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Selected Financial Data



Selected Financial Data

As at December 31,

Consolidated	(Million Baht)			
	2001	2000	1999	1998
Total assets	774,599	767,513	724,882	756,961
Total liabilities	747,159	741,693	703,602	705,063
Shareholders' equity	27,440	25,820	21,280	51,898
Interest and dividend income	39,002	40,927	45,237	77,602
Net income from interest and dividend	17,575	15,362	9,336	12,834
Non-interest income	8,178	7,003	7,003	9,579
Total income	47,180	47,930	52,240	87,181
Net income (loss)	1,008	1,265	(56,420)	(40,158)

Financial Ratios	(Percentage)			
	2001	2000	1999	1998
Net income (loss) to total income	2.13	2.63	(108.00)	(46.06)
Return on average equity	3.83	5.43	(155.99)	(78.25)
Return on average assets	0.13	0.17	(7.61)	(5.31)
Basic earnings (loss) per share (Baht)	0.43	0.54	(30.10)	(24.54)
Dividend per share (Baht)	-	-	-	-
Book value per share (Baht)	11.50	10.87	8.93	43.64
Capital adequacy ratio	12.73	11.75	11.53	11.34



Dedicated to Banking Excellence



Message from the Chairman

The Thai economy grew marginally in 2001. Manufacturing and agricultural sectors recorded decreasing growth as a result of weak consumer expenditures. Exports and imports contracted following the world economic downtrend. Trade account balance and current account balance surpluses were on a decline. Inflation remained low. Excess liquidity persisted in the local financial sector effectively keeping domestic interest rates at low level. Commercial bank credit extension was stagnant due chiefly to the unfavorable economic climate, thereby leaving the banking system as a whole struggling with heavy NPL burden.

The commercial banking system recorded slightly improved operating results in 2001. Nevertheless, Thai banks had to concentrate on reforming their operations and structures to keep abreast with the fast changing business environment. In 2001, Thai Farmers Bank successfully pushed new strategic programs along with the organizational restructuring continued from 2000. The eight strategic programs initiated last year successfully moved to the implementation stage, showing concrete results in 2001. Meanwhile, the Bank had incorporated a new “Balanced Scorecard” system of performance management to propel our strategic programs towards their objectives.

Thai Farmers Bank had successfully overcome various obstacles that pervaded the banking and financial system during the year 2001. Our success was due to the concerted efforts of all our employees and the unflagging support and trust of our shareholders, customers and investors, both at home and abroad, and the general public. The Board of Directors would like to take this opportunity to express our warmest thanks to all of our supporters.

(Banyong Lamsam)

Chairman

Thai Farmers Bank's new “Balanced Scorecard”
performance management system propels
strategic programs.



Thai Farmers Bank in 2001 and Direction for 2002

The Thai Farmers Bank Plc., in 2001 went ahead with the development of its dynamic banking strategy launched the preceding year. In the fast-changing conditions and environment of the economic, banking, and financial systems both at home and abroad, the Bank redesigned its operations and services in order to meet intensified competition. In the new era of global banking, Thai Farmers Bank aims to be a world class banking institution.

Vision, Mission and Values: TFB Moves Ahead

In 2001, the Bank set its mission, values, vision and developed dynamic strategies to sustain its competitive advantage and meet customer needs. A long-term strategic plan has been developed in conformity with the Bank's mission, values and vision.

Mission

Thai Farmers Bank aims to develop itself into a strong institution that provides a variety of financial services of world-class quality by harmoniously combining technology and human resources as to achieve good and balanced benefits to customers, shareholders, employee and the country.

Value

- Customer Satisfaction
- Belief in Teamwork
- Dedication to Professional and Ethical Conduct
- Commitment to Discipline
- Proactiveness

Vision

Thai Farmers Bank aims to be the strongest, the most innovative and the most proactive Thai bank serving customers.

The determination to be *"the strongest bank"* includes strengths in three ways: financial strength, strength in business franchising, and strength in good corporate governance.

Being *"the most innovative bank"*, Thai Farmers Bank encourages dynamic breakthroughs to create substantial positive results throughout the organization.

To be *"the most proactive bank"*, the Bank is taking charge of its own destiny, meaning that the Bank is creating a climate to support proactive operations, learning, and self-correcting systems within the organization.



.....

Thai Farmers Bank set its mission, values, vision and developed dynamic strategies to sustain its competitive advantage and meet customer needs.

The Balanced Scorecard tool provides a framework to shape strategy from four perspectives, linking and creating synergies among the strategies.

Balanced Scorecard: Translating Strategies into Operations

To achieve the Bank's mission and vision, the Bank employs five key strategies:

- **Improve value to customers**
- **Improve asset quality**
- **Achieve fair risk-adjusted interest margin**
- **Grow non-interest income**
- **Increase operational efficiency**

In order to attain the key strategies, the Bank has mapped out nine fundamental strategies:

- Strengthen brand and image
- Improve portfolio and risk management
- Build product and channel development capabilities
- Improve IT capability
- Achieve information sufficiency
- Build a corporate environment to support vision and strategy
- Strengthen management, innovation and leadership
- Achieve numbers of staff with requisite skills and competencies
- Motivate workforce

The Bank is now implementing the Balanced Scorecard concept as a management tool to expedite the attainment of its vision and objectives. The concept fosters the alignment of every unit and every employee to the Bank's goals and strategies.

Competitive advantage comes not just from successful financial performance and access to capital resources. A sustainable competitive advantage in large part comes from the knowledge and capabilities of employees, information technology, and a sound relationship with customers. The Balanced Scorecard tool provides a framework to shape strategy from four perspectives, linking and creating synergies among the strategies. The four perspectives are:

1. Financial perspective: The strategy for growth and long-term sustainable profitability satisfies shareholders.

2. Customer perspective: The strategy for creating value and a distinctive identity satisfies customers.

3. Internal process perspective: The strategy to develop or improve internal processes create customer and shareholder satisfaction.

4. Learning and innovation perspective: The strategy to create a climate that supports organizational learning, change, and innovation.



In the new era of global banking,
Thai Farmers Bank
aims to be a world class banking institution.



Thai Farmers Bank aims to be the strongest,
the most innovative and the most proactive
Thai bank serving customers.

The Balanced Scorecard has been applied at all management levels to ensure the alignment of individual actions to the Bank's strategy, hence achieving the Bank's mission and vision.

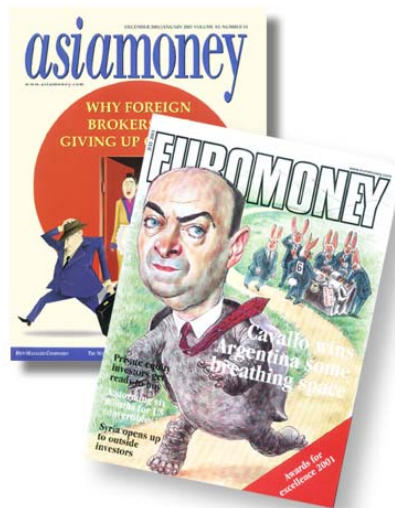
Education

The Bank recognizes the importance of education as the firm foundation for the future of younger generations. Since 1969, the Bank has been providing scholarships for qualified students who lack financial support, especially students in remote rural areas. Last year, 1,292 scholarships were granted for a total investment of 2,843,000 Baht. Funding was provided

for 138 students in the Bangkok Metropolitan area and for 1,147 students in provincial areas. These included one scholarship for Master's degree studies, and six grants for the cost of undertaking dissertation papers.

Awards

In 2001, Asiamoney Magazine honored Thai Farmers Bank as the, "Best Managed Company over the last 10 Years," and presented the Bank with the, "Best Investor Relations 2001 Award". The Bank was also named, "Best Thai Baht Bond House" by Finance Asia Magazine, and, "Best Debt House in Thailand" by Euromoney Magazine.





The image shows a stack of papers, likely financial statements, with a focus on the left side where a table of data is overlaid. The table contains numerical values and some text, possibly representing financial metrics or stock prices. The text is partially obscured by the stack of papers, but the table structure is clear.

57	00.88	1402.90	402.90	0.0	812.25
25	202.00	207.78	249.70	1.0	2133
08	27.29	180.93	033.06	-0.4	381.09
93	56.80	0058.22	253.29	-1.8	383.34
58	83.04	85.42	188.08	-0.6	811.02
38	189.18	194.58	228.58	-0.4	2.72
69	139.40	1277.67	5674.29	-0.5	0.01
24	131.43	1135.19	133.69	+0.0	
81	38.08	39.17	46.52	-0.2	
86	50.95	158.27	158.30		
28	80.26	185.41	168.22		
58	198.84	204.58	188.66		
88	125.11	128.58	118.5		
83	158.85	151.49	187		
36	86.82	89.81			
58	156.89	186.13			
18	435.32	100			
18	124.36	201.91			
		2680.91			
		811.09			
		164.51			
		105.8			
		19			

Financial Statements



Auditor's Report

To the Shareholders of Thai Farmers Bank Public Company Limited:

I have audited the consolidated balance sheets of Thai Farmers Bank Public Company Limited and its subsidiaries as at December 31, 2001 and 2000 and the related consolidated statements of income, changes in shareholders' equity and cash flows for each of the years then ended, and the separate financial statements of Thai Farmers Bank Public Company Limited for the same periods. The Bank's management are responsible for the correctness and completeness of the information presented in these financial statements. My responsibility is to express an opinion on these financial statements based on my audits.

I conducted my audits in accordance with generally accepted auditing standards. Those standards require that I 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. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audits provide a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the consolidated financial position of Thai Farmers Bank Public Company Limited and subsidiaries as at December 31, 2001 and 2000, and the consolidated results of their operations and cash flows for each of the years then ended, and the separate financial position and results of its operations and cash flows of Thai Farmers Bank Public Company Limited for the same periods, in conformity with generally accepted accounting principles.

Without qualifying my opinion, I draw attention to Note 2.3 to the financial statements. The operations of Thai Farmers Bank Public Company Limited and its subsidiaries may continue to be affected by the economic conditions in Thailand and the Asia Pacific Region in general.

(Nirand Lilamethwat)

Certified Public Accountant

Registration Number 2316



KPMG Audit (Thailand) Limited

Bangkok, February 12, 2002



Balance Sheets

Thai Farmers Bank Public Company Limited and Subsidiaries

As at December 31, 2001 and 2000

	Consolidated		The Bank	
	2001 Baht	2000 Baht	2001 Baht	2000 Baht
Assets				
Cash	12,142,514,381.88	11,959,147,464.72	12,142,412,381.88	11,959,093,469.47
Interbank and money market items (Note 4.2)				
Domestic items				
Interest bearing	894,582,240.37	351,978,471.48	384,741,067.08	348,400,535.11
Non-interest bearing	3,294,828,518.77	1,178,194,460.52	3,295,628,283.39	1,186,792,697.67
Foreign items				
Interest bearing	160,119,894,180.23	169,962,901,466.32	160,119,894,180.23	169,962,901,466.32
Non-interest bearing	795,575,901.47	549,690,106.32	795,575,901.47	549,690,106.32
Total interbank and money market items – net	165,104,880,840.84	172,042,764,504.64	164,595,839,432.17	172,047,784,805.42
Securities purchased under resale agreements (Note 4.3)	3,700,000,000.00	200,000,000.00	3,700,000,000.00	200,000,000.00
Investments (Notes 3.4, 4.4, 4.26 and 4.31)				
Current investments – net	28,348,351,515.23	22,903,771,846.03	28,348,351,515.23	22,903,771,846.03
Long-term investments – net	93,325,287,653.71	71,054,999,513.41	76,939,249,759.26	50,730,041,421.92
Investments in subsidiaries and associated companies – net	1,427,040,248.88	1,762,954,704.71	8,177,701,409.57	10,143,410,530.47
Total investments – net	123,100,679,417.82	95,721,726,064.15	113,465,302,684.06	83,777,223,798.42
Loans and accrued interest receivables (Note 4.5)				
Loans (Notes 3.5, 3.7 and 4.6)	476,486,785,486.16	496,140,750,274.61	466,139,990,926.36	480,719,809,175.98
Accrued interest receivables	4,072,508,087.87	4,470,344,491.83	2,102,811,356.90	2,230,518,320.40
Total loans and accrued Interest receivables	480,559,293,574.03	500,611,094,766.44	468,242,802,283.26	482,950,327,496.38
Less Allowance for doubtful accounts (Notes 3.6 and 4.7)	(51,325,609,745.87)	(54,743,608,505.59)	(25,000,767,287.90)	(21,808,266,025.73)
Less Revaluation allowance for debt restructuring (Notes 3.7 and 4.8)	(3,781,442,526.14)	(3,101,900,133.37)	(3,699,383,728.95)	(3,101,900,133.37)
Total loans and accrued Interest receivables – net	425,452,241,302.02	442,765,586,127.48	439,542,651,266.41	458,040,161,337.28
Properties foreclosed – net (Notes 3.8 and 4.9)	14,852,450,152.14	14,766,146,920.07	11,634,406,639.66	12,670,120,346.71
Customers' liability under acceptances	611,508,834.65	705,724,677.54	611,508,834.65	705,724,677.54
Premises and equipment – net (Notes 3.9 and 4.11)	22,773,350,414.02	22,902,204,961.18	22,173,325,797.06	22,290,395,469.20
Deferred tax assets (Notes 3.10, 4.12 and 4.31)	15,146,312.33	587,648,472.69	-	587,648,472.69
Accrued income receivables	1,855,689,941.26	2,332,085,175.20	1,792,916,047.32	2,299,005,402.25
Forward exchange contract revaluation	1,893,942,551.54	1,046,131,647.42	1,893,942,551.54	1,046,131,647.42
Other assets – net (Note 3.15)	3,096,570,669.97	2,483,539,927.46	2,833,088,908.13	2,454,044,953.88
Total Assets	774,598,974,818.47	767,512,705,942.55	774,385,394,542.88	768,077,334,380.28

Pol. Gen. Pow Sarasin

(Pol. Gen. Pow Sarasin)
Vice Chairman

Banthoon Lamsam

(Banthoon Lamsam)
President

See notes to financial statements



Balance Sheets

Thai Farmers Bank Public Company Limited and Subsidiaries

As at December 31, 2001 and 2000

	Consolidated		The Bank	
	2001 Baht	2000 Baht	2001 Baht	2000 Baht
Liabilities and Shareholders' Equity				
Deposits (Note 4.13)				
Deposits in baht	660,609,489,513.55	642,477,086,264.92	660,923,281,920.61	642,813,965,603.20
Deposits in foreign currencies	3,922,242,010.82	4,519,627,676.82	3,922,242,010.82	4,519,627,676.82
Total deposits	664,531,731,524.37	646,996,713,941.74	664,845,523,931.43	647,333,593,280.02
Interbank and money market items (Note 4.14)				
Domestic items				
Interest bearing	4,234,769,969.99	3,614,740,581.45	4,243,512,217.37	4,202,172,052.34
Non-interest bearing	1,373,841,745.94	1,953,252,492.50	1,373,841,745.94	1,953,252,492.50
Foreign items				
Interest bearing	8,034,680,034.75	10,370,921,844.88	8,034,680,034.75	10,370,921,844.88
Non-interest bearing	179,307,683.26	298,902,842.27	179,307,683.26	298,902,842.27
Total interbank and money market items	13,822,599,433.94	16,237,817,761.10	13,831,341,681.32	16,825,249,231.99
Liability payable on demand	3,455,518,602.37	2,250,806,387.35	3,455,518,602.37	2,250,806,387.35
Securities sold under repurchase agreements (Note 4.15)	-	10,000,000.00	-	10,000,000.00
Borrowings				
Short-term borrowings (Notes 4.16 and 4.18)	-	7,500,000,000.00	-	7,500,000,000.00
Long-term borrowings (Notes 4.17, 4.18 and 4.19)	48,747,607,946.39	48,551,685,660.46	48,747,607,946.39	48,551,685,660.46
Total borrowings	48,747,607,946.39	56,051,685,660.46	48,747,607,946.39	56,051,685,660.46
Bank's liability under acceptances	611,508,834.65	705,724,677.54	611,508,834.65	705,724,677.54
Deferred tax liabilities (Notes 3.10, 4.12 and 4.31)	3,738,463,537.34	3,694,181,154.35	3,738,463,537.34	3,694,181,154.35
Forward exchange contract revaluation	351,274,404.98	4,119,563,200.08	351,274,404.98	4,119,563,200.08
Accrued interest payables	3,685,151,716.33	4,153,576,194.69	3,685,151,716.33	4,153,576,194.69
Other liabilities	8,214,886,716.06	7,472,608,269.77	8,047,460,752.80	7,353,193,202.62
Total liabilities	747,158,742,716.43	741,692,677,247.08	747,313,851,407.61	742,497,572,989.10
Shareholders' equity				
Share capital				
Authorized share capital				
547,345 class A preferred shares, Baht 10 par value	5,473,450.00	5,473,450.00	5,473,450.00	5,473,450.00
2,689,547,345 ordinary shares, Baht 10 par value	26,895,473,450.00	26,895,473,450.00	26,895,473,450.00	26,895,473,450.00
Issued and fully paid-up share capital				
547,345 class A preferred shares, Baht 10 par value	5,473,450.00	5,473,450.00	5,473,450.00	5,473,450.00
2,352,547,372 ordinary shares, Baht 10 par value	23,525,473,720.00	23,525,473,720.00	23,525,473,720.00	23,525,473,720.00
Warrants and premium on warrants (Note 4.18)	2,520,432,919.21	2,520,432,919.21	2,520,432,919.21	2,520,432,919.21
Premium on expired warrants (Note 4.18)	2,999,999,280.00	2,999,999,280.00	2,999,999,280.00	2,999,999,280.00
Premium on share capital				
Premium on preferred shares (Note 4.19)	27,367,250.00	27,367,250.00	27,367,250.00	27,367,250.00
Premium on ordinary shares	49,478,139,190.49	49,478,139,190.49	49,478,139,190.49	49,478,139,190.49
Appraisal surplus (Notes 3.9 and 4.11)	6,515,961,788.31	6,630,468,050.42	6,515,961,788.31	6,630,468,050.42
Revaluation surplus (deficit) on investments (Notes 3.4, 4.4 and 4.31)	1,524,876,722.23	1,090,619,354.98	1,524,876,722.23	1,090,619,354.98
Retained earnings (deficit)				
Appropriated				
Legal reserve (Note 4.21)	800,000,000.00	800,000,000.00	800,000,000.00	800,000,000.00
Other reserves (Note 4.22)	26,675,300,000.00	26,675,300,000.00	26,675,300,000.00	26,675,300,000.00
Unappropriated (deficit)	(87,001,481,184.97)	(88,173,511,823.92)	(87,001,481,184.97)	(88,173,511,823.92)
Total	27,071,543,135.27	25,579,761,391.18	27,071,543,135.27	25,579,761,391.18
Minority interests	368,688,966.77	240,267,304.29	-	-
Total shareholders' equity	27,440,232,102.04	25,820,028,695.47	27,071,543,135.27	25,579,761,391.18
Total Liabilities and Shareholders' Equity	774,598,974,818.47	767,512,705,942.55	774,385,394,542.88	768,077,334,380.28
Off-balance sheet items - contingencies (Note 4.27)				
Aval to bills and guarantees of loans	9,088,207,059.49	12,517,384,467.01	9,088,207,059.49	12,517,384,467.01
Liability under unmatured import bills	2,780,944,889.20	3,270,990,599.70	2,780,944,889.20	3,270,990,599.70
Letters of credit	6,529,421,619.69	7,037,816,756.84	6,529,421,619.69	7,037,816,756.84
Other contingencies	367,471,433,655.06	354,385,983,613.47	367,471,433,655.06	354,385,983,613.47

See notes to financial statements



Statements of Income

Thai Farmers Bank Public Company Limited and Subsidiaries
For the Years Ended December 31, 2001 and 2000

	Consolidated		The Bank	
	2001 Baht	2000 Baht	2001 Baht	2000 Baht
Interest and dividend income (Notes 3.2 and 3.4)				
Loans	28,237,729,269.72	29,404,160,157.87	27,956,310,559.83	30,285,994,650.27
Interbank and money market items	5,255,063,778.55	5,433,421,385.33	5,246,856,306.24	5,421,731,344.34
Investments	5,509,678,453.93	6,089,414,917.05	4,615,121,613.66	5,039,685,115.87
Total interest and dividend income	39,002,471,502.20	40,926,996,460.25	37,818,288,479.73	40,747,411,110.48
Interest expense (Note 3.3)				
Deposits	14,619,533,276.95	18,329,373,270.69	14,619,533,276.95	18,329,373,270.69
Interbank and money market items	1,033,353,213.79	1,330,689,067.36	1,033,353,213.79	1,330,689,067.36
Short-term borrowings	576,267,123.39	162,328,767.21	576,267,123.39	162,328,767.21
Long-term borrowings	5,197,841,688.23	5,742,409,651.22	5,197,841,688.23	5,742,409,651.22
Total interest expense	21,426,995,302.36	25,564,800,756.48	21,426,995,302.36	25,564,800,756.48
Net income from interest and dividend	17,575,476,199.84	15,362,195,703.77	16,391,293,177.37	15,182,610,354.00
Bad debt and doubtful accounts (reversal) (Notes 3.6 and 4.23)	(821,785,692.75)	(4,795,783,454.46)	(1,100,702,460.34)	(4,403,691,839.53)
Loss on debt restructuring (Notes 3.7 and 4.24)	2,979,592,809.76	4,457,167,141.65	2,390,702,460.34	4,403,691,839.53
Net income from interest and dividend after bad debt and doubtful accounts and loss on debt restructuring	15,417,669,082.83	15,700,812,016.58	15,101,293,177.37	15,182,610,354.00
Non-interest income				
Gain (loss) on investments (Notes 3.4 and 4.4)	164,959,604.71	(192,692,888.97)	1,133,643,526.15	897,343,785.82
Share of loss from investments on equity method (Notes 3.4 and 4.31)	(39,214,351.33)	(16,360,024.64)	(1,994,629,303.13)	(1,370,339,313.41)
Fees and service income				
Acceptances, aval and guarantees	813,527,629.63	593,277,913.17	813,527,629.63	593,277,913.17
Others	5,389,739,649.89	4,493,216,760.49	5,227,604,523.20	4,464,667,570.78
Gain on exchanges (Note 3.11)	1,224,280,920.68	1,152,977,044.40	1,224,280,920.68	1,152,977,044.40
Other income	624,981,136.86	972,105,251.84	598,858,624.05	942,301,006.05
Total non-interest income	8,178,274,590.44	7,002,524,056.29	7,003,285,920.58	6,680,228,006.81
Non-interest expenses				
Personnel expenses	7,320,902,663.07	7,376,112,770.23	7,146,371,241.11	7,266,074,237.33
Premises and equipment expenses (Notes 3.9, 4.11 and 4.31)	3,409,058,076.00	3,465,093,552.99	3,334,889,658.64	3,405,394,436.16
Taxes and duties	1,530,314,001.23	1,562,078,222.19	1,484,653,412.72	1,518,610,920.55
Fees and service expenses	2,216,104,576.46	1,761,737,716.97	1,501,470,944.01	1,620,546,027.92
Directors' remuneration	33,430,929.58	30,851,541.73	27,069,404.99	24,327,041.73
Loss on impairment of properties foreclosed (Note 3.8)	3,029,605,506.29	649,386,331.45	2,918,359,120.77	549,208,984.51
Loss on impairment of other assets	127,029,934.37	384,506,972.87	46,175,665.00	315,570,928.50
Loss on revaluation of premises and equipment (Note 4.11)	-	909,897,869.44	-	794,931,676.05
Contributions to Financial Institutions Development Fund	2,667,251,373.31	2,524,583,319.14	2,667,251,373.31	2,524,583,319.14
Other expenses	1,582,922,379.68	1,895,387,543.31	1,345,813,812.59	1,769,105,877.52
Total non-interest expenses	21,916,619,439.99	20,559,635,840.32	20,472,054,633.14	19,788,353,449.41
Income before income tax	1,679,324,233.28	2,143,700,232.55	1,632,524,464.81	2,074,484,911.40
Income tax expense (Notes 3.10, 4.25 and 4.31)	661,193,962.83	847,492,541.26	624,074,200.32	809,871,647.31
Net income before minority interests	1,018,130,270.45	1,296,207,691.29	1,008,450,264.49	1,264,613,264.09
Minority interests in net income	(9,680,005.96)	(31,594,427.20)	-	-
Net Income	1,008,450,264.49	1,264,613,264.09	1,008,450,264.49	1,264,613,264.09
Basic earnings per share (Note 3.16)	0.43	0.54	0.43	0.54
Number of the weighted average number of ordinary shares (shares)	2,352,547,372.00	2,352,547,372.00	2,352,547,372.00	2,352,547,372.00

Pol. Gen. Pow Sarasin

(Pol. Gen. Pow Sarasin)
Vice Chairman

Banthoon Lamsam

(Banthoon Lamsam)
President

See notes to financial statements



Statements of Changes in Shareholders' Equity

Thai Farmers Bank Public Company Limited and Subsidiaries

For the Years Ended December 31, 2001 and 2000

Consolidated

	Issued and Fully Paid-up Share Capital Baht	Warrants Baht	Premium on Share Capital Baht	Appraisal Surplus Baht	Revaluation Surplus (Deficit) on Investments Baht	Deficit Baht	Minority Interests Baht	Total Baht
Beginning balance as at December 31, 1999	23,530,947,170.00	5,520,432,199.21	49,505,506,440.49	3,895,412,220.00	2,664,776,851.00	(53,471,726,000.19)	261,238,533.94	31,906,587,414.45
Adjustment for the cumulative effect of the change in accounting policy for prior year (Note 4.31)	-	-	-	(1,168,623,666.00)	(880,776,529.08)	(8,577,009,289.59)	-	(10,626,409,484.67)
Balance after adjustment	23,530,947,170.00	5,520,432,199.21	49,505,506,440.49	2,726,788,554.00	1,784,000,321.92	(62,048,735,289.78)	261,238,533.94	21,280,177,929.78
Appraisal surplus	-	-	-	3,903,679,496.42	-	85,910,201.77	-	3,989,589,698.19
Revaluation surplus (deficit) on investments	-	-	-	-	(693,380,966.94)	-	-	(693,380,966.94)
Net gain (loss) not recognised in the statement of income	-	-	-	3,903,679,496.42	(693,380,966.94)	85,910,201.77	-	3,296,208,731.25
Net income	-	-	-	-	-	1,264,613,264.09	-	1,264,613,264.09
Minority interests	-	-	-	-	-	-	(20,971,229.65)	(20,971,229.65)
Ending balance as at December 31, 2000	23,530,947,170.00	5,520,432,199.21	49,505,506,440.49	6,630,468,050.42	1,090,619,354.98	(60,698,211,823.92)	240,267,304.29	25,820,028,695.47
Adjustment for the cumulative effect of the change in accounting policy for prior year (Note 4.31)	-	-	-	-	-	-	-	-
Balance after adjustment	23,530,947,170.00	5,520,432,199.21	49,505,506,440.49	6,630,468,050.42	1,090,619,354.98	(60,698,211,823.92)	240,267,304.29	25,820,028,695.47
Appraisal surplus	-	-	-	(114,506,262.11)	-	163,580,374.46	-	49,074,112.35
Revaluation surplus (deficit) on investments	-	-	-	-	434,257,367.25	-	-	434,257,367.25
Net gain (loss) not recognised in the statement of income	-	-	-	(114,506,262.11)	434,257,367.25	163,580,374.46	-	483,331,479.60
Net income	-	-	-	-	-	1,008,450,264.49	-	1,008,450,264.49
Minority interests	-	-	-	-	-	-	128,421,662.48	128,421,662.48
Ending balance as at December 31, 2001	23,530,947,170.00	5,520,432,199.21	49,505,506,440.49	6,515,961,788.31	1,524,876,722.23	(59,526,181,184.97)	368,688,966.77	27,440,232,102.04

The Bank

	Issued and Fully Paid-up Share Capital Baht	Warrants Baht	Premium on Share Capital Baht	Appraisal Surplus Baht	Revaluation Surplus (Deficit) on Investments Baht	Deficit Baht	Total Baht
Beginning balance as at December 31, 1999	23,530,947,170.00	5,520,432,199.21	49,505,506,440.49	3,895,412,220.00	2,664,776,851.00	(58,845,421,022.49)	26,271,653,858.21
Adjustment for the cumulative effect of the change in accounting policy for prior year (Note 4.31)	-	-	-	(1,168,623,666.00)	(880,776,529.08)	(3,203,314,267.29)	(5,252,714,462.37)
Balance after adjustment	23,530,947,170.00	5,520,432,199.21	49,505,506,440.49	2,726,788,554.00	1,784,000,321.92	(62,048,735,289.78)	21,018,939,395.84
Appraisal surplus	-	-	-	3,903,679,496.42	-	85,910,201.77	3,989,589,698.19
Revaluation surplus (deficit) on investments	-	-	-	-	(693,380,966.94)	-	(693,380,966.94)
Net gain (loss) not recognised in the statement of income	-	-	-	3,903,679,496.42	(693,380,966.94)	85,910,201.77	3,296,208,731.25
Net income	-	-	-	-	-	1,264,613,264.09	1,264,613,264.09
Ending balance as at December 31, 2000	23,530,947,170.00	5,520,432,199.21	49,505,506,440.49	6,630,468,050.42	1,090,619,354.98	(60,698,211,823.92)	25,579,761,391.18
Adjustment for the cumulative effect of the change in accounting policy for prior year (Note 4.31)	-	-	-	-	-	-	-
Balance after adjustment	23,530,947,170.00	5,520,432,199.21	49,505,506,440.49	6,630,468,050.42	1,090,619,354.98	(60,698,211,823.92)	25,579,761,391.18
Appraisal surplus	-	-	-	(114,506,262.11)	-	163,580,374.46	49,074,112.35
Revaluation surplus (deficit) on investments	-	-	-	-	434,257,367.25	-	434,257,367.25
Net gain (loss) not recognised in the statement of income	-	-	-	(114,506,262.11)	434,257,367.25	163,580,374.46	483,331,479.60
Net income	-	-	-	-	-	1,008,450,264.49	1,008,450,264.49
Ending balance as at December 31, 2001	23,530,947,170.00	5,520,432,199.21	49,505,506,440.49	6,515,961,788.31	1,524,876,722.23	(59,526,181,184.97)	27,071,543,135.27

See notes to financial statements



Statements of Cash Flows

Thai Farmers Bank Public Company Limited and Subsidiaries

For the Years Ended December 31, 2001 and 2000

	Consolidated		The Bank	
	2001 Baht	2000 Baht	2001 Baht	2000 Baht
Cash Flows from Operating Activities				
Net income	1,008,450,264.49	1,264,613,264.09	1,008,450,264.49	1,264,613,264.09
Add (Less) Adjustments to reconcile net income to net cash from operating activities				
Depreciation and amortization	1,667,429,589.36	1,818,769,625.60	1,634,956,100.66	1,790,908,351.44
Bad debt and doubtful accounts (reversal)	(821,785,692.75)	(4,795,783,454.46)	(1,100,702,460.34)	(4,403,691,839.53)
Loss on debt restructuring	2,979,592,809.76	4,457,167,141.65	2,390,702,460.34	4,403,691,839.53
Loss (gain) on revaluation of investments	47,337,437.24	(4,465,418.93)	47,337,437.24	(4,465,418.93)
Loss (reversal) on impairment of investments	96,263,766.46	1,730,044,914.34	(876,895,691.49)	631,128,554.41
Amortization of excess of fair value of assets acquired over cost of investment in subsidiary	(12,536,993.07)	(14,267,898.33)	-	-
Gain on disposal of securities for investments	(216,355,653.43)	(1,344,290,349.99)	(211,880,116.92)	(1,335,410,664.85)
Amortization of premium and discount on debt instruments	(155,070,168.35)	3,002,349,059.99	(155,149,839.64)	3,002,364,462.99
Loss on impairment of properties foreclosed	3,029,605,506.29	649,386,331.45	2,918,359,120.77	549,208,984.51
Loss on impairment of other assets	127,029,934.37	384,506,972.87	46,175,665.00	315,570,928.50
(Gain) loss on disposal of premises and equipment	(10,479,665.88)	35,351,295.99	(10,480,736.98)	35,324,751.87
Loss on revaluation of premises and equipment	-	909,897,869.44	-	794,931,676.05
Reversal on allowance for impairment of premises and equipment	(4,185,695.02)	-	(1,249,290.14)	-
Share of loss from investments on equity method	39,214,351.33	16,360,024.64	1,994,629,303.13	1,370,339,313.41
Dividend income from subsidiaries and associated companies	193,529,989.08	3,870,000.00	224,560,638.68	26,161,066.00
Deferred income tax expense	628,706,394.08	772,750,527.56	624,074,200.32	772,750,527.56
Amortization of discount on debentures	4,460,790.57	4,058,704.75	4,460,790.57	4,058,704.75
Decrease in accrued interest receivables	397,836,403.96	939,877,209.76	127,706,963.50	376,314,335.23
Decrease (increase) in other accrued income	476,395,233.94	(435,209,088.98)	506,089,354.93	(441,291,208.84)
Decrease in accrued interest payables	(468,424,478.36)	(511,221,720.76)	(468,424,478.36)	(511,221,720.76)
Increase in other accrued expenses	722,607,707.26	442,618,233.75	692,099,103.46	458,716,957.64
(Decrease) increase in other reserves	(66,560,345.00)	483,084,591.69	(66,560,345.00)	483,084,591.69
Minority interests in net income	9,680,005.96	31,594,427.20	-	-
Net income from operations before changes in operating assets and liabilities	9,672,741,492.29	9,841,062,263.32	9,328,258,444.22	9,583,087,456.76
(Increase) decrease in operating assets				
Interbank and money market items (assets)	6,951,943,116.99	(76,899,967,665.32)	7,466,004,826.44	(77,423,776,103.79)
Securities purchased under resale agreements	(3,500,000,000.00)	23,600,000,000.00	(3,500,000,000.00)	23,600,000,000.00
Investment for trading	(1,662,181,290.99)	(2,443,163,974.41)	(1,662,181,290.99)	(2,443,163,974.41)
Loans	11,970,665,228.80	3,056,971,774.87	14,460,059,008.53	4,346,755,627.21
Properties foreclosed	1,428,096,945.15	423,467,597.79	762,520,370.06	415,121,125.84
Other assets	(1,615,869,946.75)	(629,997,236.73)	(1,327,172,719.38)	(416,165,028.03)
Increase (decrease) in operating liabilities				
Deposits	17,535,017,582.63	38,443,179,180.14	17,511,930,651.41	38,599,941,535.24
Interbank and money market items (liabilities)	(2,415,218,327.16)	(7,487,601,294.16)	(2,993,907,550.67)	(6,908,959,728.37)
Liabilities payable on demand	1,204,712,215.02	(1,392,304,898.77)	1,204,712,215.02	(1,392,304,898.77)
Securities sold under repurchase agreements	(10,000,000.00)	10,000,000.00	(10,000,000.00)	10,000,000.00
Other liabilities	(3,490,596,215.71)	9,204,959,669.47	(3,508,098,508.02)	9,183,460,531.22
Net cash provided by (used in) operating activities	36,069,310,800.27	(4,273,394,583.80)	37,732,125,446.62	(2,846,003,457.10)

See notes to financial statements



Statements of Cash Flows

Thai Farmers Bank Public Company Limited and Subsidiaries

For the Years Ended December 31, 2001 and 2000

	Consolidated		The Bank	
	2001 Baht	2000 Baht	2001 Baht	2000 Baht
Cash Flows from Investing Activities				
Proceeds from disposal of available for sale investments	32,087,484,932.96	43,255,248,781.51	32,058,081,828.95	43,236,489,821.77
Proceeds from redemption of held to maturity debt instruments	20,104,515,983.27	11,979,934,474.89	20,104,515,983.27	11,915,046,437.46
Proceeds from disposal of general investments	1,970,628,365.23	1,563,746,739.35	693,438,759.86	83,384,220.06
Purchase of available for sale investments	(52,042,040,552.52)	(42,367,994,354.77)	(52,042,040,552.52)	(42,318,451,645.65)
Purchase of held to maturity debt instruments	(28,889,299,529.90)	(11,507,994,763.50)	(28,820,874,687.94)	(11,443,122,129.07)
Purchase of general investments	(191,218,618.32)	(241,853,238.22)	(550,432,522.31)	(264,682,495.68)
Proceeds from disposal of premises and equipment	31,847,590.85	33,228,040.30	31,699,561.09	31,740,329.40
Purchase of premises and equipment	(1,543,218,367.92)	(1,080,872,743.05)	(1,523,194,904.61)	(1,047,085,474.53)
Net cash (used in) provided by investing activities	(28,471,300,196.35)	1,633,442,936.51	(30,048,806,534.21)	193,319,063.76
Cash Flows from Financing Activities				
Payments on redemption of subordinated debentures	(7,500,000,000.00)	-	(7,500,000,000.00)	-
Issue of shares to minority interests	97,772,502.04	-	-	-
Dividend paid to minority interests	(12,416,188.80)	(12,708,934.00)	-	-
Net cash used in financing activities	(7,414,643,686.76)	(12,708,934.00)	(7,500,000,000.00)	-
Net increase (decrease) in cash and cash equivalents	183,366,917.16	(2,652,660,581.29)	183,318,912.41	(2,652,684,393.34)
Cash and cash equivalents at beginning of the year (Notes 3.1 and 4.1)	11,959,147,464.72	14,611,808,046.01	11,959,093,469.47	14,611,777,862.81
Cash and cash equivalents at end of the year (Notes 3.1 and 4.1)	12,142,514,381.88	11,959,147,464.72	12,142,412,381.88	11,959,093,469.47
Supplemental Disclosures of Cash Flows Information				
Cash paid during the year				
Interest expense	21,895,419,780.72	26,076,022,477.24	21,895,419,780.72	26,076,022,477.24
Income tax	124,576,092.89	111,109,839.39	76,563,592.61	51,005,529.89

See notes to financial statements



Notes to Financial Statements

Thai Farmers Bank Public Company Limited and Subsidiaries

December 31, 2001

1 General Information

Thai Farmers Bank Public Company Limited (“the Bank”) is a public company registered in the Kingdom of Thailand with its head office located at 1 Thai Farmers Lane, Ratburana Road, Bangkok. The Bank’s main business is commercial banking and the Bank conducts its businesses through a network of branches covering all parts of Thailand and some major parts of the world. As at December 31, 2001 and 2000, the Bank had a total staff of 10,472 and 11,499 persons, respectively.

2 Basis of Financial Statement Presentation and Economic Environment

2.1 The consolidated and the Bank only financial statements are prepared in accordance with the regulation of the Stock Exchange of Thailand dated November 22, 1999, regarding the Preparation and Filing of Financial Statements and Reports Concerning the Financial Status and Result of Business Operations of Listed Companies B.E. 2542 and in accordance with the Bank of Thailand requirements and in compliance with the announcements of the Bank of Thailand dated May 10, 2001, prescribing the forms of balance sheet and the profit and loss accounts of commercial banks and in conformity with generally accepted accounting principles in Thailand.

As required by Thai law and regulatory requirements, the Bank’s financial statements have been prepared in the Thai language. They have been translated into English for the convenience of the reader.

2.2 The consolidated financial statements consist of Thai Farmers Bank Public Company Limited’s financial statements and the following subsidiaries’ financial statements:

	% Shareholding	
	2001	2000
Thonburi Asset Management Co., Ltd. (“Thonburi-AMC”)	99.99	99.99
Chanthaburi Asset Management Co., Ltd. (“Chanthaburi-AMC”)	99.99	99.99
Progress Land and Buildings Co., Ltd. (“PLB”)	99.99	99.99
Thai Farmers Asset Management Co., Ltd. (“TFAM”)	71.42	68.85

Thonburi Asset Management Company Limited is a company registered in the Kingdom of Thailand on September 24, 1999 and was approved by the Bank of Thailand on October 13, 1999 to register as an asset management company under the Ministerial Regulation (B.E. 2541) issued by virtue of the provisions of the Asset Management Company Act B.E. 2541. The Company is located at 400/22 Thai Farmers Bank Building, Phaholyothin Road, Samsennai, Phayathai, Bangkok and was established with the objective of managing substandard assets transferred from Thai Farmers Bank Public Co., Ltd.

Chanthaburi Asset Management Company Limited is a company registered in the Kingdom of Thailand on September 30, 1999 and was approved by the Bank of Thailand on October 13, 1999 to register as an asset management company under the Ministerial Regulation (B.E. 2541) issued by virtue of the provisions of the Asset Management Company Act B.E. 2541. The Company is located at 252/6 Muang Thai-Phatra Office Tower 1, Floor 5, Ratchadaphisek Road, Huaykwang, Bangkok and was established with the objective of managing substandard assets purchased or transferred from Phatra Thanakit Public Co., Ltd. under the Memorandum of Understanding (MOU) between the Financial Institution Development Fund (the FIDF), Thai Farmers Bank Public Co., Ltd. and Phatra Thanakit Public Co., Ltd. dated September 29, 1999. Under this MOU, the management of substandard assets must be completed within December 31, 2004 and the

results of profits or losses will thereafter be shared between the company and the FIDF in accordance with the conditions specified in the MOU.

Progress Land and Buildings Company Limited is a company registered in the Kingdom of Thailand on November 18, 1999 and located at 400/22 Thai Farmers Bank Building, Floor 16, Phaholyothin Road, Samsennai, Phayathai, Bangkok. The Company was established to receive, manage and sell properties foreclosed and the premises of Phatra Thanakit Public Co., Ltd.

Thai Farmers Asset Management Company Limited is a company registered in the Kingdom of Thailand on March 18, 1992 located at 252/6 Muang Thai-Phatra Office Tower 1, Floor 30-32, office No. 252/38-41, Ratchadaphisek Road, Huaykwang, Bangkok. The Company's main businesses are asset management and fund management.

Significant intercompany transactions and accounts are eliminated from the consolidated financial statements.

The consolidated financial statements exclude the financial statements of the overseas finance subsidiary, Thai Farmers International Finance Ltd., which has been closed in 2001. The consolidated financial statements also exclude the financial statements of subsidiaries whose financial statements are not material to the Bank. The financial position and results of operations of subsidiaries, which are not included in the consolidated financial statements, are presented as supplementary information in Note 4.4 accompanying to these financial statements.

In November 2000, the Bank wrote off, with approval of the Bank of Thailand, the whole amount of its investment in Phatra Thanakit Public Co., Ltd. amounting to Baht 7,019.0 million which allowance for impairment has been provided for in full. According to agreement between the Bank and the FIDF, the Bank had to sell all the shares to the FIDF for 1 Baht and on July 4, 2001 the proceeds from disposal of such investments has been received.

The consolidated and the Bank only financial statements include the accounts of all branches, domestic and overseas, and of the Bank's International Banking Facility. Interoffice transactions have been eliminated.

2.3 The operations of the Bank and its subsidiaries may continue to be affected for the foreseeable future by the economic conditions in Thailand and the Asia Pacific Region in general. The accompanying consolidated and the Bank only financial statements reflect the management's current assessment of the impact of current economic conditions on the financial position of the Bank and its subsidiaries. However, actual impact may differ from the management estimates.

3 Summary of Significant Accounting Policies

3.1 Cash and Cash Equivalents

Cash and cash equivalents represent cash in hand and cash items in process of collection.

3.2 Recognition of Interest Income

Interest and discount income on loans are recognized on an accrual basis, except when interest payments are in arrears for more than three months where, regardless of whether the loans are fully collateralized or not, the cash basis is then adopted.

Income from hire purchase is recognized on the sum-of-the-years'-digits method.

The Bank reverses accrued interest receivables on loans for which repayments are in arrears for more than 3 months from their due dates, in compliance with the Bank of Thailand regulation.

The asset management subsidiaries recognize interest on investment in receivables by the effective interest yield method to calculate the net present value of the expected future cash collections from the debtor in conformity with the notification of the Accounting Guideline for Transfers of Financial Assets by The Institute of Certified Accountants and Auditors of Thailand.

The other subsidiaries recognize income on an accrual basis.

3.3 Recognition of Interest Expense

Interest expense on deposits and borrowings is recognized on an accrual basis.

3.4 Investments

Investments in debt and marketable equity securities classified as trading investments are stated at fair value. Unrealized gains or losses arising from their revaluation are reflected in the statement of income.

Investments in debt and marketable equity securities classified as available-for-sale investments are stated at fair value. Unrealized gains or losses arising from their revaluation are shown as a component of shareholders' equity and realized in the statement of income upon disposal.

Investments in debt securities classified as held-to-maturity investments are stated at amortized cost, after deduction of allowance for impairment. Premiums and discounts are amortized by the straight-line method over the term of the related debt instruments.

The promissory notes that are received from transferring sub-quality assets to the Thai Assets Management Company (TAMC), are classified as investments in held-to-maturity debt securities and stated at cost.

Investments in non-marketable equity securities which are not investments in subsidiaries and associated companies are stated at cost, after deduction of allowance for impairment.

Investments in receivables, which represent investments in receivables of Chanthaburi Asset Management Co., Ltd., are stated at cost, after deduction of allowance for impairment.

Investments in associated companies are accounted for by the equity method, so as to incorporate the companies' share of profit (loss) and net assets in these companies in the financial statements.

In the Bank only accounts, investments in subsidiaries are accounted for by the equity method, so as to incorporate the companies' share of profit (loss) and net assets in these companies in the financial statements.

An impairment review for investments is carried out when there is a factor indicating that an investment might be impaired. Loss on impairments for all classifications of investment are charged to the statement of income.

Interest income from investments is recognized on an accrual basis. Dividends are recognized as income on a cash basis. Gains or losses on sales of securities are recognized in the statement of income upon disposal.

Cost of investments sold is calculated using the weighted average method.

Investments in marketable equity securities classified as trading investments and available-for-sale investments are stated at fair value based on the latest bid prices at the Stock Exchange of Thailand as at the end of the year.

Investments in marketable unit trusts classified as trading investments and available-for-sale investments are stated at fair value based on net assets value as at the end of the year.

Investments in government securities and state enterprise securities guaranteed by the government classified as trading investments and available-for-sale investments are stated at the fair value based on the Thai Bond Dealing Center Government Bond Yield Curve as at the end of the year. State enterprise securities not guaranteed by the government and private debt instruments are stated at the fair value based on the bid prices from the Thai Bond Dealing Center as at the end of the year if available, otherwise the Government Bond Yield of the same period from the Thai Bond Dealing Center adjusted by an appropriate risk premium is used.

3.5 Loans

Loans represent only principal amounts, except in cases of loans under overdraft agreements. Unearned discounts received in advance are presented as deduction of loans.

3.6 Allowance for Doubtful Accounts

Allowance for doubtful accounts is determined based on the Bank of Thailand regulations and the Bank's analysis of each loan and appraisal of the financial standing of each borrower, taking into consideration the Bank's experience of loan risk and collateral value.

In accordance with the regulations of the Bank of Thailand, the Bank and the asset management companies categorize their loan portfolios into six categories and set minimum reserves based on these categories (see Note 4.7). The period that a loan is past due is the principal criteria used in classifying a loan. The maximum collateral value used in calculating the required allowance for doubtful accounts is based on the type of collateral and the date of the most recent valuation. Allowance for normal and special mention loans are provided for based on the outstanding debt before deduction of collateral value.

Allowance for doubtful accounts is charged as an expense in each accounting year.

Bad debts written off or recovered are recorded as charges or credits, respectively, to the allowance for doubtful accounts.

3.7 Troubled Debt Restructuring

Foreclosed assets acquired from troubled debt restructurings are recorded at the lower of fair value of the assets or total amount of debt. Where restructuring a loan involves modification of its terms, the present value of the expected future cash collections from those customers is calculated by using discount rates equivalent to the market rates of interest at the time of restructuring. The difference between the present value of the future cash flows expected to be received from those customers and the outstanding balances of investment in loans is recorded in the revaluation allowance for debt restructuring. This revaluation allowance for debt restructuring is amortized to the statement of income according to the amounts received over the remaining period of the debt restructuring contracts.

3.8 Properties Foreclosed

Properties foreclosed are stated at the lower of cost or market value.

Loss on impairment is charged to the statement of income. Gains or losses on disposal of properties foreclosed are recorded as other income or expenses upon disposal.

3.9 Premises and Equipment and Depreciation

Land is stated at revalued cost. Buildings are stated at revalued cost less accumulated depreciation. The revaluation surplus of land and buildings is shown as a component of shareholders' equity. When surpluses arising on the revaluation of fixed assets are realized, the Bank transfers these directly to retained earnings.

Equipment is stated at cost less accumulated depreciation.

Depreciation on buildings acquired before July 1996 is computed using the declining-balance method at the annual rate of 4-5% on cost. Depreciation on buildings acquired after July 1996 is computed using the straight-line method on the acquisition cost at the annual rate of 3.33%.

Depreciation on the revalued incremental cost of buildings in 2000 is computed using the same method and the same rate as the acquisition cost.

Depreciation on equipment is computed using the straight-line method on the acquisition cost at the annual rate of 12.5-20%, as permitted by law.

Gains or losses on disposal of premises and equipment are recorded as other income or expenses upon disposal.

3.10 Income Tax and Deferred Income Tax

Tax expense comprises current tax expense and deferred tax expense.

Current tax is the amount of income taxes payable in respect of the taxable profit for a year.

Income tax recoverable in future periods which resulted from temporary differences between the carrying amount of an asset or liability and its tax base is recorded as deferred tax assets only for the amount that is expected to be realized in the future.

All income tax payable in future periods resulting from temporary differences between the carrying amount of an asset or liability and its tax base is recorded as deferred tax liabilities.

3.11 Translation of Foreign Currencies

Assets, liabilities and forward contracts in foreign currencies are translated into Baht at the rates of exchange prevailing on the dates of transactions. Assets, liabilities and forward contracts in foreign currencies at the end of the year are translated into Baht at the reference rates announced by the Bank of Thailand on that date.

Exchange gains or losses on translation and on transactions in foreign currencies are included in revenues and expenses for the year.

3.12 Derivatives

Forward Exchange Contracts

The difference between the forward rate and the spot rate at the date of a forward exchange contract is amortized to the statement of income over the period of the contract.

Cross Currency Swaps and Interest Rate Swaps

The accounting for these derivative transactions depends on their purpose:

1. Hedging of the Bank's exposure to financial risks

Derivative contracts are recorded off of the balance sheet. Revenues, expenses and gains or losses resulting from changes in fair values of contracts are recognized in accordance with the accounting treatment of revenues, expenses, gain or loss on underlying assets, liabilities or other financial obligations as follows:

Where gains or losses on the underlying transactions are recorded at fair value, losses or gains on derivative transactions used as the hedge will be recognized on a fair value basis throughout the corresponding hedging period.

Where gains or losses on the underlying transactions are recorded on an accrual basis, losses or gains on derivative transactions used as a hedge will also be recognized on an accrual basis over the period of the contracts.

2. Trading

Mark-to-market accounting is applied to trading transactions. Hence, traded derivative transactions are carried at their fair values. Gains or losses resulting from changes in fair values are included in revenues and expenses.

3.13 Staff Retirement Fund

Staff members are entitled to retirement pay upon termination of employment depending upon length of service and other conditions. It is management's policy to provide an appropriate amount to the Fund each period.

3.14 Provident Fund

The Bank established a provident fund under the Provident Fund Act. B.E. 2530 and registered the Fund with the Ministry of Finance on August 16, 1994.

According to the Fund's regulations, every employee is entitled to apply for membership, the employees contribute to the Fund at the rate of 3% of basic salary and the Bank contributes to the Fund at the rate of 3-4.5% upon termination of employment. The employees are entitled to the benefits upon termination of employment status except when terminated "without compensation".

3.15 Excess of Fair Value of Assets Acquired over the Cost of Investment in Subsidiary

An excess of fair value of assets acquired over the cost of investment in the subsidiary on the acquisition of TFAM in 1998, which is presented net of other assets in the consolidated financial statement, is recognized as income over a period of ten years.

3.16 Basic Earnings per Share

Basic earnings per share is computed by dividing net income by the number of ordinary shares outstanding at end of year.

The effect on diluted earnings per share that results from an assumed exercise of warrants and convertible preferred shares was anti-dilutive and accordingly is not presented.

3.17 Use of Accounting Estimates

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

4 Supplementary Information

4.1 Supplementary Information Related to Cash Flows

4.1.1 Non-cash items are as follows:

The Bank and subsidiaries have provided for revaluation surplus (deficit) on investments presented as a deduction in shareholders' equity for the years ended December 31, as follows:

	<i>(Million Baht)</i>	
	Consolidated and The Bank	
	2001	2000
Revaluation surplus (deficit) on investments	434.3	(693.4)

As at December 31, 2000 the Bank recorded the revalued incremental cost of land and buildings amounting to Baht 5,662.6 million by increasing the surplus on fixed assets revaluation shown as a component of shareholders' equity.

For the years ended December 31, 2001 and 2000, the Bank recorded the realized portion of appraisal surplus on building (depreciation) amounting to Baht 163.6 million and Baht 85.9 million respectively by transferring these directly to retained earnings.

4.2 Interbank and Money Market Items (Assets)

Interbank and money market items (assets) as at December 31, consist of:

(Million Baht)

	Consolidated					
	2001			2000		
	At Call	Term	Total	At Call	Term	Total
1. Domestic						
The Bank of Thailand and Financial Institutions Development Fund	3,241.0	-	3,241.0	1,088.8	-	1,088.8
Commercial banks	168.1	652.6	820.7	92.2	265.6	357.8
Other banks	2.2	-	2.2	3.0	-	3.0
Finance, finance and securities, securities and credit foncier companies	-	-	-	26.2	-	26.2
Other financial institutions	74.4	55.4	129.8	34.8	37.5	72.3
Total Domestic	3,485.7	708.0	4,193.7	1,245.0	303.1	1,548.1
Add Accrued interest receivables	-	-	-	-	-	-
Less Allowance for doubtful accounts	(3.7)	(0.6)	(4.3)	(13.2)	(4.7)	(17.9)
Total	3,482.0	707.4	4,189.4	1,231.8	298.4	1,530.2
2. Foreign						
US Dollar	1,409.9	159,159.9	160,569.8	2,160.3	168,140.9	170,301.2
Japanese Yen	9.3	-	9.3	91.4	-	91.4
German Mark	0.4	-	0.4	20.1	-	20.1
Other currencies	192.8	154.9	347.7	130.3	17.3	147.6
Total Foreign	1,612.4	159,314.8	160,927.2	2,402.1	168,158.2	170,560.3
Add Accrued interest receivables	-	112.9	112.9	0.8	76.5	77.3
Less Allowance for doubtful accounts	(3.1)	(121.5)	(124.6)	(15.8)	(109.2)	(125.0)
Total	1,609.3	159,306.2	160,915.5	2,387.1	168,125.5	170,512.6
Total Domestic and Foreign	5,091.3	160,013.6	165,104.9	3,618.9	168,423.9	172,042.8

(Million Baht)

	The Bank					
	2001			2000		
	At Call	Term	Total	At Call	Term	Total
1. Domestic						
The Bank of Thailand and Financial Institutions Development Fund	3,241.0	-	3,241.0	1,088.8	-	1,088.8
Commercial banks	53.8	257.8	311.6	97.2	265.6	362.8
Other banks	2.2	-	2.2	3.0	-	3.0
Finance, finance and securities, securities and credit foncier companies	-	-	-	26.2	-	26.2
Other financial institutions	74.4	55.4	129.8	34.8	37.5	72.3
Total Domestic	3,371.4	313.2	3,684.6	1,250.0	303.1	1,553.1
Add Accrued interest receivables	-	-	-	-	-	-
Less Allowance for doubtful accounts	(3.7)	(0.6)	(4.3)	(13.2)	(4.7)	(17.9)
Total	3,367.7	312.6	3,680.3	1,236.8	298.4	1,535.2
2. Foreign						
US Dollar	1,409.9	159,159.9	160,569.8	2,160.3	168,140.9	170,301.2
Japanese Yen	9.3	-	9.3	91.5	-	91.5
German Mark	0.4	-	0.4	20.1	-	20.1
Other currencies	192.8	154.9	347.7	130.3	17.2	147.5
Total Foreign	1,612.4	159,314.8	160,927.2	2,402.2	168,158.1	170,560.3
Add Accrued interest receivables	-	112.9	112.9	0.8	76.5	77.3
Less Allowance for doubtful accounts	(3.1)	(121.5)	(124.6)	(15.8)	(109.2)	(125.0)
Total	1,609.3	159,306.2	160,915.5	2,387.2	168,125.4	170,512.6
Total Domestic and Foreign	4,977.0	159,618.8	164,595.8	3,624.0	168,423.8	172,047.8

4.3 Securities Purchased Under Resale Agreements

Securities purchased under resale agreements as at December 31, consist of :

	Consolidated and The Bank	
	2001	2000
Government Bonds and Bank of Thailand Bonds	3,700.0	200.0

4.4 Investments

Investments as at December 31, consist of:

(Million Baht)

	Consolidated			
	2001		2000	
	Cost Value/ Amortized Cost Value	Fair Value	Cost Value/ Amortized Cost Value	Fair Value
1. Current investments				
1.1 Trading investments				
1.1.1 Government and state enterprises securities	2,512.7	2,528.6	1,643.4	1,658.4
1.1.2 Marketable equity securities – domestic	–	–	13.8	12.8
Total	2,512.7	2,528.6	1,657.2	1,671.2
Add Allowance for revaluation	15.9	–	14.0	–
Total	2,528.6	2,528.6	1,671.2	1,671.2
1.2 Available-for-sale investments				
1.2.1 Government and state enterprises securities	7,008.7	7,103.6	7,435.6	7,542.3
1.2.2 Private enterprises debt instruments	147.1	149.6	248.8	260.4
1.2.3 Foreign debt instruments	3,265.9	3,292.3	928.3	939.5
1.2.4 Marketable equity securities – domestic	840.4	1,369.8	404.9	188.4
1.2.5 Others	69.3	69.0	–	–
Total	11,331.4	11,984.3	9,017.6	8,930.6
Add (less) Allowance for revaluation	785.1	–	(77.2)	–
Less Allowance for impairment	(132.2)	–	(9.8)	–
Total	11,984.3	11,984.3	8,930.6	8,930.6
1.3 Held-to-maturity debt instruments				
1.3.1 Government and state enterprises securities	5,429.6	5,606.8	5,391.3	5,572.4
1.3.2 Foreign debt instruments	8,411.5	8,480.9	7,058.1	6,884.1
Total	13,841.1	14,087.7	12,449.4	12,456.5
Less Allowance for impairment	(5.6)	–	(161.0)	–
Total	13,835.5	14,087.7	12,288.4	12,456.5
1.4 General investments				
1.4.1 Non-marketable equity securities – domestic	–	–	30.2	13.6
Less Allowance for impairment	–	–	(16.6)	–
Total	–	–	13.6	13.6
Total Current Investments – net	28,348.4	28,600.6	22,903.8	23,071.9

	Consolidated			
	2001		2000	
	Cost Value/ Amortized Cost Value	Fair Value	Cost Value/ Amortized Cost Value	Fair Value
2. Long-term investments				
2.1 Available-for-sale investments				
2.1.1 Government and state enterprises securities	31,421.9	32,753.9	23,122.7	24,436.4
2.1.2 Private enterprises debt instruments	3,558.5	3,594.2	4,055.3	4,099.2
2.1.3 Foreign debt instruments	8,727.2	8,787.8	2,829.8	2,810.3
2.1.4 Marketable equity securities – domestic	1,959.4	1,679.4	2,833.4	2,804.3
2.1.5 Others	623.0	329.0	646.9	347.2
Total	46,290.0	47,144.3	33,488.1	34,497.4
Add Allowance for revaluation	1,574.7	–	1,936.2	–
Less Allowance for impairment	(720.4)	–	(926.9)	–
Total	47,144.3	47,144.3	34,497.4	34,497.4
2.2 Held-to-maturity debt instruments				
2.2.1 Government and state enterprises securities	26,243.5	27,121.7	11,424.2	12,487.8
2.2.2 Private enterprises debt instruments	1,642.0	336.8	1,641.9	336.5
2.2.3 Foreign debt instruments	2,230.6	2,193.8	3,377.5	3,366.8
Total	30,116.1	29,652.3	16,443.6	16,191.1
Less Allowance for impairment	(1,410.0)	–	(1,322.0)	–
Total	28,706.1	29,652.3	15,121.6	16,191.1
2.3 General investments				
2.3.1 Non-marketable equity securities – domestic	2,638.2	1,253.8	2,782.1	999.8
2.3.2 Non-marketable equity securities – overseas	419.0	96.0	469.8	157.8
2.3.3 Investments in receivables	18,312.2	16,125.1	22,422.1	20,278.4
Total	21,369.4	17,474.9	25,674.0	21,436.0
Less Allowance for impairment	(3,894.5)	–	(4,238.0)	–
Total	17,474.9	17,474.9	21,436.0	21,436.0
Total Long-term Investments – net	93,325.3	94,271.5	71,055.0	72,124.5

	The Bank			
	2001		2000	
	Cost Value/ Amortized Cost Value	Fair Value	Cost Value/ Amortized Cost Value	Fair Value
1. Current investments				
1.1 Trading investments				
1.1.1 Government and state enterprises securities	2,512.7	2,528.6	1,643.4	1,658.4
1.1.2 Marketable equity securities – domestic	-	-	13.8	12.8
Total	2,512.7	2,528.6	1,657.2	1,671.2
Add Allowance for revaluation	15.9	-	14.0	-
Total	2,528.6	2,528.6	1,671.2	1,671.2
1.2 Available-for-sale Investments				
1.2.1 Government and state enterprises securities	7,008.7	7,103.6	7,435.6	7,542.3
1.2.2 Private enterprises debt instruments	147.1	149.6	248.8	260.4
1.2.3 Foreign debt instruments	3,265.9	3,292.3	928.3	939.5
1.2.4 Marketable equity securities – domestic	840.4	1,369.8	404.9	188.4
1.2.5 Others	69.3	69.0	-	-
Total	11,331.4	11,984.3	9,017.6	8,930.6
Add (less) Allowance for revaluation	785.1	-	(77.2)	-
Less Allowance for impairment	(132.2)	-	(9.8)	-
Total	11,984.3	11,984.3	8,930.6	8,930.6
1.3 Held-to-maturity debt instruments				
1.3.1 Government and state enterprises securities	5,429.6	5,606.8	5,391.3	5,572.4
1.3.2 Foreign debt instruments	8,411.5	8,480.9	7,058.1	6,884.1
Total	13,841.1	14,087.7	12,449.4	12,456.5
Less Allowance for impairment	(5.6)	-	(161.0)	-
Total	13,835.5	14,087.7	12,288.4	12,456.5
1.4 General investments				
1.4.1 Non-marketable equity securities – domestic	-	-	30.2	13.6
Less Allowance for impairment	-	-	(16.6)	-
Total	-	-	13.6	13.6
Total Current Investments – net	28,348.4	28,600.6	22,903.8	23,071.9

	The Bank			
	2001		2000	
	Cost Value/ Amortized Cost Value	Fair Value	Cost Value/ Amortized Cost Value	Fair Value
2. Long-term investments				
2.1 Available-for-sale investments				
2.1.1 Government and state enterprises securities	31,421.9	32,753.9	23,122.7	24,436.4
2.1.2 Private enterprises debt instruments	3,558.5	3,594.2	4,055.3	4,099.2
2.1.3 Foreign debt instruments	8,727.2	8,787.8	2,829.8	2,810.3
2.1.4 Marketable equity securities – domestic	1,918.6	1,643.4	2,793.7	2,766.8
2.1.5 Others	622.6	328.6	646.9	347.2
Total	46,248.8	47,107.9	33,448.4	34,459.9
Add Allowance for revaluation	1,579.5	–	1,938.4	–
Less Allowance for impairment	(720.4)	–	(926.9)	–
Total	47,107.9	47,107.9	34,459.9	34,459.9
2.2 Held-to-maturity debt instruments				
2.2.1 Government and state enterprises securities	26,175.2	27,053.3	11,424.2	12,487.8
2.2.2 Private enterprises debt instruments	1,526.3	336.8	1,526.2	336.5
2.2.3 Foreign debt instruments	2,230.6	2,193.8	3,377.5	3,366.8
Total	29,932.1	29,583.9	16,327.9	16,191.1
Less Allowance for impairment	(1,294.3)	–	(1,206.3)	–
Total	28,637.8	29,583.9	15,121.6	16,191.1
2.3 General investments				
2.3.1 Non-marketable equity securities – domestic	2,377.3	1,097.5	2,721.8	990.7
2.3.2 Non-marketable equity securities – overseas	419.0	96.0	469.8	157.8
Total	2,796.3	1,193.5	3,191.6	1,148.5
Less Allowance for impairment	(1,602.8)	–	(2,043.1)	–
Total	1,193.5	1,193.5	1,148.5	1,148.5
Total Long-term Investments – net	76,939.2	77,885.3	50,730.0	51,799.5

Gain (loss) on investments presented in the statement of income for the years ended December 31, consist of:

(Million Baht)

	Consolidated		The Bank	
	2001	2000	2001	2000
Gain on disposal of investments				
Held for trading investments	298.4	218.6	298.4	218.6
Available-for-sale investments	953.6	1,767.9	949.0	1,759.1
Held-to-maturity debt instruments	73.0	170.4	73.0	170.4
General investments	50.3	1.8	50.3	1.8
Total	1,375.3	2,158.7	1,370.7	2,149.9
Loss on disposal of investments				
Held for trading investments	(206.1)	(30.2)	(206.1)	(30.2)
Available-for-sale investments	(39.9)	(582.4)	(39.9)	(582.4)
Held-to-maturity debt instruments	(0.1)	(11.3)	(0.1)	(11.3)
General investments	(820.6)	(2.0)	(820.6)	(2.0)
Total	(1,066.7)	(625.9)	(1,066.7)	(625.9)
Gain (loss) from revaluation	(47.3)	4.5	(47.3)	4.5
(Loss) reversal on impairment	(96.3)	(1,730.0)	876.9	(631.2)
Total Gain (Loss) on Investments	165.0	(192.7)	1,133.6	897.3

Revaluation surpluses (deficits) on investments as at December 31, consist of:

(Million Baht)

	Consolidated		The Bank	
	2001	2000	2001	2000
Revaluation surplus (deficit) on investments				
Debt instruments	1,562.7	1,497.6	1,562.7	1,497.6
Equity securities	797.1	361.2	801.9	363.4
Share of revaluation surplus in subsidiaries and associated companies on the equity method	(3.8)	6.0	(8.6)	3.8
Less Deferred tax liabilities	(831.1)	(774.2)	(831.1)	(774.2)
Total	1,524.9	1,090.6	1,524.9	1,090.6

Unrealized gains and losses from the change in value of investments as at December 31, consist of:

(Million Baht)

	Consolidated			
	2001		2000	
	Unrealized Gain from the Change in Value of Investments	Unrealized Loss from the Change in Value of Investments (Including Loss on Impairment)	Unrealized Gain from the Change in Value of Investments	Unrealized Loss from the Change in Value of Investments (Including Loss on Impairment)
Available-for-sale investments				
1. Debt instruments				
1.1 Government and state enterprises securities	1,429.4	(2.5)	1,435.7	(15.3)
1.2 Private enterprises debt instruments	48.5	(10.3)	79.7	(24.3)
1.3 Foreign debt instruments	174.7	(87.6)	21.9	(30.0)
2. Equity securities				
2.1 Marketable equity securities-domestic	1,143.0	(893.6)	1,033.9	(1,279.5)
2.2 Others	2.0	(296.4)	2.7	(302.5)
Total	2,797.6	(1,290.4)	2,573.9	(1,651.6)
Held-to-maturity debt instruments				
Private enterprises debt instruments	-	(1,305.5)	-	(1,305.5)
Foreign debt instruments	-	(110.1)	-	(177.5)
Total	-	(1,415.6)	-	(1,483.0)

(Million Baht)

	The Bank			
	2001		2000	
	Unrealized Gain from the Change in Value of Investments	Unrealized Loss from the Change in Value of Investments (Including Loss on Impairment)	Unrealized Gain from the Change in Value of Investments	Unrealized Loss from the Change in Value of Investments (Including Loss on Impairment)
Available-for-sale investments				
1. Debt instruments				
1.1 Government and state enterprises securities	1,429.4	(2.5)	1,435.7	(15.3)
1.2 Private enterprises debt instruments	48.5	(10.3)	79.7	(24.3)
1.3 Foreign debt instruments	174.7	(87.6)	21.9	(30.0)
2. Equity securities				
2.1 Marketable equity securities-domestic	1,135.8	(881.6)	1,029.3	(1,272.7)
2.2 Others	2.0	(296.4)	2.7	(302.5)
Total	2,790.4	(1,278.4)	2,569.3	(1,644.8)
Held-to-maturity debt instruments				
Private enterprises debt instruments	-	(1,189.8)	-	(1,189.8)
Foreign debt instruments	-	(110.1)	-	(177.5)
Total	-	(1,299.9)	-	(1,367.3)

As at December 31, a maturity analysis for debt instruments are as follows:

(Million Baht)

	Consolidated							
	2001				2000			
	Maturity				Maturity			
	1 year	Over 1 year to 5 years	Over 5 years	Total	1 year	Over 1 year to 5 years	Over 5 years	Total
1. Available-for-sale investments								
1.1 Government and state enterprises securities	6,576.6	21,915.8	9,938.2	38,430.6	4,567.2	17,854.5	8,136.6	30,558.3
1.2 Private enterprises debt instruments	147.1	3,558.5	-	3,705.6	248.8	4,055.4	-	4,304.2
1.3 Foreign debt instruments	3,051.6	6,970.9	1,970.6	11,993.1	928.2	2,610.4	219.4	3,758.0
Total	9,775.3	32,445.2	11,908.8	54,129.3	5,744.2	24,520.3	8,356.0	38,620.5
Add Allowance for revaluation	70.0	897.7	594.9	1,562.6	118.7	975.2	403.7	1,497.6
Less Allowance for impairment	-	(10.5)	-	(10.5)	-	(4.8)	(25.1)	(29.9)
Total	9,845.3	33,332.4	12,503.7	55,681.4	5,862.9	25,490.7	8,734.6	40,088.2
2. Held-to-maturity debt instruments								
2.1 Government and state enterprises securities	5,429.6	15,906.0	10,337.5	31,673.1	5,441.3	10,026.5	1,347.7	16,815.5
2.2 Private enterprises debt instruments	651.1	5.9	985.0	1,642.0	655.2	-	986.7	1,641.9
2.3 Foreign debt instruments	8,411.5	2,219.5	11.1	10,642.1	6,943.5	2,833.7	658.4	10,435.6
Total	14,492.2	18,131.4	11,333.6	43,957.2	13,040.0	12,860.2	2,992.8	28,893.0
Less Allowance for impairment	(656.7)	(108.6)	(650.3)	(1,415.6)	(816.2)	(15.2)	(651.6)	(1,483.0)
Total	13,835.5	18,022.8	10,683.3	42,541.6	12,223.8	12,845.0	2,341.2	27,410.0
Total Debt Instruments	23,680.8	51,355.2	23,187.0	98,223.0	18,086.7	38,335.7	11,075.8	67,498.2

(Million Baht)

	The Bank							
	2001				2000			
	Maturity				Maturity			
	1 year	Over 1 year to 5 years	Over 5 years	Total	1 year	Over 1 year to 5 years	Over 5 years	Total
1. Available-for-sale investments								
1.1 Government and state enterprises securities	6,576.6	21,915.8	9,938.2	38,430.6	4,567.2	17,854.5	8,136.6	30,558.3
1.2 Private enterprises debt instruments	147.1	3,558.5	-	3,705.6	248.8	4,055.4	-	4,304.2
1.3 Foreign debt instruments	3,051.6	6,970.9	1,970.6	11,993.1	928.2	2,610.4	219.4	3,758.0
Total	9,775.3	32,445.2	11,908.8	54,129.3	5,744.2	24,520.3	8,356.0	38,620.5
Add Allowance for revaluation	70.0	897.7	594.9	1,562.6	118.7	975.2	403.7	1,497.6
Less Allowance for impairment	-	(10.5)	-	(10.5)	-	(4.8)	(25.1)	(29.9)
Total	9,845.3	33,332.4	12,503.7	55,681.4	5,862.9	25,490.7	8,734.6	40,088.2
2. Held-to-maturity debt instruments								
2.1 Government and state enterprises securities	5,429.6	15,837.7	10,337.5	31,604.8	5,441.3	10,026.5	1,347.7	16,815.5
2.2 Private enterprises debt instruments	651.1	5.9	869.3	1,526.3	655.1	-	871.1	1,526.2
2.3 Foreign debt instruments	8,411.5	2,219.5	11.1	10,642.1	6,943.5	2,833.7	658.4	10,435.6
Total	14,492.2	18,063.1	11,217.9	43,773.2	13,039.9	12,860.2	2,877.2	28,777.3
Less Allowance for impairment	(656.7)	(108.6)	(534.6)	(1,299.9)	(816.1)	(15.2)	(536.0)	(1,367.3)
Total	13,835.5	17,954.5	10,683.3	42,473.3	12,223.8	12,845.0	2,341.2	27,410.0
Total Debt Instruments	23,680.8	51,286.9	23,187.0	98,154.7	18,086.7	38,335.7	11,075.8	67,498.2

As at December 31, investments in financial institutions that were closed on December 8, 1997, in ailing financial institutions which were controlled by the Bank of Thailand and were ordered to write down their capital and recapitalize on May 18, 1998, in listed companies under rehabilitation, and in defaulted debt instruments and the companies whose ability to continue as a going concern is uncertain and unlisted companies under rehabilitation are as follows:

(Million Baht)

	Consolidated 2001						
	Cost Value / Book Value			Fair Value			Allowance for Impairment
	Investment in Receivables	Equity Securities	Debt Instruments	Investment in Receivables	Equity Securities	Debt Instruments	
1. Closed financial institutions	-	-	130.5	-	-	-	(130.5)
2. Ailing financial institutions ordered to write down capital and recapitalize	-	-	-	-	-	-	-
3. Listed companies under rehabilitation and in defaulted debt instruments	56.5	55.3	724.7	38.4	18.0	-	(780.1)
4. Companies whose ability to continue as a going concern is uncertain and unlisted companies under rehabilitation	-	1,330.0	784.9	-	89.5	334.6	(1,690.8)
Total	56.5	1,385.3	1,640.1	38.4	107.5	334.6	(2,601.4)

(Million Baht)

	Consolidated 2000						
	Cost Value / Book Value			Fair Value			Allowance for Impairment
	Investment in Receivables	Equity Securities	Debt Instruments	Investment in Receivables	Equity Securities	Debt Instruments	
1. Closed financial institutions	-	-	130.5	-	-	-	(130.5)
2. Ailing financial institutions ordered to write down capital and recapitalize	-	-	33.6	-	-	39.7	6.1
3. Listed companies under rehabilitation and in defaulted debt instruments	57.8	133.9	1,027.6	40.6	149.2	119.0	(878.1)
4. Companies whose ability to continue as a going concern is uncertain and unlisted companies under rehabilitation	-	1,607.0	784.9	-	353.7	334.6	(1,703.6)
Total	57.8	1,740.9	1,976.6	40.6	502.9	493.3	(2,706.1)

(Million Baht)

	The Bank 2001				
	Cost Value / Book Value		Fair Value		Allowance for Impairment
	Equity Securities	Debt Instruments	Equity Securities	Debt Instruments	
1. Closed financial institutions	-	130.5	-	-	(130.5)
2. Ailing financial institutions ordered to write down capital and recapitalize	-	-	-	-	-
3. Listed companies under rehabilitation and in defaulted debt instruments	41.6	724.7	2.7	-	(763.6)
4. Companies whose ability to continue as a going concern is uncertain and unlisted companies under rehabilitation	1,330.0	669.2	89.5	334.6	(1,575.1)
Total	1,371.6	1,524.4	92.2	334.6	(2,469.2)

(Million Baht)

	The Bank 2000				
	Cost Value / Book Value		Fair Value		Allowance for Impairment
	Equity Securities	Debt Instruments	Equity Securities	Debt Instruments	
1. Closed financial institutions	-	130.5	-	-	(130.5)
2. Ailing financial institutions ordered to write down capital and recapitalize	-	33.6	-	39.7	6.1
3. Listed companies under rehabilitation and in defaulted debt instruments	106.2	1,027.6	117.0	119.0	(865.4)
4. Companies whose ability to continue as a going concern is uncertain and unlisted companies under rehabilitation	1,607.0	669.2	353.7	334.6	(1,587.9)
Total	1,713.2	1,860.9	470.7	493.3	(2,577.7)

The Bank has provided an allowance for impairment in value of these investments for the entire amount which is reflected in the statement of income except for the revaluation of investments in ailing financial institutions ordered to write down capital and recapitalize which are classified as available-for-sale investments which is shown as a component of shareholders' equity.

Investments in debt instruments of closed financial institutions with a carrying value of Baht 137.5 million were exchanged for certificates of deposit with a face value of Baht 139.0 million issued by Krung Thai Bank Public Company Limited on behalf of Financial Institutions Development Fund. The maturity of the certificates of deposit is five years and interest is payable annually at a fixed rate of 2% per annum. The fair value of the certificates of deposit on the date of exchange amounted to Baht 91.0 million.

Investments in ordinary share of subsidiaries and associated companies as at December 31, are as follows:

(Million Baht)

Type of Business	% Shareholding		Consolidated Investments				The Bank Investments			
	2001	2000	Cost method	Equity method	Cost method	Equity method	Cost method	Equity method	Cost method	Equity method
	2001	2000	2001	2000	2001	2000	2001	2000	2001	2000
Thai Farmers International Finance Ltd.	-	100.00%	-	0.1	-	0.1	-	0.1	-	0.1
Thonburi Asset Management Co., Ltd.	99.99%	99.99%	-	-	5,998.3	-	-	5,998.3	2,587.9	3,497.6
Chanthaburi Asset Management Co., Ltd.	99.99%	99.99%	-	-	4,999.9	-	-	4,999.9	2,111.5	2,927.3
Thai Farmers Research Center Co., Ltd.	99.99%	99.99%	2.5	2.5	2.5	31.7	2.5	2.5	34.7	31.7
Progress Land and Buildings Co., Ltd.	99.99%	99.99%	-	-	1,700.0	-	-	1,700.0	1,446.7	1,528.0
Kanpai Co., Ltd.	99.99%	99.99%	21.3	21.3	21.3	26.4	21.3	21.3	35.1	26.4
Progress Plus Co., Ltd.	99.99%	99.99%	3.6	3.6	3.6	2.5	3.6	3.6	3.7	2.5
Progress Facilities Management Co., Ltd.	99.98%	99.98%	5.0	5.0	5.0	6.8	5.0	5.0	7.6	6.8
Progress Services Co., Ltd.	99.97%	99.97%	2.0	2.0	2.0	3.3	2.0	2.0	4.6	3.3
Progress Management Co., Ltd.	99.93%	99.93%	6.0	6.0	6.0	7.1	6.0	6.0	8.4	7.1
Progress Storage Co., Ltd.	99.92%	-	0.2	-	0.2	-	0.2	-	0.2	-
Progress Appraisal Co., Ltd.	99.84%	99.84%	5.0	5.0	5.0	17.5	5.0	5.0	34.2	17.5
Thai Farmers Asset Management Co., Ltd.	71.42%	68.85%	-	-	683.3	-	-	683.3	604.6	427.5
Progress Software Co., Ltd.	60.00%	60.00%	6.0	6.0	6.0	13.2	6.0	6.0	19.4	13.2
Thai Administration Services Co., Ltd.	51.00%	51.00%	38.6	23.2	38.6	22.3	38.6	23.2	29.2	22.3
Merrill Lynch Phatra Securities Co., Ltd.	49.00%	49.00%	2,149.9	2,548.0	2,149.9	2,405.8	2,149.9	2,548.0	1,775.0	2,405.8
Business Venture Promotion Co., Ltd.	32.50%	32.50%	39.0	39.0	39.0	26.2	39.0	39.0	26.2	26.2
Processing Center Co., Ltd.	30.00%	30.00%	3.0	3.0	3.0	116.5	3.0	3.0	116.5	94.5
N.C. Associate Co., Ltd.	28.23%	28.23%	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Rural Capital Partners Co., Ltd.	27.50%	27.50%	2.3	2.3	2.3	1.9	2.3	2.3	2.3	1.9
Progress Information Co., Ltd.	20.00%	20.00%	14.5	14.5	14.5	7.5	14.5	14.5	5.8	7.5
Thai Farmers Heller Factoring Co., Ltd.	20.00%	20.00%	24.6	24.6	24.6	31.3	24.6	24.6	37.4	31.3
M. Grand Hotel Co., Ltd.	20.00%	20.00%	355.1	355.1	355.1	289.1	355.1	355.1	221.8	289.1
E.S. Industries Co., Ltd.	20.00%	20.00%	11.0	11.0	11.0	11.0	11.0	11.0	11.0	11.0
(allowance for diminution in value has been fully provided)										
Total			2,689.9	3,072.5	16,071.4	2,998.5	16,071.4	16,094.8	9,124.1	11,378.9
Less Allowance for impairment Investments in subsidiaries and associated companies - net			(1,463.1)	(1,458.4)	(4,415.0)	(1,235.5)	(4,415.0)	(4,410.2)	(946.4)	(1,235.5)
			1,226.8	1,614.1	11,656.4	1,763.0	11,656.4	11,684.6	8,177.7	10,143.4

The recording of investments in subsidiaries and associated companies by using the equity method in the financial statements is based on financial information obtained from financial statements audited or reviewed in accordance with standards established by The Institute of Certified Accountants and Auditors of Thailand and from management information, which has not been audited or reviewed by the auditors in accordance with standards established by The Institute of Certified Accountants and Auditors of Thailand.

As at December 31, investments held by the Bank and its subsidiaries, that comprise less than 10% of those companies shares and not investments in subsidiaries and associated companies, classified by industry are as follows:

(Million Baht)

	Consolidated		The Bank	
	2001	2000	2001	2000
Manufacturing and commerce	884.3	917.8	884.3	917.8
Property development and construction	674.7	674.7	674.7	674.7
Infrastructure and services	14.8	9.8	9.3	9.3
Others	922.5	1,796.4	922.5	1,791.4
Total	2,496.3	3,398.7	2,490.8	3,393.2

The financial position and results of operations of other companies in which the Bank holds more than 50% of the shares and not investments in subsidiaries and associated companies are set out below:

Thonburi Asset Management Company Limited
Condensed Balance Sheets

As at December 31, 2001 and 2000

(Audited)

(Amounts in Thousand Baht)

	2001	2000
Assets		
Cash	5	6
Interbank and money market items	118,213	141,374
Investments – net	347	–
Investments in receivables – net	22,961,602	26,305,758
Properties foreclosed – net	168,819	58,142
Equipment – net	1,551	1,288
Other Assets – net	42,457	91,099
Total Assets	23,292,994	26,597,667
Liabilities and Shareholders' Equity		
Liabilities		
Interbank and money market items	20,600,000	23,018,487
Other liabilities	105,072	81,562
Shareholders' Equity	2,587,922	3,497,618
Total Liabilities and Shareholders' Equity	23,292,994	26,597,667

Thonburi Asset Management Company Limited

Condensed Statements of Income

For the Years Ended December 31, 2001 and 2000

(Audited)

(Amounts in Thousand Baht Except Loss per Share)

	2001	2000
Interest income	1,309,936	568,398
Interest expense	568,284	805,034
Net income (expense) from interest	741,652	(236,636)
Loss on impairment of investments in receivables (reversal)	278,917	(392,091)
Loss on debt restructuring of investments in receivables	588,890	53,475
Net income (expense) from interest after loss on impairment and on debt restructuring of investments in receivables	(126,155)	101,980
Non-interest income	44,508	11,535
Non-interest expense	828,073	498,894
Net Loss	(909,720)	(385,379)
Loss per share (Baht)	(1.52)	(0.64)

Thonburi Asset Management Company Limited

Statements of Cash Flows

For the Years Ended December 31, 2001 and 2000

(Audited)

(Amounts in Thousand Baht)

	2001	2000
Cash Flows From Operating Activities		
Net loss	(909,720)	(385,379)
Add (less) Adjustments to reconcile net loss to net cash		
from operating activities		
Loss on impairment of investments in receivables (reversal)	278,917	(392,091)
Loss on debt restructuring of investments in receivables	588,890	53,475
Interest income from amortization of revaluation allowance		
for debt restructuring	(52,761)	-
Loss on impairment of properties foreclosed	7,330	-
Depreciation	357	191
Amortization of deferred charges	31,776	-
Loss on impairment of other assets	79,688	51,889
(Decrease) increase in accrued interest payables	(2,217)	5,027
Increase in other accrued expenses	34,600	16,623
Income (loss) from operations before changes		
in operating assets and liabilities	56,860	(650,265)
Decrease (increase) in operating assets		
Investments in receivables	2,359,696	684,040
Other assets	(11,738)	(142,988)
Increase (decrease) in operating liabilities		
Other liabilities	(8,873)	15,853
Net cash provided by (used in) operating activities	2,395,945	(93,360)
Cash Flows from Investing Activities		
Purchases of equipment	(620)	(1,479)
Net cash used in investing activities	(620)	(1,479)
Cash Flows from Financing Activities		
(Decrease) increase in borrowings from bank	(2,418,487)	114,023
Net cash (used in) provided by financing activities	(2,418,487)	114,023
Net (decrease) increase in cash and cash equivalents	(23,162)	19,184
Cash and cash equivalents at beginning of the year	141,380	122,196
Cash and cash equivalents at the end of the year	118,218	141,380
Supplemental Disclosures of Cash Flows Information		
Cash paid during the year		
Interest expense	570,501	800,007
Income tax	108	-

Chanthaburi Asset Management Company Limited

Condensed Balance Sheets

As at December 31, 2001 and 2000

(Audited)

(Amounts in Thousand Baht)

	2001	2000
Assets		
Cash	7	9
Interbank and money market items	105,147	136,170
Investments – net	184,837	37,480
Investments in receivables – net	16,125,133	20,278,381
Properties foreclosed – net	2,081,563	964,079
Leasehold improvement and equipment – net	7,258	9,366
Other assets – net	24,962	14,241
Total Assets	18,528,907	21,439,726
Liabilities and Shareholders' Equity		
Liabilities		
Interbank and money market items	16,380,000	18,366,010
Other liabilities	37,487	146,375
Shareholders' Equity	2,111,420	2,927,341
Total Liabilities and Shareholders' Equity	18,528,907	21,439,726

Chanthaburi Asset Management Company Limited

Condensed Statements of Income

For the Years Ended December 31, 2001 and 2000

(Audited)

(Amounts in Thousand Baht Except Loss per Share)

	2001	2000
Interest income	894,556	1,050,410
Interest expense	460,233	645,198
Net income from interest	434,323	405,212
Loss on impairment of investments in receivables (reversal)	(39,483)	994,462
Loss on debt restructuring of investments in receivables	959,227	57,511
Net expense from interest after loss on impairment and loss on debt restructuring of investments in receivables	(485,421)	(646,761)
Non-interest income	(12,304)	26,796
Non-interest expense	315,609	249,588
Net Loss	(813,334)	(869,553)
Loss per share (Baht)	(1.63)	(1.74)

Chanthaburi Asset Management Company Limited

Statements of Cash Flows

For the Years Ended December 31, 2001 and 2000

(Audited)

(Amounts in Thousand Baht)

	2001	2000
Cash Flows from Operating Activities		
Net loss	(813,334)	(869,553)
Add (less) Adjustments to reconcile net loss to net cash from operating activities		
Loss on impairment of investments in securities	52,061	43,861
Gain on disposal of available-for-sale investments	(4,475)	(8,880)
Amortization of premium on bond	4	-
Loss on impairment of investments in receivables (reversal)	(39,483)	994,462
Loss on debt restructuring of investments in receivables	959,227	57,511
Interest income from amortization of revaluation allowance for debt restructuring	(19,076)	-
Loss on impairment of properties foreclosed	26,079	49,500
Depreciation	2,118	1,988
(Gain) loss on disposal of equipment	(1)	14
Increase in accrued interest receivable	(6)	-
Amortization of deferred charges	4,038	-
Loss on impairment of other assets	1,166	17,047
Decrease in accrued interest payables	(121,121)	(56,971)
Increase in other accrued expenses	14,120	5,802
Income from operations before changes in operating assets and liabilities	61,317	234,781
Decrease (increase) in operating assets		
Investments in receivables	1,296,265	1,425,213
Properties foreclosed	586,186	(274)
Other assets	(15,773)	(30,176)
Decrease in operating liabilities		
Other liabilities	(1,886)	(45,391)
Net cash provided by operating activities	1,926,109	1,584,153
Cash Flows from Investing Activities		
Proceeds from disposal of available-for-sale investments	29,403	18,759
Purchases of available-for-sale investments	(372)	(31,219)
Proceeds from disposal of equipment	3	88
Purchases of equipment	(158)	(11,455)
Net cash provided by (used in) investing activities	28,876	(23,827)
Cash Flows from Financing Activities		
Decrease in borrowings from bank	(1,986,010)	(1,472,433)
Net cash used in financing activities	(1,986,010)	(1,472,433)
Net (decrease) increase in cash and cash equivalents	(31,025)	87,893
Cash and cash equivalents at beginning of the year	136,179	48,286
Cash and cash equivalents at the end of the year	105,154	136,179
Supplemental Disclosures of Cash Flows Information		
Cash paid during the year		
Interest expense	581,355	702,169
Income tax	7,008	508

Thai Farmers Research Center Company Limited

Condensed Balance Sheets

As at December 31, 2001 and 2000

(Amounts in Thousand Baht)

	2001	2000
Assets		
Assets	35,758	33,434
Liabilities and Shareholders' Equity		
Liabilities	1,030	1,722
Shareholders' equity	34,728	31,712
Total Liabilities and Shareholders' Equity	35,758	33,434

Thai Farmers Research Center Company Limited

Condensed Statements of Income

For the Years Ended December 31, 2001 and 2000

(Amounts in Thousand Baht Except Earnings per Share)

	2001	2000
Revenues	39,872	41,785
Expenses	36,856	37,157
Net Income	3,016	4,628
Earnings per share (Baht)	30.16	46.28

Progress Land and Buildings Company Limited

Condensed Balance Sheets

As at December 31, 2001 and 2000

(Audited)

(Amounts in Thousand Baht)

	2001	2000
Assets		
Assets	1,458,489	1,535,663
Liabilities and Shareholders' Equity		
Liabilities	9,674	7,636
Shareholders' equity	1,448,815	1,528,027
Total Liabilities and Shareholders' Equity	1,458,489	1,535,663

Progress Land and Buildings Company Limited

Condensed Statements of Income

For the Years Ended December 31, 2001 and 2000

(Audited)

(Amounts in Thousand Baht Except Loss per Share)

	2001	2000
Revenues	37,770	1,512
Expenses	116,982	170,185
Net Loss	(79,212)	(168,673)
Loss per share (Baht)	(3.96)	(8.43)

Kanpai Company Limited
Condensed Balance Sheets

As at December 31, 2001 and 2000

(Amounts in Thousand Baht)

	2001	2000
Assets		
Assets	66,220	63,518
Liabilities and Shareholders' Equity		
Liabilities	30,001	35,768
Shareholders' equity	36,219	27,750
Total Liabilities and Shareholders' Equity	66,220	63,518

Kanpai Company Limited
Condensed Statements of Income

For the Years Ended December 31, 2001 and 2000

(Amounts in Thousand Baht Except Earnings per Share)

	2001	2000
Revenues	100,220	82,371
Expenses	92,210	76,021
Net Income	8,010	6,350
Earnings per share (Baht)	40.04	31.75

Progress Plus Company Limited
Condensed Balance Sheets

As at December 31, 2001 and 2000

(Amounts in Thousand Baht)

	2001	2000
Assets		
Assets	37,416	31,428
Liabilities and Shareholders' Equity		
Liabilities	33,129	28,332
Shareholders' equity	4,287	3,096
Total Liabilities and Shareholders' Equity	37,416	31,428

Progress Plus Company Limited
Condensed Statements of Income

For the Years Ended December 31, 2001 and 2000

(Amounts in Thousand Baht Except Earnings per Share)

	2001	2000
Revenues	140,446	126,144
Expenses	137,618	123,959
Net Income	2,828	2,185
Earnings per share (Baht)	12.29	9.50

Progress Facilities Management Company Limited

Condensed Balance Sheets

As at December 31, 2001 and 2000

(Amounts in Thousand Baht)

	2001	2000
Assets		
Assets	10,494	8,251
Liabilities and Shareholders' Equity		
Liabilities	2,911	1,485
Shareholders' equity	7,583	6,766
Total Liabilities and Shareholders' Equity	10,494	8,251

Progress Facilities Management Company Limited

Condensed Statements of Income

For the Years Ended December 31, 2001 and 2000

(Amounts in Thousand Baht Except Earnings per Share)

	2001	2000
Revenues	136,529	82,274
Expenses	135,713	80,282
Net Income	816	1,992
Earnings per share (Baht)	16.32	39.84

Progress Service Company Limited

Condensed Balance Sheets

As at December 31, 2001 and 2000

(Amounts in Thousand Baht)

	2001	2000
Assets		
Assets	5,803	4,397
Liabilities and Shareholders' Equity		
Liabilities	1,175	1,094
Shareholders' equity	4,628	3,303
Total Liabilities and Shareholders' Equity	5,803	4,397

Progress Service Company Limited

Condensed Statements of Income

For the Years Ended December 31, 2001 and 2000

(Amounts in Thousand Baht Except Earnings per Share)

	2001	2000
Revenues	80,479	58,714
Expenses	79,154	57,376
Net Income	1,325	1,338
Earnings per share (Baht)	66.23	66.91

Progress Management Company Limited

Condensed Balance Sheets

As at December 31, 2001 and 2000

(Amounts in Thousand Baht)

	2001	2000
Assets		
Assets	11,637	8,639
Liabilities and Shareholders' Equity		
Liabilities	3,272	1,542
Shareholders' equity	8,365	7,097
Total Liabilities and Shareholders' Equity	11,637	8,639

Progress Management Company Limited

Condensed Statements of Income

For the Years Ended December 31, 2001 and 2000

(Amounts in Thousand Baht Except Earnings per Share)

	2001	2000
Revenues	20,944	8,735
Expenses	19,676	7,657
Net Income	1,268	1,078
Earnings per share (Baht)	21.14	17.97

Progress Storage Company Limited

Condensed Balance Sheets

As at December 31, 2001

(Amounts in Thousand Baht)

	2001
Assets	
Assets	223
Liabilities and Shareholders' Equity	
Liabilities	12
Shareholders' equity	211
Total Liabilities and Shareholders' Equity	223

Progress Storage Company Limited

Condensed Statements of Income

For the Period May 25, 2001 through December 31, 2001

(Amounts in Thousand Baht Except Loss per Share)

	2001
Revenues	-
Expenses	39
Net Loss	(39)
Loss per share (Baht)	(3.87)

Progress Appraisal Company Limited

Condensed Balance Sheets

As at December 31, 2001 and 2000

(Amounts in Thousand Baht)

	2001	2000
Assets		
Assets	40,928	22,773
Liabilities and Shareholders' Equity		
Liabilities	6,673	5,266
Shareholders' equity	34,255	17,507
Total Liabilities and Shareholders' Equity	40,928	22,773

Progress Appraisal Company Limited

Condensed Statements of Income

For the Years Ended December 31, 2001 and 2000

(Amounts in Thousand Baht Except Earnings per Share)

	2001	2000
Revenues	84,521	49,480
Expenses	66,760	42,756
Net Income	17,761	6,724
Earnings per share (Baht)	3,552.21	1,344.80

Thai Farmers Asset Management Company Limited

Condensed Balance Sheets

As at December 31, 2001 and 2000

(Audited)

(Amounts in Thousand Baht)

	2001	2000 (Restated)
Assets		
Assets	1,365,327	854,188
Liabilities and Shareholders' Equity		
Liabilities	71,131	62,371
Shareholders' Equity	1,294,196	791,817
Total Liabilities and Shareholders' Equity	1,365,327	854,188

Thai Farmers Asset Management Company Limited
Condensed Statements of Income
For the Years Ended December 31, 2001 and 2000
(Audited)

(Amounts in Thousand Baht Except Earnings per Share)

	2001	2000 (Restated)
Revenues	424,650	279,012
Expenses	335,810	191,640
Net Income	88,840	87,372
Earnings per share (Baht)	3.31	4.37

Progress Software Company Limited
Condensed Balance Sheets

As at December 31, 2001 and 2000

(Amounts in Thousand Baht)

	2001	2000
Assets		
Assets	39,413	25,208
Liabilities and Shareholders' Equity		
Liabilities	5,514	1,462
Shareholders' equity	33,899	23,746
Total Liabilities and Shareholders' Equity	39,413	25,208

Progress Software Company Limited
Condensed Statements of Income

For the Years Ended December 31, 2001 and 2000

(Amounts in Thousand Baht Except Earnings per Share)

	2001	2000
Revenues	63,905	37,031
Expenses	52,952	35,126
Net Income	10,953	1,905
Earnings per share (Baht)	109.53	19.05

Thai Administration Services Company Limited
Condensed Balance Sheets

As at December 31, 2001 and 2000

(Amounts in Thousand Baht)

	2001	2000
Assets		
Assets	95,490	43,212
Liabilities and Shareholders' Equity		
Liabilities	38,308	557
Shareholders' equity	57,182	42,655
Total Liabilities and Shareholders' Equity	95,490	43,212

Thai Administration Services Company Limited
Condensed Statements of Income

(Amounts in Thousand Baht Except Loss per Share)

	For the Year Ended December 31, 2001	For the Period September 1, 2000 through December 31, 2000
Revenues	(82)	3
Expenses	2,523	1,150
Net Loss	(2,605)	(1,147)
Loss per share (Baht)	(0.26)	(0.11)

Note: Most of financial statements of subsidiaries have not been audited by auditors except for those specified “Audited” which were consolidated with the Bank’s financial statements.

4.5 Loans and Accrued Interest Receivables

Loans and accrued interest receivables as at December 31, consist of:

1. Classified by Type of Loans

(Million Baht)

	Consolidated		The Bank	
	2001	2000	2001	2000
Overdrafts	136,145.1	146,359.2	123,219.4	129,659.0
Loans	230,297.9	242,535.1	214,284.1	219,182.7
Bills	93,701.2	95,693.3	118,311.6	121,685.8
Others	16,342.6	11,553.2	10,324.9	10,192.3
Total	476,486.8	496,140.8	466,140.0	480,719.8
Add Accrued interest receivables	4,072.5	4,470.3	2,102.8	2,230.5
Less Allowance for doubtful accounts	(51,325.6)	(54,743.6)	(25,000.8)	(21,808.2)
Less Revaluation allowance for debt restructuring	(3,781.4)	(3,101.9)	(3,699.4)	(3,101.9)
Total	425,452.3	442,765.6	439,542.6	458,040.2

2. Classified by Maturity of Contracts

(Million Baht)

	Consolidated		The Bank	
	2001	2000	2001	2000
Within 1 year	306,845.2	316,744.8	306,829.3	315,357.3
Over 1 year	173,714.1	183,866.3	161,413.5	167,593.0
Total	480,559.3	500,611.1	468,242.8	482,950.3

3. Classified by Currencies and Residency of Debtors

(Million Baht)

	Consolidated					
	2001			2000		
	Domestic	Foreign	Total	Domestic	Foreign	Total
Baht	462,330.0	14.7	462,344.7	480,599.6	69.0	480,668.6
US Dollar	14,587.8	2,439.4	17,027.2	16,706.5	1,741.5	18,448.0
Other currencies	1,014.2	173.2	1,187.4	1,138.6	355.9	1,494.5
Total	477,932.0	2,627.3	480,559.3	498,444.7	2,166.4	500,611.1

(Million Baht)

	The Bank					
	2001			2000		
	Domestic	Foreign	Total	Domestic	Foreign	Total
Baht	450,013.5	14.7	450,028.2	462,938.8	69.0	463,007.8
US Dollar	14,587.8	2,439.4	17,027.2	16,706.5	1,741.5	18,448.0
Other currencies	1,014.2	173.2	1,187.4	1,138.6	355.9	1,494.5
Total	465,615.5	2,627.3	468,242.8	480,783.9	2,166.4	482,950.3

4. Classified by Type of Business and Classification

(Million Baht)

	Consolidated					
	2001					
	Normal	Special Mention	Sub- Standard	Doubtful	Loss	Total
Agricultural and mining	11,493.3	513.4	451.8	551.1	2,664.2	15,673.8
Manufacturing and commerces	228,425.5	6,302.7	6,360.7	9,681.2	43,227.4	293,997.5
Property development and construction	27,538.4	1,061.6	1,501.6	2,482.3	14,439.9	47,023.8
Infrastructure and services	51,578.6	1,529.9	2,158.9	2,401.0	8,367.6	66,036.0
Housing loans	35,147.6	1,419.4	1,181.6	1,017.7	12,467.2	51,233.5
Others	2,058.7	342.1	273.5	1,548.2	2,540.8	6,763.3
	356,242.1	11,169.1	11,928.1	17,681.5	83,707.1	480,727.9
Unearned discounts received in advance						(168.6)
Total						480,559.3

(Million Baht)

Consolidated 2000						
	Normal	Special Mention	Sub- Standard	Doubtful	Loss	Total
Agricultural and mining	11,831.9	499.7	465.5	421.9	3,366.1	16,585.1
Manufacturing and commerces	211,124.9	5,223.5	7,632.9	6,184.2	60,941.8	291,107.3
Property development and construction	26,746.5	1,099.1	2,162.8	3,196.9	19,556.5	52,761.8
Infrastructure and services	46,570.4	1,279.1	2,740.4	2,303.1	10,990.3	63,883.3
Housing loans	38,850.7	1,157.9	1,338.8	1,001.7	15,948.6	58,297.7
Others	14,076.8	261.3	263.3	1,119.4	2,418.7	18,139.5
	349,201.2	9,520.6	14,603.7	14,227.2	113,222.0	500,774.7
Unearned discounts received in advance						(163.6)
Total						500,611.1

(Million Baht)

The Bank 2001						
	Normal	Special Mention	Sub- Standard	Doubtful	Loss	Total
Agricultural and mining	11,354.2	513.4	446.9	551.1	2,205.5	15,071.1
Manufacturing and commerces	224,460.3	5,953.1	6,022.8	9,672.2	19,424.6	265,533.0
Property development and construction	26,152.8	906.8	1,438.5	2,477.4	8,720.9	39,696.4
Infrastructure and services	49,823.5	1,205.1	2,106.9	2,401.0	5,533.1	61,069.6
Housing loans	32,966.9	1,303.3	1,163.1	1,016.8	8,851.2	45,301.3
Others	38,048.2	321.9	248.9	1,543.3	1,577.7	41,740.0
	382,805.9	10,203.6	11,427.1	17,661.8	46,313.0	468,411.4
Unearned discounts received in advance						(168.6)
Total						468,242.8

(Million Baht)

The Bank 2000						
	Normal	Special Mention	Sub- Standard	Doubtful	Loss	Total
Agricultural and mining	11,809.7	479.1	459.6	407.9	2,670.5	15,826.8
Manufacturing and commerces	209,100.2	5,086.1	7,566.8	6,158.9	27,942.8	255,854.8
Property development and construction	26,284.7	1,001.8	2,114.9	3,175.8	11,373.5	43,950.7
Infrastructure and services	45,450.6	1,251.2	2,735.4	2,279.9	6,467.6	58,184.7
Housing loans	37,205.9	1,044.3	1,325.8	998.6	9,983.0	50,557.6
Others	55,608.1	256.1	263.3	1,119.3	1,492.5	58,739.3
	385,459.2	9,118.6	14,465.8	14,140.4	59,929.9	483,113.9
Unearned discounts received in advance						(163.6)
Total						482,950.3

5. Classified by Type of Classification

(Million Baht)

	Consolidated			
	2001			
	Loans and Accrued Interest Receivables	Outstanding Debt after Deduction of Collateral Value	% Used for Providing The Provision	Providing Amounts
Normal	356,242.1	119,917.2	1	3,562.4
Special Mention	11,169.1	1,764.9	2	223.4
Sub-Standard	11,928.1	3,423.2	20	684.6
Doubtful	17,681.5	6,821.7	50	3,410.9
Loss	83,707.1	17,797.9	100	17,797.9
Allowance established in excess of BOT regulations	-	-		25,646.4
	480,727.9	149,724.9		51,325.6
Unearned discounts received in advance	(168.6)	(168.6)		
Total	480,559.3	149,556.3		

(Million Baht)

	Consolidated			
	2000			
	Loans and Accrued Interest Receivables	Outstanding Debt after Deduction of Collateral Value	% Used for Providing The Provision	Providing Amounts
Normal	349,201.2	114,020.0	1	3,492.0
Special Mention	9,520.6	1,496.3	2	190.4
Sub-Standard	14,603.7	5,277.4	20	1,055.5
Doubtful	14,227.2	5,980.1	50	2,990.1
Loss	113,216.5	21,144.8	100	21,144.8
Uncollectible	5.5	5.5	100	5.5
Allowance established in excess of BOT regulations	-	-		25,865.3
	500,774.7	147,924.1		54,743.6
Unearned discounts received in advance	(163.6)	(163.6)		
Total	500,611.1	147,760.5		

(Million Baht)

The Bank				
2001				
	Loans and Accrued Interest Receivables	Outstanding Debt after Deduction of Collateral Value	% Used for Providing The Provision	Providing Amounts
Normal	382,805.9	155,028.9	1	3,828.1
Special Mention	10,203.6	1,671.2	2	204.1
Sub-Standard	11,427.1	3,233.1	20	646.6
Doubtful	17,661.8	6,820.6	50	3,410.3
Loss	46,313.0	-	100	-
Allowance established in excess of BOT regulations	-	-		16,911.7
	468,411.4	166,753.8		25,000.8
Unearned discounts received in advance	(168.6)	(168.6)		
Total	468,242.8	166,585.2		

(Million Baht)

The Bank				
2000				
	Loans and Accrued Interest Receivables	Outstanding Debt after Deduction of Collateral Value	% Used for Providing The Provision	Providing Amounts
Normal	385,459.2	154,682.9	1	3,854.6
Special Mention	9,118.6	1,421.4	2	182.4
Sub-Standard	14,465.8	5,241.1	20	1,048.2
Doubtful	14,140.4	5,941.2	50	2,970.6
Loss	59,924.4	-	100	-
Uncollectible	5.5	5.5	100	5.5
Allowance established in excess of BOT regulations	-	-		13,747.0
	483,113.9	167,292.1		21,808.3
Unearned discounts received in advance	(163.6)	(163.6)		
Total	482,950.3	167,128.5		

Non-performing loans represent loans for which interest or principal repayment has been in arrears for more than 3 months from their due dates as specified in the agreement, or on demand for repayment whichever comes first, regardless of collateralization level. Based on the Bank of Thailand's regulation dated September 22, 1999, non-performing loans does not cover loans that are more than 3 months overdue with any one of the following criteria: the debt restructuring agreement has been signed; the loans have been restructured and meet the criteria for passed loans without a probationary period of 3 months or 3 payments; there was evidence of an additional agreement between the Bank and a debtor on a debt restructuring agreement or a new method of repayment; or a debtor has begun to repay under an agreement reached pertaining to the financial institution's documents or under a new agreement of debt restructuring.

As at December 31, non-performing loans are as follows:

(Million Baht)

	2001		
	The Bank	Thonburi - AMC (Original principals)	The Bank and Thonburi - AMC
Non-performing loans	62,722.9	36,018.4	98,741.3
Percentage of total loans (excluding financial institutions)	13.45	76.11	20.72

(Million Baht)

	2000		
	The Bank	Thonburi - AMC (Original principals)	The Bank and Thonburi - AMC
Non-performing loans	67,534.1	51,122.4	118,656.5
Percentage of total loans (excluding financial institutions)	14.04	90.00	23.91

As at December 31, non-accrual loans are as follows:

(Million Baht)

	2001		
	The Bank	Thonburi - AMC (Original principals)	The Bank and Thonburi - AMC
Non-accrual loans	133,320.7	47,326.8	180,647.5
Percentage of total loans (excluding financial institutions)	28.59	100.00	37.90

(Million Baht)

	2000		
	The Bank	Thonburi - AMC (Original principals)	The Bank and Thonburi - AMC
Non-accrual loans	141,748.3	56,805.4	198,553.7
Percentage of total loans (excluding financial institutions)	29.48	100.00	40.01

As at December 31, loans to listed companies under rehabilitation are as follows:

(Million Baht)

	Consolidated					
	2001			2000		
	Loans and Accrued Interest Receivables	Collateral Value	Allowance for Doubtful Accounts	Loans and Accrued Interest Receivables	Collateral Value	Allowance for Doubtful Accounts
Listed companies under rehabilitation	2,330.3	1,661.5	123.1	3,159.0	5,591.4	74.4

(Million Baht)

	The Bank					
	2001			2000		
	Loans and Accrued Interest Receivables	Collateral Value	Allowance for Doubtful Accounts	Loans and Accrued Interest Receivables	Collateral Value	Allowance for Doubtful Accounts
Listed companies under rehabilitation	2,106.1	1,526.7	20.2	2,929.6	5,419.1	17.3

In 2000, the Bank sold loans and accrued interest receivables totaling Baht 852.3 million (allowance for doubtful accounts of Baht 387.0 million had been provided for) to Thonburi Asset Management Company Limited, the Bank's 99.99% owned subsidiary at the price of Baht 465.3 million.

As at December 31, the outstanding balances of loans to the Bank's wholly owned asset management companies are as follows:

(Million Baht)

	2001			
	Type of loans	Maturity	Interest rate	Amount
Thonburi Asset Management Co., Ltd.	Bills	3 Months	3-Month Fixed Deposit	20,600.0
Chanthaburi Asset Management Co., Ltd.	Bills	3 Months	3-Month Fixed Deposit	16,380.0

(Million Baht)

	2000			
	Type of loans	Maturity	Interest rate	Amount
Thonburi Asset Management Co., Ltd.	Bills	3 Months	3-Month Fixed Deposit	23,018.5
Chanthaburi Asset Management Co., Ltd.	Bills	3 Months	3-Month Fixed Deposit	18,366.0

Transferring of Sub-Quality Assets to Thai Assets Management Corporation (TAMC)

In accordance with Emergency Decree on the Thai Assets Management Corporation B.E. 2544, on October 12, 2001, the Bank signed an Asset Transfer Agreement with TAMC to transfer eligible sub-quality assets outstanding as at December 31, 2000 to TAMC. All rights and duties associated with each transferred sub-quality asset are transferred to TAMC at a price determined by the appraised value of the underlying collateral provided that it does not exceed the book value of credits less existing regulatory required provisions outstanding on the transfer date. TAMC has 180 days after each transfer date to examine the eligibility of transferred sub-quality assets. TAMC will then confirm the transfer price within seven days after the end of the examination period. After confirming the price, TAMC will issue non-transferable 10-year callable notes guaranteed by FIDF. The note will bear a coupon equal to the weighted average of deposit rates of five major banks, which will be paid at the end of each year by means of a non-transferable extendable 1-year note guaranteed by FIDF.

As per the Emergency Decree on the Thai Assets Management Corporation B.E.2544 and the Asset Transfer Agreement, TAMC and the Bank will share the profits or jointly be responsible for the losses from transferred assets on the fifth and the tenth anniversaries starting from July 1, 2001. In the case of losses, the Bank will be responsible for the first portion of losses, not exceeding 20% of the transfer price. The second portion of losses, not exceeding 20% of the transfer price, will be equally shared between TAMC and the Bank. The remaining losses will be absorbed by TAMC. In addition, expenses of TAMC are included in gain or loss sharing. In the case of profits, the first portion of profits – up to 20% of the transfer price – will be shared equally between TAMC and the Bank. Should there be any extra profit, the Bank is entitled to the remaining profits up to the gross book value of the assets less the transfer price and the Bank's share in the first portion of the profits.

As instructed by TAMC, in 2001, the Bank transferred to TAMC sub-quality assets relating to 219 borrowers with gross book value as of transfer dates of Baht 12,204.8 million. The estimated aggregate transfer price was Baht 9,337.5 million. At present, TAMC is examining the assets and will confirm the transfer price in order to issue the note to the Bank within the aforementioned timeframe. In 2002, the Bank will continue transferring eligible sub-quality assets to TAMC at its request. In the anticipation of any potential losses on asset transferal, the Bank set aside additional provisions for loan losses amounting to Baht 1,290.0 million in the third quarter of 2001.

4.6 Troubled Debt Restructuring

The Bank and its subsidiaries (Thonburi – AMC and Chanthaburi – AMC) have entered into many contracts for debt restructuring. The following are only those restructurings which resulted in a loss to the Bank and its subsidiaries for the years ended December 31, 2001 and 2000.

(Million Baht)

Types of Restructuring	Consolidated					
	2001					
	Cases	The Outstanding Debt		Transferred Assets		Loss on Debt Restructuring
Before Restructuring		After Restructuring	Types	Fair Value		
Transfers of assets	835	4,236.2	-	Cash, land, premises and investments	3,108.5	1,127.7
Changes of repayment conditions	470	8,610.5	7,937.2	-	-	1,593.3
Debt restructuring in various forms	29	5,710.1	4,541.2	Cash, land, premises and investments	1,080.8	1,770.9
Total	1,334	18,556.8	12,478.4		4,189.3	4,491.9

(Million Baht)

Types of Restructuring	Consolidated					
	2000					
	Cases	The Outstanding Debt		Transferred Assets		Loss on Debt Restructuring
Before Restructuring		After Restructuring	Types	Fair Value		
Transfers of assets	207	5,239.4	-	Cash, land, premises and investments	3,837.5	1,401.9
Changes of repayment conditions	130	11,572.5	11,529.1	-	-	2,259.8
Debt restructuring in various forms	23	8,409.1	6,748.7	Cash, land, premises and investments	1,490.1	958.5
Total	360	25,221.0	18,277.8		5,327.6	4,620.2

(Million Baht)

The Bank						
2001						
Types of Restructuring	Cases	The Outstanding Debt		Transferred Assets		Loss on Debt Restructuring
		Before Restructuring	After Restructuring	Types	Fair Value	
Transfers of assets	636	1,908.2	-	Cash, land, premises and investments	1,357.3	550.9
Changes of repayment conditions	232	4,839.8	4,831.1	-	-	690.6
Debt restructuring in various forms	22	5,322.8	4,334.6	Cash, land, premises and investments	968.7	1,702.3
Total	890	12,070.8	9,165.7		2,326.0	2,943.8

(Million Baht)

The Bank						
2000						
Types of Restructuring	Cases	The Outstanding Debt		Transferred Assets		Loss on Debt Restructuring
		Before Restructuring	After Restructuring	Types	Fair Value	
Transfers of assets	163	4,923.3	-	Cash, land, premises and investments	3,570.1	1,353.2
Changes of repayment conditions	99	11,233.2	11,232.9	-	-	2,216.6
Debt restructuring in various forms	20	7,413.9	6,379.1	Cash, land, premises and investments	883.7	939.4
Total	282	23,570.4	17,612.0		4,453.8	4,509.2

For the years ended December 31, 2001 and 2000, the Bank and its subsidiaries recognized interest income from debt restructuring of Baht 1,944.6 million and Baht 1,122.9 million respectively on a consolidated basis and Baht 1,745.6 million and Baht 1,040.8 million respectively for the Bank only.

During the years ended December 31, 2001 and 2000, the Bank and its subsidiaries engaged in debt restructuring contracts that had no losses incurred from the restructuring, totaling 33,033 cases and 41,654 cases respectively and 30,142 cases and 38,491 cases respectively for the Bank only. The outstanding amount of debt before restructuring was Baht 58,694.0 million and Baht 77,116.0 million respectively for the Bank and its subsidiaries and Baht 50,259.4 million and Baht 67,525.2 million respectively for the Bank only.

As at December 31, 2001 and 2000, the Bank and its subsidiaries had outstanding balances of investments in restructured debt of Baht 28,926.7 million and Baht 25,487.0 million respectively on a consolidated basis and Baht 25,997.9 million and Baht 24,855.8 million respectively for the Bank only. The Bank has commitments to extend additional loans to these debtors in the amount of Baht 155.8 million and Baht 75.3 million, respectively.

4.7 Allowance for Doubtful Accounts

The movements in the allowance for doubtful accounts during the year are as follows:

(Million Baht)

	Consolidated							
	2001							
	Normal	Special Mention	Sub- Standard	Doubtful	Loss	Uncollectible	Allowance Established in Excess of BOT Regulations	Total
Balance at beginning of the year	3,492.0	190.4	1,055.5	2,990.1	21,144.8	5.5	25,865.3	54,743.6
Doubtful accounts (reversal)	70.4	33.0	(370.9)	420.8	(668.1)	(5.5)	(218.9)	(739.2)
Bad debt recovered	-	-	-	-	17,786.5	-	-	17,786.5
Bad debt written off	-	-	-	-	(16,351.8)	-	-	(16,351.8)
Allowance for loans sold to TAMC	-	-	-	-	(2,867.3)	-	-	(2,867.3)
Others	-	-	-	-	(1,246.2)	-	-	(1,246.2)
Balance at ending of the year	3,562.4	223.4	684.6	3,410.9	17,797.9	-	25,646.4	51,325.6

(Million Baht)

	Consolidated							
	2000							
	Normal	Special Mention	Sub- Standard	Doubtful	Loss	Uncollectible	Allowance Established in Excess of BOT Regulations	Total
Balance at beginning of the year	3,158.5	183.4	2,593.1	6,965.4	21,781.3	40.0	22,352.1	57,073.8
Doubtful accounts (reversal)	333.5	7.0	(1,537.6)	(3,975.3)	(3,010.7)	(34.5)	3,513.2	(4,704.4)
Bad debt recovered	-	-	-	-	30,137.1	-	-	30,137.1
Bad debt written off	-	-	-	-	(27,307.1)	-	-	(27,307.1)
Others	-	-	-	-	(455.8)	-	-	(455.8)
Balance at ending of the year	3,492.0	190.4	1,055.5	2,990.1	21,144.8	5.5	25,865.3	54,743.6

(Million Baht)

	The Bank							
	2001							
	Normal	Special Mention	Sub- Standard	Doubtful	Loss	Uncollectible	Allowance Established in Excess of BOT Regulations	Total
Balance at beginning of the year	3,854.6	182.4	1,048.2	2,970.6	-	5.5	13,747.0	21,808.3
Doubtful accounts (reversal)	(26.5)	21.7	(401.6)	439.7	(4,210.6)	(5.5)	3,164.7	(1,018.1)
Bad debt recovered	-	-	-	-	17,786.5	-	-	17,786.5
Bad debt written off	-	-	-	-	(10,634.9)	-	-	(10,634.9)
Allowance for loans sold to TAMC	-	-	-	-	(2,867.3)	-	-	(2,867.3)
Others	-	-	-	-	(73.7)	-	-	(73.7)
Balance at ending of the year	3,828.1	204.1	646.6	3,410.3	-	-	16,911.7	25,000.8

(Million Baht)

	The Bank							
	2000							
	Normal	Special Mention	Sub- Standard	Doubtful	Loss	Uncollectible	Allowance Established in Excess of BOT Regulations	Total
Balance at beginning of the year	3,588.1	183.4	2,579.3	6,825.4	-	40.0	9,557.8	22,774.0
Doubtful accounts (reversal)	266.5	(1.0)	(1,524.6)	(3,838.0)	(3,369.9)	(34.5)	4,189.2	(4,312.3)
Bad debt recovered	-	-	-	-	30,137.1	-	-	30,137.1
Bad debt written off	-	-	-	-	(26,463.2)	-	-	(26,463.2)
Allowance for loans sold to Thonburi-AMC	-	-	(6.5)	(16.8)	(363.8)	-	-	(387.1)
Others	-	-	-	-	59.8	-	-	59.8
Balance at ending of the year	3,854.6	182.4	1,048.2	2,970.6	-	5.5	13,747.0	21,808.3

For the years ended December 31, 2001 and 2000, the Bank wrote off the portion of loans (including accrued interest receivables), classified as loss that exceeded collateral value calculated in accordance with the regulations of the Bank of Thailand, and non-collectible portion totalling Baht 10,501.3 million and Baht 25,505.8 million, respectively.

4.8 Revaluation Allowance for Debt Restructuring

The movements in the revaluation allowance for debt restructuring during the year are as follows:

(Million Baht)

	Consolidated		The Bank	
	2001	2000	2001	2000
Balance at beginning of the year	3,101.9	624.7	3,101.9	624.7
Addition	1,815.8	2,980.9	1,681.0	2,980.9
Amortization	(1,136.3)	(503.7)	(1,083.5)	(503.7)
Balance at ending of the year	3,781.4	3,101.9	3,699.4	3,101.9

4.9 Properties Foreclosed

Properties foreclosed as at December 31, consist of:

(Million Baht)

Type of Properties Foreclosed	Consolidated 2001			
	Beginning Balance	Addition	Disposal	Ending Balance
1. Assets acquired from debt repayment				
1.1 Immovable assets	14,701.2	4,567.1	(1,420.7)	17,847.6
1.2 Movable assets	25.6	-	-	25.6
Total	14,726.8	4,567.1	(1,420.7)	17,873.2
2. Others	1,130.5	18.9	(49.0)	1,100.4
Total properties foreclosed	15,857.3	4,586.0	(1,469.7)	18,973.6
Less Allowance for impairment	(1,091.2)	(3,480.0)	450.0	(4,121.2)
Total Properties Foreclosed – net	14,766.1	1,106.0	(1,019.7)	14,852.4

(Million Baht)

Type of Properties Foreclosed	Consolidated 2000			
	Beginning Balance	Addition	Disposal	Ending Balance
1. Assets acquired from debt repayment				
1.1 Immovable assets	7,119.0	8,017.1	(434.9)	14,701.2
1.2 Movable assets	25.6	-	-	25.6
Total	7,144.6	8,017.1	(434.9)	14,726.8
2. Others	1,125.2	6.2	(0.9)	1,130.5
Total properties foreclosed	8,269.8	8,023.3	(435.8)	15,857.3
Less Allowance for impairment	(439.6)	(782.6)	131.0	(1,091.2)
Total Properties Foreclosed – net	7,830.2	7,240.7	(304.8)	14,766.1

(Million Baht)

Type of Properties Foreclosed	The Bank 2001			
	Beginning Balance	Addition	Disposal	Ending Balance
1. Assets acquired from debt repayment				
1.1 Immovable assets	13,629.5	2,663.9	(781.2)	15,512.2
1.2 Movable assets	25.6	-	-	25.6
Total	13,655.1	2,663.9	(781.2)	15,537.8
2. Others	6.0	18.9	(18.9)	6.0
Total properties foreclosed	13,661.1	2,682.8	(800.1)	15,543.8
Less Allowance for impairment	(991.0)	(3,359.1)	440.7	(3,909.4)
Total Properties Foreclosed – net	12,670.1	(676.3)	(359.4)	11,634.4

(Million Baht)

Type of Properties Foreclosed	The Bank 2000			
	Beginning Balance	Addition	Disposal	Ending Balance
1. Assets acquired from debt repayment				
1.1 Immovable assets	7,119.0	6,937.2	(426.7)	13,629.5
1.2 Movable assets	25.6	-	-	25.6
Total	7,144.6	6,937.2	(426.7)	13,655.1
2. Others	-	6.0	-	6.0
Total properties foreclosed	7,144.6	6,943.2	(426.7)	13,661.1
Less Allowance for impairment	(439.6)	(682.4)	131.0	(991.0)
Total Properties Foreclosed – net	6,705.0	6,260.8	(295.7)	12,670.1

4.10 Classified Assets

As at December 31, the Bank and its subsidiari classified assets consisted of investments, loans and accrued interest receivables (including financial institutions), properties foreclosed and other assets, which are categorized in compliance with the regulations of the Bank of Thailand, including their analysis of each loan and appraisal of the financial standing of each borrower as follows:

(Million Baht)

	Consolidated 2001				
	Loans and Accrued Interest Receivables	Investments	Properties Foreclosed	Other Assets	Total
Normal	368,825.7	-	-	0.1	368,825.8
Special Mention	11,170.2	-	-	-	11,170.2
Sub-Standard	11,928.1	-	-	-	11,928.1
Doubtful	17,688.2	-	-	-	17,688.2
Loss	83,707.1	7,298.7	1,626.9	1,610.6	94,243.3
Total	493,319.3	7,298.7	1,626.9	1,610.7	503,855.6

(Million Baht)

	Consolidated 2000				
	Loans and Accrued Interest Receivables	Investments	Properties Foreclosed	Other Assets	Total
Normal	357,806.3	-	-	-	357,806.3
Special Mention	9,520.6	-	-	-	9,520.6
Sub-Standard	14,824.3	-	-	-	14,824.3
Doubtful	14,253.4	-	-	-	14,253.4
Loss	113,216.5	6,889.0	1,040.5	1,484.7	122,630.7
Uncollectible	5.5	-	-	-	5.5
Total	509,626.6	6,889.0	1,040.5	1,484.7	519,040.8

(Million Baht)

	The Bank 2001				
	Loans and Accrued Interest Receivables	Investments	Properties Foreclosed	Other Assets	Total
Normal	395,389.6	-	-	-	395,389.6
Special Mention	10,204.6	-	-	-	10,204.6
Sub-Standard	11,427.1	-	-	-	11,427.1
Doubtful	17,668.5	-	-	-	17,668.5
Loss	46,313.0	5,384.0	1,544.0	1,460.9	54,701.9
Total	481,002.8	5,384.0	1,544.0	1,460.9	489,391.7

(Million Baht)

	The Bank 2000				
	Loans and Accrued Interest Receivables	Investments	Properties Foreclosed	Other Assets	Total
Normal	394,064.3	-	-	-	394,064.3
Special Mention	9,118.6	-	-	-	9,118.6
Sub-Standard	14,686.5	-	-	-	14,686.5
Doubtful	14,166.6	-	-	-	14,166.6
Loss	59,924.4	5,389.7	991.0	1,415.8	67,720.9
Uncollectible	5.5	-	-	-	5.5
Total	491,965.9	5,389.7	991.0	1,415.8	499,762.4

4.11 Premises and Equipment and Surplus on Fixed Assets Revaluation

The Bank's land and buildings were revalued by an independent appraisal company in September 2000 based on the market values of land and buildings with the exception of buildings constructed by the Bank which were valued based on the replacement cost. From this revaluation, the Bank had an additional surplus on land and buildings revaluation amounting to Baht 5,662.6 million resulting in an overall surplus on land and buildings revaluation as at December 31, 2000 of Baht 9,472.1 million (before deduction of deferred tax liabilities amounting to Baht 2,841.6 million) which was shown in shareholder's equity. Also, the Bank had losses on revaluation of land and buildings amounting to Baht 794.9 million, shown in the statement of income in 2000. This additional surplus has been considered as the Bank's tier 2 capital in the amount of Baht 5,970.2 million since February 9, 2001.

Premises and equipment for the year ended December 31, 2001 are summarized as follows:

(Million Baht)

		Consolidated 2001												
		Change of Cost			Change of Accumulated Depreciation			Change of Allowance for Impairment			Book Value			
		Beginning Balance	Purchase/Transfer in	Disposal/Transfer at	Ending Balance	Beginning Balance	Depreciation	Disposal	Ending Balance	Beginning Balance	Decrease	Ending Balance	Beginning Balance	Ending Balance
Land														
Cost		3,213.9	-	1.8	3,212.1	-	-	-	-	564.3	1.2	563.1	2,649.6	2,649.0
Revalued cost														
in 2000		6,018.7	-	-	6,018.7	-	-	-	-	-	-	-	6,018.7	6,018.7
Building														
Cost		9,427.0	77.8	7.1	9,497.7	2,329.0	285.3	-	2,614.3	354.1	2.9	351.2	6,743.9	6,532.2
Revalued cost														
in 2000		4,996.6	-	27.0	4,969.6	1,543.2	163.6	27.0	1,679.8	-	-	-	3,453.4	3,289.8
Equipment		11,837.7	1,266.3	208.0	12,896.0	8,286.8	1,126.0	186.3	9,226.5	-	-	-	3,550.9	3,669.5
Others		513.2	1,540.2	1,404.4	649.0	27.6	7.4	0.1	34.9	-	-	-	485.6	614.1
Total		36,007.1	2,884.3	1,648.3	37,243.1	12,186.6	1,582.3	213.4	13,555.5	918.4	4.1	914.3	22,902.1	22,773.3

Depreciation for the Bank and its subsidiaries for the years ended December 31, 2001 and 2000 amounted to Baht 1,582.3 million and Baht 1,750.2 million, respectively, which is presented as premises and equipment expenses in the statement of income (including depreciation of the building revaluation of Baht 163.6 million and Baht 85.9 million, respectively). As at December 31, 2001 and 2000, premises and equipment at total cost Baht 5,196.9 million and Baht 3,816.9 million, respectively, were fully depreciated but still in use.

(Million Baht)

The Bank 2001													
	Change of Cost			Change of Accumulated Depreciation			Change of Allowance for Impairment			Book Value			
	Beginning Balance	Purchase/Transfer in	Disposal/Transfer at	Ending Balance	Beginning Balance	Depreciation	Disposal	Ending Balance	Beginning Balance	Decrease	Ending Balance	Beginning Balance	Ending Balance
Land													
Cost	3,118.6	-	1.8	3,116.8	-	-	-	-	546.2	1.2	545.0	2,572.4	2,571.8
Revalued cost in 2000													
Building	6,018.7	-	-	6,018.7	-	-	-	-	-	-	-	6,018.7	6,018.7
Cost	8,763.5	75.2	1.6	8,837.1	2,277.1	264.2	-	2,541.3	248.7	-	248.7	6,237.7	6,047.1
Revalued cost in 2000													
Equipment	4,996.6	-	27.0	4,969.6	1,543.2	163.6	27.0	1,679.8	-	-	-	3,453.4	3,289.8
Others	11,816.9	1,263.7	207.8	12,872.8	8,280.4	1,122.0	186.3	9,216.1	-	-	-	3,536.5	3,656.7
	471.6	1,522.0	1,404.4	589.2	-	-	-	-	-	-	-	471.6	589.2
Total	35,185.9	2,860.9	1,642.6	36,404.2	12,100.7	1,549.8	213.3	13,437.2	794.9	1.2	793.7	22,290.3	22,173.3

Depreciation for the Bank for the years ended December 31, 2001 and 2000 amounted to Baht 1,549.8 million and Baht 1,722.4 million, respectively, which is presented as premises and equipment expenses in the statement of income (including depreciation of the building revaluation of Baht 163.6 million and Baht 85.9 million, respectively). As at December 31, 2001 and 2000, premises and equipment at total cost Baht 5,172.5 million and Baht 3,797.6 million, respectively, were fully depreciated but still in use.

4.12 Deferred Tax Assets and Deferred Tax Liabilities

Deferred tax assets as at December 31, consist of:

(Million Baht)

	Consolidated	
	2001	2000
Allowance for impairment of investment	13.1	447.2
Allowance for impairment of buildings	1.8	-
Allowance for impairment of properties foreclosed	0.2	116.5
Other liabilities	-	23.9
Total	15.1	587.6

(Million Baht)

	The Bank	
	2001	2000
Allowance for impairment of investment	-	447.2
Allowance for impairment of properties foreclosed	-	116.5
Other liabilities	-	23.9
Total	-	587.6

Deferred tax liabilities as at December 31, consisted of:

(Million Baht)

	Consolidated and The Bank	
	2001	2000
Appraisal surplus	2,792.6	2,841.6
Revaluation surplus on investments	831.1	774.2
Share of profit from investment on the equity method	114.8	78.3
Total	3,738.5	3,694.1

4.13 Deposits

Deposits as at December 31, are classified as follows:

1. Classified by Type of Deposits

(Million Baht)

	Consolidated		The Bank	
	2001	2000	2001	2000
Current	21,959.6	17,999.2	22,183.2	18,284.2
Savings	241,937.5	208,692.1	242,027.7	208,744.0
Term				
- Less than 6 months	332,681.1	364,993.0	332,681.1	364,993.0
- 6 months and less than 1 year	7,899.8	8,624.8	7,899.8	8,624.8
- 1 year and over 1 year	60,053.7	46,687.6	60,053.7	46,687.6
Total	664,531.7	646,996.7	664,845.5	647,333.6

2. Classified by Maturity of Contracts

(Million Baht)

	Consolidated		The Bank	
	2001	2000	2001	2000
Within 1 year	657,986.9	635,554.4	658,300.7	635,891.3
Over 1 year	6,544.8	11,442.3	6,544.8	11,442.3
Total	664,531.7	646,996.7	664,845.5	647,333.6

3. Classified by Currencies and Residency of Depositors

(Million Baht)

	Consolidated					
	2001			2000		
	Domestic	Foreign	Total	Domestic	Foreign	Total
Baht	650,635.4	9,974.1	660,609.5	634,920.7	7,556.4	642,477.1
US Dollar	2,957.2	587.8	3,545.0	2,790.5	612.4	3,402.9
Other currencies	330.8	46.4	377.2	232.2	884.5	1,116.7
Total	653,923.4	10,608.3	664,531.7	637,943.4	9,053.3	646,996.7

(Million Baht)

	The Bank					
	2001			2000		
	Domestic	Foreign	Total	Domestic	Foreign	Total
Baht	650,949.2	9,974.1	660,923.3	635,257.6	7,556.4	642,814.0
US Dollar	2,957.2	587.8	3,545.0	2,790.5	612.4	3,402.9
Other currencies	330.8	46.4	377.2	232.2	884.5	1,116.7
Total	654,237.2	10,608.3	664,845.5	638,280.3	9,053.3	647,333.6

4.14 Interbank and Money Market Items (Liabilities)

Interbank and money market items (liabilities) as at December 31, consist of :

(Million Baht)

	Consolidated					
	2001			2000		
	At Call	Term	Total	At Call	Term	Total
1. Domestic						
The Bank of Thailand and Financial Institutions						
Development Fund	-	473.5	473.5	-	-	-
Commercial banks	363.6	-	363.6	187.0	-	187.0
Other banks	267.8	170.8	438.6	429.8	15.9	445.7
Finance, finance and securities, securities and credit foncier companies	703.1	129.8	832.9	1,397.9	149.6	1,547.5
Other financial institutions	660.1	2,839.9	3,500.0	621.9	2,765.9	3,387.8
Total Domestic	1,994.6	3,614.0	5,608.6	2,636.6	2,931.4	5,568.0
2. Foreign						
US Dollar	388.0	7,616.9	8,004.9	731.0	7,554.3	8,285.3
Yen	4.0	-	4.0	-	-	-
German Mark	3.1	-	3.1	10.4	-	10.4
Other currencies	202.0	-	202.0	357.8	2,016.3	2,374.1
Total Foreign	597.1	7,616.9	8,214.0	1,099.2	9,570.6	10,669.8
Total Domestic and Foreign	2,591.7	11,230.9	13,822.6	3,735.8	12,502.0	16,237.8

(Million Baht)

	The Bank					
	2001			2000		
	At Call	Term	Total	At Call	Term	Total
1. Domestic						
The Bank of Thailand and Financial Institutions						
Development Fund	-	473.5	473.5	-	-	-
Commercial banks	363.6	-	363.6	187.0	-	187.0
Other banks	267.8	170.8	438.6	429.8	15.9	445.7
Finance, finance and securities, securities and credit foncier companies	703.1	129.8	832.9	1,397.9	149.6	1,547.5
Other financial institutions	668.8	2,839.9	3,508.7	1,209.3	2,765.9	3,975.2
Total Domestic	2,003.3	3,614.0	5,617.3	3,224.0	2,931.4	6,155.4
2. Foreign						
US Dollar	388.0	7,616.9	8,004.9	731.0	7,554.3	8,285.3
Yen	4.0	-	4.0	-	-	-
German Mark	3.1	-	3.1	10.4	-	10.4
Other currencies	202.0	-	202.0	357.8	2,016.3	2,374.1
Total Foreign	597.1	7,616.9	8,214.0	1,099.2	9,570.6	10,669.8
Total Domestic and Foreign	2,600.4	11,230.9	13,831.3	4,323.2	12,502.0	16,825.2

4.15 Securities Sold under Repurchase Agreements

Securities sold under repurchase agreements as at December 31, consist of:

(Million Baht)

	Consolidated and The Bank	
	2001	2000
Government Bonds and the Bank of Thailand Bonds	-	10.0

4.16 Short-Term Borrowings

Short-term borrowings as at December 31, consist of:

(Million Baht)

	Consolidated and The Bank					
	2001			2000		
	Domestic	Foreign	Total	Domestic	Foreign	Total
Subordinated Debentures	-	-	-	7,500.0	-	7,500.0
Total	-	-	-	7,500.0	-	7,500.0

4.17 Long-Term Borrowings

Long-term borrowings as at December 31, consist of:

(Million Baht)

	Consolidated and The Bank					
	2001			2000		
	Domestic	Foreign	Total	Domestic	Foreign	Total
Subordinated Debentures	-	8,780.5	8,780.5	-	8,584.5	8,584.5
Subordinated Debentures of the Thai Farmers Bank Plc. No.2	20,000.0	-	20,000.0	20,000.0	-	20,000.0
Subordinated debentures cum preferred shares	19,967.1	-	19,967.1	19,967.1	-	19,967.1
Total	39,967.1	8,780.5	48,747.6	39,967.1	8,584.5	48,551.6

4.18 Subordinated Debentures and Warrants

The Board of Directors in its meeting on September 29, 1994 approved the issuance of 7.5 million units of subordinated debentures having a face value of Baht 1,000 each, with a seven-year maturity at a price of Baht 1,000 each totaling Baht 7,500 million carrying a 9.875 percent coupon rate payable semi-annually. On October 12, 2001, the Bank redeemed those subordinated debentures due to maturity.

The debentures were issued with 75 million warrants having a five-year maturity, at a price of Baht 40 each totaling Baht 3,000 million. An investor buying one unit of debenture received 10 warrants, each of which can be exercised quarterly over their maturity for a Baht 10 par value ordinary share at a price of Baht 188 each. Later the exercise price was changed to Baht 181.692, effective from August 5, 1996. The subscription period was during October 10-12, 1994. On August 20, 1999, the exercise price was adjusted to Baht 119.764 and the exercise ratio of ordinary shares was 1.51708 per 1 unit of warrant. September 30, 1999 was the last day to exercise the right. There were 18 warrants exercised for 27 ordinary shares amounting to Baht 119.764 per share and totaling Baht 3,233. The Bank registered the increase in paid-up capital from Baht 11,765,473,450 to Baht 11,765,473,720 with the Ministry of Commerce on October 13, 1999. The Bank has transferred the remaining warrants as the surplus of the expired warrants on October 1, 1999.

The Board of Directors in its meeting on July 25, 1996 approved the issuance of US\$ 200 million of unsecured subordinated debentures, having a face value of US\$ 100,000 each, with a twenty-year maturity offered at a price of US\$ 98,997 each on August 21, 1996 carrying a 8.25 percent coupon rate payable semi-annually.

In addition, the second issuance of warrants of 100 million units having a six-year maturity, were offered to existing shareholders in the ratio of eight ordinary shares for each warrant, at a price of Baht 25 each totaling Baht 2,500 million. Each warrant can be exercised quarterly over their maturity for a Baht 10 par value ordinary share at a price of Baht 200 each. The subscription period was during September 4-12, 1996. On August 20, 1999, the exercise price was adjusted to Baht 131.832 and the exercise ratio of ordinary shares was 1.51708 per 1 unit of warrant. As at December 31, 2001 the warrants have not yet been exercised.

A resolution was passed by the Extraordinary Meeting of Shareholders held on August 11, 1999 authorizing (i) the issuance and offering for sale of 50,000,000 units of warrants for ordinary shares of the Bank to the Bank employees, except for the employees who are directors, under a three-year scheme for offering for sale of securities to Bank employees, except for the employees who are directors and to consider appointing the Selection Committee appointed by the shareholders, and (ii) allocating 50,000,000 new ordinary shares from the increase of the authorized share capital, with a par value of Baht 10 each, to support the exercise of the warrants for ordinary shares of the Bank to be issued and offered for sale to Bank employees, except for the employees who are directors, under a scheme for offering for sale of securities to Bank employees, except for the employees who are directors.

On August 1-31, 2000 the Bank offered the sale of non-transferable and specifying the bearer's name warrants to the Bank employees, except for the employees who are directors under phase 1 in the amount of 18.5 million units at the price of Baht 0 (zero Baht) each. The warrants have a five-year and four-month maturity and each warrant can be exercised for a Baht 10 par value ordinary share at a price of Baht 30 each. The exercise date is the last business day of June and December. The exercise period is from December 28, 2001 to December 30, 2005. The Bank already issued and allocated warrants to the Bank employees and 15.6 million units of warrants were accepted by the employees.

On December 7-28, 2001 the Bank offered the sale of non-transferable and specifying the bearer's name warrants to the Bank employees, except for the employees who are directors under phase 2 in the amount of 5 million units at the price of Baht 0 (zero Baht) each. The warrants have a five-year and one-day maturity and each warrant can be exercised for a Baht 10 par value ordinary share at a price of Baht 30 each. The exercise date is the last business day of June and December. The exercise period is from December 30, 2002 to December 29, 2006. The Bank already issued and allocated warrants to the Bank employees and 3.9 million units of warrants were accepted by the employees.

4.19 Subordinated Debentures Cum Preferred Shares No.1 (Commonly referred to as “SLIPS”) and Subordinated Debentures No.2

On January 11, 1999, the Bank jointly and simultaneously issued 547,345 Class A Preferred Shares (the “Preferred Shares”), with a par value of Baht 10 per share and a liquidation preference of US\$ 1,000 per share, and 547,345 Subordinated Debentures Cum Preferred Shares of the Thai Farmers Bank Public Company Limited No. 1 (“Debentures #1”), with a face value of US\$ 1,000 per debenture, for total proceeds of US\$ 547,345,000 (Baht 19,999,986,300). These securities were purchased by The Preferred Shares–Subordinated Debentures of Thai Farmers Bank Plc. Fund (the “Fund”) with the proceeds from the Fund’s offering of Investment Units to institutional investors. The Bank and the Fund entered into a Master Investment Contract (the “Contract”) that sets forth certain terms and conditions for the securities.

The Preferred Shares are noncumulative. The Bank must declare and pay a full dividend on the Preferred Shares if it declares and pays a dividend on ordinary shares of the Bank. The amount of the dividend on the Preferred Shares shall be limited to Baht 1 per share per annum if either the Bank continues to pay interest on the Debentures #1 in full or the liquidation preference of the Preferred Shares has been reduced to par as discussed below. If the Bank has not continued to pay interest in full on the Debentures #1, the dividend on the Preferred Shares shall be equal to the annual interest not paid on the Debentures #1. If the Bank does not declare and pay a dividend to ordinary shareholders and, therefore, is not required to pay a dividend on the Preferred Shares, the Bank still has the option to pay part or all of the dividends on the Preferred Shares if there are sufficient retained profits or not to pay any dividend. Upon a redemption of the Debentures #1, the liquidation preference of the Preferred Shares is reduced to par value and each Preferred Share shall be converted into one ordinary share of the Bank under the terms set forth in the Contract.

The Debentures #1 mature upon liquidation of the Bank. They are redeemable early at the option of the Bank, and upon approval of the Bank of Thailand, if the Debentures #1 and Preferred Shares no longer qualify as tier 1 capital of the Bank or if interest payments under the Debentures #1 are no longer deductible as an expense for income tax purposes. Otherwise, they are redeemable at the option of the Bank after five years. The Debentures #1 bear interest at a stated rate of 19.32% per annum payable semi-annually, though the effective interest rate is higher as discussed below. The Bank is only required to pay such interest if it would otherwise be required to pay dividends on the Preferred Shares. If the Bank is not required to pay interest, the Bank still may pay part or all of the interest at its option.

The Contract stipulates that, prior to redemption of the Debentures #1, the Preferred Shares may only be transferred to another person if the Fund simultaneously transfers the Debentures #1 to the same person and such person agrees to be bound by the Contract. Also under the Contract, the Fund and the Bank agree that, upon redemption of the Debentures #1, the liquidation preference of the Preferred Shares is reduced to par and each Preferred Share shall be converted into one ordinary share of the Bank. The Contract also effectively converts the Debentures #1 from a US\$ obligation to a Baht obligation by fixing the Baht equivalent exchange rate for interest payments and redemption to the exchange rate officially declared by the Bank of Thailand on the day immediately prior to the issue date of the Debentures #1. The resulting effective Baht denominated interest rate for the Debentures #1 is 23% per annum. Under the Contract, it is understood that redemption of the Debentures #1 by the Bank shall be deemed to be full payment to the Fund under the terms of the Debentures #1 and Preferred Shares as set forth in the prospectus and the Articles of Association, respectively.

Also on January 11, 1999, the Bank issued 20,000,000 Subordinated Debentures of the Thai Farmers Bank Public Company Limited No. 2 Due 2549 (“Debentures #2”), with a face value of Baht 1,000 per debenture, for total proceeds of Baht 20,000,000,000. The Debentures #2 mature seven years after the issue date. They are redeemable early at the option of the Bank, and upon approval of the Bank of Thailand, after five years. The Debentures #2 bear interest at 22.296175% per annum payable quarterly.

The Bank presented the transactions of the subordinated debentures cum preferred shares of Baht 19,999.9 million to conform with the Institute of Certified Accountants and Auditors of Thailand’s third interpretation titled The Hybrid Financial Instruments Issued by Financial Institution. In this regard, the Bank presents the preferred shares and

the premiums on preferred shares totaling Baht 32.8 million as a part of shareholders' equity and presents the remaining Baht 19,967.1 million in the separate item under "Subordinated debentures cum preferred shares" as a part of liabilities. However the total amount of subordinated debentures cum preferred shares can be counted as tier 1 capital as permitted by the Bank of Thailand. The Debentures #2 of the Baht 20,000 million are presented as part of long-term borrowings.

4.20 Capital Requirements

The ratios of capital funds (Capital Adequacy Ratio) as at December 31, 2001 and 2000 are calculated from the financial statements of the Bank and including risk assets of the Bank's asset management companies, two subsidiaries, consist of:

	<i>(Million Baht)</i>	
	2001	2000
Tier 1 Capital		
Issued and fully paid up share capital, premium on share capital, warrants and premium on warrants	78,556.9	78,556.9
Legal reserve	800.0	800.0
Other reserves	26,675.3	26,675.3
Net loss after appropriation	(87,921.3)	(88,246.2)
Subordinated debentures cum preferred shares	19,967.1	19,967.1
Total Tier 1 Capital	38,078.0	37,753.1
Tier 2 Capital		
Surplus on land revaluation	4,210.6	2,177.2
Surplus on premises revaluation	1,642.7	379.3
Provision for normal assets	3,736.3	3,617.4
Subordinated debentures	19,039.0	18,876.6
Total Tier 2 Capital	28,628.6	25,050.5
Total Capital Requirements	66,706.6	62,803.6

The Bank of Thailand regulation requires that banks registered in Thailand maintain a ratio of capital fund to assets and contingencies of not less than 8.5% and that tier 1 capital must not be less than 4.25% of such assets and contingencies. Capital adequacy ratios maintained by the Bank are as follows:

	Percentage	
	2001	2000
Total Capital Requirements	12.73	11.75
Tier 1 Capital	7.27	7.06

4.21 Legal Reserve

According to Public Company Act, the Bank has to allocate at least 5 percent of net income for the year less accumulated net loss (if any) to become reserved capital until this reserved capital is not less than 10 percent of authorized share capital.

4.22 Other Reserves

The Bank allocates part of net income for the year to become other reserves which is classified/considered as general capital with no specific purpose.

4.23 Bad Debt and Doubtful Accounts

Bad debt and doubtful accounts for the years ended December 31, consist of:

(Million Baht)

	Consolidated		The Bank	
	2001	2000	2001	2000
General customers	(739.2)	(4,704.4)	(1,018.1)	(4,312.3)
Financial institutions	(82.6)	(91.4)	(82.6)	(91.4)
Total	(821.8)	(4,795.8)	(1,100.7)	(4,403.7)

4.24 Loss on Debt Restructuring

Loss on debt restructuring for the years ended December 31, consists of:

(Million Baht)

	Consolidated		The Bank	
	2001	2000	2001	2000
Net present value of cash flows lower than investment in receivables	1,815.8	2,980.9	1,681.0	2,980.9
Transferred assets lower than investment in receivables	1,163.8	1,476.3	709.7	1,422.8
Total	2,979.6	4,457.2	2,390.7	4,403.7

4.25 Income Tax

Income tax for the years ended December 31, consists of:

(Million Baht)

	Consolidated		The Bank	
	2001	2000	2001	2000
Current income tax expense	32.5	74.7	-	37.1
Deferred income tax expense relating to the origination and reversal of temporary difference	628.7	772.8	624.1	772.8
Income tax expense	661.2	847.5	624.1	809.9

The Bank has deferred income tax which are transferred directly to shareholders' equity consisting of:

(Million Baht)

	Consolidated and The Bank	
	For the Years Ended December 31,	
	2001	2000
Deferred income tax relating to appraisal surplus revaluation increased (decreased)	(49.1)	1,673.0
Deferred income tax relating to the change in value of investment increased (decreased)	56.9	(113.8)

4.26 Assets Pledged as Collateral

Assets pledged as collateral as at December 31, consist of:

(Million Baht)

	Consolidated and The Bank	
	2001	2000
Government bonds	3.6	10.3
State enterprise bonds	28.0	28.0
Total	31.6	38.3

The Bank pledged these assets as collateral for electricity using and borrowing from securities sold under repurchase agreements.

4.27 Contingencies

Contingencies as at December 31, consist of:

(Million Baht)

	Consolidated and The Bank					
	2001			2000		
	Baht	Foreign Currency	Total	Baht	Foreign Currency	Total
Aval of bills	223.0	-	223.0	364.5	-	364.5
Letters of indemnity-borrowings	285.9	8,579.3	8,865.2	289.3	11,863.5	12,152.8
Other guarantees	25,377.8	3,613.9	28,991.7	25,356.9	5,351.7	30,708.6
Letters of credit	154.1	6,375.3	6,529.4	209.1	6,828.7	7,037.8
Exchange rate agreements						
Purchase agreements	881.6	26,134.7	27,016.3	1,117.1	21,422.8	22,539.9
Sale agreements	2,414.0	200,291.2	202,705.2	2,361.0	198,080.3	200,441.3
Interest rate agreements						
Purchase agreements	794.3	2,084.0	2,878.3	801.5	-	801.5
Sale agreements	794.3	2,084.0	2,878.3	801.5	-	801.5
Unused credit line of overdraft	101,952.2	48.2	102,000.4	97,669.7	53.4	97,723.1
Others	1,125.8	2,656.4	3,782.2	1,441.8	3,199.4	4,641.2
Total	134,003.0	251,867.0	385,870.0	130,412.4	246,799.8	377,212.2

In normal business, the Bank is a defendant in litigations against the Bank. These include cases of wrongful acts brought against the Bank, claiming Baht 713.9 million as at December 31, 2001. Management believes that the liability, if any, resulting from the litigations will not be material to the Bank's financial position or results of operations.

4.28 Related Party Transactions

4.28.1 Loans and contingencies made to executive officers and to business entities where the Bank and its subsidiaries, their directors or executive officers, holds 10% or more of their paid up capital as at December 31, are summarized as follows:

(Million Baht)

	Consolidated	
	2001	2000
	End of Year	End of Year
Loans		
1. Executive officers	23.6	19.3
2. Business entities where the Bank and subsidiaries, their directors or executive officers, hold 10% or more of the paid up capital	3,295.0	3,389.6
Total	3,318.6	3,408.9
Contingencies		
1. Executive officers	-	-
2. Business entities where the Bank and subsidiaries, their directors or executive officers, hold 10% or more of the paid up capital	315.7	1,134.5
Total	315.7	1,134.5

(Million Baht)

	The Bank	
	2001	2000
	End of Year	End of Year
Loans		
1. Executive officers	23.6	19.3
2. Business entities where the Bank, its directors or executive officers, hold 10% or more of the paid up capital	40,275.0	44,774.1
Total	40,298.6	44,793.4
Contingencies		
1. Executive officers	-	-
2. Business entities where the Bank, its directors or executive officers, hold 10% or more of the paid up capital	315.7	1,134.5
Total	315.7	1,134.5

4.28.2 Related Party

Relationships between the Bank and related parties where control exists as at December 31, consist of:

Company Name	Type of Relationship	% Shareholding		Type of share	Type of Business
		2001	2000		
Thonburi Asset Management Co., Ltd.	Subsidiary	99.99%	99.99%	Ordinary share	Asset Management
Chanthaburi Asset Management Co., Ltd.	Subsidiary	99.99%	99.99%	Ordinary share	Asset Management
Thai Farmers Research Center Co., Ltd.	Subsidiary	99.99%	99.99%	Ordinary share	Service
Progress Land and Buildings Co., Ltd.	Subsidiary	99.99%	99.99%	Ordinary share	Property Development
Kanpai Co., Ltd.	Subsidiary	99.99%	99.99%	Ordinary share	Service
Progress Plus Co., Ltd.	Subsidiary	99.99%	99.99%	Ordinary share	Service
Progress Facilities Management Co., Ltd.	Subsidiary	99.98%	99.98%	Ordinary share	Service
Progress Services Co., Ltd.	Subsidiary	99.97%	99.97%	Ordinary share	Service
Progress Management Co., Ltd.	Subsidiary	99.93%	99.93%	Ordinary share	Service
Progress Storage Co., Ltd.	Subsidiary	99.92%	-	Ordinary share	Service
Progress Appraisal Co., Ltd.	Subsidiary	99.84%	99.84%	Ordinary share	Service
Thai Farmers Asset Management Co., Ltd.	Subsidiary	71.42%	68.85%	Ordinary share	Fund Management
Progress Software Co., Ltd.	Subsidiary	60.00%	60.00%	Ordinary share	Service
Thai Administration Services Co., Ltd.	Subsidiary	51.00%	51.00%	Ordinary share	Service

4.28.3 Significant transactions occurring between the Bank and related parties are summarized as follows:

(Million Baht)

	The Bank	
	December 31, 2001	December 31, 2000
Loans		
Subsidiary Companies		
- Thonburi Asset Management Co., Ltd.		
Beginning balance	23,018.5	22,904.5
Additions	-	1,077.7
Deductions	(2,418.5)	(963.7)
Ending balance	20,600.0	23,018.5
- Chanthaburi Asset Management Co., Ltd.		
Beginning balance	18,366.0	19,838.4
Additions	-	531.1
Deductions	(1,986.0)	(2,003.5)
Ending balance	16,380.0	18,366.0

(Million Baht)

	The Bank	
	December 31, 2001	December 31, 2000
Accrued interest receivables		
Subsidiary Companies		
– Thonburi Asset Management Co., Ltd.	45.5	47.7
– Chanthaburi Asset Management Co., Ltd.	6.1	127.2
Deposits		
Subsidiary Companies		
– Thonburi Asset Management Co., Ltd.	118.2	141.2
– Chanthaburi Asset Management Co., Ltd.	105.1	149.8

(Million Baht)

	The Bank	
	Years Ended December 31,	
	2001	2000
Interest income		
Subsidiary Companies		
– Thonburi Asset Management Co., Ltd.	568.3	805.0
– Chanthaburi Asset Management Co., Ltd.	460.2	645.2

Loans to Thonburi Asset Management Company Limited are 3-month bills with an interest rate equal to interest rate of a 3-month fixed deposit, which deposits are pledged as collateral. As at December 31, 2001 and 2000, the pledged deposits are Baht 118.2 million and Baht 141.2 million, respectively.

Loans to Chanthaburi Asset Management Company Limited are 3-month bills with an interest rate equal to interest rate of a 3-month fixed deposit, which deposits are pledged as collateral. As at December 31, 2001 and 2000, the pledged deposits are Baht 105.1 million and Baht 149.8 million, respectively.

As at December 31, 2001 and 2000, the Bank has provided an allowance for doubtful accounts for Thonburi Asset Management Company Limited, classified as normal loans, amounting to Baht 206.5 million and Baht 230.7 million, respectively.

As at December 31, 2001 and 2000, the Bank has provided an allowance for doubtful accounts for Chanthaburi Asset Management Company Limited, classified as normal loans, amounting to Baht 163.9 million and Baht 184.9 million, respectively.

During the year 2000, the Bank sold loans and accrued interest receivables totaling Baht 852.3 million (allowance for doubtful accounts of Baht 387.0 million has been provided for) to Thonburi Asset Management Company Limited, the Bank's 99.99% owned subsidiary, at the price of Baht 465.3 million.

Income and expenses between the Bank, Thonburi Asset Management Company Limited and Chanthaburi Asset Management Company Limited are charged at cost, except for fee income which are charged at market price.

The Bank has provided an allowance for doubtful accounts for related parties using the same basis as general customers and in accordance with the Bank of Thailand's regulations.

4.28.4 Additional transactions occurring between the Bank and related parties, which are charged at market price as normal business conditions, are as follows:

1. Assets, liabilities and contingencies between the Bank, its subsidiary and associated companies as at December 31, are summarized as follows:

(Million Baht)

	Consolidated		The Bank	
	2001	2000	2001	2000
Loans				
Associated Companies				
– N.C. Associate Co., Ltd.	–	20.0	–	20.0
– Thai Farmers Heller Factoring Co., Ltd.	73.0	168.0	73.0	168.0
Deposits				
Subsidiary Companies				
– Thai Farmers Research Center Co., Ltd.	31.7	30.3	31.7	30.3
– Progress Appraisal Co., Ltd.	27.2	14.0	27.2	14.0
– Progress Land and Buildings Co., Ltd.	–	–	90.2	51.9
– Progress Software Co., Ltd.	19.5	10.9	19.5	10.9
– Thai Administration Services Co., Ltd.	16.9	8.7	16.9	8.7
Associated Companies				
– Processing Center Co., Ltd.	23.6	11.6	23.6	11.6
– Thai Farmers Heller Factoring Co., Ltd.	15.6	20.9	15.6	20.9
Interbank and Money Market Items (Liabilities)				
Subsidiary Company				
– Thai Farmers Assets Management Co., Ltd.	–	–	8.7	587.6
Associated Company				
– Merrill Lynch Phatra Securities Co., Ltd.	3.1	61.1	3.1	61.1
Long-Term Borrowings				
Associated Company				
– Processing Center Co., Ltd.	–	9.9	–	9.9
Other Liabilities				
Subsidiary Companies				
– Progress Software Co., Ltd.	15.3	9.6	15.3	9.6
– Progress Plus Co., Ltd.	12.1	10.7	12.1	10.7
Contingencies				
Subsidiary Company				
– Thai Administration Services Co., Ltd.	79.1	97.7	79.1	97.7
Associated Companies				
– E.S. Industry Co., Ltd.	17.4	16.5	17.4	16.5
– N.C. Associate Co., Ltd.	2.1	13.0	2.1	13.0

Certain subsidiaries and associated companies have entered into 2-year building lease agreements. Rentals are charged at cost. As at December 31, 2001 and 2000, the Bank has rentals according to remaining periods amounting to Baht 5.7 Million and Baht 19.3 million, respectively.

2. Revenues and expenses occurring between the Bank, its subsidiary and associated companies for the years ended December 31, are summarized as follows:

(Million Baht)

	Consolidated		The Bank	
	2001	2000	2001	2000
Subsidiary Companies				
Revenues :				
Dividend income	-	-	31.0	22.3
Fee income	-	-	306.0	27.0
Other income	9.0	7.6	9.0	9.9
Expenses :				
Other expenses	533.2	396.3	533.2	396.3
Associated Companies				
Revenues :				
Interest receivable	4.6	4.6	4.6	4.6
Dividend income	193.0	3.4	193.0	3.4
Fee income	1.9	14.4	1.9	14.4
Expenses :				
Other expenses	28.2	30.7	28.2	30.7

The Bank and Merrill Lynch Phatra Securities Company Limited entered into business sale agreements related to investment management services with Thai Farmers Asset Management Company Limited, the Bank's subsidiary company. The Bank agreed to sell its business in connection with the management of provident fund and private funds to such subsidiary company at the price of Baht 265.3 million and Merrill Lynch Phatra Securities Company Limited agreed to sell its business at the price of Baht 273.9 million, and the whole amount has been received in 2001.

3. Assets, liabilities and contingencies between the Bank and business entities, which the directors and key executive officers and close members of the families have significant influence as at December 31, are summarized as follows:

(Million Baht)

	Consolidated and The Bank	
	2001	2000
Loans		
- Thai Telephone & Telecommunication Public Co., Ltd.	2,649.0	-
- New Imperial Hotel Public Co., Ltd.	1.7	457.0
- Bangkok Intercontinental Hotels Co., Ltd.	313.1	359.0
- Phoenix Pulp & Paper Public Co., Ltd.	75.0	50.0
- Bangkok Glass Industry Co., Ltd.	-	23.2
- Jutha Maritime Public Co., Ltd.	10.0	10.2
- Indo Worth (Thailand) Ltd.	50.0	-
Deposits		
- Sermasuk Public Co., Ltd.	1,098.6	425.4
- Com - Link Co., Ltd.	61.1	348.1
- Muang Thai Life Assurance Co., Ltd.	219.2	202.3
- Jutha Maritime Public Co., Ltd.	-	10.1
- Siam Motors Parts Co., Ltd.	-	41.8
- Mitsubishi Elevator Asia Co., Ltd.	82.2	87.2
- Bangkok Glass Industry Co., Ltd.	48.8	6.0
- Thai British Security Printing Ltd.	18.5	-
Contingencies		
- Phoenix Pulp & Paper Public Co., Ltd.	193.2	985.0
- Dole Thailand Ltd.	39.0	13.4
- Serm Suk Co., Ltd.	13.0	13.0
- Com - Link Co., Ltd.	59.2	-
- Thai British Security Printing Ltd.	26.1	-
- Thai Telephone & Telecommunication Public Co., Ltd.	131.5	-

4. Assets, liabilities and contingencies between the Bank and the directors and key executive officers or the Bank's employees which have authority and responsibility for planning, directing and controlling the activities of the Bank as at December 31, are summarized as follows:

	<i>(Million Baht)</i>	
	Consolidated and The Bank	
	2001	2000
Deposits	484.7	240.6

4.29 Directors' and Executive Benefit

The Bank and its subsidiary companies have not paid other benefits to directors and executives except for the benefits that are normally paid such as directors' fee, directors' bonuses (if any) and income tax, executives salary and bonuses (if any).

4.30 Long-term Lease Agreements

As at December 31, the Bank and its subsidiary companies have entered into land/building lease agreements for branch offices and vehicle lease agreements. The Bank and its subsidiary companies were committed to pay future rentals which are summarized as follows:

Type of Lease Agreement	Remaining of Period	<i>(Million Baht)</i>	
		Consolidated 2001	The Bank 2001
Land/building lease agreements	January 1, 2002 – October 17, 2027	500.9	500.9
Vehicle lease agreements	January 1, 2002 – December 31, 2005	585.4	573.1
Total		1,086.3	1,074.0

Type of Lease Agreement	Remaining of Period	<i>(Million Baht)</i>	
		Consolidated 2000	The Bank 2000
Land/building lease agreements	January 1, 2001 – October 17, 2027	495.5	495.5
Vehicle lease agreements	January 1, 2001 – April 30, 2002	546.2	532.6
Total		1,041.7	1,028.1

4.31 Changes of Accounting Policy

In 2000, accounting policy changes are shown in the financial statements as follows:

1. In the second quarter of 2000, the Bank changed its accounting policy for investments in subsidiaries and associated companies from the cost method to the equity method to conform with Thai Accounting Standard No.44 “Consolidated Financial Statements and Accounting for Investments in the Subsidiaries”, and No. 45 “Accounting for Investments in Associates”. The effects of the change of accounting policy were as follows:

	<i>(Million Baht)</i>	
	Consolidated For the Year Ended December 31, 2000	The Bank For the Year Ended December 31, 2000
Increase (decrease) in investments – net	148.9	(1,541.2)
Decrease in loans and accrued interest receivables – net	(8,637.2)	–
Increase in net income	28.7	1,604.3
Increase in unrealized gain on revaluation of investment	6.0	3.8
Increase in deficit at the beginning of year	8,523.0	3,149.3

The adjustments to the deficit at the beginning of year in the consolidated financial statements for the year ended December 31, 2000 included an adjustment to record the additional allowance for doubtful accounts made on sale of loans to a subsidiary company in 1999. This allowance was previously treated as an intercompany transaction and was reversed in the consolidated financial statements as if no transaction had occurred on the basis of the selling price, which was agreed between the Bank and the subsidiary company. The selling price represented the value determined under the circumstance that there was no fair value benchmark.

2. The Bank fully adopted Thai Accounting Standard No.56, Income Taxes in accounting for deferred tax. This change affected the financial statements as follows:

	<i>(Million Baht)</i>	
	Consolidated and The Bank For the Year Ended December 31, 2000	
Increase in deferred tax liabilities	3,694.1	
Decrease in appraisal surplus	2,841.6	
Decrease in unrealized gain on revaluation of investment	774.2	
Increase in deficit at the beginning of year	54.0	
Decrease in net income	24.3	

3. The Bank changed its accounting method for appraisal surplus shown in the shareholder’s equity; when surpluses arising on the revaluation of fixed assets are realized, the Bank now transfers these directly to retained earnings rather than through the statement of income to conform with the revised Thai Accounting Standard No.32 “Property, Plant and Equipment” . This change affected the financial statements as follows:

	<i>(Million Baht)</i>	
	Consolidated and The Bank For the Year Ended December 31, 2000	
Decrease in net income	85.9	

4.32 The Financial Position and Results of Operations Classified by Domestic and Overseas Business

The financial position and results of operations classified by domestic and overseas are summarized as follows:

1. Financial Position Classified by Types of Business

(Million Baht)

	Consolidated				
	December 31, 2001				
	Domestic Business	Overseas Business	Total	Eliminated Transactions	Total
Total assets	755,580.2	31,462.4	787,042.6	(12,443.6)	774,599.0
Interbank and money					
market items – net (assets)	151,915.1	13,189.8	165,104.9	–	165,104.9
Investments – net	106,291.2	16,809.5	123,100.7	–	123,100.7
Loans	475,211.8	1,275.0	476,486.8	–	476,486.8
Deposits	664,223.3	308.4	664,531.7	–	664,531.7
Interbank and money					
market items (liabilities)	6,230.6	7,592.0	13,822.6	–	13,822.6
Borrowings	39,967.1	8,780.5	48,747.6	–	48,747.6
Contingencies	395,890.1	9,537.6	405,427.7	(19,557.7)	385,870.0

(Million Baht)

	Consolidated				
	December 31, 2000				
	Domestic Business	Overseas Business	Total	Eliminated Transactions	Total
Total assets	745,689.2	29,094.7	774,783.9	(7,271.2)	767,512.7
Interbank and money					
market items – net (assets)	157,435.1	14,607.7	172,042.8	–	172,042.8
Investments – net	83,156.6	12,565.2	95,721.8	–	95,721.8
Loans	494,894.7	1,246.1	496,140.8	–	496,140.8
Deposits	645,692.6	1,304.1	646,996.7	–	646,996.7
Interbank and money					
market items (liabilities)	6,694.5	9,543.3	16,237.8	–	16,237.8
Borrowings	47,467.1	8,584.5	56,051.6	–	56,051.6
Contingencies	377,022.1	10,105.7	387,127.8	(9,915.7)	377,212.1

(Million Baht)

	The Bank				
	December 31, 2001				
	Domestic Business	Overseas Business	Total	Eliminated Transactions	Total
Total assets	755,366.6	31,462.4	786,829.0	(12,443.6)	774,385.4
Interbank and money					
market items-net (assets)	151,406.0	13,189.8	164,595.8	-	164,595.8
Investments - net	96,655.8	16,809.5	113,465.3	-	113,465.3
Loans	464,865.0	1,275.0	466,140.0	-	466,140.0
Deposits	664,537.1	308.4	664,845.5	-	664,845.5
Interbank and money					
market items (liabilities)	6,239.3	7,592.0	13,831.3	-	13,831.3
Borrowings	39,967.1	8,780.5	48,747.6	-	48,747.6
Contingencies	395,890.1	9,537.6	405,427.7	(19,557.7)	385,870.0

(Million Baht)

	The Bank				
	December 31, 2000				
	Domestic Business	Overseas Business	Total	Eliminated Transactions	Total
Total assets	746,253.8	29,094.7	775,348.5	(7,271.2)	768,077.3
Interbank and money					
market items-net (assets)	157,440.1	14,607.7	172,047.8	-	172,047.8
Investments - net	71,212.0	12,565.2	83,777.2	-	83,777.2
Loans	479,473.7	1,246.1	480,719.8	-	480,719.8
Deposits	646,029.5	1,304.1	647,333.6	-	647,333.6
Interbank and money					
market items (liabilities)	7,281.9	9,543.3	16,825.2	-	16,825.2
Borrowings	47,467.1	8,584.5	56,051.6	-	56,051.6
Contingencies	377,022.1	10,105.7	387,127.8	(9,915.7)	377,212.1

2. Results of Operations Classified by Types of Business

(Million Baht)

	Consolidated				
	For the Year Ended December 31, 2001				
	Domestic Business	Overseas Business	Total	Eliminated Transactions	Total
Interest and dividend income	37,662.8	1,757.5	39,420.3	(417.8)	39,002.5
Interest expense	19,901.2	1,943.6	21,844.8	(417.8)	21,427.0
Net income (expense) from interest and dividend	17,761.6	(186.1)	17,575.5	-	17,575.5
Non-interest income	7,662.7	515.6	8,178.3	-	8,178.3
Non-interest expense	23,930.5	143.9	24,074.4	-	24,074.4
Income before income tax	1,493.8	185.6	1,679.4	-	1,679.4

(Million Baht)

	Consolidated				
	For the Year Ended December 31, 2000				
	Domestic Business	Overseas Business	Total	Eliminated Transactions	Total
Interest and dividend income	38,777.9	2,267.5	41,045.4	(118.4)	40,927.0
Interest expense	23,760.7	1,922.5	25,683.2	(118.4)	25,564.8
Net income from interest and dividend	15,017.2	345.0	15,362.2	-	15,362.2
Non-interest income	6,616.9	400.3	7,017.2	(14.7)	7,002.5
Non-interest expense	19,800.9	434.8	20,235.7	(14.7)	20,221.0
Income before income tax	1,833.2	310.5	2,143.7	-	2,143.7

(Million Baht)

	The Bank				
	For the Year Ended December 31, 2001				
	Domestic Business	Overseas Business	Total	Eliminated Transactions	Total
Interest and dividend income	36,478.6	1,757.5	38,236.1	(417.8)	37,818.3
Interest expense	19,901.2	1,943.6	21,844.8	(417.8)	21,427.0
Net income (expense) from interest and dividend	16,577.4	(186.1)	16,391.3	-	16,391.3
Non-interest income	6,487.7	515.6	7,003.3	-	7,003.3
Non-interest expense	21,618.2	143.9	21,762.1	-	21,762.1
Income before income tax	1,446.9	185.6	1,632.5	-	1,632.5

(Million Baht)

	The Bank				
	For the Year Ended December 31, 2000				
	Domestic Business	Overseas Business	Total	Eliminated Transactions	Total
Interest and dividend income	38,598.3	2,267.5	40,865.8	(118.4)	40,747.4
Interest expense	23,760.7	1,922.5	25,683.2	(118.4)	25,564.8
Net income from interest and dividend	14,837.6	345.0	15,182.6	-	15,182.6
Non-interest income	6,294.6	400.3	6,694.9	(14.7)	6,680.2
Non-interest expense	19,368.2	434.8	19,803.0	(14.7)	19,788.3
Income before income tax	1,764.0	310.5	2,074.5	-	2,074.5

4.33 Financial Instruments

A financial instrument is any contract that gives rise to both a financial asset of one enterprise and a financial liability or equity instrument of another enterprise.

Credit risk

Credit risk refers to the risk that a counterparty or a borrower may default on its contractual obligations and agreements. Such default may be caused by the counterparty's inability to pay due to their financial position, or to their intention not to meet the contractual agreements, resulting in a loss to the Bank.

The Bank has implemented credit risk management processes to measure and control credit risk. Through the use of credit risk rating tools for assessing customers' credit risk rating, the Bank is capable of granting more qualified loans is able to determine the appropriate return given the risk level of the loan. In addition, the Bank is able to allocate credit concentration to various business sectors and industries so as to diversify credit risk as a whole.

In the credit approval process, the Bank considers the customer's ability to repay and the borrowing objectives as key factors in the approval and may obtain sufficient collateral or other securities where appropriate as a mean of mitigating the risk of financial losses from defaults. To maximize the effectiveness of the credit approval process, the credit analysis and approval functions are separated from the units responsible for maintaining customer relationships. The Bank also has processes for reviewing customers' credit rating and performance on all approved transactions on a regular basis. For non-performing loans (NPLs), the Bank has closely and continuously monitored, resolved and restructured to retain maximum benefits for the organization.

Of the "loans" item shown in the balance sheet, the Bank's maximum credit loss is the carrying amount of net-loans after deduction of applicable provision for losses without considering the value of collateral. In addition, credit risk may arise from off-balance sheet items-contingencies.

A maturity analysis of off-balance sheet items (contingencies) as at December 31, 2001 and 2000 are as follows:

(Million Baht)

	Consolidated and The Bank					
	2001					
	At Call	Less than 6 months	6 months to 1 Year	Over 1 Year	No Maturity	Total
Aval of bills	-	223.0	-	-	-	223.0
Letters of indemnity-borrowings	254.9	301.1	21.5	1,167.3	7,120.4	8,865.2
Other guarantees	2,856.1	5,960.6	5,445.8	1,862.7	12,866.5	28,991.7
Letters of credit	-	6,529.4	-	-	-	6,529.4

(Million Baht)

	Consolidated and The Bank					
	2000					
	At Call	Less than 6 months	6 months to 1 Year	Over 1 Year	No Maturity	Total
Aval of bills	-	364.5	-	-	-	364.5
Letters of indemnity-borrowings	1,326.1	24.2	227.0	2,125.9	8,449.6	12,152.8
Other guarantees	2,385.6	5,506.6	5,080.3	2,424.1	15,312.0	30,708.6
Letters of credit	-	7,037.8	-	-	-	7,037.8

Market risk

Market risk is the risk that changes in interest rates, foreign exchange rates, or securities prices will have an effect on the Bank's funding costs, investment position, and foreign currency position, resulting in losses to the Bank. Market risk for the Bank can be categorized as foreign exchange risk, equity position risk and interest rate risk.

1. Foreign exchange risk

Foreign exchange risk is a risk that occurs from the change in exchange rates which may affect the value of the Bank's financial instruments or may cause volatility in the Bank's earnings or fluctuations in the value of the Bank's assets and liabilities.

The Bank engages in foreign exchange related transactions, which may create foreign exchange risk. However, the Bank believes that such risk is low, as most foreign currency transactions are completed with customers' underlying transactions. The Bank's policy is to minimize foreign exchange risk by closing foreign exchange position on a daily basis. Management of foreign exchange risk is under the supervision of the Asset and Liability Management Sub-Committee.

2. Equity position risk

Equity position risk is a risk that arises from the change in the price of equity or common stock which may cause volatility in the Bank's earnings or fluctuations in the value of the Bank's financial assets.

The Bank's policy is not to increase its equity investment, but to divest any equity position which is not directly related to the main banking business. The Bank manages and monitors the market situation closely in order to acquire supportive information for proper management and retain maximum benefits for the Bank.

3. Interest rate risk

Interest rate risk refers to the risk that arises from the change in interest rates which may affect the value of the Bank's financial instruments or may cause volatility in the Bank's earnings or fluctuation in the value of the Bank's financial assets and liabilities both in the current reporting period and in future years. Interest rate risk also arises from the structure and characteristics of the Bank's assets, liabilities and equities.

Most of the Bank's credit is based on the Bank's floating interest rates (MLR, MOR, and MRR). Deposit interest rates are in line with the announcements made by the Bank. As a result, the interest rate risk faced by the Bank is generally low. However, the Bank actively manages such risk by adjusting the assets and liabilities structure that will maximize the return under the acceptable risk level, and best fit current market conditions and trends. Management of interest rate risk is under the supervision of the Bank's Asset and Liability Management Sub-Committee.

An analysis of loans (including financial institutions) for fixed and floating interest rates (MLR, MOR, and MRR) as at December 31, are as follows:

(Million Baht)

	Consolidated		The Bank	
	2001	2000	2001	2000
Fixed interest rate	65,106.5	34,207.8	58,589.5	30,681.2
Floating interest rate	424,027.3	470,871.2	420,197.5	458,976.8
Total Loans (including financial institutions)	489,133.8	505,079.0	478,787.0	489,658.0

The following are interest-earning financial assets and interest-bearing financial liabilities of the Bank and its subsidiaries which average balances are calculated by using beginning and ending balances. The average interest and dividend rates represent the years ended December 31, 2001 and 2000 respectively:

(Million Baht)

	Consolidated					
	2001			2000		
	Average Balance	Interest and Dividend Income/Expense	Average Rate (%)	Average Balance	Interest and Dividend Income/Expense	Average Rate (%)
Interest – earning Financial Assets						
Interbank and money market items	168,614.6	5,109.7	3.03	133,673.2	4,838.8	3.62
Securities purchased under resale agreements	1,950.0	145.4	7.46	12,000.0	594.6	4.96
Investments	114,796.4	5,509.7	4.80	106,895.1	6,089.4	5.70
Loans	486,313.8	28,237.7	5.81	500,917.6	29,404.2	5.87
Total	771,674.8	39,002.5	5.05	753,485.9	40,927.0	5.43
Interest-bearing Liabilities						
Deposits	655,764.2	14,619.5	2.23	627,775.1	18,329.4	2.92
Interbank and money market items	15,030.2	1,012.6	6.74	19,981.6	1,330.3	6.66
Securities sold under repurchase agreements	5.0	20.7	1.06	5.0	0.4	0.89
Borrowings	52,399.6	5,774.1	11.02	55,480.1	5,904.7	10.64
Total	723,199.0	21,426.9	2.96	703,241.8	25,564.8	3.64

	The Bank					
	2001			2000		
	Average Balance	Interest and Dividend Income/ Expense	Average Rate (%)	Average Balance	Interest and Dividend Income/ Expense	Average Rate (%)
Interest – earning Financial Assets						
Interbank and money market items	168,362.6	5,101.5	3.03	133,416.3	4,827.1	3.62
Securities purchased under resale agreements	1,950.0	145.4	7.46	12,000.0	594.6	4.96
Investments	101,643.9	4,615.1	4.54	92,056.8	5,039.7	5.47
Loans	473,429.9	27,956.3	5.91	485,599.5	30,286.0	6.24
Total	745,386.4	37,818.3	5.07	723,072.6	40,747.4	5.63
Interest-bearing Liabilities						
Deposits	656,089.6	14,619.5	2.23	628,033.6	18,329.4	2.92
Interbank and money market items	15,328.3	1,012.6	6.61	20,279.7	1,330.3	6.56
Securities sold under repurchase agreements	5.0	20.7	1.06	5.0	0.4	0.89
Borrowings	52,399.6	5,774.1	11.02	55,480.1	5,904.7	10.64
Total	723,822.5	21,426.9	2.96	703,798.4	25,564.8	3.63

Financial assets and liabilities classified by maturity of interest repricing as at December 31, 2001 and 2000 are as follows:

(Million Baht)

	Consolidated 2001						
	Immediate Repricing	Less than 6 months	6 months to 1 Year	Over 1 Year	Non-interest bearing	Stop accrued	Total
Cash	-	-	-	-	12,142.5	-	12,142.5
Interbank and money market items (assets)	1,063.3	159,333.5	221.1	412.6	4,090.4	-	165,120.9
Securities purchased under resale agreements	-	3,700.0	-	-	-	-	3,700.0
Investments	531.9	22,354.9	3,016.0	73,319.5	8,975.2	19,636.6	127,834.1
Loans	275,124.1	15,039.0	2,862.9	1,339.5	1,473.8	180,647.5	476,486.8
Customers' liability under acceptances	-	-	-	-	611.5	-	611.5
Deposits	242,020.3	362,772.4	31,317.4	6,544.8	21,876.8	-	664,531.7
Interbank and money market items (liabilities)	1,038.6	5,117.6	6,113.3	-	1,553.1	-	13,822.6
Borrowings	-	-	-	48,747.6	-	-	48,747.6
Bank's liability under acceptances	-	-	-	-	611.5	-	611.5

(Million Baht)

	Consolidated 2000						
	Immediate Repricing	Less than 6 months	6 months to 1 Year	Over 1 Year	Non-interest bearing	Stop accrued	Total
Cash	-	-	-	-	11,959.1	-	11,959.1
Interbank and money market items (assets)	2,345.4	167,171.6	527.8	335.7	1,727.9	-	172,108.4
Securities purchased under resale agreements	-	200.0	-	-	-	-	200.0
Investments	-	13,285.5	8,278.0	46,811.7	10,306.1	23,077.3	101,758.6
Loans	221,798.2	73,451.6	109.8	1,088.9	1,138.6	198,553.7	496,140.8
Customers' liability under acceptances	-	-	-	-	705.7	-	705.7
Deposits	211,065.9	386,680.0	22,150.6	11,442.3	15,657.9	-	646,996.7
Interbank and money market items (liabilities)	1,483.7	953.7	4,036.9	7,511.4	2,252.1	-	16,237.8
Securities sold under repurchase agreements	-	10.0	-	-	-	-	10.0
Borrowings	-	-	7,500.0	48,551.6	-	-	56,051.6
Bank's liability under acceptances	-	-	-	-	705.7	-	705.7

(Million Baht)

	The Bank 2001						
	Immediate Repricing	Less than 6 months	6 months to 1 Year	Over 1 Year	Non-interest bearing	Stop accrued	Total
Cash	-	-	-	-	12,142.4	-	12,142.4
Interbank and money market items (assets)	948.1	158,938.8	221.1	412.6	4,091.2	-	164,611.8
Securities purchased under resale agreements	-	3,700.0	-	-	-	-	3,700.0
Investments	531.9	22,354.9	3,016.0	73,135.4	15,423.9	1,324.4	115,786.5
Loans	275,124.1	52,019.0	2,862.9	1,339.5	1,473.8	133,320.7	466,140.0
Customers' liability under acceptances	-	-	-	-	611.5	-	611.5
Deposits	242,110.5	362,772.4	31,317.4	6,544.8	22,100.4	-	664,845.5
Interbank and money market items (liabilities)	1,047.3	5,117.6	6,113.3	-	1,553.1	-	13,831.3
Borrowings	-	-	-	48,747.6	-	-	48,747.6
Bank's liability under acceptances	-	-	-	-	611.5	-	611.5

(Million Baht)

	The Bank 2000						
	Immediate Repricing	Less than 6 months	6 months to 1 Year	Over 1 Year	Non-interest bearing	Stop accrued	Total
Cash	-	-	-	-	11,959.1	-	11,959.1
Interbank and money market items (assets)	2,345.6	167,167.8	527.8	335.7	1,736.5	-	172,113.4
Securities purchased under resale agreements	-	200.0	-	-	-	-	200.0
Investments	-	13,285.5	8,278.0	46,811.7	18,470.9	655.2	87,501.3
Loans	221,798.2	114,836.0	109.8	1,088.9	1,138.6	141,748.3	480,719.8
Customers' liability under acceptances	-	-	-	-	705.7	-	705.7
Deposits	211,117.8	386,680.0	22,150.6	11,442.3	15,942.9	-	647,333.6
Interbank and money market items (liabilities)	2,071.1	953.7	4,036.9	7,511.4	2,252.1	-	16,825.2
Securities sold under repurchase agreements	-	10.0	-	-	-	-	10.0
Borrowings	-	-	7,500.0	48,551.6	-	-	56,051.6
Bank's liability under acceptances	-	-	-	-	705.7	-	705.7

Liquidity risk

Liquidity risk is the risk that the Bank may not be able to meet its obligations as they fall due, become unable to realise its assets, or to cover funding requirements at an appropriate price which results in losses to the Bank.

The Bank manages its liquidity position under the Bank of Thailand's liquidity reserve and other applicable regulations. The Treasury Department is accountable for managing the liquidity position by providing short-term and long-term funding sources as well as investing in highly liquid assets in both domestic and foreign currencies. The Bank also ensures that its liquidity position is suitable and sufficient for the current and foreseeable market conditions. Management of liquidity risk is supervised by the Asset and Liabilities Management Sub-committee.

A maturity analysis of financial assets and liabilities as at December 31, 2001 and 2000 are as follows:

(Million Baht)

	Consolidated					
	2001					
	At Call	Less than 6 months	6 months to 1 Year	Over 1 Year	No Maturity	Total
Cash	-	-	-	-	12,142.5	12,142.5
Interbank and money market items (assets)	4,714.8	159,389.1	221.1	412.6	383.3	165,120.9
Securities purchased under resale agreements	-	3,700.0	-	-	-	3,700.0
Investments	11,764.5	18,989.8	5,974.1	82,183.0	8,922.7	127,834.1
Loans	192,501.6	101,196.2	9,074.9	173,714.1	-	476,486.8
Customers' liability under acceptances	-	611.5	-	-	-	611.5
Deposits	263,897.1	362,772.4	31,317.4	6,544.8	-	664,531.7
Interbank and money market items (liabilities)	2,591.7	5,117.6	6,113.3	-	-	13,822.6
Borrowings	-	-	-	28,780.5	19,967.1	48,747.6
Bank's liability under acceptances	-	611.5	-	-	-	611.5

(Million Baht)

	Consolidated					
	2000					
	At Call	Less than 6 months	6 months to 1 Year	Over 1 Year	No Maturity	Total
Cash	-	-	-	-	11,959.1	11,959.1
Interbank and money market items (assets)	3,647.1	167,205.4	527.8	335.7	392.4	172,108.4
Securities purchased under resale agreements	-	200.0	-	-	-	200.0
Investments	976.8	8,712.6	9,293.6	72,595.9	10,179.7	101,758.6
Loans	213,229.3	94,010.6	7,868.7	181,032.2	-	496,140.8
Customers' liability under acceptances	-	705.7	-	-	-	705.7
Deposits	226,723.8	386,680.0	22,150.6	11,442.3	-	646,996.7
Interbank and money market items (liabilities)	3,735.8	953.7	4,036.9	7,511.4	-	16,237.8
Securities sold under repurchase agreements	-	10.0	-	-	-	10.0
Borrowings	-	-	7,500.0	28,584.5	19,967.1	56,051.6
Ban's liability under acceptances	-	705.7	-	-	-	705.7

(Million Baht)

	The Bank					
	2001					
	At Call	Less than 6 months	6 months to 1 Year	Over 1 Year	No Maturity	Total
Cash	-	-	-	-	12,142.4	12,142.4
Interbank and money market items (assets)	4,600.5	158,994.3	221.1	412.6	383.3	164,611.8
Securities purchased under resale agreements	-	3,700.0	-	-	-	3,700.0
Investments	655.2	18,783.6	5,555.1	75,421.2	15,371.4	115,786.5
Loans	161,795.2	135,036.2	7,895.1	161,413.5	-	466,140.0
Customers' liability under acceptances	-	611.5	-	-	-	611.5
Deposits	264,210.9	362,772.4	31,317.4	6,544.8	-	664,845.5
Interbank and money market items (liabilities)	2,600.4	5,117.6	6,113.3	-	-	13,831.3
Borrowings	-	-	-	28,780.5	19,967.1	48,747.6
Bank's liability under acceptances	-	611.5	-	-	-	611.5

(Million Baht)

	The Bank 2000					
	At Call	Less than 6 months	6 months to 1 Year	Over 1 Year	No Maturity	Total
Cash	-	-	-	-	11,959.1	11,959.1
Interbank and money market items (assets)	3,652.2	167,205.3	527.8	335.7	392.4	172,113.4
Securities purchased under resale agreements	-	200.0	-	-	-	200.0
Investments	976.8	8,712.6	9,293.6	50,058.1	18,460.2	87,501.3
Loans	173,139.6	133,597.6	7,083.1	166,899.5	-	480,719.8
Customers' liability under acceptances	-	705.7	-	-	-	705.7
Deposits	227,060.7	386,680.0	22,150.6	11,442.3	-	647,333.6
Interbank and money market items (liabilities)	4,323.2	953.7	4,036.9	7,511.4	-	16,825.2
Securities sold under repurchase agreements	-	10.0	-	-	-	10.0
Borrowings	-	-	7,500.0	28,584.5	19,967.1	56,051.6
Bank's liability under acceptances	-	705.7	-	-	-	705.7

Fair value

Fair value is the estimated value that the Bank and its subsidiaries could receive from selling their financial assets or the estimated cost of redeeming their financial liabilities. Fair values are based on market value or estimated values derived from using general market principles of calculation.

The following is a summary of carrying amounts and estimated fair values of financial assets and liabilities as at December 31.

(Million Baht)

	Consolidated			
	2001		2000	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial Assets				
Cash	12,142.5	12,142.5	11,959.1	11,959.1
Interbank and money market items – net	165,104.9	165,104.9	172,042.8	172,042.8
Securities purchased under resale agreements	3,700.0	3,700.0	200.0	200.0
Investments – net	123,100.7	124,299.1	95,721.8	96,959.4
Loans and accrued interest receivables – net	425,452.3	425,452.3	442,929.3	442,929.3
Customers' liability under acceptances	611.5	611.5	705.7	705.7
Financial Liabilities				
Deposits	664,531.7	664,531.7	646,996.7	646,996.7
Interbank and money market items	13,822.6	13,822.6	16,237.8	16,237.8
Liabilities payable on demand	3,455.5	3,455.5	2,250.8	2,250.8
Securities sold under repurchase agreements	-	-	10.0	10.0
Borrowings	48,747.6	48,391.0	56,051.6	55,283.8
Bank's liability under acceptances	611.5	611.5	705.7	705.7
Accrued interest payable	3,685.2	3,685.2	4,153.6	4,153.6

	The Bank			
	2001		2000	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial Assets				
Cash	12,142.4	12,142.4	11,959.1	11,959.1
Interbank and money market items – net	164,595.8	164,595.8	172,047.8	172,047.8
Securities purchased under resale agreements	3,700.0	3,700.0	200.0	200.0
Investments – net	113,465.3	114,663.6	83,777.2	85,014.8
Loans and accrued interest receivables – net	439,542.6	439,542.6	458,203.8	458,203.8
Customers' liability under acceptances	611.5	611.5	705.7	705.7
Financial Liabilities				
Deposits	664,845.5	664,845.5	647,333.6	647,333.6
Interbank and money market items	13,831.3	13,831.3	16,825.2	16,825.2
Liabilities payable on demand	3,455.5	3,455.5	2,250.8	2,250.8
Securities sold under repurchase agreements	–	–	10.0	10.0
Borrowings	48,747.6	48,391.0	56,051.6	55,283.8
Bank's liability under acceptances	611.5	611.5	705.7	705.7
Accrued interest payable	3,685.2	3,685.2	4,153.6	4,153.6

The following methods and assumptions were used by the Bank in estimating fair values of financial assets and liabilities as disclosed herein:

The fair values of cash, interbank and money market items (assets and liabilities), securities purchased under resale agreements, customers' liability under acceptances, liabilities payable on demand, securities sold under repurchase agreements, bank's liability under acceptances and accrued interest payables are stated at their carrying values at the reporting date.

The fair values of held-for-trading investments, available-for-sale investments and held-to-maturity investments are stated according to the Bank's policy mentioned in Note 3.4.

The fair value of general investments are stated at cost, net of allowance for their impairment.

The fair values of loans and accrued interest receivables are based on the carrying values of loans and accrued interest receivables, net of allowance for doubtful accounts, and since most loans are floating rate ones.

The carrying values of deposits are usually approximate fair values, except for negotiable certificates of deposit (NCD) for which fair value is calculated by using the expected yield of borrowings.

The fair values of borrowings are estimated by using market values.

Derivatives

The Bank enters into derivative transactions for the following main reasons:

1. Hedging of the Bank's exposure to financial risks.

Hedgings activities are designed to reduce or eliminate exchange rate and/or interest rate risk related to the Bank's financial assets, liabilities, contingent accounts or expected transactions in the future.

The derivatives under this purpose are Forward Exchange Contracts, Cross Currency Swaps and Interest Rate Swaps.

The Bank controls credit risk on derivatives transactions by using procedures similar to those used when granting general loans.

2. Hedging of the customer's exposure to financial risks.

At the request of a customer, the Bank will enter into certain derivative contracts in order for customers to hedge financial risk. The Bank uses appropriate hedging tools to gain from price differences or net market price changes.

The derivatives under this purpose are Forward Exchange Contracts, Cross Currency Swaps and Interest Rate Swaps.

The market risk of derivative transactions for hedging the customer's exposure comprises exchange rate risk and interest rate risk. To minimize risks, the Bank's policy is to conduct full-amount hedges with customers or counter parties. The Bank controls credit risk and liquidity risk by using procedures to those used when granting general loans.

3. Trading Purposes

The objective of derivatives for trading purposes is to gain from price movements in the short-term market.

The derivatives under this purpose are Forward Exchange Contracts, Cross Currency Swaps and Interest Rate Swaps.

The Bank controls credit risk and liquidity risk by using procedures to those used when granting general loans.

Derivatives as at December 31, are as follows:

(Million Baht)

	Consolidated and The Bank			
	2001			
	Notional Amount			Fair Value
Less than 1 year	More than 1 year	Total		
Forward Exchange Contracts	222,823.5	306.8	223,130.3	708.5
Cross Currency Swaps	4,828.1	1,763.1	6,591.2	977.0
Interest Rate Swaps	794.3	2,084.0	2,878.3	26.9
Total	228,445.9	4,153.9	232,599.8	1,712.4

(Million Baht)

	Consolidated and The Bank			
	2000			
	Notional Amount			Fair Value
Less than 1 year	More than 1 year	Total		
Forward Exchange Contracts	214,542.7	106.3	214,649.0	(4,974.2)
Cross Currency Swaps	1,885.9	6,446.3	8,332.2	1,009.5
Interest Rate Swaps	-	801.5	801.5	57.6
Total	216,428.6	7,354.1	223,782.7	(3,907.1)

4.34 Reclassification of Accounts

Certain accounts in the financial statements for the year 2000 have been reclassified to conform with the presentation in the financial statements for the year 2001.



Operating Results for the Year 2001

The Board of Directors presented the following operating results :

	<i>(Baht)</i>
Deficit brought forward from December 31, 2000	(88,173,511,823.92)
Net income for the year 2001	1,008,450,264.49
Amortization of appraisal surplus	163,580,374.46
Total deficit carried forward	(87,001,481,184.97)

No dividend was paid for the year 2001



Financial Summary

The Bank

(Million Baht)

	2001	2000	1999	1998	1997
Assets					
Cash	12,142	11,959	14,612	9,400	10,227
Interbank and money market items	164,596	172,048	94,767	69,068	87,195
Securities purchased under resale agreements	3,700	200	23,800	39,475	33,475
Investments-net	113,465	83,777	87,040	52,893	39,243
Loans (less Allowance for doubtful accounts and Revaluation allowance for debt restructuring)	437,440	455,810	467,089	490,672	581,873
Accrued interest receivables	2,103	2,231	2,607	8,713	8,723
Properties foreclosed-net	11,634	12,670	6,705	1,561	1,458
Customers' liability under acceptances	612	706	845	1,054	2,288
Premises and equipment-net	22,173	22,290	18,851	19,880	20,452
Other assets	6,520	6,386	8,380	11,723	10,451
Total Assets	774,385	768,077	724,696	704,439	795,385
Liabilities and Shareholders' Equity					
Deposits	664,846	647,334	608,734	579,333	588,414
Interbank and money market items	13,831	16,825	23,734	41,842	106,903
Liability payable on demand	3,456	2,251	3,643	2,838	2,988
Securities sold under repurchase agreements	-	10	-	-	309
Short-term borrowings	-	7,500	-	-	-
Long-term borrowings	48,748	48,551	54,908	14,773	16,861
Bank's liability under acceptances	612	706	845	1,054	2,288
Other liabilities	15,821	19,320	11,813	13,267	20,814
Total liabilities	747,314	742,497	703,677	653,107	738,577
Shareholders' equity	27,071	25,580	21,019	51,332	56,808
Total Liabilities and Shareholders' Equity	774,385	768,077	724,696	704,439	795,385

Material Commitments

18,399

22,826

23,020

35,192

60,294

The Bank

(Million Baht)

	2001	2000	1999	1998	1997*
Interest and dividend income	37,818	40,747	44,223	76,350	80,234
Interest expense	21,427	25,565	34,219	62,873	52,359
Net income from interest and dividend	16,391	15,182	10,004	13,477	27,875
Bad debt and doubtful accounts (reversal)	(1,101)	(4,404)	47,352	38,580	16,810
Loss on debt restructuring	2,391	4,404	-	-	-
Net income (loss) from interest and dividend after bad debt and doubtful accounts and loss on debt restructuring	15,101	15,182	(37,348)	(25,103)	11,065
Non-interest income	7,003	6,680	3,662	9,833	9,444
Non-interest expenses	20,472	19,788	20,138	26,620	19,479
Income (loss) before income tax	1,632	2,074	(53,824)	(41,890)	1,030
Income tax expense	624	810	2,596	(1,731)	229
Net Income (loss)	1,008	1,264	(56,420)	(40,159)	801
Basic earnings (loss) per share (Baht)	0.43	0.54	(30.10)	(24.54)	0.66

Financial statements from 1997–1999 are presented in accordance with the Commerce Ministerial Regulation No.7 (B.E. 2539).

Financial statements from 2000–2001 are presented in accordance with the announcements of the Bank of Thailand dated May 10, 2001.

* Financial statements are presented using the cost method.



Other Information

General Information on the Thai Farmers Bank Public Company Limited

The Thai Farmers Bank Public Company Limited delivers all types of banking services designated in the Commercial Banking Act and other related regulations as enforced by the Bank of Thailand. Its head office is located at Number 1, Thai Farmers Lane, Ratburana Road, Ratburana District, Bangkok 10140. The public company registration is No.105, homepage: <http://www.gotoTFB.com>,

telephone No. 0 2470-1122 and 0 2470-1199, and facsimile: 0 2470-1144. As of December 31, 2001, the Bank possessed total paid-up capital of 23,530,947,170 Baht, comprising of 2,352,547,372 ordinary shares, with a par value of 10 Baht each, totaling 23,525,473,720 Baht, and 547,345 class A preferred shares, with a par value of 10 Baht each, totaling 5,473,450 Baht.

Investments of the Thai Farmers Bank Public Company Limited in Other Companies

The following is a list of companies in which TFB, as of December 31, 2001 made investments in the form of stockholding of 10 percent or more of the total number of stocks issued.

Name of Company	Location of Corporate Headquarters	Type of Business	Total Number of Stocks Issued	Total Number of Stocks Held	Proportion of Total Stocks Held (%)	Type of Stock
1 KANPAI CO., LTD. Tel. 0 2273-3898 Fax. 0 2270-1261	Bangkok	Services	200,000	199,993	100.00	Common Stock
2 PROGRESS PLUS CO., LTD. Tel. 0 2273-2840 Fax. 0 2270-1272	Bangkok	Services	230,000	229,993	100.00	Common Stock
3 CHANTHABURI ASSET MANAGEMENT CO., LTD. Tel. 0 2693-2020 Fax. 0 2693-2359	Bangkok	Services	500,000,000	499,999,993	99.99	Common Stock
4 THONBURI ASSET MANAGEMENT CO., LTD. Tel. 0 2470-2836-7 Fax. 0 2470-2841	Bangkok	Services	800,000,000	799,999,993	99.99	Common Stock
5 PROGRESS LAND AND BUILDINGS CO., LTD. Tel. 0 2273-3884 Fax. 0 2273-3883	Bangkok	Real Estate Development	20,000,000	19,999,992	99.99	Common Stock
6 THAI FARMERS RESEARCH CENTER CO., LTD. Tel. 0 2273-1874 Fax. 0 2270-1569	Bangkok	Services	100,000	99,993	99.99	Common Stock
7 PROGRESS FACILITIES MANAGEMENT CO., LTD. Tel. 0 2273-3289-91 Fax. 0 2273-3292	Bangkok	Services	50,000	49,993	99.99	Common Stock
8 PROGRESS SERVICE CO., LTD. Tel. 0 2273-3293-4 Fax. 0 2273-3292	Bangkok	Services	20,000	19,993	99.97	Common Stock
9 PROGRESS MANAGEMENT CO., LTD. Tel. 0 2273-2499 Fax. 0 2270-2600-1	Bangkok	Services	60,000	59,958	99.93	Common Stock
10 PROGRESS APPRAISAL CO., LTD. Tel. 0 2273-3264 Fax. 0 2270-1052-3	Bangkok	Services	5,000	4,992	99.84	Common Stock

Name of Company	Location of Corporate Headquarters	Type of Business	Total Number of Stocks Issued	Total Number of Stocks Held	Proportion of Total Stocks Held (%)	Type of Stock
11 PROGRESS STORAGE CO., LTD. Tel. 0 2273-3267 Fax. 0 2278-5035	Bangkok	Services	10,000	9,992	99.92	Common Stock
12 PHATRA REAL ESTATE PUBLIC CO., LTD. Tel. 0 2693-3990-9 Fax. 0 2693-3950	Bangkok	Real Estate Development	383,406,405	276,840,487	72.21	Preferred Stock
13 THAI FARMERS ASSET MANAGEMENT CO., LTD. Tel. 0 2693-2300 Fax. 0 2693-2320	Bangkok	Fund Management	27,154,274	19,394,156	71.42	Common Stock
14 PHOENIX PULP & PAPER PUBLIC CO., LTD. Tel. 0 2391-9270 Fax. 0 2255-3999	Bangkok	Agro-Industry	9,806,380	6,650,630	67.82	Preferred Stock
15 PROGRESS SOFTWARE CO., LTD. Tel. 0 2273-3829-30 Fax. 0 2270-1197	Bangkok	Services	100,000	60,000	60.00	Common Stock
16 THAI ADMINISTRATION SERVICES CO., LTD. Tel. 0 2636-1885 Fax. 0 2636-1885	Bangkok	Services	10,000,000	5,099,997	51.00	Common Stock
17 MERRILL LYNCH PHATRA SECURITIES CO., LTD. Tel. 0 2265-1321 Fax. 0 2275-3666	Bangkok	Financial Institution	250,000,000	122,499,993	49.00	Common Stock
18 BUSINESS VENTURE PROMOTION CO., LTD. Tel. 0 2655-2052-4 Fax. 0 2655-2055	Bangkok	Joint Venture	12,000,000	3,900,000	32.50	Common Stock
19 FUEL PIPELINE TRANSPORTATION LTD. Tel. 0 2574-6180-3 Fax. 0 2574-6101	Bangkok	Fuel Pipeline Transportation	7,960,000	2,481,138	31.17	Preferred Stock
20 PROCESSING CENTER CO., LTD. Tel. 0 2237-6330-4 Fax. 0 2237-6340	Bangkok	Services	100,000	30,000	30.00	Common Stock
21 THE BANGKOK INTERCONTINENTAL HOTELS LTD. Tel. 0 2251-1890 Fax. 0 2255-3939	Bangkok	Services	1,000,000	298,700	29.87	Preferred Stock
22 N.C. ASSOCIATE CO., LTD. Tel. 0 2661-5200 Fax. 0 2661-4136	Bangkok	Agro-Industry	10,000	2,823	28.23	Common Stock
23 RURAL CAPITAL PARTNERS CO., LTD. Tel. 0 2318-3958 Fax. 0 2319-3959	Bangkok	Joint Venture	1,000,000	275,000	27.50	Common Stock
24 WTA (THAILAND) CO., LTD. Tel. 0 2699-1609 Fax. 0 2643-1881	Bangkok	Joint Venture	1,000	249	24.90	Common Stock
25 PROGRESS INFORMATION CO., LTD. Tel. 0 2263-8050 Fax. 0 2263-8051	Bangkok	Business	1,000,000	200,000	20.00	Common Stock
26 THAI FARMERS HELLER FACTORING CO., LTD. Tel. 0 2276-2030-2 Fax. 0 2275-5165	Bangkok	Factoring	1,600,000	319,999	20.00	Common Stock
27 M. GRAND HOTEL. CO., LTD. Tel. 0 2617-1949 Fax. 0 2617-1940-1	Bangkok	Hotel	100,000,000	20,000,000	20.00	Common Stock
28 E.S. INDUSTRIES CO., LTD. Tel. 0 2516-9124-8 Fax. 0 2516-9202	Pathum Thani	Textiles	1,100,000	220,000	20.00	Common Stock

Name of Company	Location of Corporate Headquarters	Type of Business	Total Number of Stocks Issued	Total Number of Stocks Held	Proportion of Total Stocks Held (%)	Type of Stock
29 UNITAS CO., LTD. Tel. 0 2249-0491 Fax. 0 2249-0503	Bangkok	Joint Venture	100,000	19,990	19.99	Common Stock
30 PHATRA REAL ESTATE PUBLIC CO.,LTD. Tel. 0 2693-3990-9 Fax. 0 2693-3950	Bangkok	Real Estate Development	96,000,000	16,500,000	17.19	Common Stock
31 PHATRA LEASING PUBLIC CO., LTD. Tel. 0 2693-2288 Fax. 0 2693-2299	Bangkok	Leasing	30,000,000	4,933,800	16.45	Common Stock
32 MANAGER MEDIA GROUP CO., LTD. Tel. 0 2281-8333 Fax. 0 2280-0724	Bangkok	Services	62,500,000	10,237,643	16.38	Common Stock
33 PHOENIX PULP & PAPER PUBLIC CO., LTD. Tel. 0 2391-9270 Fax. 0 2255-3999	Bangkok	Agro-Industry	110,193,620	17,154,724	15.57	Common Stock
34 PATTANADHORN CO., LTD. Tel. 0 2249-0491 Fax. 0 2249-8393	Bangkok	Joint Venture	1,000,000	155,000	15.50	Common Stock
35 SIAM TECHNO CITY CO., LTD. Tel. 0 2652-3000 Fax. 0 2652-3011-12	Bangkok	Real Estate Development	10,000,000	1,500,000	15.00	Common Stock
36 PHATRA INSURANCE PUBLIC CO., LTD. Tel. 0 2276-2030-2 Fax. 0 2276-2064	Bangkok	Insurance	20,000,000	2,364,900	11.82	Common Stock
37 AMERICAN APPRAISAL (THAILAND) CO., LTD. Tel. 0 2675-8403-15 Fax. 0 2675-8427-8	Bangkok	Services	10,000	1,165	11.65	Common Stock
38 THE ROYAL CERAMIC INDUSTRY PUBLIC CO., LTD. Tel. 0 2332-0352-67 Fax. 0 2332-0372-4	Bangkok	Industry	31,428,571	3,283,148	10.45	Common Stock
39 DKB LEASING (THAILAND) CO., LTD. Tel. 0 2266-6431-6 Fax. 0 2266-6440	Bangkok	Leasing	60,000	6,000	10.00	Common Stock
40 E.C.LEASING CO., LTD. Tel. 0 2664-1366 Fax. 0 2664-1367	Bangkok	Leasing	100,000	10,000	10.00	Common Stock
41 TELESAT CORPORATION CO., LTD. Tel. 0 2682-6111 Fax. 0 2682-6306	Bangkok	Telecommunications	30,000,000	3,000,000	10.00	Common Stock
42 DIRECT MARKETING SERVICES PUBLIC CO., LTD. Tel. 0 2436-9000 Fax. 0 2436-9029	Bangkok	Services	500,000	50,000	10.00	Common Stock
43 PHATRA TRAINING CENTER CO., LTD. Tel. 0 2693-3990-9 Fax. 0 2693-3950	Bangkok	Services	50,000	5,000	10.00	Common Stock
44 ZIN SUAPAH CO., LTD. Tel. 0 2221-5895 Fax. 0 2224-4499	Bangkok	Services	6,000	600	10.00	Common Stock
45 SEACON DEVELOPMENT CO., LTD. Tel. 0 2721-8888 Fax. 0 2721-9444	Bangkok	Real Estate Development	5,740,000	574,000	10.00	Common Stock
46 BAAN SOMTHAVIL CO., LTD. Tel. 0 2332-0352 Fax. 0 2332-0372-4	Bangkok	Real Estate Development	1,000,000	100,000	10.00	Common Stock

Name of Company	Location of Corporate Headquarters	Type of Business	Total Number of Stocks Issued	Total Number of Stocks Held	Proportion of Total Stocks Held (%)	Type of Stock
47 MOJDARA ESTATE CO., LTD. Tel. 0 2251-2526-7 Fax. 0 2252-6837	Bangkok	Real Estate Development	200,000	20,000	10.00	Common Stock
48 SUN VALLEY CO., LTD. Tel. 0 2226-3390 Fax. 0 2222-9021	Bangkok	Real Estate Development	1,000,000	100,000	10.00	Common Stock
49 KINGHILL LTD. Tel. (852) 2868-9316 Fax. (852) 2525-7809	Hongkong	Commerce	100,000,000	10,000,000	10.00	Common Stock
50 MUANG THAI HOLDING CO., LTD. Tel. 0 2274-9400 Fax. 0 2276-1997-8	Bangkok	Joint Venture	42,000,000	4,200,000	10.00	Common Stock
51 INTERNATIONAL SOFTWARE FACTORY CO., LTD. Tel. 0 2645-6203-10 Fax. 0 2645-0215-6	Bangkok	Services	5,000,000	500,000	10.00	Common Stock
52 SIAM FOODS PUBLIC CO., LTD. Tel. 0 2661-3440-7 Fax. 0 2661-3422-3	Bangkok	Agro-Industry	21,000,000	2,099,930	10.00	Common Stock
53 ADVANCE MICRO TECH CO., LTD. Tel. 0 2739-4095-8 Fax. 0 2739-4099	Bangkok	Electronics	600,000	60,000	10.00	Common Stock
54 WEI POA CO., LTD. Tel. 0 2224-3839 Fax. 0 2224-8031	Hongkong	Agro-Industry	5,500,000	550,000	10.00	Common Stock
55 ANICHTA CO., LTD. Tel. 0 2960-4300-9 Fax. 0 2960-4344	Bangkok	Real Estate Development	5,000,000	500,000	10.00	Common Stock
56 KHUNKA PALANG THAI CO., LTD. Tel. 0 2716-1600 Fax. 0 2716-1418	Bangkok	Energy	10,000	1,000	10.00	Common Stock
57 PALIT PALANGNGAN CO., LTD. Tel. 0 2716-1600 Fax. 0 2716-1418	Bangkok	Energy	10,000	1,000	10.00	Common Stock
58 PALANG THAI KAOWNA CO., LTD. Tel. 0 2716-1600 Fax. 0 2716-1418	Bangkok	Energy	10,000	1,000	10.00	Common Stock
59 KHUNKA FAIFA THAI CO., LTD. Tel. 0 2716-1600 Fax. 0 2716-1418	Bangkok	Energy	10,000	1,000	10.00	Common Stock

Names, Offices, Telephone Numbers, and Fax Numbers of Other Referred Persons

<p>Registrar</p>	<ul style="list-style-type: none"> - Ordinary Shares and Warrants for Ordinary Shares No.2 - TFB Class A Preferred Shares - TFB Subordinated Debentures cum the Preferred Shares No.1, due on liquidation - TFB Subordinated Debentures No.2, due 2006 - Warrants for Ordinary Shares No.3 and No.4 (offered to the employees) - TFB 8 1/4% Subordinated Bonds due 2016 	<ul style="list-style-type: none"> : Thailand Securities Depository Company Limited The Stock Exchange of Thailand Building 62 Ratchadaphisek, Khlong Toey, Bangkok 10110 Tel. 0 2359-1200 Fax. 0 2359-1259 : Thai Farmers Bank Public Company Limited 1 Thai Farmers Lane, Ratburana Road, Bangkok 10140 Tel. 0 2470-1122, 0 2470-1199 Fax. 0 2470-1144 : The Bank of New York, 101 Barclay Street-12W, New York, N.Y. 10286 U.S.A. Tel. (212) 495-1784 Fax. (212) 635-1799
<p>Auditor</p>		<ul style="list-style-type: none"> : Mr. Nirand Lilamethwat CPA No. 2316 Mr. Supoj Singhasaneh CPA No. 2826 Mr. Thirdthong Thepmangkorn CPA No. 3787 Ms. Wilai Buranakittisopon CPA No. 3920 KPMG Audit (Thailand) Limited Empire Tower 21-22 Fl. 195 South Sathorn Rd., Yannawa, Sathorn District, Bangkok 10120 Tel. 0 2677-2000 Fax. 0 2677-2222
<p>Legal adviser</p>		<ul style="list-style-type: none"> : Dr. Abhijai Chandrasen 22 Soi Soonthornsaratoon (On Nut 21/1) Sukhumvit 77 Suanluang District, Bangkok 10250 Tel. 0 2730-6969-76 Fax. 0 2730-6967-8



Business Undertakings

Types of Services

The Thai Farmers Bank Public Company Limited delivers all types of commercial banking services as stated in the Commercial Banking Act and related Bank of Thailand notifications. As of December 31, 2001, the Bank had 529 branches throughout the nation, including both full branches and sub-branches, plus 6 international branches and 5 representative offices. The head office serves as the center of operations and services.

The Bank also delivers other services under the permission of the Securities and Exchange Commission (SEC), as part of common banking operations, namely:

- Debt instrument dealing and underwriting
- Financial advisors
- Securities registrar
- Custodian services
- Debenture holders' representative
- Mutual fund supervision
- Mutual fund sales support agent
- Registrar of pension fund
- Registrar of provident fund
- Limited securities selling agent

Core Services

Core services of the Bank can be broadly categorized as:

- Interest-bearing services, e.g. lending and depositing
- Services bearing fees and other types of income, i.e., investment banking, credit cards, IBF, foreign exchange services, securities investment, and other services including the issuance of letters of credit, and ATM services.
- Services via direct, or allied, sales channels

Business Undertakings of Affiliated Companies and Division of Work Policies

The Bank still maintains the current policy of equities investment by concentrating on only certain business lines contributing strategically and supportively to its core businesses. Hence, the investment criteria and the service deliveries of each affiliated firm can be classified into two major groups, namely:

In the case of strategic contributions, affiliated firms and involved departments jointly map out business plans to build connections with the Bank's business. Affiliated firms make optimum use of the Bank's existing resources, equipment and service channels in order to avoid the replication of tasks and to ensure maximum efficiency.

In the case of supportive contributions, emphasis is placed on substitution of some of the Bank's non-core services, for greater flexibility in service deliveries. The Bank dispatches its representatives to closely supervise the operations of these affiliated firms in order to ensure that the services delivered to the Bank are effective and efficient according to the Bank's standards.

Income Structure

Income structure for the year ending December 31, 2001 is as follows:

(Unit : Million Baht)

	Amounts
Interest and dividend income	
1. Income from loans	27,956
1.1 Borrowings	12,256
1.2 Overdrafts	7,743
1.3 Bills	7,957
2. Interbank and money market income	5,247
2.1 Deposits	4,268
2.2 Loans	834
2.3 Securities sold under repurchase agreement	145
3. Gain on securities investment	4,615
Total interest and dividend income	37,818
Non-interest income	
1. Fees and service income	6,041
1.1 Acceptances, aval, and guarantees	814
1.2 Others	5,228
2. Gain on foreign exchanges	1,224
3. Other income	(262)
Total non-interest income	7,003
Total Income	44,822

Source : C.B.5 Reporting Form

Interest and dividend income, accounting for over 84.4 percent of total income, is a main source of income. Loan income accounts for a share of 62.4 percent of total income, as followed by income from the interbank and money market items of 11.7

percent, and gains on securities investment of 10.3 percent. Of the total income, the non-interest items account for a share of 15.6 percent, especially fees and service income, now accounting for over 13.5 percent.



Revisions in Business Undertakings in 2001

Retail Business Group

In order to survive amid economic recession and falling credit growth, commercial banks have focused their attention on retail customers, with whom considerable potential still lies. Competition has become intense to win a broader base of this type of clientele. In effect, several banks have attempted to develop novel financial services and products to meet the changing demand of customers, as well as to provide optimum satisfaction.

Last year, Thai Farmers Bank, one of the leading banks in Thailand – and one which never ceases to develop and improve in order to satisfy clients' needs – launched new services, as well as developed some new technologies and management structures for its Retail Business Group, which serves small-to-medium enterprise (SME) entrepreneurs as well as retail consumers. Numerous financial products, services and projects have been newly introduced over the past year, including the Customer Relationship Management project. This program has brought about novel changes in services and sales methodology, so as to afford the highest efficiency – with customers' needs and maximum satisfaction as our ultimate goals. The Bank's clientele are categorized into groups according to their behavior in using services, income, and needs in order to adjust Bank services and branch facilities to more exactly serve their needs. What's more, the Bank's direct sales teams have been restructured to provide efficient services to all groups of customers. These improvements to service will facilitate client and care for their fullest satisfaction.

The Bank's Credit Transformation Program to serve retail patrons has streamlined credit procedures into a standardized and accurate system with a database structure developed to bring about improved credit management, achieving faster, more efficient and higher quality credit services.

Technology and electronic advancements TFB e-Internet Banking, TFB e-Web Shopping Card and M-Commerce are products and services derived from our ongoing development of TFB e-Banking. Now our customers can conduct financial transactions via www.gotoTFB.com, go virtual shopping, and purchase movie tickets from their own mobile phones. Adding to this, the Bank has also organized several promotions including TFB e-Coupons for our customers who perform transactions via our ATM terminals. During this campaign, clients will be eligible for exclusive discounts by presenting e-coupons when making purchases at participating shops. Furthermore, to enhance our business capabilities and achieve even better quality service, we have sought an alliance with Cetelem (Thailand) Co., Ltd., which has expertise in fast, sophisticated and efficient credit approval.

Management Development The Bank has appointed Mr. David L. Hendrix as Executive Vice President. Due to his more than 20-years' experience in retail banking business, product development, marketing and credit analysis, he is regarded as a valuable asset who will contribute a great deal to the Bank's Retail Business Group and help enhance our potential in the internationally competitive arena.

New Service Deliveries in the Year 2001 Credit Card Services

Since our initial debut of credit card services in 1973, Thai Farmers Bank has always put a priority on excellence in services and development of new products and marketing strategies. Throughout the course of 2001, we launched various promotions to expand our credit card customer base via new channels, such as Direct Sales. Credit card application promotional booths were set up at office buildings and department stores, both in metropolitan Bangkok and in provincial areas. Applicants were entitled to a waiver of entry fees and first year's annual fees, plus gift

rewards. In order to gain new credit card members, from May to July, 2001, invitation letters were sent to clients already using other Bank products, inviting them to apply for TFB credit card membership. Between December 2000 and May 2001, the Bank also launched a lucky prize drawing campaign for existing customers to encourage them toward greater credit card usage, and to strengthen relationships between the Bank and our patrons. Additionally, the Bank joined hands with many department stores and shops to launch discount and gift rewards promotions for our customers to thank them for their trust in our service. As a matter of social concern and charitable contribution, the TRCS-TFB card was launched by the Bank and the Thai Red Cross Society to persuade holders of this credit card to take part in charitable donations to the Society. Every time they charge purchases of goods or services via this card, they are giving support to the charity. This service – which started on August 1, 2001 – has received overwhelming response from our clientele.

Participating shops To facilitate convenience for our credit cardholders, the Bank has expanded the number of participating shops and other venues welcoming TFB's credit cards throughout Thailand, as well increased the installation of electronic charge approval terminals at those sites. Many department stores, large retail/wholesale stores, discount stores, hotels, hospitals, entertainment spots and even exhibition sites have become participants in this service. Furthermore, the Bank, conjunction with business partners, have allied to commence various new services, including fare payments using our credit and debit cards at the Transportation Company Limited's bus fare sales offices, and credit card usage at some public telephone booths of the Telephone Organization of Thailand (only a limited number of booths are available at the present time). Added to this, TFB's e-Commerce Service has also become

available with many participating stores and other venues having their own websites, or as members of Internet Thailand web-shopping services, offering their goods and services via the internet.

SME Loan Services

SME Financial Support in Cooperation with SMEs Venture Capital Fund

The Bank cooperates with the SMEs Venture Capital Fund, recently launched by the government to give financial support to SMEs with potential, through the fund, or for SME investments in mutual funds – under the management of One Asset Management Co., Ltd. These services are aimed at bolstering SME financial solidity and improving their debt to equity ratio.

Credit Service for SMEs to Reduce Costs and Save Energy

This service is provided for SMEs to develop and improve their physical plant facilities in order to achieve lower operating costs, including electricity, gas, etc. To this end, the Bank joined in on the cost cutting scheme for SMEs with four state agencies, namely the Industry Promotion Department (IPD), Electricity Generating Authority of Thailand (EGAT), the National Energy Policy Office (NEPO) and the Department of Energy Development and Promotion (DEDP).

Advisory Service for SMEs, in Conjunction with the Kenan Institute-Asia

In cooperation with the Kenan Institute-Asia, the Bank established a Business Advisory Center to provide SMEs with necessary and valuable information. To achieve this, both Thai and American experts were on duty to provide Thai SMEs with advice necessary to improve their competitiveness in today's business world, which will contribute to the country's economic recovery.

Housing Loan Service

Either new or current customers can apply for our new format home loans, with 7 options in interest rates. Special privileges are also offered: applicants are entitled to our credit card and Visa Electron card, with exemption of the entrance fee and the first year's annual fee.

Fund Transfers to Recipients without TFB Accounts

The Bank has developed an on-line transfer system to non-TFB payees who can conveniently and swiftly receive remittances at their own bank branches.

e-Coupons

With the Bank's e-Coupon project, those who use Thai Farmers ATM terminals are granted discount coupons for use at participating shops when they conduct withdrawals, transfers or utility payments via our ATM booths. This is the first marketing promotion of this kind undertaken by the Bank. Users may select from several discount privileges.

M-commerce Service - Purchase Movie Tickets for Major Cineplex Theatres via AIS Cellular Phones and Pay via TFB Credit Cards.

In collaboration with Major Cineplex theatres and Advance Info Service, Plc., the Bank provides services in movie ticket purchases or reservations at all Major Cineplex theatres via Digital GSM mobile phones. Payment can be conveniently handled with TFB credit cards, Visa or Master credit cards. This service furnishes our clients with convenience, as they no longer need to waste time queuing to buy tickets at the theatres.

Pre-Paid Phone Services

To provide convenience to our customers, the Bank – in cooperation with Advance Info Service Plc., Total Access Communication Plc. and Asia Wireless Communication Co., Ltd. – offers a credit refill service for pre-paid phones, including One-2-Call, Dprompt and PCT Buddy systems. Once the transaction is completed, the purchased credit is ready for use immediately.

INET Easy Pay

Holders of Thai Farmers ATM, debit or credit cards linked to our savings or current accounts can conveniently buy internet logon time via 1,000 ATM terminals located throughout the country under the 'INET Easy Pay' scheme offered jointly by the Bank and Internet Thailand Co., Ltd. The real-time service is provided daily from 6.00 a.m. to 9.00 p.m.

Interactive Voice Response

The Bank increased the number of telephone lines for its interactive voice response (IVR) system from 60 to 120 lines to facilitate customer calls, which have grown by 45 percent – to 560,000 calls per month – on average. Changes in the access menu for the new TFB e-Phone Banking service have also been effected in order to provide greater convenience to our patrons. Supplementary services are also offered, such as prompt technical service, credit card application reports, checkbook purchases, and so on.

Corporate Business Group

Domestic Loan Products and Guarantees

The Bank is in the process of introducing new credit products to expand its customer base. New products are being developed to better meet the needs of today's customers. Improvements to our credit operations include updates to our services and operational procedures as part of our Credit Transformation Program. As part of the Bank's strategic planning, these developments are intended to make our service faster and more efficient. The Bank is also in the process of instituting new guidelines for assessing interest rates according to customer credit ratings, which will help the Bank calculating loan interest rates appropriate to customers' business risks. These measures will all aid customers in expanding their businesses, and further help avoid defaults on loans due to excessive burdens.

Short-term Loans

Short-term loans of up to 1 year are provided for liquidity enhancement as well as revolving credit lines. The Bank offers a wide variety of short-term credit services to meet the differing needs of customers, such as overdraft accounts (O/D), short-term fixed loans and promissory notes (P/N). There are many types of promissory notes offered to suit the specific type and scale of enterprise requiring assistance, e.g., agriculture, manufacturing and construction.

As of last year, the Bank now offers short-term loans in the form of our 'Exclusive P/N' that uses the benchmark short-term interest rates in the domestic money market for preferred corporate clients.

Long-term Loans

Long-term loans are provided to support long-term investments in corporate development or for purchase of fixed assets that are likely to generate

income in the long term, through such credit products as commercial loans, syndicated loans and project finance. In order to meet the diverse demands of customers, the Bank provides long-term loans with fixed interest rates for the first two years for preferred corporate clients.

Bank Guarantee and Other Credit Services

Another service of the Bank is the consummation of avals on promissory notes, acting as the (third-party) guarantor in payments on Bills of Exchange, as well as providing Letters of Intent and Letters of Credit Information – all of which are available upon request to Bank customers or concerned third-parties. Bank guarantees and other credit services are provided upon customer request. The documents are made available for the convenience of Bank customers as may be required during the course of their business.

Customer Relationship Management (CRM)

Customer Relationship Management is a program to create a sales and service culture, and an approach to instill a concept of optimal customer relations. Categorization of customers has been revolutionized with new thinking, credit services have been re-engineered, and corporate customer relationship managers' (RM) roles and duties have been revamped to maximize efficiency. Under the new CRM framework, we have re-categorized our corporate customers into 3 groups:

Multi Corporate Banking: Customers with complex financial needs and are involved with industries requiring specialization.

Corporate Banking: Corporate customers with normal financial needs.

Business Banking: Customers with general financial needs.

In each of these segments, a particular sales and service model is applied according to the needs of customers within each segment. Relationship Managers' roles are more organized. The new CRM system will be implemented to assist RMs in efficiently managing customer relationships. Moreover, the Bank has piloted the concept of a Corporate Banking Centre (CBC) to provide close, dedicated support to our corporate clients. The CBC is being also the location of RM offices, maximizing customer convenience and helping them achieve sustainable profitability.

International Trade Product

Trade Connect is one of the three indispensable Corporate Connect services enabling international transactions via electronic media, sending and receiving data between the Bank and business enterprise customers using their own computer terminals without the need of physical appearance at the Bank. All documentation for these transactions can be swiftly transferred to the Bank for inspection via fax or other electronic media on the same date as transactions. The status of transactions can be tracked 24 hours a day. Trade Connect is convenient, swift and secure, and is designed to enhance corporate efficiency and management. With Trade Connect, the Bank will be able to tremendously broaden our customer base in the international business world.

Treasury Product

FX Connect A business service channel that allows the subscriber-clients to do foreign exchange transactions over our secure intranet from their own computer terminals. Clients can perform transactions more conveniently from their own offices, and can view reports of previous transactions up to six months past on the intranet. In addition, key information, such as the Bank's real time table of major and Asian currency exchange rates, table of swap points and a foreign

exchange news summary are provided throughout 24 hours.

Cash Management Product

Cash Connect is a new service the Bank has developed since 2001 to provide electronic money transaction services for business users. As part of the 'Corporate Connect' system, it lends convenience to business clients, allowing them to conduct money transactions with the Bank from their own computer terminals in their places of business.

This service has been categorized into five basic groups to meet the need of customers, including customer relations services, trade partner relations services, employee relations services, liquidity services and information services. Businesses using these services will enjoy numerous benefits, including:

- Efficient deposit/withdrawal cash transaction services
- Risk management services
- Improved internal control and audit systems
- Reduced overhead expenses
- Superior returns and interest income received

Development of this service channel for our business customers will increase the Bank's business volume through appreciative clients who have found this service an added convenience to their operations.

Securities Services

In 2001, the Bank received approval from the Securities and Exchange Commission (SEC) as a qualified Mutual Fund Supervisory Service. The Bank has thus focused on enhancing our services through the use of electronic media afforded by the latest software technology from Australia to increase our efficiency and to better respond to the sophisticated needs of Custodian and Mutual Fund Supervisor clients. Meanwhile, we have streamlined our work processes in order to offer higher standards, plus

timely and more accurate service. To ensure our service quality, we will take one step further to seek certification under ISO 9001:2000 within the year 2002.

The Bank has extended its business service to offer Mutual Fund Supervisory Service and Securities Registration Service to a newly launched mutual fund, named the "Retirement Mutual Fund".

Moreover, the Bank is in the process of developing Facility Agent Service providing syndicated loans and project financing. This will improve the Bank's competitiveness and extend our customer base. It is expected to be in service within the year 2002.

In December 2001, the Bank ceased to provide Fund Administration Service for the Government Pension Fund. However, in 2002, the Bank will provide this service through a joint venture company between the Bank, the Government Pension Fund and KAZ computer (listed company in Stock Exchange of Australia), to be named the Thai Administration Service Company (TAS). TAS is the first company established to provide purely fund administration services in Thailand, and is going to provide the service to The Government Pension Fund, as well.



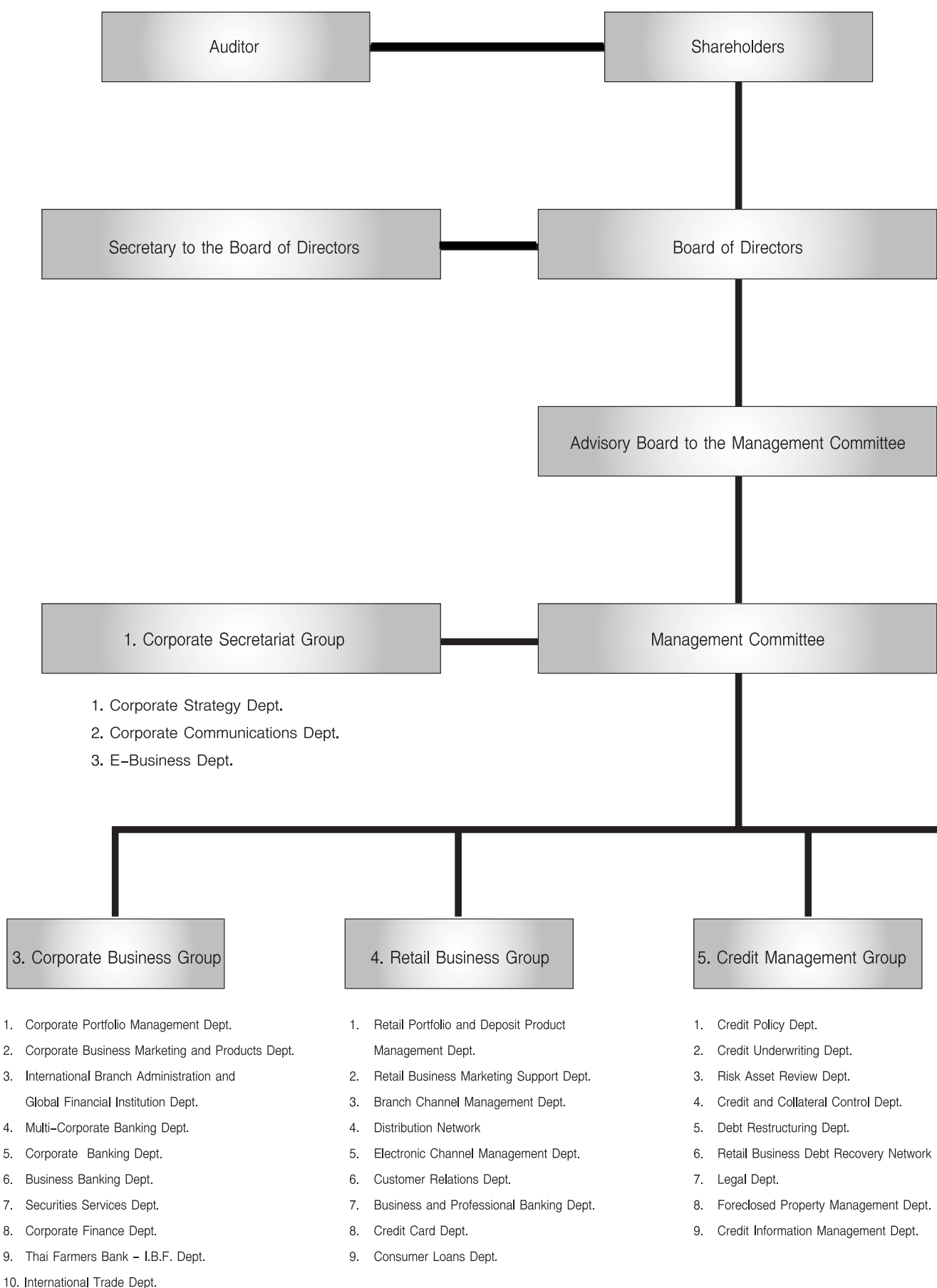
Shareholders and Management

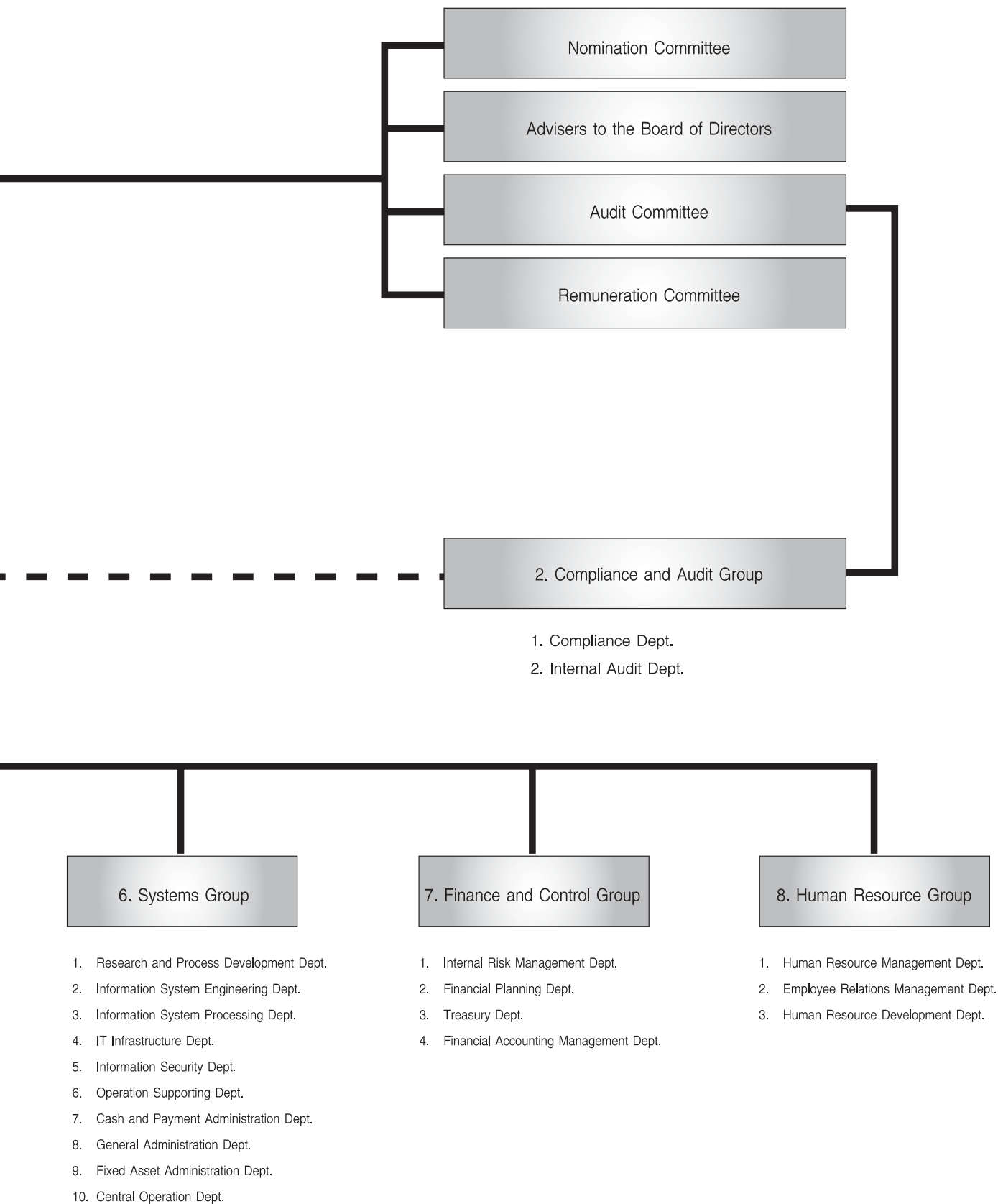
Top 10 Shareholders of Thai Farmers Bank Public Company Limited,

Closing March 8, 2001

Shareholders		Number of Shares	As of Percent
1	THAILAND SECURITIES DEPOSITORY COMPANY LIMITED FOR DEPOSITORS (THAI SECURITIES-HOLDER ACCOUNT)	130,154,368	5.53
2	LITLEDOWN NOMINEES LIMITED 5	101,211,277	4.30
3	CHASE NOMINEES LIMITED	96,015,078	4.08
4	THAILAND SECURITIES DEPOSITORY COMPANY LIMITED FOR DEPOSITORS (FOREIGN SECURITIES-HOLDER ACCOUNT)	76,489,441	3.25
5	GOVERNMENT OF SINGAPORE INVESTMENT CORPORATION "C"	75,170,100	3.20
6	HSBC (SINGAPORE) NOMINEES PTE LTD	63,948,926	2.72
7	STATE STREET BANK AND TRUST COMPANY	62,773,198	2.67
8	BANKERS TRUST COMPANY	52,393,476	2.23
9	HSBC BANK PLC	51,313,405	2.18
10	BOSTON SAFE DEPOSIT AND TRUST COMPANY	48,685,538	2.07

Thai Farmers Bank Public Company Limited Organization Chart







Management Structure

The Bank's management structure comprises the Board of Directors, the Advisory Board to the Management Committee, the Management Committee, the Audit Committee, the Remuneration Committee, the Nomination Committee, and Advisers to the Board of Directors. Details are as follows:

Board of Directors

There are 16 members on the Thai Farmers Bank's Board of Directors, according to the certification letter of the Ministry of Commerce, dated April 23, 2001. They are, namely:

1. Mr. Banyong Lamsam
Chairman
2. Pol. Gen. Pow Sarasin
Vice Chairman
3. Mr. Banthoon Lamsam
President
4. Mr. Sukri Kaocharern
Director
5. M.R. Sarisdiguna Kitiyakara
Director
6. M.R. Yongswasdi Kridakon
Director
7. Mr. Somchai Bulsook
Director
8. Ms. Sujitpan Lamsam
Director
9. Prof. Dr. Suchada Kiranandana
Director
10. Prof. Dr. Yongyuth Yuthavong
Director
11. Dr. Abhijai Chandrasen
Director
12. Mr. Charles L. Coltman, III
Director
13. Mr. William Mark Evans
Director

14. Ms. Elizabeth Sam
Director
15. Mr. Chaisak Saeng-Xuto
Director
16. Dr. Schwin Dhammanungune
Director

Directors with authority to sign and seal on behalf of the Bank are the Chairman, or the President, or two of the following five directors, i.e., Pol. Gen. Pow Sarasin, Mr. Sukri Kaocharern, M.R. Sarisdiguna Kitiyakara, M.R. Yongswasdi Kridakon, and Mr. Somchai Bulsook.

Authority of the Board of Directors

1. To supervise the Bank's management and operations in compliance with the law, with the objectives and regulations of the Bank and with the resolutions of the General Shareholders' Meeting.
2. To appoint one director as Chairman of the Board of Directors, who will appoint a Vice Chairman, as per the discretion of the Board of Directors.
3. To appoint the President, and to appoint one or more candidates as Executive Vice President and Senior First Vice President, as per the discretion of the Board of Directors.
4. To establish the Management Committee, comprising the President as ex-officio Chairman, and a group of the Bank's employees, whose primary duties are to manage the Bank's operations as prescribed by the Board of Directors.
5. To establish the Advisory Board to the Management Committee.

Mission

1. To supervise the Bank's management and operations in compliance with the law, with the objectives and regulations of the Bank, and with the resolutions of the General Shareholders' Meeting.

2. To appoint a candidate to a vacant position of the Board of Directors in the following meeting, unless the position is vacated by resignation upon term expiration, or when the remaining terms of the Board of Directors are less than 2 months. The meeting resolution shall constitute no less than three-fourth of the remaining directors. The replacing candidate shall be in office throughout the remaining term of the director whom he/she replaces.

3. To hold the Annual General Shareholders' Meeting within four months from the closing date of the accounting period. Other meetings should be called as extraordinary sessions. The Board of Directors can call an extraordinary session at any appropriate time.

4. To hold meetings of the Board of Directors on a monthly basis, except for unavoidable reasons, but, at least, meetings shall be held on a quarterly basis. No less than half of the Board members shall attend the meeting in order to constitute a quorum, and a resolution shall be based on a majority of the meeting. If the vote is tied, the Chairman shall cast the deciding ballot.

5. To assign the preparation of the annual balance sheet and the profit and loss account, as at the end of the annual accounting period, to be submitted to the General Shareholders' Meeting for consideration. The Board of Directors shall have authorized auditors review both documents before their submission to the General Shareholders' Meeting.

Appointment and Removal of Directors of the Board

According to the Bank's regulations, the appointment and removal of Directors of the Board can be summarized, as follows:

1. The Bank's shareholders shall appoint no fewer than 7 but not more than 16 members as the Board of Directors. Not less than half of all directors shall have permanent residence in the Kingdom. A director may be a shareholder of the Bank. To vote for directors, the General Shareholders' Meeting shall observe the following criteria:

(1) Appointment of the Board of the Directors shall be on an individual basis or as a group of candidates.

(2) Each shareholder shall have votes equal to the amount of shares possessed by that shareholder, i.e. one share is equal to one vote.

(3) Each shareholder shall exercise all eligible rights to vote for the directors.

(4) Candidates receiving the highest number of votes will be appointed, the number of appointments not to exceed the number of members of the Board.

(5) When votes for the last candidates are tied, the Chairman of the meeting shall cast the deciding vote.

2. Any of the appointed directors may become the Chairman, who in turn appoints the Vice Chairman.

3. At every Annual General Shareholders' Meeting, one-third of the directors shall resign. If the total number cannot be divided into three groups, the number of resigning directors should be close to the one-third proportion.

4. The director holding the longest period in office shall resign first. If this is not agreeable, there shall be a drawing of lots. Resigning directors may be re-elected.

5. A director must resign upon a court's decree, or in response to a resolution by the General Shareholders' Meeting for the director's removal, or when the director lacks any of the qualifications stated in the regulations.

6. If any director vacates office for a reason other than expiration of term, the remaining directors shall, by vote, select a qualified candidate, someone without any prohibited characteristic, to function as a director in the following meeting, unless the remaining term is less than 3 months. The vote shall be by not less than three-fourths of the remaining directors, and the new incumbent director shall remain in office throughout the remaining period of the former director, whose position the new director is filling.

Empowerment Process by the Board of Directors

The Board of Directors' Meeting No. 6/2000, on May 25, 2000, passed a resolution to empower bank officials from the level of Executive Vice President to conduct legal acts on behalf of the Bank. Two empowered persons shall be able, in matters under their jurisdiction, to delegate power to related officials to handle legal actions on behalf of the Bank.

Board of Directors' Authority

In addition to the empowerment process as mentioned earlier, the Bank has set criteria and schedules for the exercise of delegated power within the Bank, by which relevant officials will function and make effective decisions. Greater flexibility is therefore possible, while maintaining firm control. The Bank's authority can be divided into three parts:

1. Authority of users from different departments
2. Authority within each department / office
3. Branch-level authority

Principles

Primary principles of authority in the management structure are summarized in the following:

(1) The Chairman of the Board of Directors will delegate management authority in bank operations to line managers, as deemed appropriate.

(2) The Board of Directors will empower the President to approve the criteria and authority chart for the internal use of the Bank.

(3) Authority for internal use can refer to the following:

3.1 Financial authority, consistent with the approved budget of the Bank.

3.2 Non-financial authority, enabling line managers to carry out their assignments, e.g., authority to decrease or increase manpower, authority to disclose principal information and authority to commission outside companies, etc.

(4) For the sake of thorough and complete service delivery, the internal authority within the Bank can be categorized by job classification, namely:

4.1 Authority of users from different departments is consistent with different job classifications in 9 major areas, comprising:

4.1.1 Human resources authority

4.1.2 Credit approval authority

4.1.3 Collateral management authority

4.1.4 Debt restructuring and settlement authority

4.1.5 Expenditure management authority

4.1.6 General management authority

4.1.7 Management authority for foreign currency transactions/ fee reduction/ and interest reduction for local and international businesses

4.1.8 Import and export service authority

4.1.9 Authority to endorse the issuance of international telegraphs and telexes

4.2 Internal authority of departments and offices mainly involves transactions by particular departments or offices.

4.3 Branch authority is exclusively delegated to branches and offices, and mostly involves Regional, Zone and Branch Managers and branch employees.

(5) Criteria for the use of authority are consistent with job descriptions in each department, as shown in the aforementioned authority chart.

In general, the Bank has designated explicit criteria for the authority, control and management of each corporate title, including the criteria used in each category for further operations, expenditures and credit lines.

Advisory Board to the Management Committee

The Board of Directors and the 88th Annual General Shareholders' Meeting on April 4, 2000, granted approval for the establishment of the Advisory Board to the Management Committee, comprising five members and one secretary, namely:

1. Mr. Banyong Lamsam
Chairman
2. Pol. Gen. Pow Sarasin
Vice Chairman
3. M.R. Yongswasdi Kridakon
Member
4. Mr. Sukri Kaocharern
Member
5. Dr. Abhijai Chandrasen
Member and Legal Adviser
6. Mr. Somkiat Sirichatchai
Secretary

Scope, Duties and Responsibilities are, as follows:

1. To acknowledge operational results of, and to make recommendations to the Management Committee in certain aspects, involving:
 - Bank policies
 - Certain issues likely to have significant effect on the Bank
 - Lawful operations
 - Operations amenable to the Bank's regulations
2. To supervise the work efficiency of the Bank

Management Committee

The Board of Directors and the 88th Annual General Shareholders' Meeting on April 4, 2000, agreed to establish the Management Committee, now comprising:

1. Mr. Bantoon Lamsam *Chairman*
2. Ms. Sujitpan Lamsam *Member*
3. Mr. Sirivuthi Siamphakdee *Member*
4. Ms. Tida Samalapa *Member*
5. Mr. Apichai Bunyakiat *Member*
6. Dr. Piengchai Pookakupt *Member*
7. Mr. Boontuck Wungcharoen *Member*
8. Mr. William J. Fontana *Member*
9. Mr. David L. Hendrix *Member*
10. Mr. Somkiat Sirichatchai *Secretary*

Scope, Duties and Responsibilities are, as follows:

1. Screen and submit proposals for approval by the Board of Directors, as concerned with the issues listed below:
 - Bank policies
 - Issues likely to have significant effect on the Bank
 - Lawful operations
 - Operations amenable to the Bank's regulations

- Certain issues for approval on a case by case basis, and under the criteria prescribed by the Board of Directors, e.g., credit approval

2. Manage and supervise Bank operations in line with the Board of Directors' policies

3. Report activities of the Management Committee to the Board of Directors

Audit Committee

The Board of Directors' Meeting No. 9/1998, on June 25, 1998, granted approval for the establishment of the Audit Committee, now comprising four independent directors, and a secretary, namely:

1. M.R. Sarisdiguna Kitiyakara
Chairman
2. Mr. Somchai Bulsook
Member
3. Prof. Dr. Suchada Kiranandana
Member
4. Ms. Elizabeth Sam
Member
5. Mr. Vasant Chariyatantiwate
Secretary

Scope, Duties and Responsibilities are, as follows:

1. Supervise accuracy and credibility of financial reports of the Bank
2. Examine the efficiency of the internal control system
3. Consider, select and nominate authorized auditors for the Bank
4. Supervise the Bank's operations amenable to the law
5. Prevent conflicts of interest
6. Prepare an examination report of the Audit Committee to be published in the annual balance sheet
7. Carry out other assignments from the Board of Directors

Every member of the Audit Committee is an Independent Director, not an official or employee of the Bank, except the secretary who is a Senior Vice President of the Compliance Department.

The Chairman and members of the Audit Committee shall hold office for a 3-year term.

Remuneration Committee

The Board of Directors and the 88th Annual General Shareholders' Meeting on April 4, 2000, agreed to establish the Remuneration Committee, now comprising:

1. M.R. Sarisdiguna Kitiyakara *Member*
2. Mr. Somchai Bulsook *Member*

Scope, Duties and Responsibilities are, as follows:

1. Propose compensation criteria for top executives of the Bank
2. Consider remuneration of Bank's employees at the level of First Senior Vice President upwards.

Nomination Committee

The Board of Directors' Meeting No. 2/2000 on February 4, 2000, agreed to establish a Nomination Committee, now comprising:

1. Mr. Paron Israsena
2. Dr. Panat Simasathien
3. Dr. Aran Dhammano
4. Prof. Termsak Krisnamara
5. Mr. Hirun Radeesri
6. Prof. Khunying Khaisri Sri-Aroon

Scope, Duties and Responsibilities are, as follows:

To screen and propose qualified candidates to the Board of Directors, for appointment as directors at the General Shareholders' Meeting.

Nomination of Directors

The Nomination Committee, under the approval of the Board of Directors, will propose candidates with proper qualifications to the Board of Directors to submit to the Annual General Shareholders' Meeting for appointment. To appoint a director, the vote must involve not less than half the votes of all shareholders at the meeting, or of the Management Committee.

Nomination of Executive Officers

The Management Committee is responsible for screening and selecting candidates with proper qualifications to take up the positions from First Senior Vice President and above in order to seek approval from the Board of Directors. On the other hand, the appointment and selection of any other executive officers below the First Senior Vice President position

will be under discretion of Head of each business group, to be approved by the President or the Management Committee.

Advisers to the Board of Directors

Members are, namely:

1. Mr. Pairote Lamsam
2. Mr. Chaleo Yoovidhya

Scope, Duties and Responsibilities are, as follows:

To acknowledge the operations of, and to make recommendations to the Board of Directors concerning issues under the jurisdiction of the Board of Directors, e.g., the Bank's policies, operations in compliance with the law and regulations, especially those with significant effects on the Bank.



Executives of Thai Farmers Bank Public Company Limited

Name-Last Name/Position	Education	Experiences	The Increase or (Decrease) in the TFB Shares Held in 2001
<p>1 Mr. Banyong Lamsam Chairman and Chairman of the Advisory Board to the Management Committee (Authorized Signature)</p>	<p>B.B.A. (Banking and Finance), University of New Mexico, U.S.A.</p>	<p>1992 – Present Chairman Thai Farmers Bank Public Company Limited 2000 – Present Chairman of the Advisory Board to the Management Committee Thai Farmers Bank Public Company Limited 1993 – Present Director Industrial Finance Corporation of Thailand 1992 – Present Director Com-Link Company Limited 1991 – Present Chairman Dole Thailand Limited 1978 – Present Director Bangkok Inter-Continental Hotels Company Limited</p>	<p>-</p>
<p>2 Pol. Gen. Pow Sarasin Vice Chairman and Member of the Advisory Board to the Management Committee (Authorized Signature)</p>	<p>Bachelor of Science (Chemistry), John Hopkins University, U.S.A. Bachelor of Science (Criminology), University of California, U.S.A.</p>	<p>1992 – Present Vice Chairman Thai Farmers Bank Public Company Limited 2000 – Present Member of the Advisory Board to the Management Committee Thai Farmers Bank Public Company Limited 1994 – Present Independent Director Charoen Pokphand Foods Public Company Limited 1993 – Present Chairman Mitsubishi Elevator Asia Company Limited 1990 – Present Chairman H.C. Starck (Thailand) Company Limited</p>	<p>189,248</p>

Name-Last Name/Position	Education	Experiences	The Increase or (Decrease) in the TFB Shares Held in 2001
		1991 – 1992 Deputy Prime Minister and Minister of Ministry of Interior	
3 Mr. Bantoon Lamsam President (Authorized Signature)	M.B.A., Harvard University, U.S.A. Directors Certification, Thai Institute of Directors Association	1992 – Present Director and President Thai Farmers Bank Public Company Limited 1999 – Present Chairman Thai Farmers Research Center Company Limited 1997 – Present Director Santikaset Company Limited	(100,000)
4 Mr. Sukri Kaocharern Director and Member of the Advisory Board to the Management Committee (Authorized Signature)	Master of Science (Accounting), Southern Illinois University, U.S.A.	1981 – Present Director Thai Farmers Bank Public Company Limited 2000 – Present Member of the Advisory Board to the Management Committee Thai Farmers Bank Public Company Limited 2001 – Present Commissioner and Chairman of Executive Subcommittee Agricultural Futures Trading Commission, Ministry of Commerce 2000 – Present Member of the Audit Committee Ministry of Labour and Welfares 2000 – Present Audit Committee Chairman Jutha Maritime Public Company Limited 1990 – Present Chairman Jutha Maritime Public Company Limited 1994 – Present Chairman Indo-Worth (Thailand) Company Limited 1979 – Present Chairman Thai Caster Oil Company Limited	-

Name-Last Name/Position	Education	Experiences	The Increase or (Decrease) in the TFB Shares Held in 2001
<p>5 M.R. Sarisdiguna Kitiyakara Independent Director and Audit Committee Chairman (Authorized Signature)</p>	<p>M.A. (Engineering), Cambridge University, England</p>	<p>1985 – Present Director Thai Farmers Bank Public Company Limited 2000 – Present Audit Committee Chairman Thai Farmers Bank Public Company Limited 1997 – Present Chairman T.C.C. International Company Limited 1995 – Present Director and President New Imperial Hotel Public Company Limited 1994 – Present Director Goodyear (Thailand) Public Company Limited 1998 – 2000 Audit Committee Member Thai Farmers Bank Public Company Limited</p>	<p>-</p>
<p>6 M.R. Yongswadi Kridakon Director and Member of the Advisory Board to the Management Committee (Authorized Signature)</p>	<p>Bachelor of Liberal Arts, Randolph – Macon College, U.S.A.</p>	<p>1991 – Present Director Thai Farmers Bank Public Company Limited 2000 – Present Member of the Advisory Board to the Management Committee Thai Farmers Bank Public Company Limited 2000 – Present Director CPB Property Company Limited 1997 – Present Director CPB Equity Company Limited 1990 – Present Director Deves Insurance Company Limited 1988 – Present Deputy Director General Bureau of the Crown Property</p>	<p>-</p>
<p>7 Mr. Somchai Bulsook Director and Audit Committee Member (Authorized Signature)</p>	<p>Bachelor of Business Administration, Menlo School of Business, U.S.A.</p>	<p>1993 – Present Director Thai Farmers Bank Public Company Limited 1998 – Present Audit Committee Member Thai Farmers Bank Public Company Limited</p>	<p>3,410</p>

Name-Last Name/Position	Education	Experiences	The Increase or (Decrease) in the TFB Shares Held in 2001
		1997 – Present Chairman Serm Suk YHS Beverage Company Limited 1996 – Present President & C.E.O. Serm Suk Public Company Limited 1992 – Present Director Bangkok Glass Industry Company Limited	
8 Ms. Sujitpan Lamsam Director	Master of Arts in International Affairs, Tufts University, U.S.A. Master of Science in Management, Massachusetts Institute of Technology, U.S.A.	1999 – Present Director Thai Farmers Bank Public Company Limited 2000 – Present Director Muang Thai Life Assurance Company Limited 2000 – Present Chairman Chanthaburi Asset Management Company Limited 2000 – Present Chairman Thonburi Asset Management Company Limited	–
9 Professor Dr. Suchada Kiranandana Independent Director and Audit Committee Member	Ph.D. (Statistics), Harvard University, U.S.A.	2000 – Present Director Thai Farmers Bank Public Company Limited 2000 – Present Audit Committee Member Thai Farmers Bank Public Company Limited 1999 – Present Dean The Graduate School, Chulalongkorn University 1998 – Present Professor Department of Statistics, Faculty of Commerce and Accountancy, Chulalongkorn University 1997 – Present President Thai Statistical Association 1991 – 1999 Dean Faculty of Commerce and Accountancy, Chulalongkorn University	–

Name-Last Name/Position	Education	Experiences	The Increase or (Decrease) in the TFB Shares Held in 2001
<p>10 Professor Dr. Yongyuth Yuthavong Independent Director</p>	<p>Ph.D. (Organic Chemistry), Oxford University, England</p>	<p>2000 – Present Director Thai Farmers Bank Public Company Limited 1999 – Present President Thai Academy of Science and Technology 1998 – Present Acting Director Thailand Graduate Institute of Science and Technology, NSTDA 1998 – Present Senior Researcher National Center for Genetic Engineering and Biotechnology 1998 – Present Chairman ASEAN Subcommittee on Infrastructure and Resources Development, ASEAN Committee on Science and Technology 1984 – Present Member of the Council of Trustee and the Board of Directors Thailand Development Research Institute Foundation</p>	<p>-</p>
<p>11 Dr. Abhijai Chandrasen Director and Legal Adviser and Member of the Advisory Board to the Management Committee</p>	<p>Docteur en Droit (with Honors), Faculty of Law, Paris University (Sorbonne), France</p>	<p>2000 – Present Director and Legal Adviser and Member of the Advisory Board to the Management Committee Thai Farmers Bank Public Company Limited 2000 – Present Director Punyariddhi Law Office Company Limited 1994 – Present Director Sammakorn Public Company Limited 1979 – Present Director Siam Motors Parts Company Limited</p>	<p>-</p>
<p>12 Mr. Charles L. Coltman, III Director</p>	<p>Graduate Study in Asian Affairs, American University, U.S.A.</p>	<p>2000 – Present Director Thai Farmers Bank Public Company Limited</p>	<p>-</p>

Name-Last Name/Position	Education	Experiences	The Increase or (Decrease) in the TFB Shares Held in 2001
		<p>2001 – Present Chairman of International Advisory Committee National City bank</p> <p>1999 – 2001 Chairman National City Bank, Philadelphia Region</p> <p>1999 Vice Chairman First Union Corporation</p> <p>1998 Executive Vice President & Head of Global Corporate Banking First Union Corporation</p> <p>1996 – 1998 Vice Chairman CoreStates Financial Corporation</p> <p>1994 – 1996 President & Chief Operating Officer CoreStates Financial Corporation</p>	
<p>13 Mr. William Mark Evans Director</p>	<p>M. Litt. in Management Studies, Oxford University, England</p>	<p>2000 – Present Director Thai Farmers Bank Public Company Limited</p> <p>1999 – Present President & CEO BridgeSpan, Inc.</p> <p>1998 – 1999 Co-Head Goldman Sachs Equity Research Goldman Sachs & Co.</p> <p>1997 – 1998 Co-Head Goldman Sachs Equity Capital Markets Goldman Sachs & Co.</p> <p>1994 – 1997 Chairman and Managing Director Goldman Sachs Asia, Hong Kong</p>	<p>–</p>
<p>14 Ms. Elizabeth Sam Director and Audit Committee Member</p>	<p>B.A. Honours (Economics), University of Singapore, Singapore</p>	<p>2001 – Present Director and Audit Committee Member Thai Farmers Bank Public Company Limited</p> <p>2001 – Present Director MPH Limited</p> <p>2000 – Present Independent Director Boardroom Limited</p>	<p>–</p>

Name-Last Name/Position	Education	Experiences	The Increase or (Decrease) in the TFB Shares Held in 2001
		1999 – Present Director Asia Investment Corporation 1996 – 1998 Deputy President Overseas Chinese Banking Corporation	
15 Mr. Chaisak Saeng-Xuto Director	M.S. (Engineering), University of California, Berkeley, U.S.A.	2001 – Present Director Thai Farmers Bank Public Company Limited 2001 – Present Adviser Siam Cement Public Company Limited 2001 – Present Adviser to the Board Siam Pulp and Paper Public Company Limited 2000 – Present Audit Committee Member Samakki Insurance Public Company Limited 1999 – Present Director Thai British Security Printing Public Company Limited 1999 – 2001 President Siam Pulp and Paper Public Company Limited 1999 – 2001 Vice Chairman United Pulp and Paper Company Limited (Philippines)	-
16 Dr. Schwin Dhammanungune Director	D.B.A. (International Business Administration), US International University, U.S.A. Ph.D. (I/O Psychology), US International University, U.S.A.	2001 – Present Director Thai Farmers Bank Public Company Limited 1999 – Present Member of the Regulatory Committee of International Business Program Eastern Asia University 1996 – Present Chairman of the Industrial Organization Program Faculty of Psychology, Chulalongkorn University 1995 – Present President Business Intelligence & Creativity Company Limited	-

Name-Last Name/Position	Education	Experiences	The Increase or (Decrease) in the TFB Shares Held in 2001
		1993 – Present President LEARNET International (Thailand) Company Limited	
17 Mr. Sirivuthi Siamphakdee Executive Vice President	Bachelor of Business Administration Thammasat University	1994 – Present Executive Vice President Thai Farmers Bank Public Company Limited 1990 – 1993 First Senior Vice President Thai Farmers Bank Public Company Limited	–
18 Ms. Tida Samalapa Executive Vice President	Bachelor of Education Chulalongkorn University	1997 – Present Executive Vice President Thai Farmers Bank Public Company Limited 1994 – 1996 First Senior Vice President Thai Farmers Bank Public Company Limited	–
19 Mr. Apichai Bunyakiat Executive Vice President	Master of Science in Commerce, St. Louis University, U.S.A.	1997 – Present Executive Vice President Thai Farmers Bank Public Company Limited 1994 – 1996 First Senior Vice President Thai Farmers Bank Public Company Limited	4,740
20 Dr. Piengchai Pookakupt Executive Vice President	Ph.D. International Business, University of Wisconsin – Madison, U.S.A. Directors Certification, Thai Institute of Directors Association	1999 – Present Executive Vice President Thai Farmers Bank Public Company Limited 1995 – 1998 First Senior Vice President Thai Farmers Bank Public Company Limited	–
21 Mr. Boontuck Wungcharoen Executive Vice President	Master of Business Administration, New York University, U.S.A.	1999 – Present Executive Vice President Thai Farmers Bank Public Company Limited 1995 – 1998 First Senior Vice President Thai Farmers Bank Public Company Limited	–
22 Mr. William John Fontana Executive Vice President	Bachelor of Science, City University of New York, U.S.A.	2001 – Present Executive Vice President Thai Farmers Bank Public Company Limited 1996 – 2000 Vice President National Foreign Trade Council Inc.	–

Name-Last Name/Position	Education	Experiences	The Increase or (Decrease) in the TFB Shares Held in 2001
23 Mr. David Lee Hendrix Executive Vice President	Master of Arts, Tufts University, U.S.A.	2001 – Present Executive Vice President Thai Farmers Bank Public Company Limited 1997 – 2000 Executive Vice President, Consumer Banking Group, Bank of Asia, Bangkok, Thailand 1995 – 1996 VP and GCB Country Head, Citibank Taiwan 1986 – 1995 General Manager and CCO, Citibank, Thailand	-
24 Ms. Chawivan Varophas First Senior Vice President	Master of Science, Syracuse University, U.S.A. M.B.A. (Management Data Systems), Syracuse University, U.S.A.	2001 – Present First Senior Vice President Thai Farmers Bank Public Company Limited 1996 – 2001 Senior Vice President Financial Planning Department Thai Farmers Bank Public Company Limited 1995 – 1996 First Vice President Financial Planning Department Thai Farmers Bank Public Company Limited	-
25 Mr. Sasawat Virapriya First Senior Vice President	Master of Science, North Texas State University, U.S.A.	2001 – Present First Senior Vice President Thai Farmers Bank Public Company Limited 1999 – 2001 Senior Vice President Financial Planning Department Thai Farmers Bank Public Company Limited 1997 – 1999 First Vice President Financial Planning Department Thai Farmers Bank Public Company Limited 1996 – 1997 First Vice President Manufacturing and Agro-Industry Credit Department Thai Farmers Bank Public Company Limited	-

Name-Last Name/Position	Education	Experiences	The Increase or (Decrease) in the TFB Shares Held in 2001
<p>26 Mr. Som Pisarnsophon Senior Vice President Financial Planning Department</p>	<p>Master of Science, Carnegie-Mellon University, U.S.A.</p>	<p>2001 – Present Senior Vice President Financial Planning Department Thai Farmers Bank Public Company Limited 2000 First Vice President Financial Planning Department Thai Farmers Bank Public Company Limited 1998 – 1999 First Vice President Executive Services Department Thai Farmers Bank Public Company Limited</p>	<p>100</p>
<p>27 Ms. Pranee Tirasest Senior Vice President Financial Accounting Management Department</p>	<p>Master of Science, Carnegie – Mellon University, U.S.A.</p>	<p>1998 – Present Senior Vice President Financial Accounting Management Department Thai Farmers Bank Public Company Limited 1992 – 1997 First Vice President Financial Accounting Management Department Thai Farmers Bank Public Company Limited</p>	<p>-</p>



Holding of Shares and Debentures of TFB Directors in the Bank and Affiliated Companies

as of December 31, 2001

and Remuneration from the Bank during the Accounting Year 2001

Mr. Banyong Lamsam	received remuneration as a director, and member of the Advisory Board to the Management Committee amounting to 6,000,000 Baht. He held 3,095,760 TFB shares, being no change in shares during the accounting year.
Pol. Gen. Pow Sarasin	received remuneration as a director, and member of the Advisory Board to the Management Committee amounting to 4,440,000 Baht. He held 253,948 TFB shares, an increase of 189,248 shares during the accounting year.
Mr. Banthoon Lamsam	received remuneration as a director amounting to 384,000 Baht. He held – TFB shares, a decrease of 100,000 shares during the accounting year, and 1 share of the Thai Farmers Research Center Co., Ltd., being no change in shares during the accounting year.
Mr. Sukri Kaocharern	received remuneration as a director, and member of the Advisory Board to the Management Committee, amounting to 1,584,000 Baht. He held 9,200 TFB shares, being no change in shares during the accounting year, and – TFB debentures, a decrease of 3,000 shares during the accounting year.
M.R. Sarisdiguna Kitiyakara	received remuneration as a director, and member of the Audit Committee, amounting to 584,000 Baht. He held 15,000 TFB shares, being no change in shares during the accounting year, and – TFB debentures, a decrease of 5,000 shares during the accounting year.
M.R. Yongswasdi Kridakon	received remuneration as a director, and member of the Advisory Board to the Management Committee, amounting to 2,184,000 Baht. He held 260 TFB shares, being no change in shares during the accounting year.
Mr. Somchai Bulsook	received remuneration as a director, and member of the Audit Committee, amounting to 512,000 Baht. He held 271,150 TFB shares, an increase of 3,410 shares during the accounting year.
Ms. Sujitpan Lamsam	received remuneration as a director, amounting to 384,000 Baht. She held 20,000 TFB shares, being no change in shares during the accounting year.

Prof. Dr. Suchada Kiranandana	received remuneration as a director, and member of the Audit Committee, amounting to 512,000 Baht. She held 1,000 TFB shares, being no change in shares during the accounting year.
Prof. Dr. Yongyuth Yuthavong	received remuneration as a director, amounting to 384,000 Baht.
Dr. Abhijai Chandrasen	received remuneration as a director and legal adviser, amounting to 1,584,000 Baht. He held 10,000 TFB shares, being no change in shares during the accounting year.
Mr. Charles L. Coltman, III	received remuneration as a director, amounting to 384,000 Baht. He held 15,000 TFB shares, an increase of 15,000 shares during the accounting year.
Mr. William Mark Evans	received remuneration as a director, amounting to 384,000 Baht.
Ms. Elizabeth Sam	received remuneration as a director, and a member of the Audit Committee, amounting to 384,000 Baht.
Mr. Chaisak Saeng-Xuto	received remuneration as a director, amounting to 288,000 Baht.
Dr. Schwin Dhammanungune	received remuneration as a director, amounting to 288,000 Baht.

Remuneration for TFB Executives

(1) Financial Remuneration

Sixteen directors received meeting allowances in the Board of Directors, the Advisory Board to the Management Committee, and the Audit Committee, including legal advisory fees during the 2001 accounting year, totaling 20,280,000 Baht, plus taxes of 6,773,379.45 Baht.

The top 9 TFB executives received monthly salaries, allowances, special pensions and bonuses, totaling 90,687,628.40 Baht during the 2001 accounting year.

(2) Other Remuneration

The Extraordinary Meeting of Shareholders No.1/2542 passed a resolution authorizing the issuance and offering for sale of 50,000,000 units of warrants for ordinary shares of the Bank to the Bank employees, except for the employees who are directors, under a three-year scheme. The Selection Committee appointed by the shareholders shall consider the allocation of warrants to the employees in the scheme based on the ability and potential of each employee and consider the total number of warrants of each phase.

Such warrants are non-transferable and specifying the bearer's name warrants at the offering price of Baht 0 (zero Baht) each and the exercise price of Baht 30 per share for a par value of Baht 10. In August 2000, the Bank offered 18,500,000 units of warrant for sale and allocated 15,612,600 units of warrant under phase 1, which has the exercise period during December 28, 2001 and December 30, 2005, to the employees. In December 2001, the Bank offered 5,000,000 units of warrant for sale and allocated 3,962,500 units of warrant under phase 2, which has the exercise period during December 30, 2002 and December 29, 2006, to the employees.

The Bank's executives received a portion of 7.68 percent and 11.68 percent of warrants under phases 1 and 2, respectively.



Corporate Governance

The Thai Farmers Bank's Board of Directors is composed of members with sound knowledge, capability and experience in business undertakings. Its main functions and responsibilities are to delineate policies, vision, strategies, targets, the mission and future business direction of Bank, and to oversee policy implementation to reach the highest level of efficiency and effectiveness. The utmost respect is given to the laws, objectives and regulations of the company, together with resolutions of the general shareholders' meeting. Also, the Board of Directors performs its duties with integrity, care, under good corporate governance, in the interest of all shareholders and higher economic value of the Bank.

Significant emphasis is given to an efficient and effective internal control system, together with sound risk assessment to keep business risks under control. Both systems are reviewed regularly, and are amenable to laws and good corporate governance practice. Code of Conduct for all relevant parties have been designated for those officials in professional fields.

"Good corporate governance" enhances the Bank's operations and services, thereby maximizing value to all shareholders. The core values of the Bank comprise:

- Customer satisfaction
- Belief in teamwork
- Dedication to professional and ethical conduct
- Commitment to discipline
- Proactiveness

The Board of Directors recognizes the importance of good corporate governance and services that meet international standards, including amenability to the policies prescribed by the Stock Exchange of Thailand and the Bank of Thailand. Through this means, the Audit Committee, the Nomination Committee and the Remuneration Committee have been established in order to oversee the Bank's operations, and to

enhance organization cultures and professional Code of Conduct. The Audit Committee, as a main engine for promoting good corporate governance, comprises four independent directors, holding proper qualifications as prescribed by the SET, so as to perform their duties as stated in the Audit Committee Charter, undertake any special assignments by the Board of Directors, and reviews the sufficiency, accuracy and disclosure of financial statements of the Bank.

The Board of Directors has also established 13 sub-committees to supervise various operations as planned. These include the establishing of disciplinary measures, regulations and a Code of Conduct for all employees.

Rules for Proper Use of Internal Data

The Bank has laid down supervisory policies to prevent misuse of internal information for personal, and other related persons' benefits. The Bank, in this regard, prohibits the director(s) and high-ranking executives, including spouses and children under legal age of the persons thereof from using any non-public material information for selling, transferring or acknowledging the transfers of securities to be issued by the Bank. Such practice is in accordance with the provisions on securities business, under the Securities and Exchange Commission (SEC). Transactions as a result of purchases, sales, transfers of securities issued by the Bank, must be reported to the SEC within three business days after the date of change in securities holding. In addition, the Bank has assigned the Compliance Department (CO) to make sure that any such operations are in accordance with the Bank's regulations.

Internal Control

Sound internal control has also been paramount in the Bank's policies, aimed chiefly at forestalling any damage to the overall operations. In so doing, the Bank has clearly and properly set targets, action plans, strategic guidelines and tasks for further action that show quantifiable results. The internal organizational structure has been arranged in order to effectively facilitate strategic operations, by dividing its core businesses into eight business groups, supervised by Executive Vice Presidents reporting direct to the President. Written policies and operational procedures have been put in place, together with in-house training courses to create common and consistent understanding among key personnel. There is also an operational manual to assist relevant employees to effectively carry out their tasks. These include a guide for employee discipline, a professional Code of Conduct, together with penalties and punishments for disciplinary actions and severe offences. These are aimed at maximizing the working efficiency of all employees, transparency of work and ultimate quality of services, with top priority given to fairness to all customers, shareholders, employees and the society at large. The main points of the internal control system can be summarized, as:

1. The Audit Committee shall have the responsibility of maintaining the adequacy of the internal control system, by continuously reviewing the operations of the Compliance and Audit Group and independent auditors. Emphasis will be given to the adequacy of the internal control system and sound control of work, in accordance with laws and regulations of relevant government agencies. Also, in every aspect, executive officers of the Compliance and Audit Group are required to participate in discussion, exchange views, and report on compliance and audit results to the Audit Committee. If the Audit Committee subsequently offers suggestions, or finds any significant irregularities, it will immediately report to the Board of Directors for further action.
2. Regarding risk management, the Bank gives importance to proper risk management by setting up various sub-committees to supervise efficiency and effectiveness of risk management. These are, for instance, the Internal Risk Management Sub-committee, the Assets and Liabilities Management Sub-committee, the Credit Policy Sub-committee, the Information Technology Sub-committee, and the Human Resource Sub-committee.
3. The Bank has provided clear written documents stating duties and authorities of operational and executive officers, together with the clear-cut duties among operating units, supervisors and evaluators in order to ensure a satisfactory and proper check-and-balance system. Transparency in operations has been given the highest priority in order to minimize dishonest behaviors. Also, it has set clear operational procedures for each of the banking transaction, together with precise standards for operational control, notably the transactions executed under the authority of the President, Executive Vice Presidents, First Senior Vice Presidents and all related persons as deemed appropriate according to their designated authorizations.
4. The Compliance and Audit Group will be responsible for supervising and examining operations of the Bank and its subsidiary companies, based on risk levels, and conformity to government regulations and laws, the Bank's policies, and professional Code of Conduct. Strict attention is also paid to the adequacy of the internal control system, minimization of risk, and the reporting of significant suggestions and observations to responsible parties. Moreover, the Bank has encouraged all business units to conduct self-assessments regarding regular operations and internal control system, in addition to the supervision of the Internal Audit Department and the Compliance Department, for the sake of prudence in operations.
5. The Bank recognizes the importance of information technology in the modern business era, so it has continuously developed its IT system.

Accurate and adequate information will be of great importance and necessity for effective decision making of senior management of the Bank. In particular, the Bank has adopted information recording system, in compliance with Thailand Accounting Standards, as designated by the Bank of Thailand.

6. On a monthly basis, the Bank will evaluate its operations relative to the targets. Immediate and effective action will be taken if actual operations deviate from targets.

The Board of Directors has laid down policies to ensure the adequacy and appropriateness of the internal control system in line with present business undertakings, which will help protect assets of the Bank and its subsidiary companies in order to forestall any damage and misuse. Attention has been given to the recommendations of independent

auditors, and commercial bank examiners from the Bank of Thailand, seen as useful elements for the more effective risk management of the Bank as a whole.

Related Transactions

Details are shown in the Notes to Financial Statement Section, concerning related transactions.

Factors Affecting Investment Decisions

Legal Disputes

With the exception of lawsuits which ordinarily occur in general commercial bank operations, TFB at present has no conflicts with business counterparts, no pending lawsuits or any litigation involving loan principal (excluding interest and expenses) exceeding 5 percent of the Total Shareholder's Equity as stated in the latest year-end balance sheet.



Report of the Audit Committee

The Board of Directors of the Thai Farmers Bank Public Company Limited appointed an Audit Committee comprising the Chairman, M.R. Sarisdiguna Kitiyakara, and Members, Mr. Somchai Bulsook, Professor Dr. Suchada Kiranandana and Ms. Elizabeth Sam. Upon the approval of the general shareholder's meeting on March 29, 2001 Ms. Elizabeth Sam was appointed as a new member of the Audit Committee. None of these members is serving as an officer or employee of the company. The Committee's scope of duties and responsibilities are in accordance with the rules and terms of references set forth in the Charter of the Audit Committee, in compliance with the rules and regulations of the Stock Exchange of Thailand. The Committee is required to report to the Board of Directors.

The Audit Committee held eleven meetings during the year 2001 in performing its assigned tasks on behalf of the Board of Directors, which included reviewing financial reports, the internal control system, risk management system and compliance with relevant laws and regulations.

In the process of fulfilling its functions and responsibilities, the Audit Committee recommended to the Board of Directors the nomination of the company's independent auditor for the year 2002 for appointment by the shareholders. The Committee held meetings with independent and internal auditors and separately with executives to discuss the overall status of auditing, scope of duties and responsibilities, annual audits plans and the evaluation of audited results, the adequacy and effectiveness of the internal control system, risk management and risk evaluation. The Committee, having also reviewed financial reports, and all matters of legal compliance in accordance with relevant laws and regulations, submitted its report to the Board of Directors.

(M.R. Sarisdiguna Kitiyakara)
Chairman, Audit Committee

January 31, 2002



Risk Management of the Bank

The Bank has developed flexible modern risk management tools by relying on technologies obtained from a leading foreign risk management advisory company, which will help the Bank to gain the following benefits:

1. The Bank can identify the size of the various types of risks faced by its businesses, and is better able to control these risks efficiently;
2. The Bank can set prices, which accurately reflect the risks of various types of products and costs;
3. The Bank can allocate its limited capital properly, generating good returns to shareholders.

Integrated Risk Management

The Bank's Internal Risk Management Sub-committee articulates risk management policies, which are in line with the Bank's overall policy. The Internal Risk Management Department is in charge of overseeing, measuring and controlling risks incurred in the course of business operations. The department will develop modern risk management tools to estimate risk values in the various types and forms to which the Bank's capital is applied.

Credit Risk Management

The Bank has undertaken a strategic program to improve management structures and credit underwriting procedures to meet international standards. Decision-making in credit underwriting is separated from customer relationship management in order to maximize the effectiveness of credit approval considerations. The Bank uses credit rating tools as factors in considering credit approvals and in setting prices for corporate customers by classifying 12 levels of internal credit risk rating. Probability of default and other factors such as collateral and product types are used by the Bank in estimating risk-based prices. These are guidelines, which help leading global banks

to excel. They lead to performance evaluations in terms of risk adjusted returns on capital (RAROC), providing further benefits in more efficient capital allocation. The Bank has begun using risk-based pricing to estimate guidelines for some Bank products. These standards will gradually be applied to all credit products in the next phase.

For retail customer groups, the Bank has improved credit underwriting procedures, bringing recognized statistical tools to help in credit approval decisions. This is intended to increase the efficiency of the approval process and to reduce expense, while tailoring approaches appropriate to each customer group.

Market Risk Management and Liquidity Risk Management

The Bank has adopted a more current value-at-risk tool for market risk measurements, investing in a new system to monitor and control risk. This system will enable the Bank to measure risk more quickly and efficiently. The Bank's Assets and Liabilities Management Sub-committee will set policy regarding the management of risk in the areas of interest rates, exchange rates and liquidity in order to obtain the best return at appropriate risk levels, according to the Bank's policy.

Operational Risk Management

The Bank has developed operational risk management in various aspects, for example, by investing in modern information technology systems in various businesses such as trading in financial instruments, etc. Arrangements have been made for revising the operational procedures and auditing operations of business units, as well as for the implementation of more systematic safeguards in information technology.



Risk Factors

Risks Incurred from Non Performing Loans (NPLs) and Debt Restructuring

The Bank has adopted new credit rating tools in cooperation with a leading development consulting firm for use in credit risk measurement, facilitating the setting of prices and the prevention of NPL problems. However, as the nation's economy remains susceptible to risk factors, both domestic and foreign, and some NPL problems are unavoidable. As of December 31, 2001, the proportion of NPLs to the total lending of the Bank and its subsidiaries (excluding financial institutions) stood at 20.72 percent.

Under guidelines from the Bank of Thailand, financial institutions such as commercial banks can restructure their debts by cutting interest rates and debt principal, by extending debt repayments or by using other methods. After debt restructuring, commercial banks may still be at risk if debtors fail to conform to contracts, falling back into NPL status. With debt restructuring, the Bank thoroughly analyzes the cash inflow and repayment capabilities of all debtors. The Bank policy is to closely follow-up on repayment results and the repayment capabilities of debtors who undertake the restructuring process to prevent them from falling back into default. For debtors who fail to fulfill their debt restructuring agreements due to lingering economic doldrums, or who, for other reasons, find their ability to repay diminished, the Bank may consider adjusting repayment conditions accordingly. On the other hand, debtors assessed as expressing no intention of fulfilling their contractual obligations may be the object of legal action by the Bank.

The Bank has restructured many debt contracts. In 2001, debtors who incurred restructuring losses had a total final balance of Baht 26 billion, with the realization of Baht 2.4 billion in debt restructuring losses. Debtors with no losses due to debt restructuring had total outstanding debts before restructuring of Baht 50.3 billion.

Risks from Diminished Collateral Values

The Bank's credit is generally backed by collateral, i.e. mostly property and other assets. The value of this collateral may be affected by the failing economy. The Bank, in fact, expects the value of collateral, particularly of property, to decline until an economic recovery is realized. However, the diminished value of collateral may necessitate the Bank's setting aside of greater loan loss provisioning. The proportion of collateral value to classified assets in the third to fifth classes (sub-standard, doubtful, and loss) of the Bank and its subsidiaries at the end of December, 2001, was 75.3 percent. However, as of December 31, 2001, the Bank set aside loan loss provisions well in excess of the Bank of Thailand requirements.

The Bank will regularly monitor credit and collateral values in order to negotiate with debtors, if necessary, for additional collateral, should these values decline.

Risks from Possessing Collateral

Most of the Bank's loans are backed by collateral. Even so, Bankruptcy laws and processes in foreclosing on collateral in Thailand have not been developed to the same degree as in the U.S. and some other developed countries. Under conditions for financial support imposed by the International Monetary Fund (IMF), the government has agreed to amend the Bankruptcy and Foreclosure laws in order to facilitate faster foreclosing processes by commercial banks. Although these laws have been modified, the changes do not, in themselves, guarantee that the process of possessing collateral or foreclosing properties will actually be any faster than before. The Bank could be impeded from taking possession of collateral to auction at fair prices. However, the Bank has attempted to closely follow developments on foreclosures.

Risks Incurred from Portions of Loans to Various Business Sectors, including the Property Sector

As of December 31, 2001, loans to the Bank's fifteen largest debtors (including interest receivables, but excluding loans to Thonburi Asset Management Company, Ltd. and Chanthaburi Asset Management Company, Ltd.) were worth around Baht 29.4 billion, or around 6.3 percent of all loans (including interest receivables). Loans to the largest debtor were worth Baht 4.0 billion, about 0.8 percent of the Bank's total lending. Currently, one large debtor from the fifteen largest debtors is a non-performing loan.

As of December 31, 2001, the Bank's lending (including interest receivables) was mostly to industrial concerns, commercial enterprises, and producers of consumer products. Loans to these customer groups were around 27.6, 22.2 and 12.3 percent of all loans, respectively. Loans to financial institutions, the property sector and the construction industry, all of which were hard hit by the economic crisis, were worth, respectively, around 1.1, 3.9, and 4.6 percent of the total. However, most of the Bank's loans were backed by property, the value of which may be affected by depreciation due to the economic crisis. If the situation is prolonged, property placed as collateral for Bank loans will be affected.

The Bank of Thailand requires commercial Banks to begin selling off, after five years, those foreclosed assets taken between January 1, 1997 to December 31, 2001, disposing of them all within ten years. Despite constant attempts to offload such assets through various channels, the Bank may not be able to obtain desirable prices within the specified time period, if the economic situation remains poor.

Risks Incurred from Thonburi and Chanthaburi Asset Management Companies (AMCs)

Thonburi AMC was established to operate as an asset management business for NPLs bought or transferred by the Bank, while Chanthaburi AMC was to operate as an asset management business for NPLs bought or transferred by Phatra Thanakit Finance Public Company, Ltd.

As of December 31, 2001, Thonburi and Chanthaburi AMCs, respectively, had issued and fully paid up share capital of Baht 6.0 billion and Baht 5.0 billion, and total loans of Baht 47.3 billion and Baht 18.3 billion. Most loans under the management of Thonburi AMC were contracted by manufacturing and commercial firms (57.8 percent). Chanthaburi AMC was handling primarily loans made to the property and construction sectors (47.3 percent) and to the manufacturing and commercial sector (32.9 percent). As for debt restructuring activities, Thonburi AMC has restructured 40.8 percent of its debts and Chanthaburi AMC has restructured 61.6 percent. The ratio of collateral to total loans of Thonburi AMC is 96.0 percent and Chanthaburi AMC is at 122.2 percent. In 2001, Thonburi AMC registered losses of Baht 0.9 billion and Chanthaburi AMC lost Baht 0.8 billion. These affected the Bank's earnings results. However, the Bank is closely monitoring the earnings results of these two AMCs.

Risks from Guarantees and Aval

The Bank has carried out transactions with customers which have led to obligations from guarantees on borrowing, other guarantees, letters of credit, and aval of notes. Some of these have exposed the Bank to risks in terms of debtors who fail to carry out the terms of their contracts. However, the transactions related to the aforementioned obligations and aval of notes are considered by the Bank as a way of rendering the Bank's credits, which

also include claims on collateral from customers who apply for the Bank's services. Collateral can take the form of funds deposited with the Bank, as well as various financial instruments or personal guarantees, etc. Regarding risk controls, the Bank uses the same criteria as those used with the Bank's normal credit approvals. At the end of December 2001, the Bank's obligations were worth Baht 44.6 billion.

Risks Incurred from Contract Parties of Derivative Instruments

The Bank acts as an intermediary in foreign exchange and derivative instrument markets by making various forward exchange contracts and derivative instrument trading contracts, with financial institutions, domestically and abroad, on the Bank's risk hedging services. Approval for transactions is made on a case-by-case basis. The Bank has no policy to make foreign exchange contracts or forward interest rate contracts for speculation, or without a customer's direct underlying transaction. As of December 31, 2001, the Bank had foreign exchange contracts on the purchase side of Baht 27,016.3 million, with Baht 202,705.2 million on the sales side. Moreover, the Bank had interest rate contracts on the purchase side of Baht 2,878.3 million and of Baht 2,878.3 million on the sales side.

Risks Related to Capital Adequacy

As of December 31, 2001, the Bank had a capital adequacy ratio, including the risk assets of Thonburi and Chantaburi AMCs, equal to 12.73 percent. This was well above the Bank of Thailand's requirement of 8.5 percent. The Bank has closely followed the impact on capital, which may appear with the Bank's operational results. The Bank has also set aside loan loss provisions higher by 241.91 percent than the requirements of the Bank of Thailand.

Risks Incurred from Changing Interest Rates

As of December 31, 2001, around 87 percent of the Bank's lending relied on floating rates announced by the Bank (e.g., MLR, MOR, MRR), as did deposit interest rates. As a result, the interest rate risk faced by the Bank is generally low. However, as the economic downturn reduces demand for loans, the Bank is left with an ample level of liquidity and invests this excess in low risk assets. The Bank's Assets and Liabilities Management Sub-committee is responsible for managing these interest rate risks and excess liquidity.

Risks Incurred from Foreign Exchange

Transactions related to foreign exchange have exposed the Bank to risks due to changing foreign exchange values. However, the Bank estimates that these foreign exchange risks remain low. Most foreign exchange transactions are made on behalf of customers who are either making a purchase or a sale, or both. As part of the management of its foreign currency status, the Bank's policy is to avoid foreign exchange risks by closing the foreign currency status on the transaction date. As of December 31, 2001, the Bank had Baht 27,016.3 million in foreign exchange contracts on the purchase side and Baht 202,705.2 million on the sales side. Management can track risk status by means of daily reports. The Internal Risk Management Department also has the task of controlling these risks.

Risks Related to Dependence on Short-term Working Capital

Most of the Bank's working capital is short term, such as deposits. As of December 31, 2001 around 50 percent of all deposits had a three-month maturity or less. However, these short-term deposits remain in place until their due terms, supporting the Bank as long-term capital. The Bank has managed

many of these risks by continuing to manage liquidity in line with the current market situation. The Assets and Liabilities Management Sub-committee is overseeing the risk control.

Risks from Changing Laws and Related Regulations

Changes in major laws relating to the financial sector and the policies of the Bank of Thailand may affect the Bank's businesses in the future, especially laws related to or involving commercial banks. As a result, commercial banks should prepare themselves to comply with the changing legal framework. This includes aspects of the Bank's management, maintenance of capital status, calculations of the risk weighting of assets, transparency and accounting

standards, consideration of the Bank's status as a consolidated company, stricter supervision of financial institutions by the Bank of Thailand, and the expansion of the Bank's business boundaries and operations, including subsidiaries and related companies. The Bank has closely monitored the progress of pending legislation in order to fully and promptly comply with the new laws as soon as they come into effect.

Risks Relating to the Bank's Declaration of no Dividend Payment

As of December 31, 2001, the Bank had accumulated losses of Baht 87,001.4 million. By law, the Bank cannot pay out dividends to shareholders until accumulated losses are eliminated.



Description and Analysis of Financial Status and Performance

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Performance

Overall

According to the sole financial statement for 2001, the Bank had a net profit of 1,008 million Baht, compared with 1,265 million Baht in 2000. The decrease in net profit in 2001 was attributed to an increase of 2,369 million Baht in allowances for the properties foreclosed in order to cope with the devaluation in assets, sales and management expenses, as well as losses on sales of properties foreclosed. These practices reflect the Bank's caution in handling property foreclosures, increasing allowances for doubtful accounts to support the losses that will be incurred by the sale of the Bank's debts to the Thai Asset Management Corporation.

The Bank's Revenues

The Bank's total revenue consists of interest, dividends, and non-interest revenues. According to the Bank's financial statement for 2001, the total revenue was 44,822 million Baht, a decrease of 5.49 percent, compared with 47,428 million Baht in 2000. According to the consolidated financial statement for 2001, the Bank and its subsidiaries had total revenues of 47,181 million Baht, a decrease of 1.56 percent, compared with 47,930 million Baht in 2000. The details are as follows:

(1) Interest and dividend revenues

Interest and dividend revenues, according to the Bank's sole financial statement, totaled 37,818 million Baht in 2001, compared with 40,747 million Baht in 2000. These earnings were down by 7.19 percent in 2001 due to falling domestic interest rates and the decline of credit.

Interest and dividend revenues of the Bank and its subsidiaries, according to the consolidated financial statement, totaled 39,002 million Baht in 2001 and 40,927 million Baht in 2000. These earnings were down by 4.70 percent, also because of lower interest rates and the lagging credit market.

(2) Non-interest revenues

Non-interest revenues in the sole financial statement totaled 7,003 million Baht in 2001, up by 4.83 percent, compared with 6,680 million Baht in 2000, thanks to higher gains in fee and service income, as well as gains from investments and foreign exchange, showing rises of 983, 236 and 71 million Baht, respectively. However, shared losses with affiliated and associated companies also increased by 624 million Baht in 2001, compared with the previous year.

Non-interest income in the consolidated balance sheet of the Bank and its subsidiary companies totaled 8,178 million Baht, compared with 7,003 million Baht in the previous year. The increase over 2000 of 16.79 percent was attributable to gains in service and fee income, disposal of investments, and in foreign exchange of 1,117, 358 and 71 million Baht, respectively.

Operating Expenses

Operating expenses consist of the interest expenses, which is the main item, and non-interest expenses, as follows:

(1) Interest expenses

The Bank, according to the sole financial statement, had interest expenses of 21,427 million Baht in 2001, a decrease of 16.19 percent, compared with similar costs of 25,565 million Baht in 2000. Expenses for domestic deposits were down by 3,710 million Baht; interbank and money market items, 297 million Baht and borrowing interest expenses, 131 million Baht.

The Bank and its subsidiaries, according to the consolidated financial statement, had interest expenses of 21,427 million Baht in 2001, down by 16.19 percent, compared with 25,565 million Baht in 1999. Expenses for domestic deposits dropped by 3,710 million Baht; interbank and money market items, 297 million Baht and borrowing interest expenses, 131 million Baht, respectively.

(2) Non-interest expenses

The Bank's sole financial statement reports non-interest expenses of 20,472 million Baht in 2001, up 3.46 percent, compared with non-interest expenses of 19,788 million Baht in 2000. The increase over 2000 was attributable to rising allowances for the diminution in value of properties foreclosed and to contributions to the Financial Institutions Development Fund of 2,369 and 143 million Baht, respectively.

In its consolidated financial statement, the Bank and its subsidiaries registered non-interest expenses of 21,917 and 20,560 million Baht in 2001 and 2000, respectively. Non-interest expenses in 2001 increased by 6.60 percent as allowances for the diminution in value of properties foreclosed increased by 2,380 million Baht.

Net Profit (loss)

The Bank's sole financial statement reflected a net profit of 1,008 million Baht in 2001, compared with 1,265 million Baht in 2000. The Bank's decreased net profit in 2001 stemmed from the higher allowances for properties foreclosed and for doubtful accounts and losses on debt restructuring of 2,369 and 1,290 million Baht, respectively. Shared losses with subsidiaries and associated companies also increased by 624 million Baht in 2001, compared with the preceding year.

The Bank and its subsidiaries, according to the consolidated financial statement, had a net profit of 1,008 million Baht in 2001, compared with 1,265 million Baht in 2000. The lower profit could be attributed to the higher allowances for properties foreclosed, for doubtful accounts, and for losses on debt restructuring of 2,380 and 2,158 million Baht, respectively.

Rate of Return to Shareholders

The Bank still held cumulative losses in 2001 and 2000. Under the present Articles of Association, the Bank would be unable to pay out dividends to shareholders this year.

Financial Status

Assets

The Bank, according to its sole financial statement at the end of 2001, registered total assets worth 774,385 million Baht, an increase of 0.82 percent from 768,077 million Baht at the end of 2000. The Bank and its subsidiaries, according to the consolidated financial statement, held total assets worth 774,599 and 767,513 million Baht in 2001 and 2000, respectively, or equal to an increase of 0.92 percent.

The Bank's assets comprised loans, interbank and money market items, and net securities investments.

Loans in the sole financial statement amounted to 466,140 million Baht at the end of 2001, compared to 480,720 million Baht at the end of 2000. There was a drop of 3.03 percent as a result of more loan repayments than disbursements. The Bank and its subsidiaries, according to the consolidated financial statement, had a 3.96 percent decrease in total loans, i.e. 476,487 million Baht at the end of 2001, compared with 496,141 million Baht at the end of 2000.

At the end of 2001, interbank and money market items, according to the Bank's sole financial statement, amounted to 164,596 million Baht, a decrease of 4.33 percent, compared with 172,048 million Baht at the end of 2000. The consolidated financial statement of the Bank and its subsidiaries registered a decrease of 4.03 percent in interbank and money market items, from 172,043 million Baht at the end of 2000 to 165,105 million Baht at the end of 2001.

The Bank's net investment in securities, according to the sole financial statement, amounted to 113,465 million Baht at the end of 2001, an increase of 35.44 percent, compared with 83,777 million Baht at the end of 2000. According to the consolidated financial statement, net investment in securities by the Bank and its subsidiaries increased by 28.60 percent, from 95,722 million Baht at the end of 2000 to 123,101 million Baht at the end of 2001.

Liabilities

Liabilities, according to the Bank's sole financial statement, amounted to 747,314 million Baht at the end of 2001, an increase of 0.65 percent, compared with 742,498 million Baht at the end of 2000. In the consolidated financial statement of the Bank and its subsidiaries, liabilities amounted to 747,159 million Baht at the end of 2001, an increase of 0.74 percent, compared with 741,693 million Baht at the end of 2000.

The Bank's liabilities comprised deposits, interbank and money market items, and borrowings.

Deposits, according to the Bank's sole financial statement, amounted to 664,846 million Baht at the end of 2001, an increase of 2.71 percent, compared with 647,334 million Baht at the end of 2000. Deposits in the Bank and its subsidiaries, according to the consolidated financial statement, amounted to 664,532 million Baht at the end of 2001, an increase of 2.71 percent, compared with 646,997 million Baht at the end of 2000.

Interbank and money market items, according to the Bank's sole financial statement, amounted to 13,831 million Baht at the end of 2001, a decrease of 17.79 percent, compared with 16,825 million Baht at the end of 2000. The consolidated financial statement of the Bank and its subsidiaries showed a decrease of 14.87 percent in interbank and money market items, i.e. 13,823 million Baht at the end of 2001, compared with 16,238 million Baht at the end of 2000.

The Bank's borrowings, according to the sole financial statement, amounted to 48,748 million Baht at the end of 2001, a decrease of 13.03 percent, compared with 56,052 million Baht at the end of 2000. The decrease in borrowings was due to the fact that subordinated debentures having been launched in the local capital market since September 29, 1994 matured this year. Borrowings by the Bank and its subsidiaries, according to the consolidated financial statement, amounted to 48,748 million Baht at the end of 2001, down 13.03 percent, compared with 56,052 million Baht at the end of 2000.

Shareholders' Equity

Shareholders' equity, according to the Bank's sole financial statement, amounted to 27,072 million Baht at the end of 2001, up by 5.83 percent, compared with 25,580 million Baht at the end of 2000.

The increase was due to unrealized gain on revaluation of investment by 434 million Baht and a decrease in retained losses by 1,172 million Baht. The shareholders' equity of the Bank and its subsidiaries, according to the consolidated financial statement, amounted to 27,440 million Baht at the end of 2001, an increase of 6.27 percent, compared with 25,820 million Baht at the end of 2000, again, owing to an increase in unrealized gain on revaluation of investment and a drop in retained losses.

Obligations

The Bank's obligations comprised aval on bills of exchange and loan guarantees, obligations from import bills, letters of credit, and others.

According to the Bank's sole and consolidated financial statements, obligations amounted to 385,870 million Baht at the end of 2001, compared with 377,212 million Baht at the end of 2000. The increase of 2.30 percent was due to more liabilities following an increase in the issuance of letters of indemnity.

Asset Quality, Securities Investments, Liquidity and the Maintenance of Ratios

Loans

Concentration of Loans

According to the Bank's financial statement at the end of 2001, loans concentrated in manufacturing and commercial sectors, equal to 56.69 percent of the Bank's total credit, compared with 52.96 percent at the end of 2000. The credit mix in each business sector at the end of 2001 did not change much from late 2000. The public utility and service sector portion expanded from 12.04 percent at the end of 2000 to 13.04 percent at the end of 2001. However, the portions of real estate and construction, housing, and other sectors declined from 9.10, 10.46 and 12.16 percent at the end of 2000 to 8.47, 9.67 and 8.91 percent at the end of 2001, respectively.

Loans by the Bank and its subsidiaries, according to the consolidated financial statement at the end of 2001, also concentrated in manufacturing and commerce, representing 61.16 percent of the consolidated credits, compared with 58.13 percent at the end of 2000. Furthermore, the utility and services sector increased from 12.76 percent at the end of 2000 to 13.74 percent at the end of 2001. Meanwhile, the consolidated credit portions of real estate and construction, housing and other sectors dropped from 10.54, 11.64 and 3.62 percent at the end of 2000 to 9.78, 10.66 and 1.41 percent at the end of 2001, respectively.

Outstanding Loans

At the end of 2001, the Bank's loans, including credit extended to other financial institutions, totaled 478,618 million Baht, down 2.25 percent, compared with 489,658 million Baht in 2000.

At the end of 2001, 51.93 percent of the outstanding credit (including loans to financial institutions) were loans not exceeding 20 million Baht each. Classified by type of borrowers, most of the Bank's customers with local branches were juristic persons, accounting for 275,255 million Baht or 57.51 percent of the total outstanding loans (including financial institutions). The remaining 42.49 percent was credit extended to individuals. Categorized by repayment terms, credit with a less-than-one-year repayment schedule accounted for 64.10 percent of the total outstanding loans.

Loans to the 20 largest borrowers (excluding Thonburi Asset Management Company and Chanthaburi Asset Management Company) at the end of 2001 totaled 35,436 million Baht, only 7.40 percent of the total credit (including financial institutions).

Loan Classification

In compliance with the regulations of the Bank of Thailand, the Bank classifies loans into six categories and provides minimum allowances for doubtful accounts according to these classifications. The main criterion for debt classification is the delinquent period. The value of collateral used for provisioning calculations is based on the type of collateral and its most recent appraised value.

Debt classification and allowances for doubtful accounts, according to the Bank's financial statement as of the period ending December 31, 2001, are as follows:

(Million Baht)

	Loans and Accrued Interest Receivables	Allowances for Doubtful Accounts	
		% Established by the Bank of Thailand	Required Allowances
Normal	382,806	1	3,828
Special mentioned	10,204	2	204
Sub-standard	11,427	20	647
Doubtful	17,662	50	3,410
Loss	46,313	100	-
Uncollectible	-		-
Total	468,411		8,089

At the end of 2001, allowances for doubtful debts, according to the Bank's financial statement, comprised 25,001 million Baht for general customers and financial institutions, and 3,699 million Baht for devaluation of credit under debt restructuring, totaling 28,700 million Baht. This exceeded the 100 percent allowance level required by the Bank of Thailand.

The Bank and its subsidiaries' debt classification and allowances for doubtful debts, according to the consolidated financial statement as of 31 December 2001, are as follows:

(Million Baht)

	Loans and Accrued Interest Receivables	Allowances for Doubtful Accounts	
		% Established by the Bank of Thailand	Required Allowances
Normal	356,242	1	3,562
Special mentioned	11,169	2	223
Sub-standard	11,928	20	685
Doubtful	17,682	50	3,411
Loss	83,707	100	17,798
Uncollectible	-		-
Total	480,728		25,679

At the end of 2001, the Bank and its subsidiaries' allowances for doubtful debts, according to the consolidated financial statement, comprised 51,326 million Baht for general customers and financial institutions and 3,781 million Baht for devaluation of credit under debt restructuring, thus totaling 55,107 million Baht. This exceeded the 100 percent allowance level required by the Bank of Thailand.

The provisioning for doubtful debts was based on the guidelines and regulations set by the Bank of Thailand and on the analysis of each category of credit, as well as the review of individual debtor's financial position, using experience in assessing risks and collateral value.

Conditions for Cessation of the Realization of Accrued Interest as Income

The Bank realizes interest and discounts from credit as revenue on an accrual basis. However, when the interest is delinquent for more than three months, whether it is a secured or unsecured loan, the revenue will be realized only when the interest is paid.

In compliance with regulations of the Bank of Thailand since 1 January 2000, the Bank has canceled records of revenues from interest in arrears for over three months.

Non-accrual Loans

At the end of 2001 and 2000, the Bank held a total of 133,321 million Baht and 141,748 million Baht in non-accrual loans, or 28.59 percent and 29.48 percent of the total loans (including financial institutions), respectively.

At the end of 2001 and 2000, the Bank and its subsidiaries held a total of 180,648 and 198,544 million Baht in non-accrual loans, or 37.90 percent and 40.01 percent of the total loans (including financial institutions), respectively.

At the end of 2001, the Bank's non-accrual loans, classified by loan outstanding are as follows:

(Million Baht)

Loan Outstanding	Total Loan Outstanding			Under Collateralized	
	Number of Debtors	Principal	Interest	Number of Debtors	Loan Outstanding
Not over 500,000	30,814	6,209.4	79	7,992	896
500,000 –1,000,000	13,449	9,345.1	65	2,322	1,469
1–10 million	24,640	60,756.8	376	5,911	17,174
Over 10 million	1,543	57,009.4	697	809	38,516
Total	70,446	133,320.7	1,217	17,034	58,056

From the above table, 43.2 percent of non-accrual loans was under collateralized.

Non-performing Loans (NPLs)

At the end of 2001 and 2000, the Bank's NPLs totaled 62,723 million Baht (13.45 percent) and 67,534 million Baht (14.04 percent), respectively, of the total credit outstanding (excluding financial institutions).

At the end of 2001 and 2000, the Bank and its subsidiaries registered consolidated NPLs of 98,741 and 118,657 million Baht, or 20.72 percent and 23.91 percent of the total credit outstanding (excluding financial institutions).

Relationship of Fund Sources and Uses

Deposits are the main source of the Bank's capital, which is used primarily for credit extension. At the end of 2001, according to the Bank's sole financial statement, lending and accrued interests, and deposits can be classified by their maturity as follows:

(Million Baht)

Period of Time	Lending and Accrued Interests	%	Deposits	%
Less than one year	306,829	65.53	658,301	99.02
Over one year	161,414	34.47	6,545	0.98
Total	468,243	100.00	664,846	100.00

According to the Bank's financial statement, deposits with maturity of less than one year at the end of 2000 totaled 635,891 and 658,301 million Baht at the end of 2001, up 3.52 percent. Deposits with maturity over one year, according to the Bank's financial statement, totaled 11,422 and 6,545 million Baht at the end of 2000 and 2001, respectively, down 42.80 percent. The decrease was due to depositors turning to other investment channels.

Deposits of the Bank and its subsidiaries with maturity less than one year, according to the consolidated financial statement at the end of 2001 and 2000, totaled 657,987 and 635,554 million Baht, respectively, an increase of 3.52 percent. Deposits with maturity over one year, according to the consolidated financial statement, were equal to the figures shown in the Bank's financial statement.

Bank lending with maturity less than one year, according to the Bank's sole financial statement at the end of 2001 and 2000, totaled 306,829 and 315,357 million Baht, respectively, down 2.70 percent. Lending with maturity over one year, according to the Bank's sole financial statement, totaled 161,414 and 167,593 million Baht at the end of 2001 and 2000, respectively, a decrease of 3.69 percent. The decrease was attributed to more debt repayment than draw-down and the economic slump.

Lending and accrued interest receivables of the Bank and its subsidiaries' with maturity less than one year, according to the consolidated financial statement at the end of 2001 and 2000, totaled 306,845 and 316,745 million Baht, respectively, a decrease of 3.13 percent. Lending and accrued interest receivables with maturity over one year, according to the consolidated financial statement, totaled 173,714 and 183,866 million Baht at the end of 2001 and 2000, respectively, a decrease of 5.52 percent.

From the above table, at the end of 2001 and 2000, the Bank's lending and accrued interest receivables, with maturity less than one year, was less than deposits with maturity less than one year. This is normal for commercial banking in Thailand. Meanwhile, the Bank's lending with maturity over one year exceeded deposits with maturity over one year. However, bank deposits have been rolled over continuously, enabling the Bank to use them in support of credit extension. The Bank also sought long-term sources of funds by issuing both domestic and foreign subordinated debentures. Long-term borrowings at the end of 2001 and 2000 amounted to 48,748 and 48,552 million Baht, up by 0.40 percent.

The funding structure of the Bank, according to the sole financial statement at the end of 2001 consisted of deposits of 664,846 million Baht or 87.7 percent, of total funds, or an increase of 2.7 percent from 2000. Long-term borrowings, including subordinated debentures cum preferred shares, totaled 48,748 million Baht, or 6.4 percent. Shareholders' equity totaled 27,072 million Baht, or 3.6 percent. Holdings in interbank and money markets stood at 13,831 million Baht, or 1.8 percent; and other investments equaled 3,456 million Baht, or 0.5 percent.

The funding structure of the consolidated financial statement was almost identical to that of the Bank.

Investment in Securities

The Bank's net investment in securities expressed in fair value, according to the Bank's financial statement at the end of 2001 and 2000, stood at 113,465 and 83,777 million Baht, respectively. The Bank's net investment in securities increased by 35.4 percent. The Bank and its subsidiaries' net investments in securities, according to consolidated financial statements at the end of 2001 and 2000, totaled 123,101 and 95,722 million Baht, respectively. Net investment in securities increased by 28.6 percent.

The Bank's net investment in securities consisted mainly of available-for-sale securities, debt instruments held to maturity, and investments in subsidiaries and associated companies.

The Bank's net available-for-sale securities expressed in fair value according to the Bank's financial statement at the end of 2001 and 2000 were 59,092 and 43,391 million Baht, respectively. Net available-for-sale securities increased by 36.2 percent. The Bank and its subsidiaries' net available-for-sale securities expressed in fair value according to the consolidated financial statements at the end of 2001 and 2000 were 59,129 and 43,428 million Baht, respectively. Net available-for-sale securities increased by 36.2 percent.

The Bank's debt instruments held to maturity expressed in fair value, identical for the Bank's sole and consolidated financial statement, at the end of 2001 and 2000 were equal to 43,672 and 28,648 million Baht, respectively. The amount of debt instruments held to maturity increased by 52.4 percent, thanks to more investment in government and state enterprise securities, as well as private debt instruments.

The Bank's net investments in subsidiaries and associated companies, expressed in fair value according to the Bank's financial statement at the end of 2001 and 2000, were 8,178 and 10,143 million Baht, respectively. The Bank's net investment in subsidiaries and associated companies decreased 19.4 percent. The Bank and its subsidiaries' net investments in subsidiaries and associated companies, expressed in fair value according to the consolidated financial statement at the end of 2001 and 2000, were 1,427 and 1,763 million Baht, respectively. The net investment in subsidiaries and associated companies decreased 19.1 percent.

Investment Expenses

The Bank's expenses for net investment in subsidiaries and associated companies, calculated under the equity accounting method less allowances for the diminution in value of securities, according to the Bank's financial statement at the end of 2001 and 2000, were 8,178 and 10,143 million Baht, respectively. The net investment in subsidiaries and associated companies decreased 19.4 percent.

Liquidity

Cash and cash equivalents, according to the Bank's sole financial statement at the end of 2001 was 12,142 million Baht, up by 183 million Baht due to the following activities:

- Net cash from operating activities totaled 37,732 million Baht as a result of changes in key operating assets and liabilities, i.e., interbank and money market items (assets) showing a drop by 7,466 million Baht. Securities purchased under resale agreements went up 3,500 million Baht, lending dropped 14,460 million Baht. Deposits, on the other hand, recorded an increase by 17,512 million Baht, while interbank and money market items (liabilities) decreased 2,994 million Baht.

- Net cash used in investing activities totaled 30,049 million Baht consisting of: cash spent on available-for-sale investment (52,042 million Baht); purchase of securities held until maturity (28,821 million Baht); and purchases of land, premises and equipment (1,523 million Baht).

■ Net cash used in financial activities totaled 7,500 million Baht for the redemption of subordinated debentures.

Cash and cash equivalents, according to the Bank's consolidated financial statement at the end of 2001 was 12,143 million Baht, up by 183 million Baht due to the following activities:

■ Net cash from operating activities totaled 36,069 million Baht as a result of changes in key operating assets and liabilities, i.e., interbank and money market items (assets) decreased 6,952 million Baht. Securities purchased under resale agreements went up 3,500 million Baht, loans dropped 11,971 million Baht. Deposits, on the other hand, showed an increase by 17,535 million Baht, while interbank and money market items (liabilities) decreased 2,415 million Baht.

■ Net cash used in investing activities totaled 28,471 million Baht comprising cash spent on available-for-sale investments (52,042 million Baht); purchase of securities held until maturity (28,889 million Baht); and purchase of land, premises and equipment (1,543 million Baht).

■ Net cash used in financial activities totaled 7,414 million Baht. Redemption of subordinated debentures was worth 7,500 million Baht.

Maintenance of Ratios

Capital to Risk Assets Ratio

The Bank's capital to risk assets ratio was 12.73 percent, including the risk assets of the two subsidiary asset management companies at the end of 2001. The ratio was 11.75 percent at the end of 2000. The increased capital to risk asset ratio of 8.34 is attributable to decreased net loss after appropriation of 325 million Baht and increased surpluses on land revaluation, surpluses on premises revaluation, and subordinate debentures, calculated as tier-2 capital of 2,033, 1,263 and 162 million Baht, respectively.

According to the Bank of Thailand's regulations, all commercial banks are required to maintain tier-1 capital ratio to risk assets of not less than 4.25 percent. Moreover, tier-1 and tier-2 capital ratio to risks asset ratio must be at least 8.5 percent. Allowances for doubtful accounts for loans classified as "normal" may be included as tier-2 capital at no more than 1.25 percent. Tier-1 and tier-2 capital of the Bank and its subsidiaries at the end of 2001 was 12.73 percent, with tier-1 at 7.27 percent, in excess of the Bank of Thailand regulations.

Maintenance of Liquidity Assets

The Bank of Thailand requires that commercial banks maintain liquid assets, on average, of at least 6 percent of the total deposits and borrowings. The Bank complies with the requirement and maintains a loan to deposits ratio of 70.11 percent.

Factors and Influences that May Affect the Bank's Performance or Financial Position in the Future

Please see the section entitled *Risk Factors*.



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Ms. Tida Samalapa



Assistant Secretary to the Board of Directors

Ms. Arasa Ampornpong

Ms. Prayoonsri Katanyutanon

Dr. Adit Laixuthai



Mr. Banyong Lamsam
Chairman



Pol. Gen. Pow Sarasin
Vice Chairman



Mr. Banthoon Lamsam
Director



Mr. Sukri Kaocharern
Director



M.R. Sarisdiguna Kitiyakara
Director



M.R. Yongswasdi Kridakon
Director



Mr. Somchai Bulsook
Director



Ms. Sujitpan Lamsam
Director



Professor Dr. Suchada Kiranandana
Director



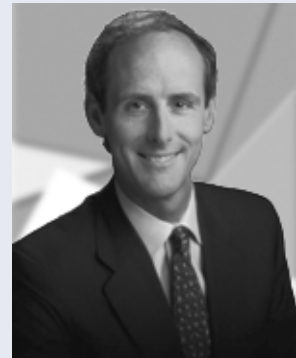
Professor Dr. Yongyuth Yuthavong
Director



Dr. Abhijai Chandrasen
Director



Mr. Charles L. Coltman, III
Director



Mr. William Mark Evans
Director



Ms. Elizabeth Sam
Director



Mr. Chaisak Saeng-Xuto
Director



Dr. Schwin Dhammanungune
Director



Executive Board

President

Mr. Banthoon Lamsam



Executive Vice President

Mr. Sirivuthi Siamphakdee

Ms. Tida Samalapa

Mr. Apichai Bunyakiat

Dr. Piengchai Pookakupt

Mr. Boontuck Wungcharoen

Mr. William John Fontana

Mr. David Lee Hendrix



First Senior Vice President

Ms. Buranee Arunpairojana

Mr. Siripongs Kalayanarooj

Mr. Tongchai Charoensit

Mr. Pramoth Chaiamporn

Mr. Methee Pattarakornkul

Ms. Aranee Sukhavanij

Mr. Jirayon Sangkasuwan

Ms. Chawiwana Varophas

Ms. Patcharin Vongsiridej

Mr. Predee Daochai

Mr. Sasawat Virapriya

Mr. Tawit Thanachanan

Mr. Teeranun Srihong

Mr. Ampol Polohakul

Mr. Somkiat Sirichatchai

Mr. Krisada Lamsam

Mr. Chartchai Sundharagiati

Corporate Strategy Department

Senior Vice President

Ms. Kattiya Indaravijaya

Ms. Arasa Ampornpong

First Vice President

Ms. Prayoonsri Katanyutanon



Corporate Communications Department

Senior Vice President

Ms. Daranee Tanchaiswasd

Dr. Adit Laixuthai

First Vice President

Mr. Somsak Rojvanich



E-Business Department

First Vice President

Ms. Phoranee Rhuwadhana



Compliance Department

Senior Vice President

Mr. Vasant Chariyatantiwate

First Vice President

Ms. Vaurarat Hunsakulbunteng

Ms. Warathorn Engsombon



Internal Audit Department

Senior Vice President

Ms. Sumontip Otrakul

First Vice President

Mr. Veerasak Farkmitra



Corporate Portfolio Management Department

First Vice President

Mr. Pongpichet Nananukool

Corporate Business Marketing
and Products Department

First Vice President

Mr. Sahaschai Siridhab
Mr. Chaivudh Chaiphon

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Corporate Banking Department

First Vice President

Ms. Nartsinee Sarnvanichpitak
Mr. Surin Seubvongpataya
Mr. Prasong Hanpiyavatanasakul

■

Business Banking Department

Senior Vice President

Mr. Pakorn Partanapat

First Vice President

Ms. Oratai Nateeratanakamjai

■

Securities Services Department

First Vice President

Ms. Pranee Buranawatanachoke
Mr. Weerachai Amornrat-Tana

■

Thai Farmers Bank - I.B.F Department

First Vice President

Mr. Sahaschai Siridhab

■

International Trade Department

First Vice President

Mr. Pipat Visuttiopon
Mr. Vichai Dittasri
Mr. Boonyong Puapongsathorn

■

Retail Portfolio and Deposit Product
Management Department

First Vice President

Ms. Kanokwan Tantivongsorn

Retail Business Marketing Support Department

First Vice President

Ms. Somsri Kanungvanichkul

■

Branch Channel Management Department

Senior Vice President

Mr. Charcree Tirachuli

First Vice President

Mr. Phole Dhanashoti

■

Distribution Network

Region 1 Senior Vice President

Mr. Pattanapong Tansomboon

Region 2 Senior Vice President

Mr. Vichien Juprasurtporn

Region 3 First Vice President

Mr. Chatchai Payuhanaveechai

Region 4 First Vice President

Mr. Chutchaval Viruttanachai

Region 5 Vice President

Mr. Akadej Chotivanich

Region 6 First Vice President

Mr. Vinit Nopkhun

Region 7 First Vice President

Mr. Chalot Nongkai

Region 8 First Vice President

Mr. Somchai Trilerklith

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Electronic Channel Management Department

First Vice President

Ms. Passamon Vichitkamthorn

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Customer Relations Department

First Vice President

Ms. Kwannet Ratanapruk

Credit Card Department

First Vice President

Ms. Porawan Sudsok

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Consumer Loans Department

First Vice President

Mr. Dolapar Petpiroon

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Credit Underwriting Department

Senior Vice President

Ms. Pannee Lertchanyakul

■

Risk Asset Review Department

First Vice President

Mr. Suvichai Kueworakulchai

■

Credit and Collateral Control Department

Senior Vice President

Mr. Niwat Kruapat

First Vice President

Mr. Vachara Tuntariyanond

Mr. Supoj Limsopatham

Mr. Tirapol Sirapalanon

Ms. Chalida Sirampuj

Ms. Warunee Chumnansipet

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Debt Restructuring Department

First Vice President

Ms. Somvan Vathanavalun

Mr. Worawut Piyasachaboon

■

Retail Business Debt Recovery Network

Senior Vice President

Mr. Somchai Visitkitchakarn

First Vice President

Mr. Werachai Chinoraksa

Mr. Supol Khunprasert

Mr. Samphant Takasiyanant

Legal Department

Senior Vice President

Mr. Pornsak Sakpunpanom

First Vice President

Mr. Sittiporn Mahaswat

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Foreclosed Property Management Department

First Vice President

Mr. Surapong Bumroongsook

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Credit Information Management Department

First Vice President

Mr. Niasinn Lamsam

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Information System Engineering Department

Senior Vice President

Ms. Orn-Anong Thonguthai

First Vice President

Mr. Taveechai Prasitpaisal

Mr. Viraphol Sripraiwalupakit

Mr. Wichai Jermhansa

Ms. Apiwan Suttitossatum

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Information System Processing Department

First Vice President

Mr. Phongthawat Phuangkanok

Mr. Phairoj Daengchuang

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IT Infrastructure Department

Senior Vice President

Mr. Klaharn Tuntipochsopha

First Vice President

Mr. Pasakorn Pundhawong

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Information Security Department

First Vice President

Mr. Surose Petchakich

Operation Supporting Department

Senior Vice President

Mr. Yuthchai Chusapakdee

■

Cash and Payment Administration Department

First Vice President

Mr. Yudhana Sinswasd

Ms. Amara Wamasuree

■

General Administration Department

Senior Vice President

Mr. Thamrong Nakornratanachai

First Vice President

Mr. Sawai Kheawkao

■

Fixed Asset Administration Department

Senior Vice President

Ms. Kanlaya Yaisawang

■

Central Operation Department

Senior Vice President

Mr. Suwat Charoenvijitchai

First Vice President

Mr. Sakchai Sombatsrisombun

■

Internal Risk Management Department

Senior Vice President

Mr. Prasopsuk Damrongchietanon

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Financial Planning Department

Senior Vice President

Mr. Som Pisarnsophon

■

Treasury Department

Senior Vice President

Ms. Chantana Soi-Ampornkun

Mr. Surasak Dudsdeemaytha

First Vice President

Mr. Amporn Phongtratik

■

Financial Accounting Management Department

Senior Vice President

Ms. Pranee Tirasest

First Vice President

Ms. Pensri Rongpong

Ms. Siriluck Ratanachai

Mr. Wichai Yongchaitrakul

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Human Resource Management Department

First Vice President

Ms. Pranee Visitkitchakarn

■

Employee Relations Management Department

Senior Vice President

Mr. Thanawat Duang-Udom

■

Human Resource Development Department

First Vice President

Ms. Janjaree Buranavej



529 Domestic Branches

157 Metropolitan Branches

Asok Sub-Branch

Tel. (02) 664-1350-3

Fax. (02) 664-2570

Ban Thad Thong Branch

Tel. (02) 215-4674-5, 612-3538-41

Fax. (02) 215-5971

Bang Bon Branch

Tel. (02) 899-8330-7

Fax. (02) 416-4396

Bang Chak Branch

Tel. (02) 741-7661-5, 741-8314, 741-8490

Fax. (02) 741-8352

Bang Kapi Branch

Tel. (02) 261-0151-7, 261-0160-3

Fax. (02) 261-0164

Bang Khae Branch

Tel. (02) 801-0690-1, 801-0610-19

Fax. (02) 454-2891

Bang Khen Branch

Tel. (02) 939-6564-5, 393-7709-10

Fax. (02) 513-9040

Bang Khun Non Branch

Tel. (02) 882-5402, 882-5818, 882-5756

Fax. (02) 882-5495

Bang Khun Thian Branch

Tel. (02) 878-0023-4, 878-0518-25

Fax. (02) 878-0526

Bang Khunsri Sub-Branch

Tel. (02) 866-4101-3

Fax. (02) 866-4104

Bang Krabu Branch

Tel. (02) 669-3481-3, 669-0870-6, 243-7818-9

Fax. (02) 669-0877

Bang Lamphu Branch

Tel. (02) 281-5187-90, 629-1123-8

Fax. (02) 629-0947

Bang Mot Branch

Tel. (02) 428-2022, 870-0224-33

Fax. (02) 428-2025

Bang Pakok Branch

Tel. (02) 427-2154-5, 428-4251-2, 874-4764-72

Fax. (02) 428-3523

Bang Phlat Branch

Tel. (02) 433-0072, 885-3333-41

Fax. (02) 434-6197

Bang Pho Branch

Tel. (02) 587-0097, 912-6790-9

Fax. (02) 585-7700

Bang Rak Branch

Tel. (02) 630-6370-7

Fax. (02) 266-7540

Bang Son Branch

Tel. (02) 587-0091, 910-8768

Fax. (02) 587-0094

Bang Su Branch

Tel. (02) 587-0219-21, 910-4141-8

Fax. (02) 587-0652

Bang Yikhan Branch

Tel. (02) 883-0163-9, 883-2077-80

Fax. (02) 433-1337

Big-C Ratburana Sub-Branch

Tel. (02) 873-1268

Fax. (02) 873-1269

Bukhalo Branch

Tel. (02) 877-6689-96

Fax. (02) 477-2812

Chakkrawat Branch

Tel. (02) 225-5807-8, 622-4483-5
Fax. (02) 225-9675

Charansanitwong 11 Branch

Tel. (02) 412-0068-71, 864-3004-10
Fax. (02) 412-8296

Charoen Nakhon 36 Sub-Branch

Tel. (02) 862-7920-2
Fax. (02) 862-7924

Chok Chai 4 Sub-Branch

Tel. (02) 539-8735-7
Fax. (02) 530-4584

Chong Nonsi Sub-Branch

Tel. (02) 285-2071-3, 678-0844-5
Fax. (02) 678-0844

Dao Khanong Branch

Tel. (02) 877-5670-81
Fax. (02) 476-4463

Din Daeng Sub-Branch

Tel. (02) 248-1841, 642-9603
Fax. (02) 248-1843

Ekkamai Branch

Tel. (02) 714-1081-8, 714-0730-2
Fax. (02) 714-0410

Happyland Sub-Branch

Tel. (02) 374-7299, 375-5270
Fax. (02) 375-6103

Hua Mak Branch

Tel. (02) 732-2560-3, 732-0920-5
Fax. (02) 375-6487

Huay Kwang Branch

Tel. (02) 692-2347-50, 692-1375-9
Fax. (02) 276-1820

Khlong Chan Branch

Tel. (02) 733-7136-40, 733-2833-8
Fax. (02) 733-7141

Khlong San Branch

Tel. (02) 437-0260-2, 437-8254, 861-0140-5
Fax. (02) 439-3344

Khlong Toei Branch

Tel. (02) 249-0463-4, 671-2042-7, 249-0468
Fax. (02) 249-5011

Khlong Ton Branch

Tel. (02) 319-4868, 717-8867-9
Fax. (02) 319-8352

King Phet Branch

Tel. (02) 612-0463-74
Fax. (02) 612-1550

Kluai Num Thai Branch

Tel. (02) 367-311-7, 367-3119-23
Fax. (02) 367-3109

Lat Krabang Branch

Tel. (02) 739-0187-9, 739-0190-7
Fax. (02) 326-7198

Lat Phrao 10 Branch

Tel. (02) 938-7425-9, 938-7430-5
Fax. (02) 512-5565

Lat Phrao 25 Branch

Tel. (02) 938-3100-2, 938-3040-2, 938-1811-2
Fax. (02) 513-1603

Lat Phrao 67 Branch

Tel. (02) 530-0174-6, 933-0960-8
Fax. (02) 539-3273

Lat Phrao 99 Branch

Tel. (02) 530-0544-7, 932-3289-95
Fax. (02) 530-0548

Maha Phruttharam Branch

Tel. (02) 639-0740-9
Fax. (02) 236-5566

Mahboonkrong Center Sub-Branch

Tel. (02) 216-4820, 216-4822
Fax. (02) 216-4821

Min Buri Branch

Tel. (02) 518-1474, 918-7708-12
Fax. (02) 518-1475

Na-Na Nua Branch

Tel. (02) 253-0484, 655-0743-4, 655-0735-41
Fax. (02) 253-0298, 655-0741

Nang Loeng Branch

Tel. (02) 280-2782, 629-8810-17
Fax. (02) 629-9379

On Nut 39 Sub-Branch

Tel. (02) 322-6514-5, 721-3030
Fax. (02) 721-3031

On Nut Branch

Tel. (02) 742-5080-4, 742-4902-9
Fax. (02) 332-5285

Phahon Yothin Main Branch

Tel. (02) 273-1000
Fax. (02) 273-1090

Phasi Charoen Branch

Tel. (02) 869-7124-6, 869-7470
Fax. (02) 869-7128

Phat Phong Branch

Tel. (02) 637-0041-8, 637-0470-4
Fax. (02) 637-0477

Phetkasem 51 Branch

Tel. (02) 801-3626-32, 455-6985-9
Fax. (02) 454-2975

Pho Sam Ton Branch

Tel. (02) 891-0037-8, 891-0056-64
Fax. (02) 465-4660

Phra Khanong Branch

Tel. (02) 711-0203-8, 711-2748-53
Fax. (02) 711-1682

Phran Nok Branch

Tel. (02) 866-1322-7, 866-1427-9
Fax. (02) 866-1328

Pin Klao Branch

Tel. (02) 884-6380-90
Fax. (02) 433-9920

Pracha Niwet 1 Sub-Branch

Tel. (02) 954-3334-7, 588-5041
Fax. (02) 589-2914

Pratu Nam (Bai Yoke) Sub-Branch

Tel. (02) 208-0120-1
Fax. (02) 208-0118

Pratu Nam Pathum Wan Branch

Tel. (02) 653-8464-9, 653-7423-30
Fax. (02) 653-8470

Prawet

Tel. (02) 726-0484-92
Fax. (02) 726-0494

Ratburana Main Branch

Tel. (02) 871-3650-5, 428-4102-4
Fax. (02) 871-3645

Ratchadamri Branch

Tel. (02) 253-4997-9, 655-0275-83
Fax. (02) 253-1423

Ratchawat Sub-Branch

Tel. (02) 243-7815-7, 668-5637
Fax. (02) 668-5637

Sam Yaek Kaset Sub-Branch

Tel. (02) 579-5286-7
Fax. (02) 579-5288

Sampheng Sub-Branch

Tel. (02) 622-6326-8
Fax. (02) 224-8059

Samre Branch

Tel. (02) 860-6818-20, 860-6823-4
Fax. (02) 437-8236

Sanam Pao Branch

Tel. (02) 617-2782-4, 617-2825-6
Fax. (02) 617-2842

Sao Chingcha Branch

Tel. (02) 622-2086, 622-0034-6,
622-0659
Fax. (02) 622-1344

Saphan Khwai Sub-Branch

Tel. (02) 270-1358, 618-4196-7
Fax. (02) 270-1356

Saphan Krung Thon Branch

Tel. (02) 883-0172-9, 883-1963-8
Fax. (02) 433-4554

Saphan Luang Branch

Tel. (02) 611-6956-8, 611-6183-6
Fax. (02) 215-9240

Saphan Mai Don Muang Branch

Tel. (02) 972-5512-20, 552-6545-6
Fax. (02) 552-6544

Saphan Phut Branch

Tel. (02) 623-7504-8, 623-7611-2
Fax. (02) 623-7613

Seacon Square Branch

Tel. (02) 721-8554-61
Fax. (02) 721-8562

Si Yaek Bang Na Branch

Tel. (02) 745-2900-7, 745-5028-31
Fax. (02) 393-5546

Si Yaek Saphan Krung Thep Branch

Tel. (02) 689-0092-8, 689-0690-3
Fax. (02) 689-0694

Si Yaek Thanon Chan – Liabkhlong Chong Nonsi Sub-Branch

Tel. (02) 678-4101-4
Fax. (02) 678-4105

Si Yaek Wang Hin Branch

Tel. (02) 940-4824-33, 940-4836-7
Fax. (02) 940-4840

Siam Square Branch

Tel. (02) 658-1848-51, 658-1755-9
Fax. (02) 658-1754

Siangkong Branch

Tel. (02) 639-4041-6, 639-0901-4
Fax. (02) 237-4990

Silom Main Branch

Tel. (02) 234-7050-99
Fax. (02) 234-7445

Soi Chalaem Nimit (Pha Du 1) Branch

Tel. (02) 688-4250-45
Fax. (02) 291-1079

Soi Charurat Branch

Tel. (02) 651-7093-8, 651-6459-64
Fax. (02) 253-3537

Soi Thong Lo Sub-Branch

Tel. (02) 712-8770-2
Fax. (02) 390-0457

Soi Udomsuk Sub-Branch

Tel. (02) 361-7666-7
Fax. (02) 361-7668

Song Prapha-Don Muang Sub-Branch

Tel. (02) 566-4345-6
Fax. (02) 566-4347

Suan Chatuchak Branch

Tel. (02) 617-6040-7, 272-0854
Fax. (02) 272-0857

Suan Phlu Branch

Tel. (02) 679-4246-53
Fax. (02) 213-1362

Sukhaphiban 1 (Bang Bon) Sub-Branch

Tel. (02) 454-4331-2
Fax. (02) 454-4333

Surawong Branch

Tel. (02) 639-4056-60, 639-0922-5
Fax. (02) 639-0927

Sukhumvit 57 Branch

Tel. (02) 391-0437, 392-2039, 714-1089-94
Fax. (02) 390-0784

Suwinthawong Nong Chok Branch

Tel. (02) 543-2078-9, 988-0680-7
Fax. (02) 988-0692

Sutthisan Branch

Tel. (02) 616-9990-5, 616-6576-8
Fax. (02) 616-9997

Talat Bo-Be Sub-Branch

Tel. (02) 225-1794-5
Fax. (02) 226-1107

Talat Phattanakan Sub-Branch

Tel. (02) 321-7426-7, 722-1011
Fax. (02) 321-7425

Talat Phlu Branch

Tel. (02) 891-4022-9, 891-4262-5
Fax. (02) 891-4278

Talat Pongpetch Sub-Branch

Tel. (02) 953-4015-6, 589-1780
Fax. (02) 589-5001

Talat Rungcharoen Sub-Branch

Tel. (02) 682-0376-9, 294-0887
Fax. (02) 682-0380

Taopoon Sub-Branch

Tel. (02) 911-3126-8
Fax. (02) 911-3129

Tha Phra Branch

Tel. (02) 868-0125-35, 868-0391
Fax. (02) 457-8812

Tha Rua Sathu Pradit Branch

Tel. (02) 295-0123-9, 682-0172-5
Fax. (02) 294-6661

Thai Airways International Sub-Branch

Tel. (02) 275-7025, 513-5967
Fax. (02) 275-7024

Thanon Asok Din Daeng Branch

Tel. (02) 246-2908-9, 641-8660-2, 641-8185-6
Fax. (02) 247-7552

Thanon Bang Na-Trad Km. 4 Branch

Tel. (02) 399-0871-2, 399-0885-6
Fax. (02) 399-4275

Thanon Chan Branch

Tel. (02) 212-9788-9, 212-7047, 211-8288
Fax. (02) 673-0438

Thanon Charoen Rat Sub-Branch

Tel. (02) 437-0256-8, 438-8241-2
Fax. (02) 437-0259

Thanon Lan Luang

Tel. (02) 628-1391-6, 628-1401-5
Fax. (02) 628-1406

Thanon Lang Suan Branch

Tel. (02) 652-0240-2, 652-0244, 652-1981-5
Fax. (02) 652-1987

Thanon Lat Ya Branch

Tel. (02) 861-4415-25, 861-5378-9
Fax. (02) 438-0538

Thanon Maha Chai Branch

Tel. (02) 621-0764-6, 621-1622-26
Fax. (02) 226-4805

Thanon Phanit Chayakan Thonburi Sub-Branch

Tel. (02) 865-7364-6
Fax. (02) 865-7367

Thanon Phattanakan Branch

Tel. (02) 321-3373-4, 722-1004-8
Fax. (02) 322-2589

Thanon Phetchaburi Tat Mai Branch

Tel. (02) 318-4700-1, 718-2320-7, 716-5205-7
Fax. (02) 716-5209

Thanon Pracha Chun Branch

Tel. (02) 586-9352-3, 913-7429-36
Fax. (02) 586-0757

Thanon Pracha Uthit Branch

Tel. (02) 428-7390-2, 870-9103-9
Fax. (02) 428-3987

Thanon Pradiphat Branch

Tel. (02) 618-4168-70, 618-6037-41
Fax. (02) 618-6042

Thanon Rama II Branch

Tel. (02) 894-0270, 894-0272-80
Fax. (02) 416-5554

Thanon Rama II Km. 11 Sub-Branch

Tel. (02) 451-3490-1, 896-4170-2
Fax. (02) 451-3492

Thanon Rama III Branch

Tel. (02) 683-4250-62
Fax. (02) 683-4264

Thanon Rama IX Branch

Tel. (02) 719-7261, 719-6809-16
Fax. (02) 318-4820

Thanon Ramkham Haeng Sub-Branch

Tel. (02) 314-1871-2, 718-8066-8
Fax. (02) 314-1873

Thanon Rang Nam Branch

Tel. (02) 642-4611-6, 642-4025-6
Fax. (02) 640-0128

Thanon Rarm Intra Branch

Tel. (02) 552-3060-2, 971-6508,
971-6513
Fax. (02) 971-6515

Thanon Rarm Intra Km. 8 Branch

Tel. (02) 509-0520-2, 943-2095-8,
943-2196-7
Fax. (02) 510-1485

**Thanon Ratchada Phisek
(Sukhumvit-Rama IV) Branch**

Tel. (02) 264-0213-20
Fax. (02) 264-0221

Thanon Ratchada Phisek**(Taksin-Thaphra) Branch**

Tel. (02) 476-8856-8, 878-8670-5
Fax. (02) 476-8862

Thanon Ratchada Phisek Huay Kwang Branch

Tel. (02) 693-2460-9
Fax. (02) 693-2472

Thanon Sathon Branch

Tel. (02) 633-8013-6, 236-7639-40
Fax. (02) 633-8018

Thanon Sathu Pradit Branch

Tel. (02) 674-0164-71, 674-1225-30
Fax. (02) 212-2900

Thanon Si Ayutthaya Branch

Tel. (02) 201-3795-9, 248-2579, 201-3800-1
Fax. (02) 248-2586

Thanon Si Rinthon Sub-Branch

Tel. (02) 881-9818, 423-0787
Fax. (02) 423-0918

Thanon Sri Nakharin Km. 9 Sub-Branch

Tel. (02) 393-5850-4
Fax. (02) 361-7236

Thanon Suapa Main Branch

Tel. (02) 226-4560-79
Fax. (02) 225-6573

Thanon Sukhaphiban 1 Bang Kapi Branch

Tel. (02) 374-0269-72, 734-8009-16
Fax. (02) 375-0986

Thanon Sukhaphiban 2 Suan Siam Branch

Tel. (02) 518-2040-1, 919-9861-9
Fax. (02) 518-2043

Thanon Sukhaphiban 3 Bung Kum Branch

Tel. (02) 373-0981-4, 917-1731-5
Fax. (02) 373-0985

Thanon Suksawat Branch

Tel. (02) 877-0350-5, 877-1085-9
Fax. (02) 877-1090

Thanon Sunthonkosa (Loxley Bldg.) Sub-Branch

Tel. (02) 240-3371-2, 240-3365-8
Fax. (02) 240-3369

Thanon Witthayu Branch

Tel. (02) 252-2177-9, 252-2053-4
Fax. (02) 252-2055

Thanon Wutthakat Sub-Branch

Tel. (02) 875-4536
Fax. (02) 875-4535

The Mall Bang Khae Sub-Branch

Tel. (02) 454-9023-26
Fax. (02) 454-9027

Thewet Branch

Tel. (02) 281-4182-3, 628-7380-1, 628-5051-3
Fax. (02) 628-5050

Thiam Ruam Mit Sub-Branch

Tel. (02) 274-4200, 274-3547
Fax. (02) 274-4203

Thon Buri Branch

Tel. (02) 861-4357-64
Fax. (02) 438-9921

Tung Khru Sub-Branch

Tel. (02) 873-5140-2
Fax. (02) 873-5144

Victory Monument Sub-Branch

Tel. (02) 644-6879-80, 245-8140-1
Fax. (02) 644-6881

Wang Burapha Branch

Tel. (02) 623-7035, 623-7681-90
Fax. (02) 225-0344

Wat Sai Branch

Tel. (02) 416-5370, 893-6285-93
Fax. (02) 416-5371

Wong Wan Rob Nok Branch (Ekachai-Bang Bon)

Tel. (02) 416-5839, 899-6930-9
Fax. (02) 416-0356

Wong Wian 22 Karakada Branch

Tel. (02) 623-0030-2, 623-3760-4, 224-9861
Fax. (02) 224-9860

Worachak Branch

Tel. (02) 621-5630-4, 621-6679-83
Fax. (02) 621-5635

Yan Nawa Branch

Tel. (02) 675-5120-7, 675-5720-7
Fax. (02) 212-3281

Yaowarat Branch

Tel. (02) 623-0016-9, 623-3634-7
Fax. (02) 226-4806

Yotse Branch

Tel. (02) 224-6075-6, 621-6650-2
Fax. (02) 224-4819

372 Up-country Branches

Central 18 Provinces 112 Branches

Ang Thong 3 Branches

Ang Thong

Tel. (035) 611-235-6, 623-516-8

Fax. (035) 611-237

Pa Mok

Tel. (035) 661-235-6, 623-516-8

Fax. (035) 661-237

Wiset Chai Chan

Tel. (035) 631-242, 627-229-31

Fax. (035) 631-262

Ayutthaya 7 Branches

Ayutthaya

Tel. (035) 252-260-2, 252-251

Fax. (035) 252-256

Phak Hai

Tel. (035) 391-299, 239-324-5

Fax. (035) 391-298

Pratu Nam Phra In

Tel. (035) 219-524-7, 361-124-6

Fax. (035) 361-123

Sena

Tel. (035) 217-332-4, 201-826-7

Fax. (035) 201-551

Talat Hua Ro Ayutthaya Sub-Branch

Tel. (035) 232-914-6, 251-045

Fax. (035) 251-328

Thanon Rojjana Ayutthaya

Tel. (035) 213-870-3

Fax. (035) 213-875

Wang Noi

Tel. (035) 215-286-8

Fax. (035) 215-289

Chai Nat 4 Branches

Chai Nat

Tel. (056) 411-264, 411-293, 411-330

Fax. (056) 411-331

Hankha

Tel. (056) 451-373-5, 422-722-4

Fax. (056) 451-378

Sankhaburi

Tel. (056) 481-362-3

Fax. (056) 481-004

Wat Sing

Tel. (056) 461-080-3

Fax. (056) 461-085

Kanchanaburi 2 Branches

Kanchanaburi

Tel. (034) 511-203, 511-774, 623-273-4

Fax. (034) 512-382

Tha Rua

Tel. (034) 636-859-60, 561-165, 561-323

Fax. (034) 561-994

Lopburi 6 Branches

Ban Mi

Tel. (036) 628-729, 628-730-2

Fax. (036) 471-675

Khok Samrong

Tel. (036) 441-117, 624-992-3

Fax. (036) 441-581

Lam-Narai

Tel. (036) 461-151-2, 461-870-1

Fax. (036) 461-153

Nong Muang

Tel. (036) 431-100, 648-452-6

Fax. (036) 431-103

Thanon Surasongkhram Lopburi

Tel. (036) 617-280, 617-282-5,
617-278

Fax. (036) 413-761

Wong Wian Sa Kaew Lopburi

Tel. (036) 412-207, 613-770-1

Fax. (036) 413-733

Nakhon Pathom 7 Branches

Huay Plu

Tel. (034) 389-120, 239-662-4
Fax. (034) 389-121

Nakhon Pathom

Tel. (034) 253-822-9, 258-902-3, 219-016
Fax. (034) 252-510

Om Yai

Tel. (02) 420-5561-5, 811-5860-6
Fax. (02) 420-8607

Ong Phra Pathom Chedi Sub-Branch

Tel. (034) 219-465-6, 243-920,
243-910
Fax. (034) 243-930

Sam Phran

Tel. (034) 322-991-4, 225-649-51
Fax. (034) 322-990

Thanon Phetkasem Nakhon Chaisi Sub-Branch

Tel. (034) 230-513-6
Fax. (034) 230-517

Thanon Phetkasem Nakhon Pathom

Tel. (034) 213-387-9
Fax. (034) 213-390

Nakhon Nayok 3 Branches

Ban Na

Tel. (037) 323-513-6
Fax. (037) 323-519

Nakhon Nayok

Tel. (037) 321-159-64
Fax. (037) 311-854

Ongkharak

Tel. (037) 391-486-90, 322-515-7
Fax. (037) 391-492

Nonthaburi 12 Branches

Bang Kruai

Tel. (02) 879-3060-6
Fax. (02) 447-0696

Bang Yai

Tel. (02) 594-0622, 921-1145-56
Fax. (02) 594-0626

Nonthaburi

Tel. (02) 967-4023-30
Fax. (02) 967-2006

Pak Kret

Tel. (02) 960-8940-5, 960-8949-50
Fax. (02) 583-8919

Sam Yaek Nonthaburi

Tel. (02) 965-9070-8, 965-9082-4
Fax. (02) 965-9086

Talat Amphoe Bang Kruai Sub-Branch

Tel. (02) 883-6218-9
Fax. (02) 883-6222

Talat Bang Yai Sub-Branch

Tel. (02) 595-1261-3, 920-0654
Fax. (02) 595-1264

Thanon Chaeng Watthana

Tel. (02) 982-9760-5, 982-9927-30
Fax. (02) 982-9934

Thanon Ngam Wong Wan

Tel. (02) 591-7895, 951-0930-4,
591-7896-7
Fax. (02) 589-5091

Thanon Ratanathibet

Tel. (02) 526-8000-3, 969-8085-90
Fax. (02) 526-8009

Thanon Samakee Sub-Branch

Tel. (02) 573-6191, 573-8501
Fax. (02) 573-8542

Thanon Tiwanon (Khae Rai)

Tel. (02) 589-0030-3, 950-2005-12
Fax. (02) 580-2838

Pathum Thani 11 Branches**A.I.T. Sub-Branch**

Tel. (02) 524-5098-9, 516-2119, 516-2129

Fax. (02) 516-2033

Khlong 2 Thanyaburi Sub-Branch

Tel. (02) 996-0772-3

Fax. (02) 996-0774

Khlong 6 Thanyaburi

Tel. (02) 577-2360-3

Fax. (02) 577-2366

Lam Luk Ka Sub-Branch

Tel. (02) 531-2113-4

Fax. (02) 531-2128

Khlong Luang

Tel. (02) 516-2130-1, 986-9381-6,

516-2997

Fax. (02) 516-2998

Lat Lum Kaeo

Tel. (02) 979-3434, 979-3535,

979-3388

Fax. (02) 979-3131

Nava Nakorn

Tel. (02) 909-1121-7, 909-1129-30,

529-2902-3

Fax. (02) 529-2904

Pathum Thani

Tel. (02) 978-0112-6

Fax. (02) 581-1773

Rangsit

Tel. (02) 959-0001-9

Fax. (02) 531-4124

Ratanakosin-Rangsit Sub-Branch

Tel. (02) 958-2007-10

Fax. (02) 958-2011

Talat Si Mum Muang-Rangsit

Tel. (02) 536-7176-9, 992-0046-54

Fax. (02) 536-7171

Phetchaburi 4 Branches**Ban Laem**

Tel. (032) 450-692-4, 481-184-6, 481-119

Fax. (032) 481-118

Cha-Am

Tel. (032) 433-894-6, 471-304-6

Fax. (032) 471-409

Phetchaburi

Tel. (032) 426-111-3, 414-975-9, 427-040

Fax. (032) 426-245, 427-039

Tha Yang

Tel. (032) 461-444, 461-166, 461-808

Fax. (032) 461-222

Ratchaburi 4 Branches**Ban Pong**

Tel. (032) 211-397, 211-904, 200-714-5

Fax. (032) 201-193

Ratchaburi

Tel. (032) 314-054-5, 315-049-56

Fax. (032) 325-834

Thanon Pracha Niyom Ban Pong Sub-Branch

Tel. (032) 344-669-71

Fax. (032) 200-712

Thanon Srisuriyawong Ratchaburi Sub-Branch

Tel. (032) 310-630-3

Fax. (032) 310-634

Prachuap Khiri Khan 6 Branches**Bang Saphan**

Tel. (032) 548-435-7, 691-231, 691-240

Fax. (032) 691-249

Hua Hin

Tel. (032) 511-775-6, 530-501-9, 512-555-6

Fax. (032) 512-585

Prachuap Khiri Khan

Tel. (032) 601-282, 611-488,

550-933-5

Fax. (032) 611-101

Pran Buri

Tel. (032) 621-992-3, 621-941

Fax. (032) 621-942

Sam Roi YotTel. (032) 688-551-2, 688-603,
573-317-9

Fax. (032) 688-553

Thap SakaeTel. (032) 546-686-8, 671-166,
671-192

Fax. (032) 671-212

Samut Prakan 18 Branches**Bang Bo**

Tel. (02) 338-1184-7, 708-3780-91

Fax. (02) 338-1113

Bang Khru

Tel. (02) 463-6314-6, 819-0856-65

Fax. (02) 463-4549

Bang Mek Khao

Tel. (02) 703-8524-31

Fax. (02) 387-2779

Bang Phli

Tel. (02) 751-0650-4, 315-3447-8

Fax. (02) 316-7827

Khlong DanTel. (02) 707-3087, 330-1133-5,
330-1215

Fax. (02) 330-1136

Phra Pradaeng

Tel. (02) 818-0990-5, 818-0780-3

Fax. (02) 463-1976

Phra Samut Chedi

Tel. (02) 819-7747-50, 819-7757-8

Fax. (02) 819-7967

Pu Chao Saming Phrai

Tel. (02) 754-3348-52, 754-5527-30

Fax. (02) 754-5531

Samrong (Pu Chao Center)

Tel. (02) 757-8963-8, 757-6007-8

Fax. (02) 384-3413

Samut Prakan

Tel. (02) 395-3000-2, 701-7800-4

Fax. (02) 701-7805

Talat Bang Bo

Tel. (02) 708-4056-7, 708-4686-9

Fax. (02) 338-1188

Talat Namdaeng Sub-Branch

Tel. (02) 754-7160-1

Fax. (02) 754-7844

Talat Phra PradaengTel. (02) 463-8760-1, 818-4720-1,
818-4615

Fax. (02) 463-8762

Talat Samut Prakan Sub-Branch

Tel. (02) 387-0995, 395-4175

Fax. (02) 387-1794

Thanon Bang Na-Trad Km. 18

Tel. (02) 740-6611-18

Fax. (02) 740-6623

Thanon Sri Nakharin Km. 15 Sub-Branch

Tel. (02) 385-7901-2, 758-6000

Fax. (02) 385-7149

Thanon Sri Nakharin Km. 17

Tel. (02) 385-6968-71, 385-6973-74

Fax. (02) 385-6977

Thanon ThepharakTel. (02) 758-2403-5, 758-2770-5,
384-0348

Fax. (02) 394-6966

Samut Sakhon 7 Branches**Ban Phaeo Lak Ha**

Tel. (034) 481-460-1, 859-357-9

Fax. (034) 481-489

Ban Phaeo Lak Sam

Tel. (034) 850-597-600
Fax. (034) 481-463

Om Noi Sub-Branch

Tel. (02) 420-1571, 420-3516
Fax. (02) 420-2364

Phutta Monthon Sai 4

Tel. (02) 813-1701-7, 813-1721-7
Fax. (02) 420-9978

Samut Sakhon

Tel. (034) 411-145, 811-087-91
Fax. (034) 423-013

Talat Samut Sakhon Sub-Branch

Tel. (034) 427-138, 811-100, 811-098
Fax. (034) 427-137

Thanon Setthakit 1 Samut Sakhon

Tel. (034) 811-093-7, 811-252-6, 816-662-9
Fax. (034) 816-671

Samut Songkhram 2 Branches**Amphawa**

Tel. (034) 751-291, 725-687-91,
751-293
Fax. (034) 751-292

Samut Songkhram

Tel. (034) 711-522-3, 723-333-6
Fax. (034) 712-433

Saraburi 4 Branches**Nong Khae**

Tel. (036) 326-281-5
Fax. (036) 326-290

Phra Phuttha Bat

Tel. (036) 266-716-7, 267-580
Fax. (036) 266-998

Saraburi

Tel. (036) 220-414-8, 315-470-2,
220-420
Fax. (036) 220-422

Thanon Sutbanthad Saraburi

Tel. (036) 221-132-3, 314-657-8
Fax. (036) 221-941

Sing Buri 4 Branches**In Buri**

Tel. (036) 581-490, 533-519-21
Fax. (036) 581-722

Sing Buri

Tel. (036) 520-035-7, 530-521
Fax. (036) 511-308

Talat Channasut Bang Rachan

Tel. (036) 591-478, 544-226, 544-230
Fax. (036) 591-479

Tha Chang

Tel. (036) 536-265-6
Fax. (036) 595-237

Suphan Buri 8 Branches**Dan Chang**

Tel. (035) 595-013, 509-487, 595-251
Fax. (035) 595-252

Doembang Nangbuat

Tel. (035) 578-011, 578-021,
508-672-3
Fax. (035) 578-099

Song Phi Nong

Tel. (035) 531-942-4, 531-066,
531-073
Fax. (035) 531-092

Suan Taeng

Tel. (035) 599-243-4, 540-451-3
Fax. (035) 599-245

Suphan Buri

Tel. (035) 500-590-2, 511-522-3
Fax. (035) 522-155

Talat Nangbuat

Tel. (035) 409-327-8
Fax. (035) 578-471

Thanon Malaiman Suphan Buri

Tel. (035) 524-044-6, 500-554-7
Fax. (035) 524-047

U Thong

Tel. (035) 404-202-4, 551-383, 552-251
Fax. (035) 551-405

North 17 Provinces 85 Branches**Chiang Mai 23 Branches****Bo Sang**

Tel. (053) 386-850-1, 339-033
Fax. (053) 339-036

Chai Prakan

Tel. (053) 457-014, 457-016, 870-324-5
Fax. (053) 457-032

Chang Phuak Chiang Mai

Tel. (053) 210-201-2, 211-098-9, 412-697-9
Fax. (053) 212-013

Chom Thong

Tel. (053) 341-181-2, 362-2091-2
Fax. (053) 341-180

Fang

Tel. (053) 451-111-3, 382-657-9
Fax. (053) 451-114

Mae Chaem

Tel. (053) 485-124-5, 828-253-4
Fax. (053) 828-192

Mae Rim

Tel. (053) 298-634-6, 862-729-30
Fax. (053) 298-639

Night Bazaar Sub-Branch

Tel. (053) 273-487, 819-117-9
Fax. (053) 273-552

Sam Yaek San Sai Sub-Branch

Tel. (053) 491-822, 380-381,
380-384
Fax. (053) 491-821

San Pa Tong

Tel. (053) 823-503-4, 311-111-2
Fax. (053) 311-113

Saraphi

Tel. (053) 423-248-50, 321-218
Fax. (053) 321-591

Si Yaek Sanambin Chiang Mai

Tel. (053) 202-529-37
Fax. (053) 270-825

Talat Warorot Sub-Branch

Tel. (053) 252-960-1, 874-336-8
Fax. (053) 252-961

Thanon Chang Klan Chiang Mai

Tel. (053) 281-850-3
Fax. (053) 281-859

Thanon Charoen Muang Chiang Mai

Tel. (053) 242-855, 242-971, 308-661-4
Fax. (053) 242-901

Thanon Chiang Mai-Maejo Sub-Branch

Tel. (053) 243-851-2, 854-217-9, 243-854
Fax. (053) 243-853

Thanon Mahidol Chiang Mai

Tel. (053) 801-311-4
Fax. (053) 801-316

Thanon Moon Muang Chiang Mai

Tel. (053) 218-210-3, 418-275-7
Fax. (053) 218-217

Thanon Ratchawong Chiang Mai

Tel. (053) 251-852-3, 233-838, 233-787
Fax. (053) 233-918

Thanon Si Don Chai Chiang Mai

Tel. (053) 282-085-6, 206-533-8
Fax. (053) 279-026

Thanon Super Highway Chiang Mai Sub-Branch

Tel. (053) 400-334-7
Fax. (053) 400-338

Thanon Suthep Chiang Mai

Tel. (053) 808-514-6, 808-520-1

Fax. (053) 808-523

Thanon Tha Phae Chiang Mai

Tel. (053) 270-151-8, 275-472

Fax. (053) 282-679

Chiang Rai 10 Branches**Chiang Khong**Tel. (053) 791-111, 791-113,
655-393-4

Fax. (053) 791-112

Ha Yaek Po Khun Mengrai Sub-Branch

Tel. (053) 748-311-3

Fax. (053) 748-314

Chiang RaiTel. (053) 752-225-9, 711-515,
711-520

Fax. (053) 714-003

Huai Khrai Mae Chan Sub-Branch

Tel. (053) 763-003-4, 667-825-6

Fax. (053) 763-004

Mae Chan

Tel. (053) 771-230-2, 660-721-3

Fax. (053) 771-054

Mae Kachan

Tel. (053) 789-154-5, 789-363

Fax. (053) 789-157

Mae SaiTel. (053) 640-786-90, 731-520,
731-515

Fax. (053) 733-101

Pa Daet

Tel. (053) 654-282-4

Fax. (053) 761-011

Phaya Mengrai

Tel. (053) 959-054-6

Fax. (053) 799-004

Thanon Super Highway Chiang Rai

Tel. (053) 754-144-5, 717-485

Fax. (053) 717-489

Kamphaeng Phet 4 Branches**Kamphaeng Phet**Tel. (055) 711-244, 711-255,
711-430

Fax. (055) 713-702

Khlong Khlung

Tel. (055) 724-383-7

Fax. (055) 724-390

Khlong Lan Kamphaeng Phet

Tel. (055) 735-250, 735-252-4

Fax. (055) 786-233

Phran Kratai

Tel. (055) 761-200, 730-124-6

Fax. (055) 761-203

Lampang 2 Branches**Thanon Chatchai**Tel. (054) 224-830-1, 224-826-7,
223-068-9

Fax. (054) 221-994

Thanon Robwiang LampangTel. (054) 323-501-4, 222-676,
222-656

Fax. (054) 227-676

Lamphun 3 Branches**Lamphun**

Tel. (053) 561-115-7, 534-383-5

Fax. (053) 561-118

Li

Tel. (053) 599-101-2, 570-249

Fax. (053) 599-111

Pa Sang

Tel. (053) 520-228, 557-264-8

Fax. (053) 520-227

Mae Hong Son 2 Branches**Mae Hong Son**

Tel. (053) 611-556, 611-558, 620-337-9
Fax. (053) 611-557

Mae Sariang

Tel. (053) 681-574, 621-335-6
Fax. (053) 681-578

Nan 3 Branches**Chiang Klang**

Tel. (054) 753-298-9, 753-304-5
Fax. (054) 753-306

Nan

Tel. (054) 710-162, 710-248, 751-914-5
Fax. (054) 710-566

Pua

Tel. (054) 791-106-7, 756-414-5
Fax. (054) 791-108

Nakhon Sawan 7 Branches**Lat Yao**

Tel. (056) 317-640-2, 271-343-4
Fax. (056) 271-438

Nong Bua

Tel. (056) 251-351, 323-533-4
Fax. (056) 251-053

Takhli

Tel. (056) 261-520-1, 262-404, 329-007
Fax. (056) 261-972

Tha Tako

Tel. (056) 360-636-8, 249-080
Fax. (056) 249-330

Thanon Kosi Nakhon Sawan

Tel. (056) 312-887-8, 222-130, 222-335
222-535, 222-587, 223-280
Fax. (056) 225-202

Thanon Sai Asia Nakhonsawan Sub-Branch

Tel. (056) 229-120
Fax. (056) 229-122

Thanon Sawanwithee Nakhonsawan

Tel. (056) 221-521-2, 311-500-5
Fax. (056) 221-581

Phayao 4 Branches**Chiang Kham**

Tel. (054) 416-340-3
Fax. (054) 451-432

Chun

Tel. (054) 420-186-7, 420-183
Fax. (054) 459-033

Phayao

Tel. (054) 412-209, 412-210-6
Fax. (054) 431-774

Si Yaek-Maetam Phayao Sub-Branch

Tel. (054) 412-526-9
Fax. (054) 412-530

Phetchabun 5 Branches**Dong Khui**

Tel. (056) 769-223-5
Fax. (056) 769-226

Lom Sak

Tel. (056) 746-048-9, 702-627-9
Fax. (056) 701-119

Phetchabun

Tel. (056) 722-263-4, 711-162
Fax. (056) 711-163

Sap Samo Thot

Tel. (056) 731-168, 731-170,
561-548-51
Fax. (056) 731-169

Talat Huay Phai

Tel. (056) 750-045-8
Fax. (056) 750-050

Phichit 5 Branches**Bang Mun Nak**

Tel. (056) 660-758-60, 631-780-1
Fax. (056) 631-278

Phichit

Tel. (056) 612-532-4, 650-696-9

Fax. (056) 612-178

Sak Lek

Tel. (056) 699-150-2, 653-517-9

Fax. (056) 699-268

Taphan Hin

Tel. (056) 622-836-8, 621-388, 621-388

Fax. (056) 621-488

Thap Khlo

Tel. (056) 641-237-8, 654-431

Fax. (056) 654-430

Phitsanulok 3 Branches**Ha Yaek Khok Matum**

Tel. (055) 245-215-9, 211-730-3

Fax. (055) 241-984

Nong Tom

Tel. (055) 366-000-1, 222-429-31

Fax. (055) 366-002

Phitsanulok

Tel. (055) 249-141-3, 241-497-9

Fax. (055) 241-744

Phrae 2 Branches**Den Chai**

Tel. (054) 613-178, 613-352,

640-691-2

Fax. (054) 613-345

Phrae

Tel. (054) 627-230-2, 511-027, 511-359

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Summary of Specified Items Following Form 56-2 in 2001 Annual Report

(Presented in accordance with the SEC notification Ref. Kor. Jor. 40/2540 Re : Principles, conditions and methods of presentation of financial data and operation results of a company which issues securities)

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