



Performance of the Thai Banking System In the Second Quarter of 2010



Overall Performances

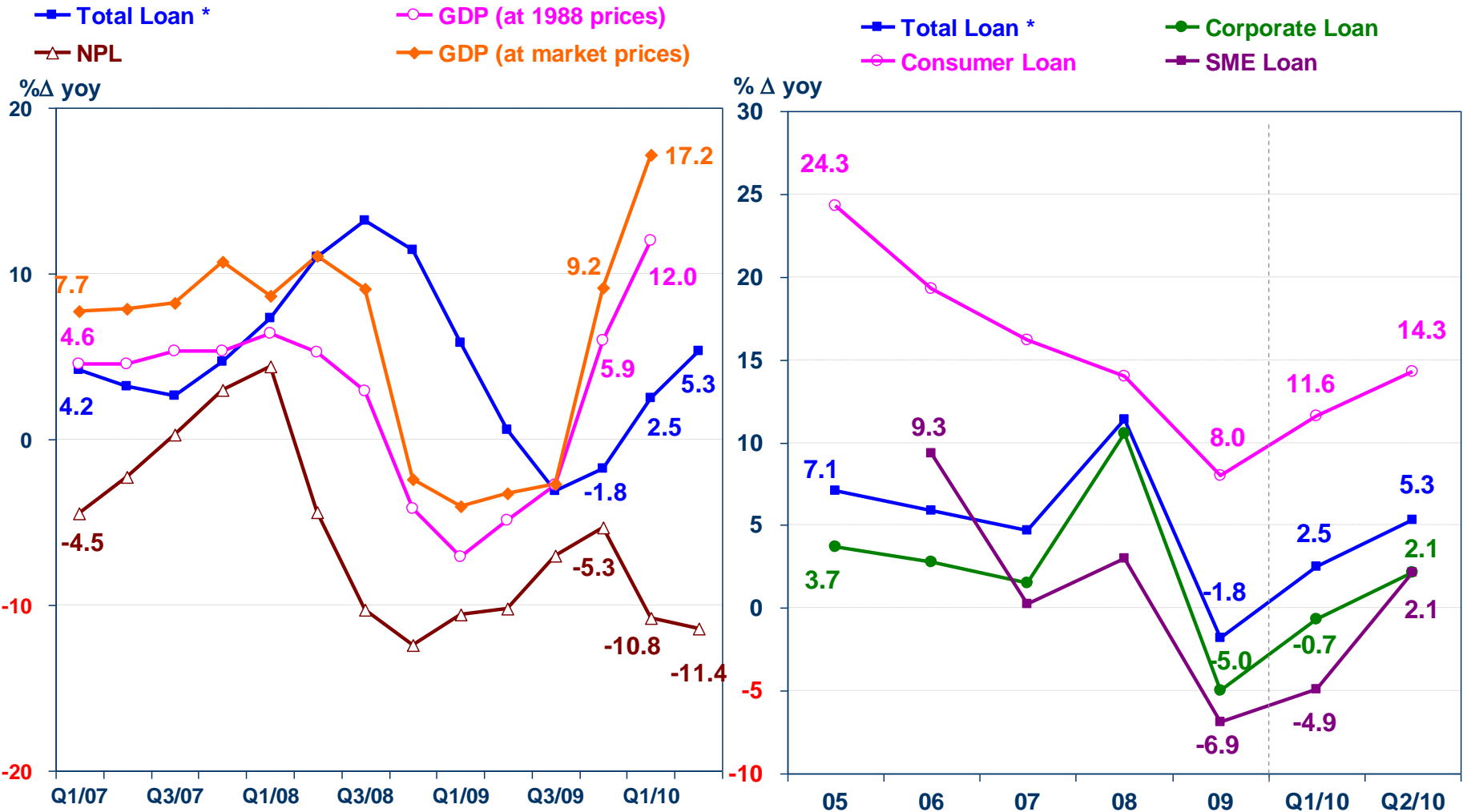
In the Q2/2010, the Thai banking system was resilient, contributing to the recovery of economy and SME business.

- Loan expanded 5.3% , in line with the economic recovery.
 - Corporate loan expanded 2.1% , SME loan expanded 2.1% and consumer loan expanded 14.3%
- Fund mobilization via deposit plus B/E expanded 2.0%, slower than loan growth, thus liquidity tightened somewhat.
 - Ratio of loan to deposit plus B/E increased to 88.2%
- Gross NPL decreased by 15 billion baht to record at 356 billion baht
 - Gross NPL Ratio declined to 4.4%, and Net NPL Ratio declined to 2.4%.
 - NPL Ratio declined both in SME loan and consumer loan.
- Net profit registered at 34 billion baht, rose from Q1/2010 by 6.9 billion baht from higher interest income and non-interest income.
 - NIM rose marginally to 2.9%. ROA rose to 1.2%.
- Capital base rose from profit and capital increase to support future growth.
 - BIS ratio increased to 16.9%

➤ Bank loan shows increased contribution to economic recovery and greater role in business funding. Meanwhile, asset quality including SME loan improved.



Loan Growth

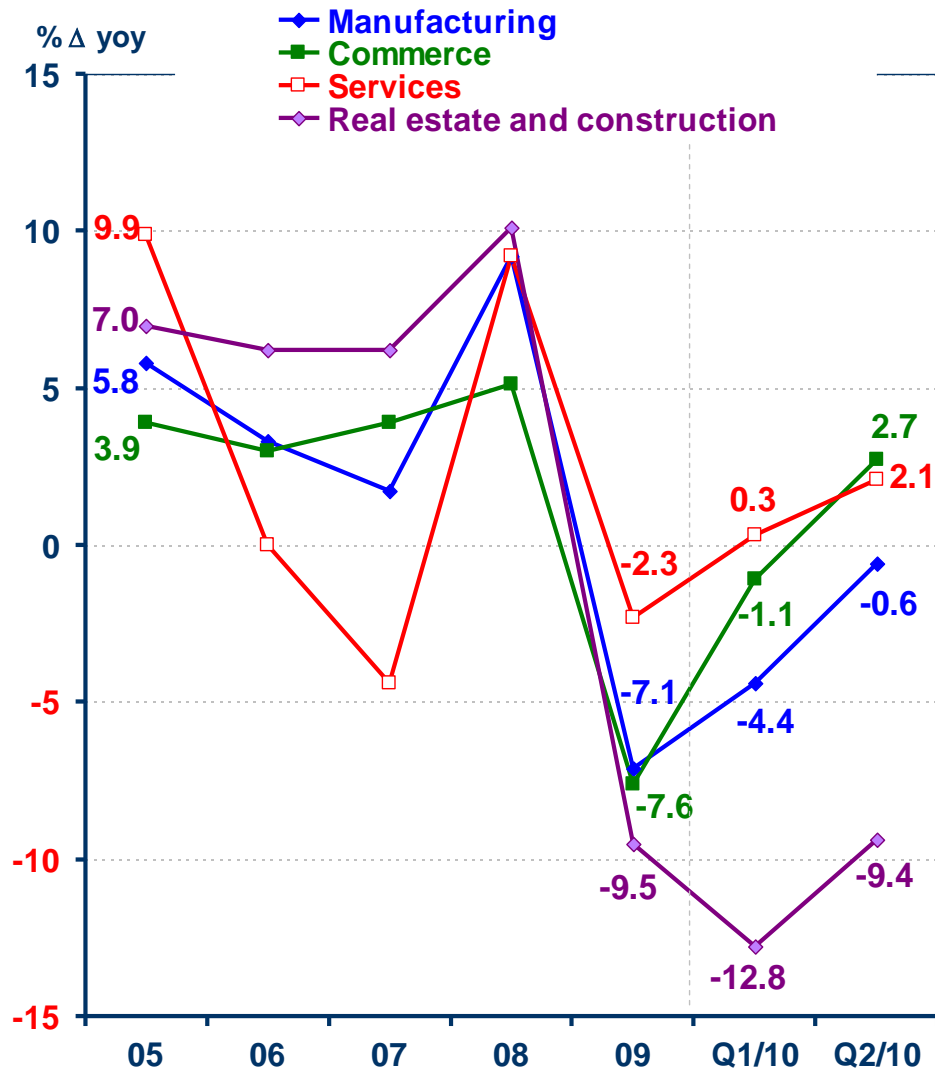


* Exclude Interbank, but include KTC and AYC

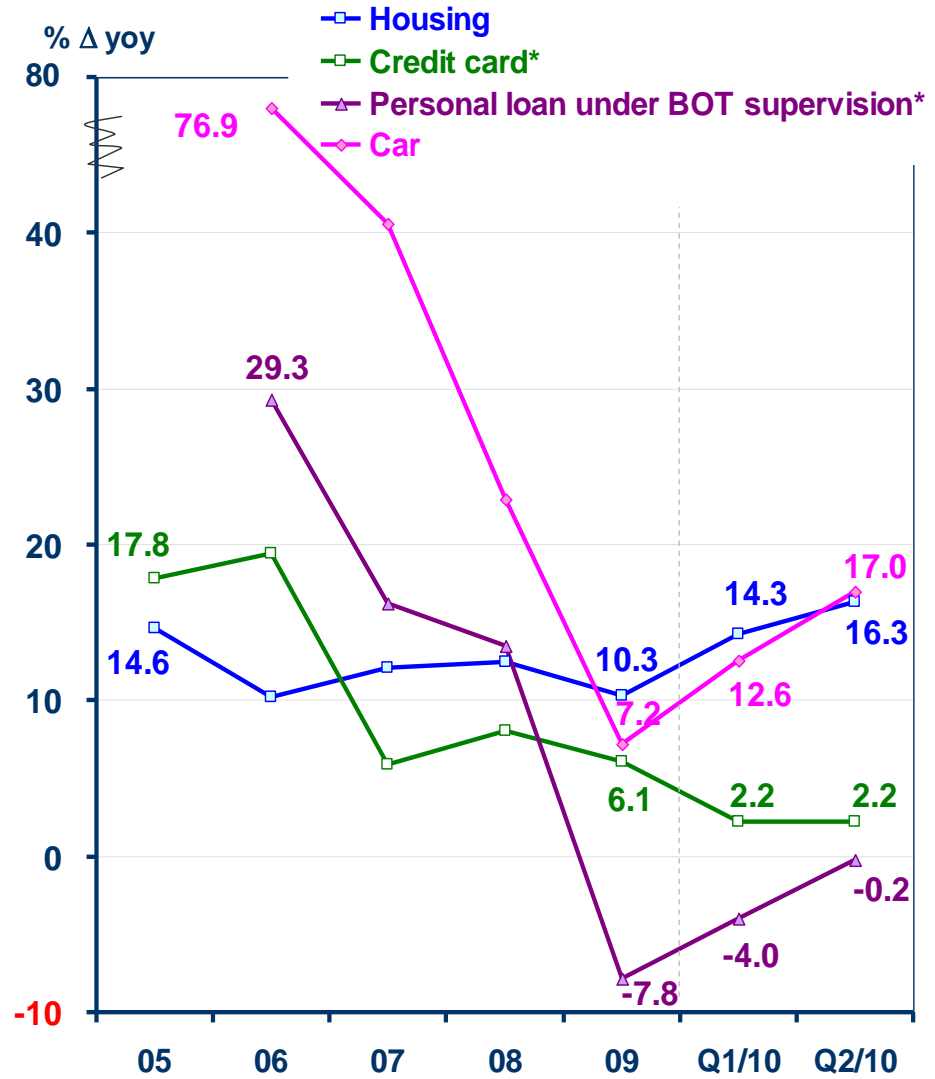


Loan

Corporate Loan



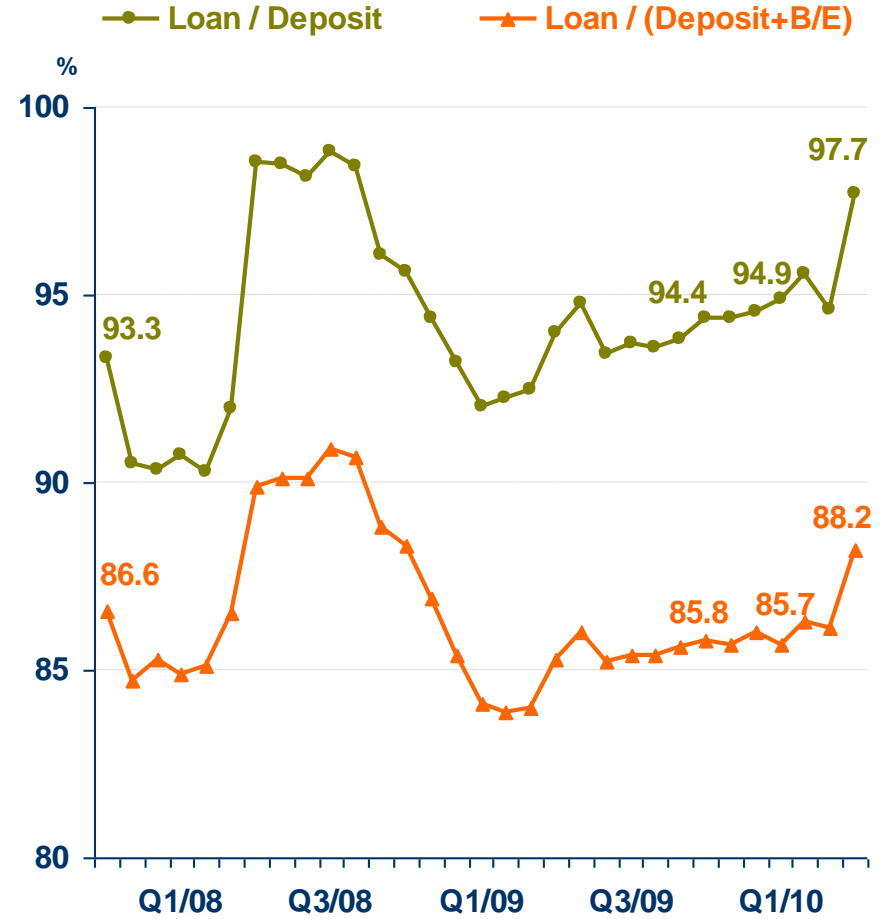
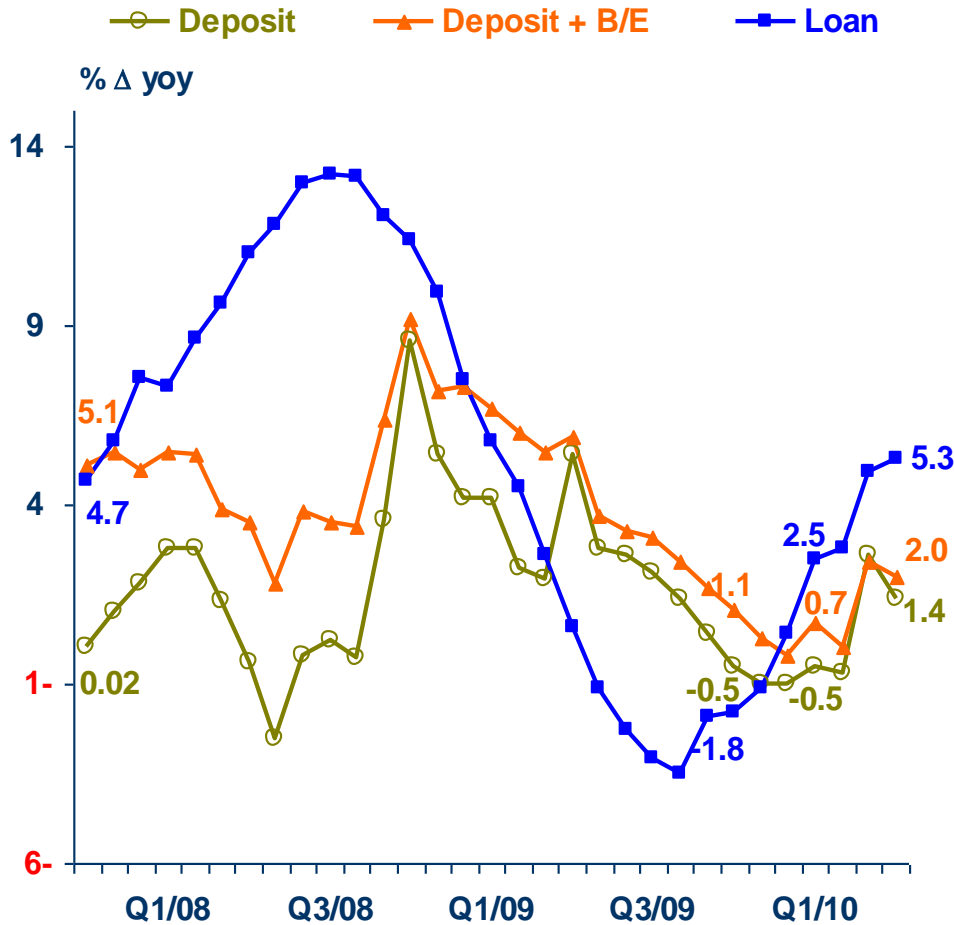
Consumer Loan



* Including KTC and AYC



Loan, Deposit and Liquidity

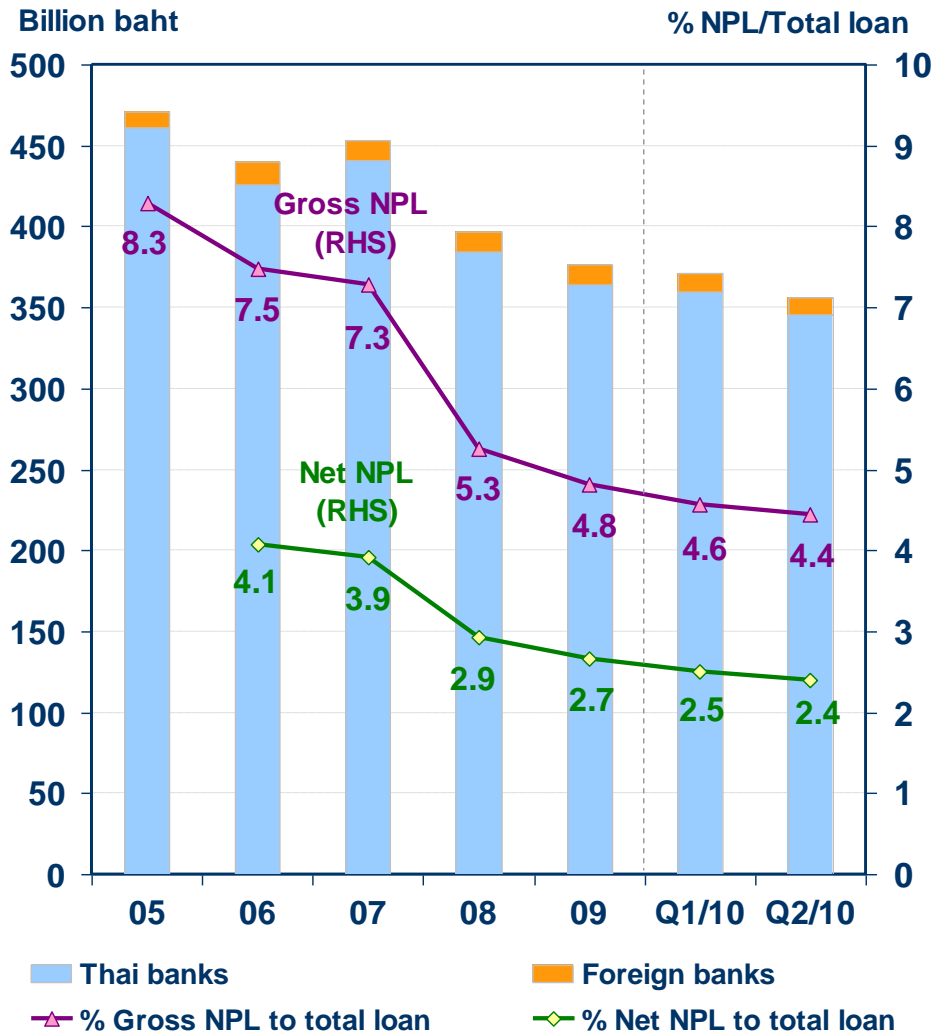


Exclude interbank transactions

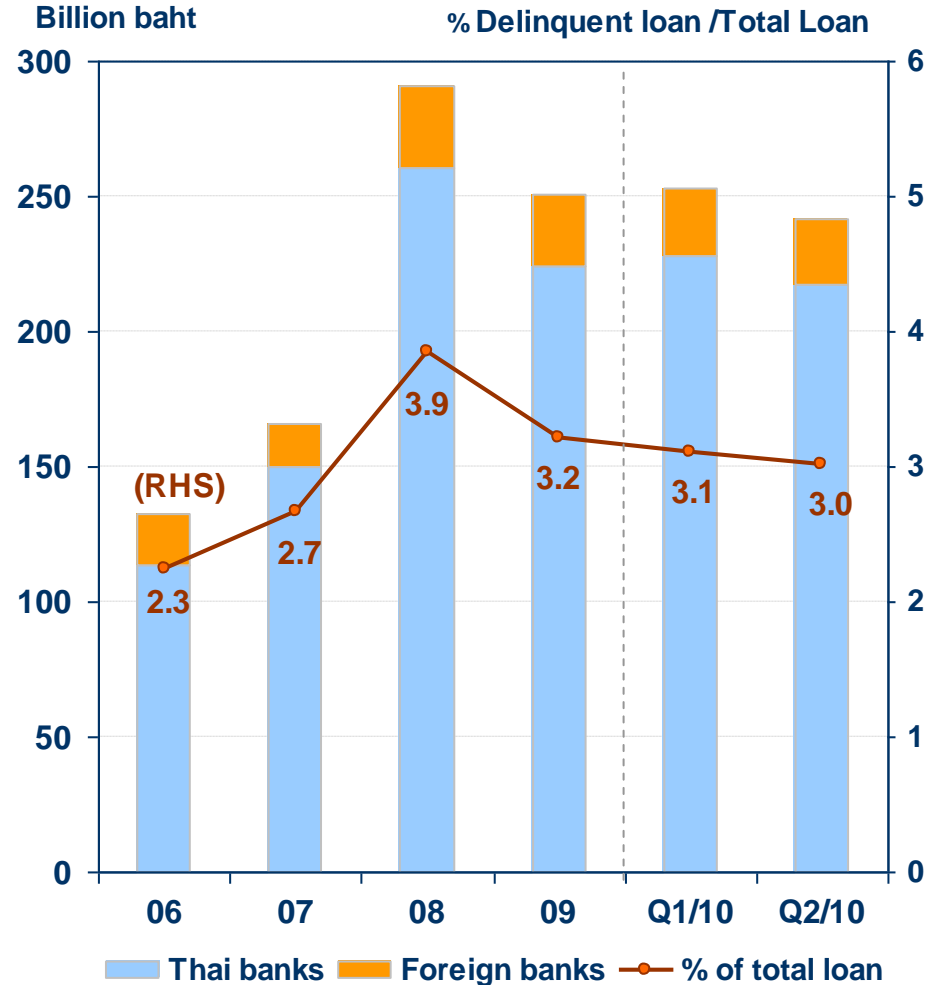


NPL and Delinquency

NPL



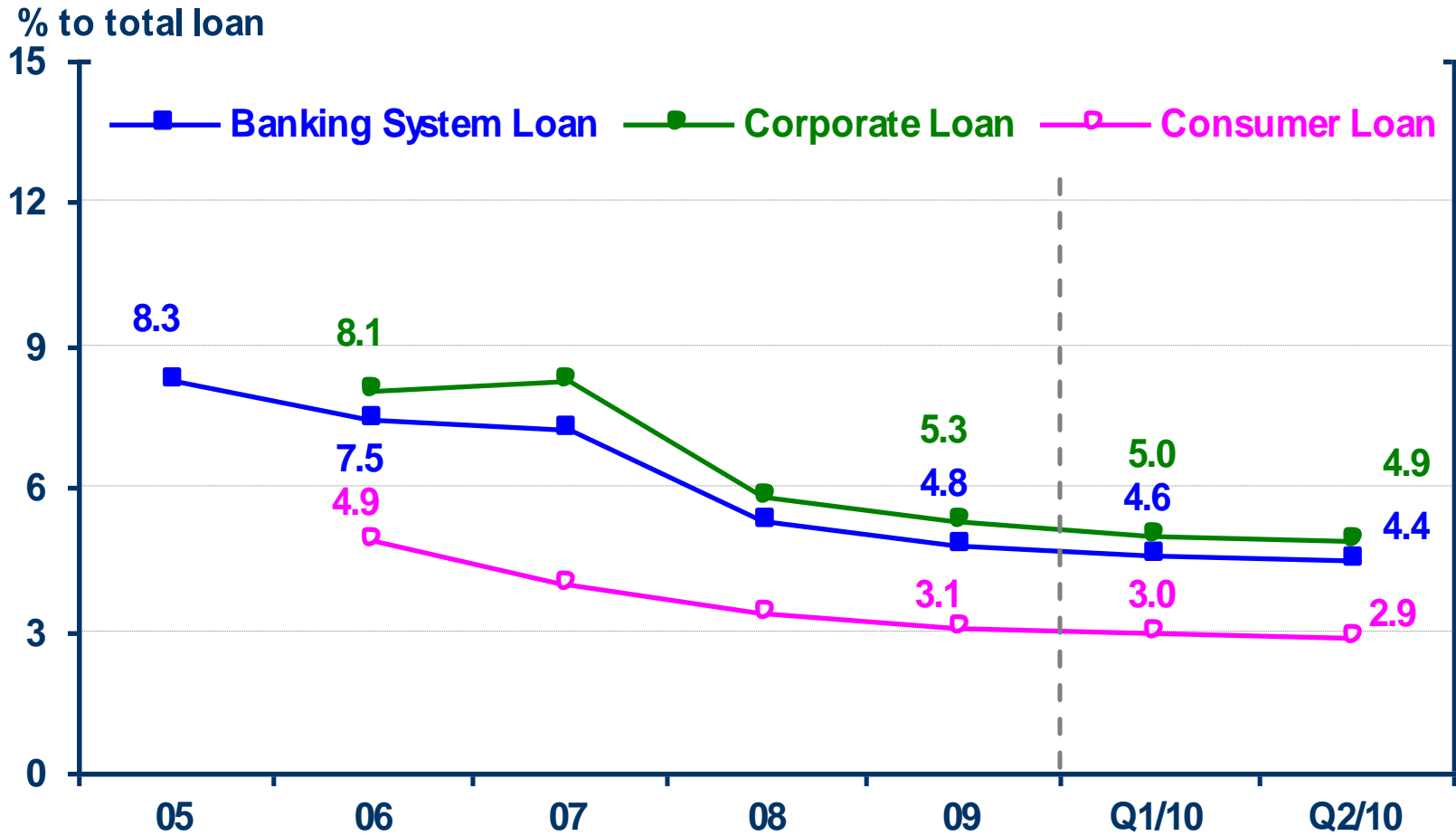
Delinquency *



* Special mentioned loan or past due loan over 1 month but not over 3 months



NPL Ratio

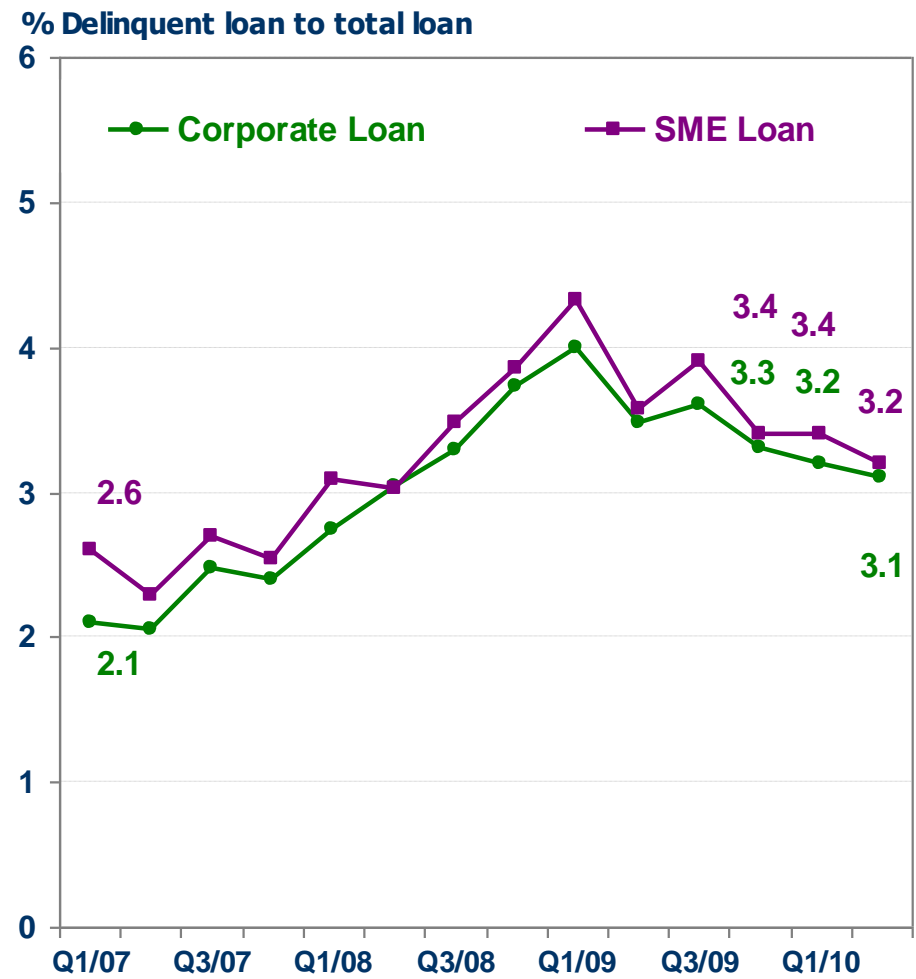
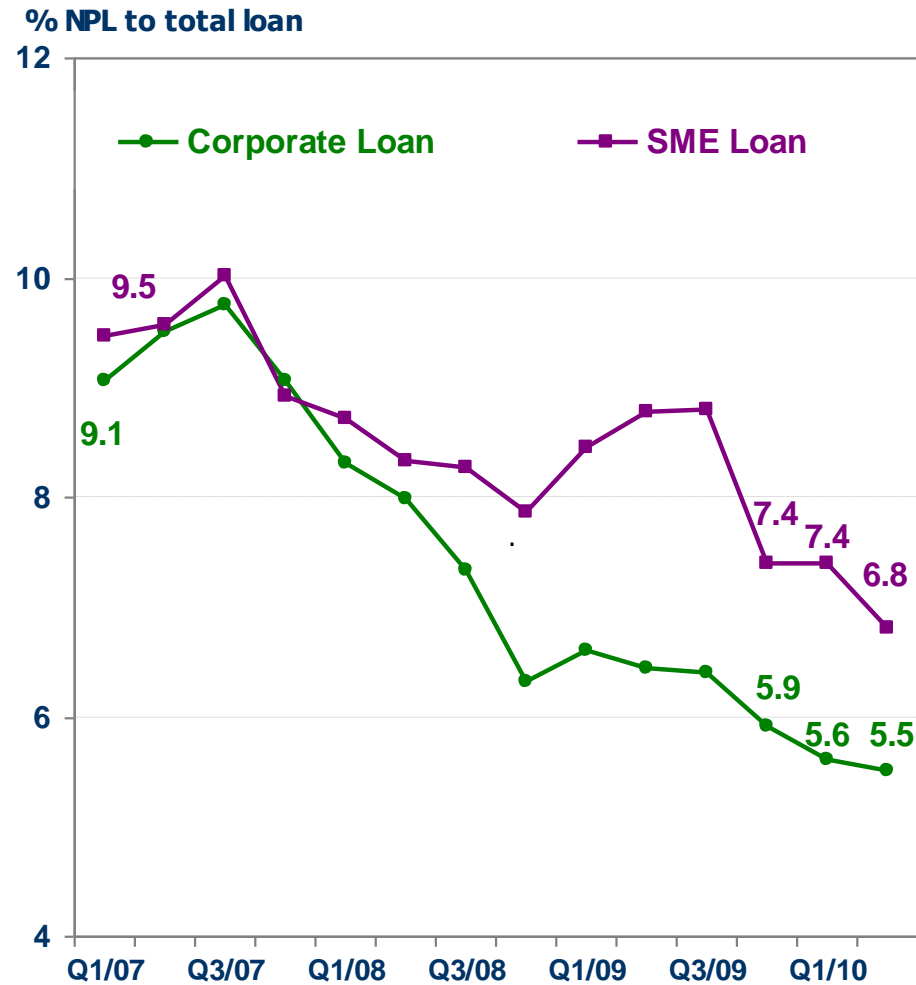




NPL and Delinquency ratio : Thai Banks' Corporate Loan

NPL

Delinquency*



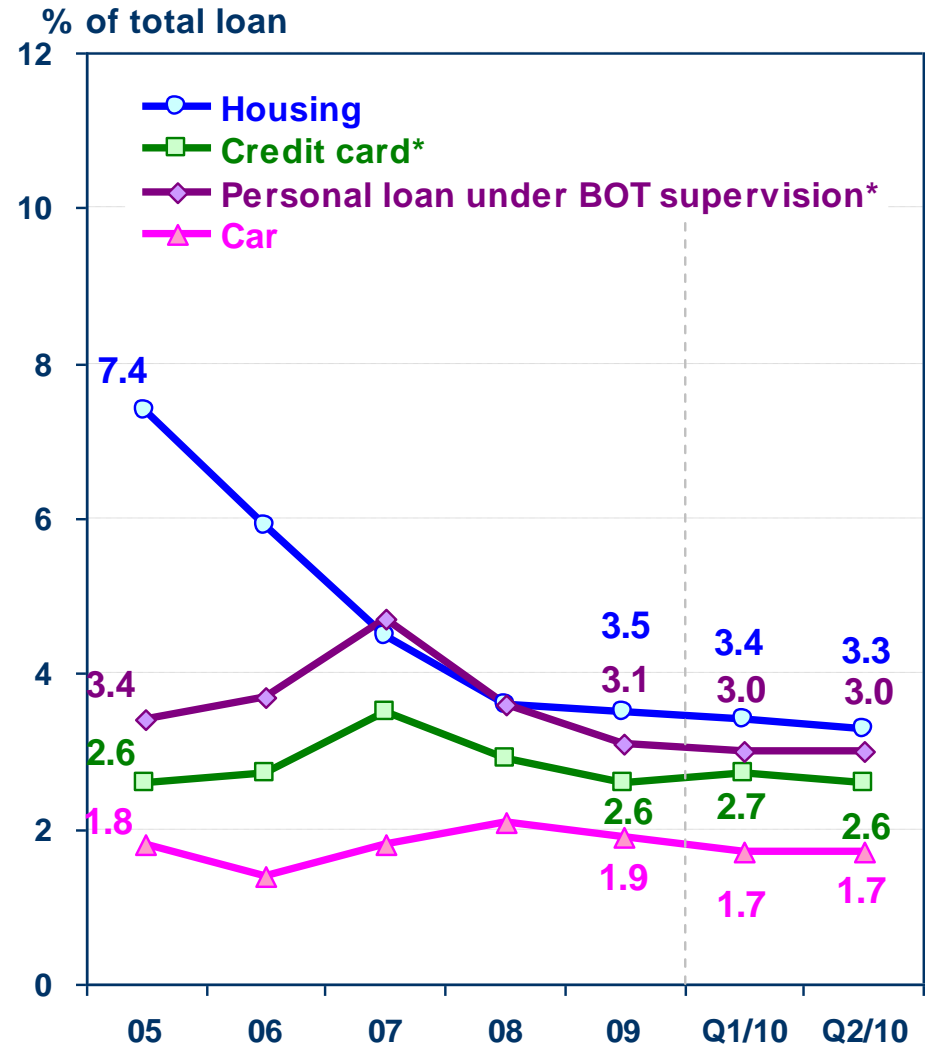
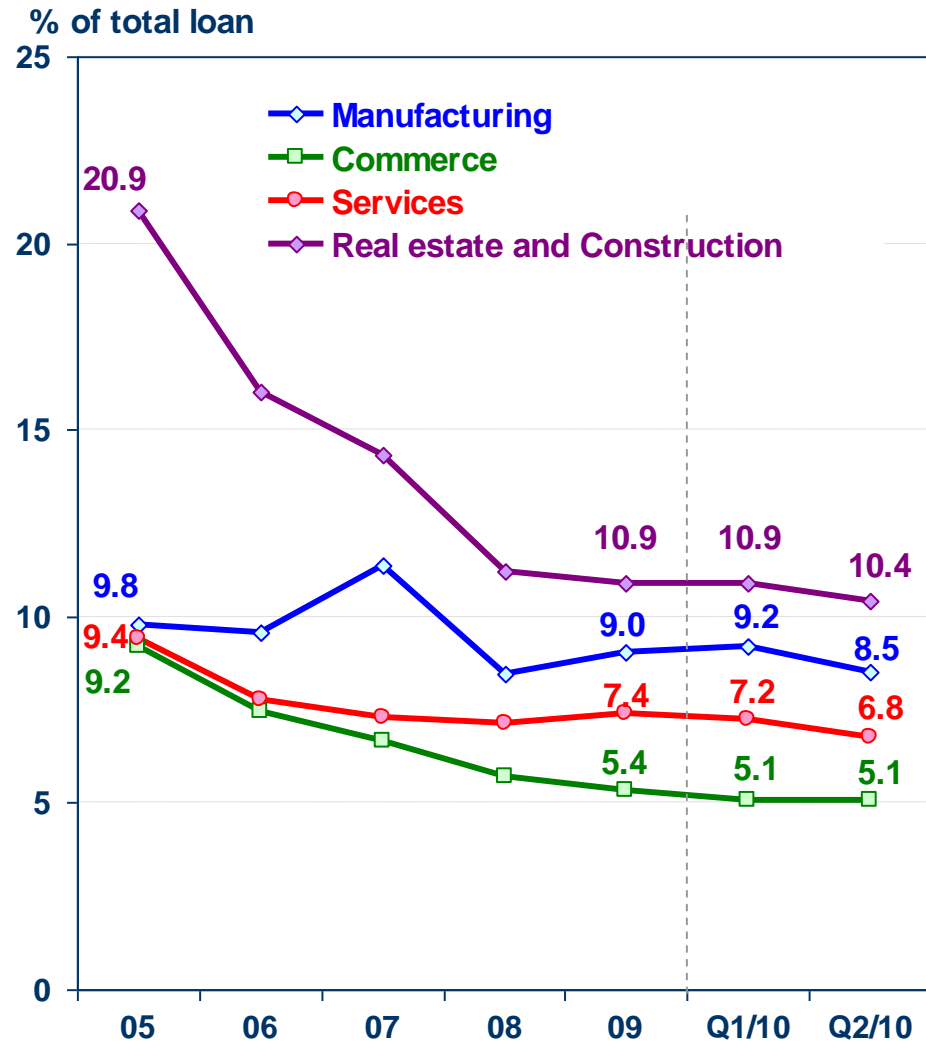
* Special mentioned loan or past due loan over 1 month but not over 3 months



NPL

Corporate Loan

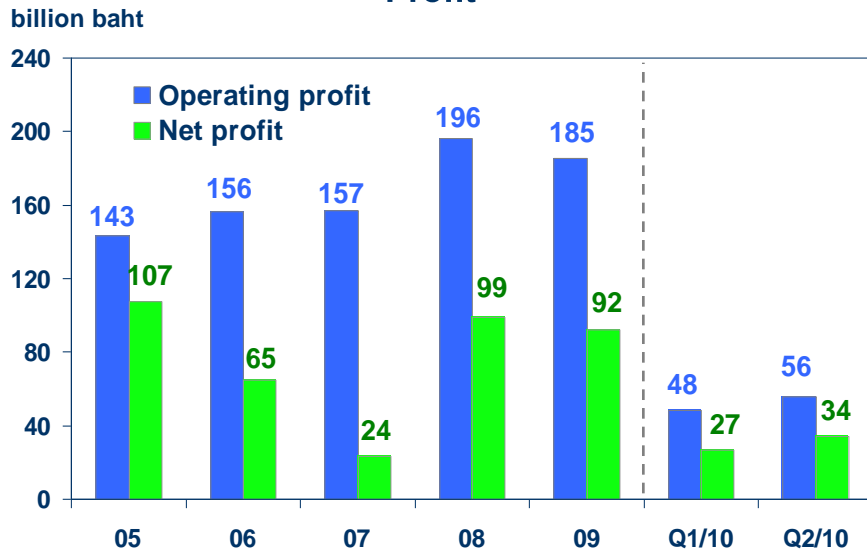
Consumer Loan



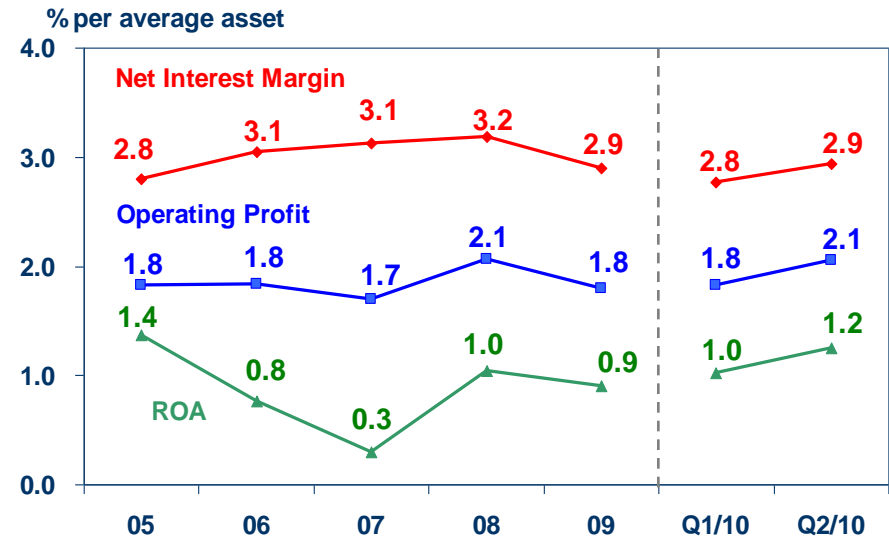
* Including KTC and AYC

Overall Performance

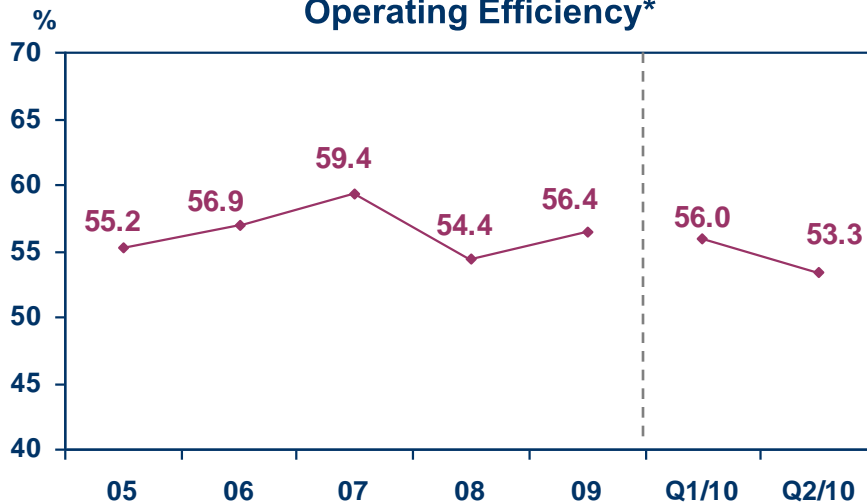
Profit



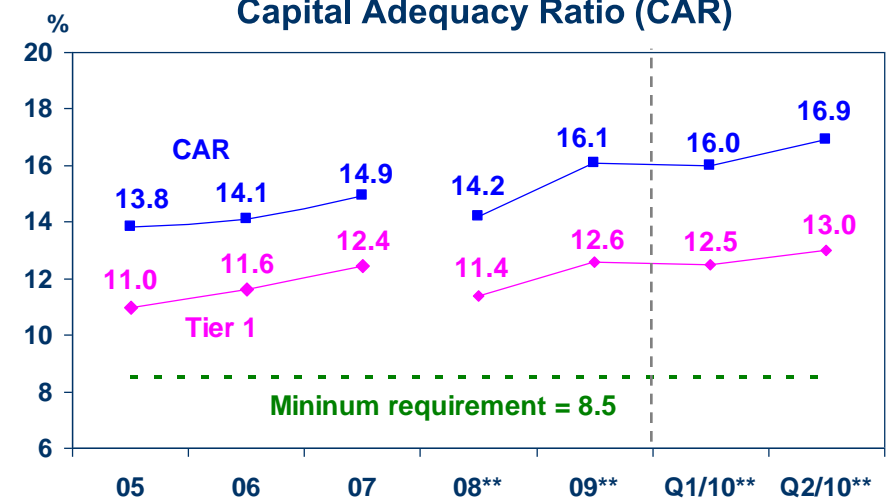
Profitability



Operating Efficiency*



Capital Adequacy Ratio (CAR)



* Operating expense / Total income

** According to Basel II



Summary

- **In the 2nd quarter of 2010, bank loan has contributed more to the economic recovery and played greater role in business funding.**
 - **However, there are challenges ahead, both from internal and external factors, including uncertainty in the domestic and global economy, as well as volatility of capital flow, which could all affect banks' asset quality going forward.**
 - **In line with these challenges, banks should remain vigilant on risk management.**
- **The resiliency of the banking sector performance and its increased capital base should further contribute to facilitating economic growth and meeting the future challenges.**