

**CIMB THAI BANK PUBLIC COMPANY LIMITED**

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

**30 SEPTEMBER 2019**

## **AUDITOR'S REPORT ON THE REVIEW OF THE INTERIM FINANCIAL INFORMATION**

To the Shareholders and the Board of Directors of CIMB Thai Bank Public Company Limited

I have reviewed the interim consolidated financial information of CIMB Thai Bank Public Company Limited and its subsidiaries, and the interim separate financial information of CIMB Thai Bank Public Company Limited. These comprise the consolidated and separate statements of financial position as at 30 September 2019, the consolidated and separate statements of comprehensive income for the three-month and nine-month periods then ended, and the related consolidated and separate statements of changes in equity and cash flows for the nine-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

### **Scope of review**

I conducted my review in accordance with the Thai Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". A review of interim financial information 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 accompanying interim consolidated and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

**Boonlert Kamolchanokkul**

Certified Public Accountant (Thailand) No. 5339

Bangkok

14 November 2019

CIMB Thai Bank Public Company Limited

Statements of Financial Position

As at 30 September 2019

	Notes	Consolidated		Separate	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		30 September	31 December	30 September	31 December
		2019	2018	2019	2018
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Assets</b>					
Cash		1,340,119	1,749,088	1,337,623	1,745,985
Interbank and money market items, net	6	6,562,995	6,790,160	6,395,852	6,684,225
Derivative assets	7	44,802,173	23,395,513	44,802,173	23,395,513
Investments, net	8	84,477,062	92,172,323	84,475,062	92,172,323
Investments in subsidiaries, net	9	-	-	2,208,315	2,208,315
Loans and accrued interest receivables	10				
Loans		248,584,931	234,554,591	230,074,288	218,848,912
Accrued interest receivables		722,888	492,690	813,406	502,263
Total loans and accrued interest receivables		249,307,819	235,047,281	230,887,694	219,351,175
<u>Less</u> Deferred revenue		(10,152,519)	(8,254,468)	(290)	(486)
<u>Less</u> Allowance for doubtful debts	11	(10,880,033)	(10,539,026)	(9,710,259)	(9,702,023)
<u>Less</u> Revaluation allowance for debt restructuring	12	(45,490)	(52,332)	(45,490)	(52,332)
Loans and accrued interest receivables, net		228,229,777	216,201,455	221,131,655	209,596,334
Customers' liability under acceptance		243,626	77,699	243,626	77,699
Properties for sale, net		1,095,656	1,016,509	900,945	831,149
Premises and equipment, net		3,453,404	3,536,093	3,378,623	3,471,101
Intangible assets, net		583,261	488,640	576,526	480,959
Deferred tax assets	13	1,236,964	1,392,798	763,938	938,209
Credit support assets on derivatives		15,309,784	6,052,944	15,309,784	6,052,944
Other assets, net	14	2,671,853	2,975,303	2,385,293	2,722,733
<b>Total assets</b>		<b>390,006,674</b>	<b>355,848,525</b>	<b>383,909,415</b>	<b>350,377,489</b>

Director \_\_\_\_\_ Director \_\_\_\_\_

The notes to interim financial information from page 13 to 61 are an integral part of the interim financial information.

**CIMB Thai Bank Public Company Limited**
**Statements of Financial Position (Cont'd)**
**As at 30 September 2019**

	<b>Notes</b>	<b>Consolidated</b>		<b>Separate</b>	
		<b>(Unaudited)</b>	<b>(Audited)</b>	<b>(Unaudited)</b>	<b>(Audited)</b>
		<b>30 September</b>	<b>31 December</b>	<b>30 September</b>	<b>31 December</b>
		<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
		<b>Thousand Baht</b>	<b>Thousand Baht</b>	<b>Thousand Baht</b>	<b>Thousand Baht</b>
<b>Liabilities and equity</b>					
<b>Liabilities</b>					
Deposits		195,331,798	185,100,505	195,450,138	185,215,037
Interbank and money market items, net		42,474,357	44,533,942	42,474,357	44,533,942
Liability payable on demand		627,105	378,991	627,105	378,991
Financial liabilities designated at fair value					
through profit or loss	15	29,399,051	35,512,718	29,399,051	35,512,718
Derivative liabilities	7	46,813,907	24,318,003	46,813,907	24,318,003
Debt issued and borrowings	16	22,851,638	18,968,348	20,851,638	16,968,348
Bank's liability under acceptance		243,626	77,699	243,626	77,699
Provisions	17	2,042,040	1,987,606	1,915,922	1,892,941
Credit support liabilities on derivatives		8,705,269	3,910,494	8,705,269	3,910,494
Other liabilities		3,606,211	4,138,393	2,674,783	3,188,938
<b>Total liabilities</b>		<b>352,095,002</b>	<b>318,926,699</b>	<b>349,155,796</b>	<b>315,997,111</b>
<b>Equity</b>					
Share capital	18				
Registered					
34,822,261,748 ordinary shares of					
Baht 0.50 each		17,411,131	17,411,131	17,411,131	17,411,131
Issued and paid-up share capital					
34,822,261,748 ordinary shares of					
Baht 0.50 each		17,411,131	17,411,131	17,411,131	17,411,131
Premium on share capital		10,145,966	10,145,966	10,145,966	10,145,966
Other reserves	19	1,651,402	1,400,798	1,673,092	1,422,488
Accretion of equity interests in subsidiary		(42,754)	(42,754)	-	-
Retained earnings					
Appropriated - statutory reserve	20	403,980	403,600	403,980	403,600
Unappropriated		8,341,947	7,603,085	5,119,450	4,997,193
<b>Total equity</b>		<b>37,911,672</b>	<b>36,921,826</b>	<b>34,753,619</b>	<b>34,380,378</b>
<b>Total liabilities and equity</b>		<b>390,006,674</b>	<b>355,848,525</b>	<b>383,909,415</b>	<b>350,377,489</b>

The notes to interim financial information from page 13 to 61 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 30 September 2019**

		Consolidated		Separate	
		2019	2018	2019	2018
	Notes	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Interest income	23	4,092,358	3,906,748	3,213,886	3,152,902
Interest expenses	24	(1,341,577)	(1,199,523)	(1,329,391)	(1,187,197)
<b>Net interest income</b>		<b>2,750,781</b>	<b>2,707,225</b>	<b>1,884,495</b>	<b>1,965,705</b>
Fees and service income		687,620	516,984	452,031	331,640
Fees and service expenses		(105,405)	(73,312)	(101,556)	(70,554)
<b>Net fee and service income</b>	25	<b>582,215</b>	<b>443,672</b>	<b>350,475</b>	<b>261,086</b>
Gains on tradings and foreign exchange transactions, net	26	1,001,890	152,005	1,001,890	152,005
Losses on financial liabilities designated at fair value through profit or loss, net	27	(1,125,418)	(117,839)	(1,125,418)	(117,839)
Gains on investments, net	28	116,774	1,468	116,774	1,468
Gains on sale of non-performing loans		568	-	-	-
Other operating income	29	121,867	144,539	25,184	83,761
<b>Total operating income</b>		<b>3,448,677</b>	<b>3,331,070</b>	<b>2,253,400</b>	<b>2,346,186</b>
<b>Other operating expenses</b>					
Employee expenses		1,287,194	1,150,291	1,121,770	984,212
Directors' remuneration		2,997	3,192	2,929	3,108
Premises and equipment expenses		294,549	296,090	254,098	260,721
Taxes and duties		108,750	93,121	99,779	86,676
Others		861,187	642,806	455,375	348,489
<b>Total other operating expenses</b>		<b>2,554,677</b>	<b>2,185,500</b>	<b>1,933,951</b>	<b>1,683,206</b>
Bad and doubtful debts and impairment losses	30	584,356	931,303	246,490	651,003
<b>Profit before income tax expenses</b>		<b>309,644</b>	<b>214,267</b>	<b>72,959</b>	<b>11,977</b>
Income tax expenses	31	(11,517)	(37,007)	31,070	2,164
<b>Net profit for the period</b>		<b>298,127</b>	<b>177,260</b>	<b>104,029</b>	<b>14,141</b>

The notes to interim financial information from page 13 to 61 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 30 September 2019**

	Note	Consolidated		Separate	
		2019	2018	2019	2018
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Other comprehensive income (expenses)</b>					
<b>Items that will be reclassified</b>					
<b>subsequently to profit or loss</b>					
Gains (losses) on remeasuring					
available-for-sale investments		121,034	(174,053)	121,034	(174,053)
Losses arising from translating					
the financial statement of a foreign operation		(2,800)	(5,515)	(2,800)	(5,515)
(Losses) gains on cash flow hedges		(117,675)	43,885	(117,675)	43,885
Income tax relating to items that will be					
reclassified subsequently to profit or loss		(8,954)	(8,831)	(8,954)	(8,831)
<b>Total items that will be reclassified</b>					
<b>subsequently to profit or loss</b>		(8,395)	(144,514)	(8,395)	(144,514)
<b>Total other comprehensive expenses</b>		(8,395)	(144,514)	(8,395)	(144,514)
<b>Total comprehensive income (expenses)</b>					
<b>for the period</b>		289,732	32,746	95,634	(130,373)
<b>Net profit attributable to:</b>					
Shareholders of the Bank		298,127	177,260	104,029	14,141
Non-controlling interests		-	-	-	-
		298,127	177,260	104,029	14,141
<b>Total comprehensive income (expenses)</b>					
<b>attributable to:</b>					
Shareholders of the Bank		289,732	32,746	95,634	(130,373)
Non-controlling interests		-	-	-	-
		289,732	32,746	95,634	(130,373)
<b>Earnings per share for profit attributable</b>					
<b>to the shareholders of the Bank</b>	32				
Basic earnings per share (Baht per share)		0.01	0.01	0.00	0.00
Weighted average number of ordinary shares (shares)		34,822,261,748	30,280,227,607	34,822,261,748	30,280,227,607

The notes to interim financial information from page 13 to 61 are an integral part of the interim financial information.

**CIMB Thai Bank Public Company Limited**
**Statement of Comprehensive Income (Unaudited)**
**For the nine-month period ended 30 September 2019**

	Notes	Consolidated		Separate	
		2019	2018	2019	2018
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Interest income	23	12,308,463	11,269,051	9,800,615	9,073,359
Interest expenses	24	(4,123,564)	(3,326,416)	(4,087,579)	(3,291,058)
<b>Net interest income</b>		8,184,899	7,942,635	5,713,036	5,782,301
Fees and service income		1,806,251	1,646,460	1,127,014	1,101,295
Fees and service expenses		(277,137)	(215,189)	(265,217)	(206,196)
<b>Net fee and service income</b>	25	1,529,114	1,431,271	861,797	895,099
Gains on tradings and foreign exchange transactions, net	26	2,607,165	144,275	2,607,165	144,275
(Losses) gains on financial liabilities designated, net at fair value through profit or loss	27	(2,771,687)	236,979	(2,771,687)	236,979
Gains on investments, net	28	265,923	22,463	265,923	22,463
Gains on sale of non-performing loans		172,930	-	-	-
Other operating income	29	398,419	372,742	91,769	148,796
<b>Total operating income</b>		10,386,763	10,150,365	6,768,003	7,229,913
<b>Other operating expenses</b>					
Employee expenses		3,866,606	3,299,508	3,347,956	2,828,144
Directors' remuneration		8,991	9,929	8,759	9,677
Premises and equipment expenses		896,784	838,975	778,277	738,414
Taxes and duties		324,987	293,358	298,735	274,909
Others		2,046,949	1,641,701	953,948	851,494
<b>Total other operating expenses</b>		7,144,317	6,083,471	5,387,675	4,702,638
Bad and doubtful debts and impairment losses	30	2,240,140	3,330,285	1,134,577	2,390,614
<b>Profit before income tax expenses</b>		1,002,306	736,609	245,751	136,661
Income tax expenses	31	(274,244)	(199,234)	(134,294)	(80,390)
<b>Net profit for the period</b>		728,062	537,375	111,457	56,271

The notes to interim financial information from page 13 to 61 are an integral part of the interim financial information.

**CIMB Thai Bank Public Company Limited**  
**Statement of Comprehensive Income (Unaudited) (Cont'd)**  
**For the nine-month period ended 30 September 2019**

	Note	Consolidated		Separate	
		2019	2018	2019	2018
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Other comprehensive income (expenses)</b>					
<b>Items that will be reclassified subsequently to profit or loss</b>					
Gains (losses) on remeasuring available-for-sale investments		436,457	(448,292)	436,457	(448,292)
Losses arising from translating the financial statement of a foreign operation		(13,402)	(3,890)	(13,402)	(3,890)
(Losses) gains on cash flow hedges		(121,294)	100,489	(121,294)	100,489
Income tax relating to items that will be reclassified subsequently to profit or loss		(39,977)	2,577	(39,977)	2,577
<b>Total items that will be reclassified subsequently to profit or loss</b>		261,784	(349,116)	261,784	(349,116)
<b>Total other comprehensive income (expenses)</b>		261,784	(349,116)	261,784	(349,116)
<b>Total comprehensive income (expenses) for the period</b>		989,846	188,259	373,241	(292,845)
<b>Net profit attributable to:</b>					
Shareholders of the Bank		728,062	537,375	111,457	56,271
Non-controlling interests		-	-	-	-
		728,062	537,375	111,457	56,271
<b>Total comprehensive income (expenses) attributable to:</b>					
Shareholders of the Bank		989,846	188,259	373,241	(292,845)
Non-controlling interests		-	-	-	-
		989,846	188,259	373,241	(292,845)
<b>Earnings per share for profit attributable to the shareholders of the Bank</b>	32				
Basic earnings per share (Baht per share)		0.02	0.02	0.00	0.00
Weighted average number of ordinary shares (shares)		34,822,261,748	30,280,227,607	34,822,261,748	30,280,227,607

The notes to interim financial information from page 13 to 61 are an integral part of the interim financial information.



**CIMB Thai Bank Public Company Limited**  
**Statement of Changes in Shareholders' Equity (Unaudited)**  
**For the nine-month period ended 30 September 2019**

Consolidated											
Attributable to owners of the Bank											
Other reserves											
Issued and paid-up share capital	Share premium	Revaluation surplus on assets	Remeasurements of post-employment benefit obligations	Revaluation surplus (deficit) on change in value of investments	Gains (losses) arising from translating the financial statement of a foreign operation	Gains (losses) on cash flow hedges	Income tax relating to components of other comprehensive expense	Accretion of equity interests in subsidiary		Legal reserve	Total equity
								Thousand Baht	Thousand Baht		
17,411,131	10,145,966	1,972,129	(103,356)	(159,569)	(298)	82,058	(390,166)	1,400,798	(42,754)	403,600	36,921,826
Balance as at 1 January 2019											
Total comprehensive income (expenses) for the period											
-	-	-	-	436,457	(13,402)	(121,294)	(39,977)	261,784	-	-	989,846
Appropriated - statutory reserve											
-	-	-	-	-	-	-	-	-	-	380	(380)
Transfer to retained earnings											
-	-	(13,974)	-	-	-	-	2,794	(11,180)	-	-	11,180
Balance as at 30 September 2019											
17,411,131	10,145,966	1,958,155	(103,356)	276,888	(13,700)	(39,236)	(427,349)	1,651,402	(42,754)	403,980	37,911,672
Balance as at 1 January 2018											
15,140,114	8,465,413	2,029,075	(176,248)	114,680	4,399	(54,446)	(382,612)	1,534,848	(42,754)	398,680	33,051,848
Total comprehensive (expenses) income for the period											
-	-	-	-	(448,292)	(3,890)	100,489	2,577	(349,116)	-	-	188,259
Appropriated - statutory reserve											
-	-	-	-	-	-	-	-	-	-	4,920	(4,920)
Transfer to retained earnings											
-	-	(47,132)	-	-	-	-	9,426	(37,706)	-	-	37,706
Balance as at 30 September 2018											
15,140,114	8,465,413	1,981,943	(176,248)	(333,612)	509	46,043	(370,609)	1,148,026	(42,754)	403,600	33,240,107

The notes to interim financial information from page 13 to 61 are an integral part of the interim financial information.

		Separate									
		Other reserves									
Issued and paid-up share capital	Share premium	Revaluation surplus on assets	Remeasurements of post-employment benefit obligations	Revaluation surplus (deficit) on change in value of investments	Gains (losses) arising from translating the financial statement of a foreign operation	Gains (losses) on cash flow hedges	Income tax relating to components of other comprehensive expense	Total reserves	Legal reserve	Retained earnings	Total equity
Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
17,411,131	10,145,966	1,972,129	(76,243)	(159,569)	(298)	82,058	(395,589)	1,422,488	403,600	4,997,193	34,380,378
<b>Balance as at 1 January 2019</b>											
Total comprehensive income											
(expenses) for the period	-	-	-	436,457	(13,402)	(121,294)	(39,977)	261,784	-	111,457	373,241
Appropriated - statutory reserve	-	-	-	-	-	-	-	-	380	(380)	-
Transfer to retained earnings	-	(13,974)	-	-	-	-	2,794	(11,180)	-	11,180	-
<b>Balance as at 30 September 2019</b>											
17,411,131	10,145,966	1,958,155	(76,243)	276,888	(13,700)	(39,236)	(432,772)	1,673,092	403,980	5,119,450	34,753,619
<b>Balance as at 1 January 2018</b>											
Total comprehensive (expenses)											
Income for the period	-	2,029,075	(146,257)	114,680	4,399	(54,446)	(388,610)	1,558,841	398,680	5,760,839	31,323,887
Appropriated - statutory reserve	-	-	-	(448,292)	(3,890)	100,489	2,577	(349,116)	-	56,271	(292,845)
Transfer to retained earnings	-	(47,132)	-	-	-	-	-	-	4,920	(4,920)	-
<b>Balance as at 30 September 2018</b>											
15,140,114	8,465,413	1,981,943	(146,257)	(333,612)	509	46,043	(376,607)	1,172,019	403,600	5,849,896	31,031,042

The notes to interim financial information from page 13 to 61 are an integral part of the interim financial information.

**CIMB Thai Bank Public Company Limited**
**Statement of Cash Flow (Unaudited)**
**For the nine-month period ended 30 September 2019**

	Notes	Consolidated		Separate	
		2019	2018	2019	2018
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Cash flows from operating activities</b>					
Profit before income tax expenses		1,002,306	736,609	245,751	136,661
Adjustments to reconcile net income before income tax to cash in (out) flows from operating activities:					
Depreciation and amortisation		319,252	279,091	302,811	262,996
Bad debts and doubtful accounts	30	2,240,140	3,330,285	1,134,577	2,390,614
Share-based payment		31,102	27,571	31,102	27,571
Provision for liabilities		275,573	110,193	244,120	101,221
(Reversal) Provision for contingent loss from legal cases and reserve for off-statements of financial position items		(128,163)	59,241	(128,163)	59,241
Losses on impairment of properties for sale		727,492	485,013	-	1,488
Unrealised (gains) losses on exchange rate and derivatives		(289,386)	2,048,004	(289,386)	2,048,004
Realised gains on exchange rate of debt issued and borrowings		(696,021)	-	(696,021)	-
Gains on sale of properties for sale		(32,313)	(3,228)	(8,568)	(54,177)
Unrealised (gains) losses on revaluation of investments		(2,482,377)	52,115	(2,482,377)	52,115
(Gains) losses on sale of investments		(2,474,301)	280,770	(2,474,301)	280,770
Gains on disposal of premises and equipment		(8,609)	(15,163)	(6,850)	(9,536)
Losses from write off premises and equipment		15,857	424	15,857	424
Losses from write off intangible assets		-	8,845	-	8,845
Losses (gains) on financial instrument designated at fair value through profit or loss	27	2,771,687	(236,979)	2,771,687	(236,979)
Interest income	23	(12,308,463)	(11,269,051)	(9,800,615)	(9,073,359)
Dividend income	29	(6,467)	(8,671)	(6,467)	(8,671)
Interest expenses	24	4,123,564	3,326,416	4,087,579	3,291,058
<b>Losses from operations before changes in operating assets and liabilities</b>					
		(6,919,127)	(788,515)	(7,059,264)	(721,714)
<b>(Increase) decrease in operating assets</b>					
Interbank and money market items		221,652	11,640,712	282,860	11,627,503
Investments held for trading		(3,288,885)	(17,028,175)	(3,288,885)	(17,028,175)
Loans		(15,083,829)	(10,538,779)	(11,173,656)	(7,078,941)
Properties for sale		1,540,476	985,878	22,911	99,008
Credit support assets on derivatives		(9,256,840)	(1,414,285)	(9,256,840)	(1,414,285)
Other assets		227,876	850,511	199,792	922,651

The notes to interim financial information from page 13 to 61 are an integral part of the interim financial information.

**CIMB Thai Bank Public Company Limited**

**Statement of Cash Flow (Unaudited) (Cont'd)**

**For the nine-month period ended 30 September 2019**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Thousand Baht</b>	<b>Thousand Baht</b>	<b>Thousand Baht</b>	<b>Thousand Baht</b>
<b>Increase (decrease) in operating liabilities</b>				
Deposits	10,231,293	6,607,038	10,235,101	6,400,719
Interbank and money market items	(2,059,585)	14,220,713	(2,059,585)	14,220,713
Liability payable on demand	248,114	208,255	248,114	208,255
Short-term borrowings	1,392,451	(4,048,928)	1,392,451	(4,048,928)
Provisions	(91,823)	(45,157)	(91,823)	(45,157)
Credit support liabilities on derivatives	4,794,775	(380,868)	4,794,775	(380,868)
Other liabilities	(53,810)	5,063	(98,897)	(141,862)
<b>Cash flows (used in) provided by operating activities</b>	<b>(18,097,262)</b>	<b>273,463</b>	<b>(15,852,946)</b>	<b>2,618,919</b>
Cash received from interest income	10,455,626	10,004,307	7,866,853	7,770,374
Cash paid for interest expenses	(5,280,672)	(4,026,602)	(5,293,340)	(4,039,898)
Cash paid (received) for income tax	(153,804)	(403,844)	141,910	(53,460)
<b>Net cash flows (used in) provided by operating activities</b>	<b>(13,076,112)</b>	<b>5,847,324</b>	<b>(13,137,523)</b>	<b>6,295,935</b>
<b>Cash flows from investing activities</b>				
Cash paid for purchases of available-for-sale securities	(21,610,174)	(21,953,585)	(21,610,174)	(21,953,585)
Proceeds from disposals of available-for-sale securities	30,232,686	3,157,267	30,232,686	3,157,267
Proceeds from maturity of available-for-sale securities	7,137,300	40,000	7,137,300	40,000
Cash paid for purchases of held- to-maturity securities	(4,194,283)	(8,531,882)	(4,192,283)	(8,531,882)
Proceeds from maturity of held-to-maturity securities	4,731,280	5,699,500	4,731,280	5,699,500
Proceeds from repayment of investment in receivable	746	648	746	648
Cash paid for purchases of general investments	-	(726)	-	(726)
Proceeds from disposal of general investments	2,564	-	2,564	-
Proceeds from decrease in capital of general investments	-	14,990	-	14,990
Cash paid for purchases of investments in subsidiary company	-	-	-	(500,000)
Cash paid for purchases of premises and equipment	(102,355)	(108,140)	(78,105)	(88,635)
Proceeds from disposals of premises and equipment	3,856	16,912	2,098	10,991
Cash paid for purchases of intangible assets	(236,782)	(131,389)	(235,749)	(130,251)
Dividend received	6,467	8,671	6,467	8,671
Interest received	1,585,916	1,065,704	1,585,909	1,065,704
<b>Net cash flows provided by (used in) investing activities</b>	<b>17,557,221</b>	<b>(20,722,030)</b>	<b>17,582,739</b>	<b>(21,207,308)</b>

The notes to interim financial information from page 13 to 61 are an integral part of the interim financial information.

**CIMB Thai Bank Public Company Limited**

**Statement of Cash Flow (Unaudited) (Cont'd)**

**For the nine-month period ended 30 September 2019**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Thousand Baht</b>	<b>Thousand Baht</b>	<b>Thousand Baht</b>	<b>Thousand Baht</b>
<b>Cash flows from financing activities</b>				
Cash paid for interest expenses	(36,500)	(36,500)	-	-
Proceeds from issuance of borrowings	8,090,660	15,145,479	8,090,660	15,145,479
Cash paid for redemption of borrowings	(12,931,088)	(366,500)	(12,931,088)	(366,500)
<b>Net cash flows (used in) provided by financing activities</b>	<b>(4,876,928)</b>	<b>14,742,479</b>	<b>(4,840,428)</b>	<b>14,778,979</b>
Gains from foreign currency translation differences	(13,150)	(3,742)	(13,150)	(3,742)
<b>Net decrease in cash and cash equivalents</b>	<b>(408,969)</b>	<b>(135,969)</b>	<b>(408,362)</b>	<b>(136,136)</b>
Cash and cash equivalents at beginning of the period	1,749,088	1,591,188	1,745,985	1,588,987
<b>Cash and cash equivalents at the end of the period</b>	<b>1,340,119</b>	<b>1,455,219</b>	<b>1,337,623</b>	<b>1,452,851</b>

**Supplemental disclosure of cash flows information**

Non-cash transaction:

Properties for sale transferred from premises

and equipment

72,386 22,455 72,386 22,455

Payable from purchase premises and equipment

- 82 - 82

Payable from purchase intangible assets

- 11,830 - 11,830

Interest amortisation from premium on discount

73,808 121,213 73,808 121,213

The notes to interim financial information from page 13 to 61 are an integral part of the interim financial information.

**CIMB Thai Bank Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the nine-month period ended 30 September 2019**

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## **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 hire-purchase, leasing business and debt collection business.

The interim consolidated and separate financial information was authorised for issue by the Board of Directors on 14 November 2019.

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

## **2 Accounting policies**

### **2.1 Basis of preparation**

The interim financial information has been prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting. The primary financial information (statement of financial position, statement of comprehensive income, statement of changes in equity and cash flows) is presented in a format consistent with the annual financial statements complying with Thai Accounting Standard 1 Presentation of Financial Statements. In addition, the interim financial information presentation are based on the Notification of the Bank of Thailand ("BoT"), no. SorNorSor 21/2558 The Preparation and Format of the Financial Statements of Commercial Bank and Holding Parent Company of Financial Group dated on 4 December 2015. The notes to the interim financial information are prepared in a condensed format. Additional notes are presented as required by BoT's regulation and the Securities and Exchange Commission 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 2018.

An English version of the interim consolidated and separate 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.

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 2018.

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.

## **2 Accounting policies (Cont'd)**

### **2.2 Financial reporting standards are effective for annual periods beginning on or after 1 January 2019.**

TFRS 1	First-time Adoption of International Financial Reporting Standards
TFRS 2 (revised 2018)	Share-based Payment
TFRS 15	Revenue from contracts with customers
TFRIC 22	Foreign Currency Transactions and Advance Consideration

TFRS 1 addresses the treatment when the Group adopts TFRS as a basis for preparing its financial statements for the first time. This standard grants specific optional exemptions and some mandatory exceptions from TFRS general requirements, with disclosure to explain how the transition from previous GAAP to TFRS affected the Group's reported financial position, financial performance and cash flows.

TFRS 2 clarifies;

- The measurement basis for cash-settled share-based payments
- Where an employer is obliged to withhold an amount for the employee's tax obligation associated with a share-based payment and pay that amount to the tax authority, the award is treated as if it is wholly equity-settled.
- The accounting for modifications from cash-settled awards to equity-settled awards.

TFRS 15 Revenue from contracts with customers replace TAS18 (revised 2017) Revenue.

The new standard is based on the principle that revenue is recognised when control of a good or service transfers to a customer - so the notion of control replaces the existing notion of risks and rewards.

An entity recognises revenue in accordance with that core principle by applying the following steps:

- Step 1: Identify the contract(s) with a customer
- Step 2: Identify the performance obligations in the contract
- Step 3: Determine the transaction price
- Step 4: Allocate the transaction price to the performance obligations in the contract
- Step 5: Recognise revenue when (or as) the Group satisfies a performance obligation

TFRIC 22 clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income when an entity has received or paid advance consideration in a foreign currency.

The Management has assessed and considered that the above revised standards do not have significant impact on the Group.



## **2 Accounting policies (Cont'd)**

### **2.3 Financial reporting standards are effective for annual periods beginning on or after 1 January 2020 which are relevant to the Group. The Group has not yet adopted these revised standards.**

#### **2.3.1 Financial instruments**

The new financial reporting standards relate to financial instruments are:

TAS 32	Financial instruments: Presentation
TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments
TFRIC 16	Hedges of a Net Investment in a Foreign Operation
TFRIC 19	Extinguishing Financial Liabilities with Equity Instruments

These new standards address the classification, measurement and derecognition of financial assets and financial liabilities, impairment of financial assets, hedge accounting, and presentation and disclosure of financial instruments.

#### **2.3.2 TFRS 16 Leases**

TFRS 16 will result in almost all leases where the Group is a lessee being recognised on the balance sheet as the distinction between operating and finance lease is removed. An asset (the right to use the leased item) and financial liability to pay rentals are recognised, with exception on short-term and low-value leases.

The Group's management is currently assessing the impacts from these standards.

## **3 Estimates**

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated and separate financial statements for the year ended 31 December 2018.

#### 4 Financial information by segments

Business segment reporting is consisted of:

##### Consumer banking

Consumer banking provides financial services to individuals and commercial customers. The products include consumer sales & distribution, retail financial services, commercial banking and personal financing.

##### Wholesale banking

Wholesale banking comprises of investment banking, corporate banking, and treasury and market.

- Investment banking service provides financial advisory, trade securities transactions, and asset management businesses.
- Corporate banking and treasury and market are responsible for corporate lending and deposit taking, transaction banking, treasury and market activities.

##### Others

Other services comprise of all middle and back office processes, cost centers and nonprofit generating divisions of companies whose results are not material to the Group.

Financial information presented in the interim consolidated financial statements as at 30 September 2019 and 31 December 2018 and for the three-month and nine-month period ended 30 September 2019 and 2018 are as follows:

	<b>Consolidated</b>				
	<b>For the three - month period ended 30 September 2019</b>				
	<b>Consumer banking Million Baht</b>	<b>Wholesale banking Million Baht</b>	<b>Others Million Baht</b>	<b>Eliminations Million Baht</b>	<b>Total Million Baht</b>
Net interest income from external	1,942	606	203	-	2,751
Net fees and service income	487	103	(3)	(5)	582
Other operating income	181	(98)	35	(2)	116
Other operating expenses	(1,889)	(461)	(207)	2	(2,555)
Bad and doubtful debts and impairment losses	(461)	13	(161)	25	(584)
Income tax expenses	(49)	(13)	50	-	(12)
Net profit (loss) for the period	211	150	(83)	20	298

  

	<b>Consolidated</b>				
	<b>For the three - month period ended 30 September 2018</b>				
	<b>Consumer banking Million Baht</b>	<b>Wholesale banking Million Baht</b>	<b>Others Million Baht</b>	<b>Eliminations Million Baht</b>	<b>Total Million Baht</b>
Net interest income from external	2,012	503	192	-	2,707
Net fees and service income	404	41	6	(7)	444
Other operating income	167	88	(74)	(1)	180
Other operating expenses	(1,717)	(401)	(70)	2	(2,186)
Bad and doubtful debts and impairment losses	(666)	(13)	(263)	11	(931)
Income tax expenses	(35)	(38)	36	-	(37)
Net profit (loss) for the period	165	180	(173)	5	177

**4 Financial information by segments (Cont'd)**

Financial information presented in the interim consolidated financial statements as at 30 September 2019 and 31 December 2018 and for the three-month and nine-month period ended 30 September 2019 and 2018 are as follows:  
(Cont'd)

<b>Consolidated</b>					
<b>For the nine-month period ended 30 September 2019</b>					
	<b>Consumer banking Million Baht</b>	<b>Wholesale banking Million Baht</b>	<b>Others Million Baht</b>	<b>Eliminations Million Baht</b>	<b>Total Million Baht</b>
Net interest income from external	5,793	1,875	516	-	8,184
Net fees and service income	1,277	257	11	(16)	1,529
Other operating income	684	(93)	88	(6)	673
Other operating expenses	(5,500)	(1,361)	(289)	6	(7,144)
Bad and doubtful debts and impairment losses	(1,756)	(222)	(322)	60	(2,240)
Income tax expenses	(148)	(125)	(1)	-	(274)
Net profit for the period	350	331	3	44	728

<b>Consolidated</b>					
<b>For the nine-month period ended 30 September 2018</b>					
	<b>Consumer banking Million Baht</b>	<b>Wholesale banking Million Baht</b>	<b>Others Million Baht</b>	<b>Eliminations Million Baht</b>	<b>Total Million Baht</b>
Net interest income from external	6,064	1,620	259	-	7,943
Net fees and service income	1,263	163	25	(20)	1,431
Other operating income	474	168	135	(1)	776
Other operating expenses	(4,774)	(1,151)	(164)	5	(6,084)
Bad and doubtful debts and impairment losses	(2,871)	(51)	(421)	13	(3,330)
Income tax expenses	(38)	(202)	41	-	(199)
Net profit (loss) for the period	118	547	(125)	(3)	537

**CIMB Thai Bank Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the nine-month period ended 30 September 2019**

**4 Financial information by segments (Cont'd)**

Financial information presented in the interim consolidated financial statements as at 30 September 2019 and 31 December 2018 and for the three-month and nine-month period ended 30 September 2019 and 2018 are as follows: (Cont'd)

	<b>Bank business</b>		<b>Hire-purchase business</b>		<b>Other businesses</b>		<b>Eliminations</b>		<b>Consolidated</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>	<b>30 September 2019</b>	<b>31 December 2018</b>	<b>30 September 2019</b>	<b>31 December 2018</b>	<b>30 September 2019</b>	<b>31 December 2018</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Total assets	383,909	350,377	39,940	33,297	63	64	(33,905)	(27,889)	390,007	355,849
Interbank and money market										
Items, net (assets)	6,396	6,684	224	158	62	62	(119)	(114)	6,563	6,790
Investments, net	84,475	92,172	2	-	-	-	-	-	84,477	92,172
Loans and accrued										
interest receivables, net	221,132	209,596	38,663	32,162	-	-	(31,565)	(25,557)	228,230	216,201
Deposits	195,450	185,215	-	-	-	-	(118)	(114)	195,332	185,101
Interbank and money market										
Items (liabilities)	42,474	44,534	31,792	25,806	-	-	(31,792)	(25,806)	42,474	44,534
Financial liabilities designated at										
fair value through profit or loss	29,399	35,513	-	-	-	-	-	-	29,399	35,513
Debt issued and borrowings	20,852	16,968	2,000	2,000	-	-	-	-	22,852	18,968

## 5 Fair value

### 5.1 Fair value estimation

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The following table presents the Group's financial assets and liabilities that are measured and recognised at fair value at 30 September 2019 and 31 December 2018.

<b>Consolidated and Separate</b>				
<b>30 September 2019</b>				
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
<b>Assets</b>				
Securities held for trading	-	20,417	-	20,417
Securities designated at fair value through profit or loss	-	10,652	-	10,652
Available-for-sale securities	64	33,758	-	33,822
Derivative assets	-	44,802	-	44,802
<b>Total assets</b>	<b>64</b>	<b>109,629</b>	<b>-</b>	<b>109,693</b>
<b>Liabilities</b>				
Financial liabilities designated at fair value through profit or loss	-	29,399	-	29,399
Derivatives liabilities	-	46,814	-	46,814
<b>Total liabilities</b>	<b>-</b>	<b>76,213</b>	<b>-</b>	<b>76,213</b>
<b>Consolidated and Separate</b>				
<b>31 December 2018</b>				
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
<b>Assets</b>				
Securities held for trading	-	17,764	-	17,764
Securities designated at fair value through profit or loss	-	5,399	-	5,399
Available-for-sale securities	60	48,814	-	48,874
Derivative assets	-	23,396	-	23,396
<b>Total assets</b>	<b>60</b>	<b>95,373</b>	<b>-</b>	<b>95,433</b>
<b>Liabilities</b>				
Financial liabilities designated at fair value through profit or loss	-	35,513	-	35,513
Derivatives liabilities	-	24,318	-	24,318
<b>Total liabilities</b>	<b>-</b>	<b>59,831</b>	<b>-</b>	<b>59,831</b>

**5 Fair value (Cont'd)**

**5.2 Valuation techniques used to derive Level 2 fair values**

Level 2 debt investments (securities held for trading, securities designated at fair value through profit or loss and available-for-sale securities) are fair valued using a discounted cash flow approach, which discounts the contractual cash flows using discount rates derived from observable market prices of other quoted debt instruments of the counterparties.

Level 2 trading and hedging derivatives, and financial liabilities designated at fair value through profit or loss comprise of forward foreign exchange contracts, interest rate swaps, structured debentures, and accreting structured bill of exchanged. These forward foreign exchange contracts have been fair valued using forward exchange rates that are quoted in an active market. Interest rate swaps, structured debentures, and accreting structured bill of exchanged are fair valued using forward interest rates extracted from observable yield curves. The effects of discounting are generally insignificant for Level 2 derivatives.

**6 Interbank and money market items, net (assets)**

	Consolidated					
	30 September 2019			31 December 2018		
	At call Million Baht	Term Million Baht	Total Million Baht	At call Million Baht	Term Million Baht	Total Million Baht
<b>Domestic:</b>						
Bank of Thailand and the Financial Institutions Development Fund	2,606	-	2,606	2,869	-	2,869
Commercial banks	403	500	903	375	1,000	1,375
Specialised Financial Institutions	14	-	14	8	-	8
Other financial institutions	-	1,792	1,792	-	1,426	1,426
Total domestic items	3,023	2,292	5,315	3,252	2,426	5,678
<u>Add</u> Accrued interest receivables	-	3	3	-	7	7
<u>Less</u> Allowance for doubtful debts	-	(1)	(1)	-	-	-
Domestic items, net	3,023	2,294	5,317	3,252	2,433	5,685
<b>Foreign:</b>						
US dollar	397	153	550	357	-	357
Yen	7	-	7	6	-	6
Euro	10	-	10	1	-	1
Other currencies	679	-	679	691	50	741
Foreign items, net	1,093	153	1,246	1,055	50	1,105
Domestic and foreign items, net	4,116	2,447	6,563	4,307	2,483	6,790

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

	Separate					
	30 September 2019			31 December 2018		
	At call Million Baht	Term Million Baht	Total Million Baht	At call Million Baht	Term Million Baht	Total Million Baht
<b>Domestic:</b>						
Bank of Thailand and the Financial Institutions Development Fund	2,606	-	2,606	2,869	-	2,869
Commercial banks	250	500	750	277	1,000	1,277
Other financial institutions	-	1,792	1,792	-	1,426	1,426
Total domestic items	2,856	2,292	5,148	3,146	2,426	5,572
Add Accrued interest receivables	-	3	3	-	7	7
Less Allowance for doubtful debts	-	(1)	(1)	-	-	-
Domestic items, net	2,856	2,294	5,150	3,146	2,433	5,579
<b>Foreign:</b>						
US dollar	397	153	550	357	-	357
Yen	7	-	7	6	-	6
Euro	10	-	10	1	-	1
Other currencies	679	-	679	691	50	741
Total foreign items	1,093	153	1,246	1,055	50	1,105
Domestic and foreign items, net	3,949	2,447	6,396	4,201	2,483	6,684

**7 Derivatives**

**7.1 Trading derivatives**

Fair value and notional amount classified by type of risk

	Consolidated and Separate					
	30 September 2019			31 December 2018		
	Fair value			Fair value		
	Asset Million Baht	Liability Million Baht	Notional amount Million Baht	Asset Million Baht	Liability Million Baht	Notional amount Million Baht
Exchange rate	23,195	23,392	1,539,659	14,783	15,756	1,671,140
Interest rate	21,126	16,839	2,194,538	8,291	6,242	2,229,489
Others	216	4,821	44,260	182	529	33,405
Total	44,537	45,052	3,778,457	23,256	22,527	3,934,034

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

	Consolidated and Separate	
	30 September 2019	31 December 2018
	% Proportion	% Proportion
Financial institutions	93	94
Related parties	3	3
External parties	4	3
Total	100	100

**7 Derivatives (Cont'd)**

**7.2 Derivative for hedging**

**7.2.1 Fair value hedge**

	Consolidated and Separate					
	30 September 2019			31 December 2018		
	Fair value			Fair value		
	Asset Million Baht	Liability Million Baht	Notional amount Million Baht	Asset Million Baht	Liability Million Baht	Notional amount Million Baht
Interest rate	-	3	150	-	-	-
Total	-	3	150	-	-	-

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 Bank enters into interest rate swaps to hedge against interest rate risk of bond. The Bank recognises gains (losses) from changes in fair value of derivatives, derivative from hedging and hedged items in the statements of comprehensive income.

The net gains (losses) arising from fair value hedges for the three-month and nine-month periods ended 30 September 2019 and 2018 can be summarised as follows:

	Consolidated and Separate			
	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2019	2018	2019	2018
	Million Baht	Million Baht	Million Baht	Million Baht
Losses on hedging instruments, net	(2)	-	(3)	(2)
Gains on the hedged items, net	2	-	3	2

**7.2.2 Cash flow hedge**

	Consolidated and Separate					
	30 September 2019			31 December 2018		
	Fair value			Fair value		
	Asset Million Baht	Liability Million Baht	Notional amount Million Baht	Asset Million Baht	Liability Million Baht	Notional amount Million Baht
Exchange rate	229	1,759	30,545	140	1,767	28,752
Interest rate	36	-	2,450	-	24	2,450
Total	265	1,759	32,995	140	1,791	31,202

Cash flow hedges are used to protect against exposure to variability in future cash flows attributable to movements in foreign exchange rates and interest rates of financial assets and financial liabilities. The Bank hedges cash flows from loan, credit linked bills of exchange and debentures and subordinated debentures against foreign exchange rates risk and interest rates risk using Cross Currency and Interest Rate Swap contract, and Interest Rate Swap contract with CIMB Bank Berhad and other parties.



**7 Derivatives (Cont'd)**

**7.2 Derivative for hedging (Cont'd)**

**7.2.2 Cash flow hedge (Cont'd)**

The expected periods of cash flow from hedged items that shall affect profit (losses) as at 30 September 2019 and 31 December 2018 can be summarised as follows:

	<b>Consolidated and Separate</b>			
	<b>30 September 2019</b>			
	<b>3 months or less Million Baht</b>	<b>More than 3 months to 1 year Million Baht</b>	<b>More than 1 year to 5 years Million Baht</b>	<b>More than 5 years Million Baht</b>
Cash inflow	43	419	5,364	603
Cash outflow	(60)	(634)	(13,996)	(3,683)
Net cash flow	(17)	(215)	(8,632)	(3,080)

  

	<b>Consolidated and Separate</b>			
	<b>31 December 2018</b>			
	<b>3 months or less Million Baht</b>	<b>More than 3 months to 1 year Million Baht</b>	<b>More than 1 year to 5 years Million Baht</b>	<b>More than 5 years Million Baht</b>
Cash inflow	42	129	4,806	970
Cash outflow	(310)	(3,538)	(9,135)	(4,161)
Net cash flow	(268)	(3,409)	(4,329)	(3,191)

**8 Investments, net**

**Classified by types of investment**

	<b>Consolidated</b>	
	<b>30 September 2019 Fair value Million Baht</b>	<b>31 December 2018 Fair value Million Baht</b>
<b>Securities held for trading</b>		
Government and state enterprises securities	18,322	14,543
Private sector debt securities	2,095	3,221
Total securities held for trading	20,417	17,764
<b>Securities designated at fair value through profit or loss</b>		
Government and state enterprises securities	10,652	5,399
Total securities designated at fair value through profit or loss	10,652	5,399
<b>Available-for-sale securities</b>		
Government and state enterprises securities	28,174	42,871
Private sector debt securities	5,584	5,943
Domestic marketable equity securities	64	60
Total available-for-sales securities	33,822	48,874

**8 Investments, net (Cont'd)**

**Classified by types of investment (Cont'd)**

	<b>Cost/ Amortised cost Million Baht</b>	<b>Cost/ Amortised cost Million Baht</b>
<b>Held-to-maturity debt securities</b>		
Government and state enterprises securities	19,423	19,933
Private sector debt securities	95	133
Investments in receivables	59	59
Total	19,577	20,125
<u>Less</u> Allowance for impairment	(20)	(20)
Total held-to-maturity debt securities	19,557	20,105
	<b>Cost Million Baht</b>	<b>Cost Million Baht</b>
<b>General investments</b>		
Domestic non-marketable equity securities	255	255
Overseas non-marketable equity securities	-	1
Total	255	256
<u>Less</u> Allowance for impairment	(226)	(226)
Total general investments	29	30
<b>Investments, net</b>	<b>84,477</b>	<b>92,172</b>

	<b>Separate</b>	
	<b>30 September 2019 Fair value Million Baht</b>	<b>31 December 2018 Fair value Million Baht</b>
<b>Securities held for trading</b>		
Government and state enterprises securities	18,322	14,543
Private sector debt securities	2,095	3,221
Total securities held for trading	20,417	17,764
<b>Securities designated at fair value through profit or loss</b>		
Government and state enterprises securities	10,652	5,399
Total securities designated at fair value through profit or loss	10,652	5,399
<b>Available-for-sale securities</b>		
Government and state enterprises securities	28,174	42,871
Private sector debt securities	5,584	5,943
Domestic marketable equity securities	64	60
Total available-for-sales securities	33,822	48,874

**8 Investments, net (Cont'd)**

**Classified by types of investment (Cont'd)**

	<b>Cost/ Amortised cost Million Baht</b>	<b>Cost/ Amortised cost Million Baht</b>
<b>Held-to-maturity debt securities</b>		
Government and state enterprises securities	19,421	19,933
Private sector debt securities	95	133
Investments in receivables	59	59
Total	19,575	20,125
<u>Less</u> Allowance for impairment	(20)	(20)
Total held-to-maturity debt securities	19,555	20,105
	<b>Cost Million Baht</b>	<b>Cost Million Baht</b>
<b>General investments</b>		
Domestic non-marketable equity securities	255	255
Overseas non-marketable equity securities	-	1
Total	255	256
<u>Less</u> Allowance for impairment	(226)	(226)
Total general investments	29	30
<b>Investments, net</b>	<b>84,475</b>	<b>92,172</b>

The Bank classifies investments which have specific intention to manage the risk in trading derivatives portfolio as investment designated at fair value through profit or loss (Fair Value Option) to help the Bank reduces the accounting mismatch on measurement or recognition between investments and trading derivatives transactions.

As at 30 September 2019 and 31 December 2018, the Bank had investments pledged as collateral, as mentioned in Note 33.1 to the interim financial information.

**9 Investments in subsidiaries, net**

<b>Company name</b>	<b>Nature of business</b>	<b>Type of securities</b>	<b>Percentage of holding</b>		<b>Separate Cost method</b>	
			<b>30 September 2019</b>	<b>31 December 2018</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
			<b>%</b>	<b>%</b>	<b>Million Baht</b>	<b>Million Baht</b>
<b>Subsidiaries - included in consolidated financial statements</b>						
CIMB Thai Auto Co., Ltd.	Leasing/hire-purchase of automobile	Common stock	100	100	1,703	1,703
WorldLease Co., Ltd.	Hire-purchase and motorcycles trading	Common stock	100	100	467	467
CT Coll Co., Ltd.	Debt collection	Common stock	100	100	38	38
Investments in subsidiaries, net					2,208	2,208

All subsidiary undertakings are included in the consolidation. The proportion of the voting rights in the subsidiary undertakings held directly by the parent company do not differ from the proportion of ordinary shares held. There are no other type of shares issued by subsidiaries other than ordinary shares.

## 10 Loans and accrued interest receivables, net

### 10.1 Classified by loan type

	Consolidated		Separate	
	30 September 2019	31 December 2018	30 September 2019	31 December 2018
	Million Baht	Million Baht	Million Baht	Million Baht
Bank overdrafts	5,745	5,699	5,772	5,809
Loans	169,221	159,647	173,627	165,702
Bills	23,109	27,669	50,469	47,310
Hire-purchase receivables	50,290	41,498	-	-
Others	220	42	206	28
Total loans	248,585	234,555	230,074	218,849
<u>Less</u> Deferred revenue	(10,153)	(8,255)	-	(1)
Total loans net of deferred revenue	238,432	226,300	230,074	218,848
<u>Add</u> Accrued interest receivables	723	492	813	502
Total loans net of deferred revenue and accrued interest receivables	239,155	226,792	230,887	219,350
<u>Less</u> Allowance for doubtful debts (Note 11)				
Minimum allowance for doubtful accounts required based on BoT's guidelines - Individual approach	(5,803)	(5,534)	(5,643)	(5,407)
General provision for further losses	(5,077)	(5,005)	(4,067)	(4,295)
<u>Less</u> Revaluation allowance for debt restructuring (Note 12)	(45)	(52)	(45)	(52)
Loans and accrued interest receivables, net	228,230	216,201	221,132	209,596

### 10.2 Classification of loans

The Group classified loans by type and/or based on the overdue date as summarised below:

#### (a) Loans of the Group

	Consolidated							
	30 September 2019				31 December 2018			
	Loans and accrued interest receivables Million Baht	Net amount used for set allowance for doubtful account <sup>(1)</sup> Million Baht	Minimum percentage %	Allowance provided in the accounts Million Baht	Loans and accrued interest receivables Million Baht	Net amount used for set allowance for doubtful account <sup>(1)</sup> Million Baht	Minimum Percentage %	Allowance provided in the accounts Million Baht
Minimum allowance for doubtful accounts based on BOT guidelines								
- Pass	215,044	79,264	1	788	204,271	77,281	1	769
- Special mention	12,952	2,796	2	54	12,614	2,896	2	57
- Sub-standard	3,699	1,448	100	1,445	2,693	1,102	100	1,098
- Doubtful	1,481	576	100	576	2,305	1,109	100	1,108
- Doubtful-of-loss	5,979	2,678	100	2,940	4,909	2,249	100	2,502
Surplus allowance								
- General provision				5,077				5,005
Total	239,155	86,762		10,880	226,792	84,637		10,539

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

**10.2 Classification of loans (Cont'd)**

The Group classified loans by type and/or based on the overdue date as summarised below: (Cont'd)

**(a) Loans of the Group (Cont'd)**

	Separate							
	30 September 2019				31 December 2018			
	Loans and accrued interest receivables Million Baht	Net amount used for set allowance for doubtful account <sup>(1)</sup> Million Baht	Minimum percentage %	Allowance provided in the accounts Million Baht	Loans and accrued interest receivables Million Baht	Net amount used for set allowance for doubtful account <sup>(1)</sup> Million Baht	Minimum percentage %	Allowance provided in the accounts Million Baht
Minimum allowance for doubtful accounts based on BOT guidelines								
- Pass	211,858	104,548	1	1,044	201,236	97,628	1	975
- Special mention	8,328	1,866	2	36	8,578	2,012	2	39
- Sub-standard	3,250	1,054	100	1,054	2,327	788	100	787
- Doubtful	1,478	573	100	573	2,302	1,106	100	1,106
- Doubtful-of-loss	5,973	2,672	100	2,936	4,907	2,247	100	2,500
Surplus allowance								
- General provision				4,067				4,295
Total	230,887	110,713		9,710	219,350	103,781		9,702

(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 5/2559, the debt balance used for set allowance for doubtful account 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 30 September 2019, the Group and the Bank had defaulted loans amounting to Baht 10,171 million and Baht 9,713 million, respectively, (31 December 2018: Baht 9,175 million and Baht 8,803 million, respectively) were ceased recognition of interest income.

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

As at 30 September 2019 and 31 December 2018, 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	
	30 September 2019 Million Baht	31 December 2018 Million Baht	30 September 2019 Million Baht	31 December 2018 Million Baht
Current or overdue less than 1 installment	35,056	28,836	62	52
Overdue 1 installment but less than 3 installments	4,624	4,036	18	17
Overdue 3 installments but less than 6 installments	449	367	391	311
Overdue 6 installments but less than 12 installments	3	3	3	3
Overdue 12 installments and more	5	2	4	2
Total	40,137	33,244	478	385
General provision	-	-	1,010	710
Total	40,137	33,244	1,488	1,095

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

**10.3 Non-performing loans**

As at 30 September 2019 and 31 December 2018, the Group had the following non-performing loans, according to the criteria set up by the Bank of Thailand.

	<b>Consolidated</b>		<b>Separate</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Non-performing loans (principal only)				
- Banking business	10,688	9,529	10,688	9,529
- Other businesses	457	372	-	-

As at 30 September 2019 and 31 December 2018, the above non-performing loans under BoT criteria were presented in accordance with the notification of the BoT's, 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.

During the nine-month period ended 30 September 2019, the Group conducted a sealed-bid auction for sale without recourse of non-performing hire-purchase loans for vehicles with specific companies. These non-performing loans have been written off according to Group's policy. The Group realised gains on sale of non-performing loans totalling Baht 176 million.

**10.4 Hire purchase and finance lease receivables**

As at 30 September 2019, subsidiaries had receivables under hire purchase agreements and financial leases amount to Baht 38,649 million (31 December 2018: Baht 32,149 million), mostly comprising hire purchase agreements and financial leases for cars and motorcycles. The term of the agreements are generally between three and six years and interest is mostly charged at a fixed rate.

	<b>Consolidated</b>				
	<b>30 September 2019</b>				
	<b>Amounts due under lease agreement</b>				
	<b>Less than 1 year</b>	<b>1 - 5 years</b>	<b>Over 5 years</b>	<b>Non - performing loans</b>	<b>Total</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Gross investment in the lease	15,062	32,406	2,219	603	50,290
<u>Less</u> Unearned finance income	(4,207)	(5,686)	(114)	(146)	(10,153)
Present value of minimum lease payments receivable	10,855	26,720	2,105	457	40,137
<u>Less</u> Allowance for doubtful accounts					(1,488)
Net receivables under hire-purchase agreements and financial leases					38,649

	<b>Consolidated</b>				
	<b>31 December 2018</b>				
	<b>Amounts due under lease agreement</b>				
	<b>Less than 1 year</b>	<b>1 - 5 years</b>	<b>Over 5 years</b>	<b>Non - performing loans</b>	<b>Total</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Gross investment in the lease	12,961	26,510	1,536	491	41,498
<u>Less</u> Unearned finance income	(3,518)	(4,541)	(76)	(119)	(8,254)
Present value of minimum lease payments receivable	9,443	21,969	1,460	372	33,244
<u>Less</u> Allowance for doubtful accounts					(1,095)
Net receivables under hire-purchase agreements and financial leases					32,149

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

**10.5 Troubled debt restructuring**

As at 30 September 2019 and 31 December 2018, the Group has outstanding receivables which have been restructured as follows:

	<b>Consolidated and Separate</b>	
	<b>30 September 2019</b>	
	<b>Number of loans</b>	<b>Outstanding balance before restructuring Million Baht</b>
Outstanding receivables restructured before 2019	3,262	2,698
Outstanding receivables restructured during the nine-month period ended 30 September 2019	168	393

  

	<b>Consolidated and Separate</b>	
	<b>31 December 2018</b>	
	<b>Number of loans</b>	<b>Outstanding balance before restructuring Million Baht</b>
Outstanding receivables restructured before 2018	4,148	3,404
Outstanding receivables restructured during the year ended 31 December 2018	220	69

Details of customers whose debts have been restructured during the nine-month period ended 30 September 2019 and 2018 compared with total loan customers in the interim consolidated and separate financial information are as follows:

	<b>For the nine-month period ended 30 September 2019</b>			
	<b>Consolidated</b>		<b>Separate</b>	
	<b>Number of loans</b>	<b>Outstanding balance before restructuring Million Baht</b>	<b>Number of loans</b>	<b>Outstanding balance before restructuring Million Baht</b>
Restructured debts	176	603	176	603
Total loan customers	435,028	238,432	146,973	230,074

  

	<b>For the nine-month period ended 30 September 2018</b>			
	<b>Consolidated</b>		<b>Separate</b>	
	<b>Number of loans</b>	<b>Outstanding balance before restructuring Million Baht</b>	<b>Number of loans</b>	<b>Outstanding balance before restructuring Million Baht</b>
Restructured debts	230	362	230	362
Total loan customers	407,292	218,671	164,349	211,619

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

**10.5 Troubled debt restructuring (Cont'd)**

Details of the restructured debts for the nine-month period ended 30 September 2019 and 2018, classified into the restructuring methods are as follows:

Consolidated and Separate				
For the nine-month period ended 30 September 2019				
Restructuring method	Number of loans	Outstanding balance before restructuring Million Baht	Fair value of assets Million Baht	Outstanding balance after restructuring Million Baht
Modifications of terms of payments	176	603	-	603
Total	176	603	-	603

	Consolidated and Separate			
	For the nine-month period ended 30 September 2018			
Restructuring method	Number of loans	Outstanding Balance before restructuring Million Baht	Fair value of assets Million Baht	Outstanding balance after restructuring Million Baht
Modifications of terms of payments	230	362	-	360
Total	230	362	-	360

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

<b>Consolidated and Separate</b>						
<b>Period of debts restructuring contracts</b>	<b>For the nine-month period ended 30 September 2019</b>			<b>For the nine-month period ended 30 September 2018</b>		
	<b>Debt balances</b>			<b>Debt balances</b>		
	<b>Number of debtors</b>	<b>Before restructuring Million Baht</b>	<b>After restructuring Million Baht</b>	<b>Number of debtors</b>	<b>Before restructuring Million Baht</b>	<b>After restructuring Million Baht</b>
Not more than 5 years	101	477	477	94	317	315
5 - 10 years	63	99	99	130	32	32
10 - 15 years	2	2	2	2	4	4
More than 15 years	10	25	25	4	9	9
Total	176	603	603	230	362	360

Supplemental information relating to the restructured debts for the nine-month period ended 30 September 2019 and 2018 are as follows:

<b>Consolidated and Separate</b>		
<b>For the nine-month period ended 30 September</b>		
	<b>2019 Million Baht</b>	<b>2018 Million Baht</b>
Interest income	170	248



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

**10.5 Troubled debt restructuring (Cont'd)**

As at 30 September 2019 and 31 December 2018, the troubled debtors for which the Group completed their debt restructuring can be summarised as follows:

	<b>Consolidated and Separate</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>
Number of debtors	3,430	4,368
Debt balances after restructuring (Million Baht)	2,228	2,679

In cases where the troubled debt restructuring involves modifications of the terms and the repayment conditions, the fair value of the loans after restructuring is determined based on the net present value of expected future cash flows, discounted by the market interest rate. As at 30 September 2019, the Bank had losses from the revaluation of restructured debts (PV Loss) of Baht 45 million (31 December 2018: Baht 52 million) for which it provided an allowance for revaluation as a result of debt restructuring.

**11 Allowance for doubtful debts**

<b>Consolidated</b>							
<b>30 September 2019</b>							
	<b>Pass Million Baht</b>	<b>Special mention Million Baht</b>	<b>Sub- standard Million Baht</b>	<b>Doubtful Million Baht</b>	<b>Doubtful of loss Million Baht</b>	<b>Surplus allowance Million Baht</b>	<b>Total Million Baht</b>
Balance as at 1 January 2019	769	57	1,098	1,108	2,502	5,005	10,539
<u>Add</u> Addition (deduction) during the period	19	(3)	1,118	(530)	2,110	(475)	2,239
Transfer from revaluations allowance for debt restructuring	-	-	-	-	-	11	11
Bad debt recoveries	-	-	-	-	-	544	544
<u>Less</u> Bad debts written off	-	-	(771)	(2)	(940)	(4)	(1,717)
Reduction from sale of NPL	-	-	-	-	(732)	-	(732)
Transfer to revaluations allowance for debt restructuring	-	-	-	-	-	(4)	(4)
Balance as at 30 September 2019	<u>788</u>	<u>54</u>	<u>1,445</u>	<u>576</u>	<u>2,940</u>	<u>5,077</u>	<u>10,880</u>
<b>Consolidated</b>							
<b>31 December 2018</b>							
	<b>Pass Million Baht</b>	<b>Special mention Million Baht</b>	<b>Sub- standard Million Baht</b>	<b>Doubtful Million Baht</b>	<b>Doubtful of loss Million Baht</b>	<b>Surplus allowance Million Baht</b>	<b>Total Million Baht</b>
Balance as at 1 January 2018	695	66	1,666	1,321	2,417	3,704	9,869
<u>Add</u> Addition (deduction) during the year	125	-	(6)	69	4,089	678	4,955
Transfer from revaluations allowance for debt restructuring	-	-	-	-	-	72	72
Bad debt recoveries	-	-	-	-	-	580	580
<u>Less</u> Bad debts written off	-	-	(557)	(80)	(1,755)	(11)	(2,403)
Reduction from sale of NPL	(51)	(9)	(5)	(202)	(2,249)	-	(2,516)
Transfer to revaluations allowance for debt restructuring	-	-	-	-	-	(18)	(18)
Balance as at 31 December 2018	<u>769</u>	<u>57</u>	<u>1,098</u>	<u>1,108</u>	<u>2,502</u>	<u>5,005</u>	<u>10,539</u>

**11 Allowance for doubtful debts (Cont'd)**

Separate							
30 September 2019							
	Pass Million Baht	Special mention Million Baht	Sub- standard Million Baht	Doubtful Million Baht	Doubtful of loss Million Baht	Surplus allowance Million Baht	Total Million Baht
Balance as at 1 January 2019	975	39	787	1,106	2,500	4,295	9,702
<u>Add</u> Addition (deduction) during the period	69	(3)	267	(532)	2,108	(775)	1,134
Transfer from revaluations allowance for debt restructuring	-	-	-	-	-	11	11
Bad debt recoveries	-	-	-	-	-	544	544
<u>Less</u> Bad debts written off	-	-	-	(1)	(940)	(4)	(945)
Reduction from sale of NPL	-	-	-	-	(732)	-	(732)
Transfer to revaluations allowance for debt restructuring	-	-	-	-	-	(4)	(4)
Balance as at 30 September 2019	1,044	36	1,054	573	2,936	4,067	9,710

Separate							
31 December 2018							
	Pass Million Baht	Special mention Million Baht	Sub- standard Million Baht	Doubtful Million Baht	Doubtful of loss Million Baht	Surplus allowance Million Baht	Total Million Baht
Balance as at 1 January 2018	868	40	1,389	1,267	2,378	3,314	9,256
<u>Add</u> Addition (deduction) during the year	158	8	(594)	41	3,750	358	3,721
Transfer from revaluations allowance for debt restructuring	-	-	-	-	-	72	72
Bad debt recoveries	-	-	-	-	-	580	580
<u>Less</u> Bad debts written off	-	-	(3)	-	(1,379)	(11)	(1,393)
Reduction from sale of NPL	(51)	(9)	(5)	(202)	(2,249)	-	(2,516)
Transfer to revaluations allowance for debt restructuring	-	-	-	-	-	(18)	(18)
Balance as at 31 December 2018	975	39	787	1,106	2,500	4,295	9,702

**12 Revaluation allowance for debt restructuring**

		Consolidated and Separate	
		30 September 2019	31 December 2018
		Million Baht	Million Baht
Balance - beginning of the period/year		52	106
<u>Add</u> Revaluation allowance transferred from allowance for doubtful debts		4	18
<u>Less</u> Revaluation allowance transferred to allowance for doubtful debts		(11)	(72)
Balance - end of the period/year		45	52

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 movement and the deferred income tax account is as follows:

	<b>Consolidated</b>		<b>Separate</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Beginning of the period/year	1,393	1,373	938	1,023
(Credited) charged to profit or loss	(116)	39	(134)	(67)
Tax credited relation to components of the comprehensive income	(40)	(19)	(40)	(18)
End of the period/year	<u>1,237</u>	<u>1,393</u>	<u>764</u>	<u>938</u>

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

	<b>Consolidated</b>								
	<b>Provision Million Baht</b>	<b>Tax losses Million Baht</b>	<b>Interest in Suspense account Million Baht</b>	<b>Allowance for impairment of properties foreclosed Million Baht</b>	<b>Allowance for doubtful accounts Million Baht</b>	<b>Deferred income front-end fee and entry fee insurance Million Baht</b>	<b>Deferred income premium Million Baht</b>	<b>Others Million Baht</b>	<b>Total Million Baht</b>
<b>Deferred tax assets</b>									
At 1 January 2019	376	135	148	40	887	45	70	187	1,888
(Credited) charged to profit or loss	(19)	403	1	1	95	(11)	(6)	(67)	397
At 30 September 2019	<u>357</u>	<u>538</u>	<u>149</u>	<u>41</u>	<u>982</u>	<u>34</u>	<u>64</u>	<u>120</u>	<u>2,285</u>
<b>Deferred tax assets</b>									
At 1 January 2018	390	135	146	31	824	48	70	174	1,818
Charged (credited) to profit or loss	1	-	2	9	63	(3)	-	24	96
Tax credited relation to components of the comprehensive income	(15)	-	-	-	-	-	-	(11)	(26)
At 31 December 2018	<u>376</u>	<u>135</u>	<u>148</u>	<u>40</u>	<u>887</u>	<u>45</u>	<u>70</u>	<u>187</u>	<u>1,888</u>

	<b>Consolidated</b>			
	<b>Fair value gain from investment Million Baht</b>	<b>Gain from revaluation of assets Million Baht</b>	<b>Temporary difference Million Baht</b>	<b>Total Million Baht</b>
<b>Deferred tax liabilities</b>				
At 1 January 2019	79	395	21	495
Charged (credited) to profit or loss	495	(3)	21	513
Tax charged (credited) relation to components of the comprehensive income	56	-	(16)	40
At 30 September 2019	<u>630</u>	<u>392</u>	<u>26</u>	<u>1,048</u>
<b>Deferred tax liabilities</b>				
At 1 January 2018	34	406	5	445
Charged (credited) to profit or loss	68	(11)	-	57
Tax (credited) charged relation to components of the comprehensive income	(23)	-	16	(7)
At 31 December 2018	<u>79</u>	<u>395</u>	<u>21</u>	<u>495</u>

**13 Deferred income taxes (Cont'd)**

The movement in deferred tax assets and liabilities during the period/year is as follows: (Cont'd)

	Separate								
	Provision Million Baht	Tax losses Million Baht	Interest in Suspense account Million Baht	Allowance for impairment of properties foreclosed Million Baht	Allowance for doubtful accounts Million Baht	Deferred income front-end fee and entry fee insurance Million Baht	Deferred income premium Million Baht	Others Million Baht	Total Million Baht
<b>Deferred tax assets</b>									
At 1 January 2019	357	135	137	15	656	45	70	18	1,433
(Credited) charged to profit or loss	(25)	403	-	-	-	(11)	(6)	(3)	358
At 30 September 2019	332	538	137	15	656	34	64	15	1,791
<b>Deferred tax assets</b>									
At 1 January 2018	371	135	138	15	656	48	70	35	1,468
Credited to profit or loss	-	-	(1)	-	-	(3)	-	(6)	(10)
Tax credited relation to components of the comprehensive income	(14)	-	-	-	-	-	-	(11)	(25)
At 31 December 2018	357	135	137	15	656	45	70	18	1,433

	Separate			
	Fair value gain from investment Million Baht	Gain from revaluation of assets Million Baht	Temporary difference Million Baht	Total Million Baht
<b>Deferred tax liabilities</b>				
At 1 January 2019	79	395	21	495
Charged (credited) to profit or loss	495	(3)	-	492
Tax charged (credited) relation to components of the comprehensive income	56	-	(16)	40
At 30 September 2019	630	392	5	1,027
<b>Deferred tax liabilities</b>				
At 1 January 2018	34	406	5	445
Charged (credit) to profit or loss	68	(11)	-	57
Tax (credited) charged relation to components of the comprehensive income	(23)	-	16	(7)
At 31 December 2018	79	395	21	495

As at 30 September 2019 and 31 December 2018, the Group had unutilised deductible temporary tax difference that the Group did not recognise as deferred tax assets in the interim financial statements as follows:

	Consolidated and Separate	
	30 September 2019 Million baht	31 December 2018 Million Baht
Provision	230	81
Tax loss carry forward	722	722
Allowance for doubtful accounts	365	244
Fair value loss from investment	2	160
Interest in suspense	161	-
Others	233	86
<b>Total</b>	<b>1,713</b>	<b>1,293</b>

**14 Other assets, net**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Accrued interest and dividend receivables	498	382	498	382
Advances	32	29	31	29
Others assets awaiting account transfer	234	281	83	107
Commission receivables	86	47	86	47
Withholding tax	190	229	178	227
Marginal deposits	148	89	129	78
Prepaid expenses	998	903	990	897
Accounts receivable from sale of non-performing loans - promissory note	353	906	353	906
Other accounts receivables	2	1	-	-
Others	160	137	66	79
<b>Total</b>	<b>2,701</b>	<b>3,004</b>	<b>2,414</b>	<b>2,752</b>
<b>Less Allowance for impairment</b>	<b>(29)</b>	<b>(29)</b>	<b>(29)</b>	<b>(29)</b>
<b>Other assets, net</b>	<b>2,672</b>	<b>2,975</b>	<b>2,385</b>	<b>2,723</b>

**15 Financial liabilities designated at fair value through profit or loss**

	<b>Consolidated and Separate</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>
Debentures	5,056	14,703
Bills of Exchange	24,343	20,810
<b>Total</b>	<b>29,399</b>	<b>35,513</b>

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

	<b>Consolidated and Separate</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Proportion</b>	<b>Proportion</b>
Financial institutions	80	54
External parties	20	46
<b>Total</b>	<b>100</b>	<b>100</b>

As at 30 September 2019 and 31 December 2018, financial liabilities designated at fair value through profit or loss consisted of:

- ☐ The Bank issued structured debentures with reference interest rate of THBFIX 6 month (callable range accrual note), which will mature in 5 - 7 years. The Bank will pay interest every six months according to the condition of agreement.
- ☐ The Bank issued accreting structured bills of exchange embedded interest rate swap with predetermined return rate and conditions. The maturity date is between 7 - 23. They bear interest rate at between 2.68% - 5.18% per annum with a payment of interest at maturity date. The Bank entered into interest rate swaps with other parties for hedging interest rate risk.

**16 Debt issued and borrowings**

	<b>Consolidated</b>					
	<b>30 September 2019</b>			<b>31 December 2018</b>		
	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>
<b>Debentures</b>						
Debentures maturing in 2020, coupon rate of 2.44% per annum	2,000	-	2,000	2,000	-	2,000
<b>Subordinated debentures</b>						
Subordinated debentures of RM 400 million, maturing in 2024, coupon rate of 5.60% per annum	-	-	-	-	3,122	3,122
Subordinated debentures of RM 570 million, maturing in 2026, coupon rate of 5.35% per annum	-	4,166	4,166	-	4,449	4,449
Subordinated debentures of RM 390 million, maturing in 2028, coupon rate of 5.20% per annum	-	2,850	2,850	-	3,044	3,044
Subordinated debentures of RM 550 million, maturing in 2029, coupon rate of 4.15% per annum	-	4,019	4,019	-	-	-
<b>Structured debentures</b>						
Structured debentures	3,443	1,239	4,682	1,016	-	1,016
	5,443	12,274	17,717	3,016	10,615	13,631
<b>Structured bills of exchange</b>						
Structured bills of exchange	1,800	3,335	5,135	1,800	3,537	5,337
	1,800	3,335	5,135	1,800	3,537	5,337
<b>Total</b>	<b>7,243</b>	<b>15,609</b>	<b>22,852</b>	<b>4,816</b>	<b>14,152</b>	<b>18,968</b>
<b>Separate</b>						
	<b>30 September 2019</b>			<b>31 December 2018</b>		
	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>
<b>Subordinated debentures</b>						
Subordinated debentures of RM 400 million, maturing in 2024, coupon rate of 5.60% per annum	-	-	-	-	3,122	3,122
Subordinated debentures of RM 570 million, maturing in 2026, coupon rate of 5.35% per annum	-	4,166	4,166	-	4,449	4,449
Subordinated debentures of RM 390 million, maturing in 2028, coupon rate of 5.20% per annum	-	2,850	2,850	-	3,044	3,044
Subordinated debentures of RM 550 million, maturing in 2029, coupon rate of 4.15% per annum	-	4,019	4,019	-	-	-
<b>Structured debentures</b>						
Structured debentures	3,443	1,239	4,682	1,016	-	1,016
	3,443	12,274	15,717	1,016	10,615	11,631
<b>Structured bills of exchange</b>						
Structured bills of exchange	1,800	3,335	5,135	1,800	3,537	5,337
	1,800	3,335	5,135	1,800	3,537	5,337
<b>Total</b>	<b>5,243</b>	<b>15,609</b>	<b>20,852</b>	<b>2,816</b>	<b>14,152</b>	<b>16,968</b>

## 16 Debt issued and borrowings (Cont'd)

- (a) On 8 July 2019, the Bank exercised its option to early redeem all subordinated debentures amounting to MYR 400 million, maturing in 2024, which the Bank was able to early redeem (under the specified conditions). This early redemption was approved by BoT notification For Kor Kor 292/2562 The approval of redemption of subordinated debentures.

On the same day, the Bank issued MYR 550 million of subordinated debentures pursuant to tier II subordinated debenture programme to overseas investors, 5,500,000 units of MYR 100 each, interest rate of 4.15% per annum with a payment of interest every six months. The debenture has a tenor of 10 years and is due in 2029. 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 the Bank of Thailand to count the subordinated debenture as tier II capital according to the correspondence For Kor Kor 527/2562.

- (b) As at 30 September 2019, the Bank has structured debentures of Baht 4,682 million (31 December 2018: Baht 1,016 million) as follows:

- The Bank issued structured debentures (Maxi X-Change Single Barrier Bullish) of Baht 28 million (31 December 2018: Baht 60 million) with 2 months from respective issuance dates. The Bank will pay interest at maturity date according to the movement of the underlying.
- The Bank issued structured debentures (Fund Link Note) in foreign currency of USD 0.5 million which equivalent to Baht 15 million and in Baht 3,415 million (31 December 2018: Baht 956 million), the return is based on movement of the price of mutual fund.
- The Bank issued credit linked notes (CLN) of USD 40 million which equivalent to Baht 1,224 million which will mature in 3 years. The holder will receive all coupon amounts and the redemption amount on the maturity date according to the conditions of agreement, subject to no credit event determination occurring with respect to the reference entity.

- (c) As at 30 September 2019, the Bank had credit linked bill of exchange (CLN) of Baht 5,135 million (31 December 2018: Baht 5,337 million) as follows:

- The Bank issued CLN of Baht 1,800 million (31 December 2018: Baht 1,800 million) which will mature in 10 years. The holder will receive all coupon amounts on respective coupon payment date and the redemption amount on the maturity date, subject to no credit event determination occurring with respect to the reference entity. The credit linked bills of exchange bear interest rate at 3.75% - 4.01% per annum (31 December 2018: 3.75% - 4.01% per annum) with a payment of interest every six months.
- The Bank issued CLN of USD 109 million or equivalence Baht 3,335 million (31 December 2018: USD 109 million or equivalence Baht 3,537 million) which will mature in 8 - 15 years (31 December 2018: 8 - 15 years). The holder will receive all coupon amounts and the redemption amount on the maturity date according to the conditions of agreement, subject to no credit event determination occurring with respect to the reference entity. The credit linked note bills of exchange bear interest rate at 6M LIBOR + 1.6597% to 6M LIBOR + 2.3925% per annum (31 December 2018 : 6M LIBOR + 1.6597% to 6M LIBOR + 2.3925% per annum) with a payment of interest every six-months.

## 17 Provisions

	Consolidated		Separate	
	30 September 2019 Million Baht	31 December 2018 Million Baht	30 September 2019 Million Baht	31 December 2018 Million Baht
Provision for contingent loss from legal cases	64	58	64	58
Reserve for off-statements of financial position items	346	476	346	476
Provision for employee benefits	1,607	1,427	1,481	1,332
Provision for restoration	25	27	25	27
Total provisions	2,042	1,988	1,916	1,893

**18 Share capital**

	<b>Consolidated and Separate</b>			
	<b>30 September 2019</b>		<b>31 December 2018</b>	
	<b>Number Million shares</b>	<b>Amount Million Baht</b>	<b>Number Million shares</b>	<b>Amount Million Baht</b>
<b>Registered</b>				
Beginning of the period/year				
- Ordinary shares	34,822	17,411	30,280	15,140
Issue of shares	-	-	4,542	2,271
End of the period/year	<u>34,822</u>	<u>17,411</u>	<u>34,822</u>	<u>17,411</u>
<b>Issued and paid-up</b>				
Beginning of the period/year				
- Ordinary shares	34,822	17,411	30,280	15,140
Issue of shares	-	-	4,542	2,271
End of the period/year	<u>34,822</u>	<u>17,411</u>	<u>34,822</u>	<u>17,411</u>

**19 Other reserves**

	<b>Consolidated</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>
Revaluation surplus on assets	1,958	1,972
Remeasurements of post - employment benefit obligations	(103)	(103)
Revaluation surplus (deficit) on change in value of investments	277	(160)
Losses arising from translating the financial statement of a Foreign operation	(14)	-
(Losses) gains on cash flow hedges	(39)	82
Income tax relating to components of other comprehensive expense	(428)	(390)
Total	<u>1,651</u>	<u>1,401</u>
	<b>Separate</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>
Revaluation surplus on assets	1,958	1,972
Remeasurements of post - employment benefit obligations	(76)	(76)
Revaluation surplus (deficit) on change in value of investments	277	(160)
Losses arising from translating the financial statement of a Foreign operation	(14)	-
(Losses) gains on cash flow hedges	(39)	82
Income tax relating to components of other comprehensive expense	(433)	(396)
Total	<u>1,673</u>	<u>1,422</u>



**19 Other reserves (cont'd)**

(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.

	<b>Consolidated and Separate</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>
Balance - beginning of the period/year	1,972	2,029
<u>Less</u> Amortisation	(14)	(57)
Balance - end of the period/year	<u>1,958</u>	<u>1,972</u>

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

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

	<b>Consolidated and Separate</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>
Revaluation surplus on investments:		
Debt securities	284	88
Equity securities	18	18
Total	<u>302</u>	<u>106</u>
Revaluation deficit on investments:		
Debt securities	(5)	(242)
Equity securities	(20)	(24)
Total	<u>(25)</u>	<u>(266)</u>
Revaluation surplus (deficit) on change in value of investments, net	<u>277</u>	<u>(160)</u>

**20 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.

As at 30 September 2019, the Bank had total statutory reserve of Baht 403.98 million (31 December 2018 : Baht 403.60 million).

## 21 Capital funds

The primary objectives of the Group's capital management are to maintain the Group'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:

<b>Capital fund (Full consolidate supervision)</b>	<b>30 September 2019 Million Baht</b>	<b>Total capital to risk assets %</b>	<b>31 December 2018 Million Baht</b>	<b>Total capital to risk assets %</b>
<u>Tier I</u>				
Issued and paid up share capital	17,411		17,411	
Share premium	10,146		10,146	
Statutory reserve	404		404	
Unappropriated surplus	7,618		7,619	
Other reserves	1,574		1,361	
Deduction on Tier I capital fund	(1,863)		(2,065)	
Total Tier I capital fund	35,290	13.60	34,876	14.09
<u>Tier II</u>				
Long-term subordinated debentures	12,262		12,244	
Reserve for loan classified as pass	785		766	
Total Tier II capital fund	13,047	5.03	13,010	5.25
Total capital funds	48,337	18.63	47,886	19.34
<b>Capital funds (Separate)</b>	<b>30 September 2019 Million Baht</b>	<b>Total capital to risk assets %</b>	<b>31 December 2018 Million Baht</b>	<b>Total capital to risk assets %</b>
<u>Tier I</u>				
Issued and paid up share capital	17,411		17,411	
Share premium	10,146		10,146	
Statutory reserve	404		404	
Unappropriated surplus	5,012		5,825	
Other reserves	1,617		1,404	
Deduction on Tier I capital fund	(1,361)		(2,393)	
Total Tier I capital fund	33,229	12.87	32,797	13.32
<u>Tier II</u>				
Long-term subordinated debentures	12,262		12,244	
Reserve for loan classified as pass	1,044		975	
Total Tier II capital fund	13,306	5.15	13,219	5.37
Total capital funds	46,535	18.02	46,016	18.69

As at 30 September 2019, the Bank's regulatory capital after deducting capital add-on arising from single lending was Baht 46,535 million (31 December 2018: Baht 46,016 million).

The Bank has maintained capital fund under BoT notification of international capital requirement standards under the Basel III regulatory framework.

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

**22.1 Position classified by type of transaction**

	<b>Consolidated</b>					
	<b>30 September 2019</b>			<b>31 December 2018</b>		
	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>
Total assets	389,619	388	390,007	355,446	403	355,849
Interbank and money						
market items, net (assets)	6,331	232	6,563	6,451	339	6,790
Derivative assets	44,802	-	44,802	23,396	-	23,396
Investments, net	84,373	104	84,477	92,172	-	92,172
Loans to customers and accrued						
interest receivables, net	228,178	52	228,230	216,137	64	216,201
Deposits	195,323	9	195,332	185,092	9	185,101
Interbank and money						
market items (liabilities)	42,474	-	42,474	44,534	-	44,534
Financial liabilities designated						
at fair value through						
profit or loss	29,399	-	29,399	35,513	-	35,513
Derivative liabilities	46,814	-	46,814	24,318	-	24,318
Debt issued and borrowings	22,852	-	22,852	18,968	-	18,968

  

	<b>Separate</b>					
	<b>30 September 2019</b>			<b>31 December 2018</b>		
	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>
Total assets	383,521	388	383,909	349,974	403	350,377
Interbank and money						
market items, net (assets)	6,164	232	6,396	6,345	339	6,684
Derivative assets	44,802	-	44,802	23,396	-	23,396
Investments, net	84,371	104	84,475	92,172	-	92,172
Investments in subsidiaries, net	2,208	-	2,208	2,208	-	2,208
Loans to customers and accrued						
interest receivables, net	221,080	52	221,132	209,532	64	209,596
Deposits	195,441	9	195,450	185,206	9	185,215
Interbank and money						
market items (liabilities)	42,474	-	42,474	44,534	-	44,534
Financial liabilities designated						
at fair value through						
profit or loss	29,399	-	29,399	35,513	-	35,513
Derivative liabilities	46,814	-	46,814	24,318	-	24,318
Debt issued and borrowings	20,852	-	20,852	16,968	-	16,968

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

**22.2 Performance classified by types of transaction**

	<b>Consolidated</b>					
	<b>For the three-month period ended 30 September 2019</b>			<b>For the three-month period ended 30 September 2018</b>		
	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>
Interest incomes	4,090	2	4,092	3,905	2	3,907
Interest expenses	(1,342)	-	(1,342)	(1,200)	-	(1,200)
Net interest incomes	2,748	2	2,750	2,705	2	2,707
Net fee and services income	582	-	582	444	-	444
Other operating incomes	117	-	117	180	-	180
Other operating expenses	(2,551)	(4)	(2,555)	(2,182)	(4)	(2,186)
Bad and doubtful debts and impairment loss	(584)	-	(584)	(935)	4	(931)
Profit before income tax expense	312	(2)	310	212	2	214
<b>Separate</b>						
	<b>For the three-month period ended 30 September 2019</b>			<b>For the three-month period ended 30 September 2018</b>		
	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>
Interest incomes	3,212	2	3,214	3,151	2	3,153
Interest expenses	(1,329)	-	(1,329)	(1,187)	-	(1,187)
Net interest incomes	1,883	2	1,885	1,964	2	1,966
Net fee and services income	350	-	350	261	-	261
Other operating incomes	18	-	18	119	-	119
Other operating expenses	(1,930)	(4)	(1,934)	(1,679)	(4)	(1,683)
Bad and doubtful debts and impairment loss	(246)	-	(246)	(655)	4	(651)
Profit before income tax expense	75	(2)	73	10	2	12

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

**22.2 Performance classified by types of transaction (Cont'd)**

	<b>Consolidated</b>					
	<b>For the nine-month period ended 30 September 2019</b>			<b>For the nine-month period ended 30 September 2018</b>		
	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>
Interest incomes	12,302	6	12,308	11,263	6	11,269
Interest expenses	(4,124)	-	(4,124)	(3,326)	-	(3,326)
Net interest incomes	8,178	6	8,184	7,937	6	7,943
Net fee and services income	1,529	-	1,529	1,431	-	1,431
Other operating incomes	673	-	673	776	-	776
Other operating expenses	(7,130)	(14)	(7,144)	(6,072)	(12)	(6,084)
Bad and doubtful debts and impairment loss	(2,240)	-	(2,240)	(3,330)	-	(3,330)
Profit (loss) before income tax expense	1,010	(8)	1,002	742	(6)	736

  

	<b>Separate</b>					
	<b>For the nine-month period ended 30 September 2019</b>			<b>For the nine-month period ended 30 September 2018</b>		
	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>
Interest incomes	9,795	6	9,801	9,067	6	9,073
Interest expenses	(4,088)	-	(4,088)	(3,291)	-	(3,291)
Net interest incomes	5,707	6	5,713	5,776	6	5,782
Net fee and services income	862	-	862	895	-	895
Other operating incomes	193	-	193	553	-	553
Other operating expenses	(5,374)	(14)	(5,388)	(4,690)	(12)	(4,702)
Bad and doubtful debts and impairment loss	(1,135)	-	(1,135)	(2,391)	-	(2,391)
Profit (loss) before income tax expense	253	(8)	245	143	(6)	137

**23 Interest income**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the three-month period ended 30 September</b>		<b>For the three-month period ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Interbank and money market items	20	22	20	22
Investments and trading transactions	180	167	180	167
Investments in debt securities	287	310	287	310
Loans	2,401	2,442	2,662	2,618
Hire purchase and financial lease income	1,139	930	-	-
Others	65	36	65	36
Interest income	<u>4,092</u>	<u>3,907</u>	<u>3,214</u>	<u>3,153</u>

  

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the nine-month period ended 30 September</b>		<b>For the nine-month period ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Interbank and money market items	66	96	66	96
Investments and trading transactions	602	374	602	374
Investments in debt securities	1,017	756	1,017	756
Loans	7,243	7,242	7,966	7,765
Hire purchase and financial lease income	3,230	2,719	-	-
Others	150	82	150	82
Interest income	<u>12,308</u>	<u>11,269</u>	<u>9,801</u>	<u>9,073</u>

**24 Interest expenses**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the three-month period ended 30 September</b>		<b>For the three-month period ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Deposits	746	610	746	610
Interbank and money market item	141	110	141	110
Contribution fee to the Deposit Protection Agency	5	5	5	5
Contribution fee to FIDF	264	254	264	254
Debt securities issued				
- Subordinated debentures	91	151	91	151
- Others	33	29	33	29
Borrowings	13	13	-	-
Others	49	28	49	28
Interest expenses	<u>1,342</u>	<u>1,200</u>	<u>1,329</u>	<u>1,187</u>

  

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the nine-month period ended 30 September</b>		<b>For the nine-month period ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Deposits	2,097	1,715	2,097	1,716
Interbank and money market items	573	215	573	215
Contribution fee to the Deposit Protection Agency	15	14	15	14
Contribution fee to FIDF	782	734	782	734
Debt securities issued				
- Subordinated debentures	396	417	396	417
- Others	97	115	97	115
Borrowings	36	36	-	-
Others	128	80	128	80
Interest expenses	<u>4,124</u>	<u>3,326</u>	<u>4,088</u>	<u>3,291</u>

**25 Net fees and service income**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the three-month period ended 30 September</b>		<b>For the three-month period ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Fees and service income				
Acceptances, aval and guarantees	24	21	30	26
ATM, Debit card and Credit card fees	8	11	8	11
Insurance brokerage income	260	180	260	180
Management fee	36	18	36	18
Underwriting fees	61	52	61	52
Collection fee	48	48	-	-
Goods and services payment fees	194	146	-	-
Others	57	41	57	45
Fees and service income	688	517	452	332
Fees and service expenses				
Collection fees	(58)	(39)	(58)	(37)
ATM fees	(6)	(7)	(6)	(7)
Brokerage fees	(27)	(22)	(27)	(22)
Others	(15)	(5)	(11)	(5)
Fees and service expenses	(106)	(73)	(102)	(71)
Net fees and service income	582	444	350	261

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the nine-month period ended 30 September</b>		<b>For the nine-month period ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Fees and service income				
Acceptances, aval and guarantees	68	61	85	77
ATM, Debit card and Credit card fees	26	33	26	33
Insurance brokerage income	625	615	625	615
Management fee	81	81	81	81
Underwriting fees	169	101	169	101
Collection fee	148	147	-	-
Goods and services payment fees	550	427	1	1
Others	139	181	140	193
Fees and service income	1,806	1,646	1,127	1,101
Fees and service expenses				
Collection fees	(155)	(110)	(155)	(110)
ATM fees	(18)	(21)	(18)	(21)
Brokerage fees	(71)	(62)	(71)	(62)
Others	(33)	(22)	(21)	(13)
Fees and service expenses	(277)	(215)	(265)	(206)
Net fees and service income	1,529	1,431	862	895

**26 Gains on trading and foreign exchange transactions, net**

	<b>Consolidated and Separate</b>			
	<b>For the three-month periods ended 30 September</b>		<b>For the nine-month periods ended 30 September</b>	
	<b>2019 Million Baht</b>	<b>2018 Million Baht</b>	<b>2019 Million Baht</b>	<b>2018 Million Baht</b>
Gains on tradings and foreign exchange transactions				
Foreign currencies and foreign exchange rate derivatives	(337)	122	(720)	647
Interest rate derivatives	1,087	103	2,802	(419)
Debt securities	228	(32)	497	(80)
Equity securities	19	-	36	6
Others	8	(5)	(5)	4
<b>Total</b>	<b>1,005</b>	<b>188</b>	<b>2,610</b>	<b>158</b>
Losses from hedging	(3)	(36)	(3)	(14)
Gains on tradings and foreign exchange Transactions, net	1,002	152	2,607	144

**27 (Losses) gains on financial liabilities designated at fair value through profit or loss, net**

(Losses) gains on financial liabilities designated at fair value through profit or loss consist of following items:

	<b>Consolidated and Separate</b>			
	<b>For the three-month period ended 30 September</b>		<b>For the nine-month period ended 30 September</b>	
	<b>2019 Million Baht</b>	<b>2018 Million Baht</b>	<b>2019 Million Baht</b>	<b>2018 Million Baht</b>
Net change in fair value				
Bills of exchange	(855)	(26)	(1,809)	426
Debentures	(41)	119	(274)	287
Interest expenses	(229)	(211)	(689)	(476)
<b>Total</b>	<b>(1,125)</b>	<b>(118)</b>	<b>(2,772)</b>	<b>237</b>

**28 Gains on investments, net**

	<b>Consolidated and Separate</b>			
	<b>For the three-month period ended 30 September</b>		<b>For the nine-month period ended 30 September</b>	
	<b>2019 Million Baht</b>	<b>2018 Million Baht</b>	<b>2019 Million Baht</b>	<b>2018 Million Baht</b>
Gains on sales				
Available-for-sale	115	1	264	19
General investment	2	-	2	3
<b>Gains on investments, net</b>	<b>117</b>	<b>1</b>	<b>266</b>	<b>22</b>



**29 Other operating income**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the three-month period ended 30 September</b>		<b>For the three-month period ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Gain on sales of premises and equipment	2	4	2	3
Gain on sales of properties for sales	1	24	-	49
Income from reversal of bad debt	98	82	-	-
Dividend income	-	2	-	2
Entry fee insurance income	12	12	12	12
Other income	9	21	11	18
Other operating income	122	145	25	84

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the nine-month period ended 30 September</b>		<b>For the nine-month period ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Gain on sales of premises and equipment	9	15	7	10
Gain on sales of properties for sales	32	3	9	54
Income from reversal of bad debt	286	266	-	-
Dividend income	6	9	6	9
Entry fee insurance income	36	36	36	36
Other income	29	44	34	40
Other operating income	398	373	92	149

**30 Bad debts, doubtful debts and impairment losses**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the three-month period ended 30 September</b>		<b>For the three-month period ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Interbank and money market items	-	(1)	-	(1)
Loans	584	932	246	652
Total	584	931	246	651

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the nine-month period ended 30 September</b>		<b>For the nine-month period ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Interbank and money market items	1	(1)	1	(1)
Held to maturity debt instruments	-	(25)	-	(25)
Loans	2,239	3,356	1,134	2,417
Total	2,240	3,330	1,135	2,391

**31 Corporate income tax**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the three-month period ended 30 September</b>		<b>For the three-month period ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Current tax:				
Current tax on profits for the period	74	63	-	-
Total current tax	74	63	-	-
Deferred tax:				
Increase in deferred tax assets	(435)	(31)	(397)	(7)
Increase in deferred tax liabilities	373	5	366	5
Total deferred tax	(62)	(26)	(31)	(2)
Total tax charge (Credit)	12	37	(31)	(2)

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the nine-month period ended 30 September</b>		<b>For the nine-month period ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Current tax:				
Current tax on profits for the period	158	221	-	-
Total current tax	158	221	-	-
Deferred tax:				
(Increase) decrease in deferred tax assets	(397)	(16)	(358)	86
Increase (decrease) in deferred tax liabilities	513	(6)	492	(6)
Total deferred tax	116	(22)	134	80
Total tax charge	274	199	134	80

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:

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the three-month period ended 30 September</b>		<b>For the three-month period ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Profit before tax	310	214	73	12
Tax calculated at a tax rate of 20%	62	43	15	2
Tax effect of:				
Income not subject to tax	(16)	1	(16)	1
Expenses not deductible for tax purpose	1	1	-	1
Other adjustments	-	6	-	6
Unrecognised deferred tax assets	(30)	(12)	(30)	(12)
Allowance for doubtful debt from subsidiaries	(5)	(2)	-	-
Total tax charge	12	37	(31)	(2)

**31 Corporate income tax (Cont'd)**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the nine-month period ended 30 September</b>		<b>For the nine-month period ended 30 September</b>	
	<b>2019 Million Baht</b>	<b>2018 Million Baht</b>	<b>2019 Million Baht</b>	<b>2018 Million Baht</b>
Profit before tax	1,002	737	246	137
Tax calculated at a tax rate of 20%	200	147	49	27
Tax effect of:				
Income not subject to tax	(20)	(18)	(20)	(18)
Expenses not deductible for tax purpose	4	3	3	1
Unrecognised deferred tax assets	100	64	100	64
Other adjustments	2	6	2	6
Allowance for doubtful debt from subsidiaries	(12)	(3)	-	-
<b>Total tax charge</b>	<b>274</b>	<b>199</b>	<b>134</b>	<b>80</b>

The weighted average applicable tax rate in the interim consolidated and separate financial information as at 30 September 2019 was 27% and 54%, respectively (30 September 2018: 27% and 59%, respectively).

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

	<b>Consolidated</b>					
	<b>For the three-month period ended 30 September 2019</b>			<b>For the three-month period ended 30 September 2018</b>		
	<b>Before tax Million Baht</b>	<b>Tax (charge) credit Million Baht</b>	<b>After tax Million Baht</b>	<b>Before tax Million Baht</b>	<b>Tax (charge) credit Million Baht</b>	<b>After tax Million Baht</b>
Fair value gains (losses):						
Cash flow hedges	(117)	15	(102)	44	(9)	35
Available-for-sale financial asset	120	(24)	96	-	-	-
<b>Other comprehensive income (expenses)</b>	<b>3</b>	<b>(9)</b>	<b>(6)</b>	<b>44</b>	<b>(9)</b>	<b>35</b>
Current tax		74			63	
Deferred tax		(62)			(26)	
		<b>12</b>			<b>37</b>	

  

	<b>Separate</b>					
	<b>For the three-month period ended 30 September 2019</b>			<b>For the three-month period ended 30 September 2018</b>		
	<b>Before tax Million Baht</b>	<b>Tax (charge) credit Million Baht</b>	<b>After tax Million Baht</b>	<b>Before tax Million Baht</b>	<b>Tax (charge) credit Million Baht</b>	<b>After tax Million Baht</b>
Fair value gains (losses):						
Cash flow hedges	(117)	15	(102)	44	(9)	35
Available-for-sale financial asset	120	(24)	96	-	-	-
<b>Other comprehensive income (expenses)</b>	<b>3</b>	<b>(9)</b>	<b>(6)</b>	<b>44</b>	<b>(9)</b>	<b>35</b>
Current tax		-			-	
Deferred tax		(31)			(2)	
		<b>(31)</b>			<b>(2)</b>	

**31 Corporate income tax (Cont'd)**

The tax (charged) / credited relating to component of other comprehensive income is as follows: (Cont'd)

	<b>Consolidated</b>					
	<b>For the nine-month period ended 30 September 2019</b>			<b>For the nine-month period ended 30 September 2018</b>		
	<b>Before tax Million Baht</b>	<b>Tax (charge) credit Million Baht</b>	<b>After tax Million Baht</b>	<b>Before tax Million Baht</b>	<b>Tax (charge) credit Million Baht</b>	<b>After tax Million Baht</b>
Fair value gains (losses):						
Cash flow hedges	(121)	16	(105)	100	(20)	80
Available-for-sale financial asset	279	(56)	223	(113)	23	(90)
Other comprehensive income (expenses)	158	(40)	118	(13)	3	(10)
Current tax		158			221	
Deferred tax		116			(22)	
		<u>274</u>			<u>199</u>	
<b>Separate</b>						
	<b>For the nine-month period ended 30 September 2019</b>			<b>For the nine-month period ended 30 September 2018</b>		
	<b>Before tax Million Baht</b>	<b>Tax (charge) credit Million Baht</b>	<b>After tax Million Baht</b>	<b>Before tax Million Baht</b>	<b>Tax (charge) credit Million Baht</b>	<b>After tax Million Baht</b>
Fair value gains (losses):						
Cash flow hedges	(121)	16	(105)	100	(20)	80
Available-for-sale financial asset	279	(56)	223	(113)	23	(90)
Other comprehensive income (expenses)	158	(40)	118	(13)	3	(10)
Current tax		-			-	
Deferred tax		134			80	
		<u>134</u>			<u>80</u>	

In addition, deferred income tax for the three-month and nine-month period ended 30 September 2019 is Baht 1 million and Baht 3 million, respectively (for the three-month and nine-month period ended 30 September 2018: Baht 2 million and Baht 9 million, respectively) 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 and revaluation surplus on land.

## 32 Earnings per share

Earnings per share as presented in the consolidated and separate 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 nine-month period ended 30 September 2019 and 2018.

## 33 Encumbrance of assets

### 33.1 Assets used as collateral

The Group placed investments in government and state enterprise bonds as collateral against the following:

	<b>Consolidated</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>
Securities sold under repurchase	32,164	33,104
Utilities usage	7	7
Others	2	-
<b>Total</b>	<b>32,173</b>	<b>33,111</b>

  

	<b>Separate</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>
Securities sold under repurchase	32,164	33,104
Utilities usage	7	7
<b>Total</b>	<b>32,171</b>	<b>33,111</b>

### 33.2 Assets subject to obligation

As at 31 December 2018, the Bank has obligated properties for sale, which have sales restriction conditions within 3 years from the debt restructuring agreement dates. The properties for sale had net book value of Baht 319 million.

As at 30 September 2019 and 31 December 2018, the properties for sale subject to such obligations are as follows:

<b>Date of maturity</b>	<b>Consolidated and Separate</b>			
	<b>30 September 2019</b>		<b>31 December 2018</b>	
	<b>Numbers</b>	<b>Cost Million Baht</b>	<b>Numbers</b>	<b>Cost Million Baht</b>
From 1 April 2019 onwards	-	-	2	319
<b>Assets subject to obligation</b>	<b>-</b>	<b>-</b>	<b>2</b>	<b>319</b>

### 34 Commitments and contingent liabilities

#### 34.1 Commitments

As at 30 September 2019 and 31 December 2018, significant commitments of the Bank consist of:

	Consolidated					
	30 September 2019			31 December 2018		
	Domestic Million Baht	Domestic Million Baht	Domestic Million Baht	Domestic Million Baht	Domestic Million Baht	Domestic Million Baht
<b>Avals to bills and guarantees of loans:</b>						
Avals to bills	409	-	409	271	-	271
Guarantees of loans	-	-	-	9	-	9
Total avals to bills and guarantees of loans	409	-	409	280	-	280
<b>Liability under unmatured import bills:</b>						
Liability under unmatured import bills	-	239	239	-	239	239
<b>Letters of credit:</b>						
Letters of credit	7	561	568	41	1,144	1,185
<b>Other commitments:</b>						
Forward and spot contracts						
- Bought	-	612,991	612,991	-	702,639	702,639
- Sold	-	515,114	515,114	-	562,050	562,050
Cross currency and interest rate swap contract						
- Bought	-	213,507	213,507	-	179,589	179,589
- Sold	-	225,751	225,751	-	254,306	254,306
Interest rate swap contracts						
- Fixed rate receiver	847,777	174,944	1,022,721	877,379	129,383	1,006,762
- Floating rate receiver	914,333	282,659	1,196,992	900,499	349,697	1,250,196
Foreign exchange option						
- Call option sales contracts	-	612	612	-	10	10
- Put option sales contracts	-	1,160	1,160	-	305	305
- Call option purchase contracts	-	715	715	-	977	977
- Put option purchase contracts	-	354	354	-	16	16
Commodity						
- Bought	-	105	105	-	20	20
- Sold	-	105	105	-	20	20
Credit derivatives						
- Bought	1,800	4,558	6,358	1,800	3,537	5,337
- Sold	1,800	4,558	6,358	1,800	3,537	5,337
Swaption						
- Sold	2,000	-	2,000	8,000	-	8,000
Fund Option						
- Bought	-	5,827	5,827	-	2,106	2,106
- Sold	-	5,827	5,827	-	2,106	2,106
Bond forward						
- Sold	19,680	-	19,680	18,480	-	18,480
Investments						
- Bought	3,659	9	3,668	509	-	509
- Sold	4,303	97	4,400	1,058	-	1,058
Undrawn bank overdrafts	14,406	-	14,406	14,004	-	14,004
Undrawn credit line	21,442	74	21,516	18,387	2,752	21,139
Other guarantees	12,084	934	13,018	10,061	1,142	11,203
Other commitments	1,843,284	2,049,901	3,893,185	1,851,977	2,194,192	4,046,169
Total commitments	1,843,700	2,050,701	3,894,401	1,852,298	2,195,575	4,047,873

**34 Commitments and contingent liabilities (Cont'd)**

**34.1 Commitments (Cont'd)**

As at 30 September 2019 and 31 December 2018, significant commitments of the Bank consist of: (Cont'd)

	Separate					
	30 September 2019			31 December 2018		
	Domestic Million Baht	Foreign Million Baht	Total Million Baht	Domestic Million Baht	Foreign Million Baht	Total Million Baht
<b>Avals to bills and guarantees of loans:</b>						
Avals to bills	409	-	409	271	-	271
Guarantees of loans	2,150	-	2,150	2,159	-	2,159
<b>Total avals to bills and guarantees of loans</b>	<b>2,559</b>	<b>-</b>	<b>2,559</b>	<b>2,430</b>	<b>-</b>	<b>2,430</b>
<b>Liability under unmatured import bills:</b>						
Liability under unmatured import bills	-	239	239	-	239	239
<b>Letters of credit:</b>						
Letters of credit	7	561	568	41	1,144	1,185
<b>Other commitments:</b>						
Forward and spot contracts						
- Bought	-	612,991	612,991	-	702,639	702,639
- Sold	-	515,114	515,114	-	562,050	562,050
Cross currency and interest rate swap contract						
- Bought	-	213,507	213,507	-	179,589	179,589
- Sold	-	225,751	225,751	-	254,306	254,306
Interest rate swap contracts						
- Fixed rate receiver	847,777	174,944	1,022,721	877,379	129,383	1,006,762
- Floating rate receiver	914,333	282,659	1,196,992	900,499	349,697	1,250,196
Foreign exchange option						
- Call option sales contracts	-	612	612	-	10	10
- Put option sales contracts	-	1,160	1,160	-	305	305
- Call option purchase contracts	-	715	715	-	977	977
- Put option purchase contracts	-	354	354	-	16	16
Commodity						
- Bought	-	105	105	-	20	20
- Sold	-	105	105	-	20	20
Credit derivatives						
- Bought	1,800	4,558	6,358	1,800	3,537	5,337
- Sold	1,800	4,558	6,358	1,800	3,537	5,337
Swaption						
- Sold	2,000	-	2,000	8,000	-	8,000
Fund Option						
- Bought	-	5,827	5,827	-	2,106	2,106
- Sold	-	5,827	5,827	-	2,106	2,106
Bond forward						
- Sold	19,680	-	19,680	18,480	-	18,480
Investments						
- Bought	3,659	9	3,668	509	-	509
- Sold	4,303	97	4,400	1,058	-	1,058
Undrawn bank overdrafts	14,406	-	14,406	14,004	-	14,004
Undrawn credit line	21,442	74	21,516	18,387	2,752	21,139
Other guarantees	12,084	934	13,018	10,061	1,142	11,203
<b>Other commitments</b>	<b>1,843,284</b>	<b>2,049,901</b>	<b>3,893,185</b>	<b>1,851,977</b>	<b>2,194,192</b>	<b>4,046,169</b>
<b>Total commitments</b>	<b>1,845,850</b>	<b>2,050,701</b>	<b>3,896,551</b>	<b>1,854,448</b>	<b>2,195,575</b>	<b>4,050,023</b>

### 34 Commitments and contingent liabilities (Cont'd)

#### 34.2 Contingent liabilities

As at 30 September 2019 and 31 December 2018, 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:

	<b>Consolidated and Separate</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>
Sum claimed in cases where the Group is sole defendant	298	191
Sum claimed in cases where the Group is co-defendant		
- Sum of claims that can be specifically attributed to the Group	312	515
- Sum of claims that cannot be specifically attributed to the Group	22	306
<b>Total</b>	<b>632</b>	<b>1,012</b>

As at 30 September 2019, included in the above-mentioned amounts are cases in which the court was judged in favor of the plaintiffs where the Bank is a co-defendant with others with sums claimed totaling Baht 197 million. However, the Bank is in the process of appealing the decisions (31 December 2018: Baht 482 million). The Bank recognised provisions for contingent loss from legal cases of approximately Baht 64 million (31 December 2018: Baht 58 million). The management concluded and believed that such provisions were adequate to cover any possible loss from these legal cases.

In addition, the Bank recognised reserves of Baht 346 million (31 December 2018: Baht 476 million) for off-statement of financial position items related to guarantees for which the Group have been sued as defendants.

#### 34.3 Commitments under long-term leases

As at 30 September 2019 and 31 December 2018, 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:

<b>Lease periods</b>	<b>Consolidated</b>		<b>Separate</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
Not over than 3 years	294	261	177	197
3 - 5 years	5	25	3	4
5 - 10 years	2	3	2	3
<b>Total</b>	<b>301</b>	<b>289</b>	<b>182</b>	<b>204</b>

#### 34.4 Other commitments

As at 30 September 2019 and 31 December 2018, the Bank has other commitments in the form of various agreements relating to computer system and software development. The Bank is obligated to pay by currencies as follows:

<b>Currency</b>	<b>Consolidated and Separate</b>	
	<b>30 September 2019</b>	<b>31 December 2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>
Baht	74	146
MYR	20	128
USD	154	153
<b>Total</b>	<b>248</b>	<b>427</b>



### 35 Related party transactions

Enterprises and individuals that directly or indirectly through one more intermediaries, control, or are controlled by, or are under common control with the Bank and subsidiaries, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Bank and subsidiaries. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Bank and subsidiaries that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Bank and subsidiaries and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering each possible related-party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

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.

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the three-month periods ended 30 September</b>		<b>For the three-month periods ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
<b>Subsidiaries</b>				
Revenue:				
Interest income	-	-	232	176
Fees income	-	-	8	8
Expenses:				
Fee expenses	-	-	-	1
<b>Parent company</b>				
Revenue:				
Interest income	1	5	1	5
Expenses:				
Interest expenses	104	76	104	76
Fee expenses	20	15	20	15
Premises and equipment expenses	(1)	1	(1)	1
<b>Related companies</b>				
Revenue:				
Fees income	122	42	122	42
Expenses:				
Interest expenses	1	1	1	1
Fee expenses	1	2	1	2
Premises and equipment expenses	(3)	(3)	(3)	(3)

**35 Related party transactions (Cont'd)**

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. (Cont'd)

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the nine-month period ended 30 September</b>		<b>For the nine-month period ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
<b>Subsidiaries</b>				
Revenue:				
Interest income	-	-	643	524
Fees income	-	-	24	26
Expenses:				
Interest expenses	-	-	1	1
Fees expenses	-	-	-	3
Premises and equipment expenses	-	-	-	(1)
<b>Parent company</b>				
Revenue:				
Interest income	13	10	13	10
Expenses:				
Interest expenses	256	213	256	213
Fees expenses	62	45	62	45
Premises and equipment expenses	9	2	9	2
<b>Related companies</b>				
Revenue:				
Fees income	301	335	301	335
Other income	-	1	-	1
Expenses:				
Interest expenses	6	5	6	5
Fees expenses	4	7	4	7
Premises and equipment expenses	(9)	(9)	(9)	(9)

**CIMB Thai Bank Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the nine-month period ended 30 September 2019**

**35 Related party transactions (Cont'd)**

The outstanding balances of significant related party transactions as at 30 September 2019 and 31 December 2018 are as follows:

Consolidated									
30 September 2019									
Average loans outstanding Million Baht	Outstanding loans Million Baht	Interbank and money market items (asset) Million Baht	Obligations Million Baht	Other assets Million Baht	Deposits Million Baht	Interbank and money market items (liability) Million Baht	Borrowings Million Baht	Other liabilities Million Baht	
<b>Parent company</b>									
CIMB Bank Berhad	-	-	430	-	1	-	306	8,920	9
	-	-	430	-	1	-	306	8,920	9
<b>Companies under common control</b>									
CIMB Bank Plc, Cambodia	-	-	-	-	-	-	23	-	-
CIMB ISLAMIC Bank Berhad	-	-	-	-	-	-	96	-	-
PT Bank CIMB Niaga Tbk	-	-	-	-	1	-	5	-	-
CIMB Securities (Singapore)	-	-	-	-	-	4	-	-	-
CGS-CIMB Securities (Thailand) Co., Ltd.	-	-	-	-	-	963	-	-	2
Principal Asset Management Co., Ltd.	-	-	-	-	40	555	-	-	1
Sathorn Asset Management Co., Ltd.	-	-	-	-	2	401	-	-	14
	-	-	-	-	43	1,923	124	-	17
<b>Related persons</b>									
	12	15	-	-	-	185	-	-	-
	12	15	-	-	-	185	-	-	-
<b>Consolidated</b>									
31 December 2018									
Average loans outstanding Million Baht	Outstanding loans Million Baht	Interbank and money market items (asset) Million Baht	Obligations Million Baht	Other assets Million Baht	Deposits Million Baht	Interbank and money market items (liability) Million Baht	Borrowings Million Baht	Other liabilities Million Baht	
<b>Parent company</b>									
CIMB Bank Berhad	-	-	370	-	1,298	-	217	6,185	-
	-	-	370	-	1,298	-	217	6,185	-
<b>Companies under common control</b>									
CIMB Bank Plc, Cambodia	-	-	-	52	-	-	16	-	-
CIMB ISLAMIC Bank Berhad	-	-	-	-	-	-	95	-	-
PT Bank CIMB Niaga Tbk	-	-	-	-	1	-	6	-	-
CIMB Securities (Singapore)	-	-	-	-	-	4	-	-	-
CGS-CIMB Securities (Thailand) Co., Ltd.	-	-	-	-	-	559	-	-	-
Principal Asset Management Co., Ltd.	-	-	-	-	-	429	-	-	-
Sathorn Asset Management Co., Ltd.	-	-	-	-	3	621	-	-	11
	-	-	-	52	4	1,613	117	-	11
<b>Related persons</b>									
	13	14	-	-	-	136	-	-	-
	13	14	-	-	-	136	-	-	-

**CIMB Thai Bank Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the nine-month period ended 30 September 2019**

**35 Related party transactions (Cont'd)**

The outstanding balances of significant related party transactions as at 30 September 2019 and 31 December 2018 are as follows: (Cont'd)

Separate									
30 September 2019									
	Average Loans Outstanding Million Baht	Outstanding loans Million Baht	Interbank and money market items (asset) Million Baht	Obligations Million Baht	Other assets Million Baht	Deposits Million Baht	Interbank and money market items (liability) Million Baht	Borrowings Million Baht	Other liabilities Million Baht
<b>Subsidiary companies</b>									
CIMB Thai Auto Co., Ltd.	25,555	28,231	-	2,150	1	24	-	-	13
WorldLease Co., Ltd.	3,279	3,652	-	-	-	32	-	-	-
CT Coll Co., Ltd.	-	-	-	-	-	62	-	-	-
	28,834	31,883	-	2,150	1	118	-	-	13
<b>Parent company</b>									
CIMB Bank Berhad	-	-	430	-	1	-	306	8,920	9
	-	-	430	-	1	-	306	8,920	9
<b>Companies under common control</b>									
CIMB Bank Plc, Cambodia	-	-	-	-	-	-	23	-	-
CIMB ISLAMIC Bank Berhad	-	-	-	-	-	-	96	-	-
PT Bank CIMB Niaga Tbk	-	-	-	-	1	-	5	-	-
CIMB Securities (Singapore)	-	-	-	-	-	4	-	-	-
CGS-CIMB Securities (Thailand) Co., Ltd.	-	-	-	-	-	963	-	-	2
Principal Asset Management Co., Ltd.	-	-	-	-	40	555	-	-	1
Sathorn Asset Management Co., Ltd.	-	-	-	-	2	401	-	-	14
	-	-	-	-	43	1,923	124	-	17
<b>Related persons</b>	6	10	-	-	-	181	-	-	-
	6	10	-	-	-	181	-	-	-
Separate									
31 December 2018									
	Average Loans Outstanding Million Baht	Outstanding loans Million Baht	Interbank and money market items (asset) Million Baht	Obligations Million Baht	Other assets Million Baht	Deposits Million Baht	Interbank and money market items (liability) Million Baht	Borrowings Million Baht	Other liabilities Million Baht
<b>Subsidiary companies</b>									
CIMB Thai Auto Co., Ltd.	20,535	22,893	-	2,150	1	40	-	-	8
WorldLease Co., Ltd.	3,142	2,923	-	-	1	12	-	-	-
CT Coll Co., Ltd.	-	-	-	-	-	62	-	-	-
	23,677	25,816	-	2,150	2	114	-	-	8
<b>Parent company</b>									
CIMB Bank Berhad	-	-	370	-	1,298	-	217	6,185	-
	-	-	370	-	1,298	-	217	6,185	-
<b>Companies under common control</b>									
CIMB Bank Plc, Cambodia	-	-	-	52	-	-	16	-	-
CIMB ISLAMIC Bank Berhad	-	-	-	-	-	-	95	-	-
PT Bank CIMB Niaga Tbk	-	-	-	-	1	-	6	-	-
CIMB Securities (Singapore)	-	-	-	-	-	4	-	-	-
CGS-CIMB Securities (Thailand) Co., Ltd.	-	-	-	-	-	559	-	-	-
Principal Asset Management Co., Ltd.	-	-	-	-	-	429	-	-	-
Sathorn Asset Management Co., Ltd.	-	-	-	-	3	621	-	-	11
	-	-	-	52	4	1,613	117	-	11
<b>Related persons</b>	8	8	-	-	-	133	-	-	-
	8	8	-	-	-	133	-	-	-

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 30 September 2019 and 31 December 2018, the Bank has commitments in financial derivatives with related parties as follows:

	<b>30 September 2019</b>		
	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>
<b><u>Parent company</u></b>			
Interest rate swap contracts			
- Fixed rate receiver	25,070	4,580	29,650
- Floating rate receiver	42,530	850	43,380
Forward and spot contracts			
- Bought	-	17,657	17,657
- Sold	-	390	390
Cross currency and interest rate swap contracts			
- Bought	-	11,681	11,681
- Sold	-	444	444
Commodity			
- Bought	-	46	46
- Sold	-	59	59
Swaption			
- Sold	2,000	-	2,000
Credit derivatives			
- Sold	1,800	4,558	6,358
Fund Option			
- Bought	-	54	54
<b><u>Company under common control</u></b>			
Forward and spot contracts			
- Bought	-	4	4
- Sold	-	46	46
Computer system and software development agreement	-	1	1

  

	<b>31 December 2018</b>		
	<b>Domestic Million Baht</b>	<b>Foreign Million Baht</b>	<b>Total Million Baht</b>
<b><u>Parent company</u></b>			
Interest rate swap contracts			
- Fixed rate receiver	46,911	87	46,998
- Floating rate receiver	52,210	935	53,145
Forward and spot contracts			
- Bought	-	8,111	8,111
- Sold	-	55	55
Cross currency and interest rate swap contracts			
- Bought	-	11,301	11,301
- Sold	-	306	306
Commodity			
- Bought	-	20	20
Foreign exchange option			
- Put option sales contracts	-	111	111
Swaption			
- Sold	7,000	-	7,000
Credit derivatives			
- Sold	1,800	3,537	5,337
<b><u>Company under common control</u></b>			
Forward and spot contracts			
- Bought	-	7	7
- Sold	-	3	3
Computer system and software development agreement	-	1	1

**35 Related party transactions (Cont'd)**

**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.

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the three-month period ended 30 September</b>		<b>For the three-month period ended 30 September</b>	
	<b>2019 Million Baht</b>	<b>2018 Million Baht</b>	<b>2019 Million Baht</b>	<b>2018 Million Baht</b>
Short-term employee benefits	114	135	104	127
Long-term employee benefits	6	5	6	5
Share based payment	12	11	12	11
Director and management remuneration	<u>132</u>	<u>151</u>	<u>122</u>	<u>143</u>

	<b>Consolidated</b>		<b>Separate</b>	
	<b>For the nine-month period ended 30 September</b>		<b>For the nine-month period ended 30 September</b>	
	<b>2019 Million Baht</b>	<b>2018 Million Baht</b>	<b>2019 Million Baht</b>	<b>2018 Million Baht</b>
Short-term employee benefits	471	448	439	425
Long-term employee benefits	19	17	18	16
Share-based payment	31	28	31	28
Director and management remuneration	<u>521</u>	<u>493</u>	<u>488</u>	<u>469</u>

**36 Event occurring after the reporting date**

In November 2019, two subsidiaries have sold non-performing loans for hire-purchase vehicles and motorcycles. These non-performing loans have been written-off according to the Group's policy. The subsidiaries realised gains on sale of non-performing loans totalling Baht 247 million.