

CIMB Thai BANK PUBLIC COMPANY LIMITED

**INTERIM CONSOLIDATED AND BANK
FINANCIAL INFORMATION
(UNAUDITED)**

31 MARCH 2013

AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders of CIMB Thai Bank Public Company Limited

I have reviewed the accompanying consolidated and bank statements of financial position as at 31 March 2013, the related consolidated and bank statements of comprehensive income, changes in shareholders' equity, and cash flows for the three-month period then ended, and condensed notes to interim financial information of CIMB Thai Bank Public Company Limited and its subsidiaries, and of CIMB Thai Bank Public Company Limited, respectively. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

Boonlert Kamolchanokkul
Certified Public Accountant (Thailand) No. 5339
PricewaterhouseCoopers ABAS Ltd.

Bangkok
13 May 2013

CIMB Thai Bank Public Company Limited
Statement of Financial Position
As at 31 March 2013

		Consolidated		The Bank	
		Unaudited	Audited	Unaudited	Audited
		31 March	31 December	31 March	31 December
		2013	2012	2013	2012
	Notes	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Assets					
Cash		2,991,483	3,132,948	2,988,983	3,130,139
Interbank and money market items, net	6	10,733,036	10,127,546	10,691,635	10,094,175
Derivatives assets	7	4,293,913	2,474,147	4,293,913	2,474,147
Investments, net	8	39,940,825	40,323,332	39,940,825	40,323,332
Investments in subsidiaries, net	9	153,913	153,913	1,083,148	1,033,148
Loans and accrued interest receivables	10				
Loans		146,757,251	142,153,766	140,320,062	136,705,713
Accrued interest receivables		533,388	369,951	573,295	375,370
Total loans and accrued interest receivables		147,290,639	142,523,717	140,893,357	137,081,083
<u>Less</u> Deferred revenue		(3,584,926)	(3,307,157)	(2,636)	(2,787)
<u>Less</u> Allowance for doubtful debts	11	(3,404,136)	(3,396,412)	(3,074,857)	(3,085,180)
<u>Less</u> Revaluation allowance for debt restructuring	12	(34,674)	(15,823)	(34,674)	(15,823)
Loans and accrued interest receivables, net		140,266,903	135,804,325	137,781,190	133,977,293
Customers' liability under acceptance		41,673	35,752	41,673	35,752
Properties for sale, net		1,593,059	1,575,565	1,518,992	1,527,459
Premises and equipment, net		3,520,102	3,568,233	3,437,306	3,492,720
Intangible assets, net		394,508	427,876	388,536	422,091
Deferred tax assets	13	828,337	875,959	729,540	779,357
Accrued income from Thai Asset Management Corporation	37	2,354,021	2,354,021	2,354,021	2,354,021
Other assets, net	14	1,297,533	1,538,414	1,162,339	1,404,655
Total assets		208,409,306	202,392,031	206,412,101	201,048,289

Director _____ Director _____

The notes to interim financial information from page 10 to 51 are an integral part of the interim financial information.

CIMB Thai Bank Public Company Limited
Statement of Financial Position (Cont'd)
As at 31 March 2013

	Notes	Consolidated		The Bank	
		Unaudited	Audited	Unaudited	Audited
		31 March	31 December	31 March	31 December
		2013	2012	2013	2012
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Liabilities and Shareholders' equity					
Liabilities					
Deposits		135,815,583	135,133,586	136,013,432	135,284,579
Interbank and money market items, net		10,169,674	11,309,673	8,569,674	10,359,673
Liability payable on demand		698,593	345,429	698,593	345,429
Financial liabilities designated at fair value					
through profit or loss	15	3,173,970	1,535,309	3,173,970	1,535,309
Derivatives liabilities	7	4,118,267	2,002,403	4,118,267	2,002,403
Debt issued and borrowings	16	28,285,984	26,226,572	28,285,984	26,226,572
Bank's liability under acceptance		41,673	35,752	41,673	35,752
Provisions	17	1,450,988	1,429,732	1,426,844	1,407,123
Other liabilities		3,777,165	3,800,990	3,436,765	3,485,105
Total liabilities		187,531,897	181,819,446	185,765,202	180,681,945
Shareholders' equity					
Share capital					
Registered					
26,105,495,608 ordinary shares					
of Baht 0.50 each		13,052,748	13,052,748	13,052,748	13,052,748
Issued and paid-up share capital					
21,084,878,025 ordinary shares					
of Baht 0.50 each		10,542,439	10,542,439	10,542,439	10,542,439
Premium on share capital		3,867,738	3,867,738	3,867,738	3,867,738
Other reserves	18	1,073,471	1,088,777	1,073,471	1,088,777
Accretion of equity interests in subsidiary		(42,754)	(42,754)	-	-
Retained earnings					
Appropriated - statutory reserve	19	187,500	187,500	187,500	187,500
Unappropriated		5,249,015	4,928,885	4,975,751	4,679,890
Total shareholders' equity		20,877,409	20,572,585	20,646,899	20,366,344
Total liabilities and shareholders' equity		208,409,306	202,392,031	206,412,101	201,048,289

The notes to interim financial information from page 10 to 51 are an integral part of the interim financial information.

CIMB Thai Bank Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the three-month period ended 31 March 2013

		Consolidated		The Bank	
		2013	2012	2013	2012
	Notes	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Interest income	22	2,798,864	2,365,928	2,488,923	2,156,152
Interest expenses	23	(1,338,800)	(1,150,497)	(1,324,904)	(1,144,089)
Net interest income		1,460,064	1,215,431	1,164,019	1,012,063
Fees and service income		282,597	204,311	246,599	181,120
Fees and service expenses		(23,423)	(23,491)	(40,701)	(37,183)
Net fee and service income	24	259,174	180,820	205,898	143,937
Gains on tradings and foreign exchange transactions	25	99,972	119,265	99,972	119,265
Gains on financial liabilities designated at fair value through profit or loss	26	7,332	-	7,332	-
Gains on investments	27	31,351	71,467	31,351	71,467
Other operating income	28	115,691	58,908	113,102	53,874
Total operating income		1,973,584	1,645,891	1,621,674	1,400,606
Other operating expenses					
Employee expenses		736,433	635,808	634,868	540,804
Directors' remuneration		2,322	2,172	2,148	2,088
Premises and equipment expenses		327,822	331,273	296,396	299,381
Taxes and duties		84,493	77,308	80,320	73,808
Others		230,686	134,356	147,611	79,334
Total other operating expenses		1,381,756	1,180,917	1,161,343	995,415
Bad and doubtful debts and impairment losses	29	213,296	140,153	117,900	97,000
Profit from continuing operation before income tax expenses		378,532	324,821	342,431	308,191
Income tax expenses	30	(65,475)	(69,488)	(53,643)	(68,174)
Profit from continuing operation		313,057	255,333	288,788	240,017
Profit after tax of discontinued operation	31	-	28,065	-	-
Net profit for the periods		313,057	283,398	288,788	240,017

The notes to interim financial information from page 10 to 51 are an integral part of the interim financial information.

CIMB Thai Bank Public Company Limited
Statement of Comprehensive Income (Unaudited) (Cont'd)
For the three-month period ended 31 March 2013

	Notes	Consolidated		The Bank	
		2013	2012	2013	2012
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Other comprehensive expenses					
Changes in revaluation surplus		(7,073)	(26,591)	(7,073)	(26,591)
Losses on remeasuring available-for-sale investments		(12,059)	(73,608)	(12,059)	(73,608)
Income tax relating to components of other comprehensive income		3,826	20,040	3,826	20,040
Total other comprehensive expenses from continuing operation		(15,306)	(80,159)	(15,306)	(80,159)
Other comprehensive income on assets of disposal group classified as held for sales		-	1,158	-	-
Total other comprehensive expenses		(15,306)	(79,001)	(15,306)	(80,159)
Total comprehensive income for the periods		297,751	204,397	273,482	159,858
Net profit attributable to:					
Shareholders of the Bank		313,057	281,127	288,788	240,017
Non-controlling interests		-	2,271	-	-
		313,057	283,398	288,788	240,017
Total comprehensive income attributable to:					
Shareholders of the Bank		297,751	202,126	273,482	159,858
Non-controlling interests		-	2,271	-	-
		297,751	204,397	273,482	159,858
Earnings per share for profit attributable to the shareholders of the Bank	32				
Basic earnings per share (Baht per share)		0.01	0.02	0.01	0.01
Weighted average number of ordinary shares (shares)		21,084,878,025	16,315,934,756	21,084,878,025	16,315,934,756

The notes to interim financial information from page 10 to 51 are an integral part of the interim financial information.

CIMB Thai Bank Public Company Limited
Statement of Changes in Shareholders' Equity (Unaudited)
For the three-month period ended 31 March 2013

Consolidated														
Attributable to owners of the Bank														
Other reserves														
Other comprehensive income(expenses) on assets of disposal group classified as held for sales														
Total other reserves														
Accretion of equity interests in subsidiary														
Legal reserve														
Retained earnings														
Total equity attributable to shareholders														
Non-controlling interest														
Total														
Note	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Balance as at 1 January 2013	10,542,439	3,867,738	1,154,951	206,020	-	-	1,360,971	(42,754)	187,500	3,780,732	19,696,626	-	19,696,626	
Impact of the adoption of TAS12 Income Tax	4	-	-	-	-	(272,194)	-	(272,194)	-	-	1,148,153	875,959	-	875,959
Restated balance	10,542,439	3,867,738	1,154,951	206,020	(272,194)	-	1,088,777	(42,754)	187,500	4,928,885	20,572,585	-	20,572,585	
Total comprehensive (expenses) income for the period	-	-	(7,073)	(12,059)	3,826	-	(15,306)	-	-	313,057	297,751	-	297,751	
Transfer to retained earnings	-	-	-	-	-	-	-	-	-	7,073	7,073	-	7,073	
Balance as at 31 March 2013	10,542,439	3,867,738	1,147,878	193,961	(268,368)	-	1,073,471	(42,754)	187,500	5,249,015	20,877,409	-	20,877,409	
Balance as at 1 January 2012	8,157,967	1,483,267	1,209,781	122,305	-	14,598	1,346,684	-	129,500	2,203,341	13,320,759	89,286	13,410,045	
Impact of the adoption of TAS12 Income Tax	4	-	-	-	-	(266,417)	-	(266,417)	-	-	1,423,008	1,156,591	-	1,156,591
Restated balance	8,157,967	1,483,267	1,209,781	122,305	(266,417)	14,598	1,080,267	-	129,500	3,626,349	14,477,350	89,286	14,566,636	
Total comprehensive (expenses) income for the period	-	-	(26,591)	(73,608)	20,040	1,158	(79,001)	-	-	281,127	202,126	2,271	204,397	
Transfer to retained earnings	-	-	-	-	-	-	-	-	-	26,591	26,591	-	26,591	
Balance as at 31 March 2012	8,157,967	1,483,267	1,183,190	48,697	(246,377)	15,756	1,001,266	-	129,500	3,934,067	14,706,067	91,557	14,797,624	

The notes to interim financial information from page 10 to 51 are an integral part of the interim financial information.

CIMB Thai Bank Public Company Limited

Statement of Changes in Shareholders' Equity (Unaudited) (Cont'd)

For the three-month period ended 31 March 2013

		The Bank								
		Other reserves								
				Revaluation surplus						
		Issued and paid-up share capital	Share premium	Revaluation surplus on assets	(deficit) on change in value of investments	Income tax relating to components of other comprehensive income (expense)	Total other reserves	Legal reserve	Retained earnings	Total
Note	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Balance as at 1 January 2013		10,542,439	3,867,738	1,154,951	206,020	-	1,360,971	187,500	3,628,338	19,586,986
Impact of the adoption of TAS12 Income Tax	4	-	-	-	-	(272,194)	(272,194)	-	1,051,552	779,358
Restated balance		10,542,439	3,867,738	1,154,951	206,020	(272,194)	1,088,777	187,500	4,679,890	20,366,344
Total comprehensive income for the period		-	-	(7,073)	(12,059)	3,826	(15,306)	-	288,788	273,482
Transfer to retained earnings		-	-	-	-	-	-	-	7,073	7,073
Balance as at 31 March 2013		10,542,439	3,867,738	1,147,878	193,961	(268,368)	1,073,471	187,500	4,975,751	20,646,899
Balance as at 1 January 2012		8,157,967	1,483,267	1,209,781	122,305	-	1,332,086	129,500	2,131,576	13,234,396
Impact of the adoption of TAS12 Income Tax	4	-	-	-	-	(266,417)	(266,417)	-	1,363,535	1,097,118
Restated balance		8,157,967	1,483,267	1,209,781	122,305	(266,417)	1,065,669	129,500	3,495,111	14,331,514
Total comprehensive income for the period		-	-	(26,591)	(73,608)	20,040	(80,159)	-	240,017	159,858
Transfer to retained earnings		-	-	-	-	-	-	-	26,591	26,591
Balance as at 31 March 2012		8,157,967	1,483,267	1,183,190	48,697	(246,377)	985,510	129,500	3,761,719	14,517,963

The notes to interim financial information from page 10 to 51 are an integral part of the interim financial information.

CIMB Thai Bank Public Company Limited
Statement of Cash flows (Unaudited)
For the three-month period ended 31 March 2013

	Consolidated		The Bank	
	2013	2012	2013	2012
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Cash flows from operating activities				
Profit before corporate income tax from continuing operations	378,532	324,821	342,431	308,191
Profit before corporate income tax from discontinued operations	-	28,065	-	-
Profit before corporate income tax including discontinued operations	378,532	352,886	342,431	308,191
Adjustments to reconcile net incomes before income tax to cash in (out) flows from operating activities:				
Depreciation and amortisation	127,231	131,126	120,855	119,457
Bad debts and doubtful accounts	213,296	139,993	117,900	97,000
Reversal of provision for off-balance sheet items	-	(7,470)	-	(7,470)
Share-based payment	525	292	525	292
Provision for liabilities	29,363	30,583	27,925	27,139
Losses on impairment of properties for sale	9,870	1,530	-	-
Unrealised losses on exchange rate and derivatives	520,997	58,043	520,997	58,043
Realised gains of exchange rate on borrowing	-	(37,648)	-	(37,648)
Losses (gains) on properties for sale	55,178	39,473	(9,442)	(1,959)
Unrealised gains on revaluation of investments	(1,068)	(2,211)	(1,068)	(2,078)
Gains on sale of investments	(39,770)	(82,209)	(39,770)	(55,763)
(Gains) losses on disposal of premises and equipment	(1,254)	(181)	(355)	453
Losses from write off premises and equipments	13	-	2	-
Gains on financial instrument designated at fair value through profit or loss	(7,331)	-	(7,331)	-
Interest and dividend income	(2,878,368)	(2,087,353)	(2,568,428)	(2,180,958)
Interest expenses	1,153,447	1,046,398	1,139,551	1,037,089
Losses from operations before changes in operating assets and liabilities	(439,339)	(416,748)	(356,208)	(638,212)
(Increase) decrease in operating assets				
Interbank and money market items	(603,412)	(4,655,930)	(595,382)	(4,851,238)
Investments held for trading	(3,053,846)	(934,962)	(3,053,846)	(958,808)
Loans	(4,922,149)	1,298,518	(3,912,747)	2,103,688
Properties for sale	147,272	123,046	26,887	5,470
Other assets	62,848	(335,714)	78,852	(230,949)
Increase (decrease) in operating liabilities				
Deposits	681,996	7,937,592	728,853	7,847,633
Interbank and money market items	(1,139,999)	6,073,007	(1,789,999)	6,178,185
Liability payable on demand	353,164	210,557	353,164	210,557
Short-term borrowings	2,054,263	(8,651,271)	2,054,263	(8,651,271)
Provisions	(8,108)	(38,839)	(8,204)	(39,075)
Other liabilities	(151,396)	285,490	(188,799)	(170,462)
Cash flows (used in) provided by operating activities	(7,018,706)	894,746	(6,663,166)	805,518
Cash received from interest income	2,335,486	1,618,372	1,991,056	1,680,028
Cash paid for interest expenses	(1,027,772)	(1,138,887)	(1,014,099)	(1,130,943)
Cash paid for income tax	(12,567)	(743)	-	-
Net cash flows (used in) provided by operating activities	(5,723,559)	1,373,488	(5,686,209)	1,354,603

The notes to interim financial information from page 10 to 51 are an integral part of the interim financial information.

CIMB Thai Bank Public Company Limited
Statement of Cash flow (Unaudited) (Cont'd)
For the three-month period ended 31 March 2013

	Consolidated		The Bank	
	2013	2012	2013	2012
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Cash flows from investing activities				
Cash paid for purchases of available-for-sale securities	(5,297,015)	(5,798,285)	(5,297,015)	(5,798,285)
Proceeds from disposals of available-for-sale securities	6,553,356	5,350,818	6,553,356	5,350,818
Proceeds from maturity of available-for-sale securities	100,000	50,000	100,000	50,000
Cash paid for purchases of held to maturity securities	(2,355,223)	(3,019,998)	(2,355,223)	(3,019,998)
Proceeds from disposals of held to maturity securities	429	806	429	806
Proceeds from maturity of held to maturity securities	4,442,202	2,718,130	4,442,202	2,718,130
Proceeds from repayment of investment in receivable	8,269	53,972	8,269	53,972
Proceeds from disposals of general investments	1,571	5,699	1,571	5,699
Proceeds from maturity of general investments	8,745	15,291	8,745	15,291
Cash paid for increase in capital of subsidiaries	-	-	(50,000)	-
Cash paid for purchases of premises and equipment	(42,428)	(121,434)	(29,076)	(105,539)
Proceeds from disposals of premises and equipment	1,481	20,385	549	19,757
Cash paid for purchases of intangible assets	(8,959)	(27,969)	(8,420)	(24,915)
Proceeds from disposals of intangible assets	12,712	-	12,712	-
Dividend received	79,504	24,826	79,504	24,806
Interest received	463,450	302,727	463,450	302,727
Net cash flows provided by (used in) investing activities	3,968,094	(425,032)	3,931,053	(406,731)
Cash flows from financing activities				
Cash paid for redemption of subordinated debentures	-	(1,230,000)	-	(1,230,000)
Proceeds from issuance of structured bills of exchange	1,614,000	-	1,614,000	-
Net cash flows provided by (used in) financing activities	1,614,000	(1,230,000)	1,614,000	(1,230,000)
Net decrease in cash and cash equivalents	(141,465)	(281,544)	(141,156)	(282,128)
Cash and cash equivalents at beginning of the periods	3,132,948	3,122,847	3,130,139	3,120,642
Cash and cash equivalents at the end of the periods	2,991,483	2,841,303	2,988,983	2,838,514
Supplemental disclosure of cash flows information				
Non-cash transaction:				
Properties for sale received in settlement of debts	220,837	163,287	-	-
Payable from purchase of premises and equipment	14,445	18,274	14,445	18,001
Payable from purchase of intangible assets	279	752	279	666
Changes in revaluation surplus of available-for-sale investments	12,059	72,450	12,059	73,608
Write-off loans and allowance for doubtful debts	205,137	136,616	127,789	112,123
Transfer other provisions to allowance for doubtful debt	-	897	-	897

The notes to interim financial information from page 10 to 51 are an integral part of the interim financial information.

CIMB Thai Bank Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the three-month period ended 31 March 2013

Note	Content	Page
1	General information	11
2	Basis of preparation	11
3	Accounting policies	12 - 13
4	New accounting policies	13 - 14
5	Financial information by segments	15 - 16
6	Interbank and money market items (assets)	17 - 18
7	Derivatives	18 - 19
8	Investments, net	20 - 21
9	Investments in subsidiary, net	21
10	Loans and accrued interest receivables, net	22 - 26
11	Allowance for doubtful debts	26 - 28
12	Revaluation allowance for debt restructuring	28
13	Deferred income taxes	28 - 29
14	Other assets, net	30
15	Financial liabilities designated at fair value through profit or loss	30
16	Debt issued and borrowings	31
17	Provisions	31
18	Other reserves	32
19	Statutory reserve	33
20	Capital funds	33
21	Important position and performance classified by type of domestic or foreign transactions	34 - 35
22	Interest income	35
23	Interest expenses	36
24	Net fees and service income	36
25	Gains on trading and foreign exchange transactions	36
26	Losses on financial instrument designated at fair value through profit or loss	37
27	Gains on investments	37
28	Other operating income	37
29	Bad debts, doubtful debts and impairment losses	38
30	Corporate income tax	38 - 39
31	Operating result of disposal group classified as held for sale	40
32	Earnings per share	40
33	Encumbrance of assets	41
34	Commitments and contingent liabilities	42 - 44
35	Related party transactions	45 - 49
36	Director and management remuneration	50
37	Agreement to transfer non-performing loans to TAMC	50 - 51
38	Subsequent event	51

1 General information

CIMB Thai Bank Public Company Limited (“the Bank”) is a public limited company which is listed on the Stock Exchange of Thailand and is incorporated and domiciled in Thailand. The Bank has operated as a commercial bank in Thailand since 8 March 1949. The address of the Bank’s registered office is as follows:

44 Langsuan Road, Lumpini, Patumwan, Bangkok.

For reporting purposes, the Bank and its subsidiaries are referred to as the Group. Its parent company is CIMB Bank Berhad, which is a public company incorporated in Malaysia and CIMB Group Holdings Berhad, which is the ultimate parent company of CIMB Group.

All subsidiaries were incorporated as limited companies under Thai laws, and all operate in Thailand, engaging mainly in the debt collection business and hire-purchase and leasing business.

The interim consolidated and bank financial information was authorised by the Audit Committee on 13 May 2013.

This interim consolidated and bank financial information has been reviewed, not audited.

2 Basis of preparation

The interim consolidated and bank financial information are prepared in accordance with Thai Generally Accepted Accounting Principles under the Accounting Act B.E. 2543, being those Thai Accounting Standards issued under the Accounting Profession Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission (“SEC”). The primary financial information (i.e., statements of financial position, comprehensive income, changes in shareholders’ equity and cash flow) are prepared in the full format as required by the Securities and Exchange Commission and the Notification of the Bank of Thailand (“BoT”), no. SorNorSor 11/2553 The Preparation and Format of the Financial Statements of Commercial Bank and Holding Parent Company of Financial Group dated on 3 December 2010. The notes to the financial information are prepared in a condensed format according to Thai Accounting Standard 34, “Interim Financial Reporting” and additional notes are presented as required by the BoT and requirements of SEC issued under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2012.

An English version of the interim consolidated and bank financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

3 Accounting policies

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2012 except as described below.

New/revised accounting standards and related interpretations which are effective on 1 January 2013 and are relevant to the Group are:

TAS 12	Income taxes
TAS 21 (Revised 2009)	The Effects of Changes in Foreign Exchange Rates
TFRS 8	Operating Segments
TSIC 21	Income Taxes - Recovery of Revalued Non-Depreciable Assets

New accounting policies resulting from new/revised accounting standards and related interpretations are discussed in Note 4. There are no material impacts to the Group as a result of initial adoption except for accounting policy about income tax as discussed in Note 4.1.

New interpretations which are effective on 1 January 2014 and are relevant to the Group are:

TFRIC 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4	Determining whether an Arrangement contains a Lease
TFRIC 5	Right to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7	Applying the Restatement Approach under TAS 29 Financial Reporting in Hyperinflationary Economics
TFRIC 10	Interim Financial Reporting and Impairment
TFRIC 12	Service Concession Arrangements
TFRIC 13	Customer Loyalty Programmes
TSIC 29	Service Concession Arrangements: Disclosure

TFRIC 1 provides guidance on accounting for changes in the measurement of an existing decommissioning, restoration and similar liability that result from changes in estimated timing or amount of the outflow of resources embodying economic benefits required to settle the obligation, or a change in the discount rate. This interpretation has no impact to the Group's operations.

TFRIC 4 requires the determination of whether an arrangement is or contains a lease to be based on the substance of the arrangement. It requires an assessment of whether: (a) fulfilment of the arrangement is dependent on the use of a specific asset or assets; and (b) the arrangement conveys a right to use the asset. TFRIC 4 is not relevant to the Group's operations.

TFRIC 5 provides guidance on accounting in the financial statements of a contributor for interests arising from decommissioning funds that the assets are administered separately and a contributor's right to access the assets is restricted. TFRIC 5 is not relevant to the Group's operations.

TFRIC 7 provides guidance on how to apply the requirements of TAS 29, Financial Reporting in Hyperinflationary Economics, in a reporting period in which an entity identifies the existence of hyperinflation in the economy of its functional currency, when the economy was not hyperinflationary in the prior period. TFRIC 7 is not relevant to the Group's operations.

TFRIC 10 prohibits reversal of an impairment losses recognised in a previous interim period in respect of goodwill. This interpretation has no impact to the Group.

TFRIC 12 applies to public-to-private service concession arrangements whereby a private sector operator participates in the development, financing, operation and maintenance of infrastructure for public sector services. TFRIC12 is not relevant to the Group's operations.

3 Accounting policies (Cont'd)

TFRIC 13 clarifies that where goods or services are sold together with a customer loyalty incentive (for example, loyalty points or free products), the arrangement is a multiple-element arrangement, and the consideration received or receivable from the customer is allocated between the components of the arrangement using fair values. TFRIC 13 is not relevant to the Group's operations.

TSIC 29 contains disclosure requirements in respect of public-to-private service arrangements.

New accounting standard which is effective on 1 January 2016 and is relevant to the Group:

TFRS 4 Insurance Contracts

TFRS4 applies to all insurance contracts (including reinsurance contracts) that an entity issues and to reinsurance contracts that it holds. TFRS 4 is not relevant to the Group's operations.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

4 New accounting policies

4.1 Current and deferred income taxes

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case the tax is also recognised in other comprehensive income or directly in equity, respectively.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of reporting period in the countries where the Bank's subsidiaries operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax is recognised, using the liability method, on temporary differences arising from differences between the tax base of assets and liabilities and their carrying amounts in the financial statements. However, the deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred income tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised. Deferred income tax is provided on temporary differences arising from investments in subsidiaries, except where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where there is an intention to settle the balances on a net basis.

4 New accounting policies (Cont'd)

4.1 Current and deferred income taxes (Cont'd)

The Bank adjusted consolidated and bank statement of financial position as at 31 December 2012 by increasing deferred tax assets in the amount of Baht 876 million and Baht 779 million, respectively, increasing beginning retained earnings in the amount of Baht 1,148 million and Baht 1,052 million, respectively, and reducing other reserves in the amount of Baht 272 million. In addition, the Bank also adjusted income tax expenses in the amount of Baht 63 million and Baht 68 million in consolidated and bank statements of comprehensive incomes and adjusted income tax relating to components of other comprehensive income in the amount of Baht 20 million in both consolidated and bank statements of comprehensive incomes for the three-month period ended 31 March 2012 as detailed in Note 13 and 30.

4.2 Foreign currency translation

(a) Functional and presentation currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The consolidated financial statements are presented in Thai Baht, which is the Bank's functional and presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the profit or loss.

When a gain or loss on a non-monetary item is recognised in other comprehensive income, any exchange component of that gain or loss is recognised in other comprehensive income. Conversely, when a gain or loss on a non-monetary item is recognised in profit and loss, any exchange component of that gain or loss is recognised in profit and loss.

4.3 Segment reporting

Operating segments are presented in respect of the Group's business segments and reported to the chief operating decision-maker. The chief operating decision-maker is the person or group that allocates resources to and assesses the performance of the operating segments of an entity. The Group has determined the Management Committee as its chief operating decision-maker.

5 Financial information by segments

The Bank operates financial and banking businesses, whereas its subsidiaries are involved in the debt collection business, hire purchase and leasing business, which are not the same business segment as the Bank.

Financial information presented in the consolidated financial information by segments as at 31 March 2013 and 31 December 2012 and for the three-month periods ended 31 March 2013 and 2012 are as follows:

For the three-month period ended 31 March 2013				
	Bank business Million Baht	Hire purchase business Million Baht	Other business Million Baht	Total Million Baht
Net interest income				
- External	1,039	421	-	1,460
- Inter-segment	3	(3)	-	-
Net fees and service income	203	38	18	259
Other operating income	242	12	-	254
Other operating expenses	(1,152)	(217)	(13)	(1,382)
Bad and doubtful debts and impairment losses	(114)	(99)	-	(213)
Income tax expenses	(53)	(11)	(1)	(65)
Net profit for the period	168	141	4	313
For the three-month period ended 31 March 2012				
	Bank business Million Baht	Hire purchase business Million Baht	Other business Million Baht	Total Million Baht
Net interest income				
- External	907	308	-	1,215
- Inter-segment	1	(1)	-	-
Net fees and service income	152	32	(4)	180
Other operating income	242	8	-	250
Other operating expenses	(996)	(173)	(12)	(1,181)
Bad and doubtful debts and impairment losses	(88)	(52)	-	(140)
Income tax expenses	(68)	(1)	-	(69)
Profit from continuing operation	150	121	(16)	255
Profit after tax of discontinued operation	-	-	28	28
Net profit for the period	150	121	12	283

CIMB Thai Bank Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the three-month period ended 31 March 2013

5 Financial information by segments (Cont'd)

	Bank business		Hire purchase business		Other business		Eliminations		Consolidated	
	31 March 2013	31 December 2012	31 March 2013	31 December 2012	31 March 2013	31 December 2012	31 March 2013	31 December 2012	31 March 2013	31 December 2012
	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
Total assets	206,412	201,048	13,153	11,960	46	44	(11,202)	(10,660)	208,409	202,392
Interbank and money market items, net (assets)	10,692	10,094	211	158	28	27	(198)	(151)	10,733	10,128
Investments, net	39,941	40,323	-	-	-	-	-	-	39,941	40,323
Loans and accrued interest receivables, net	137,781	133,977	12,533	11,439	6	6	(10,053)	(9,618)	140,267	135,804
Deposits	136,013	135,285	-	-	-	-	(197)	(151)	135,816	135,134
Interbank and money market items (Liabilities)	8,570	10,360	11,707	10,653	6	6	(10,113)	(9,709)	10,170	11,310
Financial liabilities designated at fair value through profit or loss	3,174	1,535	-	-	-	-	-	-	3,174	1,535
Debt issued and borrowings	28,286	26,227	-	-	-	-	-	-	28,286	26,227

CIMB Thai Bank Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the interim period ended 31 March 2013

6 Interbank and money market items (assets)

	Consolidated					
	31 March 2013			31 December 2012		
	At call Million Baht	Term Million Baht	Total Million Baht	At call Million Baht	Term Million Baht	Total Million Baht
Domestic:						
Bank of Thailand and the Financial Institutions Development Fund	728	-	728	2,239	-	2,239
Commercial banks	81	3,000	3,081	61	1,000	1,061
Other banks	3	3,806	3,809	9	4,300	4,309
Finance, finance and securities, securities, and credit foncier companies	544	-	544	544	-	544
Other financial institutions	-	1,661	1,661	-	1,352	1,352
Total domestic items	1,356	8,467	9,823	2,853	6,652	9,505
Add Accrued interest receivables	-	4	4	-	1	1
Less Allowance for doubtful debts	-	(34)	(34)	-	(34)	(34)
Domestic items, net	1,356	8,437	9,793	2,853	6,619	9,472
Foreign:						
US dollar	809	62	871	555	-	555
Yen	10	-	10	20	-	20
EURO	6	-	6	19	-	19
Other currencies	53	-	53	62	-	62
Foreign items, net	878	62	940	656	-	656
Domestic and foreign items, net	2,234	8,499	10,733	3,509	6,619	10,128

	The Bank					
	31 March 2013			31 December 2012		
	At call Million Baht	Term Million Baht	Total Million Baht	At call Million Baht	Term Million Baht	Total Million Baht
Domestic:						
Bank of Thailand and the Financial Institutions Development Fund	728	-	728	2,239	-	2,239
Commercial banks	42	3,000	3,042	36	1,000	1,036
Other banks	1	3,806	3,807	-	4,300	4,300
Finance, finance and securities, securities, and credit foncier companies	544	-	544	544	-	544
Other financial institutions	-	1,661	1,661	-	1,352	1,352
Total domestic items	1,315	8,467	9,782	2,819	6,652	9,471
Add Accrued interest receivables	-	4	4	-	1	1
Less Allowance for doubtful debts	-	(34)	(34)	-	(34)	(34)
Domestic items, net	1,315	8,437	9,752	2,819	6,619	9,438
Foreign:						
US dollar	809	62	871	555	-	555
Yen	10	-	10	20	-	20
EURO	6	-	6	19	-	19
Other currencies	53	-	53	62	-	62
Foreign items	878	62	940	656	-	656
Domestic and foreign items, net	2,193	8,499	10,692	3,475	6,619	10,094

6 Interbank and money market items (assets) (Cont'd)

As at 31 March 2013, the Bank has promissory notes of Baht 547 million (31 December 2012: Baht 547 million), that were issued by financial institutions which were ordered to be closed, and are avaled by the Financial Institution Development Fund ("the FIDF").

The FIDF recalls promissory notes amounting to Baht 544 million (31 December 2012: Baht 544 million) to cancel the aval since the FIDF is of the opinion that the Bank has no obligations in respect of the related liabilities. However, the Bank has not yet returned the promissory note to the FIDF in order to retain its right to claim compensation from the FIDF should the Bank need to undertake responsibility for any obligations in the future.

As of the statements of financial position date such promissory note avaled by FIDF has been presented as assets and the related obligation has been presented as liabilities at the same amount Baht 544 million (31 December 2012: Baht 544 million).

7 Derivatives

7.1 Trading derivatives

Fair value and notional amount classified by type of risk

	Consolidated and the Bank					
	31 March 2013			31 December 2012		
	Fair value		Notional amount	Fair value		Notional amount
	Asset	Liability		Asset	Liability	
	Million	Million	Million	Million	Million	Million
	Baht	Baht	Baht	Baht	Baht	Baht
Exchange rate	2,616	2,507	181,373	776	403	82,781
Interest rate	1,670	1,610	382,413	1,692	1,598	336,153
Total	4,286	4,117	563,786	2,468	2,001	418,934

Proportion of derivative transactions classified by type of counterparty and considering notional amount

	Consolidated and the Bank	
	31 March 2013	31 December 2012
	Proportion	Proportion
	(%)	(%)
Financial institutions	85	80
Companies in group	9	15
External parties	6	5
Total	100	100

7 Derivatives (cont'd)

7.2 Derivative for hedging

Fair value hedge

	Consolidated and the Bank					
	31 March 2013			31 December 2012		
	Fair value			Fair value		
	Asset	Liability	Notional	Asset	Liability	Notional
	Million	Million	amount	Million	Million	amount
	Baht	Baht	Baht	Baht	Baht	Baht
Interest rate	7	1	664	6	1	676
Total	7	1	664	6	1	676

Fair value hedges are used to hedge the exposure to changes in fair value of financial assets and financial liabilities due to movements in market interest rates. The Group enters into interest rate swaps to hedge against interest rate risk of loans, bill of exchange and negotiable certificate of deposit. The changes in fair value of the hedging instruments and hedged items are recognised in the statements of comprehensive income.

The net gains (losses) arising from fair value hedges for the periods ended 31 March 2013 and 2012 can be summarised as follows:

	Consolidated and the Bank	
	31 March 2013	31 March 2012
	Million Baht	Million Baht
Gains on hedging instruments, net	2	4
Losses on the hedged items, net	(1)	(4)

8 Investments, net

Classified by types of investment

	Consolidated and the Bank	
	31 March 2013	31 December 2012
	Fair value Million Baht	Fair value Million Baht
Securities held for trading		
Government and state enterprises securities	6,223	2,929
Private sector debt securities	129	357
Total Securities held for trading	6,352	3,286
Available-for-sales securities		
Government and state enterprises securities	9,464	10,962
Private sector debt securities	1,071	908
Domestic marketable equity securities	2,729	2,732
Total Available-for-sales securities	13,264	14,602
	Cost/ Amortised cost Million Baht	Cost/ Amortised cost Million Baht
Held-to-maturity debt securities		
Government and state enterprises securities	18,925	21,538
Promissory notes issued by Thai Asset Management Corporation	240	282
Private sector debt securities	885	321
Investments in receivables	170	178
Total	20,220	22,319
<u>Less</u> Allowance for impairment	(117)	(117)
Total Held-to-maturity debt securities	20,103	22,202
	Cost Million Baht	Cost Million Baht
General investments		
Domestic non - marketable equity securities	443	452
Overseas non - marketable equity securities	9	14
Total	452	466
<u>Less</u> Allowance for impairment	(230)	(233)
Total General investments	222	233
Investments, net	39,941	40,323

8 Investments, net (Cont'd)

Classified by types of investment (Cont'd)

- a) As at 31 March 2013, held-to-maturity debt securities classified as long-term investments included promissory notes which were received from TAMC in settlement of non-performing loans transferred to TAMC (as already discussed in Note 37 to the interim financial information) amounting to Baht 240 million (31 December 2012: Baht 282 million). Such promissory notes are non-transferable and avaled by the FIDF.
- (b) As at 31 March 2013, the Bank has an investment in the Vayupak Fund 1, which is a marketable security. The cost of such investment is Baht 2,500 million (31 December 2012: Baht 2,500 million) and it is presented at its fair value of Baht 2,663 million (31 December 2012: Baht 2,665 million), with the gain from revaluation amounting to Baht 163 million (31 December 2012: Baht 165 million) presented in shareholders' equity. The presentation of fair value is in accordance with Thai Accounting Standard No. 105 concerning Accounting for Investment in Debt and Equity Securities. The investee fund was established in accordance with a Cabinet resolution passed on 1 July 2003, with a registered capital of Baht 100,000 million. It is a 10-year fund with a policy to guarantee principal and a minimum return. The fund units cannot be redeemed prior to maturity and the Bank presents the investment as long-term investment in available-for-sale securities.
- (c) As at 31 March 2013 and 31 December 2012, the Bank has investments which are pledged as collateral, as mentioned in Note 33.1 to the interim financial information.

9 Investments in subsidiary, net

Company name	Nature of business	Type of securities	Percentage of holding		The Bank	
			31 March 2013 %	31 December 2012 %	Cost method	
					31 March 2013	31 December 2012
					Million Baht	Million Baht
Subsidiaries - included in consolidated financial statements						
CT Coll Co., Ltd.	Debt collection	Common stock	100	100	38	38
Center Auto Lease Co., Ltd.	Leasing/hire-purchase	Common stock	100	100	703	703
Worldlease Co., Ltd.	Hire-purchase and motorcycles motorcycle trading	Common stock	100	100	467	417
Subsidiary - not included in consolidated financial statements						
Krung Thai Thanakit Finance Plc.	In process of liquidation	Common stock	99	99	562	562
Total					1,770	1,720
Less allowance for impairment					(687)	(687)
Investments in subsidiary, net					1,083	1,033

On 6 February 2013, the Bank settled the increased in capital of Worldlease Co., Ltd. amounting to Baht 50 million. On 12 February 2013, Worldlease Co., Ltd. has registered its increase of share capital with Ministry of Commerce.

CIMB Thai Bank Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the interim period ended 31 March 2013

10 Loans and accrued interest receivables, net

10.1 Classified by loan type

	Consolidated		The Bank	
	31 March 2013 Million Baht	31 December 2012 Million Baht	31 March 2013 Million Baht	31 December 2012 Million Baht
Bank overdrafts	7,207	7,209	7,213	7,216
Loans	89,225	85,242	94,032	90,253
Bills	33,767	34,537	39,067	39,228
Hire purchase receivables	16,531	15,137	-	-
Others	35	35	16	16
Total loans	146,765	142,160	140,328	136,713
Valuation reserve from hedging	(8)	(7)	(8)	(7)
Less Deferred revenue	(3,585)	(3,307)	(3)	(3)
Total loans net of deferred revenue	143,172	138,846	140,317	136,703
Add Accrued interest receivables	534	370	574	375
Total loans net of deferred revenue and accrued interest receivables	143,706	139,216	140,891	137,078
Less Allowance for doubtful debts (Note 11)				
Minimum allowance for doubtful accounts required based on the BoT's guidelines				
- Individual Approach	(1,503)	(1,427)	(1,604)	(1,524)
- Collective Approach	(430)	(408)	-	-
General provision for further losses	(1,471)	(1,561)	(1,471)	(1,561)
Less Revaluation allowance for debt restructuring (Note 12)	(35)	(16)	(35)	(16)
Loans and accrued interest receivables, net	140,267	135,804	137,781	133,977

10.2 Classification of loans

The Group's loans by loan classification and/or based on the overdue date are summarised below.

(a) Debtors and loans of the Group

	Consolidated							
	31 March 2013				31 December 2012			
	Loans and accrued interest receivables Million Baht	Balance after collateral ⁽¹⁾ Million Baht	Minimum percentage %	Allowance provided in the accounts Million Baht	Loans and accrued interest receivables Million Baht	Balance after collateral ⁽¹⁾ Million Baht	Minimum percentage %	Allowance provided in the accounts Million Baht
Minimum allowance for doubtful accounts based on the BoT's guidelines								
- Pass	132,070	50,645	1	502	128,127	52,064	1	518
- Special mention	7,628	3,471	2	70	7,064	2,753	2	57
- Sub-standard	1,133	617	100	603	1,316	544	100	524
- Doubtful	582	192	100	192	478	194	100	198
- Doubtful of loss	2,293	523	100	566	2,231	489	100	538
General provision for further losses				1,471				1,561
Total	143,706	55,448		3,404	139,216	56,044		3,396

(1) For provision for sub-standard, doubtful and doubtful of loss loans, which is set up in accordance with BoT's notification No. Sor Nor Sor 31/2551, the debt balance after collateral is the debt balance remaining after deducting the present value of expected future cash flows from debt collection or from collateral disposal, as the case may be.

10 Loans and accrued interest receivables, net (Cont'd)

10.2 Classification of loans (Cont'd)

The Group's loans by loan classification and/or based on the overdue date are summarised below (Cont'd)

(a) Debtors and loans of the Group (Cont'd)

	The Bank							
	31 March 2013				31 December 2012			
	Loans and accrued interest receivables	Balance after collateral ⁽¹⁾	Minimum percentage	Allowance provided in the accounts	Loans and accrued interest receivables	Balance after collateral ⁽¹⁾	Minimum percentage	Allowance provided in the accounts
	Million Baht	Million Baht	%	Million Baht	Million Baht	Million Baht	%	Million Baht
Minimum allowance for doubtful accounts based on the BoT's guidelines								
- Pass	130,914	49,495	1	491	127,608	51,564	1	512
- Special mention	6,311	2,154	2	43	5,780	1,468	2	29
- Sub-standard	928	448	100	448	1,120	383	100	383
- Doubtful	505	115	100	115	396	112	100	112
- Doubtful of loss	2,233	463	100	507	2,174	432	100	488
General provision for further losses				1,471				1,561
Total	140,891	52,675		3,075	137,078	53,959		3,085

(1) For provision for sub-standard, doubtful and doubtful of loss loans, which is set up in accordance with BoT's notification No. Sor Nor Sor 31/2551, the debt balance after collateral is the debt balance remaining after deducting the present value of expected future cash flows from debt collection or from collateral disposal, as the case may be.

As at 31 March 2013, defaulted loans amounted to Baht 3,262 million (31 December 2012: Baht 3,117 million) for which the Bank has ceased accrual of interest income on accrual basis.

(b) Hire-purchase receivables and financial lease receivables of the subsidiaries

As at 31 March 2013 and 31 December 2012, hire-purchase receivables and financial lease receivables of the subsidiaries are classified based on the overdue date as follows:

	Debt balance, net unearned income		Allowance for doubtful accounts	
	31 March 2013	31 December 2012	31 March 2013	31 December 2012
	Million Baht	Million Baht	Million Baht	Million Baht
Current or overdue less than 1 installment	11,290	10,213	113	103
Overdue 2 - 3 installments	1,317	1,285	27	28
Overdue 4 - 6 installments	205	196	155	141
Overdue 7 - 12 installments	77	82	76	81
Overdue more than 12 installments	55	51	54	50
Debtors under litigation	5	5	5	5
Total	12,949	11,832	430	408

10 Loans and accrued interest receivables, net (Cont'd)

10.3 Non-performing loans

As at 31 March 2013 and 31 December 2012, the Group had the following non-performing loans, according to the criteria set up by the BoT and the Office of the Securities and Exchange Commission:

	Consolidated		The Bank	
	31 March 2013	31 December 2012	31 March 2013	31 December 2012
	Million Baht	Million Baht	Million Baht	Million Baht
Non-performing loans (principal only)				
Banking business	3,656	3,678	3,656	3,678
Other businesses	338	334	-	-

As at 31 March 2013 and 31 December 2012, the above non-performing loans under BoT criteria were presented in accordance with the notification of the BoT, defining non-performing loans to be debts classified as sub-standard, doubtful and doubtful of loss and excluding outstanding loans for which debt restructuring agreements have been made and conditions to upgrade to pass class or special mention class in accordance with the BoT criteria have already been fulfilled.

10.4 Hire purchase and finance lease receivables

As at 31 March 2013, net receivables of the Bank's subsidiaries under hire purchase agreements and financial leases amount to Baht 12,519 million (31 December 2012: Baht 11,424 million), and mostly comprise hire purchase agreements and financial leases for cars and motorcycles. The term of the agreements are generally between 3 and 6 years and interest is mostly charged at a fixed rate.

	Consolidated as at 31 March 2013				
	Amounts due under lease agreement				
	Less than 1 year	1 - 5 years	Over 5 years	Non - performing loans	Total
	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
Gross investment in the lease	5,271	10,390	414	456	16,531
<u>Less</u> Unearned finance income	(1,282)	(2,081)	(104)	(115)	(3,582)
Present value of minimum lease payments receivable	3,989	8,309	310	341	12,949
<u>Less</u> Allowance for doubtful accounts					(430)
Net receivables under hire purchase agreements and financial leases					<u>12,519</u>

	Consolidated as at 31 December 2012				
	Amounts due under lease agreement				
	Less than 1 year	1 - 5 years	Over 5 years	Non - performing loans	Total
	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
Gross investment in the lease	4,872	9,519	293	453	15,137
<u>Less</u> Unearned finance income	(1,209)	(1,906)	(71)	(119)	(3,305)
Present value of minimum lease payments receivable	3,663	7,613	222	334	11,832
<u>Less</u> Allowance for doubtful accounts					(408)
Net receivables under hire purchase agreements and financial leases					<u>11,424</u>

10 Loans and accrued interest receivables, net (Cont'd)

10.5 Troubled debt restructuring

As at 31 March 2013 and 2012, the Bank has entered into troubled debt restructuring agreements with debtors. The number of debtors and their debt balances (including recorded accrued interest receivables) before restructuring can be summarised below:

	Consolidated and the Bank	
	31 March	
	2013	2012
Number of debtors (Number)	512	755
Debt balances (Million Baht)	751	1,050

The restructured debtors referred to above can be classified by method of troubled debt restructuring as described below.

	Consolidated and the Bank		
	For the three-month period ended 31 March 2013		
	Debt balances		
	Number of debtors	Before restructuring Million Baht	After restructuring Million Baht
Modification of terms of payments	512	751	751
Total	512	751	751

	Consolidated and the Bank		
	For the three-month period ended 31 March 2012		
	Debt balances		
	Number of debtors	Before restructuring Million Baht	After restructuring Million Baht
Modification of terms of payments	775	1,050	1,050
Total	775	1,050	1,050

The debts restructured by means of modification of the terms of repayment referred to above can be classified by the period of repayment under the restructuring agreements as follows:

	Consolidated and the Bank					
	For the three-month period ended 31 March 2013			For the three-month period ended 31 March 2012		
	Debt balances			Debt balances		
Period of debts restructuring contracts	Number of debtors	Before restructuring Million Baht	After restructuring Million Baht	Number of debtors	Before restructuring Million Baht	After restructuring Million Baht
Not more than 5 years	70	379	379	199	176	176
5 - 10 years	424	240	240	567	640	640
10 - 15 years	10	111	111	2	220	220
More than 15 years	8	21	21	7	14	14
Total	512	751	751	775	1,050	1,050

10 Loans and accrued interest receivables, net (Cont'd)

10.5 Troubled debt restructuring (Cont'd)

Supplemental information relating to the restructured debts for the three-month periods ended 31 March 2013 and 2012 are as follows:

	Consolidated and the Bank	
	For the three-month periods ended 31 March	
	2013	2012
	Million Baht	Million Baht
Loss on debt restructuring	19	-
Interest income	59	61

As at 31 March 2013 and 31 December 2012, the troubled debtors for which the Group completed their debt restructuring can be summarised as follow:

	Consolidated and the Bank	
	31 March 2013	31 December 2012
Number of debtors (Number)	6,848	6,928
Debt balances after restructuring (Million Baht)	2,319	2,819

In cases where the troubled debt restructuring involves modifications of the terms and repayment conditions, the fair value of the loans after restructuring is determined based on the net present value of expected future cashflows, discounted by the market interest rate. As at 31 March 2013, the Bank has losses from the revaluation of restructured debts (PV Loss) of Baht 35 million (31 December 2012: Baht 16 million) for which the Bank provided an allowance for revaluation as a result of debt restructuring.

In addition, as at 31 March 2013 the Bank may have to realise additional losses of approximately Baht 20 million (31 December 2012: Baht 20 million) from debt restructuring through waiver of part of the principal or interest receivables if the restructured debtors are able to comply with the conditions as stipulated in the debt restructuring agreements. The Bank has already made a provision for such losses, which is presented as part of the allowance for doubtful debts in the statements of financial position.

11 Allowance for doubtful debts

	Consolidated								
	31 March 2013								
	Pass	Special	Sub-	Doubtful	Doubtful	General	Total	Hire	Grand
	Million	mention	standard	Million	of loss	provision	Million	purchase	total
	Baht	Million	Million	Baht	Million	for	Baht	receivables	Million
	Baht	Baht	Baht	Baht	Baht	losses	Baht	Million	Baht
Balance as at 1 January 2013	415	29	383	112	488	1,561	2,988	408	3,396
<u>Add</u> Addition during the period	-	-	-	-	-	118	118	12	130
Transfer from revaluation allowance for debt restructuring	-	-	-	-	-	1	1	-	1
Reversal of bad debts	-	-	-	-	-	19	19	-	19
<u>Less</u> Bad debts written off	-	-	(110)	(18)	-	-	(128)	10	(118)
Transfer to revaluation allowance for debt restructuring	-	-	-	-	-	(20)	(20)	-	(20)
Increase (decrease) due to change in classification or collateral value or transfer general provision to specific provision	(25)	14	175	21	19	(208)	(4)	-	(4)
Balance as at 31 March 2013	390	43	448	115	507	1,471	2,974	430	3,404

CIMB Thai Bank Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the interim period ended 31 March 2013

11 Allowance for doubtful debts (Cont'd)

Consolidated									
31 December 2012									
	Pass Million Baht	Special mention Million Baht	Sub- standard Million Baht	Doubtful Million Baht	Doubtful of loss Million Baht	General provision for further losses Million Baht	Total Million Baht	Securities and hire purchase receivables Million Baht	Grand total Million Baht
Balance as at 1 January 2012	342	41	420	325	492	1,403	3,023	322	3,345
<u>Add</u> addition during the year	-	-	-	-	-	1,086	1,086	237	1,323
Transfer from revaluation allowance for debt restructuring	-	-	-	-	-	7	7	-	7
Transfer from Bangkok Commercial Asset Management Co., Ltd.	-	-	-	-	-	1	1	-	1
Reversal of bad debts	-	-	-	-	-	53	53	(10)	43
<u>Less</u> bad debts written off	-	-	(521)	(22)	(19)	-	(562)	(117)	(679)
Transfer to Sathorn Asset Management Co., Ltd.	-	-	(41)	(104)	(437)	-	(582)	-	(582)
Transfer to revaluation allowance for debt restructuring	-	-	-	-	-	(12)	(12)	-	(12)
Increase (decrease) due to change in classification, collateral value or transfer general provision to specific provision	73	(12)	525	(87)	452	(977)	(26)	-	(26)
Transfer to assets of disposal group which was sold during the year	-	-	-	-	-	-	-	(24)	(24)
Balance as at 31 December 2012	<u>415</u>	<u>29</u>	<u>383</u>	<u>112</u>	<u>488</u>	<u>1,561</u>	<u>2,988</u>	<u>408</u>	<u>3,396</u>

The Bank							
31 March 2013							
	Pass Million Baht	Special mention Million Baht	Sub- standard Million Baht	Doubtful Million Baht	Doubtful of loss Million Baht	General provision Million Baht	Total Million Baht
Balance as at 1 January 2013	512	29	383	112	488	1,561	3,085
<u>Add</u> Addition during the period	-	-	-	-	-	118	118
Transfer from revaluations allowance for debt restructuring	-	-	-	-	-	1	1
Reversal of bad debts	-	-	-	-	-	19	19
<u>Less</u> Bad debts written off	-	-	(110)	(18)	-	-	(128)
Transfer to revaluations allowance for debt restructuring	-	-	-	-	-	(20)	(20)
Increase (decrease) due to change in classification or collateral value or transfer general provision to specific provision	(21)	14	175	21	19	(208)	-
Balance as at 31 March 2013	<u>491</u>	<u>43</u>	<u>448</u>	<u>115</u>	<u>507</u>	<u>1,471</u>	<u>3,075</u>

CIMB Thai Bank Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the interim period ended 31 March 2013

11 Allowance for doubtful debts (Cont'd)

	The Bank						
	31 December 2012						
	Pass Million Baht	Special mention Million Baht	Sub- standard Million Baht	Doubtful Million Baht	Doubtful of loss Million Baht	General provision Million Baht	Total Million Baht
Balance as at 1 January 2012	413	41	420	325	492	1,403	3,094
<u>Add</u> addition during the year	-	-	-	-	-	1,086	1,086
Transfer from revaluations allowance for debt restructuring	-	-	-	-	-	7	7
Transfer from Bangkok Commercial Asset Management Co., Ltd.	-	-	-	-	-	1	1
Reversal of bad debts	-	-	-	-	-	53	53
<u>Less</u> bad debts written off	-	-	(521)	(22)	(19)	-	(562)
Transfer to Sathorn Asset Management Co., Ltd.	-	-	(41)	(104)	(437)	-	(582)
Transfer to revaluations allowance for debt restructuring	-	-	-	-	-	(12)	(12)
Increase (decrease) due to change in classification, collateral value or transfer general provision to specific provision	99	(12)	525	(87)	452	(977)	-
Balance as at 31 December 2012	512	29	383	112	488	1,561	3,085

12 Revaluation allowance for debt restructuring

	Consolidated and the Bank	
	31 March 2013 Million Baht	31 December 2012 Million Baht
Balance - beginning of the period/year	16	11
<u>Add</u> Revaluation allowance transferred from allowance for doubtful debts	20	12
<u>Less</u> Revaluation allowance transferred to allowance for doubtful debts	(1)	(7)
Balance - end of the period/year	35	16

The write-off transactions and/or the adjustments of revaluation allowance for debt restructuring are transferred to allowance for doubtful debts.

13 Deferred income taxes

The gross movement and the deferred income tax account is as follows:

	Consolidated		The Bank	
	31 March 2013 Million Baht	31 December 2012 Million Baht	31 March 2013 Million Baht	31 December 2012 Million Baht
Beginning of the period/year	876	1,157	779	1,097
Credited to profit or loss	(52)	(275)	(54)	(312)
Tax charged/(credited) directly to equity	4	(6)	4	(6)
End of the period/year	828	876	729	779

13 Deferred income taxes (Cont'd)

The movement in deferred tax assets and liabilities during the period is as follows:

	Consolidated			
	Provision Million Baht	Tax losses Million Baht	Temporary differences Million Baht	Total Million Baht
Deferred tax assets, net				
At 1 January 2013	358	334	184	876
Charged/(credited) to profit or loss	7	(45)	(14)	(52)
Charged directly to equity	-	-	4	4
At 31 March 2013	<u>365</u>	<u>289</u>	<u>174</u>	<u>828</u>
At 1 January 2012	361	556	240	1,157
Credited to the income statement	(3)	(222)	(50)	(275)
Credited directly to equity	-	-	(6)	(6)
At 31 December 2012	<u>358</u>	<u>334</u>	<u>184</u>	<u>876</u>
The Bank				
	Provision Million Baht	Tax losses Million Baht	Temporary differences Million Baht	Total Million Baht
Deferred tax assets, net				
At 1 January 2013	358	334	87	779
Charged/(credited) to profit or loss	7	(45)	(16)	(54)
Charged directly to equity	-	-	4	4
As at 31 March 2013	<u>365</u>	<u>289</u>	<u>75</u>	<u>729</u>
At 1 January 2012	361	556	180	1,097
Credited to the income statement	(3)	(222)	(87)	(312)
Credited directly to equity	-	-	(6)	(6)
At 31 December 2012	<u>358</u>	<u>334</u>	<u>87</u>	<u>779</u>

Deferred income tax assets are recognised for tax loss and carry forwards only to the extent that realisation of the related tax benefit through the future taxable profits is probable. The Group has unrecognised tax losses of Baht 8,374 million (31 December 2012: Baht 8,599 million), to carry forward against future taxable income; these tax losses will expire in 2014.

14 Other assets, net

	Consolidated		The Bank	
	31 March 2013	31 December 2012	31 March 2013	31 December 2012
	Million Baht	Million Baht	Million Baht	Million Baht
Accrued interest and dividend receivables	243	406	243	406
Credit support assets on derivatives	351	390	351	390
Leasehold rights	12	12	12	12
Advances	16	16	15	16
Others assets awaiting account transfer	208	265	208	265
Commission receivables	52	18	52	18
Withholding tax receivable	149	150	146	133
Marginal deposits	65	60	59	54
Account receivable revenue department	58	49	-	-
Prepaid expenses	68	55	55	51
Others	112	153	57	96
Total	1,334	1,574	1,198	1,441
Less allowance for impairment	(36)	(36)	(36)	(36)
Other assets, net	1,298	1,538	1,162	1,405

15 Financial liabilities designated at fair value through profit or loss

	Consolidated and the Bank	
	31 March 2013	31 December 2012
	Million Baht	Million Baht
Debt securities	2,797	1,232
Bills of Exchange	377	303
Total	3,174	1,535

Proportion of transactions classified by type of counterparty and considering notional amount

	Consolidated and the Bank	
	31 March 2013	31 December 2012
	Proportion (%)	Proportion (%)
Financial institution	10	20
External parties	90	80
Total	100	100

CIMB Thai Bank Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the interim period ended 31 March 2013

16 Debt issued and borrowings

	Consolidated and the Bank					
	31 March 2013			31 December 2012		
	Domestic Million Baht	Foreign Million Baht	Total Million Baht	Domestic Million Baht	Foreign Million Baht	Total Million Baht
Hybrid instrument						
Hybrid securities of Baht 2,500 million maturing in 2019 (Note 35)	62	2,510	2,572	-	2,566	2,566
Short term debentures						
Short term debentures maturing in 2013, coupon rate of 2.73% - 2.95% per annum	11,864	-	11,864	-	-	-
Short term debentures maturing in 2013, coupon rate of 2.76% - 2.95% per annum	-	-	-	6,552	-	6,552
Subordinated debentures						
Subordinated debentures of Baht 3,000 million, coupon rate of 5.35% per annum, maturing in 2021	3,000	-	3,000	2,322	678	3,000
Subordinated debentures of Baht 3,000 million, coupon rate of 4.80% per annum, maturing in 2022	3,000	-	3,000	3,000	-	3,000
Subordinated debentures maturing in 2003	544	-	544	544	-	544
	18,470	2,510	20,980	12,418	3,244	15,662
Fixed-rate notes						
Bill of exchange maturing at call, coupon rate of 2.45% - 2.70% per annum	1,573	-	1,573	-	-	-
Bill of exchange maturing at call, coupon rate of 2.65% - 2.75% per annum	-	-	-	2,507	-	2,507
Bill of exchange maturing in 2013, coupon rate of 2.45 - 3.45% per annum	-	-	-	8,057	-	8,057
Bill of exchange maturing in 2013, coupon rate of 2.50 - 3.45% per annum	5,733	-	5,733	-	-	-
	7,306	-	7,306	10,564	-	10,564
Total	25,776	2,510	28,286	22,982	3,244	26,226
<u>Less</u> current portion of long-term borrowings	(19,715)	-	(19,715)	(17,660)	-	(17,660)
Long-term borrowings, net	6,061	2,510	8,571	5,322	3,244	8,566

- (a) On 9 November 2012, the Bank issued unsecured subordinated debentures to financial institutions and high net worth investors. The subscription unit is at 3,000,000 units at Baht 1,000 each and issued price of Baht 1,000 each for an aggregate amount of Baht 3,000 million carrying constant interest rate of 4.80% per annum with a payment of interest every six months. The debenture has a tenor of 10 years and is due on 9 November 2022. The Bank may exercise its right to early redeem the debenture after 5 years subject to approval by the Bank of Thailand.

The Bank has an approval from Bank of Thailand to count the subordinated debenture as tier 2 capital according to the correspondence For Kor Kor (02) 1269/2555.

- (b) As at 31 March 2013, the Bank issued short term debentures of Baht 11,864 million (31 December 2012: Baht 6,552 million) with fixed interest rates, interest will be paid on maturity date.

17 Provisions

	Consolidated		The Bank	
	31 March 2013 Million Baht	31 December 2012 Million Baht	31 March 2013 Million Baht	31 December 2012 Million Baht
Provisions for contingent loss from legal cases	36	36	36	36
Reserve for off-statements of financial position items	282	282	282	282
Provision for employee benefits	1,113	1,092	1,089	1,069
Provision for putback option of sold debtors	20	20	20	20
Total provisions	1,451	1,430	1,427	1,407

18 Other reserves

	Consolidated and the Bank	
	31 March 2013	31 December 2012
	Million Baht	Million Baht
Revaluation surplus on assets	1,148	1,155
Revaluation surplus on change in value of investments	194	206
Income tax relating to components of other reserves	(269)	(272)
Total	1,073	1,089

(a) Revaluation surplus on assets

This represents surplus arising from revaluation of land and premises. The surplus is amortised to retained earnings on a straight-line basis over the remaining life of the related assets and transferred directly to retained earnings.

	Consolidated and the Bank	
	31 March 2013	31 December 2012
	Million Baht	Million Baht
Balance - beginning of the period/year	1,155	1,210
<u>Less</u> Amortisation	(7)	(45)
Decrease from sale of office building	-	(10)
Balance - end of the period/year	1,148	1,155

The revaluation surplus can neither be offset against deficit nor used for dividend payment.

(b) Revaluation surplus (deficit) on change in value of investments

	Consolidated and the Bank	
	31 March 2013	31 December 2012
	Million Baht	Million Baht
Revaluation surplus on investments:		
Debt securities	36	46
Equity securities	162	165
Total	198	211
Revaluation deficit on investments:		
Debt securities	(3)	(5)
Equity securities	(1)	-
Total	(4)	(5)
Revaluation surplus on change in value of investments, net	194	206

19 Statutory reserve

Under Public Limited Companies Act B.E. 2535, the Bank is required to set aside a statutory reserve of at least 5% of its net profit for the year, after deducting accumulated deficit brought forward (if any), until the reserve reaches 10% of its registered share capital. This reserve cannot be used to pay dividend.

20 Capital funds

The primary objectives of the Bank's capital management are to maintain the Bank's ability to continue as a going concern and to maintain a capital adequacy ratio in accordance with the Banking Business Act B.E. 2551. The capital funds comprise:

	31 March 2013⁽¹⁾	Total capital
	Million Baht	to risk assets
		%
<u>Tier I</u>		
Issued and paid up share capital	10,542	
Share premium	3,868	
Statutory reserve	188	
Unappropriated surplus	2,440	
Other reserves	1,036	
	<hr/>	
Total Tier I capital fund	18,074	10.37
	<hr/>	
<u>Tier II</u>		
Long-term subordinated debentures and hybrid securities	7,650	
Reserve for loan classified as pass	514	
	<hr/>	
Total Tier II capital fund	8,164	4.68
	<hr/>	
Total capital funds	26,238	15.05
	<hr/> <hr/>	

⁽¹⁾ The BoT has announced the implementation of new international capital requirement standards under the Basel III regulatory framework, effective from 1 January 2013 for Bank basis.

	31 December 2012⁽²⁾	Total capital
	Million Baht	to risk assets
		%
<u>Tier I</u>		
Issued and paid up share capital	10,542	
Share premium	3,868	
Statutory reserve	188	
Unappropriated surplus	2,440	
	<hr/>	
Total Tier I capital fund	17,038	10.27
	<hr/>	
<u>Tier II</u>		
Revaluation surplus on assets	740	
Reserve for loan classified as pass	546	
Long-term subordinated debentures	2,500	
Hybrid securities	6,000	
Revaluation surplus on capital		
securities available-for-sale	74	
	<hr/>	
Total Tier II capital fund	9,860	5.94
	<hr/>	
Total capital funds	26,898	16.21
	<hr/> <hr/>	

⁽²⁾ As at 31 December 2012, the Bank maintained capital fund under Basel II regulatory framework.

21 Important position and performance classified by type of domestic or foreign transactions

21.1 Position classified by type of transaction

	Consolidated					
	31 March 2013			31 December 2012		
	Domestic Million Baht	Foreign Million Baht	Total Million Baht	Domestic Million Baht	Foreign Million Baht	Total Million Baht
Total assets	204,486	3,923	208,409	194,886	7,506	202,392
Interbank and money market items, net	9,793	940	10,733	9,472	656	10,128
Derivative assets	3,443	851	4,294	1,681	793	2,474
Investments, net and investments in subsidiaries, net	39,709	386	40,095	40,169	308	40,477
Loans to customers and accrued interest receivables, net	138,521	1,746	140,267	130,055	5,749	135,804
Deposits	134,656	1,160	135,816	134,098	1,036	135,134
Interbank and money market items	9,142	1,028	10,170	9,790	1,520	11,310
Derivative liabilities	3,321	797	4,118	1,201	801	2,002
Debt issued and borrowings	25,776	2,510	28,286	22,983	3,244	26,227

	The Bank					
	31 March 2013			31 December 2012		
	Domestic Million Baht	Foreign Million Baht	Total Million Baht	Domestic Million Baht	Foreign Million Baht	Total Million Baht
Total assets	202,489	3,923	206,412	193,542	7,506	201,048
Interbank and money market items, net	9,752	940	10,692	9,438	656	10,094
Derivative assets	3,443	851	4,294	1,681	793	2,474
Investments, net and investments in subsidiaries, net	41,024	386	41,024	41,048	308	41,356
Loans to customers and accrued interest receivables, net	136,035	1,746	137,781	128,228	5,749	133,977
Deposits	134,853	1,160	136,013	134,249	1,036	135,285
Interbank and money market items	7,542	1,028	8,570	8,840	1,520	10,360
Derivative liabilities	3,321	797	4,118	1,201	801	2,002
Debt issued and borrowings	25,776	2,510	28,286	22,983	3,244	26,227

21 Important position and performance classified by type of domestic or foreign transactions (Cont'd)

21.2 Performance classified by types of transaction

	Consolidated					
	For the three-month period ended 31 March 2013			For the three-month period ended 31 March 2012		
	Domestic Million Baht	Foreign Million Baht	Total Million Baht	Domestic Million Baht	Foreign Million Baht	Total Million Baht
Interest incomes	2,774	25	2,799	2,354	12	2,366
Interest expenses	(1,288)	(51)	(1,339)	(1,131)	(20)	(1,151)
Net interest incomes	1,486	(26)	1,460	1,223	(8)	1,215
Net fee and services income	259	-	259	181	-	181
Other operating incomes	254	-	254	249	-	249
Other operating expenses	(1,382)	-	(1,382)	(1,181)	-	(1,181)
Impairment loss	(213)	-	(213)	(140)	-	(140)
Profit (loss) from continuing operation before income tax expense	404	(26)	378	332	(8)	324

	The Bank					
	For the three-month period ended 31 March 2013			For the three-month period ended 31 March 2012		
	Domestic Million Baht	Foreign Million Baht	Total Million Baht	Domestic Million Baht	Foreign Million Baht	Total Million Baht
Interest incomes	2,464	25	2,489	2,144	12	2,156
Interest expenses	(1,274)	(51)	(1,325)	(1,124)	(20)	(1,144)
Net interest incomes	1,190	(26)	1,164	1,020	(8)	1,012
Net fee and services income	206	-	206	144	-	144
Other operating incomes	251	-	251	244	-	244
Other operating expenses	(1,161)	-	(1,161)	(995)	-	(995)
Impairment loss	(118)	-	(118)	(97)	-	(97)
Profit (loss) from continuing operation before income tax expense	368	(26)	342	316	(8)	308

22 Interest income

	Consolidated		The Bank	
	For the three-month periods ended 31 March		For the three-month periods ended 30 September	
	2013 Million Baht	2012 Million Baht	2013 Million Baht	2012 Million Baht
Interbank and money market items	75	24	75	24
Investments and trading transactions	36	21	36	21
Investments in debt securities	262	240	262	240
Loans	1,992	1,766	2,116	1,871
Hire purchase and financial lease income	434	315	-	-
Interest incomes	2,799	2,366	2,489	2,156

23 Interest expenses

	Consolidated		The Bank	
	For the three-month periods ended 31 March		For the three-month periods ended 30 September	
	2013	2012	2013	2012
	Million Baht	Million Baht	Million Baht	Million Baht
Deposits	865	738	865	737
Interbank and money market item	57	40	43	34
Contribution fee to the Deposit Protection Agency and FIDF	185	107	185	107
Debt securities issued				
- Subordinated debentures	175	44	175	44
- Others	56	221	56	221
Others	1	1	1	1
Interest expenses	<u>1,339</u>	<u>1,151</u>	<u>1,325</u>	<u>1,144</u>

24 Net fees and service income

	Consolidated		The Bank	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2013	2012	2013	2012
	Million Baht	Million Baht	Million Baht	Million Baht
Fees and service incomes				
Acceptances, aval and guarantees	24	29	27	31
ATM and Debit card fees	33	28	33	28
Insurance brokerage income	89	58	70	44
Management fee	17	26	17	26
Others	119	63	100	52
Fees and service income	<u>282</u>	<u>204</u>	<u>247</u>	<u>181</u>
Fees and service expenses				
Collection fees	(1)	(4)	(23)	(22)
ATM fees	(8)	(8)	(9)	(8)
Others	(14)	(11)	(9)	(7)
Fees and service expenses	<u>(23)</u>	<u>(23)</u>	<u>(41)</u>	<u>(37)</u>
Net fees and service income	<u>259</u>	<u>181</u>	<u>206</u>	<u>144</u>

25 Gains on trading and foreign exchange transactions

	Consolidated and the Bank	
	For the three-month periods ended 31 March	
	2013	2012
	Million Baht	Million Baht
Gains (loss) on tradings and foreign exchange transactions		
Foreign currencies and foreign exchange rate derivatives	(41)	103
Interest rate derivatives	131	30
Debt securities	10	(14)
Gains on tradings and foreign exchange transactions	<u>100</u>	<u>119</u>

26 Gains on financial liabilities designated at fair value through profit or loss

Gains on financial liabilities designated at fair value through profit or loss consist of following items

	Consolidated and the Bank	
	For the three-month periods ended 31 March	
	2013	2012
	Million Baht	Million Baht
Net change in fair value		
Bills of exchange	3	-
Debentures	22	-
Interest expenses	(18)	-
Total	7	-

27 Gains on investments

	Consolidated and the Bank	
	For the three-month periods ended 31 March	
	2013	2012
	Million Baht	Million Baht
Gains on sales		
Available-for-sale	31	67
Held-to-maturity	-	1
General investments	-	4
Gains on investments	31	72

28 Other operating income

	Consolidated		The Bank	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2013	2012	2013	2012
	Million Baht	Million Baht	Million Baht	Million Baht
Gain on sales of premises and equipment	1	-	-	-
Gain on sales of properties for sales	-	-	9	1
Bad debt recovery	4	2	-	-
Dividend income	80	25	80	25
Other income	31	32	24	27
Other operating income	116	59	113	53

29 Bad debts, doubtful debts and impairment losses

	Consolidated		The Bank	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2013	2012	2013	2012
	Million Baht	Million Baht	Million Baht	Million Baht
Loss on debt restructuring	19	-	19	-
Loans	194	140	99	97
Total	213	140	118	97

30 Corporate income tax

	Consolidated		The Bank	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2013	2012	2013	2012
	Million Baht	Million Baht	Million Baht	Million Baht
Current tax:				
Current tax on profits for the period	14	6	-	-
Total current tax	14	6	-	-
Deferred tax:				
Origination and reversal of temporary differences	6	64	9	69
Utilisation of tax losses	45	(1)	45	(1)
Total deferred tax	51	63	54	68
Total tax charge	65	69	54	68

The tax on the Group's profit before tax differs from the theoretical amount that would arise using the basic tax rate of the home country of the Bank as follows:

	Consolidated		The Bank	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2013	2012	2013	2012
	Million Baht	Million Baht	Million Baht	Million Baht
Profit before tax	379	325	342	308
Tax calculated at a tax rate of 20% (2012 - 23%)	75	75	68	71
Tax effect of:				
Income not subject to tax	(13)	(5)	(17)	(6)
Expenses not deductible for tax purpose	3	(1)	3	3
Total tax charge	65	69	54	68

30 Corporate income tax (Cont'd)

The weighted average applicable tax rate was 17% (2012: 21%). The decrease is caused by a change in corporate income tax rate announced by the Government.

During 2012, as a result of the change in corporation tax rate from 23% to 20% that will be effective from 1 January 2013, the relevant deferred tax balances have been re-measured. Deferred tax expected to be reversed in the year ended 31 December 2013 has been measured using the effective rate that will apply for the period 20%.

The tax (charge)/credit relating to component of other comprehensive income is as follows:

	Consolidated					
	For the three-month period ended 31 March 2013			For the three-month period ended 31 March 2012		
	Before tax Million Baht	Tax (charge) credit Million Baht	After tax Million Baht	Before tax Million Baht	Tax (charge) credit Million Baht	After tax Million Baht
Fair value gains:						
Land and buildings	(9)	(2)	(11)	(23)	(5)	(28)
Properties for sale	2	-	2	-	-	-
Available-for-sale financial asset	(12)	(2)	(14)	(64)	(15)	(79)
Other comprehensive income	(19)	(4)	(23)	(87)	(20)	(107)
Current tax		5			6	
Deferred tax		60			63	
		<u>65</u>			<u>69</u>	
The Bank						
	For the three-month period ended 31 March 2013			For the three-month period ended 31 March 2012		
	Before tax Million Baht	Tax (charge) credit Million Baht	After tax Million Baht	Before tax Million Baht	Tax (charge) credit Million Baht	After tax Million Baht
	Before tax Million Baht	Tax (charge) credit Million Baht	After tax Million Baht	Before tax Million Baht	Tax (charge) credit Million Baht	After tax Million Baht
Fair value gains:						
Land and buildings	(9)	(2)	(11)	(23)	(5)	(28)
Properties for sale	2	-	2	-	-	-
Available-for-sale financial asset	(12)	(2)	(14)	(64)	(15)	(79)
Other comprehensive income	(19)	(4)	(23)	(87)	(20)	(107)
Current tax		-			-	
Deferred tax		54			68	
		<u>54</u>			<u>68</u>	

In addition, deferred income tax of Baht 4 million (31 March 2012: Baht 20 million) was transferred from other reserves to retained earnings. This represents deferred tax on the difference between the actual depreciation on buildings and the equivalent depreciation based on the historical cost of buildings.

31 Operating result of disposal group classified as held-for-sale

Assets of disposal group classified as held-for-sale are investments in subsidiary that were approved to be sold by the Annual General Meeting for the year 2012.

a) Operating result of disposal group classified as held-for-sale

	Consolidated	
	For the three-month period ended 31 March	
	2013	2012
	Million Baht	Million Baht
Revenue	-	171
Expense	-	(143)
Profit before tax of discontinued operations	-	28
Tax	-	-
Profit after tax of discontinued operations	-	28

b) Cash flows of assets of disposal group classified as held-for-sale

	Consolidated	
	For the three-month period ended 31 March	
	2013	2012
	Million Baht	Million Baht
Operating cash flows	-	9
Investing cash flows	-	(9)
Financing cash flows	-	-
Total cash flows	-	-

32 Earnings per share

Earnings per share as presented in the consolidated and bank statements of comprehensive income are basic earnings per share which is calculated by dividing net income for the period by the weighted average number of ordinary shares in issue during the period.

There are no potential dilutive ordinary shares in issue for the three-month period ended 31 March 2013 and for the year ended 31 December 2012.

33 Encumbrance of assets

33.1 Assets used as collateral

The Group placed assets such as cash at banks, and government and state enterprise bonds as collateral against the following:

	Consolidated and the Bank	
	31 March 2013	31 December 2012
	Million Baht	Million Baht
Securities sold under repurchase agreements	-	2,968
Utilities usage	7	7
Total	7	2,975

33.2 Assets subject to obligation

The Bank has long-term investments in certain equity securities obtained as a result of debt restructuring, under the debt restructuring agreements. The Bank is obligated to dispose of the investment after specified periods, which range from 1 year to 10 years commencing from the date of the debt restructuring agreements.

As at 31 March 2013 and 31 December 2012, the investments subject to such obligations are as follows:

Year of maturity	Consolidated and the Bank			
	31 March 2013		31 December 2012	
	Number	Cost Million Baht	Number	Cost Million Baht
2013 onwards	2	177	2	177
Assets subject to obligation	2	177	2	177

34 Commitments and contingent liabilities

34.1 Commitments

As at 31 March 2013 and 31 December 2012, significant commitments of the Bank consist of:

	Consolidated and the Bank					
	31 March 2013			31 December 2012		
	Thai Baht Million Baht	Foreign currency Million Baht	Total Million Baht	Thai Baht Million Baht	Foreign currency Million Baht	Total Million Baht
Aval to bills and guarantees of loans:						
Avals to bills ⁽¹⁾	1,364	-	1,364	814	-	814
Guarantees on loans	5	-	5	10	-	10
Total aval to bills and guarantees of loans	1,369	-	1,369	824	-	824
Liability under unmatured import bills:						
Liability under unmatured import bills	-	460	460	-	553	553
Letters of credits:						
Letters of credits	112	2,012	2,124	42	1,886	1,928
Other commitments:						
Forward and spot contracts						
- Bought	-	84,715	84,715	-	36,452	36,452
- Sold	-	78,849	78,849	-	33,774	33,774
Cross currency and interest rate swap contract						
- Bought	-	5,665	5,665	-	4,010	4,010
- Sold	-	9,708	9,708	-	6,684	6,684
Futures contracts						
- Bought	-	-	-	-	92	92
- Sold	-	-	-	-	-	-
Interest rate swap contracts						
- Fixed rate payee	174,165	13,118	187,283	154,143	10,741	164,884
- Floating rate payee	174,903	24,617	199,520	160,447	14,428	174,875
Foreign exchange option						
- Call option sales contracts	-	18	18	-	540	540
- Put option sales contracts	-	1,297	1,297	-	227	227
- Call option purchase contracts	-	1,067	1,067	-	1,050	1,050
- Put option purchase contracts	-	54	54	-	44	44
Undrawn bank overdrafts	10,786	-	10,786	10,312	-	10,312
Investment						
- Bought	1,268	-	1,268	3,231	-	3,231
- Sold	1,548	-	1,548	3,081	-	3,081
Other commitments:						
Other guarantees	8,589	919	9,508	9,087	794	9,881
Other commitments	371,259	220,027	591,286	340,301	108,836	449,137
Total commitments	372,740	222,499	595,239	341,167	111,275	452,442

⁽¹⁾ As at 31 March 2013, the Bank availed notes payable of a subsidiary amounting to Baht 1,200 million (31 December 2012: Baht 550 million).

34 Commitments and contingent liabilities (Cont'd)

34.2 Contingent liabilities

- (a) As at 31 March 2013 and 31 December 2012, the Group had the following contingent liabilities in connection with court cases in which the Group have been sued as defendants in court. The lawsuits were mainly lodged to claim compensation and the management believes that they will have no significant impact on the Group once they are finalised:

	Consolidated and the Bank	
	31 March 2013 Million Baht	31 Decmeber 2012 Million Baht
Sum claimed in cases where the Group is direct defendants	442	442
Sum claimed in cases where the Group is co-defendants with others		
- Sum of claims that can be specifically attributed to the Group	253	1,189
- Sum of claims that cannot be specifically attributed to the Group and for which the total sum claimed is therefore presented.	24,588	24,591
Total	25,283	26,222

In the above court cases, a sum of Baht 24,500 million relates to claims against the Bank in cases where it is co-defendant with TAMC and other banks. The plaintiffs lodged the claims in respect of transfers of non-performing loans from various banks to TAMC. However, the Bank believes that the outcomes of these cases will not cause material loss because the transfers were made in accordance with the Emergency Decree Establishing the Thai Asset Management Corporation B.E. 2544. In addition, transfers of loans from the Bank to TAMC amounting to approximately Baht 959 million, occurred before the merger of the Bank.

As at 31 March 2013, included in the above-mentioned amounts are cases in which the court was judged in favor of the plaintiffs, with sums claimed totaling Baht 20 million in cases where the Bank is the direct defendant and Baht 30 million in cases where the Bank is a co-defendant with others. However, the Bank is in the process of appealing the decisions (31 December 2012: Baht 9 million and Baht 32 million, respectively).

As at 31 March 2013, the Group recognised provisions for contingent loss from legal cases of approximately Baht 36 million (31 December 2012: Baht 36 million). The management concluded and believed that such provisions were adequate to cover any possible loss from these legal cases.

In addition, the Group recognised reserves of Baht 282 million (31 December 2012: Baht 282 million) for off-statement of financial position items related to guarantees for which the Bank or its subsidiaries have been sued as defendants.

- (b) The Bank has commitments in respect of the loss sharing (if any) under the agreement to transfer non-performing loans to TAMC, as discussed under Note 37.

34 Commitments and contingent liabilities (Cont'd)

34.3 Commitments under long-term leases

As at 31 March 2013 and 31 December 2012, the Group had entered into a number of agreements to lease land, buildings and vehicles for periods of longer than 6 months, under which future rental fees can be summarised as follows:

Lease periods	Consolidated		The Bank	
	31 March 2013 Million Baht	31 December 2012 Million Baht	31 March 2013 Million Baht	31 December 2012 Million Baht
1 - 3 years	336	333	297	293
4 - 5 years	18	20	18	20
6 - 10 years	9	9	9	9
11 - 30 years	19	19	19	19
Total	382	381	343	341

34.4 Other commitments

As at 31 March 2013, the Bank has other commitments in the form of various agreements relating to computer system development consultancy services and computer system and software development. The Bank is obligated to pay a further Baht 14 million and USD 2,274 under such agreements (31 December 2012: Baht 16 million and USD 2,274 million).

35 Related party transactions

During the period, the Group had significant business transactions with its related parties. These transactions were concluded on commercial terms and based on contracts. Below is a summary of those transactions.

	Consolidated		The Bank	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2013	2012	2013	2012
	Million Baht	Million Baht	Million Baht	Million Baht
Subsidiaries				
Revenue:				
Interest income	-	-	125	105
Fees income	-	-	4	10
Expenses:				
Interest expenses	1	1	1	1
Premises and equipments expenses	-	-	(2)	(4)
Fees expenses	-	-	-	1
Other expenses	-	-	22	17
Parent company				
Revenue:				
Other income	31	-	31	-
Expenses:				
Interest expenses	5	9	5	9
Premises and equipments expenses	1	-	1	-
Other expenses	80	-	80	-
Related companies				
Revenue:				
Interest income	1	1	1	1
Other income	51	2	51	2
Fees income	36	-	36	-
Expenses:				
Interest expenses	38	38	38	38
Premises and equipments expenses	(1)	-	(1)	-
Fees expenses	4	10	4	10

CIMB Thai Bank Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the interim period ended 31 March 2013

35 Related party transactions (Cont'd)

The outstanding balances of significant related party transactions as at 31 March 2013 and 31 December 2012 are as follows:

	Consolidated						
	31 March 2013						
	Average loans outstanding Million Baht	Outstanding Loans Million Baht	Obligations Million Baht	Other assets Million Baht	Deposits Million Baht	Borrowings Million Baht	Other Liabilities Million Baht
<u>Subsidiary company</u>							
Krung Thai Tanakit Finance Plc.	-	-	-	-	-	-	262
	-	-	-	-	-	-	262
<u>Parent company</u>							
CIMB Bank Berhad	-	-	35	192	73	-	277
	-	-	35	192	73	-	277
<u>Company under common control</u>							
CIMB Bank (L) Ltd.	-	-	-	413	-	2,512	-
CIMB Bank Plc, Cambodia	-	-	-	-	1	-	-
CIMB ISLAMIC Bank Berhad	-	-	-	-	2	-	-
CIMB Securities International Pte Ltd, Singapore	-	-	-	-	1	-	-
CIMB NIAGA	-	-	-	1	-	-	-
CIMB-GK Securities (Thailand)	-	-	-	-	88	-	1
CIMB-Principal Asset Management Co., Ltd.	-	-	1	-	-	-	18
CIMB Securities (Thailand) Co., Ltd.	-	-	-	-	-	-	46
Sathorn Asset Management Co., Ltd.	-	-	-	1	128	-	24
	-	-	1	415	220	2,512	89
<u>Related companies</u>							
Other companies	118	117	-	-	-	-	-
	118	117	-	-	-	-	-
<u>Related persons</u>	10	11	-	-	88	-	-
	10	11	-	-	88	-	-

CIMB Thai Bank Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the interim period ended 31 March 2013

35 Related party transactions (Cont'd)

	Consolidated						
	31 December 2012						
	Average loans outstanding Million Baht	Outstanding loans Million Baht	Obligations million baht	Other assets million baht	Deposits million baht	Borrowings million baht	Other liabilities million baht
<u>Subsidiary company</u>							
Krung Thai Tanakit Finance Plc.	-	-	-	-	-	-	262
	-	-	-	-	-	-	262
<u>Parent company</u>							
CIMB Bank Berhad	-	-	152	245	-	678	422
	-	-	152	245	-	678	422
<u>Companies under common control</u>							
CIMB Bank (L) Ltd.	-	-	-	385	-	2,566	45
CIMB-Principal Asset Management Co., Ltd.	-	-	1	-	-	-	4
CIMB Securities (Thailand) Co., Ltd.	-	-	-	-	-	-	69
Sathorn Asset Management Co., Ltd.	-	-	-	1	48	-	24
CIMB-GK Securities (Thailand) Co., Ltd.	-	-	-	-	-	-	75
	-	-	1	386	48	2,566	217
<u>Related companies</u>							
Other companies	116	111	-	-	2	-	-
	116	111	-	-	2	-	-
<u>Related persons</u>							
	2	3	-	-	97	-	-
	2	3	-	-	97	-	-

CIMB Thai Bank Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the interim period ended 31 March 2013

35 Related party transactions (Cont'd)

	The Bank						
	31 December 2012						
	Average loans outstanding Million Baht	Outstanding loans Million Baht	Obligations Million Baht	Other assets Million Baht	Deposits Million Baht	Borrowings Million Baht	Other liabilities Million Baht
<u>Subsidiary companies</u>							
Center Auto Lease Co., Ltd.	7,320	8,063	-	1	72	-	-
CT Coll Co., Ltd.	5	6	-	-	27	-	8
Krung Thai Tanakit Finance Plc.	-	-	-	-	-	-	262
Worldlease Co., Ltd.	1,306	1,645	550	1	52	-	1
	8,631	9,714	550	2	151	-	271
<u>Parent company</u>							
CIMB Bank Berhad	-	-	152	245	-	678	422
	-	-	152	245	-	678	422
<u>Companies under common control</u>							
CIMB Bank (L) Ltd.	-	-	-	385	-	2,566	45
CIMB-Principal Asset Management Co., Ltd.	-	-	1	-	-	-	4
CIMB Securities (Thailand) Co., Ltd.	-	-	-	-	-	-	69
Sathorn Asset Management Co., Ltd.	-	-	-	1	48	-	24
CIMB-GK Securities (Thailand) Co., Ltd.	-	-	-	-	-	-	75
	-	-	1	386	48	2,566	217
<u>Related companies</u>							
Other Companies	116	111	-	-	2	-	-
	116	111	-	-	2	-	-
<u>Related persons</u>	2	3	-	-	97	-	-
	2	3	-	-	97	-	-

As at 31 March 2013, the Bank availed notes payable of a subsidiary amounting to Baht 1,200 million (31 December 2012: Baht 550 million).

The Bank pays interest on deposits made by related parties at the normal rates granted to general depositors.

35 Related party transactions (Cont'd)

As at 31 March 2013 and 31 December 2012, the Bank has commitments in financial derivatives with related parties as follows :

31 March 2013			
	Thai Baht Million Baht	Foreign currency Million Baht	Total Million Baht
<u>Parent company</u>			
Interest rate swap contracts			
- Fixed rate payee	15,068	-	15,068
- Floating rate payee	25,597	4,389	29,986
Forward and spot contracts			
- Bought	-	1,149	1,149
- Sold	-	101	101
<u>Related company</u>			
Cross currency and interest rate swap contracts			
- Sold	-	2,026	2,026
Forward and spot contracts			
- Bought	-	31	31
31 December 2012			
	Domestic Million Baht	Foreign Million Baht	Total Million Baht
<u>Parent company</u>			
Interest rate swap contracts			
- Fixed rate payee	21,526	-	21,526
- Floating rate payee	33,988	4,420	38,408
Forward and spot contracts			
- Bought	-	841	841
- Sold	-	60	60
<u>Related company</u>			
Cross currency and interest rate swap contracts			
- Sold	-	2,855	2,855
Forward and spot contracts			
- Sold	-	22	22

36 Director and management remuneration

The Bank has not extended extraordinary monetary and/or non-monetary benefits to the Banks' directors or executives at the level of executive vice president and higher, including financial controller, except for ordinary benefits to the directors and executives such as directors' fee, directors' bonus (if any), income tax, executives' salary and bonus (if any) and share-based payments.

	Consolidated		The Bank	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2013	2012	2013	2012
	Million Baht	Million Baht	Million Baht	Million Baht
Short-term employee benefits	80	96	74	75
Long-term employee benefits	2	3	2	3
Share based payment	1	-	1	-
Director and management remuneration	83	99	77	78

37 Agreement to transfer non-performing loans to TAMC

On 12 October 2001, the Bank entered into an agreement to transfer non-performing loans to Thai Asset Management Corporation ("TAMC") in accordance with the Emergency Decree establishing TAMC.

As at 31 March 2013 and 31 December 2012, the Group have transferred loans to TAMC as follows:

	Consolidated and the Bank			
	31 March 2013		31 December 2012	
	Book value	Transfer price	Book value	Transfer price
Loans transferred to TAMC	Million Baht	Million Baht	Million Baht	Million Baht
Debtors who are compensated under the CAP agreement (CAP)	82,487	21,932	82,487	21,932
Debtors who are not compensated under the CAP agreement (NON CAP)	15,774	3,465	15,774	3,465
Total	98,261	25,397	98,261	25,397
Less TAMC notes which have been redeemed by TAMC		(25,157)		(25,115)
Outstanding TAMC notes (included in long-term investments; classified as held-to-maturity debt securities) (Note 8.1 (a))		240		282

The Bank is to receive payment in the form of non-transferable, 10-year promissory notes, availed by the FIDF and bearing interest at the average deposit rate of the 5 major banks. As at 31 March 2013, the Bank recognised interest receivable under these promissory notes amounting to Baht 34 million (31 December 2012 : Baht 35 million).

37 Agreement to transfer non-performing loans to TAMC (Cont'd)

Share of the unrealised gain and losses arising from management of the non-performing loans

Under the agreement to transfer non-performing loans to TAMC, the Bank joined TAMC in sharing the gains and losses arising from TAMC's management of said loans, which is to be allocated at the end of the agreement starting from 1 July 2001. The Bank is liable for all initial losses up to 20 percent of the transfer price. Further losses of up to another 20 percent of the transfer price are to be shared equally between the Bank and TAMC, while TAMC is liable for all remaining losses thereafter. According to the agreement, expenses of TAMC and the interest expenses of promissory notes issued by TAMC will be included in the calculation of the gain/loss sharing. Initial profits of up to 20 percent of the transfer price are to be shared equally between the Bank and TAMC. Further gains which, when combined with the initial portion, do not exceed the difference between the book value of the transferred non-performing assets and their transfer price, belong to the Bank. All remaining gains will belong to TAMC. For loan debtors transferred at no cost, collections received after deducting debt management expenses will belong to the Bank.

However, under the agreement to transfer CAP loans to TAMC, on 17 November 2006, the Bank transferred rights over future gain sharing to FIDF, although the Bank is still obligated to share losses with TAMC.

As at 31 March 2013, the Bank recorded an accrued income from TAMC amounting to Baht 2,354 million (31 December 2012: Baht 2,354 million).

As at 31 March 2013, the Bank's management believes that no significant future losses will be incurred.

Outstanding issues with TAMC

As at 31 March 2013, the Bank and TAMC had outstanding issues regarding the follow up of outstanding requisitions of original ownership documents and appraisal reports for collateral, and regarding the valuation of leasehold rights collateral with transfer prices totalling Baht 162 million and interest amounting Baht 23 million (31 December 2012: Baht 162 million and Baht 23 million). The Bank believes that these issues will not have a material impact on the transfer price adjustment of the loans and interest on TAMC note, since the Bank has handed some of the original ownership documents and appraisal reports for the collateral to TAMC.

With respect to the outstanding issue of the valuation of leasehold rights, the Bank believes that the transferable leaseholds can be appraised or revalued. The Bank's management believes that there will not be a material impact to the transfer price and relevant interest. However, for conservative reasons, the Bank has recorded allowance for impairment of the TAMC Promissory Notes amounting to Baht 54 million in the interim financial information (31 December 2012: Baht 54 million).

38 Subsequent event

On 12 April 2013, the Annual General Meeting of Shareholders of the Bank approved to pay dividend from the operating results of 2012 at the rate of Baht 0.005 per share, totalling Baht 105.42 million, which was paid on 10 May 2013.