



Ref. KTB.FIR. 2680 /2016

October 21 , 2016

Singapore Exchange Securities Trading Limited  
2 Shenton Way  
#19-00 SGX Centre 1  
Singapore 068804

Dear Sir,

Re : Submission of the Financial Statements

Krung Thai Bank PCL hereby submits unreviewed financial statements of the Bank and its subsidiaries for the three-month period and the nine-month period ended September 30, 2016 together with the operating performance and the Management Discussion and Analysis as follows :

#### Management Discussion and Analysis

This report discusses principal changes in the unreviewed consolidated financial statements for the year ended September 30, 2016.

Thai economy continued to expand. Tourism sector had been a major economic growth driver despite the somewhat slower growth rate in some periods. Public spending also improved as well as the merchandise exports gradually grew up from electrical appliances, automobile and electronic products. The private investment slightly expanded mostly in the service sector.

For the nine-month period of 2016, the Bank's consolidated pre-provision profit was Bt 55,365m, increased by Bt 6,945m (14.34%) compared to the same period of last year, attributed to the increase of net interest income by Bt 5,644m (9.49%) from the downsizing of interest expenses by Bt 6,839m (17.40%) as a consequence of the maturity of high-cost term deposit and appropriate funding cost management even though the interest income decreased by Bt 1,195m (1.21%). Moreover, net fee and service income improved by Bt 435m (2.77%) from ATM related business and electronic banking service fees.

The Bank's consolidated provision for bad debts, doubtful accounts and loss on impairment compared to the same period of last year, was Bt 24,001 m, increased by Bt 2,309 m (10.64%) in order to maintain the coverage ratio of not less than 100%. The Bank's consolidated net profit was Bt 25,776 m, expanded by Bt 3,274m (14.55%) and net profit attributable to equity holders of the Bank, was Bt 24,839 m, showing an increase of Bt 3,114 m (14.33%) from the same period of last year.

Asset quality has deteriorated from the end of the year 2015 from corporate clients combined with SMEs and retail sectors. Consequently, the nine-month period of 2016, the Bank's consolidated coverage ratio was 105.58%.

The Bank's consolidated financial positions as at September 30, 2016 compared to December 31, 2015

■ Loans to Customers

The Bank's consolidated total loans to customers (less deferred revenue) was Bt 1,906,053 m, reduced by Bt 121,387 m (5.99%) from end of year 2015, as a consequence of the contraction of loan from all sectors especially the repayment from government sector and some corporate clients as well as stringent underwriting standard resulting in the decrease of total asset by Bt 126,152 m (4.48%) to be Bt 2,689,178 m.

■ Liabilities

The Bank's consolidated deposits was Bt 1,973,357 m, decreased by Bt 162,141 m (7.59%) from December 31, 2015 due to the maturity of long term deposit, consistent with the contraction of loans. The Bank's consolidated loans to customers (less deferred revenue) -to-deposits ratio was 96.59%, increased from the end of year 2015 at 94.94%. Meanwhile, the net interbank and money market item was Bt 209,716 m, increased by Bt 15,473 m (7.97%). Thus, the Bank's consolidated total liabilities were Bt 2,413,012 m, decreased by Bt 152,020 m (5.93%) compared to December 31, 2015.

■ Non Performing Loans (NPLs)

The Bank's consolidated NPLs as at September 30, 2016 was Bt 98,421 m, rose by Bt 22,050 m (28.87%) from December 31, 2015. The gross NPLs ratio and net NPL ratio were 4.24% and 2.12% respectively. The increase of gross NPL ratio from 3.20% as at December 31, 2015 was partly from increasing in NPLs from some corporate clients, SME and Retail sectors, combined with the contraction of loan to customer.

The Bank has tightened the underwriting standard to cope with its deteriorated asset quality, focused on the fasten collection process with teamwork as well as conducted appropriated debt restructuring.

■ Statutory Capital Fund

As of September 30, 2016 Common Equity Tier 1 capital was Bt 240,755 m (12.81% of its risk-weighted assets (RWA)) and Tier 1 capital was Bt 247,137 m (13.15% of its RWA). Total capital was Bt 320,301 m (17.04% of its RWA), increased from 15.22 % as at December 31, 2015. The increase of capital ratio was due to the appropriation of first half of 2016 net profit for capital, along with the weakening of loan. The calculation was in line with BOT's regulations regarding Basel III compliance.

The Bank's consolidated statements of income and other comprehensive income for the three-month period ended September 30, 2016

The Bank's consolidated net profit attributable to equity holders of the Bank was Bt 8,620 m, increased by Bt 3,273 m (61.21%) from 3Q2015. The details are as follows:

■ Net Interest Income

The Bank's consolidated net interest income<sup>1/</sup> equaled to Bt 21,595 m, improved by Bt 2,360 m (12.27%) from 3Q2015, due to the maturity of high-cost term deposit as well as appropriate funding cost management. Consequently, Net Interest Margin (NIM) rose to 3.24% in 3Q2016 from 2.91% in 3Q2015.

■ Non Interest Income, net

The Bank's consolidated net non interest income was Bt 9,943 m, decreased by Bt 96 m (0.96%) compared to 3Q2015, due mainly to the reduction of net fee and service income<sup>1/</sup> decreased by Bt 1,167 m (17.26%) while the share of profit from investments by using equity method was well expanded from the insurance companies.

■ Total Other Operating Expenses

The Bank's consolidated other operating expenses were Bt 13,141 m, increased by Bt 908 m (7.42%) compared to 3Q2015, mainly from the growth of other expenses and personnel expense by Bt 835 m (39.31%) and Bt 298 m (4.55%) respectively. With the same pace of operating income and expenses growth, the Cost-to-Income Ratio were 41.67% in 3Q2016 steady to 3Q2015 at 41.79%.

■ Bad Debts, Doubtful Accounts and Loss on Impairment

The Bank and its subsidiaries set aside Bt 7,636 m provision for bad debts, doubtful accounts and loss on impairment, decreased by Bt 2,817 m (26.95%) compared to 3Q2015 as the special transaction in the provision expense for the clients from steel industry in 3Q2015.

In 3Q2016, the Bank set aside Bt 6,500 m provision for bad debts, doubtful accounts and loss on impairment. Since 2016, the Bank's monthly normalized provision increased from Bt 700 m to Bt 1,000 m to be suitable to the Bank's outstanding loans. Moreover, in 3Q2016, the Bank set aside additional provision of Bt 3,500 m as a consequence of asset quality.

The Banks and its subsidiaries' coverage ratio was 105.58%, showing the decrease from 112.55% as at December 31, 2015. (The Bank's coverage ratio was 104.52%, decreased from 110.54% as at December 31, 2015)

■ Net Income

The Bank's consolidated pre-provision profit was Bt 18,397 m, increased by Bt 1,356m (7.96%) from 3Q2015. After deducting bad debts, doubtful accounts and loss on impairment, and income tax expenses, the Bank's consolidated net income was Bt 8,943 m, improved by Bt 3,344 m (59.72%) from 3Q2015. Net profit, attributable to equity holders of the Bank, was Bt 8,620 m, increased by Bt 3,273 m (61.21%) from 3Q2015.

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<sup>1/</sup> For the nine-month period Statements of income and other comprehensive income of the year 2015, the Bank has reclassified fee from loan from one of KTB's subsidiaries, thus some fee from loan in interest income were grouped as fee income which had partly impact on some items showing in the third quarter of 2015. Nonetheless, if statements of income and other comprehensive income of 3Q2015 were restated, the net interest income and net fee income will be Bt 20,408 m and Bt 5,590 m respectively. Thus, the net interest income and net fee income growth of 3Q2016, compare to 3Q2015, will be Bt 1,187 m (5.82%) and Bt 3 m (0.05%) respectively.

The following table shows the detail of Interest Income & Interest Expense for Statements of Comprehensive Income.

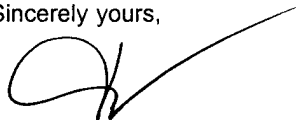
Unit: Million Baht

| Consolidated Financial Statement         | 3Q2559 | 3Q2558 | YoY (%) |
|------------------------------------------|--------|--------|---------|
| Interest Income                          |        |        |         |
| Interbank and money market items         | 2,841  | 2,727  | 4.18    |
| Investments and trading transactions     | 37     | 60     | (38.33) |
| Investment in debt securities            | 1,082  | 1,368  | (20.91) |
| Loans <sup>1/</sup>                      | 27,309 | 26,727 | 2.18    |
| Hire purchase and financial lease income | 718    | 899    | (20.13) |
| Others                                   | 9      | 10     | (10.00) |
| Total interest income                    | 31,996 | 31,791 | 0.64    |
| Interest Expenses                        |        |        |         |
| Deposits                                 | 6,044  | 8,124  | (25.60) |
| Interbank and money market items         | 670    | 644    | 4.04    |
| Contributions to BOT and DPA             | 2,386  | 2,459  | (2.97)  |
| Debts issued                             |        |        |         |
| - Debenture                              | 1,203  | 1,209  | (0.50)  |
| - B/E                                    | 85     | 105    | (19.05) |
| Borrowings                               | 7      | 7      | 0.00    |
| Others                                   | 6      | 8      | (25.00) |
| Total interest expenses                  | 10,401 | 12,556 | (17.16) |
| Interest Income, Net <sup>1/</sup>       | 21,595 | 19,235 | 12.27   |

1/ For the nine-month period Statements of income and other comprehensive income of the year 2015, the Bank has reclassified fee from loan from one of KTB's subsidiaries, thus some fee from loan in interest income were grouped as fee income which had partly impact on some items showing in the third quarter of 2015. Nonetheless, if statements of income and other comprehensive income of 3Q2015 were restated, the net interest income and net fee income will be Bt 20,408 m and Bt 5,590 m respectively. Thus, the net interest income and net fee income growth of 3Q2016, compare to 3Q2015, will be Bt 1,187 m (5.82%) and Bt 3 m (0.05%) respectively.

Please be advised accordingly.

Sincerely yours,



Vorapak Tanyawong  
President

(TRANSLATION)

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**KRUNG THAI BANK PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENTS OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER, 2016**

(Thousand Baht)

|                                                                | <b>CONSOLIDATED</b>         |                          | <b>THE BANK'S</b>           |                          |
|----------------------------------------------------------------|-----------------------------|--------------------------|-----------------------------|--------------------------|
|                                                                | <b>FINANCIAL STATEMENTS</b> |                          | <b>FINANCIAL STATEMENTS</b> |                          |
|                                                                | <b>SEPTEMBER 30, 2016</b>   | <b>DECEMBER 31, 2015</b> | <b>SEPTEMBER 30, 2016</b>   | <b>DECEMBER 31, 2015</b> |
|                                                                | (UNAUDITED/<br>UNREVIEWED)  | (AUDITED)                | (UNAUDITED/<br>UNREVIEWED)  | (AUDITED)                |
| <b>ASSETS</b>                                                  |                             |                          |                             |                          |
| CASH                                                           | 63,838,856                  | 71,470,113               | 63,743,908                  | 71,294,408               |
| INTERBANK AND MONEY MARKET ITEMS, NET                          | 446,998,998                 | 397,357,971              | 446,783,140                 | 397,061,378              |
| CLAIMS ON SECURITIES                                           | 24,296,500                  | 13,494,400               | 24,296,500                  | 13,494,400               |
| DERIVATIVES ASSETS                                             | 24,853,048                  | 34,039,142               | 24,883,874                  | 34,088,515               |
| INVESTMENTS, NET                                               | 221,614,250                 | 247,081,663              | 221,323,556                 | 246,811,058              |
| INVESTMENTS IN SUBSIDIARIES AND ASSOCIATES, NET                | 18,352,286                  | 14,650,374               | 10,664,593                  | 10,664,593               |
| LOANS TO CUSTOMERS AND ACCRUED INTEREST RECEIVABLES, NET       |                             |                          |                             |                          |
| LOANS TO CUSTOMERS                                             | 1,910,412,731               | 2,033,250,476            | 1,845,609,766               | 1,969,827,420            |
| ACCRUED INTEREST RECEIVABLES                                   | 3,377,685                   | 5,900,902                | 2,936,048                   | 5,462,813                |
| TOTAL LOANS TO CUSTOMERS AND ACCRUED INTEREST RECEIVABLES      | 1,913,790,416               | 2,039,151,378            | 1,848,545,814               | 1,975,290,233            |
| LESS DEFERRED REVENUE                                          | (4,359,634)                 | (5,810,002)              | (158,889)                   | (165,766)                |
| LESS ALLOWANCE FOR DOUBTFUL ACCOUNTS                           | (103,836,075)               | (85,823,934)             | (96,357,709)                | (77,221,061)             |
| LESS REVALUATION ALLOWANCE FOR DEBT RESTRUCTURING              | (72,206)                    | (132,627)                | (72,206)                    | (132,627)                |
| TOTAL LOANS TO CUSTOMERS AND ACCRUED INTEREST RECEIVABLES, NET | 1,805,522,501               | 1,947,384,815            | 1,751,957,010               | 1,897,770,779            |
| CUSTOMERS' LIABILITIES UNDER ACCEPTANCES                       | 66,887                      | 1,567,806                | 66,887                      | 1,567,806                |
| PROPERTIES FOR SALE, NET                                       | 28,869,335                  | 30,008,144               | 28,793,200                  | 29,909,856               |
| PREMISES AND EQUIPMENT, NET                                    | 27,366,091                  | 26,354,526               | 25,267,614                  | 21,376,845               |
| OTHER INTANGIBLE ASSETS, NET                                   | 4,157,595                   | 4,571,604                | 854,637                     | 897,367                  |
| DEFERRED TAX ASSETS                                            | 5,268,090                   | 6,996,109                | 3,184,358                   | 5,020,583                |
| ACCRUED INCOME                                                 | 3,108,336                   | 3,788,212                | 2,846,187                   | 3,578,869                |
| OTHER ASSETS, NET                                              | 14,865,267                  | 16,564,767               | 12,602,354                  | 15,071,377               |
| TOTAL ASSETS                                                   | 2,689,178,040               | 2,815,329,646            | 2,617,267,818               | 2,748,607,834            |
| <b>LIABILITIES AND EQUITY</b>                                  |                             |                          |                             |                          |
| DEPOSITS                                                       | 1,973,357,072               | 2,135,498,511            | 1,975,471,234               | 2,137,446,488            |
| INTERBANK AND MONEY MARKET ITEMS, NET                          | 209,716,299                 | 194,242,842              | 196,980,265                 | 177,701,199              |
| LIABILITIES PAYABLE ON DEMAND                                  | 5,646,082                   | 6,121,116                | 5,646,082                   | 6,121,116                |
| LIABILITIES TO DELIVER SECURITIES                              | 24,296,500                  | 13,494,400               | 24,296,500                  | 13,494,400               |
| DERIVATIVES LIABILITIES                                        | 27,202,977                  | 37,232,572               | 27,202,977                  | 37,234,793               |
| DEBT ISSUED AND BORROWINGS                                     | 118,926,214                 | 116,240,463              | 85,753,214                  | 86,937,975               |
| BANK'S LIABILITIES UNDER ACCEPTANCES                           | 66,887                      | 1,567,806                | 66,887                      | 1,567,806                |
| PROVISIONS                                                     | 15,692,874                  | 14,424,688               | 14,818,538                  | 13,634,737               |
| OTHER LIABILITIES                                              | 38,107,275                  | 46,209,922               | 31,893,704                  | 39,997,788               |
| TOTAL LIABILITIES                                              | 2,413,012,180               | 2,565,032,320            | 2,362,129,401               | 2,514,136,302            |

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 30 SEPTEMBER, 2016**

(Thousand Baht)

|                                                         | CONSOLIDATED               |                   | THE BANK'S                 |                   |
|---------------------------------------------------------|----------------------------|-------------------|----------------------------|-------------------|
|                                                         | FINANCIAL STATEMENTS       |                   | FINANCIAL STATEMENTS       |                   |
|                                                         | SEPTEMBER 30, 2016         | DECEMBER 31, 2015 | SEPTEMBER 30, 2016         | DECEMBER 31, 2015 |
|                                                         | (UNAUDITED/<br>UNREVIEWED) | (AUDITED)         | (UNAUDITED/<br>UNREVIEWED) | (AUDITED)         |
| <b>LIABILITIES AND EQUITY (CONTINUED)</b>               |                            |                   |                            |                   |
| 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                              | 21,787,726                 | 10,643,441        | 13,655,435                 | 6,407,413         |
| RETAINED EARNINGS                                       |                            |                   |                            |                   |
| APPROPRIATED                                            |                            |                   |                            |                   |
| LEGAL RESERVE                                           | 7,200,504                  | 7,200,504         | 7,200,504                  | 7,200,504         |
| UNAPPROPRIATED                                          | 149,410,571                | 135,200,033       | 141,443,704                | 128,024,841       |
| TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK | 271,237,575                | 245,882,752       | 255,138,417                | 234,471,532       |
| NON-CONTROLLING INTEREST                                | 4,928,285                  | 4,414,574         |                            |                   |
| TOTAL EQUITY                                            | 276,165,860                | 250,297,326       | 255,138,417                | 234,471,532       |
| TOTAL LIABILITIES AND EQUITY                            | 2,689,178,040              | 2,815,329,646     | 2,617,267,818              | 2,748,607,834     |

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

(Signed) Vorapak Tanyawong  
VORAPAK TANYAWONG  
PRESIDENT

**KRUNG THAI BANK PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENTS OF INCOME AND OTHER COMPREHENSIVE INCOME**  
**FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2016**

(Thousand Baht)

|                                                          | <b>CONSOLIDATED</b>         |                          | <b>THE BANK'S</b>           |                          |
|----------------------------------------------------------|-----------------------------|--------------------------|-----------------------------|--------------------------|
|                                                          | <b>FINANCIAL STATEMENTS</b> |                          | <b>FINANCIAL STATEMENTS</b> |                          |
|                                                          | <b>2016</b>                 | <b>2015</b>              | <b>2016</b>                 | <b>2015</b>              |
|                                                          | (UNAUDITED/<br>UNREVIEWED)  | (UNAUDITED/<br>REVIEWED) | (UNAUDITED/<br>UNREVIEWED)  | (UNAUDITED/<br>REVIEWED) |
| INTEREST INCOME                                          | 31,996,200                  | 31,791,237               | 28,727,636                  | 29,955,852               |
| INTEREST EXPENSES                                        | 10,401,022                  | 12,556,287               | 10,045,611                  | 12,157,744               |
| INTEREST INCOME, NET                                     | 21,595,178                  | 19,234,950               | 18,682,025                  | 17,798,108               |
| FEEs AND SERVICE INCOME                                  | 6,513,874                   | 7,470,099                | 5,331,037                   | 5,231,861                |
| FEEs AND SERVICE EXPENSES                                | 920,969                     | 709,520                  | 539,964                     | 539,802                  |
| FEEs AND SERVICE INCOME, NET                             | 5,592,905                   | 6,760,579                | 4,791,073                   | 4,692,059                |
| GAINS ON TRADINGS AND FOREIGN EXCHANGE TRANSACTIONS, NET | 1,850,738                   | 1,688,026                | 1,821,548                   | 1,692,992                |
| GAINS (LOSSES) ON INVESTMENTS, NET                       | 148,134                     | 27,359                   | 148,134                     | (279,942)                |
| SHARE OF PROFIT FROM INVESTMENTS FOR USING EQUITY METHOD | 744,059                     | 508,700                  | -                           | -                        |
| DIVIDEND INCOME                                          | 145,603                     | 97,832                   | 2,020,603                   | 2,197,832                |
| OTHER OPERATING INCOME                                   | 1,460,906                   | 956,738                  | 746,310                     | 287,176                  |
| TOTAL OPERATING INCOME                                   | 31,537,523                  | 29,274,184               | 28,209,693                  | 26,388,225               |
| OTHER OPERATING EXPENSES                                 |                             |                          |                             |                          |
| EMPLOYEES' EXPENSES                                      | 6,845,787                   | 6,548,134                | 5,515,797                   | 5,308,958                |
| DIRECTORS' REMUNERATION                                  | 13,957                      | 13,772                   | 10,510                      | 8,516                    |
| PREMISES AND EQUIPMENT EXPENSES                          | 2,198,617                   | 2,291,167                | 1,280,802                   | 1,302,170                |
| TAXES AND DUTIES                                         | 1,123,112                   | 1,255,775                | 1,006,697                   | 1,151,719                |
| OTHERS                                                   | 2,958,895                   | 2,124,044                | 3,579,091                   | 2,680,288                |
| TOTAL OTHER OPERATING EXPENSES                           | 13,140,368                  | 12,232,892               | 11,392,897                  | 10,451,651               |
| IMPAIRMENT LOSS OF LOANS AND DEBT SECURITIES             | 7,636,238                   | 10,452,782               | 6,500,000                   | 8,800,000                |
| OPERATING PROFIT BEFORE INCOME TAX EXPENSES              | 10,760,917                  | 6,588,510                | 10,316,796                  | 7,136,574                |
| INCOME TAX EXPENSES                                      | 1,817,566                   | 989,513                  | 1,592,122                   | 845,406                  |
| NET PROFIT                                               | 8,943,351                   | 5,598,997                | 8,724,674                   | 6,291,168                |

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 INCOME AND OTHER COMPREHENSIVE INCOME (CONTINUED)**  
**FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2016**

(Thousand Baht)

|                                                                                        | <b>CONSOLIDATED</b>         |                          | <b>THE BANK'S</b>           |                          |
|----------------------------------------------------------------------------------------|-----------------------------|--------------------------|-----------------------------|--------------------------|
|                                                                                        | <b>FINANCIAL STATEMENTS</b> |                          | <b>FINANCIAL STATEMENTS</b> |                          |
|                                                                                        | <b>2016</b>                 | <b>2015</b>              | <b>2016</b>                 | <b>2015</b>              |
|                                                                                        | (UNAUDITED/<br>UNREVIEWED)  | (UNAUDITED/<br>REVIEWED) | (UNAUDITED/<br>UNREVIEWED)  | (UNAUDITED/<br>REVIEWED) |
| OTHER COMPREHENSIVE INCOME                                                             |                             |                          |                             |                          |
| ITEMS THAT WILL BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS                         |                             |                          |                             |                          |
| GAINS (LOSSES) ON REMEASURING AVAILABLE-FOR-SALE INVESTMENTS                           | (295,288)                   | (2,054,385)              | (295,288)                   | (2,054,385)              |
| GAINS (LOSSES) ARISING FROM TRANSLATING THE FINANCIAL STATEMENTS OF FOREIGN OPERATIONS | (8,050)                     | (37,576)                 | (8,050)                     | (37,576)                 |
| SHARE OF OTHER COMPREHENSIVE INCOME OF ASSOCIATES (EQUITY METHOD)                      |                             |                          |                             |                          |
| FOR ITEMS THAT WILL BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS                     | (446,201)                   | 141,510                  | -                           | -                        |
| RELATED INCOME TAX EXPENSES                                                            |                             |                          |                             |                          |
| FOR ITEMS THAT WILL BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS                     | 59,058                      | 410,877                  | 59,058                      | 410,877                  |
| ITEMS THAT WILL NOT BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS                     |                             |                          |                             |                          |
| CHANGES IN REVALUATION SURPLUS ON ASSETS                                               | 2,528,024                   | -                        | 2,528,024                   | -                        |
| ACTUARIAL GAINS (LOSSES) ON DEFINED BENEFIT PLANS                                      | -                           | (438,845)                | -                           | (354,759)                |
| RELATED INCOME TAX EXPENSES                                                            |                             |                          |                             |                          |
| FOR ITEMS THAT WILL NOT BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS                 | (505,606)                   | 87,769                   | (505,605)                   | 70,953                   |
| OTHER COMPREHENSIVE INCOME, NET                                                        | 1,331,937                   | (1,890,650)              | 1,778,139                   | (1,964,890)              |
| TOTAL COMPREHENSIVE INCOME                                                             | 10,275,288                  | 3,708,347                | 10,502,813                  | 4,326,278                |
| NET PROFIT ATTRIBUTABLE                                                                |                             |                          |                             |                          |
| EQUITY HOLDERS OF THE BANK                                                             | 8,620,031                   | 5,346,867                | 8,724,674                   | 6,291,168                |
| NON-CONTROLLING INTEREST                                                               | 323,320                     | 252,130                  |                             |                          |
| TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE                                                |                             |                          |                             |                          |
| EQUITY HOLDERS OF THE BANK                                                             | 9,951,968                   | 3,456,217                | 10,502,813                  | 4,326,278                |
| NON-CONTROLLING INTEREST                                                               | 323,320                     | 252,130                  |                             |                          |
| EARNINGS PER SHARE OF PARENT COMPANY                                                   |                             |                          |                             |                          |
| BASIC EARNINGS PER SHARE (BAHT)                                                        | 0.62                        | 0.38                     | 0.62                        | 0.45                     |
| DILUTED EARNINGS PER SHARE (BAHT)                                                      | 0.62                        | 0.38                     | 0.62                        | 0.45                     |

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

(Signed) Vorapak Tanyawong  
**VORAPAK TANYAWONG**  
**PRESIDENT**

**KRUNG THAI BANK PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENTS OF INCOME AND OTHER COMPREHENSIVE INCOME**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2016**

|                                                          | (Thousand Baht)            |                          |                            |                          |
|----------------------------------------------------------|----------------------------|--------------------------|----------------------------|--------------------------|
|                                                          | CONSOLIDATED               |                          | THE BANK'S                 |                          |
|                                                          | FINANCIAL STATEMENTS       |                          | FINANCIAL STATEMENTS       |                          |
|                                                          | 2016                       | 2015                     | 2016                       | 2015                     |
|                                                          | (UNAUDITED/<br>UNREVIEWED) | (UNAUDITED/<br>REVIEWED) | (UNAUDITED/<br>UNREVIEWED) | (UNAUDITED/<br>REVIEWED) |
| INTEREST INCOME                                          | 97,582,310                 | 98,776,577               | 88,007,217                 | 89,917,990               |
| INTEREST EXPENSES                                        | 32,469,372                 | 39,307,680               | 31,350,477                 | 38,044,465               |
| INTEREST INCOME, NET                                     | 65,112,938                 | 59,468,897               | 56,656,740                 | 51,873,525               |
| FEES AND SERVICE INCOME                                  | 19,037,807                 | 17,796,871               | 15,608,161                 | 14,689,517               |
| FEES AND SERVICE EXPENSES                                | 2,905,276                  | 2,099,211                | 1,902,134                  | 1,632,599                |
| FEES AND SERVICE INCOME, NET                             | 16,132,531                 | 15,697,660               | 13,706,027                 | 13,056,918               |
| GAINS ON TRADINGS AND FOREIGN EXCHANGE TRANSACTIONS, NET | 5,366,536                  | 4,694,829                | 5,350,748                  | 4,734,613                |
| GAINS ON INVESTMENTS, NET                                | 722,197                    | 632,894                  | 722,197                    | (165,871)                |
| SHARE OF PROFIT FROM INVESTMENTS FOR USING EQUITY METHOD | 1,845,776                  | 2,352,954                | -                          | -                        |
| DIVIDEND INCOME                                          | 419,231                    | 350,510                  | 3,332,534                  | 3,409,630                |
| OTHER OPERATING INCOME                                   | 3,366,196                  | 2,711,163                | 1,191,818                  | 696,522                  |
| TOTAL OPERATING INCOME                                   | 92,965,405                 | 85,908,907               | 80,960,064                 | 73,605,337               |
| OTHER OPERATING EXPENSES                                 |                            |                          |                            |                          |
| EMPLOYEES' EXPENSES                                      | 21,304,967                 | 20,912,473               | 17,355,645                 | 17,027,256               |
| DIRECTORS' REMUNERATION                                  | 96,176                     | 100,675                  | 71,861                     | 73,737                   |
| PREMISES AND EQUIPMENT EXPENSES                          | 6,486,549                  | 6,851,029                | 3,667,070                  | 3,794,539                |
| TAXES AND DUTIES                                         | 3,486,697                  | 3,774,653                | 3,150,741                  | 3,478,785                |
| OTHERS                                                   | 6,226,954                  | 5,849,789                | 8,178,733                  | 8,015,041                |
| TOTAL OTHER OPERATING EXPENSES                           | 37,601,343                 | 37,488,619               | 32,424,050                 | 32,389,358               |
| IMPAIRMENT LOSS OF LOANS AND DEBT SECURITIES             | 24,000,482                 | 21,692,501               | 19,496,306                 | 16,600,000               |
| OPERATING PROFIT BEFORE INCOME TAX EXPENSES              | 31,363,580                 | 26,727,787               | 29,039,708                 | 24,615,979               |
| INCOME TAX EXPENSES                                      | 5,587,928                  | 4,226,005                | 4,994,008                  | 3,818,007                |
| NET PROFIT                                               | 25,775,652                 | 22,501,782               | 24,045,700                 | 20,797,972               |

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**KRUNG THAI BANK PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENTS OF INCOME AND OTHER COMPREHENSIVE INCOME (CONTINUED)**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2016**

|                                                                                      | (Thousand Baht)             |                          |                             |                          |
|--------------------------------------------------------------------------------------|-----------------------------|--------------------------|-----------------------------|--------------------------|
|                                                                                      | <b>CONSOLIDATED</b>         |                          | <b>THE BANK'S</b>           |                          |
|                                                                                      | <b>FINANCIAL STATEMENTS</b> |                          | <b>FINANCIAL STATEMENTS</b> |                          |
|                                                                                      | <b>2016</b>                 | <b>2015</b>              | <b>2016</b>                 | <b>2015</b>              |
|                                                                                      | (UNAUDITED/<br>UNREVIEWED)  | (UNAUDITED/<br>REVIEWED) | (UNAUDITED/<br>UNREVIEWED)  | (UNAUDITED/<br>REVIEWED) |
| OTHER COMPREHENSIVE INCOME                                                           |                             |                          |                             |                          |
| ITEMS THAT WILL BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS                       |                             |                          |                             |                          |
| GAINS (LOSSES) ON REMEASURING AVAILABLE-FOR-SALE INVESTMENTS                         | 6,607,705                   | (2,067,433)              | 6,607,705                   | (2,067,433)              |
| GAINS (LOSSES) ARISING FROM TRANSLATING THE FINANCIAL STATEMENTS OF FOREIGN OPERATIO | (60,561)                    | (25,154)                 | (60,561)                    | (25,154)                 |
| SHARE OF OTHER COMPREHENSIVE INCOME OF ASSOCIATES (EQUITY METHOD)                    |                             |                          |                             |                          |
| FOR ITEMS THAT WILL BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS                   | 3,896,263                   | (169,077)                | -                           | -                        |
| RELATED INCOME TAX EXPENSES                                                          |                             |                          |                             |                          |
| FOR ITEMS THAT WILL BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS                   | (1,321,541)                 | 413,487                  | (1,321,541)                 | 413,487                  |
| ITEMS THAT WILL NOT BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS                   |                             |                          |                             |                          |
| CHANGES IN REVALUATION SURPLUS ON ASSETS                                             | 2,528,024                   | (3,403)                  | 2,528,024                   | (3,403)                  |
| ACTUARIAL GAINS (LOSSES) ON DEFINED BENEFIT PLANS                                    | (1,332)                     | (375,414)                | -                           | (369,018)                |
| RELATED INCOME TAX EXPENSES                                                          |                             |                          |                             |                          |
| FOR ITEMS THAT WILL NOT BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS               | (505,339)                   | 75,763                   | (505,605)                   | 74,485                   |
| OTHER COMPREHENSIVE INCOME, NET                                                      | 11,143,219                  | (2,151,231)              | 7,248,022                   | (1,977,036)              |
| TOTAL COMPREHENSIVE INCOME                                                           | 36,918,871                  | 20,350,551               | 31,293,722                  | 18,820,936               |
| NET PROFIT ATTRIBUTABLE                                                              |                             |                          |                             |                          |
| EQUITY HOLDERS OF THE BANK                                                           | 24,838,441                  | 21,724,424               | 24,045,700                  | 20,797,972               |
| NON-CONTROLLING INTEREST                                                             | 937,211                     | 777,358                  |                             |                          |
| TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE                                              |                             |                          |                             |                          |
| EQUITY HOLDERS OF THE BANK                                                           | 35,981,660                  | 19,573,193               | 31,293,722                  | 18,820,936               |
| NON-CONTROLLING INTEREST                                                             | 937,211                     | 777,358                  |                             |                          |
| EARNINGS PER SHARE OF PARENT COMPANY                                                 |                             |                          |                             |                          |
| BASIC EARNINGS PER SHARE (BAHT)                                                      | 1.78                        | 1.55                     | 1.72                        | 1.49                     |
| DILUTED EARNINGS PER SHARE (BAHT)                                                    | 1.78                        | 1.55                     | 1.72                        | 1.49                     |

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(Signed) Vorapak Tanyawong  
**VORAPAK TANYAWONG**  
**PRESIDENT**