



Performance of the Banking System in the Third Quarter of 2008



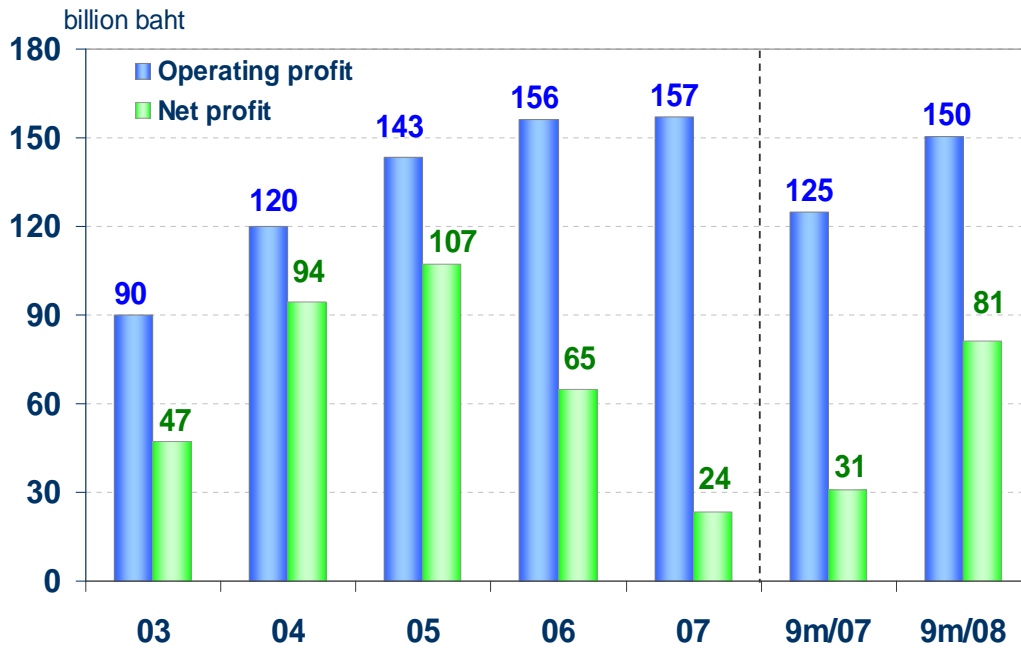
Overall Performance

In Q3/08, loan growth expanded well, profitability remained satisfactory and NPL declined

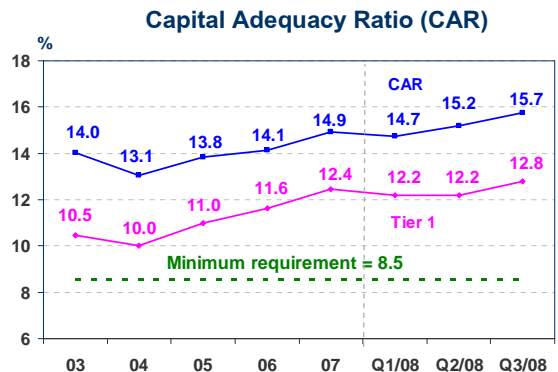
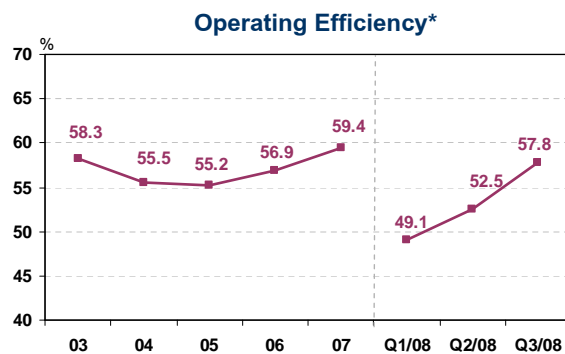
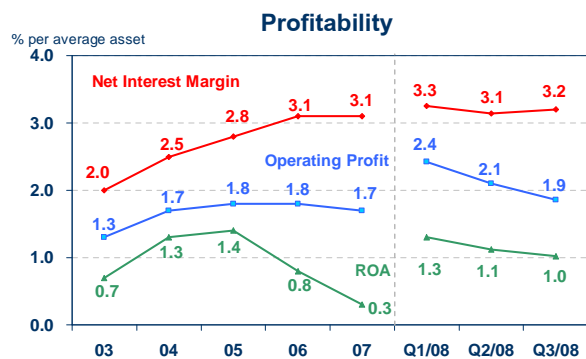
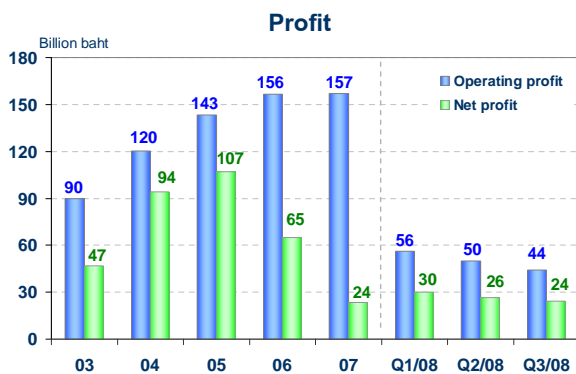
- Loan growth continued to accelerate, mainly reflecting demand for working capital
- Liquidity remained adequate but slightly tightened from last quarter due to this quarter's high loan growth
- Total NPL and NPL to total loan ratio decreased, predominantly in Thai banks mainly due to debt restructuring and loan repayment
- Net profits continued to be registered in Q3 but slightly declined from Q2 due to losses from foreign investments
- Net profits for the first 9 months totaled 81 billion baht, exceeding last year's total by 57 billion baht
- BIS Ratio remained adequate, with an increase resulting from net profits, and capital increase of foreign banks



Net profits for the first 9 months of 2008 exceeded the total level registered in 2007



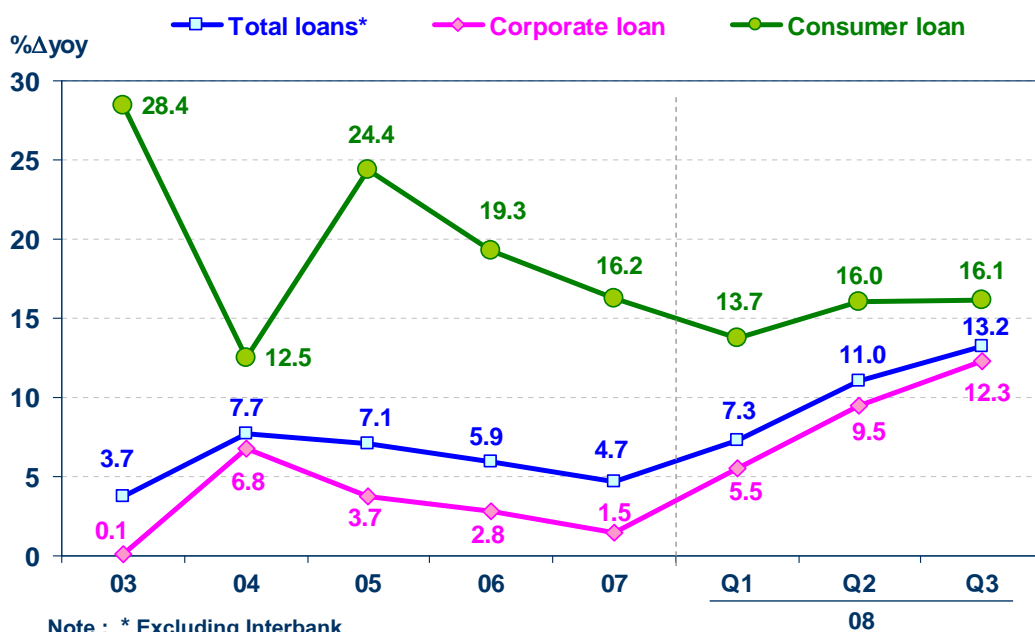
Net profits continued to be registered in Q3/08 and BIS Ratio remained adequate



*Operating expenses/Total income



Loan growth accelerated in account of corporate loans

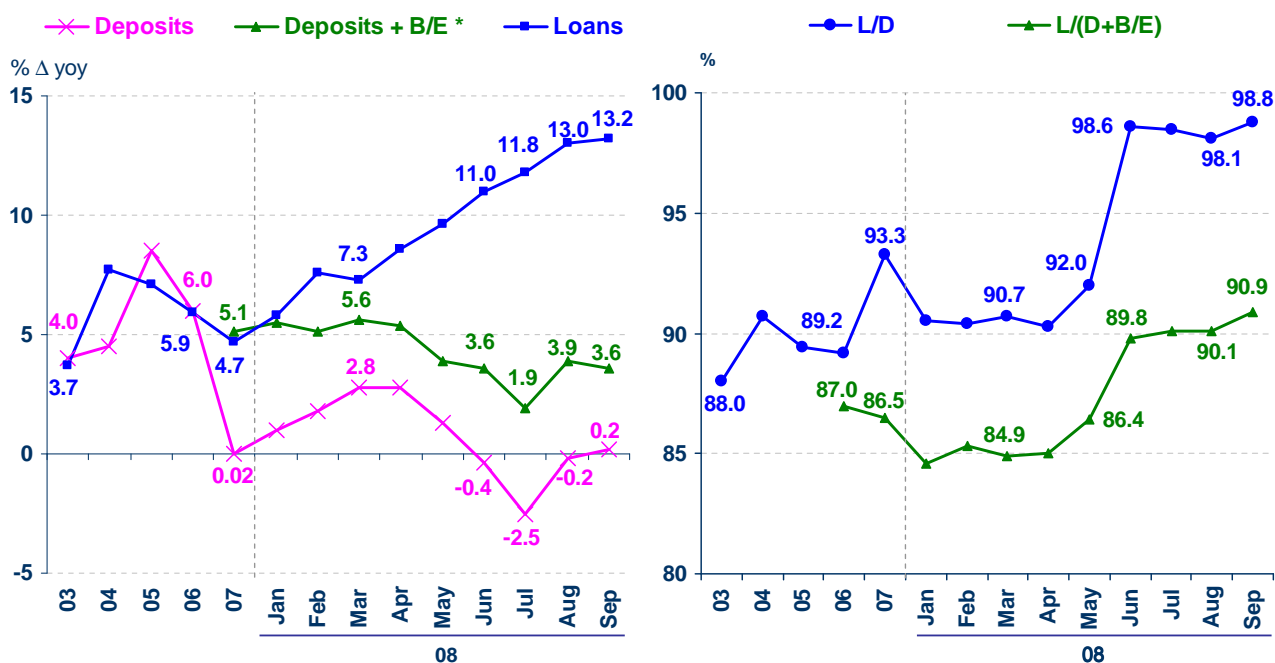


Consumer loans / Total loans = 24.3 %

Corporate loans / Total loans = 75.7 %



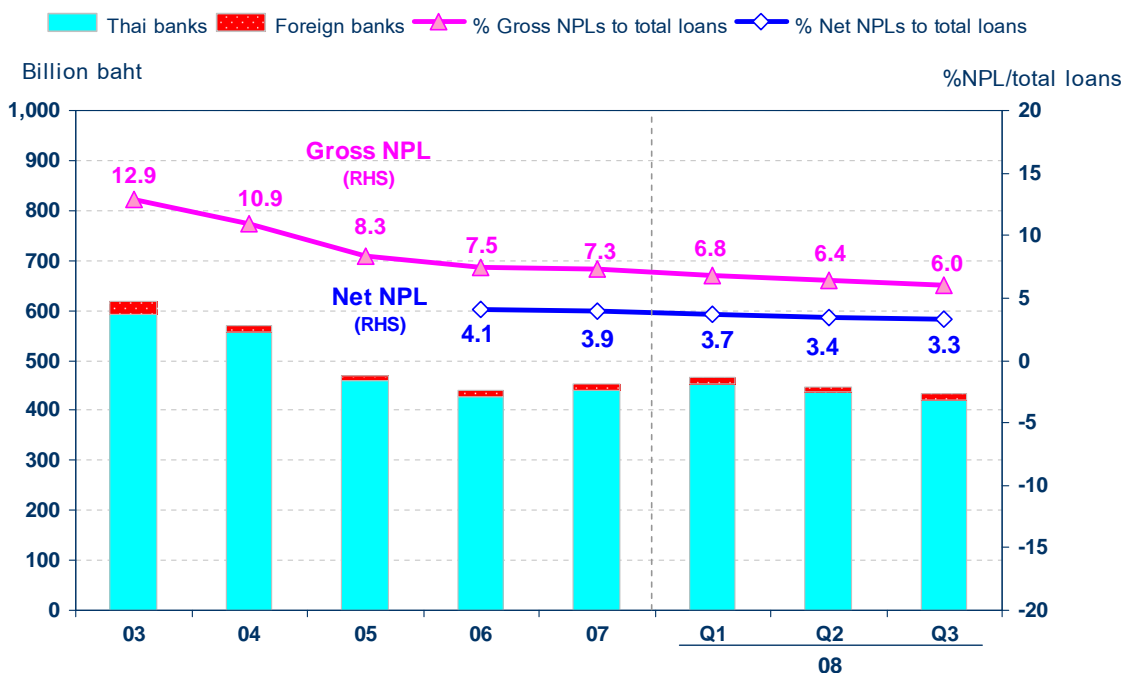
Loan growth accelerated. Liquidity remained adequate but slightly tightened



* Data available since August 2006



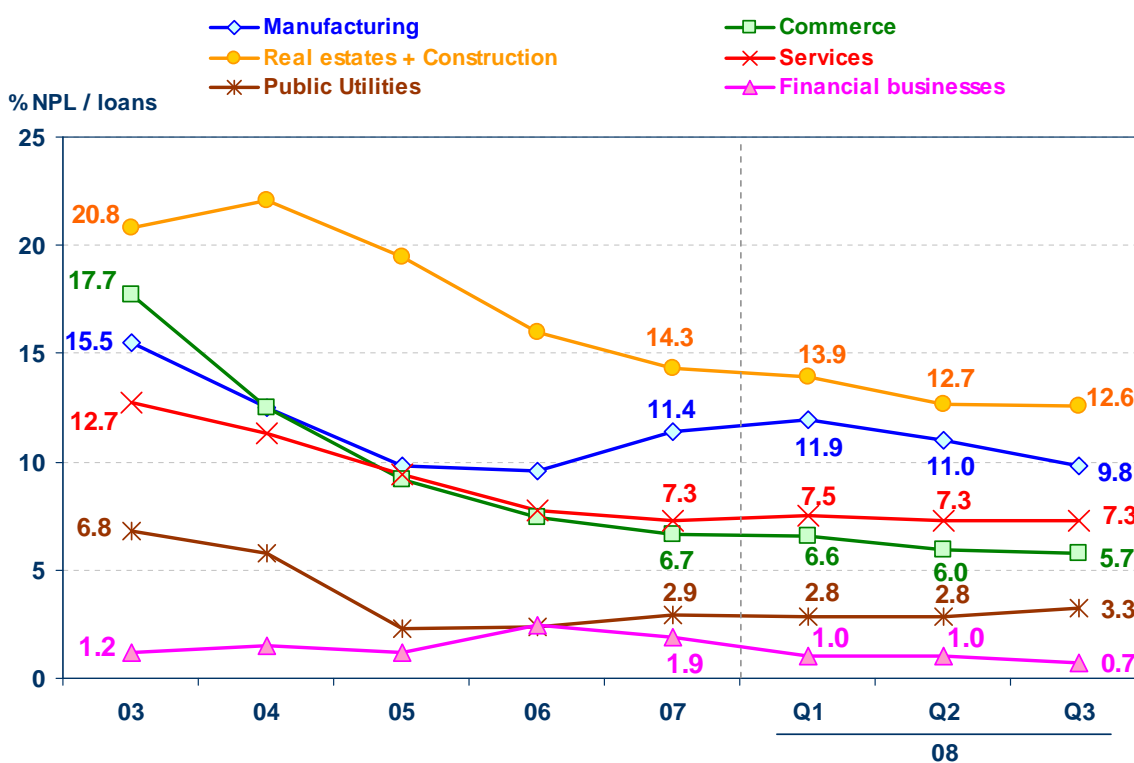
NPL decrease



Gross NPLs decreased from Q2/08 = 15.7 billion baht
 Net NPLs decreased from Q2/08 = 1.9 billion baht

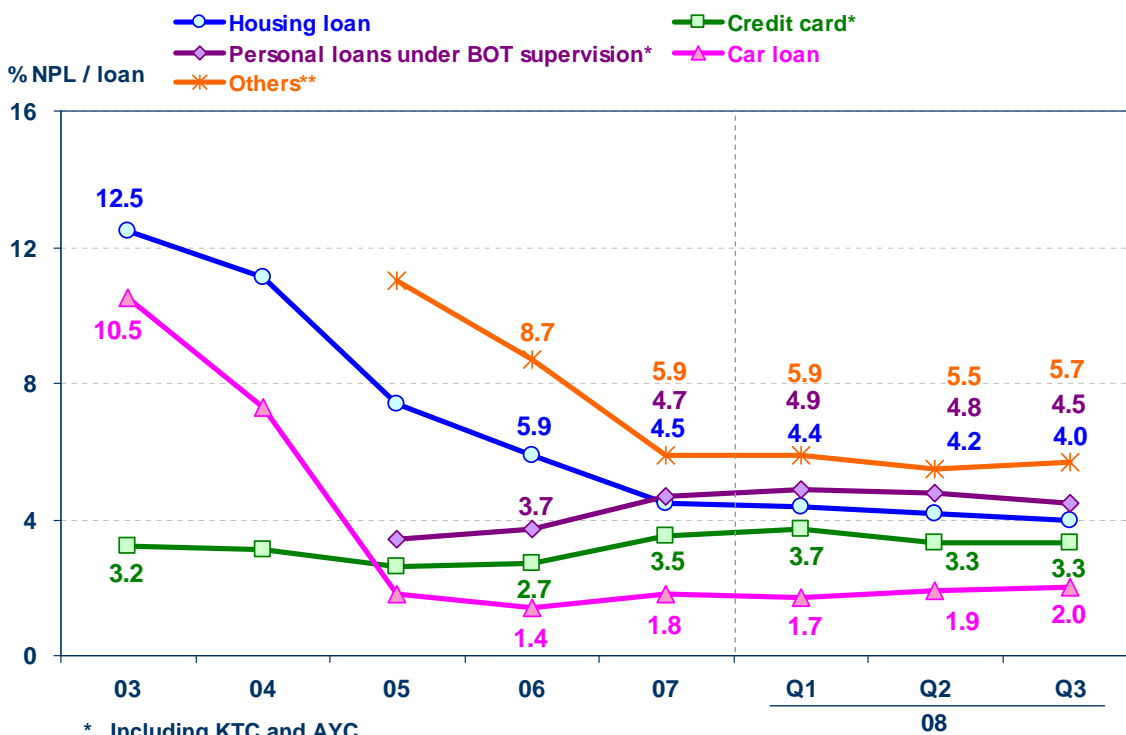


Corporate NPLs





Consumer NPLs



* Including KTC and AYC

** Loans for health care expenses, education, working abroad, etc.