



Performance of the Thai Banking System in the Third Quarter of 2014



Overall Performance of the Thai Banking System

The banking system remained resilient.

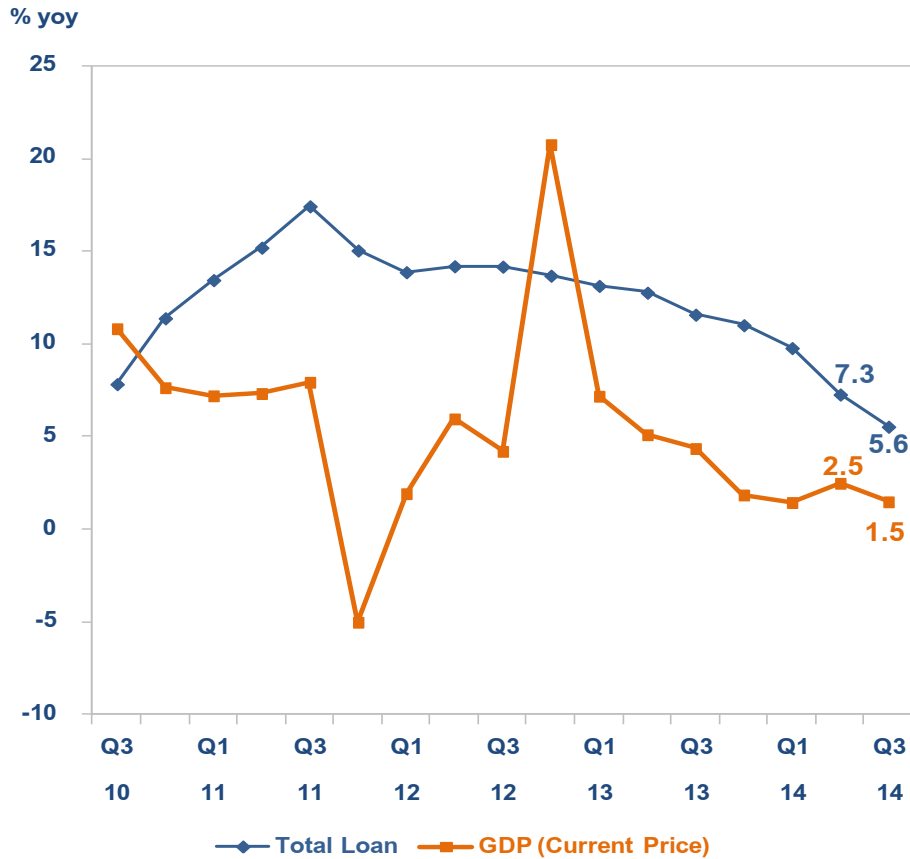
- **Loan grew at 5.6% (year-on-year), continuing to slow down as a result of economic conditions.**
- **Loan quality deteriorated slightly, largely from consumer loan.**
NPL ratio increased slightly from 2.28% to 2.34%.
- **Loan loss provision remained high**
Ratio of actual loan loss provision to regulatory loan loss provision stood at 166.9%.
- **Net profit in the third quarter decreased due to lower seasonal dividend income.**
- **Capital increased due to allocation of profit in the first half of the year and issuance of subordinated debt as Tier 2 capital.**

BIS ratio and Tier 1 ratio increased to 17.1% and 13.9 %, respectively.

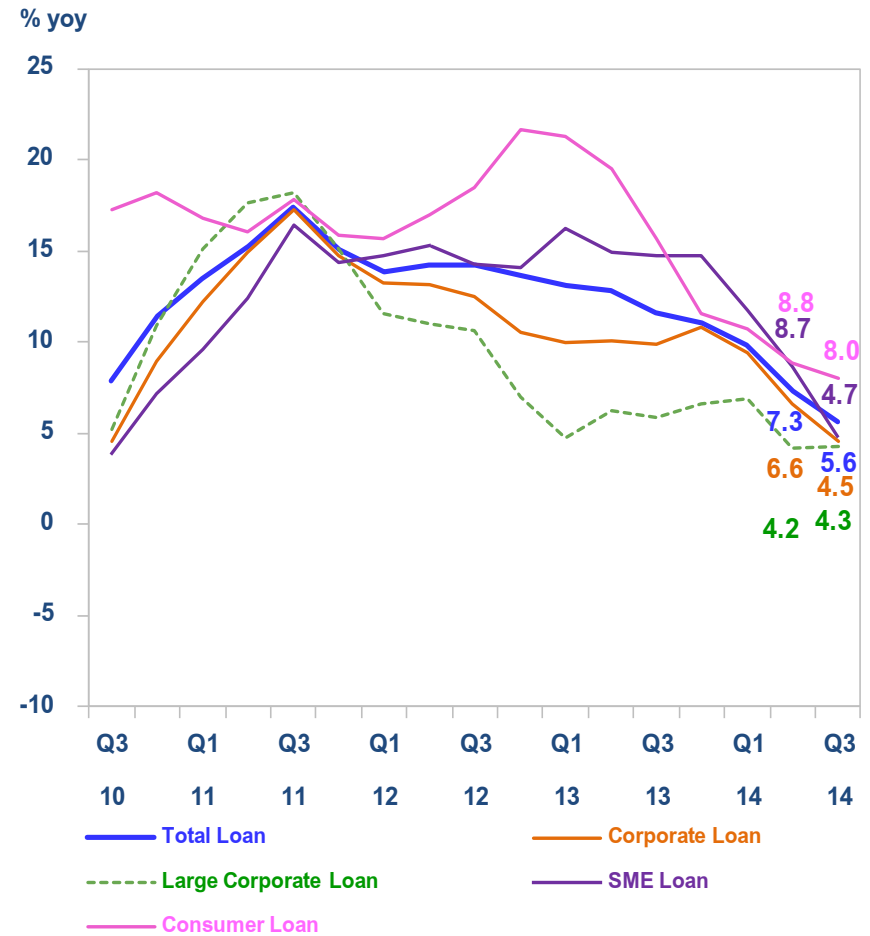


Loan Growth

GDP and Loan Growth



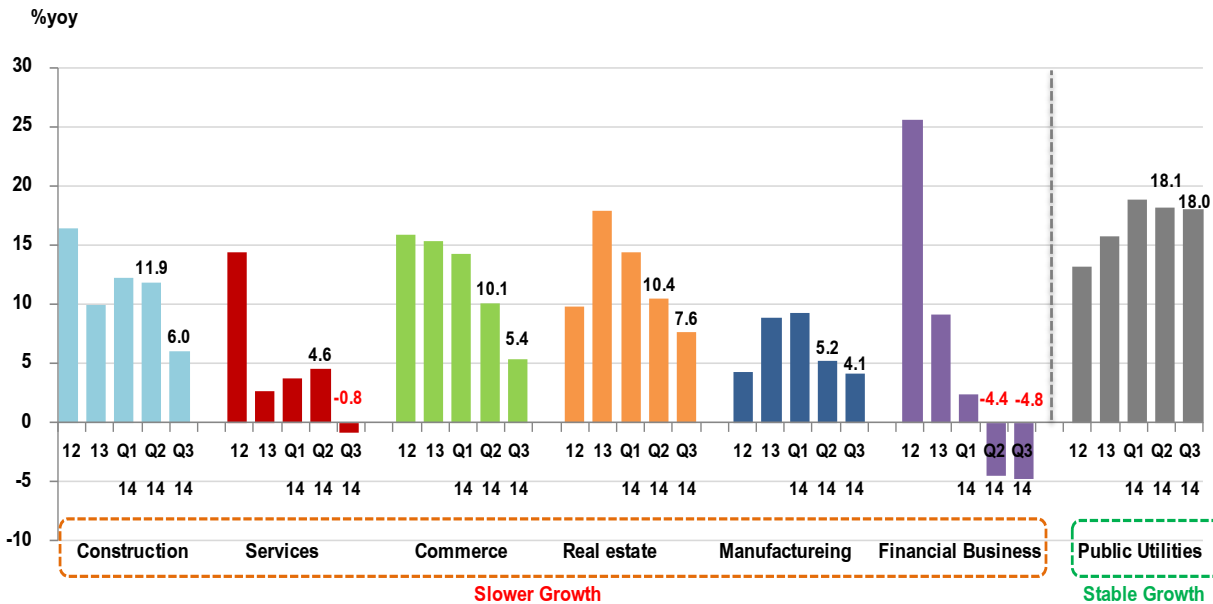
Commercial Bank Loan Growth



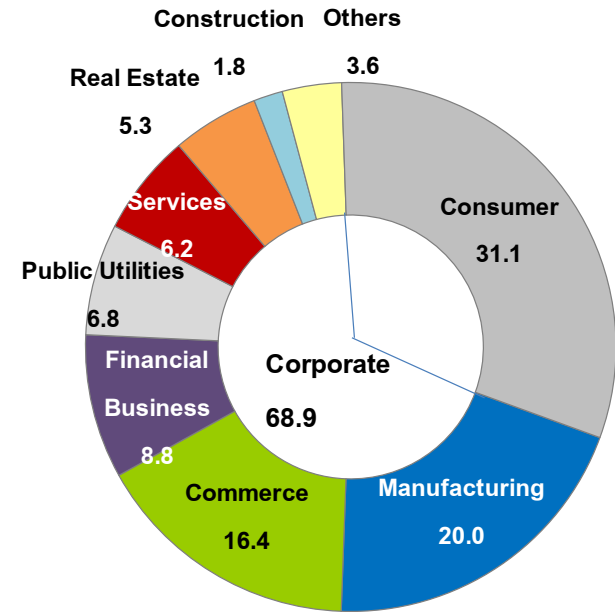


Corporate Loan

Corporate Loan Growth



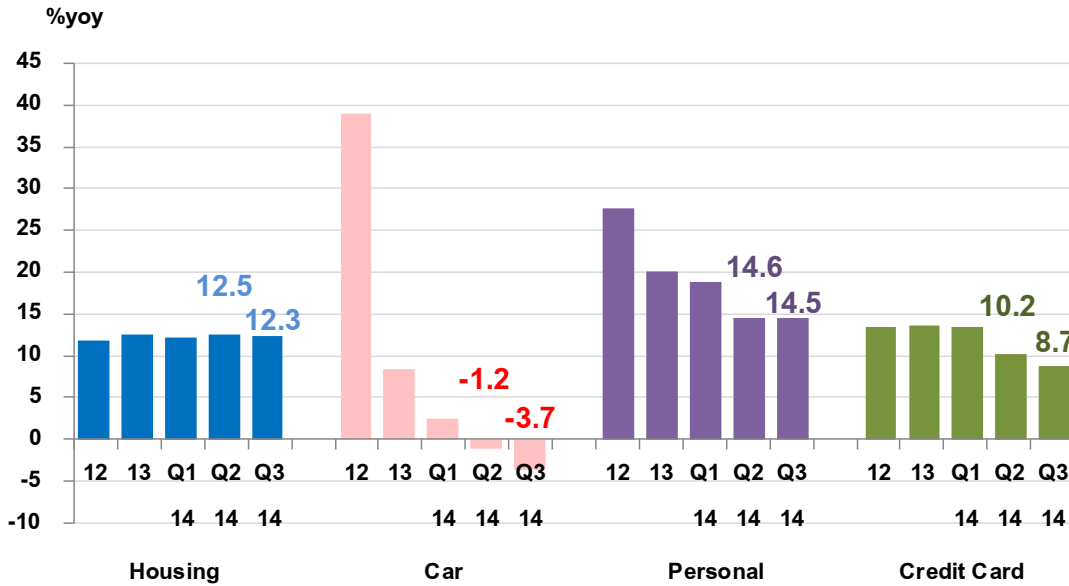
Structure of Corporate Loan as of September 2014 (% of total)



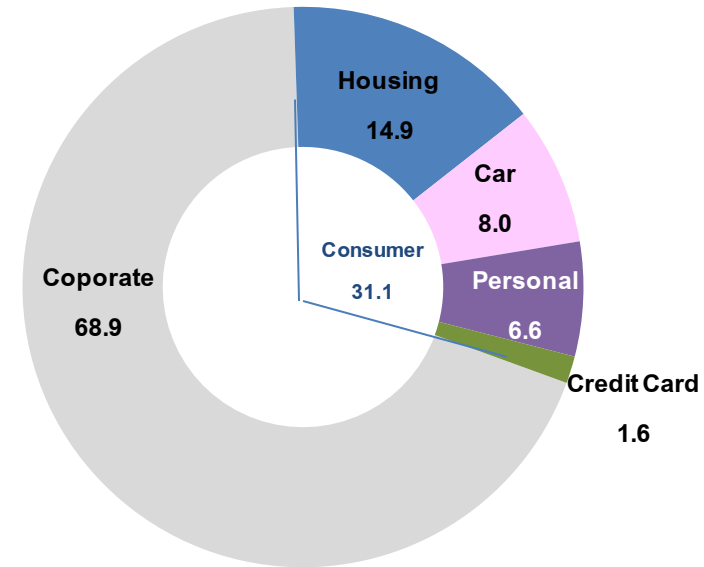


Consumer Loan

Consumer Loan Growth



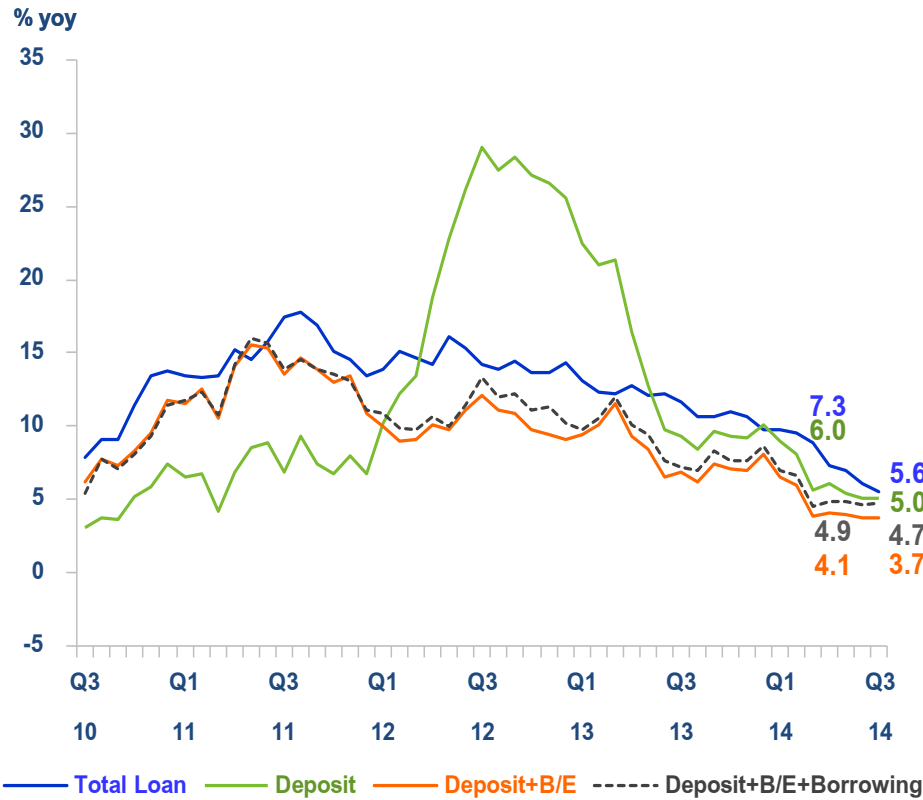
Structure of Consumer Loan as of September 2014 (% of total)



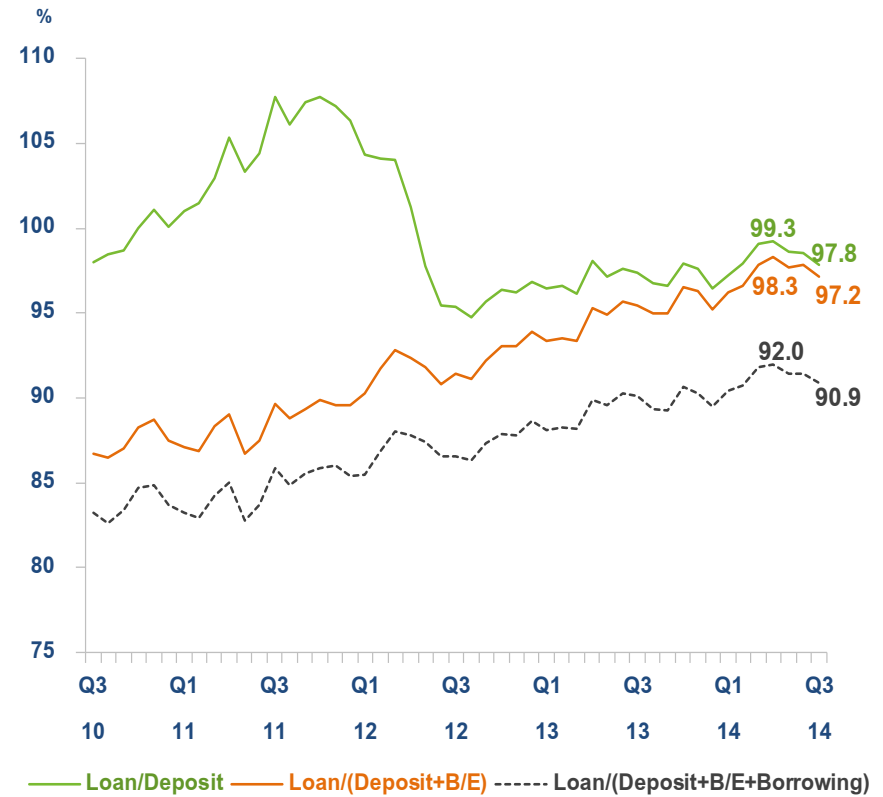


Loan and Deposit

Loan, Deposit and Borrowing Growth



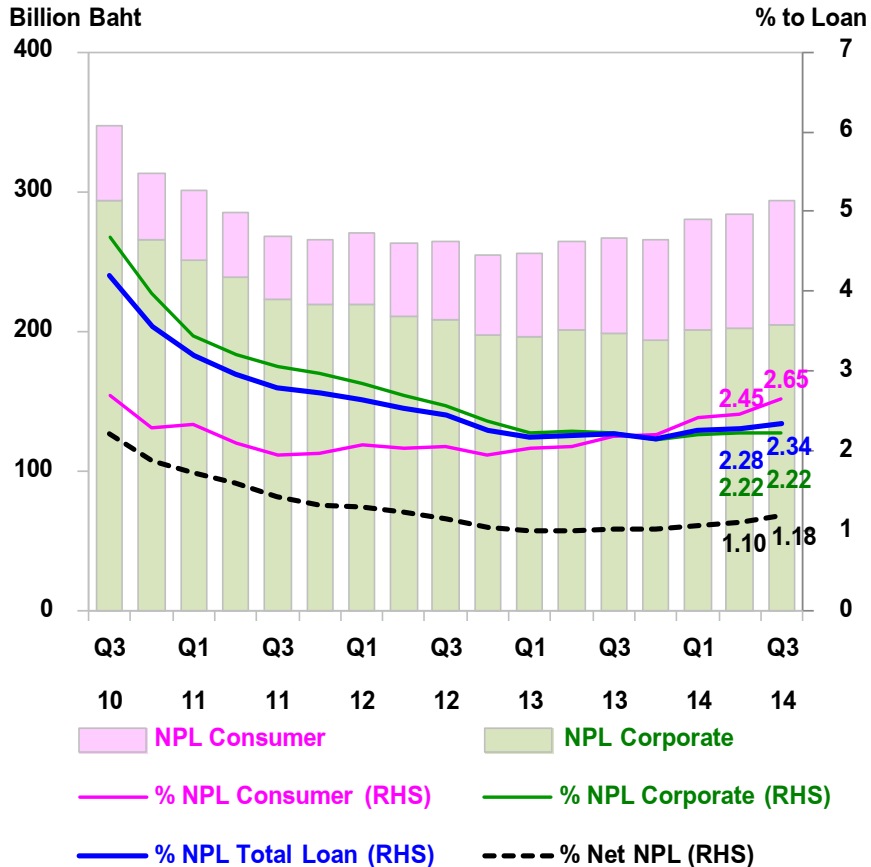
Loan to Deposit and Borrowing



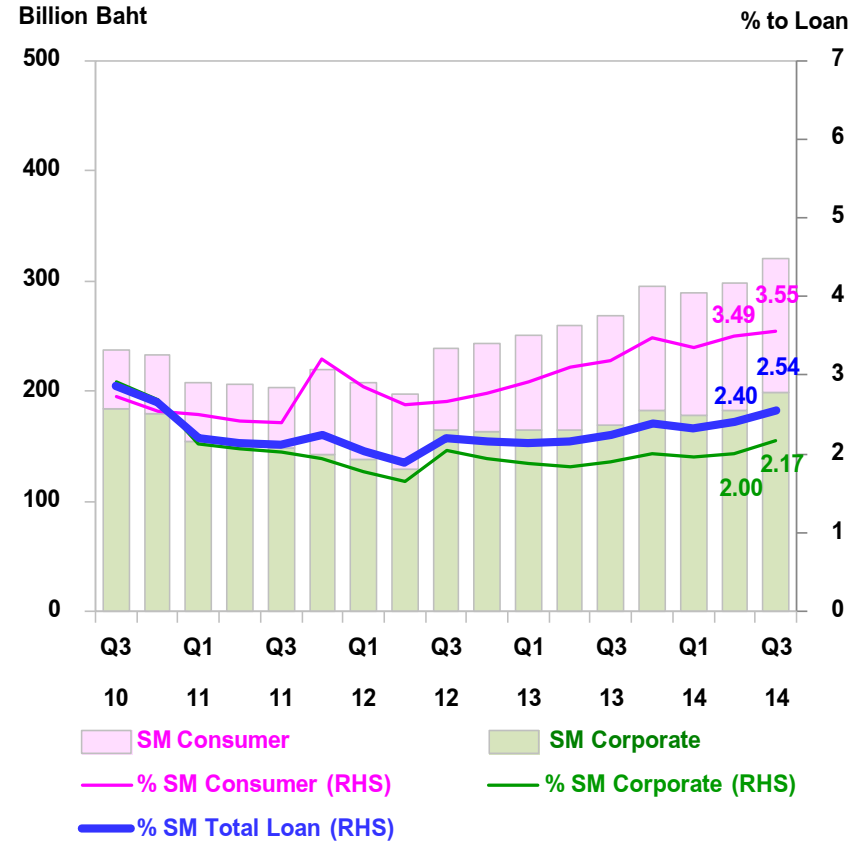


Loan Quality

NPL



Special Mention (SM)

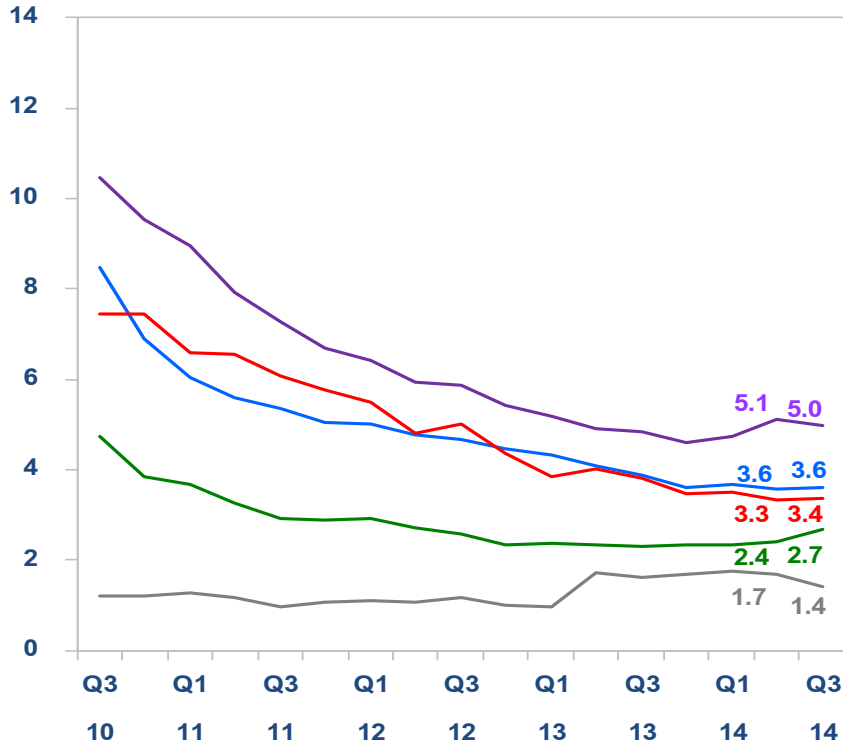




Corporate Loan Quality

NPL

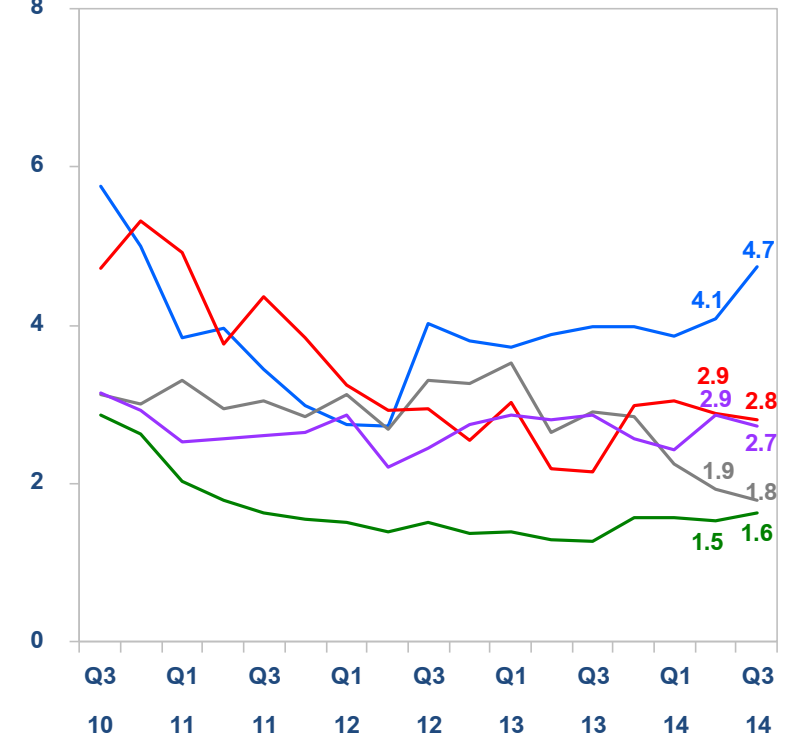
% to Loan



— Manufacturing
— Commerce
— Public Utilities
— Services
— Real Estate+Construction

Special Mention (SM)

% to Loan

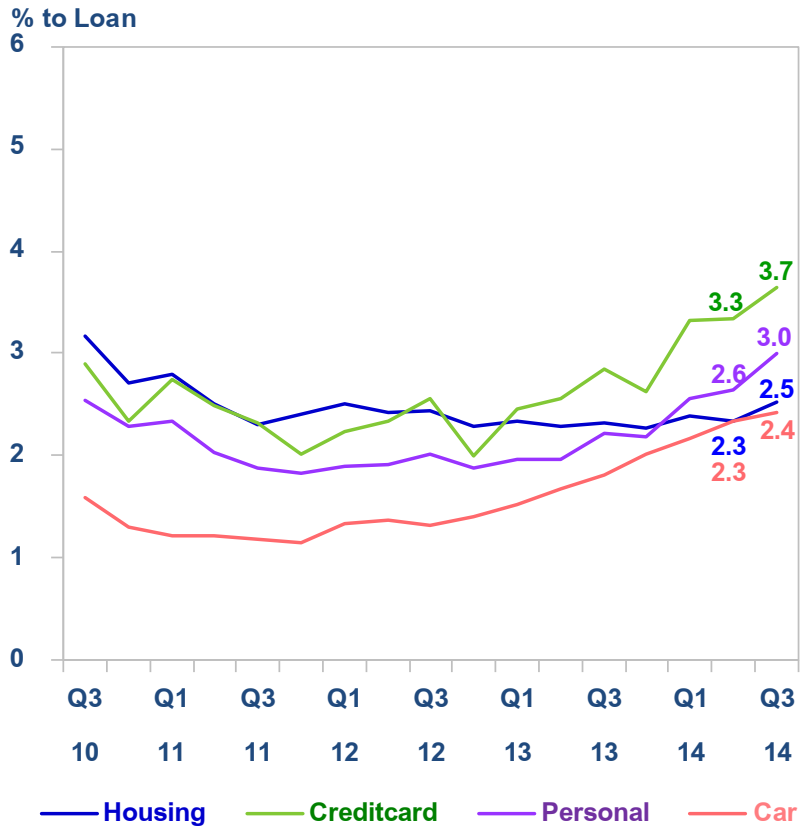


— Manufacturing
— Commerce
— Public Utilities
— Services
— Real Estate+Construction

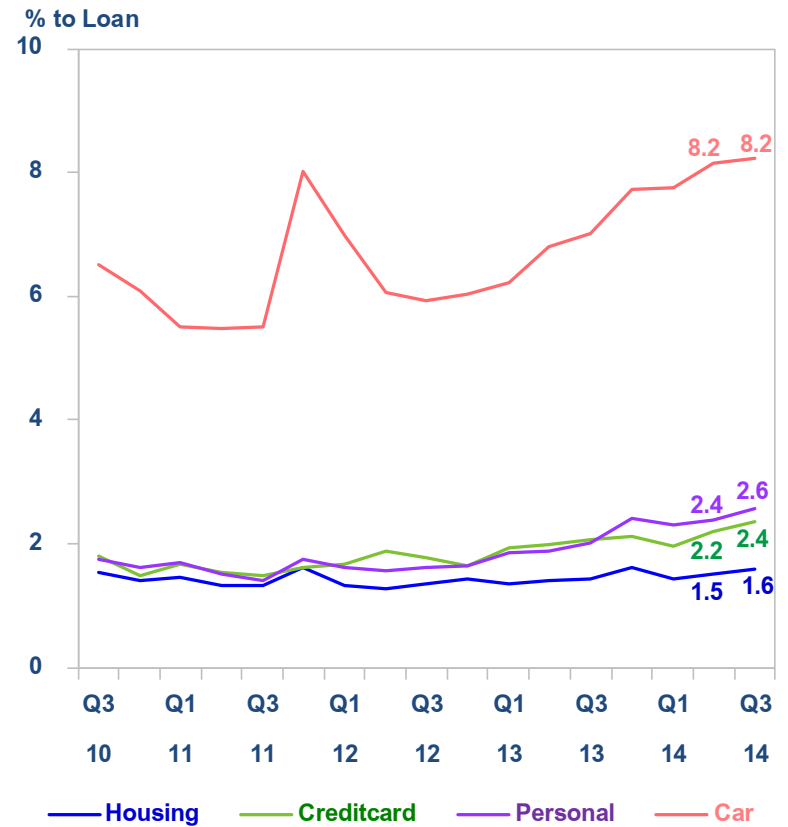


Consumer Loan Quality

NPL

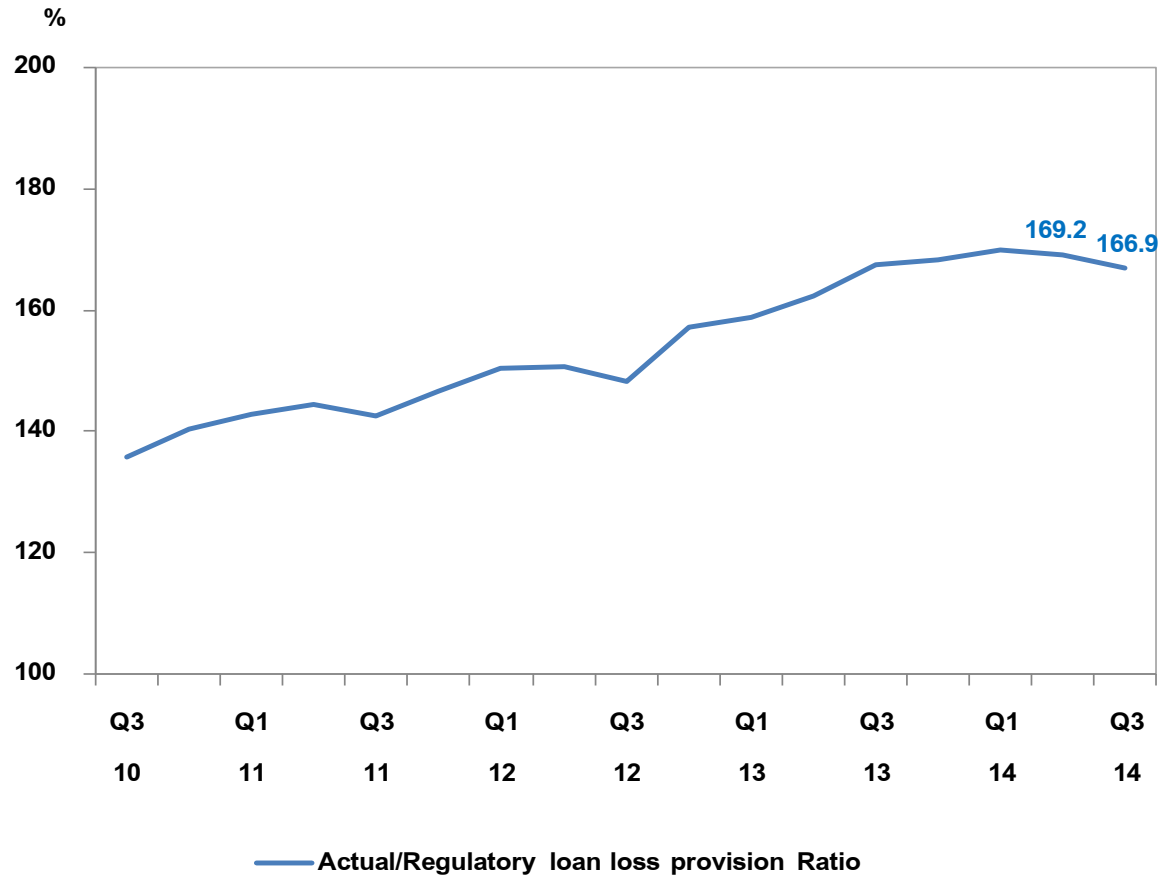


Special Mention (SM)



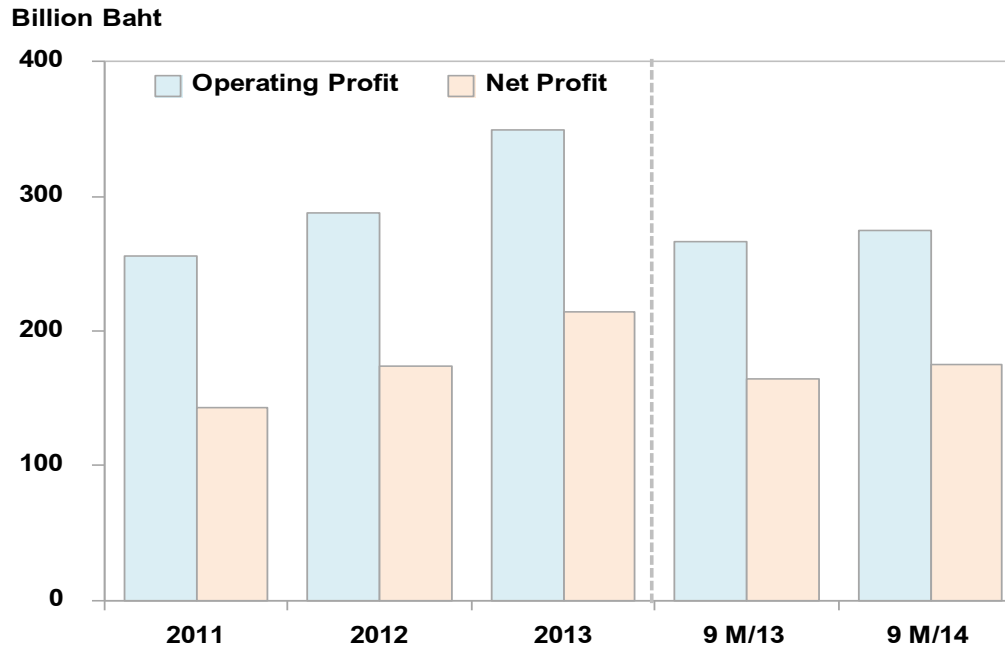


Loan Loss Provision





Banking Performance



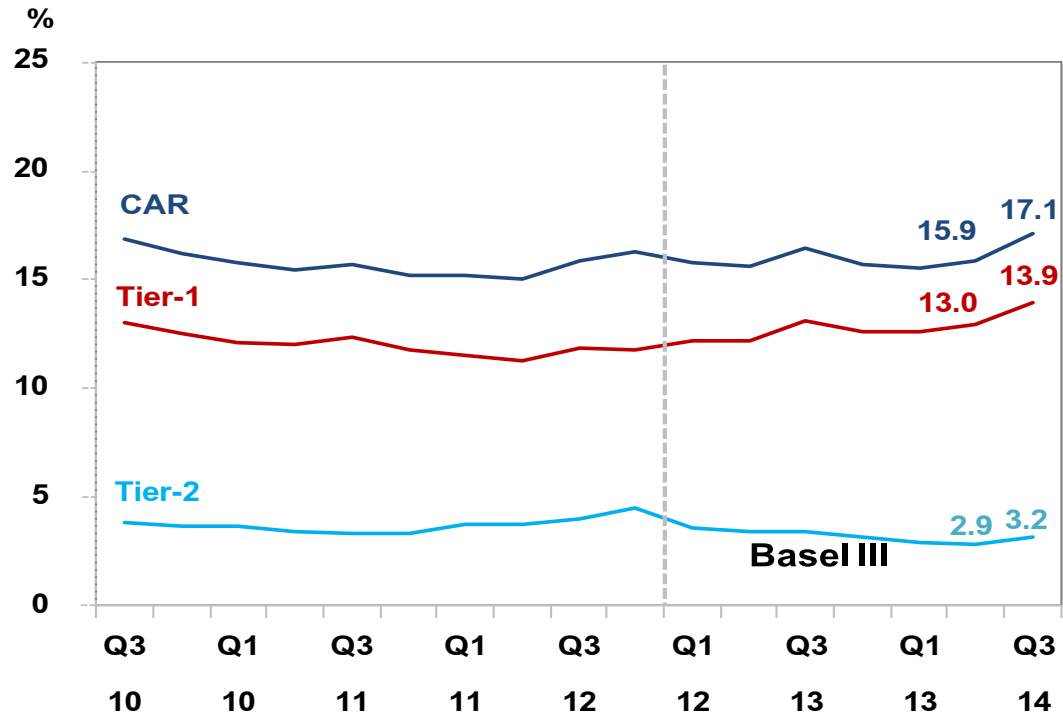
Financial Ratio (% of asset)	2011	2012	2013 ^{1/}	9M/13 ^{1/}	9M/14 ^{2/}
NIM	2.55	2.53	2.55	2.53	2.60
Operating Profit	2.04	2.07	2.18	2.22	2.19
ROA	1.14	1.25	1.32	1.35	1.37

^{1/} Excluded TBANK's one-time profit from sale of its affiliate in Q2/2013

^{2/} Excluded BAY's dividend income in Q2/2014



Capital



Adopt new accounting standard on employee benefits in 2011

Adopt Basel III regulation in 2013