exercises of warrants were due on December 31, 2004.

#### **2.18 Accounting Estimates**

In compliance with generally accepted accounting principles, the Bank is required to make estimates and assumptions in the financial statements that could affect income, expense, assets and liabilities and the disclosure of contingent assets and liabilities. Actual results could differ from the estimates.

#### **2.19 Provisions, Contingent Liabilities**

The Bank of Thailand has issued the Notification No. THOR POR THOR. PHOR NOR SOR. (21) WOR. 2395/B.E. 2548, dated December 23, 2005 prescribing the provisioning regulations in associated with the off-balance sheet obligation underlying significant impacts that may arise from the misuse of the off-balance sheet items. As such, in conformity with Accounting Standard 53 regarding Provisions, Contingent Liabilities and Contingent Assets, the Bank shall be required to set aside the provisions for off-balance sheet items satisfying the following criteria:

1. Off-balance sheet obligation classified as substandard, doubtful, doubtful of loss and loss according to debt classification regulations as prescribed in the Notification of the BOT regarding Worthless or Irrecoverable Assets and Doubtful Assets that may be Worthless or Irrecoverable of Commercial Banks, dated August 23, 2004 or the supplementary amended edition.



2. Off-balance sheet obligation which by the Bank should recognize provisions under liabilities shown in Balance Sheet according to Thai Accounting Standard 53 No. 14 when satisfying the following criteria:

2.1 A present obligation resulting from past events that may be a legal or a constructive obligation.

2.2 It is virtually certain that there will be a future outflow of resources embodying economic benefit to settle such obligation, and

2.3 A reliable estimate of obligation can be made.

3. Off-balance sheet obligation engage in high credit risk such as guarantee of loan, aval to bill or irrevocable obligation whereby the Credit Conversion Factor stipulated by the BOT in calculating capital fund to be maintained is equal to 1.0.

### 3. SUPPLEMENTARY INFORMATION

#### 3.1 Interbank and Money Market Items

(Million Baht)

	Consolidated Financial Statements					
	December 31, 2005			December 31, 2004		
	Demand	Time	Total	Demand	Time	Total
<b>3.1.1 Domestic items</b>						
Bank of Thailand and Financial Institutions Development Fund	8,117.14	-	8,117.14	7,607.16	5,250.00	12,857.16
Commercial banks	265.55	5,740.89	6,006.44	84.01	6,996.27	7,080.28
Other banks	0.07	2,000.00	2,000.07	19.51	2,800.00	2,819.51
Finance Co., Finance & Securities Co., Securities Co., and Credit Fonciers Co.	28.16	1,316.45	1,344.61	35.82	1,574.52	1,610.34
Other financial institutions	161.49	42,595.14	42,756.63	185.14	16,031.74	16,216.88
<b>Total Domestic Items</b>	<b>8,572.41</b>	<b>51,652.48</b>	<b>60,224.89</b>	<b>7,931.64</b>	<b>32,652.53</b>	<b>40,584.17</b>
Add: Accrued interest receivable	-	103.10	103.10	-	54.73	54.73
Less: Allowance for doubtful accounts	-	(492.67)	(492.67)	-	(315.11)	(315.11)
<b>Total</b>	<b>8,572.41</b>	<b>51,262.91</b>	<b>59,835.32</b>	<b>7,931.64</b>	<b>32,392.15</b>	<b>40,323.79</b>



(Million Baht)

	Consolidated Financial Statements					
	December 31, 2005			December 31, 2004		
	Demand	Time	Total	Demand	Time	Total
<b>3.1.2 Foreign items</b>						
US Dollar	1,470.78	4,445.35	5,916.13	698.40	7,653.54	8,351.94
Japanese Yen	2,021.37	0.77	2,022.14	526.55	0.57	527.12
Other currencies	852.93	570.31	1,423.24	813.53	428.32	1,241.85
Total Foreign Items	4,345.08	5,016.43	9,361.51	2,038.48	8,082.43	10,120.91
Add: Accrued interest receivable	-	7.13	7.13	-	5.21	5.21
Less: Allowance for doubtful accounts	-	(2.69)	(2.69)	-	(229.07)	(229.07)
Total	4,345.08	5,020.87	9,365.95	2,038.48	7,858.57	9,897.05
Total Domestic and Foreign Items	12,917.49	56,283.78	69,201.27	9,970.12	40,250.72	50,220.84

(Million Baht)

	The Bank's Financial Statements					
	December 31, 2005			December 31, 2004		
	Demand	Time	Total	Demand	Time	Total
<b>3.1.1 Domestic items</b>						
Bank of Thailand and Financial Institutions Development Fund	8,117.14	-	8,117.14	7,607.16	5,250.00	12,857.16
Commercial banks	68.43	5,740.89	5,809.32	72.60	6,996.27	7,068.87
Other banks	0.07	2,000.00	2,000.07	19.51	2,800.00	2,819.51
Finance Co., Finance & Securities Co., Securities Co., and Credit Fonciers Co.	28.16	1,316.45	1,344.61	35.82	1,574.52	1,610.34
Other financial institutions	161.49	42,595.14	42,756.63	185.14	16,031.74	16,216.88
Total Domestic Items	8,375.29	51,652.48	60,027.77	7,920.23	32,652.53	40,572.76
Add: Accrued interest receivable	-	103.10	103.10	-	54.73	54.73
Less: Allowance for doubtful accounts	-	(492.67)	(492.67)	-	(315.11)	(315.11)
Total	8,375.29	51,262.91	59,638.20	7,920.23	32,392.15	40,312.38



(Million Baht)

	The Bank's Financial Statements					
	December 31, 2005			December 31, 2004		
	Demand	Time	Total	Demand	Time	Total
<b>3.1.2 Foreign items</b>						
US Dollar	1,470.78	4,445.35	5,916.13	698.40	7,653.54	8,351.94
Japanese Yen	2,021.37	0.77	2,022.14	526.55	0.57	527.12
Other currencies	852.93	570.31	1,423.24	813.53	428.32	1,241.85
Total Foreign Items	4,345.08	5,016.43	9,361.51	2,038.48	8,082.43	10,120.91
Add: Accrued interest receivable	-	7.13	7.13	-	5.21	5.21
Less: Allowance for doubtful accounts	-	(2.69)	(2.69)	-	(229.07)	(229.07)
Total	4,345.08	5,020.87	9,365.95	2,038.48	7,858.57	9,897.05
Total Domestic and Foreign Items	12,720.37	56,283.78	69,004.15	9,958.71	40,250.72	50,209.43

As at December 31, 2004, loans to finance companies included those of the Stock Market Stabilization Fund totaling Baht 1.46 million.

As at December 31, 2005, the Bank's outstanding loans and accrued interest receivable to 4 closed down financial institutions were Baht 69.68 million for which an allowance for doubtful of loss was fully provided as prescribed by the Bank of Thailand.

As at December 31, 2005 and 2004, the Bank's loans and accrued interest receivable to financial institutions classified as non-performing loans were Baht 53.51 million and Baht 306.47 million respectively, which were provided for on December 31, 2004 as stipulated by the Bank of Thailand's requirement of Baht 233.04 million. In 2005, expected uncollectible debt has been written off and the residual of Baht 53.51 million required no provisioning since it was fully covered by collateral.

### 3.2 Securities Purchased under Resale Agreements

(Million Baht)

	Consolidated and the Bank's Financial Statements	
	December 31, 2005	December 31, 2004
Government & BOT Bonds	48,210.00	56,200.00
Total	48,210.00	56,200.00

### 3.3 Investments

(Million Baht)

	Consolidated Financial Statements December 31, 2005			
	Cost / Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
<b>3.3.1 Current Investments</b>				
<b>Trading Securities</b>				
Government & state enterprise securities	311.50	0.90	(0.66)	311.74
Private enterprise debt securities	406.29	-	(2.94)	403.35
Foreign debt securities	334.19	3.35	(0.18)	337.36
Domestic marketable equity securities	126.80	9.50	(1.83)	134.47
Total	1,178.78	13.75	(5.61)	1,186.92
<u>Add</u> Allowance for revaluation	8.14	-	-	-
Total	1,186.92			1,186.92
<b>Available-for-Sale Securities</b>				
Government & state enterprise securities	5,854.00	0.98	(1.55)	5,853.43
Private enterprise debt securities	-	-	-	-
Foreign debt securities	189.63	-	-	189.63
Domestic marketable equity securities	9.41	2.57	(0.77)	11.21
Others - VAYUPAK MUTUAL FUND 1	1,192.68	-	(106.15)	1,086.53
Total	7,245.72	3.55	(108.47)	7,140.80
<u>Less</u> Allowance for revaluation	(104.15)	-	-	-
<u>Less</u> Allowance for impairment	(0.77)	-	-	-
Total	7,140.80			7,140.80
<b>Held-to-Maturity Debt Securities</b>				
Government & state enterprise securities	20,460.78	-	-	20,460.78
Private enterprise debt securities	249.54	-	-	249.54
Foreign debt securities	266.08	-	-	266.08
Total	20,976.40	-	-	20,976.40
<u>Less</u> Allowance for impairment	-	-	-	-
Total	20,976.40			20,976.40
<b>General Investments</b>				
Domestic non-marketable equity securities	0.52	-	-	0.52
Total	0.52			0.52
Total Current Investments - net	29,304.64			29,304.64



(Million Baht)

	Consolidated Financial Statements December 31, 2005			
	Cost / Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
<b>3.3.2 Long-Term Investments</b>				
<b>Available-for-Sale Securities</b>				
Government & state enterprise securities	2,533.18	-	(67.32)	2,465.86
Private enterprise debt securities	2.79	0.49	-	3.28
Foreign debt securities	70.50	-	(0.79)	69.71
Domestic marketable equity securities	1,057.50	948.95	(12.38)	1,994.07
Others - VAYUPAK MUTUAL FUND 1	28,206.34	-	(2,521.24)	25,685.10
Total	31,870.31	949.44	(2,601.73)	30,218.02
Less Allowance for revaluation	(1,648.52)	-	-	-
Less Allowance for impairment	(3.77)	-	-	-
Total	30,218.02			30,218.02
<b>Held-to-Maturity Debt Securities</b>				
Government & state enterprise securities	27,575.59	-	(2,726.56)	24,849.03
Private enterprise debt securities	1,125.82	-	(2.52)	1,123.30
Foreign debt securities	4,107.10	-	-	4,107.10
Total	32,808.51	-	(2,729.08)	30,079.43
Less Allowance for impairment	(2,729.08)	-	-	-
Total	30,079.43			30,079.43
<b>General Investments</b>				
Domestic non-marketable equity securities	6,608.93	-	(1,687.88)	4,921.05
Foreign non-marketable equity securities	116.32	-	(45.17)	71.15
Others	2,055.80	-	-	2,055.80
Total	8,781.05	-	(1,733.05)	7,048.00
Less Allowance for impairment	(1,733.05)	-	-	-
Total	7,048.00			7,048.00
Total Long-Term Investments - net	67,345.45			67,345.45

(Million Baht)

	Consolidated Financial Statements December 31, 2004			
	Cost / Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
<b>3.3.1 Current Investments</b>				
<b>Trading Securities</b>				
Government & state enterprise securities	2,996.87	0.26	(0.24)	2,996.89
Private enterprise debt securities	566.56	2.21	-	568.77
Domestic marketable equity securities	54.16	-	(7.47)	46.69
Total	3,617.59	2.47	(7.71)	3,612.35
<u>Add</u> Allowance for revaluation	(5.24)	-	-	-
Total	3,612.35			3,612.35
<b>Available-for-Sale Securities</b>				
Government & state enterprise securities	40.17	1.82	-	41.99
Private enterprise debt securities	15.00	-	(15.00)	-
Foreign debt securities	1,140.58	-	(14.29)	1,126.29
Domestic marketable equity securities	253.15	8.73	(0.77)	261.11
Others - VAYUPAK MUTUAL FUND 1	1,192.68	-	(91.83)	1,100.85
Total	2,641.58	10.55	(121.89)	2,530.24
<u>Add</u> Allowance for revaluation	(81.28)	-	-	-
<u>Less</u> Allowance for impairment	(30.06)	-	-	-
Total	2,530.24			2,530.24
<b>Held-to-Maturity Debt Securities</b>				
Government & state enterprise securities	100.23	-	-	100.23
Private enterprise debt securities	70.44	-	-	70.44
Total	170.67			170.67
Total Current Investments - net	6,313.26			6,313.26



(Million Baht)

	Consolidated Financial Statements December 31, 2004			
	Cost / Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
<b>3.3.2 Long-Term Investments</b>				
<b>Available-for-Sale Securities</b>				
Government & state enterprise securities	6,443.37	88.91	-	6,532.28
Private enterprise debt securities	3.14	0.81	-	3.95
Foreign debt securities	476.76	-	(4.49)	472.27
Domestic marketable equity securities	1,089.25	1,396.43	(42.12)	2,443.56
Foreign marketable equity securities	12.16	-	-	12.16
Others - VAYUPAK MUTUAL FUND 1	28,206.34	-	(2,182.90)	26,023.44
Total	36,231.02	1,486.15	(2,229.51)	35,487.66
Add Allowance for revaluation	(735.94)	-	-	-
Less Allowance for impairment	(7.42)	-	-	-
Total	35,487.66			35,487.66
<b>Held-to-Maturity Debt Securities</b>				
Government & state enterprise securities	17,886.00	-	(2,415.61)	15,470.39
Private enterprise debt securities	1,334.23	-	(2.52)	1,331.71
Total	19,220.23	-	(2,418.13)	16,802.10
Less Allowance for impairment	(2,418.13)	-	-	-
Total	16,802.10			16,802.10
<b>General Investments</b>				
Domestic non-marketable equity securities	6,565.83	-	(1,679.71)	4,886.12
Foreign non-marketable equity securities	112.22	-	(45.17)	67.05
Others	2,206.75	-	-	2,206.75
Total	8,884.80	-	(1,724.88)	7,159.92
Less Allowance for impairment	(1,724.88)	-	-	-
Total	7,159.92			7,159.92
Total Long-Term Investments - net	59,449.68			59,449.68

(Million Baht)

	Consolidated Financial Statements December 31, 2005			
		Maturity		Total
	Within 1 year	Over 1 to 5 years	Over 5 years	
<b>3.3.3 Maturity Schedule of Debt Securities</b>				
<b>Trading Securities</b>				
Government & state enterprise securities	311.50	-	-	311.50
Private enterprise debt securities	406.29	-	-	406.29
Foreign debt securities	334.19	-	-	334.19
Total	1,051.98	-	-	1,051.98
Add Allowance for revaluation	0.46	-	-	0.46
Total	1,052.44	-	-	1,052.44
<b>Available-for-Sale Securities</b>				
Government & state enterprise securities	5,854.00	2,533.18	-	8,387.18
Private enterprise debt securities	-	-	2.79	2.79
Foreign debt securities	189.63	70.50	-	260.13
Total	6,043.63	2,603.68	2.79	8,650.10
Add Allowance for revaluation	(0.57)	(67.32)	0.12	(67.77)
Less Allowance for impairment	-	(0.79)	0.37	(0.42)
Total	6,043.06	2,535.57	3.28	8,581.91
<b>Held-to-Maturity Debt Securities</b>				
Government & state enterprise securities	20,460.78	12,816.84	14,758.75	48,036.37
Private enterprise debt securities	249.54	1,123.30	2.52	1,375.36
Foreign debt securities	266.08	4,107.10	-	4,373.18
Total	20,976.40	18,047.24	14,761.27	53,784.91
Less Allowance for impairment	-	-	(2,729.08)	(2,729.08)
Total	20,976.40	18,047.24	12,032.19	51,055.83
Total Debt Securities	28,071.90	20,582.81	12,035.47	60,690.18



(Million Baht)

	Consolidated Financial Statements December 31, 2004			
		Maturity		Total
	Within 1 year	Over 1 to 5 years	Over 5 years	
<b>3.3.3 Maturity Schedule of Debt Securities</b>				
<b>Trading Securities</b>				
Government & state enterprise securities	2,996.87	-	-	2,996.87
Private enterprise debt securities	566.56	-	-	566.56
Total	3,563.43	-	-	3,563.43
Add Allowance for revaluation	2.23	-	-	2.23
Total	3,565.66	-	-	3,565.66
<b>Available-for-Sale Securities</b>				
Government & state enterprise securities	40.17	6,443.37	-	6,483.54
Private enterprise debt securities	15.00	-	3.14	18.14
Foreign debt securities	1,140.58	391.89	84.87	1,617.34
Total	1,195.75	6,835.26	88.01	8,119.02
Add Allowance for revaluation	1.82	88.91	0.40	91.13
Less Allowance for impairment	(29.29)	(3.71)	(0.37)	(33.37)
Total	1,168.28	6,920.46	88.04	8,176.78
<b>Held-to-Maturity Debt Securities</b>				
Government & state enterprise securities	100.23	1,781.91	16,104.09	17,986.23
Private enterprise debt securities	70.44	581.53	752.70	1,404.67
Total	170.67	2,363.44	16,856.79	19,390.90
Less Allowance for impairment	-	-	(2,418.13)	(2,418.13)
Total	170.67	2,363.44	14,438.66	16,972.77
Total Debt Securities	4,904.61	9,283.90	14,526.70	28,715.21



(Million Baht)

	The Bank's Financial Statements December 31, 2005			
	Cost / Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
<b>3.3.1 Current Investments</b>				
<b>Trading Securities</b>				
Government & state enterprise securities	311.50	0.90	(0.66)	311.74
Private enterprise debt securities	406.29	-	(2.94)	403.35
Foreign debt securities	334.19	3.35	(0.18)	337.36
Domestic marketable equity securities	126.80	9.50	(1.83)	134.47
Total	1,178.78	13.75	(5.61)	1,186.92
Add Allowance for revaluation	8.14	-	-	-
Total	1,186.92			1,186.92
<b>Available-for-Sale Securities</b>				
Government & state enterprise securities	5,854.00	0.98	(1.55)	5,853.43
Private enterprise debt securities	-	-	-	-
Foreign debt securities	189.63	-	-	189.63
Domestic marketable equity securities	9.41	2.57	(0.77)	11.21
Others - VAYUPAK MUTUAL FUND 1	1,192.68	-	(106.15)	1,086.53
Total	7,245.72	3.55	(108.47)	7,140.80
Less Allowance for revaluation	(104.15)	-	-	-
Less Allowance for impairment	(0.77)	-	-	-
Total	7,140.80			7,140.80
<b>Held-to-Maturity Debt Securities</b>				
Government & state enterprise securities	20,347.88	-	-	20,347.88
Private enterprise debt securities	249.54	-	-	249.54
Foreign debt securities	266.08	-	-	266.08
Total	20,863.50	-	-	20,863.50
Less Allowance for impairment	-	-	-	-
Total	20,863.50			20,863.50
<b>General Investments</b>				
Domestic non-marketable equity securities	0.52	-	-	0.52
Total	0.52			0.52
Total Current Investments - net	29,191.74			29,191.74



(Million Baht)

	The Bank's Financial Statements December 31, 2005			
	Cost / Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
<b>3.3.2 Long-Term Investments</b>				
<b>Available-for-Sale Securities</b>				
Government & state enterprise securities	2,533.18	-	(67.32)	2,465.86
Private enterprise debt securities	2.79	0.49	-	3.28
Foreign debt securities	70.50	-	(0.79)	69.71
Domestic marketable equity securities	1,057.50	948.95	(12.38)	1,994.07
Others - VAYUPAK MUTUAL FUND 1	28,206.34	-	(2,521.24)	25,685.10
Total	31,870.31	949.44	(2,601.73)	30,218.02
<u>Less</u> Allowance for revaluation	(1,648.52)	-	-	-
<u>Less</u> Allowance for impairment	(3.77)	-	-	-
Total	30,218.02			30,218.02
<b>Held-to-Maturity Debt Securities</b>				
Government & state enterprise securities	27,575.59	-	(2,726.56)	24,849.03
Private enterprise debt securities	1,125.82	-	(2.52)	1,123.30
Foreign debt securities	4,107.10	-	-	4,107.10
Total	32,808.51	-	(2,729.08)	30,079.43
<u>Less</u> Allowance for impairment	(2,729.08)	-	-	-
Total	30,079.43			30,079.43
<b>General Investments</b>				
Domestic non-marketable equity securities	6,608.93	-	(1,687.88)	4,921.05
Foreign non-marketable equity securities	116.32	-	(45.17)	71.15
Others	2,055.80	-	-	2,055.80
Total	8,781.05	-	(1,733.05)	7,048.00
<u>Less</u> Allowance for impairment	(1,733.05)	-	-	-
Total	7,048.00			7,048.00
Total Long-Term Investments - net	67,345.45			67,345.45

(Million Baht)

	The Bank's Financial Statements December 31, 2004			
	Cost / Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
<b>3.3.1 Current Investments</b>				
<b>Trading Securities</b>				
Government & state enterprise securities	2,996.87	0.26	(0.24)	2,996.89
Private enterprise debt securities	566.56	2.21	-	568.77
Domestic marketable equity securities	54.16	-	(7.47)	46.69
Total	3,617.59	2.47	(7.71)	3,612.35
Add Allowance for revaluation	(5.24)	-	-	-
Total	3,612.35			3,612.35
<b>Available-for-Sale Securities</b>				
Government & state enterprise securities	40.17	1.82	-	41.99
Private enterprise debt securities	15.00	-	(15.00)	-
Foreign debt securities	1,140.58	-	(14.29)	1,126.29
Domestic marketable equity securities	253.15	8.73	(0.77)	261.11
Others - VAYUPAK MUTUAL FUND 1	1,192.68	-	(91.83)	1,100.85
Total	2,641.58	10.55	(121.89)	2,530.24
Add Allowance for revaluation	(81.28)	-	-	-
Less Allowance for impairment	(30.06)	-	-	-
Total	2,530.24			2,530.24
<b>Held-to-Maturity Debt Securities</b>				
Government & state enterprise securities	1.27	-	-	1.27
Private enterprise debt securities	70.44	-	-	70.44
Total	71.71			71.71
Total Current Investments - net	6,214.30			6,214.30



(Million Baht)

	The Bank's Financial Statements December 31, 2004			
	Cost / Amortized Cost	Unrealized Gains	Unrealized Losses	Fair Value
<b>3.3.2 Long-Term Investments</b>				
<b>Available-for-Sale Securities</b>				
Government & state enterprise securities	6,443.37	88.91	-	6,532.28
Private enterprise debt securities	3.14	0.81	-	3.95
Foreign debt securities	476.76	-	(4.49)	472.27
Domestic marketable equity securities	1,089.25	1,396.43	(42.12)	2,443.56
Foreign marketable equity securities	12.16	-	-	12.16
Others - VAYUPAK MUTUAL FUND 1	28,206.34	-	(2,182.90)	26,023.44
Total	36,231.02	1,486.15	(2,229.51)	35,487.66
Add Allowance for revaluation	(735.94)	-	-	-
Less Allowance for impairment	(7.42)	-	-	-
Total	35,487.66			35,487.66
<b>Held-to-Maturity Debt Securities</b>				
Government & state enterprise securities	17,886.00	-	(2,415.61)	15,470.39
Private enterprise debt securities	1,334.23	-	(2.52)	1,331.71
Total	19,220.23	-	(2,418.13)	16,802.10
Less Allowance for impairment	(2,418.13)	-	-	-
Total	16,802.10			16,802.10
<b>General Investments</b>				
Domestic non-marketable equity securities	6,565.83	-	(1,679.71)	4,886.12
Foreign non-marketable equity securities	112.22	-	(45.17)	67.05
Others	2,206.75	-	-	2,206.75
Total	8,884.80	-	(1,724.88)	7,159.92
Less Allowance for impairment	(1,724.88)	-	-	-
Total	7,159.92			7,159.92
Total Long-Term Investments - net	59,449.68			59,449.68

Shown in the Consolidated and the Bank's financial statements as at December 31, 2005 and 2004, the Bank's long-term investments in Government and State Enterprise debt securities held-to-maturity included promissory notes issued by the Thai Asset Management Corporation (TAMC) in exchange for the transfer of the Bank's impaired assets (see Note 3.26) amounting to Baht 14,758.75 million (comprised of 54 P/Ns amounting to Baht 14,758.07 million for repayment and the remaining of Baht 0.68 million had yet to be received, was under verification) and Baht 16,104.09 million, respectively.

The promissory notes have been treated and disclosed in accordance with the Bank of Thailand's guidance as stated in its letter of consent of BOT. SOR NOR SOR. (21) WOR. 2508/B.E. 2544 (2001) regarding Accounting for Investments, dated November 8, 2001.

As at December 31, 2005 and 2004, the Bank has provided an allowance for losses arising from the transfer of its NPLs to TAMC which approximated to 15 percent of the transfer prices. They were disclosed in the allowance for impairment of investments amounting to Baht 2,726.56 million and Baht 2,415.61 million, respectively. (see Note 3.26).

As at June 30, 2004, the Bank's outstanding long-term investments in available-for-sale domestic marketable equity securities were Baht 1,886.19 million. Part of this, Baht 797.29 million was acquired from the ordinary share swap on May 27, 2004. Under such financial institution merger scheme as at June 30, 2004, the Bank realized losses arising from impairment of such investments for Baht 554.86 million in the Income Statement.

For the 1<sup>st</sup> half year of 2004, of the Bank's total refinancing amounting to Baht 1,396.06 million granted to restructuring debt, Baht 918.85 million was drawn down for the redemption of securities under the investments in Private Enterprises Debt Securities (with Baht 640.62 million as the principal and Baht 278.23 million as accrued interest receivable). Also an interest of Baht 58.72 million was received. Part of such refinancing amounting to Baht 317.78 million was for repurchasing Debt Securities from other creditors. The Bank has generated a gain of Baht 100.71 million for such transactions. The reversed allowance for impairment associated with such Debt Securities was Baht 599.00 million. Interest received and gains on investments were credited to deferred income account. The realization will reflect on cash flow received.

(Million Baht)

	The Bank's Financial Statements			
	December 31, 2005			
		Maturity		Total
	Within 1 year	Over 1 to 5 years	Over 5 years	
<b>3.3.3 Maturity Schedule of Debt Securities</b>				
<b>Trading Securities</b>				
Government & state enterprise securities	311.50	-	-	311.50
Private enterprise debt securities	406.29	-	-	406.29
Foreign debt securities	334.19	-	-	334.19
Total	1,051.98	-	-	1,051.98
Add Allowance for revaluation	0.46	-	-	0.46
Total	1,052.44	-	-	1,052.44



(Million Baht)

	The Bank's Financial Statements December 31, 2005			
	Maturity			Total
	Within 1 year	Over 1 to 5 years	Over 5 years	
<b>3.3.3 Maturity Schedule of Debt Securities (cont.)</b>				
<b>Available-for-Sale Securities</b>				
Government & state enterprise securities	5,854.00	2,533.18	-	8,387.18
Private enterprise debt securities	-	-	2.79	2.79
Foreign debt securities	189.63	70.50	-	260.13
Total	6,043.63	2,603.68	2.79	8,650.10
Add (Less) Allowance for revaluation	(0.57)	(67.32)	0.12	(67.77)
Less Allowance for impairment	-	(0.79)	0.37	(0.42)
Total	6,043.06	2,535.57	3.28	8,581.91
<b>Held-to-Maturity Debt Securities</b>				
Government & state enterprise securities	20,347.88	12,816.84	14,758.75	47,923.47
Private enterprise debt securities	249.54	1,123.30	2.52	1,375.36
Foreign debt securities	266.08	4,107.10	-	4,373.18
Total	20,863.50	18,047.24	14,761.27	53,672.01
Less Allowance for impairment	-	-	(2,729.08)	(2,729.08)
Total	20,863.50	18,047.24	12,032.19	50,942.93
Total Debt Securities	27,959.00	20,582.81	12,035.47	60,577.28

(Million Baht)

	The Bank's Financial Statements December 31, 2004			
	Maturity			Total
	Within 1 year	Over 1 to 5 years	Over 5 years	
<b>3.3.3 Maturity Schedule of Debt Securities</b>				
<b>Trading Securities</b>				
Government & state enterprise securities	2,996.87	-	-	2,996.87
Private enterprise debt securities	566.56	-	-	566.56
Total	3,563.43	-	-	3,563.43
Add Allowance for revaluation	2.23	-	-	2.23
Total	3,565.66	-	-	3,565.66

(Million Baht)

	The Bank's Financial Statements December 31, 2004			
	Maturity			Total
	Within 1 year	Over 1 to 5 years	Over 5 years	
<b>3.3.3 Maturity Schedule of Debt Securities (cont.)</b>				
<b>Available-for-Sale Securities</b>				
Government & state enterprise securities	40.17	6,443.37	-	6,483.54
Private enterprise debt securities	15.00	-	3.14	18.14
Foreign debt securities	1,140.58	391.89	84.87	1,617.34
Total	1,195.75	6,835.26	88.01	8,119.02
Add Allowance for revaluation	1.82	88.91	0.40	91.13
Less Allowance for impairment	(29.29)	(3.71)	(0.37)	(33.37)
Total	1,168.28	6,920.46	88.04	8,176.78
<b>Held-to-Maturity Debt Securities</b>				
Government & state enterprise securities	1.27	1,781.91	16,104.09	17,887.27
Private enterprise debt securities	70.44	581.53	752.70	1,404.67
Total	71.71	2,363.44	16,856.79	19,291.94
Less Allowance for impairment	-	-	(2,418.13)	(2,418.13)
Total	71.71	2,363.44	14,438.66	16,873.81
Total Debt Securities	4,805.65	9,283.90	14,526.70	28,616.25

**3.3.4 Investments in Subsidiaries and Associated Companies**

(Million Baht)

Name of Company	Type of Business	Consolidated Financial Statements December 31, 2005				
		Type of Shares (Preferred/ Ordinary Shares)	Percentage of Shareholding (Preferred/ Ordinary Shares)	Investments (Cost Method)	Investments (Equity Method)	Dividend
<b>Associated Companies</b>						
Krungthai Axa Life Insurance Co.,Ltd.	Life Insurance	Ordinary	50.00	593.58	180.80	-
Krungthai Card Pcl.	Credit Card Business	Ordinary	47.73	1,960.00	2,686.16	159.25
Krungthai Panich Insurance Co.,Ltd.	Non-Life & Life Insurance	Ordinary	40.00	719.20	1,012.82	40.00



### 3.3.4 Investments in Subsidiaries and Associated Companies (cont.)

(Million Baht)

Name of Company	Type of Business	Consolidated Financial Statements December 31, 2005				
		Type of Shares (Preferred/ Ordinary Shares)	Percentage of Shareholding (Preferred/ Ordinary Shares)	Investments (Cost Method)	Investments (Equity Method)	Dividend
Krungthai Charoensri Co.,Ltd.	Hire Purchase	Ordinary	35.00	35.00	-	-
Krung Thai IBJ Leasing Co.,Ltd.	Hire Purchase	Ordinary	40.00	50.95	168.74	9.40
Total				3,358.73	4,048.52	208.65
Total Investments in Associated Companies - net				3,358.73	4,048.52	208.65

(Million Baht)

Name of Company	Type of Business	Consolidated Financial Statements December 31, 2004				
		Type of Shares (Preferred/ Ordinary Shares)	Percentage of Shareholding (Preferred/ Ordinary Shares)	Investments (Cost Method)	Investments (Equity Method)	Dividend
<b>Associated Companies</b>						
Krungthai Axa Life Insurance Co.,Ltd.	Life Insurance	Ordinary	50.00	593.58	126.47	-
Krungthai Card Pcl.	Credit Card Business	Ordinary	48.32	1,960.00	2,548.86	85.75
Krungthai Panich Insurance Co.,Ltd.	Non-Life & Life Insurance	Ordinary	40.00	719.20	948.08	32.00
Krung Thai Auto Lease Co.,Ltd.	Hire Purchase	Ordinary	35.00	71.93	159.48	-
Krungthai Charoensri Co.,Ltd.	Hire Purchase	Ordinary	35.00	35.00	-	-
Krung Thai IBJ Leasing Co.,Ltd.	Hire Purchase	Ordinary	40.00	50.95	149.18	7.20
Total				3,430.66	3,932.07	124.95
Total Investments in Associated Companies - net				3,430.66	3,932.07	124.95



(Million Baht)

Name of Company	Type of Business	The Bank's Financial Statements December 31, 2005				
		Type of Shares (Preferred/ Ordinary Shares)	Percentage of Shareholding (Preferred/ Ordinary Shares)	Investments (Cost Method)	Investments (Equity Method)	Dividend
<b>Subsidiaries</b>						
Krung Thai Legal Services Co.,Ltd.	Legal Services	Ordinary	100.00	30.00	132.00	-
Krung Thai General Business Services Co.,Ltd.	General Services	Ordinary	100.00	140.00	163.52	-
Krung Thai Asset Management Pcl.	Asset Management	Ordinary	100.00	210.90	240.23	-
Krung Thai Computer Services Co.,Ltd.	IT Services	Ordinary	100.00	800.00	1,003.88	-
Krung Thai Property Development Co.,Ltd.	Real Estate & Development	Ordinary	100.00	1,147.17	762.83	-
KTB Leasing Co.,Ltd.	Hire Purchase	Ordinary	100.00	100.00	99.42	-
N.C. Associates Co.,Ltd.	Rubber wood Agent	Ordinary	54.39	0.54	0.79	-
Total				2,428.61	2,402.67	-
<b>Associated Companies</b>						
Krungthai Axa Life Insurance Co.,Ltd.	Life Insurance	Ordinary	50.00	593.58	180.80	-
Krungthai Card Pcl.	Credit Card Business	Ordinary	47.73	1,960.00	2,686.16	159.25
Krungthai Panich Insurance Co.,Ltd.	Non-Life & Life Insurance	Ordinary	40.00	719.20	1,012.82	40.00
Krungthai Charoensri Co.,Ltd.	Hire Purchase	Ordinary	35.00	35.00	-	-
Krung Thai IBJ Leasing Co.,Ltd.	Hire Purchase	Ordinary	40.00	50.95	168.74	9.40
Total				3,358.73	4,048.52	208.65
Total Investments in Subsidiaries and Associated Companies - net				5,787.34	6,451.19	208.65



(Million Baht)

		The Bank's Financial Statements December 31, 2004				
Name of Company	Type of Business	Type of Shares (Preferred/ Ordinary Shares)	Percentage of Shareholding (Preferred/ Ordinary Shares)	Investments (Cost Method)	Investments (Equity Method)	Dividend
<b>Subsidiaries</b>						
Krung Thai Legal Services Co.,Ltd.	Legal Services	Ordinary	100.00	30.00	130.14	-
Krung Thai General Business Services Co.,Ltd.	General Services	Ordinary	100.00	140.00	176.64	7.00
Krung Thai Asset Management Pcl.	Asset Management	Ordinary	100.00	210.90	200.15	-
Krung Thai Computer Services Co.,Ltd.	IT Services	Ordinary	100.00	800.00	978.43	-
Krung Thai Property Development Co.,Ltd.	Real Estate & Development	Ordinary	100.00	1,147.17	711.83	-
N.C. Associates Co.,Ltd.	Rubberwood Agent	Ordinary	54.39	0.54	0.83	-
Total				2,328.61	2,198.02	7.00
<b>Associated Companies</b>						
Krungthai Axa Life Insurance Co.,Ltd.	Life Insurance	Ordinary	50.00	593.58	126.47	-
Krungthai Card Pcl.	Credit Card Business	Ordinary	48.32	1,960.00	2,548.86	85.75
Krungthai Panich Insurance Co.,Ltd.	Non-Life & Life Insurance	Ordinary	40.00	719.20	948.08	32.00
* Krung Thai Auto Lease Co.,Ltd.	Hire Purchase	Ordinary	35.00	71.93	159.48	-
Krungthai Charoensri Co.,Ltd.	Hire Purchase	Ordinary	35.00	35.00	-	-
Krung Thai IBJ Leasing Co.,Ltd.	Hire Purchase	Ordinary	40.00	50.95	149.18	7.20
Total				3,430.66	3,932.07	124.95
Total Investments in Subsidiaries and Associated Companies - net				5,759.27	6,130.09	131.95

\* On June 10, 2005, the Bank sold all of the 700,000 shares of investment in Krung Thai Auto Lease Co.,Ltd. at Baht 300.00 per share totaling Baht 210.00 million, thus, generated a profit of Baht 55.73 million.

Investments in Associated Companies accounted by equity method, their unaudited/unreviewed financial statements were used.

The Bank's investment in Krungthai Charoensri Co.,Ltd., accounted by the equity method, was reported at nil value as losses exceeded the carrying amount of investment as at December 31, 2005 and 2004.

In 2004, the Bank has raised its share capital in Krungthai Axa Life Insurance Co.,Ltd. by Baht 147.50 million, bringing the total investments to Baht 593.58 million with consistent shareholding.

### 3.3.5 Revaluation Surplus/(Deficit) on Investments

(Million Baht)

	Consolidated Financial Statements		The Bank's Financial Statements	
	December 31, 2005	December 31, 2004	December 31, 2005	December 31, 2004
Balance brought forward	(456.80)	4,448.95	(456.80)	4,448.95
Changes for the period	(970.32)	(4,905.75)	(970.32)	(4,905.75)
Balance carried forward	(1,427.12)	(456.80)	(1,427.12)	(456.80)

In addition, the Bank has acquired investments equal to or more than 10 percent of the shareholdings in other securities classified by industrial sector stated at their fair value as follows:

(Million Baht)

	Consolidated Financial Statements		The Bank's Financial Statements	
	December 31, 2005	December 31, 2004	December 31, 2005	December 31, 2004
Manufacturing	38.38	51.00	38.38	51.00
Banking and Financial	361.73	537.81	361.73	537.81
Public Utilities and Services	781.44	1,413.65	781.44	1,413.65
Others	26.48	29.48	26.48	29.48
Total	1,208.03	2,031.94	1,208.03	2,031.94

As at December 31, 2005 and 2004, the Bank's investments in foreign debt securities which were affected by adverse foreign exchange rate movements, resulting in an increase of Baht 33.66 million and a decline of Baht 20.26 million, respectively.



3.3.6 As at December 31, 2005, Bank's investments in listed companies that fall under SET's delisted criteria were as follows:

(Million Baht)

	Cost Value	Fair Value	Allowance for Impairment
<b>Equity Securities</b>			
Thai Nam Plastic Pcl.	0.03	32.74	-
Thai-German Products Pcl.	3.34	-	3.34
Thai Wire Products Pcl.	0.01	0.01	-
Prasit Patana Pcl.	0.77	-	0.77
Premier Enterprise Pcl.	0.03	-	0.03
Manager Media Group Pcl.	0.29	0.21	0.08
Thai Petrochemical Industry Pcl.	0.60	1.48	-
<b>Debt Securities</b>			
Manager Media Group Pcl.	9.46	9.46	-
Suntech Group Pcl.	-	-	-

On December 14, 2004, the majority of creditors has unanimously accepted the debt restructuring plan of Suntech Group Pcl. whereby the Bank received Baht 1.50 million and considered the debt totally repaid. As at December 31, 2005 the carrying value of debt in term of unsecured convertible notes borne by Suntech Group was Baht 150.00 million which an allowance for impairment was provided in full. The subsequent accrued interest receivable shown in Other Assets was Baht 5.99 million. Debts borne by Suntech Group as such have been settled as to date.

#### Type of Investments Classification

On April 26, 2005, the Investment Committee passed a resolution reclassified the investment in marketable equity securities in a certain public company from current investment for trading to available-for-sale long-term investment and vice versa on October 4, 2005. In this respect, Baht 2.25 million was recognized as expenses arising on revaluation. As at December 31, 2005 such investment stated at cost of Baht 34.88 million generating a revaluation surplus of Baht 4.50 million recognized surplus of Baht 4.50 million recognized as income shown in the Income Statement.

In addition, the Investment Committee also passed a resolution to reclassify investments in 3 other public companies shifting marketable equity securities from available-for-sale in long-term investments to trading securities in current investments, thus, Baht 18.33 million was recognized as expenses upon net revaluation. As at December 31, 2005 such investments were stated at cost totaling Baht 91.17 million generating net revaluation surplus of Baht 3.24 million recognized as income shown in the Income Statement.

As at June 30, 2005, general investments derived from debt-equity conversion have been reclassified as available-for-sale marketable equity securities stated at cost of Baht 0.05 million with a revaluation surplus on investments of Baht 9.63 million as at December 31, 2005 shown in shareholders' equity.

### 3.4 Loans and Accrued Interest Receivable

(Million Baht)

	Consolidated Financial Statements		The Bank's Financial Statements	
	December 31, 2005	December 31, 2004	December 31, 2005	December 31, 2004
Promissory notes - SAM	-	82,763.15	-	82,763.15
Accrued interest receivable	-	1,838.81	-	1,838.81
Total	-	84,601.96	-	84,601.96
Loans (normal operations)	892,268.55	852,728.41	895,037.67	855,328.73
Accrued interest receivable	5,011.36	6,694.68	5,011.36	6,694.68
Less Unearned discounts	(271.73)	(288.05)	(306.48)	(288.05)
Total	897,008.18	859,135.04	899,742.55	861,735.36
Total Loans and Accrued Interest Receivable	897,008.18	943,737.00	899,742.55	946,337.32

The promissory notes and accrued interest receivable from SAM were classified as pass category as they were availed by the Financial Institutions Development Fund (FIDF). As such, allowance for doubtful accounts under the Bank of Thailand's regulations was not required (see Note 3.25). Payment of such promissory notes and accrued interest receivable was settled in the 3<sup>rd</sup> quarter of 2005.

#### 3.4.1 Classified by Type of Loans

(Million Baht)

	Consolidated Financial Statements		The Bank's Financial Statements	
	December 31, 2005	December 31, 2004	December 31, 2005	December 31, 2004
Overdrafts	102,316.40	107,073.91	102,316.40	107,077.66
Fixed loans	532,411.47	523,935.56	535,180.59	526,532.13
Bills receivable				
SAM	-	82,763.15	-	82,763.15
Others	247,699.64	209,593.81	247,699.64	209,593.81
Others	9,841.04	12,125.13	9,841.04	12,125.13
Total	892,268.55	935,491.56	895,037.67	938,091.88
Add Accrued interest receivable				
SAM	-	1,838.81	-	1,838.81
Others	5,011.36	6,694.68	5,011.36	6,694.68
Less Allowance for doubtful accounts	(39,705.00)	(61,024.09)	(39,705.00)	(61,024.09)
Allowance for TDR revaluation	(1,420.22)	(2,335.07)	(1,420.22)	(2,335.07)
Total	856,154.69	880,665.89	858,923.81	883,266.21
Less Unearned discounts	(271.73)	(288.05)	(306.48)	(288.05)
Total	855,882.96	880,377.84	858,617.33	882,978.16



As at December 31, 2005 and 2004, the Bank's other loans of Baht 9,841.04 million and Baht 12,125.13 million had included Baht 5,774.49 million and Baht 6,374.15 million, respectively, of debts resulting from the Bank's liabilities under acceptances or guarantees.

### 3.4.2 Classified by Remaining Maturity

(Million Baht)

	Consolidated Financial Statements		The Bank's Financial Statements	
	December 31, 2005	December 31, 2004	December 31, 2005	December 31, 2004
Within 1 year	345,907.59	411,126.24	345,907.59	411,129.99
Over 1 year				
SAM	-	82,763.15	-	82,763.15
Others	546,360.96	441,602.17	549,130.08	444,198.74
Total	892,268.55	935,491.56	895,037.67	938,091.88
Add Accrued interest receivable				
SAM	-	1,838.81	-	1,838.81
Others	5,011.36	6,694.68	5,011.36	6,694.68
Total	897,279.91	944,025.05	900,049.03	946,625.37
Less Unearned discounts	(271.73)	(288.05)	(306.48)	(288.05)
Total	897,008.18	943,737.00	899,742.55	946,337.32

### 3.4.3 Classified by Currency and Customer's Residence

(Million Baht)

	Consolidated Financial Statements					
	December 31, 2005			December 31, 2004		
	Domestic	Overseas	Total	Domestic	Overseas	Total
Thai Baht						
SAM	-	-	-	82,763.15	-	82,763.15
Others	838,149.26	43.48	838,192.74	801,194.58	29.20	801,223.78
US Dollar	38,617.08	13,406.87	52,023.95	32,897.90	15,911.78	48,809.68
Other currencies	1,945.27	106.59	2,051.86	2,554.30	140.65	2,694.95
Total	878,711.61	13,556.94	892,268.55	919,409.93	16,081.63	935,491.56
Add Accrued interest receivable						
SAM	-	-	-	1,838.81	-	1,838.81
Others	4,919.36	92.00	5,011.36	6,616.83	77.85	6,694.68
Total	883,630.97	13,648.94	897,279.91	927,865.57	16,159.48	944,025.05
Less Unearned discounts			(271.73)			(288.05)
Total			897,008.18			943,737.00

(Million Baht)

	The Bank's Financial Statements					
	December 31, 2005			December 31, 2004		
	Domestic	Overseas	Total	Domestic	Overseas	Total
Thai Baht						
SAM	-	-	-	82,763.15	-	82,763.15
Others	840,918.38	43.48	840,961.86	803,794.90	29.20	803,824.10
US Dollar	38,617.08	13,406.87	52,023.95	32,897.90	15,911.78	48,809.68
Other currencies	1,945.27	106.59	2,051.86	2,554.30	140.65	2,694.95
Total	881,480.73	13,556.94	895,037.67	922,010.25	16,081.63	938,091.88
<u>Add</u> Accrued interest receivable						
SAM	-	-	-	1,838.81	-	1,838.81
Others	4,919.36	92.00	5,011.36	6,616.83	77.85	6,694.68
Total	886,400.09	13,648.94	900,049.03	930,465.89	16,159.48	946,625.37
<u>Less</u> Unearned discounts			(306.48)			(288.05)
Total			899,742.55			946,337.32

### 3.4.4 Classified by Business Types and Loan Classification

(Million Baht)

	Consolidated Financial Statements					
	December 31, 2005					
	Pass	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	43,758.57	519.17	358.94	1,146.78	2,533.05	48,316.51
Manufacturing and commercial	277,130.92	3,067.85	2,249.49	13,902.57	21,350.95	317,701.78
Real estate and construction	90,105.35	2,233.79	2,940.94	9,854.80	15,398.38	120,533.26
Public utilities and services	195,158.70	909.45	763.13	11,252.63	4,063.29	212,147.20
Housing loans	87,728.57	778.52	588.84	1,002.70	7,475.71	97,574.34
Financial institution (SAM)	-	-	-	-	-	-
Others	92,376.67	919.08	228.23	882.14	1,589.34	95,995.46
Total	786,258.78	8,427.86	7,129.57	38,041.62	52,410.72	892,268.55



### 3.4.4 Classified by Business Types and Loan Classification (cont.)

(Million Baht)

	Consolidated Financial Statements December 31, 2005					Total
	Pass	Special Mention	Substandard	Doubtful	Doubtful of Loss	
<u>Add</u> Accrued interest receivable						
SAM	-	-	-	-	-	-
Others	3,295.69	65.79	10.78	431.54	1,207.56	5,011.36
Total	789,554.47	8,493.65	7,140.35	38,473.16	53,618.28	897,279.91
<u>Less</u> Unearned discounts						(271.73)
Total						897,008.18

(Million Baht)

	Consolidated Financial Statements December 31, 2004					Total
	Pass	Special Mention	Substandard	Doubtful	Doubtful of Loss	
Agriculture and mining	38,079.48	624.00	582.53	1,881.21	2,603.69	43,770.91
Manufacturing and commercial	263,662.51	3,782.40	2,374.17	11,912.32	34,129.16	315,860.56
Real estate and construction	82,541.14	1,781.92	1,771.84	5,934.36	24,913.98	116,943.24
Public utilities and services	150,580.90	2,892.18	1,754.16	8,939.98	4,098.46	168,265.68
Housing loans	80,556.66	1,543.85	766.13	1,079.79	11,119.73	95,066.16
Financial institution (SAM)	82,763.15	-	-	-	-	82,763.15
Others	106,264.71	1,032.21	541.14	484.39	4,499.41	112,821.86
Total	804,448.55	11,656.56	7,789.97	30,232.05	81,364.43	935,491.56
<u>Add</u> Accrued interest receivable						
SAM	1,838.81	-	-	-	-	1,838.81
Others	2,691.42	100.16	46.91	462.41	3,393.78	6,694.68
Total	808,978.78	11,756.72	7,836.88	30,694.46	84,758.21	944,025.05
<u>Less</u> Unearned discounts						(288.05)
Total						943,737.00



### 3.4.4 Classified by Business Types and Loan Classification (cont.)

(Million Baht)

	The Bank's Financial Statements December 31, 2005					
	Pass	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	43,758.57	519.17	358.94	1,146.78	2,533.05	48,316.51
Manufacturing and commercial	277,130.92	3,067.85	2,249.49	13,902.57	21,350.95	317,701.78
Real estate and construction	90,105.35	2,233.79	2,940.94	9,854.80	15,398.38	120,533.26
Public utilities and services	197,927.82	909.45	763.13	11,252.63	4,063.29	214,916.32
Housing loans	87,728.57	778.52	588.84	1,002.70	7,475.71	97,574.34
Financial institution (SAM)	-	-	-	-	-	-
Others	92,376.67	919.08	228.23	882.14	1,589.34	95,995.46
<b>Total</b>	<b>789,027.90</b>	<b>8,427.86</b>	<b>7,129.57</b>	<b>38,041.62</b>	<b>52,410.72</b>	<b>895,037.67</b>
<u>Add</u> Accrued interest receivable						
SAM	-	-	-	-	-	-
Others	3,295.69	65.79	10.78	431.54	1,207.56	5,011.36
<b>Total</b>	<b>792,323.59</b>	<b>8,493.65</b>	<b>7,140.35</b>	<b>38,473.16</b>	<b>53,618.28</b>	<b>900,049.03</b>
<u>Less</u> Unearned discounts						(306.48)
<b>Total</b>						<b>899,742.55</b>

(Million Baht)

	The Bank's Financial Statements December 31, 2004					
	Pass	Special Mention	Substandard	Doubtful	Doubtful of Loss	Total
Agriculture and mining	38,079.48	624.00	582.53	1,881.21	2,603.69	43,770.91
Manufacturing and commercial	263,662.51	3,782.40	2,374.17	11,912.32	34,129.16	315,860.56
Real estate and construction	82,541.20	1,781.92	1,771.84	5,934.36	24,913.98	116,943.30
Public utilities and services	153,181.16	2,892.18	1,754.16	8,939.98	4,098.46	170,865.94
Housing loans	80,556.66	1,543.85	766.13	1,079.79	11,119.73	95,066.16
Financial institution (SAM)	82,763.15	-	-	-	-	82,763.15
Others	106,264.71	1,032.21	541.14	484.39	4,499.41	112,821.86
<b>Total</b>	<b>807,048.87</b>	<b>11,656.56</b>	<b>7,789.97</b>	<b>30,232.05</b>	<b>81,364.43</b>	<b>938,091.88</b>



### 3.4.4 Classified by Business Types and Loan Classification (cont.)

(Million Baht)

	The Bank's Financial Statements					Total
	December 31, 2004					
	Pass	Special mention	Substandard	Doubtful	Doubtful of Loss	
<u>Add</u> Accrued interest receivable						
SAM	1,838.81	-	-	-	-	1,838.81
Others	2,691.42	100.16	46.91	462.41	3,393.78	6,694.68
Total	811,579.10	11,756.72	7,836.88	30,694.46	84,758.21	946,625.37
<u>Less</u> Unearned discounts						(288.05)
Total						946,337.32

### 3.4.5 Classified by Loan Classification

(Million Baht)

	Consolidated and the Bank's Financial Statements			
	December 31, 2005			
	Loans and Accrued Interest Receivable	Debt Net of Collateral	Allowance Rate (%)	Allowance Established *
Pass **	787,848.83	309,570.29	1	3,079.44
Special Mention **	8,412.57	1,426.40	2	28.53
Substandard	7,016.61	1,147.69	20	229.53
Doubtful	38,473.16	11,568.52	50	6,856.65
Doubtful of Loss	53,643.64	16,063.61	100	16,295.29
Total	895,394.81	339,776.51		26,489.44
Allowance for doubtful accounts for loans under BOT regulations				26,489.44
<u>Less</u> Allowance for doubtful accounts for inter-bank and money market items				(495.36)
Allowance for doubtful accounts for loans under BOT regulations				25,994.08
Allowance for doubtful accounts provided as at December 31, 2005 (see Note 3.5)				39,705.00
Excess allowance for doubtful accounts over and above the BOT minimum requirement				13,710.92

\* Allowance established is the minimum required allowance set for classifying debtors multiply by allowance rate not less than what the BOT prescribed, which included additional allowance stipulated by BOT under debt classification and debt quality reviewed by the Bank as reported accordingly under debt classification.

\*\* Accrued interest receivable was not included in pass and special mention categories.

### 3.4.5 Classified by Loan Classification (cont.)

(Million Baht)

	Consolidated and the Bank's Financial Statements			
	December 31, 2004			
	Loans and Accrued Interest Receivable	Debt Net of Collateral	Allowance Rate (%)	Allowance Established *
Pass **	719,846.06	243,144.19	1	2,415.34
Special Mention **	11,371.52	2,184.70	2	43.70
Substandard	7,628.15	1,192.77	20	1,572.65
Doubtful	30,701.96	10,486.50	50	5,945.76
Doubtful of Loss	85,012.85	39,840.93	100	40,230.76
<b>Total</b>	<b>854,560.54</b>	<b>296,849.09</b>		<b>50,208.21</b>
Allowance for doubtful accounts for loans under BOT regulations				50,208.21
<u>Less</u> Allowance for doubtful accounts for inter-bank and money market items				(544.18)
Allowance for doubtful accounts for loans under BOT regulations				49,664.03
Allowance for doubtful accounts provided as at December 31, 2004 (see Note 3.5)				61,024.09
Excess allowance for doubtful accounts over and above the BOT minimum requirement				11,360.06

\* Allowance established is the minimum required allowance set for classifying debtors multiply by allowance rate not less than what the BOT prescribed, which included additional allowance stipulated by BOT under debt classification and debt quality reviewed by the Bank as reported accordingly under debt classification.

\*\* Accrued interest receivable was not included in pass and special mention categories.

As at December 31, 2005 and 2004, the Bank's classified loans and accrued interest receivable were Baht 948,432.23 million and Baht 973,495.98 million, respectively. Those loans included inter-bank and money market items net of exempt classified debts as at December 31, 2004 which comprised a promissory note of Baht 82,763.15 million issued by Sukhumvit Asset Management Co.,Ltd. As at December 31, 2005 and 2004, comprised loans guaranteed by Ministry of Finance (MOF) of Baht 52,873.05 million and Baht 35,626.35 million and restructured loans where losses of Baht 164.37 million and Baht 545.94 million were recognized, respectively. Thus, the residual amount of loans and accrued interest receivable of Baht 895,394.81 million and Baht 854,560.54 million were required to provisioning as prescribed by the Bank of Thailand's loan classification guidelines.

As at December 31, 2005 and 2004, the Bank's allowance for doubtful accounts for loans totaling Baht 39,705.00 million and Baht 61,024.09 million, which were in excess over the BOT minimum requirement by Baht 13,710.92 million and Baht 11,360.06 million, respectively.



### Estimation of Allowance for doubtful accounts

In accordance with the BOT's notification number SOR NOR SOR (21) WOR. 125/B.E. 2547 dated August 26, 2004 regarding the amendment of regulations on provisioning for assets classified as doubtful of loss, the Bank is required to set aside 100 percent provisions over recorded book value of loans less collateral for debtors that have filed lawsuit. For assets classified as doubtful of loss that have not filed lawsuit or entered into debt restructuring, not only a 100 percent provisions over recorded book value less collateral is required but the overdue period of debt was also taken into account.

Loans overdue from 24 months up to 36 months, over 36 months up to 48 months and over 48 months required additional provision allowance of not less than 25, or 50 or 100 percent, respectively over the loan outstanding balances less allowance previously provided.

The aforementioned notification is effective since the 2<sup>nd</sup> half of 2004.

The collaterals having appraised over 12 months, up to 90 percent of the appraised value can be deducted from loan outstandings before provisioning, previously prescribed as 50 percent only.

Furthermore, the provisioning regulations as such has, not only, included the transfer of reversed excessive allowance to income or where such reversal was not permitted, but also, included loan classification based on an account-by-account basis, the modification of TDR debtors related to losses arising on debt restructuring and asset reclassification. In this respect, the Bank can adopt the more stringent guideline applicable to provisioning and that BOT could call for more provisioning at the appropriate rate if it deemed so.

The Bank's collateral appraisal guideline has been revised in accordance with the BOT's notification number PHOR SOR WOR. (21) WOR. 797/B.E. 2548 dated May 4, 2005. Collaterals are required to be re-appraised on a 3-year basis which then could be deducted from recorded book value of loan before provisioning.

### 3.4.6 Non-Performing Loans

As at December 31, 2005 and 2004, the Bank's non-performing loans, as stipulated by the BOT's guideline comprised loans classified as substandard, doubtful, doubtful of loss and loss which ceased to be recognized, amounting to Baht 97,635.43 million and Baht 119,692.76 million or 10.32 and 12.35 percent of the Bank's loan portfolio (including loans to banks and money market that are financial institutions), respectively.

Loans ceasing to be recognized in line with the Bank of Thailand's definition comprised loans classified according to BOT's classification guideline as substandard, doubtful, doubtful of loss and loss.

In 2005, the Bank has prescribed accounting treatment and disclosure of debts considered as uncollectible or worthless when bringing to court, which by the whole amount would be written off.

### 3.4.7 Sales of Non-Performing Assets

On June 30, 2005, non-performing assets sold were Baht 15,594.55 million with allowance provided for in full. To this respect, the Bank has extended partial term loans with the maturity of 8 years, interest paid every six months and principal repayment done annually.

### 3.4.8 Loans to Potential Delisted Companies

As at December 31, 2005 and 2004, the Bank's loans extended to 15 and 14 potential delisted companies were Baht 3,525.42 million and Baht 2,865.45 million, including accrued interest receivable amounting to Baht 7.82 million and Baht 4.16 million, respectively, bringing up the total to Baht 3,533.24 million and Baht 2,869.61 million. An allowance against doubtful accounts of Baht 221.66 million and Baht 79.64 million, respectively, were provided in accordance with the Bank of Thailand's regulations for debt classification.

### 3.4.9 Troubled Debt Restructuring

The Bank had restructured troubled debts 8,318 cases as at year ended December 31, 2005 totaling the original debt value of Baht 38,877.15 million. The Bank received related interest and principal repayments of Baht 9,026.22 million, increased lending by Baht 681.53 million and bad debt resulted from restructuring was Baht 235.43 million.

Details of troubled debt restructuring for the year ended December 31, 2005 were as follows:

(Million Baht)

Troubled Debt Restructuring Approaches	The Bank's Financial Statements			
	No. of Cases	Book Value of Debt as to Original Term	Type of Assets Transferred	Fair Value
Asset transferred	25	93.68	Land & Premises	93.68
Debt-equity swap	5	2.18		
Loan terms modification	1,165	13,039.35		
Combination of restructuring	7,123	25,741.94		
Total	8,318	38,877.15		

As at December 31, 2005 the Bank has completed loans restructuring for 128,608 cases amounting to Baht 472,293.46 million (accumulated from year 1999 to date). Of this total, 86,545 cases have outstanding restructured loans amounting to Baht 92,346.28 million, of which 1,975 cases amounting to Baht 1,171.87 million, have been monitored under the new contractual agreements.



### 3.5 Allowances for Doubtful Accounts

(Million Baht)

	Consolidated and the Bank's Financial Statements						
	December 31, 2005						
	Pass	Special Mention	Sub standard	Doubtful	Doubtful of Loss	Allowance in Excess of BOT's Guideline	Total
Opening balance	2,105.21	42.69	1,572.65	5,942.01	40,001.47	11,360.06	61,024.09
Reversal of additional allowance for doubtful accounts	479.38	(14.67)	(1,343.12)	914.64	2,662.68	3,764.48	6,463.39
Allowance for doubtful accounts transferred from TDR revaluation	-	-	-	-	914.85	-	914.85
Bad debt recovered	-	-	-	-	169.26	-	169.26
Bad debts written off and transferred NPLs sold	-	-	-	-	(30,862.83)	(1,413.62)	(32,276.45)
Others	-	-	-	-	62.50	-	62.50
<b>Total</b>	<b>2,584.59</b>	<b>28.02</b>	<b>229.53</b>	<b>6,856.65</b>	<b>12,947.93</b>	<b>13,710.92</b>	<b>36,357.64</b>
Allowance for doubtful accounts transferred from SAM (net)	-	-	-	-	3,842.28	-	3,842.28*
Allowance for doubtful accounts transferred to TAMC (net)	-	-	-	-	(149.31)	-	(149.31)
Transfer of allowance for impairment from losses arising on debt transferred to TAMC	-	-	-	-	(310.95)	-	(310.95)
Allowance for doubtful accounts transferred to Contingent provisions	-	-	-	-	(34.66)	-	(34.66)
<b>Closing Balance</b>	<b>2,584.59</b>	<b>28.02</b>	<b>229.53</b>	<b>6,856.65</b>	<b>16,295.29</b>	<b>13,710.92</b>	<b>39,705.00</b>

\* Including an allowance for doubtful accounts transferred from asset revaluation amounting to Baht 3,832.07 million as noted in Note 3.25

(Million Baht)

	Consolidated and the Bank's Financial Statements						
	December 31, 2004						
	Pass	Special Mention	Sub standard	Doubtful	Doubtful of Loss	Allowance in Excess of BOT's Guideline	Total
Opening balance	2,324.72	32.52	202.01	5,287.22	34,249.40	12,048.91	54,144.78
Reversal of additional allowance for doubtful accounts	(219.51)	10.17	1,370.64	654.79	7,221.95	(688.85)	8,349.19
Allowance for doubtful accounts transferred from TDR revaluation	-	-	-	-	2,984.21	-	2,984.21
Allowance for TDR revaluation	-	-	-	-	(10.48)	-	(10.48)
Bad debt recovered	-	-	-	-	18.42	-	18.42
Bad debts written off	-	-	-	-	(4,570.28)	-	(4,570.28)
Others	-	-	-	-	(41.40)	-	(41.40)
<b>Total</b>	<b>2,105.21</b>	<b>42.69</b>	<b>1,572.65</b>	<b>5,942.01</b>	<b>39,851.82</b>	<b>11,360.06</b>	<b>60,874.44</b>
Allowance for doubtful accounts transferred to TAMC (net)	-	-	-	-	(431.97)	-	(431.97)
Transfer of allowance for impairment from losses arising on debt transferred to TAMC	-	-	-	-	581.62	-	581.62
<b>Closing Balance</b>	<b>2,105.21</b>	<b>42.69</b>	<b>1,572.65</b>	<b>5,942.01</b>	<b>40,001.47</b>	<b>11,360.06</b>	<b>61,024.09</b>

In the first quarter of 2004, the Bank had set aside Baht 2,500.00 million as normal allowance in conjunction with the changes in provisioning's criteria as being amended by the BOT which required the Bank, accordingly, to provide more for December 2004. The Bank then set aside Baht 100.00 million on a monthly basis for normal allowance to ensure the adequacy should there be any severe financial loss in the future. Another normal allowance of Baht 4,500.00 million has been set in the 4<sup>th</sup> quarter. With such criteria, the Bank has provided a total of Baht 8,200.00 million as at December 31, 2004. With the inclusion of allowance of overseas branches, the Bank has to provide a total of Baht 8,349.19 million.



For the year 2005, the establishment of normal allowance, as mentioned in the preceding paragraph, has been changed to Baht 300.00 million a month, totaling Baht 3,600.00 million for the year ended December 31, 2005. Further, the Bank has set an additional allowance of Baht 2,800.00 million and with the inclusion of those of overseas branches, a total of Baht 6,463.39 million. The Bank would consider higher normal allowance in addition to the existing Baht 300.00 million when it deems appropriate from time to time.

### 3.6 Revaluation Allowance for Debt Restructuring

(Million Baht)

	Consolidated and the Bank's Financial Statements	
	December 31, 2005	December 31, 2004
Opening balance	2,335.07	5,308.80
Increase for the period	-	10.48
Transfer to allowance for doubtful accounts	(914.85)	(2,984.21)
Closing Balance	1,420.22	2,335.07

Allowance for doubtful accounts was transferred to revaluation allowance for troubled debt restructuring (TDR) for restructured debtors, and vice versa when the debtors failed to comply with the TDR new agreement.

The allowance for revaluation on TDR has not been amortized and recognized as income upon receipt of debt repayment but transferred to an allowance for doubtful accounts instead, as the restructured debts may again become non-performing due to economic instability.

### 3.7 Properties Foreclosed

(Million Baht)

Type of Properties	Consolidated and the Bank's Financial Statements			
	December 31, 2005			
	Opening Balance	Additions	Disposals	Closing Balance
Acquired from debt settlement				
Immovable assets	26,593.78	8,515.30	2,138.52	32,970.56
Movable assets	19.37	-	-	19.37
Total	26,613.15	8,515.30	2,138.52	32,989.93
Others (closed down branches)	498.85	28.44	527.29	-
Total	27,112.00	8,543.74	2,665.81	32,989.93
<u>Less</u> Allowance for impairment	(4,874.78)	-	(94.72)	(4,780.06)
	22,237.22	8,543.74	2,571.09	28,209.87
<u>Add</u> Properties foreclosed in transit	9,397.16	11,505.16	15,326.62	5,575.70
Properties foreclosed, net	31,634.38	20,048.90	17,897.71	33,785.57



(Million Baht)

Type of Properties	Consolidated and the Bank's Financial Statements			
	December 31, 2004			
	Opening Balance	Additions	Disposals	Closing Balance
Acquired from debt settlement				
Immovable assets	22,261.31	6,437.30	2,104.83	26,593.78
Movable assets	4.23	15.14	-	19.37
Total	22,265.54	6,452.44	2,104.83	26,613.15
Others (closed down branches)	543.89	13.48	58.52	498.85
Total	22,809.43	6,465.92	2,163.35	27,112.00
<u>Less</u> Allowance for impairment	(4,856.67)	(18.11)	-	(4,874.78)
	17,952.76	6,447.81	2,163.35	22,237.22
<u>Add</u> Properties foreclosed in transit	3,519.50	12,139.22	6,261.56	9,397.16
Properties foreclosed, net	21,472.26	18,587.03	8,424.91	31,634.38

The reversal or increase of losses on impairment has caused a decline of the allowance for properties foreclosed impairment amounting to Baht 94.72 million and an increase of Baht 18.11 million, respectively as on December 31, 2005 and 2004.

The Bank generated a profit on sale of properties foreclosed of Baht 175.22 million for the year ended December 31, 2005.

### 3.8 Properties, Premises and Equipment

Properties, premises and equipment as at December 31, 2005 and 2004 were as follows :

(Million Baht)

	Consolidated Financial Statements									
	December 31, 2005									
	Opening Balance	Cost			Opening Balance	Accumulated Depreciation			Allowance for Impairment	(Net) Properties, Premises and Equipment
		Additions	Disposals	Closing Balance		Depreciation	Disposals	Closing Balance		
Land										
Historical cost	5,668.94	360.54	198.54	5,830.94	-	-	-	-	215.23	5,615.71
Revaluation surplus	3,962.01	-	21.79	3,940.22	-	-	-	-	-	3,940.22
Premises										
Historical cost	9,573.53	1,048.57	116.21	10,505.89	3,568.47	401.37	32.05	3,937.79	-	6,568.10
Equipment	7,586.52	2,016.71	70.40	9,532.83	3,823.30	833.50	46.89	4,609.91	113.00	4,809.92
Others	303.11	-	266.36	36.75	-	-	-	-	-	36.75
Total	27,094.11	3,425.82	673.30	29,846.63	7,391.77	1,234.87	78.94	8,547.70	328.23	20,970.70



(Million Baht)

Consolidated Financial Statements											
December 31, 2004											
	Opening Balance	Cost			Opening Balance	Accumulated Depreciation			Closing Balance	Allowance for Impairment	(Net) Properties, Premises and Equipment
		Additions	Disposals	Closing Balance		Depreciation	Disposals	Closing Balance			
Land											
Historical cost	5,766.75	177.29	275.10	5,668.94	-	-	-	-	31.52	5,637.42	
Revaluation surplus	3,973.45	-	11.44	3,962.01	-	-	-	-	-	3,962.01	
Premises											
Historical cost	8,053.59	1,524.17	4.23	9,573.53	3,194.98	377.72	4.23	3,568.47	-	6,005.06	
Equipment	5,554.77	2,263.64	231.89	7,586.52	3,511.77	542.41	230.88	3,823.30	113.00	3,650.22	
Others	1,303.81	593.11	1,593.81	303.11	-	-	-	-	-	303.11	
Total	24,652.37	4,558.21	2,116.47	27,094.11	6,706.75	920.13	235.11	7,391.77	144.52	19,557.82	

(Million Baht)

The Bank's Financial Statements											
December 31, 2005											
	Opening Balance	Cost			Opening Balance	Accumulated Depreciation			Closing Balance	Allowance for Impairment	(Net) Properties, Premises and Equipment
		Additions	Disposals	Closing Balance		Depreciation	Disposals	Closing Balance			
Land											
Historical cost	5,600.30	291.34	129.34	5,762.30	-	-	-	-	215.23	5,547.07	
Revaluation surplus	3,962.01	-	21.79	3,940.22	-	-	-	-	-	3,940.22	
Premises											
Historical cost	9,204.87	1,048.57	71.72	10,181.72	3,518.56	379.26	32.05	3,865.77	-	6,315.95	
Equipment	3,923.09	1,004.04	70.40	4,856.73	3,137.54	278.37	46.89	3,369.02	113.00	1,374.71	
Others	303.11	-	266.36	36.75	-	-	-	-	-	36.75	
Total	22,993.38	2,343.95	559.61	24,777.72	6,656.10	657.63	78.94	7,234.79	328.23	17,214.70	

(Million Baht)

The Bank's Financial Statements												
December 31, 2004												
	Opening Balance	Cost			Closing Balance	Opening Balance	Accumulated Depreciation			Closing Balance	Allowance for Impairment	(Net) Properties, Premises and Equipment
		Additions	Disposals				Depreciation	Disposals				
Land												
Historical cost	5,706.13	100.07	205.90	5,600.30	-	-	-	-	-	31.52	5,568.78	
Revaluation surplus	3,973.45	-	11.44	3,962.01	-	-	-	-	-	-	3,962.01	
Premises												
Historical cost	7,706.96	1,502.14	4.23	9,204.87	3,174.78	348.01	4.23	3,518.56	-	-	5,686.31	
Equipment	3,604.30	550.68	231.89	3,923.09	3,183.69	184.73	230.88	3,137.54	113.00	-	672.55	
Others	1,303.81	593.11	1,593.81	303.11	-	-	-	-	-	-	303.11	
Total	22,294.65	2,746.00	2,047.27	22,993.38	6,358.47	532.74	235.11	6,656.10	144.52	-	16,192.76	

The allowances for impairment of land as at December 31, 2005 and 2004 were as follows:

(Million Baht)

	2005	2004
Beginning balance	31.52	1,203.98
Add Increased	183.71	31.52
Less Reversed to income	-	1,203.98
Ending balance	215.23	31.52

Losses on impairment related to unused equipment of Baht 113.00 million were recognized in 2004. With the inclusion of losses on land impairment of Baht 31.52 million, a total loss on land and equipment of Baht 144.52 million was shown in the Income Statement.



### 3.9 Other Assets

(Million Baht)

	Consolidated Financial Statements		The Bank's Financial Statements	
	December 31, 2005	December 31, 2004	December 31, 2005	December 31, 2004
Accrued interest receivable and dividend income	866.20	765.01	866.19	765.00
Prepaid expense	160.16	337.39	148.30	216.38
Advances & Prepayment	90.59	1,315.89	90.05	1,315.18
Inter-office accounts	-	-	-	-
Account receivable - Dhipyasin Co.,Ltd. (formerly: Sayam Bank Ltd.) (see Note 3.24.1)	695.00	874.00	695.00	874.00
Intangible assets	584.86	587.29	584.86	587.29
Sundry debtors and assets	5,215.59	4,685.98	4,206.20	3,998.71
<b>Total</b>	<b>7,612.40</b>	<b>8,565.56</b>	<b>6,590.60</b>	<b>7,756.56</b>

Included in "Accrued Interest Receivable and Dividend Income" as at December 31, 2005 and 2004 were Baht 255.74 million and Baht 126.19 million, respectively representing accrued interest receivable on government and state enterprise bonds. Most of the Advance & Prepayment, amounting to Baht 26.08 million, was those of Sukhumvit Asset Management Co.,Ltd.

Included in "Sundry Debtors and Assets" as at December 31, 2005 and 2004 were the differences between debts transferred to BBC Asset Management Co., Ltd. and their promissory note of Baht 139.57 million, which was included in the balance notified to the FIDF on August 15, 2002. (see Note 3.24.2)

### 3.10 Deposits

#### 3.10.1 Classified by Product

(Million Baht)

	Consolidated Financial Statements		The Bank's Financial Statements	
	December 31, 2005	December 31, 2004	December 31, 2005	December 31, 2004
Demand deposits	87,393.54	61,579.57	87,433.50	61,582.34
Savings deposits	489,305.38	450,728.71	489,506.94	450,875.93
Time deposits				
- Less than 6 months	212,159.06	209,221.72	212,159.48	209,396.35
- 6 months - less than 1 year	19,840.15	16,581.60	19,840.15	16,581.60
- 1 year and over	174,272.53	265,010.13	174,272.53	265,010.13
<b>Total</b>	<b>982,970.66</b>	<b>1,003,121.73</b>	<b>983,212.60</b>	<b>1,003,446.35</b>

### 3.10.2 Classified by Remaining Maturity

(Million Baht)

	Consolidated Financial Statements		The Bank's Financial Statements	
	December 31, 2005	December 31, 2004	December 31, 2005	December 31, 2004
Within 1 year	892,005.83	854,475.61	892,247.77	854,800.23
Over 1 year	90,964.83	148,646.12	90,964.83	148,646.12
Total	982,970.66	1,003,121.73	983,212.60	1,003,446.35

### 3.10.3 Classified by Currency and Residence of Depositors

(Million Baht)

	Consolidated Financial Statements					
	December 31, 2005			December 31, 2004		
	Domestic	Overseas	Total	Domestic	Overseas	Total
Thai Baht	969,480.23	28.06	969,508.29	988,610.59	10.95	988,621.54
US Dollar	11,633.41	676.77	12,310.18	13,410.57	664.62	14,075.19
Other currencies	1,048.41	103.78	1,152.19	153.13	271.87	425.00
Total	982,162.05	808.61	982,970.66	1,002,174.29	947.44	1,003,121.73

(Million Baht)

	The Bank's Financial Statements					
	December 31, 2005			December 31, 2004		
	Domestic	Overseas	Total	Domestic	Overseas	Total
Thai Baht	969,722.17	28.06	969,750.23	988,935.21	10.95	988,946.16
US Dollar	11,633.41	676.77	12,310.18	13,410.57	664.62	14,075.19
Other currencies	1,048.41	103.78	1,152.19	153.13	271.87	425.00
Total	982,403.99	808.61	983,212.60	1,002,498.91	947.44	1,003,446.35



### 3.11 Interbank and Money Market Items

(Million Baht)

	Consolidated Financial Statements					
	December 31, 2005			December 31, 2004		
	Demand	Time	Total	Demand	Time	Total
<b>3.11.1 Domestic items</b>						
Bank of Thailand and Financial Institutions Development Fund	5.47	20,559.20	20,564.67	3.63	7,781.92	7,785.55
Commercial banks	1,891.51	14,851.63	16,743.14	738.97	16,140.21	16,879.18
Other banks	353.77	-	353.77	425.63	-	425.63
Finance Co., Finance & Securities Co., Securities Co., and Credit Foncier Co.	1,097.93	5.60	1,103.53	1,400.73	15.73	1,416.46
Other financial institutions	7,239.67	366.74	7,606.41	7,977.08	274.74	8,251.82
<b>Total Domestic Items</b>	<b>10,588.35</b>	<b>35,783.17</b>	<b>46,371.52</b>	<b>10,546.04</b>	<b>24,212.60</b>	<b>34,758.64</b>
<b>3.11.2 Foreign items</b>						
US Dollar	1.95	5,926.56	5,928.51	41.57	7,365.02	7,406.59
Japanese Yen	-	-	-	-	-	-
Deutsche Mark	-	-	-	-	-	-
Other currencies	149.55	4.10	153.65	110.84	4.96	115.80
<b>Total Foreign Items</b>	<b>151.50</b>	<b>5,930.66</b>	<b>6,082.16</b>	<b>152.41</b>	<b>7,369.98</b>	<b>7,522.39</b>
<b>Total Domestic &amp; Foreign Items</b>	<b>10,739.85</b>	<b>41,713.83</b>	<b>52,453.68</b>	<b>10,698.45</b>	<b>31,582.58</b>	<b>42,281.03</b>

(Million Baht)

	The Bank's Financial Statements					
	December 31, 2005			December 31, 2004		
	Demand	Time	Total	Demand	Time	Total
<b>3.11.1 Domestic items</b>						
Bank of Thailand and Financial Institutions Development Fund	5.47	20,559.20	20,564.67	3.63	7,781.92	7,785.55
Commercial banks	1,891.51	14,851.63	16,743.14	738.97	16,140.21	16,879.18
Other banks	353.77	-	353.77	425.63	-	425.63
Finance Co., Finance & Securities Co., Securities Co., and Credit Foncier Co.	1,114.33	5.90	1,120.23	1,424.66	15.73	1,440.39
Other financial institutions	7,239.67	366.74	7,606.41	7,977.08	274.74	8,251.82
<b>Total Domestic Items</b>	<b>10,604.75</b>	<b>35,783.47</b>	<b>46,388.22</b>	<b>10,569.97</b>	<b>24,212.60</b>	<b>34,782.57</b>
<b>3.11.2 Foreign items</b>						
US Dollar	1.95	5,926.56	5,928.51	41.57	7,365.02	7,406.59
Japanese Yen	-	-	-	-	-	-
Deutsche Mark	-	-	-	-	-	-
Other currencies	149.55	4.10	153.65	110.84	4.96	115.80
<b>Total Foreign Items</b>	<b>151.50</b>	<b>5,930.66</b>	<b>6,082.16</b>	<b>152.41</b>	<b>7,369.98</b>	<b>7,522.39</b>
<b>Total Domestic &amp; Foreign Items</b>	<b>10,756.25</b>	<b>41,714.13</b>	<b>52,470.38</b>	<b>10,722.38</b>	<b>31,582.58</b>	<b>42,304.96</b>

Of the amount Baht 20,559.20 million disclosed in Bank of Thailand and Financial Institutions Development Fund as at December 31, 2005, was the Baht 18,652.71 million of low interest loans granted by the BOT as relief aids extended to poultry farm affected by avian flu, tsunami victims and SMEs.



### 3.12 Borrowings

Borrowings classified by types of securities and source of funds were as follows :

(Million Baht)

Type of Borrowings	Consolidated Financial Statements					
	December 31, 2005			December 31, 2004		
	Domestic	Overseas	Total	Domestic	Overseas	Total
Short - term Borrowings						
- From Ministry of Finance	1.17	-	1.17	1.17	-	1.17
- From Subsidiaries	50.00	-	50.00	-	-	-
Total Short-Term Borrowings	51.17	-	51.17	1.17	-	1.17
Long - term Borrowings						
- KTB Subordinated notes						
No. 1/2004	10,000.00	-	10,000.00	10,000.00	-	10,000.00
No. 1/2005	10,400.00	-	10,400.00	-	-	-
Total Long-Term Borrowings	20,400.00	-	20,400.00	10,000.00	-	10,000.00
Total Borrowings	20,451.17	-	20,451.17	10,001.17	-	10,001.17

(Million Baht)

Type of Borrowings	The Bank's Financial Statements					
	December 31, 2005			December 31, 2004		
	Domestic	Overseas	Total	Domestic	Overseas	Total
Short - term Borrowings						
- From Ministry of Finance	1.17	-	1.17	1.17	-	1.17
Total Short-Term Borrowings	1.17	-	1.17	1.17	-	1.17
Long - term Borrowings						
- KTB Subordinated notes						
No. 1/2004	10,000.00	-	10,000.00	10,000.00	-	10,000.00
No. 1/2005	10,400.00	-	10,400.00	-	-	-
Total Long-Term Borrowings	20,400.00	-	20,400.00	10,000.00	-	10,000.00
Total Borrowings	20,401.17	-	20,401.17	10,001.17	-	10,001.17



Short-term borrowings from the Ministry of Finance (MOF) was subsequently refinanced as an assistance to the affected parties in the event of Thailand Tantalum rioting in Phuket. This was due in 1998. The Bank had filed a bankruptcy proceedings against the guarantor as the debtor entered a default on payment. Such proceedings was resolved and is awaiting for the proceeds distribution process under Bankruptcy Act.

Long-term borrowings of Baht 20,400.00 million represented unsecured notes with names and non-convertible holding by trustees. The maturity was 10 years from the issue date, with a face value of Baht 1,000.00. The Bank is eligible to redeem before their maturity when due in 5 years or on any interest-paid date after 5 years from the issue date at the face value. The unsecured notes comprise the followings :

- Subordinated Notes No. 1/2004 of Baht 10,000.00 million issued on October 22, 2004, redeemable on October 22, 2014 at a fixed coupon of 5.15 percent p.a. during year 1-5 and 6.70 percent p.a. during year 6-10. The interest will be paid every 6 months on April 22 and October 22 of every year over the time to maturity. The first repayment was on April 22, 2005. Such Subordinated Notes were issued and offered for sale according to the resolution passed by the Shareholders' extraordinary meeting No.1/2002, on September 24, 2002, in the amount not exceeding Baht 10,000.00 million or in other currencies equivalent.

- Subordinated Notes No. 1/2005 of Baht 10,400.00 million, issued on May 18, 2005, redeemable on May 18, 2015 carried a fixed coupon of 4.60 percent p.a. during year 1-5 and 6.0 percent p.a. during year 6-10. The interest will be paid every 6 months on May 18 and November 18 every year over the time to maturity. The first repayment was on November 18, 2005. The Shareholders' ordinary meeting No. 12, on April 22, 2005 has passed a resolution for the Bank to issue and offer for sale Subordinated Notes in Thai Baht and/or other currencies equivalent to the amount not exceeding Baht 40,000.00 million with a 5 year maturity period. In 2005, the Bank's Board of Directors has approved the funding structure for the issuance of Baht 15,000.00 million Subordinated Notes in Thai Baht. A total of 10.40 million units were sold out totaling Baht 10,400.00 million.

### 3.13 Other Liabilities

Other liabilities comprise the followings :

(Million Baht)

	Consolidated Financial Statements		The Bank's Financial Statements	
	December 31, 2005	December 31, 2004	December 31, 2005	December 31, 2004
Accrued expenses account	1,346.04	1,276.10	1,122.15	1,218.99
Inter - office account	2,527.09	3,130.63	2,527.09	3,130.63
Suspense account creditors	2,007.36	2,508.39	1,828.14	2,245.15
Payable to Revenue Dept.	4,000.92	190.07	3,968.93	162.60
Deferred income account	1,405.95	1,500.79	1,405.95	1,500.79
Sundry liabilities	772.04	(5.38)	1,047.79	508.04
Total	12,059.40	8,600.60	11,900.05	8,766.20



### 3.14 Share Capital

#### 3.14.1 Warrants Exercised for Ordinary Shares

The Bank has registered 11,912,250 ordinary shares to back the warrants granted to employees who have worked 15 years or more, and who are eligible to join the Mutual Separation Plan.

As at December 31, 2002, the Bank issued 11,884,750 warrants to employees to buy ordinary shares at Baht 10.00 per warrant, exercisable between January 1, 2003 to December 31, 2004. The 4 exercised dates were June 30 and December 30 of 2003 and 2004. As at December 31, 2003 three employees exercised their rights for 13,000 shares amounting to Baht 130,000.00.

On January 22, 2004 the Bank has registered the change in paid-up capital with the Ministry of Commerce in association with the employees purchasing 13,000 ordinary shares with their warrants.

As at June 30, 2004 another 21 employees exercised their rights, for 236,000 shares amounting to Baht 2.36 million. Thus a total of 24 employees exercised their warrants for 249,000 shares amounting to Baht 2.49 million as at December 31, 2004.

#### 3.14.2 Preferred Share

5.5 million preferred shares have been fully paid-up. Preferred share, apart from entitling the same voting right and claim on dividend as ordinary share, has the preferential right to a special dividend of 3 percent per annum prior to the ordinary share when paid.

As at December 31, 2005 and 2004, the Bank's shareholder distributions were as follows:

	The Bank's Financial Statements					
	December 31, 2005			December 31, 2004		
	Ordinary Shares (No.of Shares)	Preferred Shares (No.of Shares)	Total (%)	Ordinary Shares (No.of Shares)	Preferred Shares (No.of Shares)	Total (%)
<b>Top ten shareholders</b>						
Financial Institutions Development Fund	6,306,635,967	-	56.38	6,306,635,967	-	56.38
Thailand Securities Depository Co.Ltd. for Thai Depositors	2,402,106,576	5,460,500	21.52	3,219,554,288	5,460,450	28.83
Thailand Securities Depository Co.,Ltd. for Depositor	2,225,711,214	-	19.90	1,387,553,030	-	12.41
The Government Savings Bank	88,145,858	-	0.79	88,145,858	-	0.79
Mrs. Charoonsri Pongkriangyos	3,500,086	-	0.03	3,500,086	-	0.03
Mr. Supot Subtaweechaikul	4,000,000	-	0.04	2,000,000	-	0.02
Mr. Nopporn Wityyanitipongs	-	-	-	1,200,000	-	0.01
Mr. Suthee Jesadachet	2,000,000	-	0.02	1,000,000	-	0.01
Mrs. Sajjit Wattanakarn	1,000,000	-	0.01	1,000,000	-	0.01
Mr. Kornwit Subhudipong	1,000,000	-	0.01	-	-	-
Mr. Wichit Praepanich	1,000,000	-	0.01	-	-	-
Mr. Therdsuk Weerawittyanukul	-	-	-	1,000,000	-	0.01
Total	11,035,099,701	5,460,500		11,011,589,229	5,460,450	
<b>Juristic entities</b>						
Thais (67 entities in 2005) (74 entities in 2004)	2,859,720	240	0.02	-	-	-
Foreigners (2 entities in 2005) (2 entities in 2004)	12	-	-	4,372,280	240	0.04
Total	2,859,732	240		4,372,292	240	
<b>Individuals</b>						
Thais (13,197 entities in 2005) (14,175 entities in 2004)	140,756,378	39,260	1.26	-	-	-
Foreigners (53 entities in 2005) (55 entities in 2004)	1,033,189	-	0.01	162,736,680	39,310	1.45
Total	141,789,567	39,260		1,050,799	-	0.01
Grand Total	11,179,749,000	5,500,000	100.00	11,179,749,000	5,500,000	100.00



### 3.14.3 Statutory Capital Fund

(Million Baht)

	Consolidated and the Bank's Financial Statements	
	December 31, 2005	December 31, 2004
Tier 1 Capital	75,363.22	65,871.37
Tier 2 Capital	33,644.33	22,268.73
Total Capital fund before less items	109,007.55	88,140.10
Less Revaluation deficit (net) on investments in available-for-sale equity securities	(1,684.90)	(908.35)
Total Capital Fund	107,322.65	87,231.75

The BOT's regulation requires that commercial banks registered in Thailand maintain a ratio of capital fund to assets and contingencies of not less than 8.5 percent under the condition that tier 1 capital must not be less than 4.25 percent of such assets and contingencies. As at December 31, 2005 and 2004 the Bank maintained a ratio of capital fund to assets and contingencies as prescribed by the BOT's regulation as follows:

	Rate (%)	
	December 31, 2005	December 31, 2004
Total Capital fund	12.10	10.92
Tier 1 Capital	8.50	8.24

### 3.15 Legal Reserve

(Million Baht)

	December 31, 2005	December 31, 2004
Net Income for the year	13,024.07	11,093.94
Reserve fund (5%)	651.20	554.70
Balance brought forward	1,146.36	591.66
Total	1,797.56	1,146.36

Under the Public Company Act, the Bank is required to allocate to the reserve fund at least 5 percent of its net income net accumulated losses carried forward, if any, until the reserve is not less than 10 percent of registered share capital.

#### Net Income Appropriation for the year 2004 and Dividend Paid

Net profit of Baht 11,093.94 million for the year 2004 was appropriated by the shareholders' ordinary meeting No.12 on April 22, 2005 as follows:

	(Million Baht)
Legal reserve	554.70
Dividend - Preferred shares (@ Baht 0.6245)	3.43
Dividend - Ordinary shares (@ Baht 0.47)	5,254.48
Net income carried forward	5,281.33

### 3.16 Contingencies

(Million Baht)

	Consolidated and the Bank's Financial Statements					
	December 31, 2005			December 31, 2004		
	Thai Baht	Foreign Currencies	Total	Thai Baht	Foreign Currencies	Total
Aval and guarantees						
Aval for bills	1,510.63	-	1,510.63	6,527.70	-	6,527.70
Guarantees for loans	1,859.76	4,858.93	6,718.69	1,810.22	3,541.04	5,351.26
	3,370.39	4,858.93	8,229.32	8,337.92	3,541.04	11,878.96
Liability under unmatured import bills	-	187.20	187.20	-	367.47	367.47
Letters of credit	1,260.99	20,696.06	21,957.05	3,749.14	19,439.98	23,189.12
Other contingencies						
Firm underwriting debt instruments or Securities	4.58	-	4.58	20.56	-	20.56
Other guarantees	39,880.74	6,344.90	46,225.64	35,305.18	4,745.28	40,050.46
FX forward/swap contracts						
- Bought	-	16,114.35	16,114.35	-	20,106.00	20,106.00
- Sold	-	63,443.88	63,443.88	-	59,063.65	59,063.65
Interest rate swap contracts	1,761.80	328.57	2,090.37	2,021.40	898.52	2,919.92
Undrawn overdraft	86,702.65	19.12	86,721.77	86,495.48	144.37	86,639.85
Others	-	40.17	40.17	-	256.16	256.16
Total	128,349.77	86,290.99	214,640.76	123,842.62	85,213.98	209,056.60
Grand Total	132,981.15	112,033.18	245,014.33	135,929.68	108,562.47	244,492.15

The Bank's other material contingent liabilities as at December 31, 2005 and 2004 were civil proceedings brought against the Bank of Baht 15,597.33 million and Baht 18,594.07 million, respectively.

The Bank has set up provisions by taking an option neither to make the adjustment to beginning balance of retained earnings of previous year nor to make the retroactive adjustment to the comparative financial statements. Provisions as such stood at Baht 34.66 million as at December 31, 2005.



### 3.17 Assets Pledged as Collateral

(Million Baht)

	Consolidated and the Bank's Financial Statements	
	December 31, 2005	December 31, 2004
Government and state enterprise bonds pledged as collateral		
- at court	49.10	2.56
- to BOT as condition for branch opening	2,628.11	-
Total	2,677.21	2.56

### 3.18 Related-Party Transactions

3.18.1 Loans to the Bank's executives (Senior Vice President and above), as at December 31, 2005 and 2004 were Baht 227.69 million and Baht 199.87 million, respectively. The average outstanding balance of loans at month-end was Baht 203.10 million and Baht 176.48 million, respectively.

The loans outstanding as at December 31, 2005 and 2004 to family members of the Bank's executives as mentioned in the preceding paragraph were Baht 36.36 million and 44.15 million, respectively

3.18.2 The Bank's loans and contingencies to businesses in which the Bank, its directors, or those mentioned in the preceding paragraph mutually hold at least 10 percent of the shares, were as follows:

(Million Baht)

	Pricing Policy for Loans and Contingencies	The Bank's Financial Statements			
		December 31, 2005		December 31, 2004	
		Loans	Contingencies	Loans	Contingencies
Vejthani Pcl.	Normal Bank Policy	1,548.39	5.15	1,547.30	8.50
Thai Baroda Industries Ltd.	Normal Bank Policy	499.80	95.66	506.15	83.62
Cermas Co., Ltd	Normal Bank Policy	-	1.82	-	1.73
Thai Nam Plastic Pcl.	Normal Bank Policy	89.99	-	88.82	1.62
Bangkok Metro Pcl.	Normal Bank Policy	-	-	4,657.87	43.18
Dhipaya Insurance Pcl.	Normal Bank Policy	-	4.30	-	29.55
Cotco Metalworks Ltd.	Normal Bank Policy	390.52	12.66	510.14	53.56
Kiatpapha Co., Ltd.	Normal Bank Policy	220.80	0.33	220.73	6.30
Manager Media Group Pcl.	Normal Bank Policy	-	0.29	-	-
Thai Smart Card Co., Ltd.	Normal Bank Policy	19.89	29.44	-	-

### 3.18.3 Transactions with Subsidiaries, Associated and Related Companies

(Million Baht)

	The Bank's Financial Statements				
	Pricing Policy for Loans and Contingencies	December 31, 2005		December 31, 2004	
		Loans	Contingencies	Loans	Contingencies
<b>Loans to and Contingencies associated with subsidiaries and associated companies</b>					
<i>Subsidiaries</i>					
Krung Thai General Business Services Co.,Ltd.	Normal Bank Policy	10.00	50.05	-	0.05
Krung Thai Property Development Co.,Ltd.	Normal Bank Policy	-	-	-	14.84
Krung Thai Computer Services Co.,Ltd.	Normal Bank Policy	2,758.58	0.44	2,596.35	0.44
<i>Associated Companies</i>					
Krungthai Panich Insurance Co.,Ltd.	Normal Bank Policy	-	0.03	-	0.03
Krung Thai Auto Lease Co.,Ltd.	Normal Bank Policy	-	-	2,862.93	0.39
Krungthai Charoensri Co.,Ltd.	Normal Bank Policy	77.51	-	78.51	-
Krung Thai IBJ Leasing Co.,Ltd.	Normal Bank Policy	700.00	2.03	152.40	1.30
Krungthai Card Pcl.	Normal Bank Policy	200.00	-	-	-
Lanna Agri Business Co.,Ltd.	Normal Bank Policy	72.51	-	53.46	31.77
Kamol Kij Co., Ltd.	Normal Bank Policy	27.12	-	474.94	20.95
Alphatec Electronics Pcl.	Normal Bank Policy	-	-	5.28	-
Kirikhan Farm Co.,Ltd.	Normal Bank Policy	9.86	0.10	2.05	2.23
Amorn-Chai Co.,Ltd.	Normal Bank Policy	30.15	-	172.51	-
<b>Loans to related companies (Common-Director)</b>					
Thai Airways International Pcl.	Normal Bank Policy	-	-	-	0.01
Electricity Generating Pcl.	Normal Bank Policy	-	0.83	-	0.83
The Fiscal Policy Office	Normal Bank Policy	7.39	-	-	-



### 3.18.4 Intercompany Trading Transactions

#### Subsidiaries

1. As at December 31, 2003, the assets related to IT system were transferred at their net carrying value to Krung Thai Computer Services Co., Ltd (KCS), a subsidiary, amounting to Baht 506.01 million (cost value of Baht 3,127.57 million and accumulated amortization of Baht 2,621.56 million). Additional assets of Baht 281.56 million were transferred on March 15, 2004, thus, the total assets transferred amounting to Baht 787.57 million. As at December 31, 2004 total value of assets transferred declined to Baht 661.56 million due to asset revaluation, a net decrease of Baht 126.01 million. In one part was the return of office equipment used at the Bank amounting to Baht 30.24 million and the other part was Baht 95.77 million in which an allowance for asset impairment has been set aside accordingly.

KCS has been assigned to provide information technology (IT) services to the Bank, in terms of developing projects and various solutions in line with the Bank's business plan. Services include system control, maintenance and development, preliminary consulting and training. The Bank incurred service charges on a transaction basis in 2004 and a cost plus method monthly paid in 2005. The Bank incurred Baht 2,069.00 million and Baht 1,239.99 million for the years ended December 31, 2005 and 2004, respectively.

KCS, on behalf of the Bank, has developed and implemented the GFMS project Phase 2 since 2003. Advance payment according to the agreed-upon contract was Baht 1,372.92 million and Baht 496.18 million as at December 31, 2005 and 2004, respectively. The Bank and the Office of GFMS attached to the Secretariat of the Prime Minister signed the Memorandum of Agreement upon the submission of deliverables and disbursement associated with the investment of the GFMS project was done on September 22, 2005 whereby the delivery process is undergoing verification. Further, the Bank has signed the hiring contract for the implementation and maintenance with the Office of GFMS on that same day. Consideration as agreed upon has not been settled.

2. The Bank incurred service charges with its subsidiaries (including service charges in # 1) for the years ended December 31, 2005 and 2004 amounting to Baht 3,464.42 million and Baht 2,615.22 million, respectively at the agreed-upon rate.

#### 3. Other information

The Board of Executive Directors' meeting No. 50/B.E. 2547 (579) on December 28, 2004 passed a resolution of consent to wind up the business of Krung Thai Property Development Co.,Ltd. Currently the proposal is being submitted to the Board of Directors for consideration.

Intercompany trading transactions were based on the rate agreed-upon and the amount specified in the contract, whereas, cost plus is used for certain transactions.

The consolidated financial statements included the accounts of subsidiaries after eliminating inter-office transactions and balances.



### Associated Companies

1. For the years ended December 31, 2005 and 2004, the Bank generated premises rental income from associated companies amounting to Baht 0.90 million and Baht 0.90 million, respectively at the agreed-upon rate.

2. For the years ended December 31, 2005 and 2004, the Bank generated fee income of Baht 53.42 million and Baht 54.67 million, respectively under the supportive service contract (the fee income for the 2<sup>nd</sup> half of 2005 could change due to reconsideration of a new agreed-upon rate).

### 3.19 Overseas Branches

The Bank has 7 foreign branches - in Los Angeles, Phnom Penh, Kunming, Vientiane, Singapore, Mumbai and a sub-branch in Siem Reap Province. Certified accountants have been appointed to audit their financial statements on annual basis.

The assets and liabilities of the overseas branches included in the consolidated financial statements (after elimination of inter-branch items) for the years ended December 31, 2005 and 2004, were as follows:

(Million Baht)

	The Bank's Financial Statements	
	December 31, 2005	December 31, 2004
Assets	17,390.00	18,598.22
Ratio to total assets	1.50	1.62
Liabilities	10,272.27	13,081.48
Ratio to total liabilities	0.95	1.22

Included in the net profit of Baht 331.17 million and Baht 293.03 million as at December 31, 2005 and 2004 were gains (losses) from translation of the overseas branches' financial statements totaling Baht 19.65 million and Baht (4.99) million, respectively.

Before the elimination of inter-branch items totaling Baht 7,017.96 million and Baht 5,369.26 million, the overseas branches assets as at December 31, 2005 and 2004 totalled Baht 17,390.00 million and Baht 18,598.22 million, or 1.50 percent and 1.62 percent, respectively. Overseas branches liabilities amounted to Baht 17,290.23 million and Baht 18,450.74 million, or 1.60 percent and 1.72 percent of total liabilities, respectively. Net profit for the periods ended December 31, 2005 and 2004 were Baht 267.76 million and Baht 288.30 million, respectively.



### 3.20 Significant Financial Position and Operations Classified by Domestic and International Business Segment

#### 3.20.1 Financial Position Classified by Business Segment

(Million Baht)

	Consolidated Financial Statements					
	December 31, 2005			December 31, 2004		
	Domestic Business Segment	International Business Segment	Total	Domestic Business Segment	International Business Segment	Total
Total assets	1,149,648.97	17,390.00	1,167,038.97	1,135,674.44	18,598.22	1,154,272.66
Interbank and money market items	66,626.52	2,574.75	69,201.27	46,408.75	3,812.09	50,220.84
Loans	878,022.35	13,974.47	891,996.82	921,962.01	13,241.50	935,203.51
Investments	99,835.84	862.77	100,698.61	68,084.30	1,610.72	69,695.02
Deposits	981,734.51	1,236.15	982,970.66	1,001,874.85	1,246.88	1,003,121.73
Interbank and money market items	43,645.49	8,808.19	52,453.68	30,875.84	11,405.19	42,281.03
Borrowings	20,451.17	-	20,451.17	10,001.17	-	10,001.17
Contingencies	242,772.93	2,241.40	245,014.33	242,435.00	2,057.15	244,492.15

(Million Baht)

	The Bank's Financial Statements					
	December 31, 2005			December 31, 2004		
	Domestic Business Segment	International Business Segment	Total	Domestic Business Segment	International Business Segment	Total
Total assets	1,149,697.59	17,390.00	1,167,087.59	1,136,187.88	18,598.22	1,154,786.10
Interbank and money market items	66,429.40	2,574.75	69,004.15	46,397.34	3,812.09	50,209.43
Loans	880,756.72	13,974.47	894,731.19	924,562.33	13,241.50	937,803.83
Investments	102,125.62	862.77	102,988.39	70,183.35	1,610.72	71,794.07
Deposits	981,976.45	1,236.15	983,212.60	1,002,199.47	1,246.88	1,003,446.35
Interbank and money market items	43,662.19	8,808.19	52,470.38	30,899.77	11,405.19	42,304.96
Borrowings	20,401.17	-	20,401.17	10,001.17	-	10,001.17
Contingencies	242,772.93	2,241.40	245,014.33	242,435.00	2,057.15	244,492.15

Total assets shown in the Bank's Financial Statements as at December 31, 2005 and 2004 of Baht 1,167,087.59 million and Baht 1,154,786.10 million, respectively, were stated before the elimination of inter-office items of Baht 7,017.96 million and Baht 5,369.26 million, respectively.

### 3.20.2 Operations Classified by Business Segment

(Million Baht)

	Consolidated Financial Statements					
	December 31, 2005			December 31, 2004		
	Domestic Business Segment	International Business Segment	Total	Domestic Business Segment	International Business Segment	Total
Interest and dividend income	49,524.25	1,122.81	50,647.06	45,457.29	763.42	46,220.71
Interest expenses	(11,328.30)	(702.66)	(12,030.96)	(13,255.80)	(397.04)	(13,652.84)
Net interest income	38,195.95	420.15	38,616.10	32,201.49	366.38	32,567.87
Non-interest income	7,562.91	142.09	7,705.00	9,018.68	290.87	9,309.55
Non-interest expense	(28,809.84)	(208.43)	(29,018.27)	(30,387.60)	(368.95)	(30,756.55)
Income before income tax and minority interests	16,949.02	353.81	17,302.83	10,832.57	288.30	11,120.87

(Million Baht)

	The Bank's Financial Statements					
	December 31, 2005			December 31, 2004		
	Domestic Business Segment	International Business Segment	Total	Domestic Business Segment	International Business Segment	Total
Interest and dividend income	49,629.59	1,122.81	50,752.40	45,551.82	763.42	46,315.24
Interest expenses	(11,317.52)	(702.66)	(12,020.18)	(13,259.07)	(397.04)	(13,656.11)
Net interest income	38,312.07	420.15	38,732.22	32,292.75	366.38	32,659.13
Non-interest income	7,180.24	142.09	7,322.33	8,726.29	290.87	9,017.16
Non-interest expense	(28,575.65)	(208.43)	(28,784.08)	(30,213.39)	(368.95)	(30,582.34)
Income before income tax	16,916.66	353.81	17,270.47	10,805.65	288.30	11,093.95

Total interest and dividend income, in the Bank's financial statements as at December 31, 2005 and 2004 of Baht 50,752.40 million and Baht 46,315.24 million respectively and total interest expenses of Baht 12,020.18 million and Baht 13,656.11 million, respectively, were stated before the adjustment of inter-office items of Baht 586.34 million and Baht 291.54 million, respectively.

Total interest and dividend income as at December 31, 2005 and 2004 included fee income and other income generated from loan extension amounting to Baht 867.38 and Baht 924.27 million, respectively.



### 3.21 Net Foreign Exchange Position

The Bank's net foreign exchange position (USD equivalent) as at December 31, 2005 and 2004 was as follows:

(Million USD)

	Consolidated and the Bank's Financial Statements					
	December 31, 2005			December 31, 2004		
	Domestic Business Segment	International Business Segment	Total	Domestic Business Segment	International Business Segment	Total
Spot	1,130.86	2.43	1,133.29	992.90	3.78	996.68
Forward						
Forward contract	1.91	-	1.91	(38.36)	-	(38.36)
Swap contract	(547.37)	-	(547.37)	(560.23)	-	(560.23)
CCS contract	(607.54)	-	(607.54)	(359.12)	-	(359.12)
	(22.14)	2.43	(19.71)	35.19	3.78	38.97

### 3.22 Disclosure of Financial Instruments

The Accounting Standard No. 48 "Financial Instruments: Disclosure and Presentation" is used as a reference for disclosing information on the Bank's financial instruments. Such information would help users of the financial statements to assess the exposure of risks associated with the financial instruments.

**Financial Instruments** is any contract that gives rise to both a financial asset of one enterprise and a financial liability or equity instrument of another enterprise.

**A financial asset** is any asset that is:

- Cash
- A contractual right to receive cash or another financial asset from another enterprise
- A contractual right to exchange financial instruments with another enterprise under conditions that are potentially favorable
- An equity instrument of another enterprise

**A financial liability** is any liability that is a contractual obligation:

- to deliver cash or another financial asset to another enterprise
- to exchange financial instruments with another enterprise under conditions that are potentially unfavorable

**An equity instrument** is any contract that evidences a residual interest in the assets of an enterprise after deducting all of its liabilities. Financial instruments include:

- primary instruments such as receivables, payables and equity securities
- derivatives such as option contract, futures contract, forward contract, interest rate swap contract, currency swap contract and Credit Linked Notes. Derivatives, recognized or unrecognized, meet the definition of a financial instrument.

### 3.22.1 Interest Rate Risk

Interest rate risk in the balance sheets arises from the change in interest rates of assets and liabilities whereby there is a mismatch of repricing dates of assets and liabilities and could produce an adverse effect on the net interest earnings of the Bank.

Most of the Bank's financial assets earn interest at floating rates such as MOR, MRR and MLR, except for investments in bonds which carry a fixed interest rate and maturity. As for the Bank's financial liabilities, mostly include savings deposits in the domestic money market which pay interest at floating rates and 3-mth, 6-mth and 12-mth time deposits which pay at short-term fixed interest rates.

Primary information relating to fixed and floating interest rates applicable to loans as at December 31, 2005 and 2004 was as follows:

(Million Baht)

	Consolidated Financial Statements		The Bank's Financial Statements	
	December 31, 2005	December 31, 2004	December 31, 2005	December 31, 2004
Fixed interest rate	267,932.32	205,535.26	267,932.32	205,535.26
Floating interest rate	675,809.18	761,457.03	678,543.54	764,057.46
Total loans (financial institutions included)	943,741.50	966,992.29	946,475.86	969,592.72

### 3.22.2 Credit Risk

Credit risk is the risk that a counterparty will default on its contractual obligations as stated in the financial instrument resulting in a financial loss to the Bank or its subsidiaries.

The carrying amount of the assets recognized in the balance sheet, net of any applicable allowance for doubtful debts, represents the Bank's exposure to credit risk and there is no material concentration of credit risk. (see Note 3.5).

Credit risk may also arise from a counterparty defaulting contractual obligations in the financial instrument including aval to bills, guarantees of loans, liability under unmatured import bills, letters of credit and other contingencies. The credit exposure on these instruments is represented by the notional amount recorded off-balance sheet.

The Bank has set up important measures to manage credit risk as follows:

1. Formulate credit policy to use as a guideline for the Bank's credit extension, revision and improvement of credit policy to ensure flexibility in practice and meet international standards.



2. Conduct business research that includes economic, financial and industry research, industry risk rating, business profile, potential companies report, as well as surveying the KTB Business Index (KTBI). The information is used by the management as supplementary data to initiate strategic planning and decision making associated with credit extension.

3. Establish standard operation procedures (SOPs) used in credit approval and troubled debt restructuring.

4. Develop tools for analysing customer risk. Customers are separated into 2 groups as follows:

4.1 Retail customer groups use credit scoring.

4.2 For medium and corporate customer groups use credit risk rating which involves the use of probability of default.

5. Establish and review the Bank's Delegated Lending Authorities (DLA) and Delegated Structuring Authorities (DRA) to assure the same standard and flexible practices regarding credit approval and debt restructuring. Credit regulations stipulated by the Bank for credit approval principally requires that both DLA and DRA be in the form of committee.

6. Closely monitor approved lending activities to ensure that the client complies with the Bank's terms and conditions through NPLs reduction expedition project. Watch list debtors will be corrected and controlled in continuation to prevent their loans from becoming NPLs. Further, for NPLs debtors, debt restructuring coupled with legal proceedings will be put in place. NPLs reduction expedition project will help debt management in solving NPLs problem. Regular progress reportings will expedite debt repayment with minimum loss.

7. In assessing the adequacy of provisioning as prescribed by the BOT, the Bank is required to conduct credit examination regarding the accuracy and completeness of loan classification and debt-restructuring data base. In addition, collateral data are also taken into account in terms of type and value of collateral. Such related data potentially have significant impact on the Bank's provisioning.

8. Any asset classified as doubtful of loss with no underlying collateral and fully provisioned, will be totally written off. Written-off process has been developed which includes the form used and procedures. Operating procedure has been completely accommodated for, ranging from written-off approval and accounting recording. In this respect, written-off items will still have to be continually reclaimed or taken to court as stated in the Bank's regulations.

9. Establish credit review process to ensure compliance with standard operation procedures of credit approval and debt restructuring. In addition, assessments of loan quality and other related assets will be done which will be useful for debtors' classification as prescribed by the BOT.

10. Communicate to all employees about risk and the importance of risk control. Further, educate them about risk management, covering credit risk, market risk and operational risk so as to have a better understanding about the New Capital Accord or Basel II.

11. Establish the taskforce to prepare for risk management under the Basel II project.
12. Perform control self-assessment as stipulated by the BOT and report to the Bank's Board of Directors.
13. Enhance information technology system to ensure completeness and adequacy of information for risk management and decision making, as well as to reduce work redundancy and error arising from employees' performance.

### 3.22.3 Interest Earning Financial Assets and Interest-bearing Financial Liabilities

The table below represents the Bank's average outstanding balance, interest income/expense and average interest rates on interest earning-financial assets and interest-bearing financial liabilities, for the years ended December 31, 2005 and 2004.

(Million Baht)

	Consolidated Financial Statements					
	December 31, 2005			December 31, 2004		
	Average Outstanding Balance	Interest Income/Expense	Average Rate(%)	Average Outstanding Balance	Interest Income/Expense	Average Rate(%)
<b>Interest Earning Financial Assets</b>						
Interbank and money market items and securities purchased under resale agreement	101,308.89	3,002.75	2.96	64,366.04	860.81	1.34
Investments in securities	94,681.02	4,156.30	4.39	73,018.69	2,272.74	3.11
Loans	906,111.83	42,901.67	4.73	975,324.43	42,779.28	4.39
<b>Total</b>	<b>1,102,101.74</b>	<b>50,060.72</b>	<b>4.54</b>	<b>1,112,709.16</b>	<b>45,912.83</b>	<b>4.13</b>
<b>Interest-bearing Financial Liabilities</b>						
Deposits	984,386.71	9,691.48	0.98	1,015,870.83	12,525.46	1.23
Interbank and money market items	51,995.45	930.82	1.79	38,459.46	677.66	1.76
Long-term borrowings	17,820.04	821.78	4.61	2,500.88	108.38	4.33
<b>Total</b>	<b>1,054,202.20</b>	<b>11,444.08</b>	<b>1.09</b>	<b>1,056,831.17</b>	<b>13,311.50</b>	<b>1.26</b>



(Million Baht)

	The Bank's Financial Statements					
	December 31, 2005			December 31, 2004		
	Average Outstanding Balance	Interest Income/Expense	Average Rate(%)	Average Outstanding Balance	Interest Income/Expense	Average Rate(%)
<b>Interest Earning Financial Assets</b>						
Interbank and money market items and securities purchased under resale agreement	101,246.26	2,995.40	2.96	64,363.27	860.33	1.34
Investments in securities	96,885.25	4,156.30	4.29	73,543.46	2,272.74	3.09
Loans	908,937.02	43,014.36	4.73	975,974.51	42,874.29	4.39
<b>Total</b>	<b>1,107,068.53</b>	<b>50,166.06</b>	<b>4.53</b>	<b>1,113,881.24</b>	<b>46,007.36</b>	<b>4.13</b>
<b>Interest-bearing Financial Liabilities</b>						
Deposits	984,891.39	9,694.54	0.98	1,015,951.98	12,525.46	1.23
Interbank and money market items	52,020.94	930.97	1.79	38,465.44	680.93	1.77
Long-term borrowings	17,800.00	808.33	4.54	2,500.88	108.38	4.33
<b>Total</b>	<b>1,054,712.33</b>	<b>11,433.84</b>	<b>1.08</b>	<b>1,056,918.30</b>	<b>13,314.77</b>	<b>1.26</b>

### 3.22.4 Maturity Profile of Assets and Liabilities

The table below represents the Bank's maturity profile of on-balance sheet financial assets and financial liabilities as at December 31, 2005 and 2004.

(Million Baht)

	December 31, 2005					
	Less than 1 month	1-3 months	Over 3 months up to 1 year	Over 1 year	No Maturity	Total
<b>Financial Assets</b>						
Interbank and money market items	12,720.37	5,840.96	32,968.04	17,351.57	123.21	69,004.15
Securities purchased under resale agreement	48,210.00	-	-	-	-	48,210.00
Investments in securities	-	-	29,191.75	67,345.45	6,451.19	102,988.39
Loans	145,372.71	52,065.68	148,162.72	549,130.08	-	894,731.19
<b>Total</b>	<b>206,303.08</b>	<b>57,906.64</b>	<b>210,322.51</b>	<b>633,827.10</b>	<b>6,574.40</b>	<b>1,114,933.73</b>



(Million Baht)

	December 31, 2005					
	Less than 1 month	1-3 months	Over 3 months up to 1 year	Over 1 year	No Maturity	Total
<b>Financial Liabilities</b>						
Deposits	583,012.59	209,157.48	100,077.70	90,964.83	-	983,212.60
Interbank and money market items	13,541.66	435.98	19,984.59	18,508.15	-	52,470.38
Borrowings	1.17	-	-	20,400.00	-	20,401.17
Total	596,555.42	209,593.46	120,062.29	129,872.98	-	1,056,084.15

(Million Baht)

	December 31, 2004					
	Less than 1 month	1-3 months	Over 3 months up to 1 year	Over 1 year	No Maturity	Total
<b>Financial Assets</b>						
Interbank and money market items	9,958.71	2,161.56	27,239.75	10,732.21	117.20	50,209.43
Securities purchased under resale agreement	56,200.00	-	-	-	-	56,200.00
Investments in securities	-	-	6,212.61	59,451.37	6,130.09	71,794.07
Loans	156,262.67	36,146.76	218,432.51	526,961.89	-	937,803.83
Total	222,421.38	38,308.32	251,884.87	597,145.47	6,247.29	1,116,007.33
<b>Financial Liabilities</b>						
Deposits	512,475.61	202,944.31	139,380.31	148,646.12	-	1,003,446.35
Interbank and money market items	10,705.04	282.49	11,289.38	20,028.05	-	42,304.96
Borrowings	-	-	1.17	10,000.00	-	10,001.17
Total	523,180.65	203,226.80	150,670.86	178,674.17	-	1,055,752.48



### 3.22.5 Derivatives

A derivative is a financial contract whose value is derived from the value of the underlying reference rate, index, or other instrument.

#### Asset and Liability Management

The Bank uses derivatives to hedge its market risk arising from its assets and liabilities, which are predominantly related to interest rate and foreign exchange risks. The derivatives are also used to hedge risks arising from customer positions. The Bank has pursued a policy to maintain foreign exchange positions as stipulated by the Bank of Thailand (Note 2.8) and to monitor exposures in view of interest rate risk within prescribed extent.

#### Fair Value of Derivatives

Fair value represents the amount the Bank expects to pay or receive in exchange or settle a derivative contract. The net fair value may be determined by several generally accepted methods based on the economic characteristics of the derivative and the financial market in which it operates. When a financial instrument with standard terms and conditions is traded in an active and liquid market, its quoted market price provides the best evidence of fair value. A fair value may be obtained from quoted market prices such as interest and foreign exchange rates which are subsequently incorporated into generally accepted discounted cash flow models.

Derivative financial instruments as at December 31, 2005 and 2004 were as follows :

(Million Baht)

	December 31, 2005				Fair Value Assets (Liabilities)
	Notional Amount			Total	
	Up to 1 year	Over 1 year			
Foreign exchange forward contract	18,085.89	-	18,085.89	79.28	
Foreign exchange swap contract	36,752.34	-	36,752.34	110.60	
Cross currency swap and interest rate swap	-	24,720.00	24,720.00	(347.87)	
Interest rate swap	1,504.41	585.96	2,090.37	5.86	
<b>Total</b>	<b>56,342.64</b>	<b>25,305.96</b>	<b>81,648.60</b>	<b>(152.13)</b>	

(Million Baht)

	December 31, 2004				Fair Value Assets (Liabilities)
	Notional Amount			Total	
	Up to 1 year	Over 1 year			
Foreign exchange forward contract	17,594.56	-	17,594.56	271.36	
Foreign exchange swap contract	46,574.51	0.58	46,575.09	294.96	
Cross currency swap and interest rate swap	-	15,000.00	15,000.00	1,009.34	
Interest rate swap	898.52	2,021.40	2,919.92	-	
<b>Total</b>	<b>65,067.59</b>	<b>17,021.98</b>	<b>82,089.57</b>	<b>1,575.66</b>	

### 3.22.6 Fair Value

Fair value is the value for which the Bank's and its subsidiaries' financial assets and liabilities could be exchanged or settled. Quoted market prices, or present value estimates derived from generally accepted financial models, are used to determine fair value.

The table below summarises the outstanding balance of on-balance sheet items and the estimated fair value of financial assets and liabilities as at December 31, 2005 and 2004.

(Million Baht)

	Consolidated Financial Statements			
	December 31, 2005		December 31, 2004	
	Outstanding Balance	Fair Value	Outstanding Balance	Fair Value
<b>Financial Assets</b>				
Cash	18,954.26	18,954.26	23,722.82	23,722.82
Interbank and money market items	69,201.27	69,201.27	50,220.84	50,220.84
Securities purchased under resale agreements	48,210.00	48,210.00	56,200.00	56,200.00
Investments in securities, net	100,698.61	100,383.83	69,695.02	69,766.13
Loans and accrued interest receivable, net	855,882.96	855,882.96	880,377.84	880,377.84
Customers' liabilities under acceptances	4,668.40	4,668.40	3,367.42	3,367.42
Other debtor-SAM	36.84	36.84	5,561.68	5,561.68
Other assets	6,246.85	6,246.85	4,224.11	4,224.11
<b>Financial Liabilities</b>				
Deposits	982,970.66	982,970.66	1,003,121.73	1,003,121.73
Interbank and money market items	52,453.68	52,453.68	42,281.03	42,281.03
Liabilities payable on demand	2,225.07	2,225.07	2,905.19	2,905.19
Borrowings	20,451.17	20,451.17	10,001.17	10,001.17
Customers' liabilities under acceptances	4,668.40	4,668.40	3,367.42	3,367.42
Accrued Interest Payable	2,541.52	2,541.52	2,733.32	2,733.32
Other creditor, net -TAMC	19.98	19.98	35.81	35.81
Other liabilities	3,394.54	3,394.54	6,560.31	6,560.31



(Million Baht)

	The Bank's Financial Statements			
	December 31, 2005		December 31, 2004	
	Outstanding Balance	Fair Value	Outstanding Balance	Fair Value
<b>Financial Assets</b>				
Cash	18,953.65	18,953.65	23,722.37	23,722.37
Interbank and money market items	69,004.15	69,004.15	50,209.43	50,209.43
Securities purchased under resale agreements	48,210.00	48,210.00	56,200.00	56,200.00
Investments in securities, net	102,988.39	102,673.61	71,794.07	71,865.18
Loans and accrued interest receivable, net	858,617.33	858,617.33	882,978.16	882,978.16
Customers' liabilities under acceptances	4,668.40	4,668.40	3,367.42	3,367.42
Other debtor-SAM	36.84	36.84	5,561.68	5,561.68
Other assets	5,225.05	5,225.05	3,415.11	3,415.11
<b>Financial Liabilities</b>				
Deposits	983,212.60	983,212.60	1,003,446.35	1,003,446.35
Interbank and money market items	52,470.38	52,470.38	42,304.96	42,304.96
Liabilities payable on demand	2,225.07	2,225.07	2,905.19	2,905.19
Borrowings	20,401.17	20,401.17	10,001.17	10,001.17
Customers' liabilities under acceptances	4,668.40	4,668.40	3,367.42	3,367.42
Accrued Interest Payable	2,541.52	2,541.52	2,733.32	2,733.32
Other creditor, net -TAMC	19.98	19.98	35.81	35.81
Other liabilities	3,235.19	3,235.19	6,725.91	6,725.91

The assumptions used in estimating the fair value of financial assets and liabilities are disclosed as follows:

The carrying amount of cash, interbank and money market items (assets and liabilities), securities purchased under resale agreements, deposits, liabilities payable on demand, customers' liabilities under acceptances and off-balance sheet contingencies, approximate their fair value.

The market prices applicable to trading, available-for-sale and held to maturity debt securities determine their fair values. For debt securities without quoted market price, the most recent yield of government bonds will be used. Where such rate is not available, the latest yield curve of Thai BDC will be used to determine the fair value.

For general investments the net carrying amount approximates fair value.

For loans and accrued interest receivable the carrying value (net of allowance for doubtful accounts fully provided as required by the Bank of Thailand) approximates their fair value.

For borrowings the fair value is the carrying value as disclosed in the balance sheet.

The fair value of off-balance sheet items, derivatives as stated in Note 3.22.5 and others are reflected by their notional amounts.

### 3.23 Long-terms Leased Asset

(Million Baht)

Period	The Bank's Financial Statements			
	Leasing Amount			
	Land/Premises		Equipment	
	December 31, 2005	December 31, 2004	December 31, 2005	December 31, 2004
Jan. 1 - Dec. 31, 2005	-	48.88	-	296.11
Jan. 1 - Dec. 31, 2006	74.58	33.98	283.21	274.31
Jan. 1 - Dec. 31, 2007	61.92	21.58	176.00	161.26
Jan. 1 - Dec. 31, 2008	36.39	11.66	96.81	81.24
Jan. 1 - Dec. 31, 2009	13.86	10.01	23.46	7.30
Jan. 1, 2010 onwards	72.32	44.27	13.67	-

### 3.24 The Acquisition of Assets and Liabilities

#### 3.24.1 The Acquisition of Assets and Liabilities of Sayam Bank Limited

On August 17, 1987, the assets and liabilities of Sayam Bank Limited, (now Dhipyasin Co., Ltd.) were transferred to the Bank with liabilities exceeding assets by Baht 7,371.60 million. The Bank, therefore, designated Sayam Bank Limited (Dhipyasin Co., Ltd.) as a debtor under non-interest earning accounts receivable. An effect arising on the transfer as such would be guaranteed and borne by the government. The excess of liabilities over assets outstanding as at December 31, 2005 and 2004 were Baht 695.00 million and Baht 874.00 million, shown in other assets.

#### 3.24.2 The Acquisition of Assets and Liabilities of Bangkok Bank of Commerce Public Company Limited

During the period from October 8 to December 31, 1998, the Bank acquired certain liabilities (depositors and creditors) and performing assets of Bangkok Bank of Commerce Public Company Limited (BBC) (now Bangkok Commerce Pcl.). BBC was recorded as a Bank's debtor for the difference of Baht 16,580.57 million and was liable to pay interest at the weighted average cost of 3 mth-fixed deposit rate of the previous month, plus 1 percent p.a. on the net debtor amount. The transfer value as such was settled since October 8, 2003. The Bank has yet to be repaid another Baht 966.70 million related to debts borne by Bangkok Commerce Pcl. The Bank had already notified the FIDF on August 15, 2002.



On September 25, 2002 Krung Thai Legal Services Co., Ltd., acting as a fiduciary for the Bank filed a bankruptcy claim with the Receiver against Bangkok Commerce Pcl., for the receive performance which included accrued interest receivable amounting to Baht 816.44 million and Baht 139.57 million of suspended in other assets. A permission has been granted by the court but the amount of repayment has yet to be considered. Where such claim was not fully met, the Bank would be set off by the FIDF.

On July 2, 2004, the Bank has raised the issue to the FIDF whether the accrued interest receivable of Baht 816.44 million and other assets of Baht 139.57 million, under the Financial Institution Rehabilitation Plan as on August 14, 1998, are entitled to compensation borne by the Ministry of Finance. It has yet to be considered by the Ministry of Finance, as informed on December 16, 2004.

As at December 31, 2005 and 2004, the Bank's outstanding balance of suspense account debtor comprised interest receivable since 1998 amounting to Baht 816.44 million and the difference from the transfer, booked in other assets approximately Baht 139.57 million. Claims for repayment has been pledged to FIDF, in accordance with asset and liability transfer agreement passed by the Cabinet's resolution on August 14, 1998.

### **3.25 The Transfer of Non-Performing Loans to Sukhumvit Asset Management Co.,Ltd.**

On April 18, 2000 the Cabinet approved the plan to manage delinquent problem loans of the Bank through the establishment of the Asset Management Company, fully owned by the Financial Institutions Development Fund (FIDF).

On September 21, 2000, non-performing assets (including those transferred from First Bangkok City Bank Pcl.) and allowance for doubtful accounts of Baht 519,378.17 million and Baht 198,126.15 million respectively were transferred to Sukhumvit Asset Management Co., Ltd.(SAM), in accordance with the guidelines issued by the Cabinet on April 18, 2000. A 5-year promissory note availed by the FIDF of Baht 321,252.02 million was issued as payment to the Bank. The transferred price can be modified under the terms and conditions specified in the contract, such as the inaccuracy of the value of the transferred assets, assets unqualified, or other circumstances as otherwise stated. The price could be modified three times, expiring on May 15, 2001 unless a mutual agreement for time extension was met. The transfer price would be subsequently modifiable over time. Collateral value has been reviewed by SAM for repricing. As specified in the contract, the Bank will be obliged to compensate for any damage or expense incurred by SAM.

A promissory note issued by SAM, availed by the FIDF for Baht 108,000.00 million was paid to the Bank on September 21, 2000 to set off the written-back allowance and that was subsequently repaid to the FIDF by the same amount.

On September 14, 2001, SAM modified the transferred price by issuing a second P/N due in 4 years, availed by FIDF, for Baht 281,763.15 million in exchange for the former P/N, bearing interest calculated from the Bank's weighted average deposit rate. As at December 31, 2005 SAM has settled all the promissory notes including accrued interest receivable.

Having modified the transferred price, up to September 15, 2005 the net assets returned totalled Baht 44,741.82 million together with allowance for doubtful accounts of Baht 7,893.01 million. An additional allowance for doubtful account amounting to Baht 7,750.09 million was returned to the Bank due to the increase in appraised value of collateral.

On February 16, 2005, the Bank requested SAM to issue a new promissory note to substitute the former P/N issued on September 14, 2001, representing an increase of the transfer cost of Baht 5,832.54 million. The collateral value was appraised on September 30, 2000, whereas in the agreed-upon contract dated September 21, 2000 should use the appraisal done on April 30, 2001. SAM has issued the P/Ns drawn on September 20, 2005, avaled by the FIDF, amounting to Baht 10,000.00 million represented the compensation to the Bank for the supplement transfer of NPLs to SAM and the settlement of inter-company transactions including those L/G and revolving loans. Settlement of P/Ns as such was completed on September 21, 2005 totaling to Baht 10,000.00 million. Accounting treatments were as follows:

	(Million Baht)
1) Less on Other Debtors, net, - SAM (on Balance Sheets)	
- Letter of Guarantees	2,435.62
- Revaluation on Assets transferred to/from	3,088.98
	<u>5,524.60</u>
2) Less on Prepayment - SAM (included in Other Assets)	658.85
3) Less on Commission Fee (L/G) and Interest Received	(15.52)
4) Allowance for Doubtful Accounts transferred to (Note 3.5)	3,832.07
	<u>10,000.00</u>

### 3.26 The Transfer of Non-Performing Loans to Thai Asset Management Corporation (TAMC)

TAMC was established under the Emergency Decree on Thai Asset Management Corporation B.E. 2544 (2001) with an objective to manage impaired assets of financial institutions by taking up their impaired assets, as well as any other rights over the property being held as collateral for debt repayments with respect to such impaired assets. Under such decree, financial institutions shall transfer their impaired assets to TAMC as well as any other rights over the property held as collateral under the conditions and within the timeframe specified by TAMC. The transfer price shall be equal to the value of assets held as collateral, with respect to such impaired assets, according to the appraisal criteria specified by the BOT. The Bank shall have the right to request a new appraisal of the collaterals within specified criteria and timeframe. TAMC and the Bank agree to recognize and share profit or loss arising from the management of impaired assets at the end of fifth and tenth year starting from July 1, 2001. TAMC shall calculate the profit or loss for the transferred impaired assets of each debtor having completely repaid or only debtors whose assets are disposed for repayment. The calculation as such will be based on accumulated asset recoveries on a cash basis up to the date of calculation less transfer cost and other operating expenses incurred by TAMC including all interest paid to the Bank.



In the case there is profit, the first portion of profit not exceeding 20 percent of the transfer price will be shared equally between the Bank and TAMC. The second portion of profit included with the first portion, not exceeding the difference between the book value and transfer price of such impaired assets transferred, will be given to the Bank. The remaining amount of profit will be given to TAMC.

In the case of realizing losses, the first portion of losses not exceeding 20 percent of the transfer price will be borne by the Bank and the second portion not exceeding 20 percent of the transfer price will be equally shared between the Bank and TAMC. The residual amount will be wholly borne by TAMC. Total losses borne by the Bank, therefore, will not exceed 30 percent of the transfer price.

Impaired assets with the net transfer price totaling to Baht 18,177.09 million were transferred to TAMC as at December 31, 2005. The additional transfer for the year was Baht 566.22 million. The lower of transfer price was modified for the impaired assets transferred before 2005. TAMC shall complete a preliminary verification of asset price within 180 days for each transfer. Having confirmed matching asset price, TAMC shall issue 10-year non-negotiable promissory notes, avaled by the FIDF, bearing details such as prices of transferred assets, date of issuance which is the same as transfer date and the due date. TAMC may exercise the right to redeem these promissory notes before due. Interest rates will be calculated in accordance with the weighted average deposit interest rate of all types in Thai Baht (including current accounts), reported by Bangkok Bank Pcl., Krung Thai Bank Pcl., Kasikornbank Pcl., Siam Commercial Bank Pcl. and Bank of Ayudhya Pcl. and payable on the last working day of the year. As at December 31, 2005, provisioning amounting to Baht 2,726.56 million, or 15 percent of the transfer price, has been set aside against losses arising from such impaired assets transferred (see Note 3.3.2). Up to December 31, 2005, the Bank has received partial payment amounting to Baht 14,758.75 million (comprised 54 P/Ns totaling Baht 14,758.07 million and the residual have yet to be received of Baht 0.68 million). Accrued interest receivable was booked at Baht 138.70 million.

The Bank has agreed to manage the impaired assets transferred to TAMC without compensation according to the Memorandum of Assignment in managing impaired assets dated July 4, 2003. The Bank also has been hired to manage the impaired assets transferred from other financial institutions as to the agreement dated August 26 and September 30, 2003. The management fee shall be paid on a monthly basis at the rate of 0.75-1 percent of the outstanding balance of book value of debtors. The other 0.5 percent is calculated on the outstanding balance of book value of debtors having repaid through debt restructuring for 6 consecutive allotments. Documents and information related to each debtor must be complete and accurate and submitted to TAMC's Board of Directors for approval within 6 months from the signing date. Documents associated with impaired assets management have currently been delivered to TAMC. The invoice will be submitted to TAMC for settlement on a case by case basis and payment will be received after documentation and verification.

In addition, the Bank will receive compensation for administering contractual and legislative work in accordance with hiring engagement dated November 10, 2003 and July 6, 2004.



### **3.27 Government Fiscal Management Information System Project (GFMS)**

On July 3, 2003 the Steering Committee of the GFMS, chaired by the Prime Minister, has passed the approval to authorize the Bank as the service provider to proceed with the designation, interfacing network development and implementation of the GFMS Phase 1 in line with the government requirement. The Cabinet has also passed a resolution on July 22, 2003 approving the Bank to proceed further with GFMS Phase 2. The Bank has pre-invested Baht 1,400.00 million on the project. The GFMS would bring about significant changes in Planning & Budgeting System, Government Cash Position, National Accounting System, E-Payment and Settlement System, Auditing and Evaluation Monitoring System and Analytical Database System. The GFMS would run on the online-real time basis. Krung Thai Computer Services Co.,Ltd. has been subcontracted on behalf of the Bank. In 2003 the Bank paid an advance payment as agreed-upon contract of Baht 147.97 million. In 2004, Baht 348.21 million was paid for hardware and implementation cost. In the 1<sup>st</sup> quarter of 2005 Baht 118.76 million was paid for the software and software license, in the 2<sup>nd</sup> quarter Baht 18.27 million for Software-HRMIS, Baht 45.67 million for PC Terminal, Baht 48.34 million for Change Management and Baht 70.40 million for training cost. In the 3<sup>rd</sup> quarter Baht 91.35 million was paid for Security System, Baht 359.52 million for implementation (realization & UAT including go-live). In the 4<sup>th</sup> quarter, the Bank paid Baht 54.25 million for the installation of additional 200 terminals, payment gateway and GFMS operating center, Baht 59.92 million for implementation cut over and Baht 10.26 million for the supplementary construction at the 41 Rajabhat University. The Bank's total expenses were Baht 1,372.92 million booked in Suspense A/C Debtors-GFMS, shown in Other Assets.

The Bank has signed the Memorandum of Agreement upon the submission of deliverables and disbursement associated with the investments of the project, with the Office of GFMS, the Secretariat of the Prime Minister. Presently the project is under verification.

Further, the Bank has signed the implementation and maintenance hiring contract with the office of GFMS for 2-year term commencing from October 1, 2004. Consideration has not been realized and settled as at December 31, 2005 but the average income is approximately Baht 367.34 million.

### **3.28 Corporate Income Tax**

The Bank carried forward tax losses in 2005 amounting to Baht 4,048.12 million which is fully deductible.

### **3.29 Reclassification of Accounts**

Certain accounts in the financial statements for the year ended December 31, 2004 have been reclassified to conform with the financial statements for the year ended December 31, 2005. Other income of Baht 13.82 million has been shifted to interest income and other expenses of Baht 29.89 million to interest expenses.



### 3.30 Sale of Shariah Banking

The Bank's Assets and Liabilities under the Shariah Banking that conducts business in line with Islamic Principles, has been sold to the Islamic Bank of Thailand on November 9, 2005. The purchase has been accounted according to the difference between the Bank's assets and liabilities disclosed in the Shariah's financial statements ended June 30, 2005 plus one-time fee of Baht 90.00 million. Assets and liabilities transferred as follows:

(Million Baht)

Assets		Liabilities	
Cash	86.95	Deposit	4,132.66
Interbank and Money Market Items	2,440.18	Liabilities Payable on Demand	9.28
Financial Aid	2,192.34	Other Liabilities	31.05
Properties, Premises and Equipment, Net	170.68	Total Liabilities	4,172.99
Other Assets	47.77	Assets over Liabilities	764.93
	<u>4,937.92</u>		<u>4,937.92</u>

Transfer price of Baht 854.93 million comprising net assets of Baht 764.93 million plus Baht 90.00 million one-time fee, has been paid on November 30, 2005 by a 60-day promissory note.

# Auditor's Fee Paid

for the period ending December 31, 2005

## Audit Fee

	Paying Company	Auditor's Name	Audit Fee (Baht)	Other Expenses (Baht)
1.	Krung Thai Bank Pcl.	Office of the Auditor General	4,000,000.00	489,678.00
2.	Krung Thai Legal Services Co., Ltd.	Office of the Auditor General	270,000.00	-
3.	Krung Thai General Business Services Co., Ltd.	Office of the Auditor General	350,000.00	-
4.	Krung Thai Asset Management Pcl.	Office of the Auditor General	400,000.00	-
5.	Krung Thai Property Development Co., Ltd.	Office of the Auditor General	170,000.00	-
6.	Krung Thai Computer Services Co., Ltd.	Office of the Auditor General	350,000.00	-
7.	NC Associates Co., Ltd.	Office of the Auditor General	60,000.00	-
8.	KTB Leasing Co., Ltd.	Office of the Auditor General	20,000.00	-
<b>Total Audit Fee</b>			<b>5,620,000.00</b>	<b>489,678.00</b>
<b>Grand Total Audit Fee</b>			<b>6,109,678.00</b>	

## Non-Audit Fee

	Paying Company	Non-Audit Service	Service Provider	Non-Audit Fee	
				Amount Paid during Accounting Period (Baht)	Amount to be Paid in Future (Baht)
9.	Krung Thai Bank Pcl.	Preparation of special report	Office of the Auditor General	-	300,000.00
10.	Krung Thai Bank Pcl.	Preparation of report on foreign exchange profit	Office of the Auditor General	-	100,000.00
<b>Total Non-Audit Fee</b>					<b>400,000.00</b>

The above information

- is correct and complete. I hereby confirm that there was no information on other service providing which the Bank and its subsidiaries had given to me, to the audit office which I am attached to, and individual or business related to me and the audit office I am attached that I have known, and no disclosure of information above.
- is incorrect, incomplete, that is.....

Upon revision of the above information (if any), I hereby confirm that all the information in this Form has shown the audit fee and non-audit fee that the Bank and its subsidiaries had paid to me, the audit office I am attached and individual or business related to me and the aforementioned audit office were correct and complete.

### VILAILAK AUNYAMANEERAT

(Ms. Vilailak Aunyamaneerat)  
 Director of Audit Office No.1  
 Office of the Auditor General  
 Auditor of Krung Thai Bank Pcl.



# General Information

## Company's information

Name of Company	: Krung Thai Bank Public Company Limited
Registration Number	: 0107537000882 (formerly Bor.Mor.Jor.335)
Business Type	: Commercial Banking
Head Office	: 35 Sukhumvit Road, Klong Toey Nua Subdistrict Wattana District, Bangkok 10110
Telephone Number	: +66 (0) 2255-2222
Call Center	: 1551
Facsimile	: +66 (0) 2255-9391-6
Website	: <a href="http://www.ktb.co.th">www.ktb.co.th</a>

## Nature of business

Krung Thai Bank Pcl. conducts commercial banking business under the license issued by the Ministry of Finance and other agencies concerned. The Bank operates business under the Commercial Banking Act of Thailand and other directives of the Bank of Thailand.

## Bank's shares as at December 31, 2005

The Bank's registered capital amounted to Baht 57,664,098,087.50 classified into

Ordinary shares	11,191,412,250	shares	at Baht 5.15 per share
Preferred shares	5,500,000	shares	at Baht 5.15 per share

The Bank's paid-up capital amounted to Baht 57,604,032,350.00 classified into

Ordinary shares	11,179,749,000	shares	at Baht 5.15 per share
Preferred shares	5,500,000	shares	at Baht 5.15 per share
Total	11,185,249,000	shares	

### ● Preferred share

Preferred share refers to share invested in full par value whereby the shareholder has special privileges. Other than the right to vote in the general meeting, the shareholder is entitled to receive dividend as ordinary shareholder and the right to receive special dividend at the fixed rate of 3 percent per annum in preference to ordinary shareholder. Currently the Bank has a total of 5,500,000 preferred shares.

### ● Other shares

As at December 31, 2005, the Bank had non-voting depositary right (NVDR) amounting to 226,484,802 units whereby the NVDR holder has no voting right in the general meeting except for voting to consider the resolution relating to delisting on the stock exchange. However, the amount of this NVDR is equivalent to 0.23 percent of the Bank's issued and paid-up ordinary shares. When compare with the minority shareholders, NVDR equaled to 4.73 percent of ordinary shares held by minority shareholders. Investors can check the amount of NVDR on the web site of the Stock Exchange of Thailand at [www.set.or.th](http://www.set.or.th).

- **Debt Instruments or Convertible Securities**

Issuance Date	Type of Debt Instruments	Amount	Period	Interest Rate	Redemption Date
Aug. 2002	Bill of Exchange	Baht 6,500 million	5 yrs	3.99% p.a.	Aug. 2007
Jun. 2003	Bill of Exchange	Baht 3,000 million	5 yrs	2.50% p.a.	Jun. 2008
Jun. 2003	Bill of Exchange	Baht 3,500 million	5 yrs	THBFIX 6 mths + 0.25% p.a.	Jun. 2008
Jun. 2004	Floating Rate Certificates of Deposit rating Baa1 by Moody's	USD 150 million	5 yrs	LIBOR 6 mths + 0.40% p.a.	Jun. 2008
Oct. 2004	Subordinated Debenture rating AA (tha) by Fitch Ratings	Baht 10,000 million	10 yrs	Year 1 - 5 5.15% p.a. Year 6 - 10 6.7% p.a.	Oct. 2014
Dec. 2004	Bill of Exchange	Baht 2,000 million	3 yrs	3.75% p.a.	Dec. 2007
May 2005	Subordinated Debenture rating AA (tha) by Fitch Ratings	Baht 10,400 million	10 yrs	Year 1 - 5 4.60% p.a. Year 6 - 10 6.00% p.a.	May 2015

- **Binding obligation relating to future share issuance**

The Bank's ordinary shares can be freely traded or transferred. However, transfer of the Bank's ordinary shares is not allowed if such transfer results in making the percentage shareholding of non-Thai nationals in the Bank exceed 25 percent of the Bank's total shares sold and any individual is not allowed to hold more than 5 percent of the number of the Bank's total shares sold.

#### **Dividend payment policy**

- **Payment of Bank dividend**

The Bank has the policy to pay dividend not lower than 40 percent of the net profit.

- **Payment of subsidiaries dividend**

Dividend payment of subsidiaries depends on each company's operating performance in the prior year and their cash on hand management.

#### **Other references**

- **Securities register**

Thailand Securities Depository Co., Ltd.  
62 Stock Exchange of Thailand Building  
Ratchadapisek Road, Klong Toey Subdistrict  
Klong Toey District  
Bangkok 10110  
Telephone +66 (0) 2229-2800  
Fax. +66 (0) 2359-1259

- **Debenture holder**

Subordinated debentures of 10-year period  
with redemption dates in October 2014 and  
May 2015

TMB Public Company Limited  
393 Silom Road, Bangrak District  
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Telephone +66 (0) 2230-6295  
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- **Auditor**

Office of the Auditor General  
Rama VI Road, Sam Sen Nai Subdistrict  
Phaya Thai District  
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Telephone +66 (0) 2273-9674-91 ext. 1231  
Fax. +66 (0) 2618-5755

- **Legal advisor**

Legal Consultant Department,  
Office of the General Counsel  
Krung Thai Bank Public Company Limited,  
8<sup>th</sup> Floor, Nana Nua Bldg.  
35 Sukhumvit Road,  
Klong Toey Nua Subdistrict,  
Klong Toey District  
Bangkok 10110  
Telephone +66 (0) 2208-3850-8  
Fax. +66 (0) 2256-8028

Krung Thai Legal Services Co., Ltd.  
19<sup>th</sup> Floor, CTI Tower  
191/50-53 Ratchadapisek Road  
Klong Toey Subdistrict  
Klong Toey District  
Bangkok 10110  
Telephone +66 (0) 2261-3739-47  
Fax. +66 (0) 2261-3748-51



Companies in which Krung Thai Bank holds 10 percent or more of the total shares issued (as at December 31, 2005)

Name and Address	Type of Business	Total Shares Issued	No. of Shares Invested	Percentage of Shareholding	Type of Share
<b><u>Life/ Non-Life Insurance</u></b>					
<b>1. Krungthai Axa Life Insurance Co., Ltd.</b> 25 <sup>th</sup> Fl., Capital Tower, All Season Place, 87/1 Wireless Rd., Lumpini, Pathumwan, Bangkok 10330 Tel. +66 (0) 2654-3150 Fax. +66 (0) 2654-3140	Life Insurance	135,500,000	67,750,000	50.00	Ordinary
<b>2. Krungthai Panich Insurance Co., Ltd.</b> 208 Wireless Rd., Lumpini, Pathumwan, Bangkok 10330 Tel. +66 (0) 2302-0111, +66 (0) 2651-5500 Fax. +66 (0) 2651-5511	Non-Life Insurance	10,000,000	4,000,000	40.00	Ordinary
<b>3. Dhipaya Insurance Pcl.</b> 63/2 Rama IX Rd., Huay Khwang, Bangkok 10320 Tel. +66 (0) 2248-0059 Fax. +66 (0) 2248-7850	Non-Life Insurance	300,000,000	50,880,000	16.96	Ordinary
<b><u>Leasing</u></b>					
<b>4. KTB Leasing Co., Ltd.</b> 4 <sup>th</sup> Fl., SM Tower, 977/2 Phaholyodhin Rd., Sam Sen Nai, Phaya Thai, Bangkok 10400 Tel. +66 (0) 2208-3600 Fax. +66 (0) 2256-8676-7	Leasing	10,000,000	9,999,997	99.99	Ordinary
<b>5. Krung Thai IBJ Leasing Co., Ltd.</b> 18 <sup>th</sup> Fl., Nantawan Bldg., 161 Rajadamri Rd., Lumpini, Pathumwan., Bangkok 10330 Tel. +66 (0) 2252-9620, +66 (0) 2651-8120 Fax. +66 (0) 2254-6119	Leasing	10,000,000	3,999,998	39.99	Ordinary



Name and Address	Type of Business	Total Shares Issued	No. of Shares Invested	Percentage of Shareholding	Type of Share
<b>6. Krungthai Charoensri Co., Ltd.</b> 277/3 Charoensri Complex Bldg., Prachaksinlapakhom Rd., Makkhaeng, Muang Udon Thani, Udon Thani 41000 Tel. +66 (0) 4224-9216-20 Fax. +66 (0) 4234-4143	Leasing	1,000,000	350,000	35.00	Ordinary
<b>Manufacturing Industry</b>					
<b>7. NC Associates Co., Ltd.</b> 6 <sup>th</sup> Fl., Viboon Tanee Tower 1, 3195/11 Rama IV Rd., Klong Toey Bangkok 10110 Tel. +66 (0) 2677-2000 ext. 2710	Parawood Products Distribution	10,000	5,439	54.39	Ordinary
<b>8. Kiatpapha Co., Ltd.</b> 2 Moo 12, Kingkaew Rd., Racha Thewa, Bang Phli, Samut Prakarn 10540 Tel. +66 (0) 2750-2478 Fax. +66 (0) 2312-4482	Paints Manufacturing and Distribution	839,000	419,000	49.94	Ordinary
<b>9. Amorn-Chai Co., Ltd.</b> 293/23-26 Surawong Rd., Suriyawong, Bangrak, Bangkok 10500 Tel. +66 (0) 2234-1502-9 Fax. +66 (0) 2236-5197	Vegetable Oil Manufacturing	45,000	22,400	49.78	Ordinary
<b>10. P.T.K. Metal Co., Ltd.</b> 956/3-6 Toed Thai Rd., Talad Plu, Thonburi, Bangkok 10600 Tel. +66 (0) 2472-0021 Fax. +66 (0) 2472-2314	Steel Bar Manufacturing and Distribution	481,310,451	236,430,000	49.12	Ordinary
<b>11. Lanna Agri Business Co., Ltd.</b> 293/23 Surawong Rd., Suriyawong, Bangrak, Bangkok 10500 Tel. +66 (0) 2234-1502-9 Fax. +66 (0) 2236-5197	Vegetable Oil, Fat Oil Manufacturing	387,500	120,000	30.97	Ordinary



Name and Address	Type of Business	Total Shares Issued	No. of Shares Invested	Percentage of Shareholding	Type of Share
<b>12. Alphatec Electronics Pcl.</b> 15 <sup>th</sup> Fl., Bangkok City Tower, 179/74-80 South Sathorn Rd., Thung Maha Mek, Sathorn, Bangkok 10120	Electronics Components Manufacturing	2,642	806	30.51	Ordinary
<b>13. Kamol Kij Co., Ltd.</b> 293/23 Surawong Rd., Suriyawong, Bangrak, Bangkok 10500 Tel. +66 (0) 2234-1502-9 Fax. +66 (0) 2236-5197	Rice Export and Vegetable Oil Manufacturing	391,000	113,000	28.90	Ordinary
<b>14. Cotco Metalworks Ltd.</b> 59/7 Moo 5, Pracha-Uthit Rd., Thung Khru, Bangkok 10140 Tel. +66 (0) 2463-0221-2	Steel Pipe Manufacturing	2,350,000	400,000	17.02	Ordinary
<b>15. Manager Media Group Pcl.</b> 98/3-10 Phra-Athit Rd., Chana Songkram, Phra Nakorn, Bangkok 10200 Tel. +66 (0) 2639-4488 Fax. +66 (0) 2629-4469	Printing and Publishing	129,354,620	20,814,928	16.09	Ordinary
<b>16. Thai Nam Plastic Pcl.</b> 40 Moo 7 Km.23, Phetkasem Rd., Om Noi, Krathum Baen, Samut Sakorn 74130 Tel. +66 (0) 2810-3000 Fax. +66 (0) 2420-9967	Artificial Leather Sheets Manufacturing and Distribution	21,175,004	3,273,811	15.46	Ordinary
<b>17. Thai Baroda Industries Ltd.</b> 3 Mab Ta Pud Industrial Estate, Muang Rayong, Rayong 21150 Tel. +66 (0) 3868-3102-3 Fax. +66 (0) 3863-8101-2	Canvas for tyres Manufacturing	9,050,000	1,035,600	11.44	Ordinary

Name and Address	Type of Business	Total Shares Issued	No. of Shares Invested	Percentage of Shareholding	Type of Share
<b>18. Thai-German Products Pcl.</b> 99 Huay Phong-Nong Bon Rd., Huay Pong, Muang Rayong, Rayong 21000 Tel. +66 (0) 3868-4901-5 Fax. +66 (0) 3868-4906	Stainless Steel Products Manufacturing and Distribution	324,583,333	36,780,437	11.33	Ordinary
<b>19. Siam Ferro Industry Co., Ltd.</b> 258/21 Soi Wat Chan Nok, Rama 3 Rd., Bang Kholaem, Bangkok 10120 Tel. +66 (0) 2291-1022	Steel Pipe Manufacturing and Distribution	2,500,000	263,144	10.53	Ordinary
<b>20. Thanathep Printing Co., Ltd.</b> 111 Km.9, Ladprao Rd., Klong Chan, Bang Kapi, Bangkok 10240 Tel. +66 (0) 2377-5074 Fax. +66 (0) 2377-6289	Printing and Publishing	100,000	10,000	10.00	Ordinary
<b>21. K.M.B. International Co., Ltd.</b> 2 <sup>nd</sup> Fl., Abico Bldg., 401/1 Moo 8, Phaholyodhin Rd., Lumlooka, Pathumtani 12130 Tel. +66 (0) 2992-5757 Fax. +66 (0) 2992-5781	Canned Pineapple Manufacturing and Distribution	100,000	10,000	10.00	Ordinary
<b>Other</b> <b>22. Krung Thai General Business Services Co., Ltd.</b> 96/12 Soi Ladprao 106 (Boon-Udom 1), Ladprao Rd., Wang Thong Lang, Bangkok 10310 Tel. +66 (0) 2935-3719 Fax. +66 (0) 2935-3708	General Services	1,400,000	1,399,990	99.99	Ordinary
<b>23. Krung Thai Legal Services Co., Ltd.</b> 19 <sup>th</sup> Fl., CTI Tower, 191/50-53 Ratchadapisek Rd., Klong Toey, Bangkok 10110 Tel. +66 (0) 2261-3739 ext. 8777 Fax. +66 (0) 2261-3748-51	Legal Services	300,000	299,993	99.99	Ordinary



Name and Address	Type of Business	Total Shares Issued	No. of Shares Invested	Percentage of Shareholding	Type of Share
<b>24. Krung Thai Asset Management Pcl.</b> M Fl., Q House Sathorn Bldg., 11 South Sathorn Rd., Thung Maha Mek, Sathorn, Bangkok 10120 Tel. +66 (0) 2670-4900 Fax. +66 (0) 2679-2034	Asset Management	20,000,000	19,999,994	99.99	Ordinary
<b>25. Krung Thai Computer Services Co., Ltd.</b> 2 <sup>nd</sup> -7 <sup>th</sup> Fl., Sawai Brown Bldg., 22 Soi Sukhumvit 1, Sukhumvit Rd., Klong Toey Nua, Wattana, Bangkok 10110 Tel. +66 (0) 2655-1921-40 Fax. +66 (0) 2655-6195	IT Services	8,000,000	7,999,994	99.99	Ordinary
<b>26. Krung Thai Property Development Co., Ltd.</b> 14 <sup>th</sup> Fl., CTI Tower, 191/70-73 Ratchadapisek Rd., Klong Toey, Bangkok 10110 Tel. +66 (0) 2204-1677 ext. 104 Fax. +66 (0) 2204-1676	Property Development	17,000,000	16,999,957	99.99	Ordinary
<b>27. Krungthai Card Pcl.</b> 14 <sup>th</sup> Fl., UBC II Bldg., 591 Sukhumvit Rd., Klong Ton Nua, Wattana, Bangkok 10110 Tel. +66 (0) 2665-5100 Fax. +66 (0) 2261-7695	Credit Card Business	256,675,573	122,499,993	47.73	Ordinary
<b>Others</b> <b>28. Vejthani Pcl.</b> 1 Soi Ladprao 111 (Thipmanee), Ladprao Rd., Klong Chan, Bang Kapi, Bangkok 10240 Tel. +66 (0) 2734-0000 Fax. +66 (0) 2734-0044	Hospital	87,459,681	26,238,000	30.00	Ordinary

Name and Address	Type of Business	Total Shares Issued	No. of Shares Invested	Percentage of Shareholding	Type of Share
<b>29. Kirikhan Farm Co., Ltd.</b> 293/23 Surawong Rd., Suriyawong, Bangrak, Bangkok 10500 Tel. +66 (0) 2234-1502-9 Fax. +66 (0) 2236-5197	Land Development	45,000	12,000	26.67	Ordinary
<b>30. WTA (Thailand) Ltd.</b> 313 CP Tower, Silom Rd., Bangrak, Bangkok 10500 Tel. +66 (0) 2230-2019 Fax. +66 (0) 2236-0499	Business Taken over from True Corporation Pcl.	1,000	250	25.00	Ordinary
<b>31. Trinity Wattana Pcl.</b> 26 <sup>th</sup> Fl., Bangkok City Tower, 179/111 South Sathorn Rd., Thung Maha Mek, Sathorn, Bangkok 10120 Tel. +66 (0) 2670-9100, +66 (0) 2343-9888 Fax. +66 (0) 2286-7222	Holding Company	174,125,000	34,125,000	19.60	Ordinary
<b>32. M Grand Hotel Co., Ltd.</b> 1045 Phaholyodhin Rd., Sam Sen Nai, Phayathai, Bangkok 10400 Tel. +66 (0) 2617-1949 Fax +66 (0) 2617-1940	Hotel	100,000,000	15,000,000	15.00	Ordinary
<b>33. Saraburi New Industrial City Co., Ltd.</b> 12 <sup>th</sup> Fl., Thai Life Insurance Bldg., 123 Ratchadapisek Rd., Huay Khwang, Bangkok 10320 Tel. +66 (0) 2247-0247 Ext. 2112 Fax. +66 (0) 2246-9487	Industrial Estate	25,000,000	2,500,000	10.00	Ordinary



Name and Address	Type of Business	Total Shares Issued	No. of Shares Invested	Percentage of Shareholding	Type of Share
<b>34. Thai Smart Card Co., Ltd.</b> Room 2 , 27 <sup>th</sup> Fl., Silom Complex Bldg., 191 Silom Rd., Silom, Bangrak, Bangkok 10500 Tel. +66 (0) 2646-2000 Fax. +66 (0) 2646-2001	Smart Card Issuer	39,500,000	3,950,000	10.00	Ordinary
<b>35. Suvarnabhumi Airport Hotel Co., Ltd.</b> 1 <sup>st</sup> Fl., Head Office Bldg., 333 Moo 7, Cherdwudhakard Rd., Sikan, Don Muang, Bangkok 10210 Tel. +66 (0) 2535-7273 Fax. +66 (0) 2535-1855	Hotel	10,177,800	1,017,780	10.00	Ordinary
<b>36. Sky Asia Co., Ltd.</b> 17 <sup>th</sup> Fl., Rajanakarn Bldg., 183 South Sathorn Rd., Yannawa, Sathorn, Bangkok 10120 Tel. +66 (0) 2627-2000 Fax. +66 (0) 2286-9830	Airline	50,000,000	5,000,000	10.00	Ordinary

## President

Mr. Apisak Tantivorawong

### Office of the President

*First Vice President & Manager*

Mrs. Mayurasiri Pongtaranont

### Marketing & Corporate

#### Communications Department

*First Vice President & Manager*

Mr. Panya Prahmnee

### Office of Internal Audit

*First Executive Vice President -*

*Managing Director*

Mr. Prasert Sophan

### Internal Audit Sector

*Senior Vice President - Director*

Mr. Chairat Buchitratanakhun

#### Head Office Audit Department

*Senior Vice President & Manager*

Mrs. Tiparatana Nilkan

#### Corporate Business & Business

##### Center Audit Department

*First Vice President & Manager*

Mrs. Waewduan Charoen

#### Metropolitan Channel & Distribution

##### Audit Department

*First Vice President & Manager*

Mr. Kijjar Onlamai

#### Provincial Channel & Distribution

##### Audit Department

*Senior Vice President & Manager*

Mr. Pracha Pongtongcharoen

#### Credit Review and Audit Department

*First Vice President & Manager*

Mr. Phanchoke Ekarohita

#### Information Technology Audit

##### Department

*Senior Vice President & Manager*

Mr. Saroj Chantawatchai

### Provincial Channel & Distribution Group

*Senior Executive Vice President -*

*Managing Director*

Mr. Sthit Chupatanakul

### Northern Region Network Sector

*Senior Vice President - Director*

Mr. Somjit Pongpitakwises

### North-Eastern Region Network Sector

*Senior Vice President - Director*

Mr. Chanchai Chaiwanitphon

### Central and Eastern Region Network Sector

*Senior Vice President - Director*

Mr. Suchart Vatcharayothin

### Southern Region Network Sector

*Senior Vice President - Director*

Mr. Mitree Kor-udom

### Metropolitan Channel & Distribution Group

*First Executive Vice President -*

*Managing Director*

Mr. Boonlers Srichareon

*First Executive Vice President*

Mr. Kanoksak Soontornkitprapai

### Metropolitan Network Sector 1

*Senior Vice President - Director*

Mr. Suphat Intustitayakul

#### Nana Nua Office

*First Vice President & Manager*

Mr. Boonrat Tangchivinsatien

### Metropolitan Network Sector 2

*Senior Vice President - Director*

Mr. Piroon Tavitavonsawas

### Business Center Group

*Senior Executive Vice President -*

*Managing Director*

Mr. Wanchai Thanittiraporn

### Metropolitan, Central & Eastern Region BC Sector

*Executive Vice President - Director*

Mr. Bunjob Thongvichit

#### Metropolitan BC Department 1

*Senior Vice President & Manager*

Mr. Suravit Trisuvan

#### Metropolitan BC Department 2

*Senior Vice President & Manager*

Mr. Prasit Wasupath

#### Metropolitan BC Department 3

*Senior Vice President & Manager*

Mr. Udomsak Rojviboonchai

#### Central & Eastern Region BC Department 1

*Senior Vice President & Manager*

Mr. Weidt Nuchjalearn

#### Central & Eastern Region BC Department 2

*Senior Vice President & Manager*

Mr. Wiwat Engsuwan

### Provincial BC Sector

*Executive Vice President - Director*

Mrs. Vannee Chareonthong

#### Northern Region BC Department 1

*Senior Vice President & Manager*

Mr. Prasit Amporn

#### Northern Region BC Department 2

*First Vice President & Manager*

Mr. Amphol Worawutthikunchai

#### North-Eastern Region BC Department 1

*First Vice President & Manager*

Mr. Nuttasak Jeansirisomboon

#### North-Eastern Region BC Department 2

*First Vice President & Manager*

Mr. Virath Tearakul



#### **Southern Region BC Department 1**

*acting First Vice President & Manager*

Mr. Panupun P.Vannapruck

#### **Southern Region BC Department 2**

*Senior Vice President & Manager*

Mr. Korakot Rattanapittayaporn

#### **Corporate Banking Group**

*First Executive Vice President -*

*Managing Director*

Mrs. Nongnutch Thienpaitoon

#### **Corporate Banking Sector 1**

*Executive Vice President - Director*

Miss Sompis Charoenkiatikul

#### **Industrial Finance Department**

*First Vice President & Manager*

Miss Yupa Chanaudomsuk

#### **Commercial Finance Department**

*First Vice President & Manager*

Mr. Suwat Teerasetthamrong

#### **Agricultural Finance Department**

*acting First Vice President & Manager*

Miss Sompis Charoenkiatikul

#### **Corporate Banking Sector 2**

*Executive Vice President - Director*

Miss Arisara Dharamadhaj

#### **Services Finance Department**

*Senior Vice President & Manager*

Mrs. Duangjai Sunthornkarn

#### **Construction Finance Department**

*First Vice President & Manager*

Mr. Jaruk Saengthong

#### **Project Finance Department**

*First Vice President & Manager*

Mr. Werapong Suppasedsak

#### **Credit Risk Transaction Management Group(CRTM)**

*Senior Executive Vice President -*

*Managing Director*

Mr. Suwit Udomsab

#### **Credit Committee Administration**

##### **Department**

*First Vice President & Manager*

Mr. Sakdee Cheablam

#### **Business Center CRTM Sector**

*Executive Vice President - Director*

Mr. Teerapol Pussadet

#### **Metropolitan BC CRTM Department**

*Senior Vice President & Manager*

Mr. Winit Sangaroon

#### **Northern Region**

##### **BC CRTM Department 1**

*First Vice President & Manager*

Mr. Alongkorn Tasabamroong

#### **Northern Region**

##### **BC CRTM Department 2**

*acting First Vice President & Manager*

Mr. Alongkorn Tasabamroong

#### **North-Eastern Region**

##### **BC CRTM Department 1**

*Senior Vice President & Manager*

Mr. Sutthichai Krairit

#### **North-Eastern Region**

##### **BC CRTM Department 2**

*acting First Vice President & Manager*

Mr. Sutthichai Krairit

#### **Central & Eastern Region**

##### **BC CRTM Department 1**

*First Vice President & Manager*

Mr. Prayut Poonsurapun

#### **Central & Eastern Region**

##### **BC CRTM Department 2**

*acting First Vice President & Manager*

Mr. Prayut Poonsurapun

#### **Southern Region**

##### **BC CRTM Department 1**

*Senior Vice President & Manager*

Mr. Warin Chub-uppakarn

#### **Southern Region**

##### **BC CRTM Department 2**

*Acting First Vice President & Manager*

Mr. Warin Chub-uppakarn

#### **Corporate CRTM Sector**

*Executive Vice President - Director*

Mr. Prasert Thirananakat

#### **Industrial Business CRTM Department**

*First Vice President & Manager*

Mrs. Luckana Leelaamornsri

#### **Commercial Business CRTM Department**

*First Vice President & Manager*

Mrs. Boonsri Waitanomsat

#### **Services Business CRTM Department**

*Senior Vice President & Manager*

Mr. Verasak Prommas

#### **Agricultural Business CRTM Department**

*First Vice President & Manager*

Mr. Weerachai Supaviratbuncha

#### **Construction Business CRTM Department**

*First Vice President & Manager*

Mr. Boonlert Kethirun

#### **Project & Financial Institution**

##### **Financing CRTM Department**

*First Vice President & Manager*

Mrs. Suthini Visessmit

#### **Asset Management Group**

*Senior Executive Vice President -*

*Managing Director*

Mr. Somanat Chutima

*First Vice President & Manager*

Mrs. Suvapa Kesungkul

#### **Legal Information Management Department**

*First Vice President & Manager*

Mr. Kasem Swasdee



## **Credit Restructuring & Asset Disposition Sector**

*Executive Vice President - Director*

Mr. Chinorot Suntarat

### **Credit Restructuring Department 1**

*First Vice President & Manager*

Mrs. Aorratip Vanichkij

### **Credit Restructuring Department 2**

*First Vice President & Manager*

Mr. Ukrit Thanapatpaiboon

### **Credit Restructuring Department 3**

*Senior Vice President & Manager*

Mr. Wisit Treesuvanna

### **Asset Disposition Department**

*First Vice President & Manager*

Mrs. Pongpetch Vongyimong

## **Legal Management Sector**

*Senior Vice President - Director*

Mr. Somchai Ngowwatana

### **Special Cases Department**

*First Vice President & Manager*

Mr. Chinapat Vatayanon

### **Legal Monitoring Department 1**

*First Vice President & Manager*

Mr. Kamthorn Chavanaves

### **Legal Monitoring Department 2**

*First Vice President & Manager*

Mr. Samart Noosuetrong

### **Legal Monitoring Department 3**

*Senior Vice President & Manager*

Mrs. Plernpid Thanvarachorn

## **Business Support Group**

*First Senior Executive Vice President -*

*Managing Director*

Dr. Pongsathorn Siriyodhin

## **Information Technology Sector**

*Senior Executive Vice President -*

*Managing Director*

Mr. Chaichan Kangwanpong

### **IT Planning and Risk**

#### **Management Department**

*First Vice President & Manager*

Mr. Thamrongsak Leunanonchai

#### **IT Analysis & Process Department**

*First Vice President & Manager*

Mrs. Amara Klabprathum

#### **IT Operation & Control Department**

*First Vice President & Manager*

Mr. Sujin Nisamaneejarus

#### **Processing Bank Project**

#### **Management Department**

*First Vice President & Manager*

Miss Natharee Sakriganon

## **Banking Operation Sector**

*Senior Executive Vice President -*

*Managing Director*

Mr. Chaichan Kangwanpong

### **Branch Support Department**

*Executive Vice President & Manager*

Miss Supattra Hiranras

### **Electronic Channel Support Department**

*Senior Vice President & Manager*

Acting Sub Lieutenant Pairoj Deeruksa

## **International Business**

### **Operation Sector**

*Executive Vice President - Director*

Mr. Pichai Kojamitr

## **International Payment & Settlement Operation Office**

*First Vice President - International*

*Payment & Settlement Operation Office*

Mr. Chainarong Nisamaneewong

### **Foreign Exchange Business Department**

*Senior Vice President & Manager*

Mrs. Suwannee Sukhavachana

### **International Trade Services Department**

*First Vice President & Manager*

Acting Lieutenant Surat Naweera

## **Credit Operation Sector**

*First Executive Vice President - Director*

Mrs. Chujit Niyamosot

### **Credit Operation Department**

*First Vice President & Manager*

Mrs. Wirisara Taptimtong

### **Credit Agreement Operation Department**

*First Vice President & Manager*

Miss Supin Hongsiripong

### **Collateral Function Department**

*Senior Vice President & Manager*

Mr. Santi Antarasena

### **Custody Department**

*First Vice President & Manager*

Mrs. Rungluk Darunaithorn

## **Premises and Facilities**

### **Management Sector**

*acting Senior Vice President - Director*

Mrs. Chujit Niyamosot

### **General Services and**

### **Security Department**

*First Vice President & Manager*

Mr. Jintawat Jangsri

### **Premises and Property**

### **Management Department**

*Senior Vice President & Manager*

Mr. Phisek Phonakorn



## Office of General Counsel

*First Executive Vice President -  
Managing Director*

Mr. Somgiat Sangsurane

## Policy and Procedures Office

*First Vice President & Manager*

Mr. Thanawat Pattamuk

## Office of Compliance

*First Vice President & Manager*

Mr. Witoon Kantaapa

## Legal Consultant Department

*First Vice President & Manager*

Mrs. Wallaya Kaewrungruang

## Office of the Board of Directors & Shareholders

*Senior Vice President & Manager*

Mr. Suchart Dejittirut

## Government & State Enterprise Relations Group

*First Executive Vice President -  
Managing Director*

Mr. Preecha Phukham

## Government & State Enterprise Relations Sector

*Senior Vice President - Director*

Mrs. Sriprabha Pringpong

*First Vice President & Manager*

Mr. Charoensil Pakanan

*First Vice President & Manager*

Mr. Sanphet Pruetlapakorn

## Government Relations Department

*First Vice President & Manager*

Mr. Apichat Jaroenruanglert

## State Enterprise Relations Department

*First Vice President & Manager*

Mr. Dhanit Laksanaphuk

## Government Project Management Department

*First Vice President & Manager*

Mr. Chaianun Siravanichkarn

## Community Bank

*First Vice President & Manager*

Mrs. Nisanart Yothasmut

## Products and Market Management Group

*Senior Executive Vice President -  
Managing Director*

Mr. Sahas Treetipbut

## Products Management Sector

*Executive Vice President - Director*

Mr. Assanee Subvanich

## Financial Products Development Department

*Senior Vice President & Manager*

Dr. Wallop Lipiphun

## Personal Financial Products Management Department

*First Vice President & Manager*

Mrs. Siriporn Nopwattanapong

## Housing Loans Products Management Department

*First Vice President & Manager*

Mr. Thirin Taothong

## Electronic Products

## Management Department

*First Vice President & Manager*

Mr. Vachara Kanchanabundhu

## Non-Bank Products

## Management Department

*First Vice President & Manager*

Mr. Prapat Noonpukdee

## Cash Management Services Department

*Senior Vice President & Manager*

Mr. Dumrong Kaewprasith

## Market Management Sector

*Executive Vice President - Director*

Mr. Anantapol Punpeng

## Marketing Promotion Department

*First Vice President & Manager*

Mr. Tinnakorn Boonyakalin

## Market Information

## Management Department

*First Vice President & Manager*

Dr. Tanarug Issadisai

## Risk Management Group

*Senior Executive Vice President -  
Managing Director*

Mr. Sayan Satangmongkol

*Executive Vice President*

Mr. Tanachai Aruntat

## Risk Management Sector

## Credit Policy Department

*Senior Vice President & Manager*

Mrs. Taypee Srisukh

## Market Risk Management Department

Vacant

## Operational Risk Management Department

*First Vice President & Manager*

Mr. Preecha Nawaparakarn

## Credit Risk Monitoring Department

*Senior Vice President & Manager*

Miss Roongjit Punnahitananda

## Business Research Department

*First Vice President & Manager*

Mrs. Orapin Suthum

## Financial Management Group

Senior Executive Vice President -  
Managing Director

Mrs. Kittiya Todhanakasem

First Vice President & Manager

Mr. Somsak Likitkranchanakul

## Financial Planning Sector

### Asset & Liabilities

#### Management Department

First Vice President & Manager

Mr. Jakkrit Prasatthai

#### Planning & Budgeting Department

Executive Vice President & Manager

Mrs. Patcharasiri Kiatkumjai

#### Accounting Department

Senior Vice President & Manager

Mr. Narong Rugfugon

#### Cashier Department

First Vice President & Manager

Mr. Kan Pimolkiat

#### Customer Information Department

Senior Vice President & Manager

Mrs. Kulnaree Kettong

#### Management Information Department

Senior Vice President & Manager

Mr. Viruch Wongnirund

#### Investor Relations Department

First Vice President & Manager

Mr. Kaival Pongnontakul

## Treasury and Capital Market Sector

Executive Vice President - Director

Miss Pannipa Apichatabutra

### Treasury Department

Senior Vice President & Manager

Mr. Tawan Puntawong

### Capital Markets Department

First Vice President & Manager

Mr. Gridsn Nuengsigkapan

### Financial Institutions and Overseas

#### Offices Department

First Vice President & Manager

Mr. Santi Parivisutt

## Human Resources and Organization Management Group

First Executive Vice President -

Managing Director

Mrs. Sumana Vonggapan

Specialist

Mr. Dusit Tengniyom

Specialist

Mr. Pairoj Ratanasopa

Executive Vice President

Mrs. Yaovaluk Likitwattananurak

## Human Resources and Organization Management Sector

Senior Vice President - Director

Mr. Suthee Tripornchaisak

### Human Resources

#### Management Department

Senior Vice President & Manager

Mrs. Malinee Bodhisundara

#### Discipline & Welfare Department

Senior Vice President & Manager

Mr. Mongkol Krichtitayawuth

#### Human Resources Development Department

First Vice President & Manager

Mrs. Penjantra Teanpramuk

#### Organization Development Department

acting First Vice President & Manager

Mr. Suthee Tripornchaisak

#### Medical Department

Executive Vice President & Manager

Dr. Somkiat Geratikornsupuk M.D.

# Banking Network

**Domestic Branches:** 650 Branches as at March 4, 2006

Opening hours: Mon - Fri 8.30 - 16.30 hrs. (except some branches opening hours in the bracket)

Branch Name	Telephone	Fax.	Branch Name	Telephone	Fax.
<b>Bangkok (157 Branches)</b>			Krungkasem	+66 (0) 2223-2431-2	+66 (0) 2223-2430-2
Asok	+66 (0) 2664-1600-9	+66 (0) 2260-1365	Labour and Social Welfare *	+66 (0) 2247-7763, 7949, 8030, 8072	+66 (0) 2247-8072
Asok-Dindaeng Road	+66 (0) 2246-0735-7	+66 (0) 2248-0134	Lad Krabang Industrial Estate	+66 (0) 2326-0545-6	+66 (0) 2326-0547
Bang Bon	+66 (0) 2416-0090-3	+66 (0) 2416-0094	Ladplakhao 41	+66 (0) 2570-7020-22	+66 (0) 2570-7223
Bang Chan	+66 (0) 2517-1223-5	+66 (0) 2517-1444	Ladprao 33	+66 (0) 2511-3316	+66 (0) 2513-9432
Bang Chark	+66 (0) 2311-4710	+66 (0) 2331-6067	Ladprao 102	+66 (0) 2530-4092, 4243	+66 (0) 2530-6252
Bang Khun Non	+66 (0) 2435-1893-5	+66 (0) 2435-8006	Ladprao 130/1	+66 (0) 2731-3123-4	+66 (0) 2375-6647
Bang Khun Thian	+66 (0) 2416-3315-6	+66 (0) 2415-3015	Lak Si	+66 (0) 2522-7690-2	+66 (0) 2522-7692
Bang Plad *	+66 (0) 2424-7572, 9028	+66 (0) 2424-9313	Mahanak	+66 (0) 2225-5611-4	+66 (0) 2225-5615
Bangkok Airport *	+66 (0) 2535-2468-9	+66 (0) 2535-2445	Meenburi	+66 (0) 2918-8880-4	+66 (0) 2918-8885
Bangkok Metropolitan Administration *	+66 (0) 2226-3879	+66 (0) 2226-3879	Metropolitan Waterworks *	+66 (0) 2503-9474, 9907	+66 (0) 2503-9930
Banglampu	+66 (0) 2281-6121	+66 (0) 2281-6120	Ministry of Finance *	+66 (0) 2273-9665-6	+66 (0) 2273-9955
Bangpo	+66 (0) 2585-3562-4	+66 (0) 2585-3564	Nana Nua Office	+66 (0) 2208-4222-32	+66 (0) 2256-8425, 2256-8696
Bangyikhan	+66 (0) 2434-7157	+66 (0) 2435-3681	Nanglingee Road	+66 (0) 2678-8411-3	+66 (0) 2678-8414
C.T.I. Tower *	+66 (0) 2261-5274	+66 (0) 2260-3047	National Assembly *	+66 (0) 2243-6117, 2244-1479	+66 (0) 2280-3682
Central Bangna Tower (Mon-Fri 8.30-16.30 hrs. Sat 10.00-17.30 hrs.)	+66 (0) 2361-0993-4	+66 (0) 2361-0995	National Housing Authority	+66 (0) 2374-1383, 1466	+66 (0) 2374-1670
Central Pinklao (Mon-Fri 8.30-16.30 hrs. Sat 10.00-17.30 hrs.)	+66 (0) 2884-9000-6	+66 (0) 2884-9011	Nawamin Road	+66 (0) 2375-2844-6	+66 (0) 2375-1154
Century * (Mon-Sun 11.00-19.00 hrs.)	+66 (0) 2245-7358-9	-	New Phetchaburi Road	+66 (0) 2314-5580-9	+66 (0) 2314-5588
Chaeng Wattana	+66 (0) 2574-4560, 5773	+66 (0) 2574-5778	Nongchok *	+66 (0) 2548-3241-3	+66 (0) 2548-3243
Chan Road	+66 (0) 2286-2095-7	+66 (0) 2287-1738	On Nuch	+66 (0) 2322-8561, 8932-4	+66 (0) 2322-8933
Charansanitwongse 13	+66 (0) 2411-1288-90	+66 (0) 2411-4027	Pakklong Talad	+66 (0) 2226-6350-2	+66 (0) 2221-7552
Charoen Nakhon Road	+66 (0) 2438-9551-3	+66 (0) 2438-7600	Pathum Wan	+66 (0) 2215-0050-4	+66 (0) 2215-7717
Chokchai 4 Soi 22	+66 (0) 2530-2571-2, 3616	+66 (0) 2530-2572	Petroleum Authority	+66 (0) 2537-8006-8	+66 (0) 2936-2471
Communication Authority of Thailand *	+66 (0) 2506-4024-5, 2574-2937	+66 (0) 2574-2937	Phahonyothin 20	+66 (0) 2272-0910-3	+66 (0) 2272-0645
Dindaeng	+66 (0) 2692-6351-3	+66 (0) 2692-6350	Phahonyothin 35	+66 (0) 2561-1725-6	+66 (0) 2561-1724
Ekamai	+66 (0) 2381-4052-4	+66 (0) 2391-2950	Phatthanakarn 17	+66 (0) 2319-3910-1, 7881-2	+66 (0) 2319-7958
Exim Building *	+66 (0) 2278-1786	+66 (0) 2278-1785	Phatthanakarn 65	+66 (0) 2322-8549-50	+66 (0) 2322-8552
Fashion Island * (Mon-Sun 11.00-19.00 hrs.)	+66 (0) 2947-5236-7	+66 (0) 2947-5238	Phetkasem 29 (Phasi Charoen)	+66 (0) 2457-0059	+66 (0) 2467-5456
Government House *	+66 (0) 2282-0275	+66 (0) 2282-0472	Phetkasem 35-37	+66 (0) 2454-8085-8	+66 (0) 2454-8084
Government Pharmaceutical Organization *	+66 (0) 248-4128, 247-8588	+66 (0) 2354-8890	Phetkasem 65/1 (Bangkhaenua)	+66 (0) 2421-9753-5	+66 (0) 2421-0372
Happyland Road	+66 (0) 2375-6058, 6513	+66 (0) 2375-6849	Phetkasem 77/2 (Nong Khaem)	+66 (0) 2444-2783-6	+66 (0) 2444-2786
Hua Takhe (Lad Krabang)	+66 (0) 2326-6244, 2739-1575-6	+66 (0) 2326-6243	Phetkasem 84 (Bangkae)	+66 (0) 2454-3737-8	+66 (0) 2454-2102
IT Square Laksi * (Mon-Sun 11.00-19.00 hrs.)	+66 (0) 2576-0527-8	-	Ploenchit Metropolitan Electricity *	+66 (0) 2251-9114-6	+66 (0) 2255-2989
Kao San Road (Mon-Fri 9.30-17.30 hrs.)	+66 (0) 2282-8507-8	+66 (0) 2282-8506	Port Authority of Thailand *	+66 (0) 2350-2389-90	+66 (0) 2350-2391
Krasung Sueksathikan	+66 (0) 2282-4944, 5457	+66 (0) 2282-5458			

Note : \* Sub-Branch

Branch Name	Telephone	Fax.	Branch Name	Telephone	Fax.
Prachaniwet	+66 (0) 2591-1742, 4217	+66 (0) 2591-3947	Silom	+66 (0) 2233-2383-4,	+66 (0) 2237-5920
Pracharaj Road	+66 (0) 2911-3105-8	+66 (0) 2585-4010		+66 (0) 2235-8153-4	
Prachautis Road (Toongkru) *	+66 (0) 2428-8813-5	-	Siyaek Arun Amrin	+66 (0) 2435-3508, 3510	+66 (0) 2433-0620
Prachautit	+66 (0) 2934-7416, 7418-20	+66 (0) 2934-7417	Siyaek Bankhaek	+66 (0) 2466-1650, 1653	+66 (0) 2466-1989
Pradipat 13	+66 (0) 2618-4855-60	+66 (0) 2270-0056	Siyaek Praya Sri	+66 (0) 2221-9611-2	+66 (0) 2222-9252
Pradipat 16	+66 (0) 2278-1612-3	+66 (0) 2279-6395	Siyaek Saphan Krungthon	+66 (0) 2423-0530-1	+66 (0) 2435-0423
Prakanong	+66 (0) 2391-0429, 1961	+66 (0) 2390-0150	Siyake Rajawongse	+66 (0) 2221-1193-4	+66 (0) 2222-6368
Prannok	+66 (0) 2411-5589-97	+66 (0) 2411-5593	Soi Arlee	+66 (0) 2271-2570-3	+66 (0) 2271-2579
Praram 2 Road	+66 (0) 2468-6160	+66 (0) 2468-6344	Sriyan	+66 (0) 2243-3738-40	+66 (0) 2243-2863
Praram 3 - Soi 7	+66 (0) 2291-0756-7	+66 (0) 2291-0758	Srong Prapa *	+66 (0) 2566-4474	+66 (0) 2566-4472
Pratunam	+66 (0) 2252-9472-3	+66 (0) 2255-1008	Suanmali	+66 (0) 2223-7779	+66 (0) 2223-7759
Pratunam Center *	+66 (0) 2250-6329-8	-	Suanplu *	+66 (0) 2287-1525	+66 (0) 2287-1489
Provincial Electricity Authority *	+66 (0) 2591-3141, 6314	+66 (0) 2591-3141	Sukhaphiban 2	+66 (0) 2375-1836	+66 (0) 2375-1644
Queen Sirikit National Convention Center	+66 (0) 2229-4237-9	+66 (0) 2229-4234	Sukhaphiban 3 Road	+66 (0) 2728-1015, 1017-9	+66 (0) 2729-5424
Rachadapisek - Huaikhwang	+66 (0) 2276-0096-9	+66 (0) 2276-0101	Sukhumvit 49	+66 (0) 2258-0624,	+66 (0) 2258-0511
Rajadamnoen	+66 (0) 2281-6950-2	+66 (0) 2281-1841		+66 (0) 2261-6480-1	
Rajathevi	+66 (0) 2215-8080-3	+66 (0) 2215-8084	Sukhumvit 71	+66 (0) 2381-2603-5	+66 (0) 2381-2602
Rajawongse	+66 (0) 2222-2171-8	+66 (0) 2222-9881	Sukhumvit 77 *	+66 (0) 2311-6702	+66 (0) 2311-6701
Rajchawat *	+66 (0) 2241-4204-6	-	Sukhumvit 93	+66 (0) 2332-5219-21	+66 (0) 2331-6667
Rama 4 Road	+66 (0) 2249-3178, 3184	+66 (0) 2249-3350	Surawongse	+66 (0) 2236-7292-4	+66 (0) 2237-6596
Rama 9 Soi 13	+66 (0) 2717-0121-3, 0216	+66 (0) 2717-0125	Sutthisanwinitchai	+66 (0) 2276-9352-3	+66 (0) 2276-9354
Ramindra Km. 2	+66 (0) 2971-6167-71	+66 (0) 2552-6029	Taksin Road	+66 (0) 2438-0023-4, 2439-3993	+66 (0) 2438-2625
Raminthra Km.4	+66 (0) 2510-6630-1, 2943-6205-6	+66 (0) 2509-0386	Talad Huai Khwang	+66 (0) 2275-2221, 2518	+66 (0) 2275-2503
Raminthra Km.10	+66 (0) 2518-1112-5	+66 (0) 2517-5375-6	Talad Noi	+66 (0) 2236-4866-7, 4893-4	+66 (0) 2233-8875
Revenue Department *	+66 (0) 2617-2566-7	+66 (0) 2617-2568	Talad Plu	+66 (0) 2465-1087, 2466-2464	+66 (0) 2466-7345
Saint Louis Soi 3	+66 (0) 2212-3379, 5702	+66 (0) 2212-7981	Tanam Rajawongse	+66 (0) 2221-1284	+66 (0) 2225-9708
Sampeng	+66 (0) 2221-8666-7	+66 (0) 2221-0375	Tanon Fuangnakhon	+66 (0) 2221-4330, 2224-3995	+66 (0) 2224-3996
Samyang	+66 (0) 2215-4007-8	+66 (0) 2216-2967	Tanon Kanchana Phisek (Bangwaek)	+66 (0) 2449-6013-5	-
Samyod	+66 (0) 2222-1171-4	+66 (0) 2225-9276, 2226-1372	Tanon Mahachai	+66 (0) 2222-9444	+66 (0) 2225-3965
Sanphawut	+66 (0) 2361-1765-8	+66 (0) 2361-1769	Tao Poon	+66 (0) 2585-1312, 2198	+66 (0) 2585-8075
Saphan Kasatsuek	+66 (0) 2214-4147, 4846	+66 (0) 2214-1826	Telephone Organization of Thailand *	+66 (0) 2574-1289, 9410	+66 (0) 2574-9412
Saphan Khao	+66 (0) 2282-5007-8	+66 (0) 2282-0786	Tha Tien	+66 (0) 2222-0198-9	+66 (0) 2221-8483
Saphanmai	+66 (0) 2551-0545-7	+66 (0) 2521-1300	Thadindaeng	+66 (0) 2437-1184, 5278	+66 (0) 2437-4491
Sathorn Road	+66 (0) 2670-1700-4	+66 (0) 2670-1705	Thai Airways International *	+66 (0) 2512-2008, 2545-2069	+66 (0) 2512-2154
Sathupradit	+66 (0) 2295-4921-3	+66 (0) 2295-4924	Thanon Kheha Romkiao *	+66 (0) 2557-0626, 0643	+66 (0) 2557-0676
Sermmit Tower	+66 (0) 2260-2697-8	+66 (0) 2260-2698	Thanon Suksawat	+66 (0) 2468-6860, 2476-4027	+66 (0) 2468-5255
Si Ayutthaya Road	+66 (0) 2247-9256-8	+66 (0) 2246-2855	Thapra	+66 (0) 2868-2330-1	+66 (0) 2457-2344
Si Nakarin	+66 (0) 2379-5079-82,	+66 (0) 2379-3243			
Si Nakarin Km. 9	+66 (0) 2721-8010-3	+66 (0) 2721-8014			
Siam Square	+66 (0) 2252-7291, 2254-8685	+66 (0) 2254-8686			

Note : \* Sub-Branch



Branch Name	Telephone	Fax.	Branch Name	Telephone	Fax.
The Customs Department Thewet	+66 (0) 2249-9310-1 +66 (0) 2281-1332, +66 (0) 2282-8278	+66 (0) 2249-9313 +66 (0) 2281-1127	Muang Thong Thani	+66 (0) 2503-4893-4	+66 (0) 2503-4899
Thonburi-Paktho	+66 (0) 2427-8664, +66 (0) 2428-6362	+66 (0) 2427-6550	Ngamwongwan	+66 (0) 2591-6180-1	+66 (0) 2589-8855
Thong Lo	+66 (0) 2381-3508, 3867	+66 (0) 2381-3868	Nonthaburi	+66 (0) 2525-0421, 0447	+66 (0) 2525-0857
Tourism Authority of Thailand *	+66 (0) 2250-1504	+66 (0) 2250-1503	Pak Kret	+66 (0) 2584-6971, +66 (0) 2583-8616-7	+66 (0) 2583-8618
Udomsuk	+66 (0) 2399-1168-9	+66 (0) 2399-1375	Ratanathibet	+66 (0) 2591-3598, 8363	+66 (0) 2591-3599
Union Mall Ladprao (Mon-Sun 11.00-19.00 hrs.)	+66 (0) 2511-4330, 4336	+66 (0) 2511-4295	Suan Yai (Tanam Nonthaburi)	+66 (0) 2525-0913, 0957	+66 (0) 2525-1139
Victory Memorial	+66 (0) 2298-0016-20	+66 (0) 2298-0884	Tanon Kanchana Phisek (Bangyai)	+66 (0) 2443-6682-4	-
Viphavadi-Rangsit 5	+66 (0) 2272-2214-5	+66 (0) 2272-2243, 2386	Tiwanon 3	+66 (0) 2591-5525-7, 8228-30	+66 (0) 2580-2254
Vorachak	+66 (0) 2223-2311	+66 (0) 2221-5878	<b>Pathum Thani (12 Branches)</b>		
Wisut Kasat Road	+66 (0) 2281-7476, 7483	+66 (0) 2280-1874	Amphoe Sam Khok	+66 (0) 2593-1381-3	+66 (0) 2593-1380
Wong Sawang	+66 (0) 2913-2347-50	+66 (0) 2913-2346	Future Park Rangsit (Mon-Sun 11.00-19.00 hrs.)	+66 (0) 2567-3607, 4498, 5019	+66 (0) 2567-5019
Yan Nawa	+66 (0) 2211-0156, 3300	+66 (0) 2211-9989	Lat Lum Kaew	+66 (0) 2599-1086-9	+66 (0) 2599-1087
Yaowaraj 0140-1	+66 (0) 2222-0131-8,	+66 (0) 2225-9275	Navanakorn Industrial * (Mon-Sun 11.00-19.00 hrs.)	+66 (0) 2529-6333-5	+66 (0) 2529-6335
<b>Bangkok Vicinity (57 Branches)</b>			Pathum Thani	+66 (0) 2581-2245-6	+66 (0) 2581-1465
<b>Nakhon Pathom (12 Branches)</b>			Phithaksanti (Talad Pathum Thani)	+66 (0) 2581-6331-3	+66 (0) 2581-4055
Bang Len	+66 (0) 3439-1031-3	+66 (0) 3439-1034	Rung Sit	+66 (0) 2567-1001-5	+66 (0) 2531-3450
Big C Nakhonpathom * (Mon-Sun 10.00-17.30 hrs.)	+66 (0) 3425-1755	+66 (0) 3425-1780	Rungsit - Nakhonnayok Klong 4 *	+66 (0) 2990-9939-40, 9942	+66 (0) 2533-1543
Kamphaeng Saen	+66 (0) 3435-1434-6	+66 (0) 3435-1632	Rungsit - Nakhonnayok Klong 6 *	+66 (0) 2577-5827, 5853, 5933	-
Nakhon Chaisi	+66 (0) 3433-1113-6	+66 (0) 3433-2163	Talad Simummueng	+66 (0) 2531-5111-3	+66 (0) 2531-7245
Nakhon Pathom	+66 (0) 3425-0770-2	+66 (0) 3425-3956	Talad Tai	+66 (0) 2529-2022, 4206-7, 4222	+66 (0) 2529-4786
Om Yai	+66 (0) 2420-4980-1, 4989, 5183	+66 (0) 2420-4983	Thamasat University Rangsit Center *	+66 (0) 2564-3377	+66 (0) 2564-3378
Phrapratone	+66 (0) 3429-3052-3	+66 (0) 3439-5052	<b>Samut Prakarn (15 Branches)</b>		
Phutthamonthon Sai 5 *	+66 (0) 2420-8771-3	-	Bang Kru	+66 (0) 2462-7863, +66 (0) 2817-8818	+66 (0) 2817-8819
Prapatomjedee	+66 (0) 3425-4297-8	+66 (0) 3425-4237	Bang Poo	+66 (0) 2395-3049	+66 (0) 2395-3048
Salaya	+66 (0) 2441-4450-2	-	Bangphli	+66 (0) 2316-1935-7	+66 (0) 2316-1938
Sam Phran 5515	+66 (0) 3432-2900, 5515	+66 (0) 3432-3155	Mueang Mai Bang Phli *	+66 (0) 2315-2284-5	+66 (0) 2315-2286
Siyaek Sanamchan	+66 (0) 3425-4533-5	+66 (0) 3425-4240	Pak Nam	+66 (0) 2389-0993-7	+66 (0) 2387-0705
<b>Nonthaburi (13 Branches)</b>			Phra Pradaeng	+66 (0) 2462-5000	+66 (0) 2463-3721
Bang Bua Thong	+66 (0) 2924-1031	+66 (0) 2571-7667	Puchao Saming Phrai Road	+66 (0) 2384-2757-9	+66 (0) 2394-0955
Bang Krui	+66 (0) 2447-0652-5	+66 (0) 2447-1554	Samrong	+66 (0) 2384-4448, 4974	+66 (0) 2384-4448
Bangkrui Electricity Generating *	+66 (0) 2436-1563, 4094	+66 (0) 2433-4663	Samut Prakan	+66 (0) 2389-1161	+66 (0) 2387-1182
Ministry of Commerce *	+66 (0) 2547-5941-3	+66 (0) 2547-5943	Si Nakarin Km.14	+66 (0) 2385-8167, 8215	+66 (0) 2385-8292
Ministry of Public Health Tiwanon *	+66 (0) 2580-7000	+66 (0) 2580-9435	Srisamut Road	+66 (0) 2387-1003	+66 (0) 2387-1002

Note : \* Sub-Branch

Branch Name	Telephone	Fax.
Talad Nhamdaeng	+66 (0) 2385-1205-6	+66 (0) 2385-1207
Tepharak	+66 (0) 2394-6839-40	+66 (0) 2394-0720
Tesco Lotus Bang Phli * (Mon-Sun 10.00-20.00 hrs.)	+66 (0) 2325-1087-8	-
Thanon Phraeksa *	+66 (0) 2388-2835-7	+66 (0) 2388-2837

#### Samut Sakorn (5 Branches)

Ban Pheo	+66 (0) 3448-1173, 1364	+66 (0) 3448-1364
Krathum Baen	+66 (0) 3447-1926-7	+66 (0) 3447-1928
Phetkasem 91(Om Noi)	+66 (0) 2420-5454-5	+66 (0) 2420-5456
Samut Sakhon	+66 (0) 3441-1788	+66 (0) 3442-1600
Talad Mahachai	+66 (0) 3481-0257-8	+66 (0) 3442-7702

#### Central Region (53 Branches)

##### Ang Thong (4 Branches)

Ang Thong	+66 (0) 3561-1720-1	+66 (0) 3561-1665
Pa Mok	+66 (0) 3566-1429	+66 (0) 3566-1323
Pho Thong	+66 (0) 3569-1352-3	+66 (0) 3569-1351
Wisetchaichan	+66 (0) 3563-1740-1, 1745	+66 (0) 3563-1742

##### Chainat (3 Branches)

Chai Nat	+66 (0) 5641-1106, 1178	+66 (0) 5641-1107
Hankha	+66 (0) 5645-1099	+66 (0) 5645-1269
Sankha Buri	+66 (0) 5648-1061	+66 (0) 5648-1006

##### Kanchanaburi (7 Branches)

Bophloi	+66 (0) 3462-8492-4	+66 (0) 3462-8495
Kanchanaburi	+66 (0) 3451-1569	+66 (0) 3451-4518
Saengchuto Road	+66 (0) 3451-1292, 6769-71	+66 (0) 3451-6768
Sai Yok	+66 (0) 3463-4263-65	+66 (0) 3459-1068
Tha Maka	+66 (0) 3454-2307	+66 (0) 3454-1160
Tha Muang	+66 (0) 3461-1441, 1891-2	+66 (0) 3461-1890
Thong Pha Phum	+66 (0) 3459-9065-6	+66 (0) 3459-9100

##### Lop Buri (9 Branches)

Ban Mi	+66 (0) 3647-1239, 1991-2	+66 (0) 3647-1360
Khao Phra Ngam	+66 (0) 3648-6437, 6615	+66 (0) 3648-6651
Khok Samrong	+66 (0) 3644-1239, 1723	+66 (0) 3644-1160
Lamnarai	+66 (0) 3646-1044, 3663-0797-8	+66 (0) 3646-1043
Lop Buri	+66 (0) 3641-1204-5	+66 (0) 3642-0955
Phatthanankhom	+66 (0) 3663-9313-4	+66 (0) 3649-1506
Tha Wung	+66 (0) 3662-2039	+66 (0) 3662-2040
Vichayen Road	+66 (0) 3661-7953-4	+66 (0) 3661-8836

Branch Name	Telephone	Fax.
Wong Wien Srakaew	+66 (0) 3641-3678,	+66 (0) 3641-3723
	+66 (0) 3642-2470	

#### Pha Nakorn Si Ayutthaya (10 Branches)

Ayutthaya	+66 (0) 3521-1483-4,	+66 (0) 3524-1266
	+66 (0) 3532-1885	
Ayutthayapark Shopping Complex	+66 (0) 3534-5280, 5636, 5830	+66 (0) 3534-6051
(Mon-Sun 10.00-19.00 hrs.)		
Bang Pa-In	+66 (0) 3522-1025-7	+66 (0) 3522-1028
Phachi	+66 (0) 3531-1089	+66 (0) 3531-1389
Phak Hai	+66 (0) 3539-1458-9	+66 (0) 3539-1457
Pratunam Phra In	+66 (0) 3536-1334-6	+66 (0) 3536-2006
Rojana	+66 (0) 3524-3389	+66 (0) 3521-3951
Sena	+66 (0) 3521-7168-70	+66 (0) 3520-1089
Talad Hua Raw	+66 (0) 3525-2365-6	+66 (0) 3525-2368
Tha Rua	+66 (0) 3534-1089, 1189	+66 (0) 3534-1990

#### Samut Songkhram (2 Branches)

Maeklong	+66 (0) 3471-1186	+66 (0) 3472-3834
Samut Songkhram	+66 (0) 3471-6352-4	+66 (0) 3471-6351

#### Saraburi (8 Branches)

Hin Kong	+66 (0) 3633-7411-2,	+66 (0) 3637-9494
	+66 (0) 3637-9493	
Na Phra Lan	+66 (0) 3634-7192-3,	+66 (0) 3635-1193
	+66 (0) 3635-1192-3	
Nong Khae	+66 (0) 3637-1319	+66 (0) 3637-1324
Nong Zang	+66 (0) 3639-9238-40	+66 (0) 3639-9237
Pakpreaw	+66 (0) 3622-2337, 2906	+66 (0) 3622-2580
Sao Hai	+66 (0) 3633-2036-7	+66 (0) 3639-1218
Sara Buri	+66 (0) 3622-2093-4	+66 (0) 3622-2095
Thalan	+66 (0) 3628-1427-8	+66 (0) 3628-1334

#### Sing Buri (2 Branches)

In Buri	+66 (0) 3658-1476-8	+66 (0) 3658-1331
Sing Buri	+66 (0) 3651-1004, 1115	+66 (0) 3651-1006

#### Suphan Buri (8 Branches)

Dan Chang	+66 (0) 3550-9503-4	+66 (0) 3559-5367
Don Chedi	+66 (0) 3559-1301-3	+66 (0) 3559-1304
Phraphanvasa Road	+66 (0) 3552-3475, 3859	+66 (0) 3552-3722
Sam Chuk	+66 (0) 3557-1755	+66 (0) 3557-1022
Song Phi Nong	+66 (0) 3553-1452, 1454	+66 (0) 3553-1453
Suphan Buri	+66 (0) 3552-5202-5	+66 (0) 3552-3315
Suphanburi	+66 (0) 3553-5060-3	+66 (0) 3553-5064
Government Centre		
U-Thong	+66 (0) 3555-1927-8	+66 (0) 3555-1929

Note : \* Sub-Branch



Branch Name	Telephone	Fax.	Branch Name	Telephone	Fax.
<b>Northern Region (103 Branches)</b>			<b>Lampang (7 Branches)</b>		
<b>Chiang Mai (23 Branches)</b>					
Bo Sang	+66 (0) 5333-8289, 8389	+66 (0) 5333-8376	Kalangnakorn	+66 (0) 5423-0193-5	+66 (0) 5423-0192
Chaiprakarn	+66 (0) 5345-7002-3	+66 (0) 5345-7004	Lam Pang	+66 (0) 5422-1649, 5074	+66 (0) 5422-5748
Changkhan Road	+66 (0) 5327-2093-5	+66 (0) 5381-8368	Mae Mo	+66 (0) 5426-6004, 6176	+66 (0) 5426-6005
Chiang Dao	+66 (0) 5345-5237-9	+66 (0) 5345-5147	Mae Tha	+66 (0) 5428-9155	+66 (0) 5428-9154
Chiang Mai	+66 (0) 5324-5250-1, 9986-7	+66 (0) 5324-8868	Pratuchai	+66 (0) 5422-3638, 5050	+66 (0) 5422-5051
Chiangmai University *	+66 (0) 5322-3191	+66 (0) 5322-3172	Thoen	+66 (0) 5429-1111, 1333	+66 (0) 5429-1555
(Mon-Fri 9.00-17.00 hrs.)			Wang Nua	+66 (0) 5427-9118-9	+66 (0) 5427-9117
Chom Thong	+66 (0) 5334-1351-2	+66 (0) 5334-1350	<b>Lamphun (4 Branches)</b>		
Fang	+66 (0) 5345-1481-3	+66 (0) 5345-2006	Ban Hong	+66 (0) 5359-1111, 1146	+66 (0) 5359-1211
Hang Dong	+66 (0) 5344-1097-8	+66 (0) 5344-1096	Lamphun	+66 (0) 5351-1109, 2110	+66 (0) 5351-1189
Huai Kaew Road	+66 (0) 5322-5808-9	+66 (0) 5322-5810	Lumphun Industrial	+66 (0) 5358-1442	+66 (0) 5358-1443
Kad Suan Kaew Shopping	+66 (0) 5322-4278-9	+66 (0) 5322-5807	Estate *		
Center * (Mon-Sun 10.00-20.00 hrs.)			Mae Thar	+66 (0) 5357-4322-5	+66 (0) 5357-4821
Khuang Sing	+66 (0) 5340-9545	+66 (0) 5340-9548	<b>Mae Hong Son (4 Branches)</b>		
Mae Joe	+66 (0) 5335-3431-4	+66 (0) 5335-3430	Khun Yuam	+66 (0) 5369-1023, 1043	+66 (0) 5369-1033
Mae Rim	+66 (0) 5329-7221, 8401	+66 (0) 5329-7222	Mae Hong Son	+66 (0) 5361-2399	+66 (0) 5361-2219
Phra Sing	+66 (0) 5328-3270-1	+66 (0) 5328-3269	Mae Sariang	+66 (0) 5368-1111, 1482	+66 (0) 5368-1222
San Pa Khoi	+66 (0) 5324-1110	+66 (0) 5324-5405	Pai	+66 (0) 5369-9028-9	+66 (0) 5369-9030
Sanpatong	+66 (0) 5331-1520	+66 (0) 5331-1503	<b>Nakorn Sawan (10 Branches)</b>		
Siyak Nong Hoy	+66 (0) 5380-0475-6	+66 (0) 5380-0477	Banphot Phisai	+66 (0) 5627-9034, 9068	+66 (0) 5627-9227
Siyak Sanambin Chiang Mai	+66 (0) 5328-0965-7	+66 (0) 5328-0968	Chumsaeng	+66 (0) 5628-2103, 2229	+66 (0) 5628-2218
Sri Nakorn Pink	+66 (0) 5323-4395, 4890,	+66 (0) 5325-1724	Lat Yao	+66 (0) 5627-1267, 1618	+66 (0) 5627-1328
	+66 (0) 5325-1044, 1046		Matuli Road	+66 (0) 5622-9904, 9935	+66 (0) 5622-9853
Sun Kumphaeng	+66 (0) 5333-2311, 2628	+66 (0) 5333-1994	Nakhon Sawan	+66 (0) 5621-6281-3	+66 (0) 5621-6284
Suthep Road	+66 (0) 5327-8084, 8087	+66 (0) 5327-8871	Pak Nam Pho	+66 (0) 5622-7597, 7643	+66 (0) 5622-1706
Tha Pae	+66 (0) 5325-2801-5	+66 (0) 5323-2537	Phayuha Khiri	+66 (0) 5634-1018-9,	+66 (0) 5634-1455
				1502	
<b>Chiang Rai (7 Branches)</b>			Sawanviti Road	+66 (0) 5622-1628, 1776	+66 (0) 5622-6790
Chiang Khong	+66 (0) 5379-1665,	+66 (0) 5379-1772	Tak Fa	+66 (0) 5624-1074,	+66 (0) 5624-1177
	1955			1178	
Chiang Rai	+66 (0) 5374-4282-3	+66 (0) 5371-1700	Takhli	+66 (0) 5626-1557	+66 (0) 5626-2500
Chiang Saen	+66 (0) 5365-0696-7	+66 (0) 5365-0698	<b>Nan (1 Branch)</b>		
Hayaek Phokhun Mengrai	+66 (0) 5371-7740-3	+66 (0) 5371-9147	Nan	+66 (0) 5477-2543-4,	+66 (0) 5471-0209
Mae Chan	+66 (0) 5377-1940-2	+66 (0) 5377-1939		4089	
Mae Sai	+66 (0) 5373-1624-5	+66 (0) 5373-1831	<b>Phayao (4 Branches)</b>		
Phan	+66 (0) 5372-1370-1	+66 (0) 5372-1622	Chiang Kham	+66 (0) 5445-1800, 1965	+66 (0) 5445-1675
<b>Kamphaeng Phet (6 Branches)</b>			Dok Kham Tai	+66 (0) 5449-1477-9	+66 (0) 5449-1476
Chakangrao	+66 (0) 5571-1003	+66 (0) 5571-4024	Phayao	+66 (0) 5443-1032, 1801	+66 (0) 5443-1802
Kamphaeng Phet	+66 (0) 5571-1007,	+66 (0) 5571-3567	Pong	+66 (0) 5449-7038	+66 (0) 5449-7035
	1117, 1272, 1277				
Khanu Woraklaksaburi	+66 (0) 5572-5025	+66 (0) 5577-9014			
Klong Khlung	+66 (0) 5578-1112, 1114-6	+66 (0) 5578-1113			
Lan Krabu	+66 (0) 5576-9117, 9119	+66 (0) 5576-9174			
Salokbat	+66 (0) 5577-1200	+66 (0) 5577-1491			

Note : \* Sub-Branch



Branch Name	Telephone	Fax.
<b>Phetchabun (7 Branches)</b>		
Bueng Samphan	+66 (0) 5673-2503-5	+66 (0) 5673-2505
Chon Daen	+66 (0) 5676-1276-7	+66 (0) 5676-1276
Lom Sak	+66 (0) 5670-1029	+66 (0) 5670-1676
Nong Phai	+66 (0) 5678-1886-8	+66 (0) 5678-1884
Phetchabun	+66 (0) 5671-1167, 1344, 1388	+66 (0) 5671-1168
Phetcharoen Road	+66 (0) 5671-1644-5	+66 (0) 5671-1646
Wichian Buri	+66 (0) 5679-1316-8	+66 (0) 5679-1318

Branch Name	Telephone	Fax.
<b>Phichit (7 Branches)</b>		
Bang Mun Nak	+66 (0) 5663-1177, 1202-3, 1830, 1977	+66 (0) 5663-1414
Phichit	+66 (0) 5661-1376	+66 (0) 5661-1396
Pho Thale	+66 (0) 5668-1022	+66 (0) 5668-1024
Rajkasemutit	+66 (0) 5665-1393-5	+66 (0) 5665-1396
Sak Leg	+66 (0) 5669-9127-9	+66 (0) 5669-9130
Taphan Hin	+66 (0) 5662-1159, 1179	+66 (0) 5662-1959
Thap Klo	+66 (0) 5664-1317, 1334	+66 (0) 5664-1307

Branch Name	Telephone	Fax.
<b>Phitsanulok (7 Branches)</b>		
Bang Rakam	+66 (0) 5537-1228-9	+66 (0) 5537-1148
Hayaek Khokmatoom	+66 (0) 5524-5457-8	+66 (0) 5530-2011
Nakhon Thai	+66 (0) 5538-9297	+66 (0) 5538-9090
Phitsanulok	+66 (0) 5523-0371-5	+66 (0) 5524-2112
Phrom Phiram	+66 (0) 5536-9111-4	+66 (0) 5536-9112
Singhawat Road	+66 (0) 5523-0721-4	+66 (0) 5523-0723
Wang Thong	+66 (0) 5531-1314	+66 (0) 5531-1231

Branch Name	Telephone	Fax.
<b>Phrae (2 Branches)</b>		
Long	+66 (0) 5458-1666	+66 (0) 5458-1456
Phrae	+66 (0) 5451-1630	+66 (0) 5452-2928

Branch Name	Telephone	Fax.
<b>Sukhothai (5 Branches)</b>		
Kong Krailat	+66 (0) 5569-1130-3	+66 (0) 5569-1131
Sawankhalok	+66 (0) 5564-1060, 1422	+66 (0) 5564-1539
Si Nakhon	+66 (0) 5565-1037, 1039	+66 (0) 5565-2637
Si Samrong	+66 (0) 5568-1366	+66 (0) 5568-1320
Sukhothai	+66 (0) 5561-1298, 1383	+66 (0) 5561-2921

Branch Name	Telephone	Fax.
<b>Tak (2 Branches)</b>		
Mae Sot	+66 (0) 5553-1193	+66 (0) 5553-1436
Tak	+66 (0) 5551-1116, 1423	+66 (0) 5551-1597

Branch Name	Telephone	Fax.
<b>Uthai Thani (2 Branches)</b>		
Sawang Arom	+66 (0) 5654-4126	+66 (0) 5654-4127
Uthai Thani	+66 (0) 5651-1330	+66 (0) 5651-2400

Branch Name	Telephone	Fax.
<b>Uttaradit (5 Branches)</b>		
Nam Pat	+66 (0) 5548-1011-2, 1229	+66 (0) 5548-1081
Phichai	+66 (0) 5542-1002	+66 (0) 5542-1001
Si Utra Road	+66 (0) 5541-3860	+66 (0) 5541-4692
Tron	+66 (0) 5549-1013	+66 (0) 5549-1014
Uttaradit	+66 (0) 5541-1225	+66 (0) 5541-1477

Branch Name	Telephone	Fax.
<b>Northeastern Region (110 Branches)</b>		
<b>Amnat Charoen (1 Branch)</b>		
Amnat Charoen	+66 (0) 4551-1058-9	+66 (0) 4551-1785

Branch Name	Telephone	Fax.
<b>Buri Ram (9 Branches)</b>		
Buri Ram	+66 (0) 4461-1216	+66 (0) 4461-3434
Krasang	+66 (0) 4469-1020-1	+66 (0) 4469-1382
Kumueng *	+66 (0) 4469-1121, 9001	+66 (0) 4469-9123
Lam Plaimat	+66 (0) 4466-1208	+66 (0) 4462-3121
Nangrong	+66 (0) 4463-2105-8	+66 (0) 4463-2104
Phuthaisong	+66 (0) 4468-9201-3	+66 (0) 4468-9201
Prakhon Chai	+66 (0) 4467-1117, 1434	+66 (0) 4467-1391
Satuk	+66 (0) 4462-7415	+66 (0) 4468-1282
Thani Road	+66 (0) 4461-1560	+66 (0) 4461-4306

Branch Name	Telephone	Fax.
<b>Chaiyaphum (6 Branches)</b>		
Bantant *	+66 (0) 4488-7109	+66 (0) 4488-7132
Bumnet Narong	+66 (0) 4485-9221-2	+66 (0) 4485-9223
Chaiyaphum	+66 (0) 4482-1321-4	+66 (0) 4482-1578
Haruethai Road *	+66 (0) 4482-1799-800	+66 (0) 4481-1325
Nong Bua Rawe *	+66 (0) 4489-7111	+66 (0) 4489-7112
Pu Keaw	+66 (0) 4486-1277, 1363-5	+66 (0) 4486-1411

Branch Name	Telephone	Fax.
<b>Kalasin (4 Branches)</b>		
Kalasin	+66 (0) 4381-1731	+66 (0) 4381-2232
Kalasin Plaza	+66 (0) 4381-5683-4	+66 (0) 4381-5684
(Mon-Sat 11.00-19.00 hrs.)		
Kuchinarai	+66 (0) 4385-1312, 1314	+66 (0) 4385-1052
Nong Kung Si	+66 (0) 4388-1123-4, 1533	+66 (0) 4388-1222

Branch Name	Telephone	Fax.
<b>Khon Kaen (12 Branches)</b>		
Ban Phai	+66 (0) 4327-2116, 2776	+66 (0) 4327-2886
Chum Phae	+66 (0) 4331-2016-7, 2252	+66 (0) 4331-1139
Khon Kaen	+66 (0) 4324-6837-40	+66 (0) 4324-6838
Khonkaen University *	+66 (0) 4324-4461	+66 (0) 4324-7044
Klangmuang Road	+66 (0) 4332-1647-8	+66 (0) 4332-1649

Note : \* Sub-Branch



Branch Name	Telephone	Fax.
Kranuan	+66 (0) 4325-1701-2	+66 (0) 4325-2013
Maliwan Road	+66 (0) 4324-1605-6	+66 (0) 4324-1607
Muang Phon	+66 (0) 4341-4273-4	+66 (0) 4341-4275
Nong Rua	+66 (0) 4329-4013, 4014,	+66 (0) 4329-4118
	4117, 4119	
Pratumuang	+66 (0) 4332-2278-80	+66 (0) 4322-2966
Si Chan	+66 (0) 4324-5634,	+66 (0) 4324-1865
	6604	
Ubol Ratana	+66 (0) 4344-6001-4	+66 (0) 4344-6005

#### Loei (2 Branches)

Dan Sai	+66 (0) 4289-1273	+66 (0) 4289-1274
Loei	+66 (0) 4281-1720	+66 (0) 4281-1728

#### Maha Sarakham (5 Branches)

Borabu	+66 (0) 4377-1451	+66 (0) 4377-1113
Hayaek Mahasarakham University *	+66 (0) 4372-1125, 1625	+66 (0) 4372-1625
Kosum Phisai	+66 (0) 4376-1845-6	+66 (0) 4376-1844
Maha Sarakham	+66 (0) 4371-1048	+66 (0) 4372-1512
Phayakkaphumphisai	+66 (0) 4379-1400-2	+66 (0) 4379-1112

#### Mukdahan (3 Branches)

Khamcha-i	+66 (0) 4269-1144	+66 (0) 4269-1188
Mukdahan	+66 (0) 4261-1507, 1509	+66 (0) 4261-1508
Nikhom Kham Soi	+66 (0) 4263-8312	+66 (0) 4268-1075

#### Nakhon Phanom (3 Branches)

Nakae	+66 (0) 4257-1121-3	+66 (0) 4257-1323
Nakhon Phanom	+66 (0) 4251-3993	+66 (0) 4251-1571
Ranu Nakhon	+66 (0) 4257-9125-7	+66 (0) 4257-9124

#### Nakhon Ratchasima (16 Branches)

Bua Yai	+66 (0) 4446-1030-1	+66 (0) 4446-1120
Chok Chai	+66 (0) 4449-1700-3	+66 (0) 4449-1704
Dan Khun Thot	+66 (0) 4438-9428-9	+66 (0) 4438-9258
Jua Hua	+66 (0) 4437-1035, 1405	+66 (0) 4437-1158
Klang Dong	+66 (0) 4436-1686-7	+66 (0) 4436-1688
Maharat Hospital Nakornratchasima *	+66 (0) 4424-3300,	+66 (0) 4424-1328
	+66 (0) 4425-7198	
Mitrphap Road	+66 (0) 4425-5368,	+66 (0) 4425-9067
	7470-3	
Nakhon Ratchasima	+66 (0) 4425-4918-9	+66 (0) 4425-7432
Pak Chong	+66 (0) 4431-1095, 1143	+66 (0) 4431-1401
Pak Thong Chai	+66 (0) 4444-1090, 1245	+66 (0) 4444-1244
Phoklang Road	+66 (0) 4424-4194, 4222	+66 (0) 4424-4154
Pra Thai	+66 (0) 4447-9464-5	+66 (0) 4447-9467
Samyak Pakthongchai	+66 (0) 4422-2121-4	+66 (0) 4422-2125

Note : \* Sub-Branch

Branch Name	Telephone	Fax.
Si Khui	+66 (0) 4441-1666	+66 (0) 4441-1600
The Mall Nakornrat-chasima * (Mon-Fri 10.30-19.30 hrs. Sat-Sun 10.00-19.00 hrs.)	+66 (0) 4424-5432	+66 (0) 4424-5444
Wang Num Khieo *	+66 (0) 4422-8035-7	+66 (0) 4422-8038

#### Nong Bua Lumphu (1 Branch)

Nong Bua Lumphu	+66 (0) 4231-2027-9	+66 (0) 4231-2026
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#### Nong Khai (6 Branches)

Bung Kan	+66 (0) 4249-1756-8	+66 (0) 4249-1760
Nong Khai	+66 (0) 4242-0065-7	+66 (0) 4242-0068
Seka	+66 (0) 4248-9087-8,	+66 (0) 4248-9098
	9097	
Si Chiang Mai	+66 (0) 4245-1541, 1641	+66 (0) 4245-1741
Tha Bo	+66 (0) 4243-1793-5	+66 (0) 4243-1796
Thasadej	+66 (0) 4246-0024-6	+66 (0) 4246-0028

#### Roi Et (6 Branches)

Bung Planchai *	+66 (0) 4352-0488-90	+66 (0) 4352-0491
Nong Phok	+66 (0) 4357-9230	+66 (0) 4357-9099
Roi Et	+66 (0) 4351-5135	+66 (0) 4351-1992
Selaphum	+66 (0) 4355-1251	+66 (0) 4355-1252
Suwanphum	+66 (0) 4358-1252	+66 (0) 4358-1011
Talad Haisoke	+66 (0) 4352-2168-9	+66 (0) 4351-3333

#### Sakon Nakhon (5 Branches)

Akat Amnuai	+66 (0) 4279-8123,	+66 (0) 4279-9251
	9251	
Charoenmuang *	+66 (0) 4271-5089	+66 (0) 4271-3391
Phang Khon	+66 (0) 4277-1121-3	+66 (0) 4277-1417
Sakon Nakhon	+66 (0) 4271-1024	+66 (0) 4271-2938
Sawang Daen Din	+66 (0) 4272-1680-1	+66 (0) 4272-1033

#### Si Sa Ket (5 Branches)

Kantharalak	+66 (0) 4566-1731	+66 (0) 4566-1730
Khun Han	+66 (0) 4567-9042-3	+66 (0) 4567-9044
Si Sa Ket	+66 (0) 4561-2537	+66 (0) 4561-3204
Tepha Road *	+66 (0) 4562-2870-2	+66 (0) 4562-2873
Uthumphon Phisai	+66 (0) 4569-1199	+66 (0) 4569-1198

#### Surin (5 Branches)

Chom Phra	+66 (0) 4458-1188-9	+66 (0) 4458-1021
Lukmuang Road	+66 (0) 4451-9416-9	+66 (0) 4451-9415
Prasat	+66 (0) 4455-1307	+66 (0) 4455-1309
Si Khoraphum	+66 (0) 4456-1321-4	+66 (0) 4456-1322
Surin	+66 (0) 4451-1021,	+66 (0) 4451-1423
	2131	

Branch Name	Telephone	Fax.	Branch Name	Telephone	Fax.
<b>Ubun Ratchathani (11 Branches)</b>					
Aupparaj Road	+66 (0) 4524-0381-3	+66 (0) 4524-0384	Khlung	+66 (0) 3944-1239-40	+66 (0) 3944-1241
Buntharik	+66 (0) 4537-6005-7	+66 (0) 4537-6008	Na Yai Am	+66 (0) 3937-1236-8	+66 (0) 3937-1235
Chayangkul Road	+66 (0) 4528-0157-9, +66 (0) 4531-3304-5	+66 (0) 4531-3306	Pleaw	+66 (0) 3939-7221-5	+66 (0) 3939-7222
Det Udom	+66 (0) 4536-1058-9	+66 (0) 4528-2458	Pong Nam Ron	+66 (0) 3938-7106-8, 7151	+66 (0) 3938-7109
Khong Chiam	+66 (0) 4535-1123-5	+66 (0) 4535-1126	Soydow	+66 (0) 3938-1035, 1301	+66 (0) 3938-1511
Sappasit Road	+66 (0) 4524-4848-9	+66 (0) 4524-2629	Srirongmueng Road	+66 (0) 3932-2116-7	+66 (0) 3932-2052
Siyak Kilosoon	+66 (0) 4524-4790-4	+66 (0) 4524-4792	Tanon Triratana	+66 (0) 3932-5930-1	+66 (0) 3931-3718
SK Shopping Park *	+66 (0) 4547-4011-2 (Mon-Sat 11.00-19.00 hrs.)	-	Tesco Lotus Chantaburi *	+66 (0) 3930-3414, 3416	+66 (0) 3930-3415 (Mon-Sun 10.00-20.00 hrs.)
Ubun Ratchathani	+66 (0) 4531-4931-4	+66 (0) 4531-4935	<b>Chon Buri (20 Branches)</b>		
Ubun Ratchathani University *	+66 (0) 4543-3097-8	+66 (0) 4543-3099	Amata Nakorn	+66 (0) 3844-0518-20	+66 (0) 3844-0520
Warin Chamrap	+66 (0) 4532-2841-3	+66 (0) 4532-1613	Industrial Estate *		
<b>Udon Thani (7 Branches)</b>			Ao Udom	+66 (0) 3835-1165, 1620	+66 (0) 3835-1679
Ban Phu	+66 (0) 4228-1281-2	+66 (0) 4228-1283	Ban Bung	+66 (0) 3844-3006, 3498	+66 (0) 3844-3005
Charoensi Complex	+66 (0) 4224-9210-2	+66 (0) 4224-9210	Bang Pla Soi	+66 (0) 3827-4093-5	+66 (0) 3827-4092
Kumphawapi	+66 (0) 4233-1055	+66 (0) 4233-1006	Burapha University *	+66 (0) 3839-4527-9	+66 (0) 3839-4526
Markkaeng Road	+66 (0) 4224-9701-3	+66 (0) 4224-9704	Chon Buri	+66 (0) 3827-3584-7	+66 (0) 3827-3582
Talad Nong Bua	+66 (0) 4224-4035	+66 (0) 4224-7654	Jadjamnong Road	+66 (0) 3879-2055-6	+66 (0) 3827-2458
Udon Thani	+66 (0) 4224-7755-7	+66 (0) 4224-7758	Nong Yai	+66 (0) 3821-9472-3	+66 (0) 3821-9471
Udonusadee Road	+66 (0) 4222-1459, 1472	+66 (0) 4224-1768	Nongmon	+66 (0) 3839-2059-60	+66 (0) 3839-2058
<b>Yasothon (3 Branches)</b>			Patthaya Klang	+66 (0) 3842-8436	+66 (0) 3842-3505
Kut Chum	+66 (0) 4578-9232, 9416	+66 (0) 4578-9114	Patthayatai	+66 (0) 3842-7699, 9275-6	+66 (0) 3842-3820
Loeng Noktha	+66 (0) 4578-1171, 1374	+66 (0) 4578-1172	Phanat Nikhom	+66 (0) 3847-3034, 3160	+66 (0) 3847-3041
Yasothon	+66 (0) 4571-2684	+66 (0) 4571-2215	Plutaluang	+66 (0) 3824-5057-8	+66 (0) 3824-5091
<b>Eastern Region (58 Branches)</b>			Prayasatja Road *	+66 (0) 3827-5871-2	+66 (0) 3827-5873
<b>Chachoengsao (9 Branches)</b>			Sahapat Industrial Park *	+66 (0) 3848-2928-30	+66 (0) 3848-2932
Bang Khla	+66 (0) 3854-1392-3	+66 (0) 3882-7499	Samyaek Angsila	+66 (0) 3827-2471-4	+66 (0) 3827-2475
Bang Nam Prieo	+66 (0) 3858-1215-7	+66 (0) 3858-1179	Sattahip	+66 (0) 3843-8042-3	+66 (0) 3843-8044
Bang Pakong	+66 (0) 3853-1211-2, 2088-9	+66 (0) 3853-1213	Si Racha	+66 (0) 3832-1002, 1661, 1854	+66 (0) 3831-2001
Bangpakong Thermal Plant	+66 (0) 3857-3574-5	+66 (0) 3857-3574	Talad Sriracha	+66 (0) 3831-2200-1	+66 (0) 3831-2202
Chachoengsao	+66 (0) 3851-1019, 2581-2	+66 (0) 3898-1567	Tha Rua Laemchabang	+66 (0) 3849-4320-4	+66 (0) 3849-4324
Mahachakapad Road	+66 (0) 3851-1203, 4449	+66 (0) 3851-2023	<b>Nakhon Nayok (2 Branches)</b>		
Panich Road	+66 (0) 3851-6691-3	+66 (0) 3851-6694	Ban Na	+66 (0) 3738-1228-30	+66 (0) 3738-1668
Phanom Sarakham	+66 (0) 3855-1600-1	+66 (0) 3855-1154	Nakhon Nayok	+66 (0) 3731-1475-6, 2038	+66 (0) 3731-1076
Sanam Chai Khet	+66 (0) 3859-7068, 7999	+66 (0) 3859-7067	<b>Prachin Buri (3 Branches)</b>		
<b>Chanthaburi (9 Branches)</b>			304 Industrial Park (Khlong Rang)	+66 (0) 3727-4631-3	+66 (0) 3727-4633
Chanthaburi	+66 (0) 3931-1008, 1507, +66 (0) 3932-1154	+66 (0) 3932-1153	Kabin Buri	+66 (0) 3728-1635-6, 2423	+66 (0) 3728-1637
			Prachin Buri	+66 (0) 3721-2022, 3184	+66 (0) 3721-1369

Note : \* Sub-Branch



Branch Name	Telephone	Fax.
<b>Rayong (8 Branches)</b>		
Ban Chang	+66 (0) 3860-2684	+66 (0) 3860-3256
Ban Phe	+66 (0) 3865-1542-3	+66 (0) 3865-1540
Klaeng	+66 (0) 3867-1200, 1765	+66 (0) 3867-1240
Mabtapud	+66 (0) 3860-7998-9	+66 (0) 3860-7994
Rayong	+66 (0) 3861-6101	+66 (0) 3861-1205
Rayong Trade Centre *	+66 (0) 3801-1400-2	-
Tha Pradu	+66 (0) 3861-5180	+66 (0) 3861-5181
Wangchan	+66 (0) 3888-8254-5	+66 (0) 3866-6382

<b>Srakaew (4 Branches)</b>		
Aranyaprathet	+66 (0) 3723-1031, 1757	+66 (0) 3723-1331
Srakaew	+66 (0) 3724-2693-5	+66 (0) 3724-1576
Ta Phraya	+66 (0) 3726-9113-5	+66 (0) 3726-9116
Watthana Nakhon	+66 (0) 3726-1021, 1031	+66 (0) 3726-1022

<b>Trad (3 Branches)</b>		
Khleng Yai	+66 (0) 3958-1243-6	+66 (0) 3958-1244
Santung	+66 (0) 3959-9121-3	+66 (0) 3959-9124
Trad	+66 (0) 3952-0542-4	+66 (0) 3952-0545

<b>Southern Region (112 Branches)</b>		
<b>Chumphon (4 Branches)</b>		
Chumphon	+66 (0) 7751-1050	+66 (0) 7751-1889
Lung Suan	+66 (0) 7754-1091	+66 (0) 7754-1947
Pathomphon	+66 (0) 7750-2926-8	+66 (0) 7750-2925
Sawi	+66 (0) 7753-1276, 1500	+66 (0) 7753-1275

<b>Krabi (4 Branches)</b>		
Ao Luk	+66 (0) 7568-1112	+66 (0) 7568-1113
Klong Thom	+66 (0) 7569-9038	+66 (0) 7569-9039
Krabi	+66 (0) 7561-1193-4	+66 (0) 7561-2727
Nua Khleng	+66 (0) 7596-1114-5	+66 (0) 7569-1113

<b>Nakhon Si Thammarat (15 Branches)</b>		
Cam Uat	+66 (0) 7538-1344-5	+66 (0) 7538-1348
Chandi	+66 (0) 7548-6272	+66 (0) 7548-6271
Chawang	+66 (0) 7548-1272, 1288	+66 (0) 7548-1172
Chian Yai	+66 (0) 7536-2484-6	+66 (0) 7536-2485
Khanom	+66 (0) 7552-9441-2	+66 (0) 7552-9100
Maharat Hospital Nakhonsithummarat *	+66 (0) 7534-2011	+66 (0) 7534-2011
Nakhon Si Thammarat	+66 (0) 7535-6017, 6919	+66 (0) 7534-1197
Nakorn Sri Thammarat City Hall	+66 (0) 7535-7137-8	+66 (0) 7535-7145
Pak Phanang	+66 (0) 7551-7609	+66 (0) 7551-7760

Branch Name	Telephone	Fax.
Robinson Ocean Nakhon Si Thammarat * (Mon-Sun 10.00-20.00 hrs.)	+66 (0) 7534-6331-2	-
Talad Hua It	+66 (0) 7534-3013, 3015	+66 (0) 7531-5826
Taladkaset	+66 (0) 7541-1311, 1565	+66 (0) 7541-1411
Tha Sala	+66 (0) 7552-1453-4	+66 (0) 7552-1455
Thawang	+66 (0) 7534-7334-7	+66 (0) 7534-7338
Thung Song	+66 (0) 7541-1200, +66 (0) 7542-0788	+66 (0) 7541-1601

<b>Narathiwat (4 Branches)</b>		
Narathiwat	+66 (0) 7351-1004, 1389	+66 (0) 7351-2012
Sungai Kolok	+66 (0) 7361-2000-1	+66 (0) 7361-4314
Tak Bai	+66 (0) 7358-1262-3	+66 (0) 7358-1261
Tanyongmas	+66 (0) 7367-1002, 1113	+66 (0) 7367-1451

<b>Pattani (3 Branches)</b>		
Charoen Pradit	+66 (0) 7333-2553-5	+66 (0) 7333-5991
Pattani	+66 (0) 7333-3024, 3026	+66 (0) 7333-1036
Yarang	+66 (0) 7335-2277	+66 (0) 7343-9112

<b>Phang Nga (4 Branches)</b>		
Khok Kloi	+66 (0) 7658-1109-11	+66 (0) 7643-4754
Khura Buri	+66 (0) 7649-1392-4	+66 (0) 7649-1118
Phang Nga	+66 (0) 7641-1365	+66 (0) 7641-1810
Takua Pa	+66 (0) 7642-1888	+66 (0) 7642-1999

<b>Phatthalung (4 Branches)</b>		
Khao Chaison	+66 (0) 7469-1123-4	+66 (0) 7469-1032
Mae Khri	+66 (0) 7469-5138-9	+66 (0) 7463-3231
Pak Phayun	+66 (0) 7469-9037-8	+66 (0) 7469-9028
Phatthalung	+66 (0) 7461-3192	+66 (0) 7461-2156

<b>Phetchaburi (4 Branches)</b>		
Cha-am	+66 (0) 3247-1600-2	+66 (0) 3247-1601
Phetchaburi	+66 (0) 3242-5501, 5516	+66 (0) 3242-8229
Phra Nakhonkiri	+66 (0) 3242-4229, 7100	+66 (0) 3242-7099
Tha Yang	+66 (0) 3246-1551-3	+66 (0) 3246-1552

<b>Phuket (5 Branches)</b>		
Patong	+66 (0) 7634-4301-2	+66 (0) 7634-4300
Phuket	+66 (0) 7621-1158, 1351	+66 (0) 7621-3598
Phuket Airport *	+66 (0) 7632-7294, 7483	+66 (0) 7632-8150
Rusda Road	+66 (0) 7621-2397	+66 (0) 7621-1586
Thep Kasattri Road	+66 (0) 7635-5284-7	+66 (0) 7635-5288

<b>Prachuap Khiri Khan (7 Branches)</b>		
Bang Saphan	+66 (0) 3254-8272, 8274	+66 (0) 3269-2263
Hua Hin	+66 (0) 3251-1242	+66 (0) 3251-1242

Note : \* Sub-Branch

Branch Name	Telephone	Fax.	Branch Name	Telephone	Fax.
Hua Hin Market Village * (Mon-Sun 11.00-19.00 hrs.)	+66 (0) 3252-6192-3	+66 (0) 3252-6242	Thung Lung *	+66 (0) 7429-1487, +66 (0) 7447-1254-5	+66 (0) 7429-1486
Kui Buri	+66 (0) 3268-1585, 1645	+66 (0) 3268-1546	<b>Surat Thani (12 Branches)</b>		
Prachuap Khiri Khan	+66 (0) 3271-1171	+66 (0) 3261-1575	Chaweng *	+66 (0) 7748-4744-6	+66 (0) 7748-4744
Pran Buri	+66 (0) 3262-1444, 1664	+66 (0) 3254-2366	Don Sak	+66 (0) 7737-1095	+66 (0) 7737-1096
Talad Chat - Chai (Mon-Fri 10.30-18.30 hrs.)	+66 (0) 3251-3208-9	+66 (0) 3251-3300	Khiri Ratthanikhom	+66 (0) 7739-1074-5	+66 (0) 7739-1019
<b>Ranong (2 Branches)</b>			Ko Phangan	+66 (0) 7737-7184, 7237	+66 (0) 7737-7123
Ranong	+66 (0) 7781-1502	+66 (0) 7781-1646	Ko Samui	+66 (0) 7742-1504-5	+66 (0) 7742-1503
Ruengraj Road	+66 (0) 7781-1105, 1716	+66 (0) 7781-1152	Phunphin	+66 (0) 7731-1969	+66 (0) 7731-1988
<b>Ratchaburi 11 (Branches)</b>			Srivichai Road	+66 (0) 7728-6002-3, 6442	+66 (0) 7728-6001
Ban Pong	+66 (0) 3221-1044, 1411	+66 (0) 3221-1891	Surat Thani	+66 (0) 7727-2039, +66 (0) 7728-1830	+66 (0) 7728-3964
Chom Bung	+66 (0) 3236-2350-2	+66 (0) 3226-1300	Surat Thani Cooperative *	+66 (0) 7744-1091	+66 (0) 7744-1116
Damnoen Saduak	+66 (0) 3224-1500-2	+66 (0) 3225-4133	Talad Mai Road	+66 (0) 7727-3967, +66 (0) 7728-3042-3	+66 (0) 7728-9042
Kraiphret Road	+66 (0) 3232-2049-50	+66 (0) 3232-5590	Tha Chang	+66 (0) 7738-9053-4	+66 (0) 7738-9015
Pak Tho	+66 (0) 3228-1479	+66 (0) 3228-1480	Wiengsa *	+66 (0) 7736-3100-1	+66 (0) 7736-2012
Pho Tharam	+66 (0) 3223-1075, 1926	+66 (0) 3223-1927	<b>Trang (8 Branches)</b>		
Rachaburi City Hall *	+66 (0) 3232-5947	+66 (0) 3235-0006	Kantang	+66 (0) 7523-7825-6, +66 (0) 7525-1187	+66 (0) 7525-1753
Ratchaburi	+66 (0) 3233-7202	+66 (0) 3232-1737	Kapang	+66 (0) 7525-2254, +66 (0) 7528-6251	+66 (0) 7528-6253
Si Suriyawong	+66 (0) 3232-1648, 3394-5	+66 (0) 3232-3393	Nayong	+66 (0) 7524-2464-5	+66 (0) 7524-2466
Suan Phung	+66 (0) 3236-4262-4	+66 (0) 3236-4264	Sikao	+66 (0) 7529-1035-6	+66 (0) 7529-1036
Tanon Khatha Thorn *	+66 (0) 3232-5948	+66 (0) 3231-4262	Talad Muengtrang	+66 (0) 7521-9871-2, +66 (0) 7522-3435-6	+66 (0) 7521-3023
<b>Satun (2 Branches)</b>			Thab Thiang	+66 (0) 7521-1482-4	+66 (0) 7521-1485
Khuan Ka Long	+66 (0) 7479-7019-21	+66 (0) 7479-7019	Trang	+66 (0) 7521-2943, 4034	+66 (0) 7521-1192
Satun	+66 (0) 7472-1340-1	+66 (0) 7472-1344	Yan Ta Khao	+66 (0) 7528-1194	+66 (0) 7528-1196
<b>Songkhla (15 Branches)</b>			<b>Yala (8 Branches)</b>		
Chung Loon *	+66 (0) 7455-7124-6	-	Ban Nang Sata	+66 (0) 7328-9422	+66 (0) 7328-9363
Had Yai Nai	+66 (0) 7423-0917-8	+66 (0) 7423-7988	Betong	+66 (0) 7323-1376	+66 (0) 7324-5793
Hat Yai	+66 (0) 7423-0966	+66 (0) 7423-8236	Coliseum Cineplex Yala * (Mon-Sun 10.00-18.00 hrs.)	+66 (0) 7321-3026	+66 (0) 7321-3057
Hat Yai Hospital *	+66 (0) 7424-5388-9	+66 (0) 7424-4667	Raman	+66 (0) 7329-5101-2	+66 (0) 7329-5024
Na Thawi	+66 (0) 7437-1548	+66 (0) 7437-1546	Siroros	+66 (0) 7321-1750-1	+66 (0) 7321-3732
Nipatutit 2	+66 (0) 7423-9088-9	+66 (0) 7424-6652	Sukyang Road	+66 (0) 7323-1208	+66 (0) 7323-0867
Padang Besar	+66 (0) 7452-1616-7	+66 (0) 7452-1615	Yaha	+66 (0) 7325-0358, +66 (0) 7329-1034	+66 (0) 7329-1209
Phetkasem Road (Hadyai)	+66 (0) 7424-5854, 5856	+66 (0) 7424-6634	Yala	+66 (0) 7321-2596-7	+66 (0) 7321-3458
Rajyindee	+66 (0) 7423-0481-2	+66 (0) 7423-0499			
Sadao	+66 (0) 7441-1007	+66 (0) 7441-1957			
Sathing Phra	+66 (0) 7439-7115-6	+66 (0) 7439-7044			
Singha Nakhon	+66 (0) 7433-1252, 1276	+66 (0) 7433-1278			
Songkhla	+66 (0) 7431-1585, +66 (0) 7432-4648	+66 (0) 7432-3316			
Thanon Nakhon Nok	+66 (0) 7431-5236-7	+66 (0) 7431-5239			

Note : \* Sub-Branch



**Business Centers (BC):** 61 Centers as at March 1, 2006

Opening hours: Mon - Fri 8.00 - 17.00 hrs.

<b>Business Center Name</b>	<b>Telephone</b>	<b>Fax.</b>
<b>Bangkok and Vicinity (19 Centers)</b>		
Bang Bon Business Office Center	+66 (0) 2415-8116, 8125, 8130	+66 (0) 2415-8014
Chaengwattana Business Office Center	+66 (0) 2573-0367	+66 (0) 2573-0381
Charoennakorn Business Office Center	+66 (0) 2437-6459, 6829, 6832	+66 (0) 2437-6886
Ekamai Business Office Center	+66 (0) 2382-1135-8	+66 (0) 2382-1134
Ladprao Business Office Center	+66 (0) 2538-2831	+66 (0) 2538-4175
Nonthaburi Business Office Center	+66 (0) 2580-7544, 7561, 7563	+66 (0) 2580-7603
Omnoi Business Office Center	+66 (0) 2420-5953-7	+66 (0) 2420-9577
Onnuch Business Office Center	+66 (0) 2320-2476-8	+66 (0) 2320-2480
Paknam Business Office Center	+66 (0) 2385-8612, 8615-6, 8621-3	+66 (0) 2385-8625
Patanakarn Business Office Center	+66 (0) 2714-6473-9	+66 (0) 2714-6470
Pathumthani Business Office Center	+66 (0) 2581-8455-6	+66 (0) 2581-8458
Pra Pinklao Business Office Center	+66 (0) 2435-8385, 8391, 8401	+66 (0) 2435-8524
Rajawongse Business Office Center	+66 (0) 2225-3423-9	+66 (0) 2222-9208
Ramindra Business Office Center	+66 (0) 2521-7617-22	+66 (0) 2521-7613-4
Samyod Business Office Center	+66 (0) 2225-3043-5, 5290, 5831	+66 (0) 2222-2107
Sapankhao Business Office Center	+66 (0) 2281-1374, 1478, 1530	+66 (0) 2281-0847
Suanmali Business Office Center	+66 (0) 2225-3040-2	+66 (0) 2225-3034
Surawongse Business Office Center	+66 (0) 2637-0572-7	+66 (0) 2637-0578
Wong Sawang Business Office Center	+66 (0) 2556-1641-2	+66 (0) 2556-1640
<b>Central Region (6 Centers)</b>		
Ayutthaya Business Office Center	+66 (0) 3534-5091-6	+66 (0) 3534-5098
Lopburi Business Office Center	+66 (0) 3641-4175-6	+66 (0) 3641-4177
Nakornpathom Business Office Center	+66 (0) 3439-5553, 5582, 5592-4	+66 (0) 3439-5174
Samut Sakorn Business Office Center	+66 (0) 3442-1521, 5350, 5861	+66 (0) 3442-5616
Saraburi Business Office Center	+66 (0) 3630-8125-31	+66 (0) 3630-8124
Supanburi Business Office Center	+66 (0) 3552-5552, 5570-1	+66 (0) 3552-5887
<b>Northern Region (9 Centers)</b>		
Chiangmai Business Office	+66 (0) 5340-9536-42	+66 (0) 5340-9543
Chiangrai Business Office Center	+66 (0) 5374-8802-8	+66 (0) 5374-8801
Kampaengpet Business Office Center	+66 (0) 5571-3092	+66 (0) 5571-3093
Lam Pang Business Office Center	+66 (0) 5423-0407, 0426, 0607	+66 (0) 5423-0523
Nakornsawan Business Office Center	+66 (0) 5622-4219	+66 (0) 5622-4593
Phichit Business Office Center	+66 (0) 5665-0670-1	+66 (0) 5665-0672

<b>Business Center Name</b>	<b>Telephone</b>	<b>Fax.</b>
Phitsanulok Business Office Center	+66 (0) 5523-2460-6	+66 (0) 5523-2469
Sudhep Road Business Office Center	+66 (0) 5328-1672-6	+66 (0) 5328-1670
Uttaradit Business Office Center	+66 (0) 5541-2333, 6333	+66 (0) 5541-3399
<b>North-Eastern Region (10 Centers)</b>		
Buriram Business Office Center	+66 (0) 4461-8851-2	+66 (0) 4460-2026
Chaiyaphum Business Office Center	+66 (0) 4481-3516-21	+66 (0) 4481-3524
Khonkaen Business Office Center	+66 (0) 4333-8419-24	+66 (0) 4333-8418
Mukdahan Business Office Center	+66 (0) 4075-5235-6, +66 (0) 4261-4587-9	+66 (0) 4261-4593
Nakornratchasima Business Office Center	+66 (0) 4422-2114-20	+66 (0) 4422-2113
Roi-et Business Office Center	+66 (0) 4351-6002-3, +66 (0) 4352-0416-7	+66 (0) 4352-0418
Sakonnakorn Business Office Center	+66 (0) 4273-3793-9	+66 (0) 4273-3802
Surin Business Office Center	+66 (0) 4452-1503-8	+66 (0) 4452-1502
Ubonratchathani Business Office Center	+66 (0) 4528-3027-33	+66 (0) 4528-3034
Udonthani Business Office Center	+66 (0) 4232-5126-31	+66 (0) 4232-5132
<b>Eastern Region (6 Centers)</b>		
Chachoengsao Business Office Center	+66 (0) 3882-4280-2	+66 (0) 3882-4283
Chanthaburi Business Office Center	+66 (0) 3934-0294-5	+66 (0) 3934-0296
Chonburi Business Office Center	+66 (0) 3828-9093-4	+66 (0) 3828-9013
Prachinburi Business Office Center	+66 (0) 3721-4592, 4917, 4954	+66 (0) 3721-4814
Rayong Business Office Center	+66 (0) 3862-4200, 4990	+66 (0) 3862-4986
Siracha Business Office Center	+66 (0) 3832-4067	+66 (0) 3831-4130
<b>Southern Region (11 Centers)</b>		
Chumporn Business Office Center	+66 (0) 7757-6807-8	+66 (0) 7757-6809
Hatyai Business Office Center	+66 (0) 7423-9130, 9132, 9306	+66 (0) 7423-4185
Krabi Business Office Center	+66 (0) 7562-3340, 3367	+66 (0) 7562-3209
Nakornsithammarat Business Office Center	+66 (0) 7531-3669-75	+66 (0) 7531-3676
Petchaburi Business Office Center	+66 (0) 3242-3835-7	+66 (0) 3242-3840
Phuket Business Office Center	+66 (0) 7623-2566-8	+66 (0) 7623-2473
Ratchaburi Business Office Center	+66 (0) 3231-0956-8, 0967-8	+66 (0) 3231-1022
Songkhla Business Office Center	+66 (0) 7431-3141, 3312	+66 (0) 7431-3312
Suratthani Business Office Center	+66 (0) 7722-1648, 1661-3, 1696	+66 (0) 7722-1660
Trang Business Office Center	+66 (0) 7521-7941-7	+66 (0) 7521-7938
Yala Business Office	+66 (0) 7322-2283-5, +66 (0) 7325-5385-9	+66 (0) 7322-2281



**International Business Centers (IBC):** 19 Centers as at March 1, 2006

Opening hours: Mon - Fri 8.00 - 17.00 hrs.

<b>International Business Center Name</b>	<b>Telephone</b>	<b>Fax.</b>
<b>Bangkok and Vicinity (14 Centers)</b>		
Ekamai International Business Center	+66 (0) 2382-1092, 1099	+66 (0) 2382-1090
Om yai International Business Center	+66 (0) 2811-4322-3	+66 (0) 2431-0156
Pak Nam International Business Center	+66 (0) 2389-3183-4	+66 (0) 2389-2805
Pathumwan International Business Center	+66 (0) 2215-8485, +66 (0) 2216-2570-3	+66 (0) 2215-8473
Phrapinklao International Business Center	+66 (0) 2884-6910-3	+66 (0) 2884-6914
Rajawongse International Business Center	+66 (0) 2225-4505, 4507, 4514	+66 (0) 2225-4506
Samut Prakan International Business Center	+66 (0) 2385-8820-1, 8935, 8938	+66 (0) 2385-8464
Samut Sakhon International Business Center	+66 (0) 3441-3057-8	+66 (0) 3441-3059
Samyod International Business Center	+66 (0) 2224-8928, 8931, 8933	+66 (0) 2224-8929
Saphan Khao International Business Center	+66 (0) 2282-5151, 7152-4	+66 (0) 2282-5152
Saphan Mai International Business Center	+66 (0) 2521-6340-2, 6344	+66 (0) 2521-6343
Suanmali International Business Center	+66 (0) 2223-7717, +66 (0) 2226-4837	+66 (0) 2225-3062
Surawongse International Business Center	+66 (0) 2233-3921, 3923-5	+66 (0) 2224-8929
Wong Sawang International Business Center	+66 (0) 2913-2660-3	+66 (0) 2585-9469
<b>Central Region (1 Center)</b>		
Ayuthaya International Business Center	+66 (0) 3532-3510	+66 (0) 3532-3513
<b>Eastern Region (1 Center)</b>		
Chon Buri International Business Center	+66 (0) 3825-2210-1, +66 (0) 3835-2210	+66 (0) 3835-2209
<b>Southern Region (2 Centers)</b>		
Hat Yai International Business Center	+66 (0) 7435-1570-4	+66 (0) 7423-6045
Phuket International Business Center	+66 (0) 7623-2470-2	+66 (0) 7623-2473
<b>Northern Region (1 Center)</b>		
Chiang Mai International Business Center	+66 (0) 5321-6028, +66 (0) 5322-5567	+66 (0) 5321-4998



**Overseas Branches:** 7 Branches as at March 1, 2006

**Los Angeles International Branch**

General Manager & Senior Vice President  
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**Mumbai Branch**

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# The Convenience Bank



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