



Ref. KTB.FIR. ๑๘๐ /2017

April 19 , 2017

Singapore Exchange Securities Trading Limited

2 Shenton Way

#19-00 SGX Centre 1

Singapore 068804

Attn: Market Control Department

Dear Sir,

Re : Submission of the Unreviewed Financial Statements

Krung Thai Bank Public Company Limited hereby submits the unreviewed financial statements for the three-month period ended March 31, 2017 compared with various time intervals of the financial statements previously reported.

1. Consolidated and the Bank's statements of financial position as of 31 March 2017, compared with as of 31 December 2016.
2. Consolidated and the Bank's statements of profit or loss and other comprehensive income for the three-month period ended 31 March 2017, compared with 2016.
3. Management Discussion and Analysis for the three-month period ended 31 March 2017.

Please be informed accordingly.

Sincerely yours,

Payong Srivanich

President

Financial Institutions & Investor Relations Department Tel. +66 2 208 3668-9

(TRANSLATION)

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KRUNG THAI BANK PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH, 2017

(Thousand Baht)

	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	MARCH 31, 2017	DECEMBER 31, 2016	MARCH 31, 2017	DECEMBER 31, 2016
	(UNAUDITED / UNREVIEWED)	(AUDITED)	(UNAUDITED / UNREVIEWED)	(AUDITED)
ASSETS				
CASH	69,569,736	72,106,416	69,476,844	71,929,866
INTERBANK AND MONEY MARKET ITEMS, NET	426,886,662	431,638,413	426,642,331	431,350,214
CLAIMS ON SECURITIES	17,437,500	21,421,700	17,437,500	21,421,700
DERIVATIVES ASSETS	31,014,876	30,063,046	31,033,375	30,084,832
INVESTMENTS, NET	243,665,085	226,954,571	243,373,603	226,693,145
INVESTMENTS IN SUBSIDIARIES AND ASSOCIATES, NET	16,143,550	15,310,646	10,664,593	10,664,593
LOANS TO CUSTOMERS AND ACCRUED INTEREST RECEIVABLES, NET				
LOANS TO CUSTOMERS	1,916,482,677	1,907,821,949	1,849,915,093	1,837,243,223
ACCRUED INTEREST RECEIVABLES	3,554,012	5,270,682	3,063,134	4,774,560
TOTAL LOANS TO CUSTOMERS AND ACCRUED INTEREST RECEIVABLES	1,920,036,689	1,913,092,631	1,852,978,227	1,842,017,783
LESS DEFERRED REVENUE	(3,196,082)	(3,733,253)	(144,208)	(122,922)
LESS ALLOWANCE FOR DOUBTFUL ACCOUNTS	(112,480,844)	(110,719,616)	(104,242,232)	(102,859,894)
LESS REVALUATION ALLOWANCE FOR DEBT RESTRUCTURING	(60,362)	(61,619)	(60,362)	(61,619)
TOTAL LOANS TO CUSTOMERS AND ACCRUED INTEREST RECEIVABLES, NET	1,804,299,401	1,798,578,143	1,748,531,425	1,738,973,348
CUSTOMERS' LIABILITIES UNDER ACCEPTANCES	62,189	45,949	62,189	45,949
PROPERTIES FOR SALE, NET	36,640,143	35,743,634	36,579,587	35,668,551
PREMISES AND EQUIPMENT, NET	26,913,541	27,312,663	25,046,168	25,239,008
OTHER INTANGIBLE ASSETS, NET	4,129,725	4,210,901	882,265	870,720
DEFERRED TAX ASSETS	4,053,016	4,496,456	1,770,350	2,321,669
ACCRUED INCOME	2,684,830	2,853,937	2,455,825	2,589,233
OTHER ASSETS, NET	12,866,661	18,709,178	10,626,353	16,945,112
TOTAL ASSETS	2,696,366,915	2,689,445,653	2,624,582,408	2,614,797,940
LIABILITIES AND EQUITY				
DEPOSITS	1,991,444,008	1,972,403,532	1,995,294,864	1,975,157,675
INTERBANK AND MONEY MARKET ITEMS, NET	190,366,702	203,166,312	183,330,147	193,711,003
LIABILITIES PAYABLE ON DEMAND	5,895,077	5,082,471	5,895,077	5,082,471
LIABILITIES TO DELIVER SECURITIES	17,437,500	21,421,700	17,437,500	21,421,700
DERIVATIVES LIABILITIES	29,179,721	31,516,693	29,179,721	31,516,693
DEBT ISSUED AND BORROWINGS	113,745,781	120,690,859	72,460,781	79,267,859
BANK'S LIABILITIES UNDER ACCEPTANCES	62,189	45,949	62,189	45,949
PROVISIONS	11,374,108	11,152,279	10,351,392	10,163,418
OTHER LIABILITIES	48,633,530	44,818,915	42,701,674	37,976,431
TOTAL LIABILITIES	2,408,138,616	2,410,298,710	2,356,713,345	2,354,343,199

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

(TRANSLATION)

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KRUNG THAI BANK PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
AS AT 31 MARCH, 2017

	(Thousand Baht)			
	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	MARCH 31, 2017	DECEMBER 31, 2016	MARCH 31, 2017	DECEMBER 31, 2016
	(UNAUDITED / UNREVIEWED)	(AUDITED)	(UNAUDITED / UNREVIEWED)	(AUDITED)
LIABILITIES AND EQUITY (CONTINUED)				
EQUITY				
SHARE CAPITAL				
AUTHORIZED SHARE CAPITAL				
5,500,000 PREFERRED SHARES OF BAHT 5.15 EACH	28,325	28,325	28,325	28,325
13,976,061,250 ORDINARY SHARES OF BAHT 5.15 EACH	71,976,715	71,976,715	71,976,715	71,976,715
ISSUED AND PAID-UP SHARE CAPITAL				
5,500,000 PREFERRED SHARES OF BAHT 5.15 EACH	28,325	28,325	28,325	28,325
13,976,061,250 ORDINARY SHARES OF BAHT 5.15 EACH	71,976,715	71,976,715	71,976,715	71,976,715
PREMIUM ON SHARE CAPITAL				
PREMIUM ON ORDINARY SHARE	20,833,734	20,833,734	20,833,734	20,833,734
OTHER COMPONENTS OF EQUITY	17,928,409	17,748,818	13,821,212	13,729,430
RETAINED EARNINGS				
APPROPRIATED				
LEGAL RESERVE	7,200,504	7,200,504	7,200,504	7,200,504
UNAPPROPRIATED	164,672,747	156,141,238	154,008,573	146,686,033
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK	282,640,434	273,929,334	267,869,063	260,454,741
NON-CONTROLLING INTEREST	5,587,865	5,217,609		
TOTAL EQUITY	288,228,299	279,146,943	267,869,063	260,454,741
TOTAL LIABILITIES AND EQUITY	2,696,366,915	2,689,445,653	2,624,582,408	2,614,797,940

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

(Signed) Payong Srivanich
PAYONG SRIVANICH
PRESIDENT

(TRANSLATION)

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KRUNG THAI BANK PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2017

	(Thousand Baht)			
	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
	(UNAUDITED / UNREVIEWED)	(UNAUDITED) / REVIEWED	(UNAUDITED / UNREVIEWED)	(UNAUDITED) / REVIEWED
INTEREST INCOME	31,157,941	32,665,877	27,811,760	29,538,913
INTEREST EXPENSES	9,338,244	11,325,310	8,942,619	10,936,536
INTEREST INCOME, NET	21,819,697	21,340,567	18,869,141	18,602,377
FEES AND SERVICE INCOME	6,795,632	6,130,248	5,554,383	5,019,429
FEES AND SERVICE EXPENSES	1,080,054	921,081	761,860	622,965
FEES AND SERVICE INCOME, NET	5,715,578	5,209,167	4,792,523	4,396,464
GAINS ON TRADINGS AND FOREIGN EXCHANGE TRANSACTIONS, NET	1,423,757	1,826,765	1,421,140	1,844,158
GAINS (LOSSES) ON INVESTMENTS, NET	175,906	337,690	175,906	337,690
SHARE OF PROFIT FROM INVESTMENTS FOR USING EQUITY METHOD	745,095	558,876	-	-
DIVIDEND INCOME	97,994	116,307	97,994	552,708
OTHER OPERATING INCOME	1,026,115	1,333,378	292,833	567,208
TOTAL OPERATING INCOME	31,004,142	30,722,750	25,649,537	26,300,605
OTHER OPERATING EXPENSES				
EMPLOYEES' EXPENSES	7,812,890	7,715,216	6,452,098	6,395,730
DIRECTORS' REMUNERATION	10,488	14,883	6,390	9,771
PREMISES AND EQUIPMENT EXPENSES	1,958,781	2,066,328	1,095,525	1,105,072
TAXES AND DUTIES	1,148,782	1,238,284	1,030,735	1,128,970
OTHERS	1,669,741	1,428,921	2,420,879	2,103,370
TOTAL OTHER OPERATING EXPENSES	12,600,682	12,463,632	11,005,627	10,742,913
IMPAIRMENT LOSS OF LOANS AND DEBT SECURITIES	7,460,390	8,623,234	5,499,849	6,996,302
OPERATING PROFIT BEFORE INCOME TAX EXPENSES	10,943,070	9,635,884	9,144,061	8,561,390
INCOME TAX EXPENSES	2,041,305	1,775,250	1,821,521	1,575,273
NET PROFIT	8,901,765	7,860,634	7,322,540	6,986,117

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

(TRANSLATION)

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KRUNG THAI BANK PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2017

	(Thousand Baht)			
	CONSOLIDATED		THE BANK'S	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2017	2016	2017	2016
	(UNAUDITED / UNREVIEWED)	(UNAUDITED) / REVIEWED	(UNAUDITED / UNREVIEWED)	(UNAUDITED) / REVIEWED
OTHER COMPREHENSIVE INCOME				
ITEMS THAT WILL BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS				
GAINS (LOSSES) ON REMEASURING AVAILABLE-FOR-SALE INVESTMENTS	136,370	5,928,230	136,370	5,928,230
LOSSES ARISING FROM TRANSLATING THE FINANCIAL STATEMENTS OF FOREIGN OPERATIONS	(17,168)	(26,346)	(17,168)	(26,346)
SHARE OF OTHER COMPREHENSIVE INCOME OF ASSOCIATES (EQUITY METHOD)				
FOR ITEMS THAT WILL BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS	87,809	5,124,331	-	-
RELATED INCOME TAX EXPENSES				
FOR ITEMS THAT WILL BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS	(27,274)	(1,185,646)	(27,274)	(1,185,646)
ITEMS THAT WILL NOT BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS				
CHANGES IN REVALUATION SURPLUS ON ASSETS	(182)	-	(182)	-
ACTUARIAL LOSSES ON DEFINED BENEFIT PLANS	-	(1,332)	-	-
RELATED INCOME TAX EXPENSES				
FOR ITEMS THAT WILL NOT BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS	36	266	36	-
OTHER COMPREHENSIVE INCOME, NET	179,591	9,839,503	91,782	4,716,238
TOTAL COMPREHENSIVE INCOME	9,081,356	17,700,137	7,414,322	11,702,355
NET PROFIT ATTRIBUTABLE				
EQUITY HOLDERS OF THE BANK	8,531,509	7,539,860	7,322,540	6,986,117
NON-CONTROLLING INTEREST	370,256	320,774		
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE				
EQUITY HOLDERS OF THE BANK	8,711,100	17,379,363	7,414,322	11,702,355
NON-CONTROLLING INTEREST	370,256	320,774		
EARNINGS PER SHARE OF PARENT COMPANY				
BASIC EARNINGS PER SHARE (BAHT)	0.61	0.54	0.52	0.50
DILUTED EARNINGS PER SHARE (BAHT)	0.61	0.54	0.52	0.50

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

(Signed) Payong Srivanich
PAYONG SRIVANICH
PRESIDENT

Management Discussion and Analysis for 1Q2017

This report discusses principal changes in the reviewed consolidated financial statements for the quarter ended March 31, 2017.

In early of 2017, Thai economy steadily expanded. Exports recovered on the back of the export of electronics and electrical appliances, the increase in export of petroleum-related products as the crude oil price increased, and the improvement of rubber products export benefited from increasing in price in response to higher demand from China importers. Private consumption well expanded in spite of its weakened in the early of the year after the expiry of government stimulus packages last year. Government spending continued to be a key engine driving Thai economy despite the deceleration from the end of last year. Tourism sector continue to expand. However, private investment remained stable from the last year.

The Bank and Its Subsidiaries' Overview for 1Q2017

KTB's consolidated pre-provision profit was Bt 18,403 m, increased by Bt 144 m (0.79%). The Bank and its subsidiaries continued to show an increase of revenues. The Net Interest Income increased by Bt 479 m (2.24%) from appropriate funding cost management, resulting in an increase of Net Interest Margin (NIM) to 3.42% from 3.17 in 1Q2016. Net Fee and Service Income expanded by Bt 507 m (9.73%) from the expansion of ATM related business as well as electronic banking service fees. However, The Bank and its subsidiaries showed the reduction of Total Other Operating Income by Bt 705 m (16.89%) from the decrease of net gain on trading and foreign exchange transactions and gain on investments. Meanwhile, the Other Operating Expense increased by Bt 137 m (1.10%) due to the addition of other expenses and personnel expenses, resulting in the slight expansion of the Cost-to-Income Ratio to 40.64% in 1Q2017 from 40.57% in 1Q2016. The Bank and its subsidiaries reduced 13.49% of provision for impairment loss of loans and debt securities, resulting in an improvement of consolidated Net Profit to Bt 8,902 m, raised by Bt 1,041 m (13.24%) from 1Q2016 and the Net Profit Attributable to Equity Holders of the Bank, was Bt 8,532 m, showing an increase of Bt 992 m (13.16%).

The Bank's consolidated total loan to customers (less deferred revenue) was Bt 1,913,287 m, gradually improved by Bt 9,198 m (0.48%) as a consequence of the expansion of loan from government and corporate sectors. The Bank's consolidated deposits were Bt 1,991,444 m, increased by Bt 19,040 m (0.97%) due to the improvement of saving deposits despite some decrease of fixed deposits. The expansion of deposits resulting in the Bank's consolidated loans to customers (less deferred revenue) -to-deposits ratio slightly dropped from 96.54% to 96.08% in 1Q2017

For the asset quality side, The Bank' consolidated NPLs as at March 31, 2017 was Bt 100,382 m, rose by Bt 9,254 m (10.15%) from December 31, 2016. due to the increment of NPLs from corporate and SME clients from some industries. The gross NPLs and net NPL ratio were 4.36% and 1.94% respectively, however, the Bank has close

monitored its asset quality by being more careful on underwriting standard as well as focusing on the faster collection process and conducting appropriated debt restructuring. The Coverage Ratio was 112.11%, decreased from 121.57% as at December 31, 2016.

As of March 31, 2017, Bank's Common Equity Tier 1 capital and Tier I capital were Bt 243,521 m (13.01% of its risk-weighted assets (RWA)). Total capital was Bt 311,466 m (16.64% of its RWA), declined from 16.85% as at December 31, 2016.

I. The Bank and Its Subsidiaries' performance for the quarter ended March 31, 2017

A) Operating Profit before Tax and Net Profit

In 1Q2017, KTB's consolidated pre-provision profit was Bt 18,403 m, rose by Bt 144 m (0.79%) compared to 1Q2016. After deducting the Bt 7,460 m impairment loss on loans and debt securities and the Bt 2,041 m income tax expense, net profit for 1Q2017 was Bt 8,902 m, showing an increase of Bt 1,041 m (13.24%) compared to 1Q2016. Net profit, attributable to equity holders of the Bank, was Bt 8,532 m, showing an increase of Bt 992 m (13.16%) as a result of the expansion of net interest income and non-interest income while Impairment loss of loans and debt securities dropped.

	1Q2017	1Q2016	Unit : Million Baht	
			Change	
			(1Q2017/1Q2016)	
			Amount	(%)
Pre-provision profit*	18,403	18,259	144	0.79
Operating profit before tax	10,943	9,636	1,307	13.56
Income tax expense	2,041	1,775	266	14.99
Net profit	8,902	7,861	1,041	13.24
Net profit (attributable to equity holders of the Bank)	8,532	7,540	992	13.16

*Pre-provision profit before Impairment loss of loans and debt securities and income tax expense

B) Net Interest Income

KTB's consolidated net interest income equaled Bt 21,820 m, showing an increase of Bt 479 m (2.24%) from 1Q2016 due to an appropriate funding cost management. Consequently, Net Interest Margin (NIM) rose to 3.42% from 3.17% in 1Q2016

Unit : Million Baht

	1Q2017	1Q2016	Change (1Q2017/1Q2016)	
			Amount	(%)
Interest income	31,158	32,666	(1,508)	(4.62)
- Interbank and money market items	2,619	2,791	(172)	(6.16)
- Investments and trading transactions	54	26	28	107.69
- Investment in debt securities	986	679	307	45.21
- Loans	26,918	28,336	(1,418)	(5.00)
- Hire purchase and financial lease	568	823	(255)	(30.98)
- Others	13	11	2	18.18
Less Interest expense	9,338	11,325	(1,987)	(17.55)
- Deposits	5,156	6,852	(1,696)	(24.75)
- Interbank and money market items	618	706	(88)	(12.46)
- Contributions to BOT and DPA	2,360	2,460	(100)	(4.07)
- Debts issued				
Debenture	1,102	1,212	(110)	(9.08)
B/E	89	78	11	14.10
-Borrowings	7	7	-	-
- Others	6	10	(4)	(40.00)
Net interest income	21,820	21,341	479	2.24
Net interest margin [based on earning assets]	3.42	3.17		
(%)				

	31 Mar 2017	31 Dec 2016	30 Sep 2016	30 Jun 2016	31 Mar 2016
Policy Interest Rate (%)	1.50%	1.50%	1.50%	1.50%	1.50%
Deposit Rate (%)					
- Saving Rate	0.50%	0.50%	0.50%	0.50%	0.50%
- 3 Months Fixed Rate	0.90%	0.90%	0.90%	0.90%	0.90%
- 6 Months Fixed Rate	1.15%-1.35%	1.15%-1.35%	1.35%	1.35%	1.35%
- 12 Months Fixed Rate	1.30%	1.30%	1.40%	1.40%	1.50%
Loan Rate (%)					
- MLR	6.275%	6.275%	6.275%	6.275%	6.525%
- MOR	7.120%	7.120%	7.120%	7.120%	7.375%
- MRR	7.620%	7.620%	7.620%	7.620%	7.875%

C) Net Fee and Service Income

KTB's consolidated net fee and service income in 1Q2017 amounted to Bt 5,716 m, raised by Bt 507 m (9.73%) 1Q2016 in response to the expansion of ATM related business as well as electronic banking service fees.

Unit : Million Baht

	1Q2017	1Q2016	Change (1Q2017/1Q2016)	
			Amount	(%)
Fee and service income	6,796	6,130	666	10.86
Less Fee and service expense	1,080	921	159	17.26
Net fee and service income	5,716	5,209	507	9.73

D) Total Other Operating Income

KTB's consolidated total other operating income in 1Q2017 amounted to Bt 3,468 m, decreased by Bt 705 m (16.89%) from 1Q2016. The main reason was the deceleration of net gain on trading and foreign exchange transactions by Bt 403 m (22.06%) and other income by Bt 308 m (23.11%) as well as the decrease of gain on investments by Bt 162 m (47.93%)

Unit : Million Baht

	1Q2017	1Q2016	Change (1Q2017/1Q2016)	
			Amount	(%)
Gain (loss) on trading and foreign exchange transactions, net	1,424	1,827	(403)	(22.06)
Gain (loss) on investments, net	176	338	(162)	(47.93)
Share of profit (loss) from investments on equity method	745	559	186	33.27
Dividend income	98	116	(18)	(15.52)
Other income	1,025	1,333	(308)	(23.11)
Total other operating income	3,468	4,173	(705)	(16.89)

E) Other Operating Expenses

The Bank's consolidated other operating expenses amounted to Bt 12,601 m, rose by Bt 137 m (1.10%) compared to 1Q2016, mainly from the addition of other expenses by Bt 241 m (16.86%) and personnel expenses by Bt 98 m (1.27%). The Cost-to-Income Ratio in 1Q2017 slightly expanded to 40.64% from 40.57% in 1Q2016

Unit : Million Baht				
	1Q2017	1Q2016	Change (1Q2017/1Q2016)	
			Amount	(%)
Personnel expenses	7,813	7,715	98	1.27
Directors' remuneration	10	15	(5)	(33.33)
Premises and equipment expenses	1,959	2,067	(108)	(5.22)
Taxes and duties	1,149	1,238	(89)	(7.19)
Others	1,670	1,429	241	16.86
Total other operating expenses	12,601	12,464	137	1.10
Cost-to-income ratio (%)	40.64	40.57		

F) Impairment Loss of Loans and Debt Securities

The Bank and its subsidiaries set aside Bt 7,460 m provision for impairment loss of loans and debt securities, decreased by Bt 1,163 m (13.49%) compared to 1Q2016. The Bank's monthly normalized provision was Bt 1,000 m and the amount of Bt 2,500 m was set aside as an additional provision for 1Q2017 while the amount of Bt 4,000 m was set aside in 1Q2016.

The Banks and its subsidiaries' coverage ratio was 112.11%, showing the decrease from 121.57% as at December 31, 2016. (The Bank's coverage ratio was 113.40%, decreased from 121.30% as at December 31, 2016)

Unit : Million Baht				
	1Q2017	1Q2016	Change (1Q2017/1Q2016)	
			Amount	(%)
Impairment loss of loans and debt securities	7,460	8,623	(1,163)	(13.49)

II. The Bank and Its Subsidiaries' Financial Status - as at the period ended March 31, 2017

A) Loans to Customers

The Bank's consolidated total loans to customers (less deferred revenue) was Bt 1,913,287 m, gradually improved by Bt 9,198 m (0.48%) from end of year 2016, as a consequence of the expansion of loan from government and corporate sectors.

■ Loan portfolio breakdown by borrowers

Unit : Million Baht

The Bank's Financial Statements	31 Mar 2017		31 Dec 2016		Change
	Amount	(%)	Amount	(%)	(%)
Private Corporate	684,712	37.01	673,217	36.64	1.71
Government and State Enterprise	86,366	4.67	81,513	4.44	5.95
SMEs*	374,809	20.26	372,413	20.27	0.64
Retail	703,593	38.04	709,642	38.63	(0.85)
Others	435	0.02	458	0.02	(5.02)
Total loans	1,849,915	100.00	1,837,243	100.00	0.69
Less Deferred revenue	144		123		17.07
Total	1,849,771		1,837,120		0.69

*SMEs were private companies that have employee no. less than/equal to 200 people and fixed asset (excluding land) less than/equal to Bt 200 m.

B) Investments

KTB's consolidated net investments as of March 31, 2017 totaled Bt 259,809 m, grew by Bt 17,543 m (7.24%) from the end of last year as a result of the increase of investment in debt securities.

Unit : Million Baht

	31 Mar 2017		31 Dec 2016		Change
	Amount	(%)	Amount	(%)	(%)
Investments, net	243,665	93.79	226,955	93.68	7.36
Investments in subsidiaries and associates, net	16,144	6.21	15,311	6.32	5.44
Total investments, net	259,809	100.00	242,266	100.00	7.24

C) Total Assets

KTB's consolidated total assets as at March 31, 2016 was Bt 2,696,367 m, rose by Bt 6,921 m (0.26%) from December 31, 2016, owing to the expansion of loans to customers and net investment.

D) Liabilities

The Bank's consolidated deposits were Bt 1,991,444 m, increased by Bt 19,040 m (0.97%) from December 31, 2016 due to the improvement of saving deposits despite some decrease of time deposits. The Bank's consolidated loans to customers (less deferred revenue) -to-deposits ratio was 96.08%, slightly dropped from the end of year 2016 at 96.54%. Meanwhile, the net interbank and money market items were Bt 190,367 m, decreased by Bt 12,799 m (6.30%). The Bank redeemed its Thai Baht Subordinated Debentures, in full amount of Bt 5,155 m on March 16, 2017, resulting in the contraction of Bank's debt issued and borrowings by Bt 6,945 m (5.75%) to be Bt 113,746 m as at March 31, 2017. Thus, the Bank's consolidated total liabilities were Bt 2,408,139 m, declined by Bt 2,160m (0.09%) compared to December 31, 2016.

E) Equity

The total equity (Equity holders of the Bank) as at March 31, 2017 amounted to Bt 282,640 m, showing an increase of Bt 8,711 m (3.18%) from December 31, 2016.

Book value per share (Equity holders of the Bank) was Bt 20.21, raised from Bt 19.59 as at December 31, 2016.

F) Sources and Uses of Funds

As of March 31, 2017, 73.86% of the Bank's source of funds was deposits; the rests were interbank borrowings, debt issued and borrowings, and equity. The Bank's use of funds comprised of 70.96% loans to customers (less deferred revenue), 15.83% net interbank and money market items, and 9.64% net investments and net investments in subsidiaries and associates.

Unit : Million Baht

	31 Mar 2017		31 Dec 2016		Change
	Amount	(%)	Amount	(%)	(%)
Deposits	1,991,444	73.86	1,972,404	73.34	0.97
Interbank and money market items, net	190,367	7.06	203,166	7.55	(6.30)
Debt issued and borrowings	113,746	4.22	120,691	4.49	(5.75)
Others	112,582	4.17	114,038	4.24	(1.28)
Total equity					
- Equity holders of the Bank	282,640	10.48	273,929	10.19	3.18
- Non-controlling interest	5,588	0.21	5,218	0.19	7.09
Total	2,696,367	100.00	2,689,446	100.00	0.26

G) Statutory Capital Fund

As of March 31, 2017, Bank's Common Equity Tier 1 capital and Tier I capital were Bt 243,521 m (13.01% of its risk-weighted assets (RWA)). Total capital was Bt 311,466 m (16.64% of its RWA), declined from 16.85% as at December 31, 2016. The increase of capital ratio was due to the redemption of the subordinated debentures, which was countable as Tier 2 capital, under its redemption condition. The calculation was in line with BOT's regulations regarding Basel III compliance.

Unit : Million Baht

The Bank's Financial Statements	31 Mar 2017			31 Dec 2016		
	Amount	(%)	The minimum rate required by the BOT (%)*	Amount	(%)	The minimum rate required by the BOT (%)
Common Equity Tier 1 capital	243,521	13.01	5.750	243,254	12.96	5.125
Tier 1 capital	243,521	13.01	7.250	243,254	12.96	6.625
Tier 2 capital	67,945			73,094		
Total capital fund	311,466	16.64	9.750	316,348	16.85	9.125
Risk-weighted assets	1,871,631			1,877,670		

* According to BOT's regulation, the minimum capital ratios of Commercial Banks in Thailand will be increased to absorb Capital conversation buffer at 0.625 percent starting from January 1, 2016 until reaches 2.50 percent by January 1, 2019.

H) Asset Quality - Non-Performing Loans

The Bank' consolidated NPLs as at March 31, 2017 was Bt 100,382 m, rose by Bt 9,254 m (10.15%) from December 31, 2016. The gross NPLs ratio and net NPL ratio were 4.36% and 1.94% respectively. The increase of gross NPL ratio from 3.97% as at December 31, 2016 was from increasing in NPLs from corporate and SME clients from some industries. However, the Bank has close monitored its asset quality by being more careful on underwriting standard as well as focusing on the fasten collection process and conducting appropriated debt restructuring.

Unit : Million Baht

	31 Mar 2017		31 Dec 2016		Change
	Amount	(%)	Amount	(%)	(%)
1. Loans					
Pass	1,739,728	90.93	1,742,881	91.53	(0.18)
Special Mention	73,177	3.82	70,079	3.68	4.42
Sub-Standard	18,747	0.98	14,152	0.74	32.47
Doubtful	20,224	1.06	17,017	0.90	18.85
Doubtful of loss	61,411	3.21	59,960	3.15	2.42
Total Loans	1,913,287	100.00	1,904,089	100.00	0.48
2. NPLs gross ⁽¹⁾	100,382	4.36	91,128	3.97	
NPLs net ⁽¹⁾	43,491	1.94	40,758	1.81	
3. Actual provisioning for loan loss ⁽²⁾	112,542		110,782		
Coverage Ratio		112.11		121.57	
(1) NPLs Ratio (gross) and NPLs Ratio (net) from BOT definition					
(2) Allowance for doubtful accounts and revaluation allowance for debt restructuring					

III. Credit Ratings

Bank's credit ratings rated by Standard and Poor's, Moody's Investors Service and Fitch Ratings were as follows:

Standard & Poor's		March 2017	December 2016
▪ Long-term/ Short-term	Long-term/ Short-term	BBB / A-2	BBB / A-2
▪ Outlook		Stable	Stable
▪ Stand-Alone Credit Profile (SACP)		bb+	bb+
Moody's Investors Service		March 2017	December 2016
▪ Long-term/ Short-term		Baa1 / P-2	Baa1 / P-2
▪ Outlook		Stable	Stable
▪ Baseline Credit Assessment (BCA)		ba1	ba1
Fitch Ratings		March 2017	December 2016
Foreign Currency Credit Ratings			
▪ Long-term/ Short-term		BBB / F3	BBB / F3
▪ Outlook		Stable	Stable
▪ Viability Rating		bbb-	bbb-
▪ Subordinated Debt (USD)		BBB-	BBB-
National Credit Ratings			
▪ Long-term/ Short-term		AA+(tha) / F1+ (tha)	AA+(tha) / F1+ (tha)
▪ Outlook		Stable	Stable
▪ Subordinated Debt (Baht)		AA(tha)	AA(tha)