

FORWARD  Your Business

**NOTICE OF ALLOTMENT
OF NEW ORDINARY SHARES
CIMB Thai Bank Public Company Limited**

Subscription Period
Monday 8 October 2018 - Friday 12 October 2018

20 September 2018

Subject: Notification of rights to subscribe for newly issued ordinary shares of CIMB Thai Bank Public Company Limited

To: Shareholders of CIMB Thai Bank Public Company Limited

Enclosures: 1. Details of allocation and practices in share subscription
2. Subscription form
3. Certificate of subscription, issued by Thailand Securities Depository Co., Ltd.
4. Entity status certification and information disclosure consent form under FATCA
5. U.S. Indicia Checklist (Individual & Juristic Person), only for shareholder wishing to deposit securities into the issuer account
6. Power of attorney for subscription of newly issued ordinary shares

The Extraordinary General Meeting of Shareholders No. 1/2018 ("EGM") of CIMB Thai Bank Public Company Limited ("CIMB Thai" or "the Bank"), held on 4 September 2018, approved the increase of the Bank's registered capital of THB 2,271,017,070.50 (two billion two hundred seventy one million seventeen hundred thousand and seventy baht and fifty satang) from the current registered capital of THB 15,140,113,803.50 (fifteen billion one hundred forty million one hundred thirteen thousand eight hundred and three baht and fifty satang) to THB 17,411,130,874.00 (seventeen billion four hundred eleven million one hundred thirty thousand eight hundred and seventy four baht) by means of the issuance of 4,542,034,141 (four billion five hundred forty two million thirty four thousand one hundred and forty one) new ordinary shares at the par value of THB 0.50 (fifty satang) per share, to be offered to existing shareholders in proportion to their shareholding ("Rights Offering") and determination of the terms share of allocation as follows:

- (1) Allocation of 4,542,034,141 (four billion five hundred forty two million thirty four thousand one hundred and forty one) new ordinary shares with a par value of THB 0.50 (fifty satang) per share to existing shareholders in proportion to their shareholding at the ratio of 3 new shares for every 20 existing CIMB Thai shares, at an offering price of THB 0.87 (eighty seven satang) per share ("Rights Offering"). Any fraction of the allocated shares that arises as a result of the allotment shall be discarded.
- (2) **If there are any remaining shares from the first allocation to the existing shareholders, the Bank will allocate such remaining shares, including the discarded fraction of the allocated shares, to the existing shareholders who wish to subscribe for the newly issued shares in excess of their entitlement, at the same price as that of the shares to be allocated. In the case that the remaining shares, including the discarded fraction of the allocated shares, are less than the number of existing shareholders who subscribe for the shares in excess of their entitlement, the Bank will allocate the remaining shares and fraction of the allocated shares to such shareholders who subscribe for the shares in excess of their entitlement in proportionate to their shareholding (pro rata basis), provided that the Bank will allocate the remaining shares and fraction of the allocated shares until there is no share to be allocated.**
- (3) Authorization of the Board of Directors and/or any person authorized by the Board of Directors to consider and specify other details relevant to the allocation, including but not limited to: (1) to consider and determine whether the newly issued shares shall be allocated on one occasion or more, the offering period, the determination of the Record Date for the subscription rights to the Right Shares, payment of shares price, share subscription ratio, subscription of shares in excess of their entitlement, other details and conditions relating to the allocation; (2) to enter into negotiations, agreements, and execute relevant documentation and agreements, and to undertake any act in connection with the allocation; and (3) to sign any application forms for permission or exemption, documentations and evidence necessary and relevant to the allocation and offering of the newly issued shares, as well as apply for permission or exemption for such documentation and evidence from the government agencies or other relevant agencies, including the Bank of Thailand, Ministry of Finance, the Office of Securities and Exchange Commission Thailand, the Stock Exchange of Thailand, etc., as well as the listing of the newly issued shares on the Stock Exchange of Thailand, and (4) any other actions necessary for the purpose of the allocation of the newly issued shares.

In this regard, the Bank of Thailand approved CIMB Bank Berhad to hold shares in excess of the regulatory limit. The Special Board of Directors' meeting no. 2/2018 held on 4 September 2018, as authorized by the EGM no. 1/2018, approved the terms of allocation of shares as follows:

Details of allocation of newly issued shares	:	Allocation of 4,542,034,141 new ordinary shares of the Bank with a par value of THB 0.50 per share ("Rights Shares") to the existing shareholders in proportion to their shareholding ("Rights Offering"). Any fraction of the allocated shares that arises as a result of the allotment shall be discarded.
Allocation ratio	:	3 Rights Shares for every 20 existing CIMB Thai shares held
Offering price	:	THB 0.87 per Rights Share
Number of shares for allocation	:	4,542,034,141 Rights Shares
Total amount of capital increase (in case of full subscription for the Rights Shares)	:	THB 3,951,569,703
Record date to determine the names of shareholders with subscription right	:	19 September 2018
Subscription period	:	8 October - 12 October 2018 (Please see details of the allocation of newly issued ordinary shares as provided in Enclosure)

We would like to inform you of your right to subscribe for Rights Shares, the subscription and payment period, and other details as follows:

Details of subscription and payment:

1. Period and location of subscription

The subscription period for the Rights Shares will be **from Monday, 8 October 2018 to Friday, 12 October 2018 during branch operating hours** at any branch of CIMB Thai Bank Public Company Limited.

2. Exercise of subscription right

Shareholders may indicate their exercise of right to subscribe for Rights Shares in the subscription form as follows:

- 2.1 Fully subscribe for the entitled Rights Shares; or
- 2.2 Subscribe for the Rights Shares in excess of their entitlement (in proportion to their shareholding, should there be any remaining Rights Shares) subject to the conditions specified in Details of Allocation and Practices in Subscription; or
- 2.3 Subscribe for the Rights Shares less than their entitlement.

3. Rationale for the capital increase and utilization of proceeds

This Rights Offering will support the Bank's operation as follows:

- 3.1 To ensure that the Bank has adequate capital fund and sufficient capital buffer to support business expansion in accordance with its business plan and to maintain the Bank's capital fund near the industry level; and
- 3.2 To strengthen the Bank's capital position following increased loan loss provision.

4. Expected benefits from the capital increase / allocation of newly issued ordinary shares

The Bank will have additional funds, which will strengthen the capital position and enhance its capability to accommodate the Bank's business expansion to achieve the target, ultimately resulting in the Bank being a commercial bank with competitive potential which can generate profits and increase the value to the shareholders.

5. Dividend policy and entitlement to dividend payments

5.1 Dividend policy

The Bank has a policy to pay dividends to the shareholders at not over 40% of its net profit if the operation of the Bank generates profits, taking into consideration the sufficiency of the funds in supporting the business and statutory reserve. In this regard, the Board of Directors may approve a declaration of dividend payments to the shareholders from time to time when circumstances permit, subject to the Bank's Articles of Association.

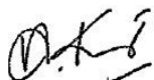
5.2 Entitlement to dividend payments

Shareholders who choose to participate in the Rights Offering shall be legally entitled to receive dividend payments (if any), upon registration of the additional paid-up capital that arises from the subscription of Rights Shares with the Ministry of Commerce, provided that they are shareholders of the Bank on the entitlement date for future dividend payments.

Should you have any queries, please contact the Company Secretary Unit, Office of the President, CIMB Thai Bank Public Company Limited, Tel. 0-2638-8274 and 0-2638-8287 or Corporate Finance and Equity Capital Markets Team, Tel. 0-2685-6685 and 0-2685-6684 from 8.30 a.m. to 5.00 p.m.

Shareholders may download/print the notification of the allocation of the newly issued ordinary shares and the subscription form from the Bank's website at www.cimbthai.com, "Investors Relations" column, from Monday, 1 October 2018 to Friday, 12 October 2018.

Sincerely yours,



(Kittiphun Anutarasoti)
President and Chief Executive Officer
CIMB Thai Bank Public Company Limited

Disclaimer

By receiving this notification of rights to subscribe for newly issued ordinary shares of CIMB Thai Bank Public Company Limited ("**Notification**"), the shareholder accepts and agrees with the clarifications and terms and conditions as detailed below.

This Rights Offering is an offer of securities in Thailand pursuant to Section 33 of the Securities and Exchange Act, B.E. 2535 (and the amendments thereof). The Bank does not and will not register its newly issued ordinary shares with any regulators in any other countries or under laws of any other countries.

The shareholder is not allowed to publish, print or distribute, either wholly or partly, this Notification, which is not an offering or inducing to subscribe for or buy the Bank's securities in other countries. Please do a self-check of restrictions on securities investments and offering in the country of your domicile. The Bank will not hold liability in case of any breaches of such restrictions.

Part I**Details of allocation of and practices in subscription for newly issued ordinary shares of
CIMB Thai Bank Public Company Limited****1. Name and location**

Securities issuer: CIMB Thai Bank Public Company Limited
Registration no.: 0107537002338 (previously BorMorJor. 480)
Head office address: Langsuan Building, 44 Langsuan Road, Lumpini Sub-district,
Patumwan District, Bangkok 10330
Home page: www.cimbthai.com
Telephone: (66)2638-8274, (66)2638-8287, (66)2685-6685, (66)2685-6684
Facsimile: (66)2633-9026
CIMB Thai Care Center: (66)2626-7777, press 0

2. Details of the capital increase and share allotment

- Type of capital increase : Issuance of new ordinary shares with a par value of THB 0.50 (fifty satang) per share
- Issued and paid-up registered capital : As at 31 August 2018, the Bank's issued and paid-up registered capital was THB 15,140,113,803.50 (fifteen billion one hundred forty million one hundred thirteen thousand eight hundred and three baht and fifty satang), comprising 30,280,227,607 (thirty billion two hundred eighty million two hundred twenty-seven thousand six hundred and seven) ordinary shares, with a par value of THB 0.50 (fifty satang) and no preference share.
- Subscription and payment period : From Monday, 8 October 2018 to Friday, 12 October 2018
- Increase in issued and paid-up registered capital under the Rights Offering (in case of full subscription for the Rights Shares) : In case of full subscription for the Rights Shares, payment for the issued and paid-up registered capital under the Rights Offering will be THB 2,271,017,070.50 (two billion two hundred seventy-one million seventeen thousand seventy baht and fifty satang), comprising 4,542,034,141 (four billion five hundred forty-two million thirty-four thousand one hundred and forty-one) ordinary shares, with a par value of THB 0.50 (fifty satang).
- Issued and paid-up registered capital after the Rights Offering (in case of full subscription for the Rights Shares) : In case of full subscription for the Rights Shares, the issued and paid-up registered capital after the Rights Offering will be THB 17,411,130,874.00 (seventeen billion four hundred eleven million one hundred thirty thousand eight hundred and seventy-four baht), consisting of 34,822,261,748 shares (thirty-four billion eight hundred twenty-two million two hundred sixty-one thousand seven hundred and forty-eight) ordinary shares, with a par value of THB 0.50 (fifty satang) and no preference share.
- Allocation method of newly issued shares : The Bank will allocate the Rights Shares to the existing shareholders whose names appear in the share register book as at Wednesday, 19 September 2018 in proportion to their shareholding. The subscribing shareholders will be allocated the Rights Shares according to their entitlement.

In allocation of the Rights Shares, the Bank reserves the right not to allocate the Rights Shares to any shareholder, if such allocation will or may cause the Bank to breach the relevant laws, rules, regulations and/or orders of the Bank of Thailand, the Securities

and Exchange Commission, the Stock Exchange of Thailand or other related authorities, or cause such shareholder to hold shares in excess of the percentage prescribed by such relevant laws, rules, regulations and/or orders.

Allocation method of remaining newly issued shares after the allotment : In the event that there are remaining Rights Shares after the allotment or in any other cases, such remaining Rights Shares shall be allocated to the shareholders who have indicated their intention to subscribe in excess of their rights as stated in the item "Subscription in excess of right" on the subscription form in proportion to their shareholding, until all the Rights Shares are fully allocated.

In allocation of the Rights Shares, the Bank reserves the right not to allocate the Rights Shares to any shareholder, if such allocation will or may cause the Bank to breach the relevant laws, rules, regulations and/or orders of the Bank of Thailand, the Securities and Exchange Commission, the Stock Exchange of Thailand or other related authorities, or cause such shareholder to hold shares in excess of the percentage prescribed by such relevant laws, rules, regulations and/or orders.

Number of shares for allocation to existing shareholders in proportion to their shareholding : 4,542,034,141 (four billion five hundred forty-two million thirty-four thousand one hundred and forty-one) shares

Offering ratio : 3 new shares for every 20 existing shares held.
In calculating the right of each shareholder, any fraction of the allocated shares that arises as a result of the allocation shall be discarded. For example, if a shareholder is holding 190 shares, to whom 28.5 Rights Shares will be allocated (190x3/20), the Bank will discard the fraction (.5), and as a result, the shareholder is entitled to subscribe for 28 Rights Shares.

Offering price : THB 0.87 (eighty seven satang) per Rights Share

Exercise of subscription right : Shareholders may exercise their right to subscribe for the Rights Shares in any of the three cases below: (Please see details in *Details of the capital increase and share allotment*.)
(1) Fully subscribe for the entitled Rights Shares.
(2) Subscribe for the Rights Shares in excess of their entitlement (subject to the conditions specified in *Details of allocation and practices in share subscription*).
(3) Subscribe for the Rights Shares less than their entitlement.

3. Notification of rights to subscribe for newly issued ordinary shares and subscription form

The Bank will arrange for Thailand Securities Depository Co., Ltd. ("TSD") to send share subscription documents to the shareholders with rights to subscribe by registered postal mail after the Record Date, comprising notification of rights to subscribe for newly issued ordinary shares, details of allocation and practices in share subscription, subscription form, certificate of subscription as well as FATCA status documents and U.S. Indicia Checklist (Individual & Juristic Person), only for shareholder wishing to deposit securities into the issuer account in case of juristic persons and power of attorney for newly issued share subscription.

The shareholders may download the documents from the Bank's website at www.cimbthai.com, "Investors Relations" column.

4. Period and location of subscription

The subscription period for the Rights Shares will be from Monday, 8 October 2018 to Friday, 12 October 2018 **during branch operating hours at any branch of CIMB Thai Bank Public Company Limited.**

To make payment in the form of a personal cheque, cashier's cheque or bank draft, please ensure that the subscription documents are submitted and the payment is made **by the cheque clearing period of Thursday, 11 October 2018.**

5. Subscription method, documents and payment, refund of payment, and delivery of securities

5.1 Subscription method

The subscriber shall fill in the subscription form accurately and completely and affix the signature therein. **In case of subscription with more than one registration number, the subscription shall be made separately, i.e. one subscription form and set of required documents for each registration number.**

5.2 In case that the subscriber would like to deposit the allotted shares to the Issuer Account number 600, the subscriber shall fill in and sign in "U.S. Indicia Checklist (Individual & Juristic Person), only for shareholder wishing to deposit securities into the issuer account", as well as FATCA status documents only in case of juristic persons (as the case may be).

5.3 Subscription documents in case of Thai individuals

- (1) A certified copy of valid national identification card, **or**
- (2) A certified copy of valid government/state enterprise official identification card and that of house registration.
- (3) In case of a change in name/surname, thus being inconsistent with the name/surname in the list of shareholders with rights to subscribe as at Wednesday, 19 September 2018 (Record Date), or in the certificate of subscription, certified copies of additional documents issued by government agencies, such as marriage certificate, divorce certificate or certificate of name/surname change, shall also be submitted.
- (4) In case that the subscriber does not fill in information on the subscription form as required by the Bank and just affixes his/her signature on the form, intending to have other person to proceed with the subscription for him/her, he/she must attach a power of attorney for that person to act on behalf of him/her. The cost of duty stamp will be borne by the Bank.

For subscription in excess of the entitlement, a certified copy of the first page of the subscriber's bank account is required if the subscriber would like to have the returned payment transferred by Automated Transfer System ("ATS") to the subscriber's deposit account (only in case that the subscriber has a deposit account with CIMB Thai) or transferred to CIMB Thai account under the name of the subscriber as specified in the subscription form. In case of no such bank account copy submitted, the Bank reserves the right to return the payment to the subscriber by an account-payee crossed cheque or cashier's cheque only.

5.4 Subscription documents in case of non-Thai individuals

- (1) A certified copy of alien registration document and that of house registration, **or**
- (2) A certified copy of valid passport and that of document evidencing domicile in home country, **or**
- (3) A certified copy of valid passport, that of work permit issued by the Ministry of Labor covering a work tenor of 3 months or more or a certification letter from the employer at the moment, and that of document evidencing domicile in home country.
- (4) In case that the subscriber does not fill in information on the subscription form as required by the Bank and just affixes his/her signature on the form, intending to have other person to proceed with the subscription for him/her, he/she must attach a power of attorney for that person to act on behalf of him/her. The cost of duty stamp will be borne by the Bank.

For subscription in excess of the entitlement, a certified copy of the first page of the subscriber's bank account is required if the subscriber would like to have the returned payment transferred by Automated Transfer System ("ATS") to the subscriber's deposit account (only in case that the subscriber has a deposit account with CIMB Thai) or transferred to CIMB Thai account under the name of the subscriber as specified in the subscription form. In case of no such bank account copy submitted, the Bank reserves the right to return the payment to the subscriber by an account-payee crossed cheque or cashier's cheque only.

5.5 Subscription documents in case of juristic person incorporated in Thailand

- (1) A copy of the certificate of incorporation issued by the Ministry of Commerce not exceeding 6 months from the issuing date to the subscription date and certified by the authorized person of the juristic person.
- (2) Power of attorney in case that the authorized person of the juristic person is not the same person as the authorized director indicated in the certificate of incorporation.
- (3) A certified copy of valid national identification card or that of alien registration document or that of valid passport of the authorized person of the juristic person.
- (4) Company seal of the juristic person affixed (if any).
- (5) In case that the subscriber does not fill in information on the subscription form as required by the Bank and just affixes his/her signature on the form, intending to have other person to proceed with the subscription for him/her, he/she must attach a power of attorney for that person to act on behalf of him/her. The cost of duty stamp will be borne by the Bank.

For subscription in excess of the entitlement, a certified copy of the first page of the subscriber's bank account is required if the subscriber would like to have the returned payment transferred by Automated Transfer System ("ATS") to the subscriber's deposit account (only in case that the subscriber has a deposit account with CIMB Thai) or transferred to CIMB Thai account under the name of the subscriber as specified in the subscription form. In case of no such bank account copy submitted, the Bank reserves the right to return the payment to the subscriber by an account-payee crossed cheque or cashier's cheque only.

5.6 Subscription documents in case of juristic person incorporated outside Thailand

- (1) A copy of certificate of incorporation or affidavit of the juristic person and name list of authorized persons together with specimen signatures, issued not exceeding 6 months from the issuing date to the subscription date, and certified by the authorized person of the juristic person.
- (2) Power of attorney in case that the authorized person of the juristic person is not the same person as the authorized director indicated in the certificate of incorporation or affidavit.
- (3) A certified copy of valid national identification card or that of alien registration document or that of valid passport of the authorized person of the juristic person.
- (4) Company seal of the juristic person affixed (if any).
- (5) In case that the subscriber does not fill in information on the subscription form as required by the Bank and just affixes his/her signature on the form, intending to have other person to proceed with the subscription for him/her, he/she must attach a power of attorney for that person to act on behalf of him/her. The cost of duty stamp will be borne by the Bank.

Each of the above copies of documents certified by authorized persons must be notarized by a Notary Public or any other relevant authorized agency in the respective country where the documents have been prepared or certified, and authenticated by authorized officials of the Thai Embassy or the Thai Consulate in the respective country where the documents have been so prepared or certified, not exceeding 6 months from the notarizing date to the subscription date.

For subscription in excess of the entitlement, a certified copy of the first page of the subscriber's bank account is required if the subscriber would like to have the returned payment transferred by Automated Transfer System ("ATS") to the subscriber's deposit account (only in case that the subscriber has a deposit account with CIMB Thai) or transferred to CIMB Thai account under the name of the subscriber as specified in the subscription form. In case of no such bank account copy submitted, the Bank reserves the right to return the payment to the subscriber by an account-payee crossed cheque or cashier's cheque only.

5.7 Subscription documents in case of juristic person authorizing a custodian to subscribe for the shares

- (1) A copy of the certificate of incorporation issued by the Ministry of Commerce not exceeding 6 months from the issuing date to the subscription date and certified by the authorized person of the juristic person, or
- (2) A copy of certificate of incorporation or affidavit of the juristic person and name list of authorized persons together with specimen signatures, issued not exceeding 6 months from

the issuing date to the subscription date, and certified by the authorized person of the juristic person.

- (3) Power of attorney in case that the authorized person of the juristic person is not the same person as the authorized director indicated in the certificate of incorporation or affidavit.
- (4) A copy of power of attorney from the subscriber authorizing the custodian to subscribe for the shares on behalf of the subscriber.
- (5) A certified copy of valid national identification card or that of alien registration document or that of valid passport of the authorized person of the juristic person and that of the attorney-in-fact.
- (6) Company seal of the juristic person affixed (if any).

If the subscriber is **a juristic person incorporated outside Thailand**, each of the above certified copies of documents must be notarized by a Notary Public or any other relevant authorized agency in the respective country where the documents have been prepared or certified, and authenticated by authorized officials of the Thai Embassy or the Thai Consulate in the respective country where the documents have been so prepared or certified, not exceeding 6 months from the notarizing date to the subscription date.

For subscription in excess of the entitlement, a certified copy of the first page of the subscriber's bank account is required if the subscriber would like to have the returned payment transferred by Automated Transfer System ("ATS") to the subscriber's deposit account (only in case that the subscriber has a deposit account with CIMB Thai) or transferred to CIMB Thai account under the name of the subscriber as specified in the subscription form. In case of no such bank account copy submitted, the Bank reserves the right to return the payment to the subscriber by an account-payee crossed cheque or cashier's cheque only.

5.8 Subscription payment (to be made at CIMB Thai counter only)

- (a) The subscriber shall choose only one of the following subscription payment methods with the payment to be made in one full amount as subscribed.

- Payment via money transfer to the share subscription account named **"Account for Subscription for Newly Issued Ordinary Shares of CIMB Thai Bank Public Company Limited."**

Please indicate shareholder registration number (as shown in the certificate of subscription, or contact Call Center of TSD, Tel. 0-2009-9999 or Company Secretary Unit, Office of the President of the Bank, Tel. 0-2638-8274 and 0-2638-8287, or Corporate Finance and Equity Capital Markets Team of the Bank, Tel. 0-2685-6685 and 0-2685-6684), and the subscriber's full name, contact number and the number of shares to be subscribed on the back of the pay-in slip.

- Payment via a crossed cheque, cashier's cheque or bank draft, which is collectable through the same Clearing House within the next business day and not be a post-dated cheque, cashier's cheque or bank draft, given within the cheque clearing period of each branch and payable only to **"Account for Subscription for Newly Issued Ordinary Shares of CIMB Thai Bank Public Company Limited."** The cheque, cashier's cheque or bank draft shall be dated only during Monday, 8 October 2018 - Thursday, 11 October 2018. Please also indicate shareholder registration number (as shown in the certificate of subscription, or contact Call Center of TSD, Tel. 0-2009-9999 or Office of the President of the Bank, Tel. 0-2638-8274 and 0-2638-8287 or Corporate Finance and Equity Capital Markets Team of the Bank, Tel. 0-2685-6685 and 0-2685-6684), and the subscriber's full name, contact number and the number of shares to be subscribed on the back of the cheque, cashier's cheque or bank draft.

- (b) **The Bank reserves the right to receive the subscription payment via the counter of CIMB Thai Bank Public Company Limited only. Payment via money transfer from any other bank shall be made only through BAHTNET with the transferee fee at destination for which to be borne by the Bank. Upon completion of the money transfer through BAHTNET, please send the subscription form together with other relevant documents to Office of the President of the Bank, email address: cs@cimbthai.com, or Tel. 0-2638-8274 or 0-2638-8287, Fax 0-2657-3399.**
- (c) The Bank reserves the right to receive no subscription payment through ATM.
- (d) The Bank reserves the right to accept no share subscription by postal mail.

- (e) **In case that the subscriber does not comply with the conditions set by the Bank, the Bank reserves the right to make no share allocation to the subscriber.** In such case, to have the subscription payment returned, please contact Office of the President of the Bank, Tel. 0-2638-8274 and 0-2638-8287, or Corporate Finance and Equity Capital Markets Team of the Bank, Tel. 0-2685-6685 and 0-2685-6684, with subscription payment evidence presented.
- (f) Payment shall be made on the basis of one subscription form for one shareholder registration number, **except in case of Thai NVDR Company Limited.**

5.9 Refund of subscription payment

In case that (1) the subscriber is not allocated the Rights Shares as subscribed, or (2) the subscriber is allocated less than the amount subscribed, or (3) the offering of the newly issued shares is cancelled, the Bank will proceed with the return of the subscription payment to the subscriber subscribing through the Bank, without interest thereon and/or any damages to be paid to the subscriber not allocated the Rights Shares as subscribed. The payment will be returned by way of: 1) transfer via Automated Transfer System ("ATS") to the subscriber's deposit account (only in case that the subscriber has a deposit account with CIMB Thai) within 5 business days from the closing date of subscription period; 2) transfer to the bank account under the name of the subscriber as specified in the subscription form within 7 business days from the closing date of subscription period; or 3) Account-payee crossed cheque to the subscriber whose name is indicated in the subscription form. **If the subscriber has not submitted a copy of the first page of the bank account opened with a commercial bank in Thailand to accommodate the refund, the Bank will return the payment only by an account-payee crossed cheque to the subscriber and send it to the address indicated in the subscription form within 10 business days from the closing date of the subscription period, and the subscriber will be liable for the transfer fee or fee on cheque collectible through different Clearing Houses or interbank cheque (if any).** (In case that the Bank cannot return the subscription payment to the subscriber within the said period, the subscriber will be entitled to receive interest at a rate of 7.50% per annum, calculated on the unallocated amount of shares as from the date after the said period until (but excluding) the date on which the subscriber receives the subscription payment by the method mentioned above.)

In whatsoever case, if the Bank has duly sent the returned subscription payment by the registered postal mail to the address indicated in the subscription form, it shall be deemed that the subscriber has rightfully received the returned subscription payment, and has no right to demand any interest and/or damages from the Bank. In case that the subscriber is not allocated the Rights Shares due to the fact that the subscription payment cheque is not honored, or the subscriber has not complied with the subscription conditions, the subscriber shall contact for the receipt of the cheque from the Bank within 14 days from the end of the subscription period. In this respect, the Bank will not be responsible for any damage or loss in sending the cheque, which is not by the fault of the Bank, such as unclear or incomplete information on the name or address of the subscriber in the subscription form.

5.10 Securities delivery methods

The subscriber may select any one of the following methods:

- In case that the subscriber does not wish to receive the share certificate, but wishes to employ TSD's scripless system whereby the subscriber would like to deposit the allotted shares to the subscriber's account opened with a securities company:
 - In this case, the Bank will deposit the allotted shares with "Thailand Securities Depository Company Limited for Depositors" and TSD will record the share balance deposited by such securities company and issue confirmation of share deposit to the subscriber within 7 business days from the last date of the subscription period. Meanwhile, the securities company will record the share balance deposited by the subscriber.
 - In this case, the subscriber may sell the allotted shares on the Stock Exchange of Thailand ("SET") as soon as the SET allows the Bank's new ordinary shares to be traded on the SET.
 - In this case, **the name of the subscriber must be the same as the name of the trading account owner; otherwise, the Bank reserves the right to instead deposit the shares to the Issuer Account member number 600.**
- In case that the subscriber does not wish to receive the share certificate, but wishes to employ TSD's scripless system whereby the subscriber would like to deposit the allotted shares to the Issuer Account member number 600:

- In this case, the Bank will deposit the allotted shares with TSD, and TSD will record them to the Issuer Account member number 600 and issue confirmation of share deposit to the subscriber within 7 business days from the last date of the subscription period.
 - In this case, the subscriber may sell the allotted shares on the SET. If the subscriber would like to withdraw the shares from the Issuer Account member number 600, the subscriber may contact TSD to request such withdrawal which incurs handling fee at the rate determined by TSD.
 - Withdrawal of the allotted shares deposited in the Issuer Account member number 600 will take time, so the subscriber may not be able to withdraw the shares as soon as the shares are traded on the first trading day.
- In case that the subscriber wishes to receive the share certificate (script) in the name of that subscriber:
 - In this case, TSD will deliver the share certificate in the number of the allotted shares to the subscriber by registered postal mail at the address appeared in the register book within 15 business days from the last date of the subscription period.
 - In such case, the subscriber cannot sell the allotted shares on the SET until the subscriber has received the share certificate which might be after the first trading day.
 - In case that the subscriber does not specify any method in the subscription form, the Bank reserves the right to issue and deposit the shares to the Issuer Account member number 600.
6. In case that there are any problems, obstacles or restrictions in the operation, the Bank reserves the right to change the details of subscription payment method, subscription conditions or any information relating to the subscription method of the newly issued ordinary shares as appropriate to ensure optimal benefits in the subscription for newly issued ordinary shares.
7. **In case of the subscriber's subscription for the Rights Shares in excess of the entitlement, and there are shareholders indicating intention to subscribe more than the remaining number of the shares, the subscription process shall be completed upon the receipt of original pay-in slip (in case of money transfer to the subscription account) or the completed collection of the cheque, cashier's cheque or bank draft, and the Bank's allocation of the excess Rights Shares according to the allocation method.**
8. **After the shareholder has subscribed for the Rights Shares, and the Bank officer has issued the share subscription receipt, the shareholder may not revoke the subscription, save and except for the conditions as stipulated in this notification.**
9. **In case that the Bank receives accurate and complete documents after the closing of operating hours of 12 October 2018 (last date of subscription period), the Bank reserves the right to allocate no subscribed shares to such subscriber.**
10. **Waiver of subscription right**
- The shareholder who does not exercise the subscription right or does not make payment within the specified period, or the cheque, cashier's cheque or bank draft is not honored as scheduled, which is not by the fault of the Bank, or the shareholder incompletely fills in details in the share subscription form or subscribes by other means not indicated in this notification, it shall be deemed that such shareholder does not wish to exercise the subscription right and the Bank reserves the right to allocate no shares to such shareholder.
11. **Dividend receipt method**
- If the subscriber has applied for e-Dividend service with TSD or a securities company with which the subscriber has a trading account, when it is due for dividend payment, TSD will transfer the dividend payment to the account notified for e-Dividend. In case that no application has been made, TSD will issue a cheque in the shareholder's name instead.

Part II**Corporate information of CIMB Thai Bank Public Company Limited****1. Type and nature of business****1.1 Business overview**

The Bank is licensed by the Ministry of Finance and related authorities to engage in commercial banking, which constitutes the primary business of the Bank. In commercial banking, the Bank focuses on innovative and value-added products and services, particularly fee-based products and services such as cash management, financial advisory and treasury.

The main business areas of the Bank can be summarised as follows:

1. Commercial banking: The Bank provides a full suite of commercial banking products and services, such as deposits, loans, discounting, aval/acceptance of bills of exchange, letters of guarantee, foreign exchange trading, letters of credit, tele-banking and ATM services.
2. Insurances: Life and non-life insurance brokerage as licensed by Office of Insurance Commission.
3. Securities businesses and other related businesses as licensed by the Office of the Securities and Exchange of Commission ("SEC") and/or Ministry of Finance such as:
 - 3.1 Financial advisory;
 - 3.2 Registrar and paying agent services;
 - 3.3 Debt securities dealing and underwriting;
 - 3.4 Bondholders' representative;
 - 3.5 Brokerage, dealing and underwriting of investment unit trusts;
 - 3.6 Custodian and trustee services;
 - 3.7 Derivatives dealing;
 - 3.8 Business consultancy; and
 - 3.9 Asset management

In all cases, the Bank holds a stake in businesses that contribute, either directly or indirectly, towards promoting its growth.

The Bank's policy remains focusing on building synergies between its strategic business units and its subsidiary and associated companies. With this in mind, the Bank intends to retain only those companies with growth potential and which are able to generate good investment returns.

The Bank's strength lies in its well-established and extensive network of domestic branches. As at 31 August 2018, the Bank operated 17 business centers, 84 branches with full-fledged service, and 9 foreign exchange booths.

1.2 Nature of products and services**Wholesale Banking****Corporate Banking and Financial Institution**

Corporate Banking (CPB) of CIMB Thai provides financial services to a diverse range of business entities in commercial, manufacturing, property development and transportation sectors while Financial Institution (FI) offers financial services to financial institutional customers, both banks and non-bank entities such as leasing, securities, asset management, and insurance companies. As most clients have had a long-time relationship with the Bank, we work alongside them as their strategic business partner that supports them toward strong and sustainable business growth. We also offer them business and investment opportunities through CIMB Group's regional network.

In 2017, the Thai economy expanded slightly higher than in 2016 on the back of growing exports and tourism. However, challenges remained with significant impacts from such factors as private investors' confidence, investment rules and restrictions, volatility of agricultural commodity prices and financial markets along with external economic woes and caution over asset quality in the commercial banking system, hence hindering business expansion of large clients. Therefore, CPB and FI focused more on maintaining the quality of existing loan portfolios, with prudent consideration of risks in new loan approvals, as well as close and regular monitoring of clients. We collaborated with Research Office in keeping abreast of business and economic trends, and with Risk Management in expanding our exposure and business to low risk sectors. We also targeted large clients with strong financial position and investment plans into ASEAN and those with cross-selling opportunities. These included big projects which generated comprehensive income, e.g. interest, fee and financial advisory income, and other income from transactional banking and hedging products, as well as equity and debt underwriting.

Profit before tax of Wholesale Banking (WSB), covering Corporate Banking, Financial Institution and Investment Banking, grew significantly by 130% in 2017 despite a decrease in overall revenues. This resulted from the tightened loan underwriting process, close debt monitoring using Early Warning Indicators (EWI) in asset quality management to prevent problem loans, and accelerated debt collection and resolutions. Consequently, provision set aside in 2017 dropped by 90% year-on-year. Moreover, we managed to cut down operating expenses by 11%. Most of our revenues came from significant client groups entrusting us as their main bank including those with ASEAN aspirations in line with our strategy and motto: “Be More Relevant to Important Clients & Accelerate Our ASEAN Initiatives.”

WSB was successful in expanding business to other ASEAN countries, particularly CLMV (Cambodia, Laos, Myanmar, Vietnam), through CIMB Group which has strength in capital, professional and partnering network in ASEAN. We completed business deals with big corporate clients who had large investments in both domestic and regional markets, as we could quickly provide solutions and services that met their expectations. The Bank worked closely with other CIMB Group members in continuously expanding the income base in their respective countries.

For the business plan from 2018 onwards, CPB and FI will focus on generating firm and consistent income with priority given to key account management and planning to achieve recurring income and also cross-selling opportunities. Our strategy is to reach out to selected major client groups as well as in new acquisition of clients with strong potential to continuously improve our asset quality. Furthermore, we will keep expanding our business and service across ASEAN and fostering business and relationships with foreign clients investing in Thailand with cooperation from other CIMB Group members.

Investment Banking

2017 saw CIMB Thai's Investment Banking (IB) achieve a leap-frog, record-high growth. In Thailand's merger and acquisition (M&A) league table, CIMB Thai's market share moved up from ranking no. 23 in 2016 to no. 3 in 2017. Moreover, we successfully completed large transactions in collaboration with CIMB Group in equity capital markets, at both local and regional levels, performing as financial advisor, lead underwriter and initial purchaser (jointly with CIMB Group) for listing of TPI Polene Power Public Company Limited on the Stock Exchange of Thailand (SET) worth THB 17,500 million and as initial purchaser (jointly with CIMB Group) for listing of B.Grimm Power Public Company Limited on the SET worth THB 10,428.80 million.

We continued to reinforce our teams through collaboration with CIMB Group. We have sector specialists to provide knowledge and insight of industry sectors at regional level and work closely with us to offer our clients comprehensive financial services, including strategic and business operation advisory services. As a result, we have been able to strengthen our relationships and add value to our clients' business while enhancing their competitiveness through innovation of financial products that suit them.

The collaboration and synergy among Corporate Banking, Financial Institution, Investment Banking and CIMB network in ASEAN will contribute to the Bank's potential as an important bank to our clients and their business partner in achieving their ASEAN investment goal.

Key successful deals in 2017 included:

Debt Markets	Role	Issue Size (THB mil)
Government Housing Bank	Sole Lead Underwriter	22,300.00
Government Savings Bank	Joint Lead Underwriter	16,666.67
Amata B.Grimm Power SPV1 Limited	Joint Lead Underwriter	5,750.00
TPI Polene Public Company Limited	Sole Lead Underwriter	4,000.00
Expressway Authority of Thailand	Joint Lead Underwriter	3,700.00
Bangkok Mass Transit Authority	Joint Lead Underwriter	3,230.17
Srisawad Power 1979 Public Company Limited	Joint Lead Underwriter	3,130.00
SC Asset Corporation Public Company Limited	Sole Lead Underwriter	2,900.00
Toyota Leasing (Thailand) Company Limited	Joint Lead Underwriter	2,886.67
AEON Thana Sinsap (Thailand) Public Company Limited	Sole Lead Underwriter	2,000.00
Center Auto Lease Company Limited	Sole Lead Underwriter	2,000.00
Krungthai Card Public Company Limited	Joint Lead Underwriter	1,875.00
Ananda Development Public Company Limited	Sole Lead Underwriter	1,630.00
Jay Mart Public Company Limited	Sole Lead Underwriter	1,590.00
TTCL Public Company Limited	Joint Lead Underwriter	1,500.00
Muangthai Leasing Public Company Limited	Sole Lead Underwriter	1,226.90
Easy Buy Public Company Limited	Sole Lead Underwriter	1,000.00
M.K. Real Estate Development Public Company Limited	Sole Lead Underwriter	1,000.00
Sena Development Public Company Limited	Sole Lead Underwriter	1,000.00
Don Muang Tollway Public Company Limited	Sole Lead Underwriter	800.00
JMT Network Services Public Company Limited	Sole Lead Underwriter	700.00

Debt Markets	Role	Issue Size (THB mil)
Frasers Property Holdings (Thailand) Company Limited	Joint Lead Underwriter	513.60
Major Cineplex Group Public Company Limited	Sole Lead Underwriter	500.00
Siamgas and Petrochemicals Public Company Limited	Joint Lead Underwriter	500.00
Lalin Property Public Company Limited	Joint Lead Underwriter	360.00

Equity Markets	Role	Deal Size (THB mil)
TPI Polene Power Public Company Limited	Financial Advisor/Lead Underwriter/Initial Purchaser (Jointly with CIMB Group)	17,500.00
B.Grimm Power Public Company Limited	Initial Purchaser (Jointly with CIMB Group)	10,428.80
Triple I Logistics Public Company Limited	Financial Advisor/Lead Underwriter (Jointly with CIMB Group)	789.60
Grande Hospitality Real Estate Investment Trust	Selling Agent	1,755.00
Global Green Chemical Public Company Limited	Co-Underwriter (Jointly with CIMB Group)	2,762.67
Information and Communication Networks Public Company Limited	Co-Underwriter (Jointly with CIMB Group)	220.80
Gulf Energy Development Public Company Limited	Co-Underwriter (Jointly with CIMB Group)	23,998.50
Thonburi Healthcare Group Public Company Limited	Co-Underwriter (Jointly with CIMB Group)	3,230.00

Commercial Banking

Commercial Banking (CMB) serves business customers with annual sales turnover of up to THB 3 billion through our business centres situated in strategic locations nationwide. We provide comprehensive financial products and services tailored to suit each customer's needs. In addition, with CIMB Group's strong and well-established network throughout ASEAN, we work with our customers to enable their full potential in their trade and investment in the region.

In 2017, the Bank faced challenges both locally and internationally that impacted business performance, especially in the agro-industry, as seen in high NPL recorded. Hence, asset quality management has remained our highest priority rather than market acquisition. With this in mind, our business foundation has been fortified under the new organisation structure implemented over the past two years and correspondingly, we have witnessed upward momentum in both business growth and asset quality.

Looking forward to 2018, we will continuously strive to strengthen our foundation by maintaining satisfactory portfolio quality, expanding loan portfolio in promising geographic locations and industries, further improving the work process, and enhancing staff's capabilities to best cater to our customers and achieve sustainable business growth.

Consumer Banking

The year 2017 was another successful year of Consumer Banking with growth recorded in various business areas. We still focused on the "Push & Pull Strategy" to "push" for building relationships, access to and understanding of our customers, and "pull" or encourage our customers to be alert and begin to approach the Bank. We expanded sale channels with DSE kiosk available for customers to apply for unsecured loans and get instant approval result by themselves. In addition, we partnered with 7-Eleven store and SPAR Supermarket to offer mini branch service in convenience stores.

Viewing operational performance in 2017, Consumer Banking adopted the risk based pricing approach in loan underwriting to provide customers with quality loans that meet their debt servicing capability. As for performance in 2017 of subsidiaries, both Center Auto Lease Co., Ltd. (CAL) and WorldLease Co., Ltd. (WL) recorded solid business growth. Total car loan approvals amounted to more than THB 10,000 million, a 15% year-on-year growth, and total motorcycle loan approvals more than THB 3,000 million, a 23% year-on-year growth. In addition, the year 2017 also witnessed the subsidiaries' continued digital service development, with WL launching SOM "e-Statement on Mobile" application for its motorcycle loan customers.

To cater to the affluent segment (Preferred customers), we have developed our staff's skill and knowledge under the "Wealth Academy" scheme so that they have the right skill-set to render effective advisory services that meet the customers' needs. This aims to affirm our commitment to the role of not only a financial intermediary but also provider of financial planning and advisory services. We have offered diversified investment products that are complicated but offer better returns to our customers, such as TDIF (Thai Dynamic Income Equity) Fund, GOPP (Global Opportunity) Fund, VNEQ (Vietnam Equity) Fund, etc. In addition, we launched a persona campaign called "Be the Victor," to encourage people, our customers in particular, to brave difficulties and pursue their dreams in their own way toward success. A group of customers were selected as the 'victor' and role model to inspire other customers to set and strive to achieve their own goals together with the Bank.

With the increasing role of the digital system in people's daily life, we have set up a dedicated Digital Banking team to develop and provide solutions under new platforms to serve our customers more efficiently.

For 2018, Consumer Banking will continue to focus on providing services for all target groups through the digital channel and unconventional branches. We will also expand the number of financial advisors for customers by giving opportunity for new staff with such aspirations to undergo special training on financial planning.

Consumer Banking's performance in 2017 was as shown below:

- Total operating income was THB 8,447 million, a 14% growth compared with that in 2016.
- Net interest income from all products was THB 7,027 million, which was THB 898 million higher than that in 2016.
- Profit before tax was THB 2,506 million, or a 39% growth year-on-year.
- Total consumer loan approval* amounted to THB 35,875 million, a 16% growth year-on-year.

Note: Total consumer loan approval* covered secured loans, unsecured loans and those of subsidiaries.

Transaction Banking

CIMB Thai's Transaction Banking (TB) provides corporate clients and financial institutions with an array of products and services, covering cash management, trade services, trade finance and structured supply chain products. We offer financial solutions to our customers to help them save financial cost, manage operating expenses and minimise risks. Securities services are also made available, including security agent and facility agent, escrow accounts, trustee, custody and other related services.

In the peer to peer (P2P) remittance business, CIMB Thai's TB is a leading player offering individual customers a convenient, reliable and low cost international remittance service through "SpeedSend." In 2017, our SpeedSend service was awarded the "Remittance Product of the Year" by The Asian Banker.

Forging ahead toward Target 2018 (T18), we made significant progress in 2017 on enhancing product coverage and acquiring new customers in the SME segment. Moreover, with CIMB Group's strong ASEAN platform and network, we are well positioned to support and deliver transactional flows across ASEAN and beyond to meet the needs of aspiring and expanding enterprises and customers.

For 2018, besides assisting leading Thai corporates in their cross-border growth aspirations in ASEAN, we will continue to build on strategic initiatives that remain aligned with both CIMB Group and regulators with focus on promoting financial inclusion, cashless society, new age technologies like blockchain and provision of superior services to the expanding SME segment in Thailand.

We will continue to innovate and roll out new digital customer servicing tools and products through our regional Internet banking platform BizChannel@CIMB, and partner with such financial disruptors as FinTech operators to launch customised customer solutions in merchant acquisition, payment via QR code or otherwise and supply chain management. Therefore, we look forward to expanding our client base through enhancement of digital capabilities to keep pace with the robust market trends and highlight our role as Thailand's leading ASEAN bank.

Treasury

Treasury of CIMB Thai provides comprehensive financial products and services across multiple asset classes to assist our clients in managing their investment, liabilities and risks as well as fund raising through debt capital markets. We also manage the Bank's funding and liquidity in accordance with regulatory requirements.

In 2017, Treasury contributed satisfactory financial results to CIMB Thai with strong product capabilities in structured products, interest rate derivatives and debt securities trading, which earned the Bank altogether three awards as follows:

The Asset Triple A Private Banking, Wealth Management: Investment ETF Awards

(1) Best Structured Product House, Thailand (for four consecutive years since 2014)

(2) Best Credit Derivatives House, Thailand (for two consecutive years since 2016)

The Asset Benchmark

(3) Top Bank in Secondary Market, Corporate Bonds, Thailand (ranking no. 1)

Furthermore, CIMB Thai is one of the key players in the debt capital market ranking no. 6 with a 9.64% market share in THB corporate bond underwriting league table published by Bloomberg, and ranking no. 1 in state-owned enterprise bond underwriting with 40.45% market share announced by Thai Bond Market Association. Regarding the secondary market, CIMB Thai has ranked no. 3 with 13.1% market share in terms of trading value according to a league table reported by Thai Bond Market Association.

Looking forward, we will continue to expand our treasury product and service offerings into wealth management for high net-worth individuals (HNWIs) as well as risk management solutions to help wholesale and commercial banking clients manage their market risks across foreign exchange (FX), interest rate, credit and commodity markets. Moreover, we will also build and strengthen our sales expertise and structuring capabilities to cater to the growing needs of clients.

1.3 Market shares and competitions

BANK	Asset	Marketshare	Deposit	Marketshare	Loan	Marketshare
BANGKOK BANK	3,076,310	13.4%	2,310,743	13.9%	2,003,989	12.7%
SIAM COMMERCIAL BANK	3,024,032	13.2%	2,092,457	12.6%	2,034,732	12.9%
KASIKORNBANK	2,900,841	12.7%	1,878,672	11.3%	1,802,783	11.4%
KRUNG THAI BANK	2,864,373	12.5%	2,070,875	12.5%	1,938,082	12.3%
BANK OF AYUDHYA	2,088,772	9.1%	1,319,229	8.0%	1,550,404	9.8%
THANACHART CAPITAL	1,009,557	4.4%	716,278	4.3%	711,675	4.5%
TMB BANK	843,872	3.7%	611,430	3.7%	643,373	4.1%
TISCO FINANCIAL GROUP	303,436	1.3%	180,804	1.1%	251,396	1.6%
CIMB THAI BANK	300,604	1.3%	177,401	1.1%	211,022	1.3%
KIATNAKIN BANK	259,335	1.1%	132,878	0.8%	192,107	1.2%
Others*	6,253,950	27.3%	5,101,125	30.7%	4,469,883	28.3%
Total	22,925,081		16,591,891		15,809,445	

Source: 1) Commercial Bank's consolidated financial statement as of December 2017 (Unaudited)

2) All Commercial Banks' Assets and Liabilities report from Bank of Thailand (FI_CB_001_S5)

1.4 Procurement of products and services

Source of funding

As at 30 June 2018, deposits managed by the Bank stood at THB 186.0 billion (including interbank and money market deposits), whilst borrowings (including interbank and money market borrowings) amounted to THB 70.5 billion. Of that total, 81.0% was used for gross loans including accrued interest, while the balance was applied towards interbank and money market items and investments. The Bank has closely monitored its liquidity gap in each period in line with the policy in place to acquire and utilise funds in an efficient and effective manner.

Comparing the Bank's loans and deposits, total gross loans with maturity of not more than one year stood at THB 67.6 billion while loans with maturity of more than one year amounted to THB 143.0 billion. Meanwhile, deposits with maturity of not more than one year stood at THB 184.7 billion and those with maturity of over one year amounted to THB 1.3 billion

1.5 Capital adequacy capabilities

Capital Adequacy Ratio

As at 30 June 2018, CIMB Thai group's capital adequacy ratio (CAR), common equity tier 1 (CET1) capital and tier 1 capital were 17.0%, 12.0% and 12.0%, respectively, while those of the Bank were 16.6%, 11.5% and 11.5%, respectively. The Bank has maintained a robust capital with CAR, CET1 and tier 1 capital ratios well above the Bank of Thailand's minimum requirements.

Unit: THB
billion

Capital funds	Minimum requirements	Full consolidate supervision			Separate		
		30-Jun-18	31-Dec-17	31-Dec-16	30-Jun-18	31-Dec-17	31-Dec-16
Tier 1 capital		31.0	30.9	25.3	29.7	29.9	24.1
CET1 capital		31.0	30.9	25.3	29.7	29.9	24.1
Tier 2 capital		12.9	9.8	12.7	13.1	9.9	12.9
Total capital funds		43.9	40.7	38.0	42.8	39.8	37.0
Tier 1 capital to risk-weight assets	7.875%	12.0%	12.9%	10.7%	11.5%	12.5%	10.2%
CET1 capital to risk-weight assets	6.375%	12.0%	12.9%	10.7%	11.5%	12.5%	10.2%
Tier 2 capital to risk-weight assets	-	5.0%	4.1%	5.4%	5.1%	4.1%	5.4%
Capital adequacy ratio	10.375%	17.0%	17.0%	16.1%	16.6%	16.6%	15.6%
Total risk-weight assets		258.5	239.1	235.9	258.1	239.6	237.4

• Liquidity Risk Management Policy

Liquidity risk is defined as the current and prospective risk to the Bank's earnings, shareholder funds or reputation arising from the inability to effectively meet the present and future (both anticipated and unanticipated) funding needs or regulatory obligations when they are due, which may adversely affect the daily operations and incur unacceptable losses. Liquidity risk arises from mismatches in the timing of cash flows.

The objective of the Bank's liquidity risk management is to ensure that the Bank can meet the cash obligation in a timely and cost-effective manner. To this end, the Liquidity Risk Management Policy is to maintain high quality and well diversified portfolios of liquid assets and sources of funds under both business-as-usual and stress conditions. Due to the large delivery network and market focus, the Bank is to maintain a diversified core deposit base comprising savings, demand and term deposits, thus providing with a stable large funding base. The Bank maintains some buffers of liquidity throughout the year to ensure safe and sound operations from a strategic, structural and tactical perspective.

The day-to-day responsibility for liquidity risk management and control is delegated to Asset and Liability Management Committee (ALCO) which meets at least once a month to discuss the liquidity risk and funding profile/plan of the Bank. ALCO is responsible for the overall management and oversight of liquidity and review/recommendation of liquidity risk management policy before seeking approval from the Board of Directors. ALCO is also in charge of approving liquidity risk tolerance. Asset and Liability Management (ALM), which is responsible for the independent monitoring of the liquidity risk profile, works closely with Treasury in the surveillance of market conditions. Business units are responsible for establishing and maintaining strong business relations with their respective depositors and key funding sources. Treasury acts as a global funds dealing on a necessity or contingency basis. The Bank has to prudently manage the liquidity position to meet the daily operation needs. It measures and forecasts the respective cash flows arising from the maturity profiles of assets, liabilities, off balance sheet commitments and derivatives over a variety of time horizons under business-as-usual and stress conditions on a regular basis. For companies in the Bank's financial business group, liquidity risk management will be decentralised. To support their liquidity, the Bank may consider and approve liquidity lines to them as per respective credit lines approved by the Board of Directors.

The Bank will continue to emphasize and improve its retail customer acquisition to match its assets expansion. Its liquidity management strategy is to drive the accumulation of current accounts and saving accounts (CASA), as well as retail term deposits as more economical and stable sources of funding, while using the more price

sensitive corporate deposits, bills of exchange, short-term debentures, and structured products as a means to balance out the funding and liquidity of the Bank. The Bank has designated functional teams to be responsible for the proper marketing strategy for each segment and to strengthen the Bank's relationship with the clients to sustain long-term deposit growth. In addition, the Bank has in place an early warning system which is closely monitored, together with a contingency funding plan, to alert and enable the management to take effective and efficient measures during a liquidity crunch and in prevailing adverse market conditions.

• **Collateral Policy**

In the Bank's lending policies, the primary basis of assessing the creditworthiness is the borrower's ability to repay loan obligations, most often from cash flows generated through normal business operations and other primary sources of repayment. Nevertheless, collateral also represents an important component of many credit transactions because it will be the secondary source of repayment and will help alleviate loss in the event of default. Among the different types of collateral which the Bank accepts are deposits, government bond, debt and equity instruments, land, construction and machinery, etc. The loan to collateral value ratio will vary based upon the risk level of each credit product, the borrower's creditworthiness and liquidity of collaterals. The Bank has established a collateral valuation policy to ensure effective risk management as well as to comply with Bank of Thailand's guidelines. When the collateral is taken, it is important to follow the Bank's policy comprising, among others, valuation policy and valuation frequency.

• **Debt Monitoring Guidelines and Follow-up Procedures**

The Bank has set up the guidelines for closely managing and monitoring watch-list and problem loan accounts in order to speedily resolve its problem loans and standardise the problem loan monitoring process. The guidelines prescribe a monitoring process for watch-list accounts, special mentioned and substandard or worse accounts and the guidelines will be revised periodically to ensure their effectiveness and relevance. In addition to mandatory debt classification in accordance with the Bank of Thailand's guidelines, the Bank has established additional qualitative criteria for early classification of debt with signs of deterioration prior to default. For pre-NPL accounts to be effectively managed, the early warning process has been set up as guidelines for relationship managers to take early action in identifying accounts with potential problem and develop proper action plan to timely solve the problem so that risk to the Bank can be mitigated. The accounts with potential problems are put under watch list classified by degree of their problem and risk level into three groups, i.e. watch list – low, watch list – medium and watch list – high. The accounts under watch list – low remain under normal class while those under watch list – medium and high are classified as special mentioned. These watch list accounts as well as NPL accounts with exposure more than THB 10 million are regularly reported to Asset Quality Committee (AQC) on monthly basis.

AQC was set up to closely monitor development of those watch list accounts, NPL accounts and any other accounts requiring close attention, provide guidance, approve or recommend recovery actions to be taken for those watch list and NPL accounts so that the bank can effectively manage both potential problem loans and problem loans that include debt classification, provisioning, and recovery actions to minimise loss and maximise recovery for the Bank.

Moreover, the Bank has revamped the policies in relation to Non-Performing Loan (NPL) and Non-Performing Asset (NPA) management and guidelines to determine valuation for disposition based on discounted cash flow and fair market value to enhance transparency in auditing while also minimize loss for the Bank.

• **Debt Restructuring Policy**

The Bank has set a policy to undertake debt restructuring for borrowers who have cooperated with the Bank as well as have had potential to comply with the conditions newly agreed upon. The objective of the policy is to ensure that the Bank and the borrowers have mutually benefited from the debt restructuring, that is, the Bank has maximum opportunity to recover debt or has minimum possible loss, while the borrowers are able to continue their business with incurrence of some loss on their part. The Bank will undertake debt restructuring work in accordance with the Bank of Thailand's regulations and such work will be undertaken prudently so that it does not avoid the requirements regarding debt reclassification, additional provisioning and suspension of income recognition of accrued interest.

Debt restructuring is undertaken taking into consideration the criteria, process and method provided for debt restructuring process, including debtor analysis, approval, preparation of agreement, follow-up and assessment. Such process must be in compliance with the applicable rules and regulations of the authorities and the Bank. The responsibility for coordinating debt restructuring activities lies primarily with the internal work unit of the Bank. However, a certified and experienced third party specialised in this area may be assigned to provide financial advisory services or undertake debt restructuring for the Bank. However, debt restructuring conditions are subject to approval of the Board of Directors, or the Credit Committee, or the Asset Quality Committee, or other persons as authorised by the Bank.

Policy on asset classification and loan loss provision

The Bank has complied with the Bank of Thailand's regulations which require asset classification and loan loss provision at the rate for each asset category as prescribed by Bank of Thailand Notification No. SorNorSor. 5/2559 regarding criteria for debt classification and provisioning of financial institutions, dated 10 June 2016 or as may be amended by the Bank of Thailand from time to time. However, the Bank's internal guidelines are more stringent than the regulatory requirements, with combination of the qualitative and quantitative criteria prescribed by the Bank of Thailand, and prudent adoption of a final classification which is based on the weaker result of the two sets of criteria to reflect real risk level of the debtor.

In addition to specific provision, the Bank may set aside general provision as appropriate in order to be a buffer against any unexpected losses from economic cycle, etc.

1.6 Business assets

Fixed assets for business operation

(1) Premises and equipment

As at 30 June 2018, CIMB Thai group had land valued at THB 2,086 million, buildings THB 2,959 million, equipment THB 2,634 million and assets under construction THB 1 million. Net of accumulated depreciation and provisions for impairment of THB 4,140 million, the net book value of the premises and equipment was THB 3,540 million. Such land, buildings and condominiums accommodate the Bank's headquarters, business centres, branches and sub-branches, and subsidiaries' offices.

(2) Commitments under long-term leases

The Group had entered into a number of agreements to lease land, buildings and vehicles for periods of longer than 6 months, under which future rental fees can be summarised as follows:

Lease periods	Consolidated		Separate	
	30 June 2018 Million Baht	31 December 2017 Million Baht	30 June 2018 Million Baht	31 December 2017 Million Baht
Not over than 3 years	285	326	196	231
3 - 5 years	8	10	4	5
5 - 10 years	3	4	3	4
Total	296	340	203	240

(3) Other commitments

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:

Currency	Consolidated and Separate	
	30 June 2018	31 December 2017
	Million Baht	Million Baht
Baht	129	120
MYR	20	22
USD	137	2
SGD	11	11
Total	297	155

2. Record of capital increases and shareholding structure

2.1 Record of capital increase in the past three years

Details of capital increase	
2015	<p>The Annual General Meeting of Shareholders (“AGM”) No. 21 of CIMB Thai Bank Public Company Limited (“CIMB Thai” or “the Bank”), held on 10 April 2015, resolved to approve the increase in the Bank’s registered capital under general mandate by THB 3,162,731,703.50 (three billion one hundred and sixty two million seven hundred thirty one thousand seven hundred and three baht and fifty satang), from THB 10,542,439,012.50 (ten billion five hundred forty two million four hundred thirty nine thousand twelve baht and fifty satang) to THB 13,705,170,716.00 (thirteen billion seven hundred and five million one hundred seventy thousand seven hundred sixteen baht), via the issuance of 6,325,463,407 (six billion three hundred twenty five million four hundred sixty three thousand four hundred and seven) new ordinary shares with a par value of THB 0.50 (fifty satang) per share. The AGM also resolved to approve the allocation of 6,325,463,407 (six billion three hundred twenty five million four hundred sixty three thousand four hundred and seven) new ordinary shares with a par value of THB 0.50 per share under general mandate (“General Mandate Rights Shares”) to the existing shareholders in proportion to their shareholding and determination of the terms of allotment of the General Mandate Rights Shares as follows:</p> <p>(1) An allocation of 6,325,463,407 (six billion three hundred twenty five million four hundred sixty three thousand four hundred and seven) General Mandate Rights Shares with a par value of THB 0.50 (fifty satang) per share to the existing shareholders in proportion to their shareholding which will not exceed 30% of the paid-up capital as of the date the Board of Directors has passed the resolution thereon. As of 25 February 2015, the Bank’s paid-up registered capital was THB 10,542,439,012.50 (ten billion five hundred forty two million four hundred thirty nine thousand twelve baht and fifty satang).</p> <p>(2) Authorization of the Board of Directors or the President and Chief Executive Officer or any person designated by the Board of Directors to consider and determine the objective for the issuance and allotment of the General Mandate Rights Shares, either in one whole amount or in several times; to fix the offering price, date and time of the offering of the shares, and other terms and conditions relating to the General Mandate Rights Offering, including the closing date of the share register book and the record date for the subscription rights, and other details and conditions relating to the issuance and offering of the new ordinary shares this time; and to execute any relevant documents, and do all acts, deeds and things necessary for and expedient in relation to the General Mandate Rights Offering and the increase in the Bank’s registered capital; as well as to give information and file any documents</p>

Details of capital increase

and evidence to the Stock Exchange of Thailand, the Bank of Thailand, the Ministry of Commerce and any other regulatory authorities.

(3) Such allocation of new ordinary shares under general mandate shall be completed by the date of the AGM in 2016 or by the date required by law for the next AGM, whichever is earlier, and shall take place after an approval has been given by relevant regulatory authorities, including the Bank of Thailand and the Ministry of Finance, and the registration of the capital increase and amendment to Memorandum of Association has been made with Department of Business Development, Ministry of Commerce.

As authorized by the above AGM No. 21, the Board of Directors' Meeting No. 8/2015, held on 27 August 2015, approved the allocation of the Bank's 3,689,853,654 (three billion six hundred eighty nine million eight hundred fifty three thousand six hundred fifty four) new ordinary shares with a par value of THB 0.50 (fifty satang) per share to the existing shareholders whose names appear in the share register book of the Bank as at 14 September 2015 in proportion to their shareholding ("**General Mandate Rights Shares**") at the ratio of 7 Rights Shares for every 40 existing shares held, at a price of THB 1.00 (one baht) per shares. In the event that there are remaining Rights Shares after the Rights Offering, such remaining Rights Shares shall be allocated to all the shareholders who have indicated their intention to subscribe in excess of their rights in proportion to their shareholding. Any fraction of the allocated shares that arises as a result of the above allocation shall be discarded. Any director of the Bank and/or President and Chief Executive Officer shall be authorized to execute any relevant documents, and do all acts, deeds and things necessary for and expedient in relation to the General Mandate Rights Offering and the increase in the Bank's registered capital, as well as to give information and file any documents and evidence to the regulatory authorities and other related government agencies.

26 - 30 October 2015	The Bank offered the Rights Shares in proportion to the existing shareholders' shareholding at the ratio of 7 new shares for every 40 existing shares held, at the price of THB 1.00 (one baht) per share. The Bank also registered the new issued and paid-up capital later on 6 November 2015.
2016	- None -
2017	The Extraordinary General Meeting of Shareholders No. 1/2017 ("EGM") of CIMB Thai Bank Public Company Limited ("CIMB Thai" or "the Bank"), held on 24 February 2017, approved the increase of the Bank's registered capital by THB 2,752,747,964.00 (two billion seven hundred fifty two million seven hundred forty seven thousand nine hundred and sixty four baht), from THB 12,387,365,839.50 (twelve billion three hundred eighty seven million three hundred sixty five thousand eight hundred and thirty nine baht and fifty satang) to THB 15,140,113,803.50 (fifteen billion one hundred forty million one hundred thirteen thousand eight hundred and three baht and fifty satang), via the issuance of 5,505,495,928 (five billion five hundred and five million four hundred ninety five thousand nine hundred and twenty eight) new ordinary shares with a par value of THB 0.50 (fifty satang) per share to be offered to existing shareholders in proportion to their shareholding ("Rights Offering") and determination of the terms of allocation of shares as follows:
	(1) Allocation of 5,505,495,928 (five billion five hundred and five million four hundred ninety five thousand nine hundred twenty eight) new ordinary shares with a par value of THB 0.50 (fifty satang) per share to existing shareholders in proportion to their shareholding ("Rights Offering") at the ratio of 2 new shares for every 9 existing CIMB Thai shares, at an offering price of THB 1.00 (one baht) per share. Any fraction of the allocated shares that arises as a result of the allotment shall be discarded;

Details of capital increase

(2) If there are any remaining shares from the first allocation to the existing shareholders, the Bank will allocate such remaining shares, including the discarded fraction of the allocated shares, to the existing shareholders who wish to subscribe for the newly issued shares in excess of their entitlement, at the same price as that of the shares to be allocated. In the case that the remaining shares are less than the number of existing shareholders who subscribe for the shares in excess of their entitlement, the Bank will allocate the remaining shares to such shareholders who subscribe for the shares in excess of their entitlement in proportionate to their shareholding (pro rata basis), provided that the Bank will allocate the remaining shares until there are no shares to be allocated;

(3) The issuance, offering and allocation of the Rights Shares shall only take place after the Bank has obtained the relevant regulatory approvals and consents, including the Bank of Thailand and the Ministry of Finance, to enable all shareholders of the Bank to have the equitable right to subscribe in proportion to their shareholding; and

(4) Authorization of the Board of Directors and/or any person authorized by the Board of Directors to consider and specify other details relevant to the allocation, including but not limited to: (1) considering and determining whether the newly issued shares shall be allocated on one occasion or more, the offering period, the determination and amendment of the book closing date and record date for the subscription rights to the Right Shares, payment of shares, other details and conditions relating to the allocation; (2) entering into negotiations and agreements, and executing relevant documentation and agreements, and undertaking any act in connection with the allocation; and (3) signing application forms for permission or exemption and evidence necessary and relevant to the allocation and offering of the newly issued shares, as well as applying for permission or exemption for such documentation and evidence from the government agencies or other relevant agencies, including the Bank of Thailand, Ministry of Finance, etc., as well as the listing of the newly issued shares on the Stock Exchange of Thailand, and any other action necessary for the purpose of the allocation of the newly issued shares.

As authorized by the above EGM No. 1/2017, the Board of Directors' Meeting No. 4/2017, held on 25 April 2017, approved the allocation of 5,505,495,928 (five billion five hundred and five million four hundred ninety five thousand nine hundred twenty eight) new ordinary shares of the Bank with a par value of THB 0.50 (fifty satang) per share to the existing shareholders whose names appear in the share register book of the Bank as at 12 May 2017 in proportion to their shareholding ("Rights Offering") at the ratio of 2 Rights Shares for every 9 existing shares held, at a price of THB 1.00 (one baht) per share. If there are any remaining shares from the first allocation to the existing shareholders, the Bank will allocate such remaining shares, including the discarded fraction of the allocated shares, to the existing shareholders who wish to subscribe for the newly issued shares in excess of their entitlement, at the same price as that of the shares to be allocated. In the case that the remaining shares are less than the number of existing shareholders who subscribe for the shares in excess of their entitlement, the Bank will allocate the remaining shares to such shareholders who subscribe for the shares in excess of their entitlement in proportionate to their shareholding (pro rata basis), provided that the Bank will allocate the remaining shares until there are no shares to be allocated. Approval was also granted for any director of the Bank and/or Mr. Kittiphun Anutarasoti to be authorized to enter into negotiations and agreements, execute relevant documentation and agreements, and undertake any act in connection with the allocation; and to sign application forms for permission or exemption and evidence necessary and relevant to the allocation and offering of the newly issued shares, as well as to apply for permission or exemption for such documentation and evidence from the government agencies or other

Details of capital increase	
	relevant agencies, including the Bank of Thailand, Ministry of Finance, etc., and the listing of the newly issued shares on the Stock Exchange of Thailand, and any other action necessary for the purpose of the allocation of the newly issued shares.
29 May 2017 - 2 June 2017	The Bank offered the Rights Shares in proportion to the existing shareholders' shareholding at the ratio of 2 new shares for every 9 existing shares held, at the price of THB 1.00 (one baht) per share. The Bank also registered the new issued and paid-up capital on 8 June 2017.

2.2 Shareholding structure as at 31 August 2018

Capital

The registered capital and the issued and paid-up capital of the Bank as at 31 August 2018 were as follows:

Registered capital	: THB 15,140,113,803.50 (fifteen billion one hundred forty million one hundred thirteen thousand eight hundred and three baht and fifty satang), comprising: (1) Ordinary shares: 30,280,227,607 shares (thirty billion two hundred eighty million two hundred twenty seven thousand six hundred and seven) shares, with a par value of THB 0.50 (fifty satang) (2) Preference shares: -none-
Issued and paid-up capital	: THB 15,140,113,803.50 ((fifteen billion one hundred forty million one hundred thirteen thousand eight hundred and three baht and fifty satang), comprising 30,280,227,607 (thirty billion two hundred eighty million two hundred twenty seven thousand six hundred and seven) ordinary shares, with a par value of THB 0.50 (fifty satang)

2.3 Issuance of other securities

Issuance of debt securities of the Bank (as at 31 August 2018)

Classified by type	Interest rate	Maturity	Collateral	Restrictions and Requirements	Value of debt securities in issue as at 31 August 2018 (THB)	Credit ratings (Moody's / Fitch Ratings)	Bond holder representative
1. Tier 2 subordinated debt ¹	5.60% per annum	5 July 2024	None	For early redemption for each tranche of the subordinated debt where call option is applicable, the issuer may, at its sole discretion and subject to prior approval of the Bank of Thailand and submission to the Bank of Thailand redemption and substitution plans at least thirty (30) days prior to the call date, redeem and cancel the subordinated debt	3,188,740,000 (MYR 400,000,000)	Issue rating AA 3 by RAM Rating Services Berhad	None

Classified by type	Interest rate	Maturity	Collateral	Restrictions and Requirements	Value of debt securities in issue as at 31 August 2018 (THB)	Credit ratings (Moody's / Fitch Ratings)	Bond holder representative
				in whole but not in part on the call date in the principal amount together with all deferred and accrued but unpaid interest (if any), under the subordinated debt). The optional redemption by the issuer of the subordinated debt of one tranche does not trigger the redemption of the subordinated debt of other tranches. This is provided that, if required by the Bank of Thailand, 1) the redemption and substitution plans will include the issuance, either immediately or before the redemption, of financial instruments of equivalent or superior quality in substitution for the subordinated debt to be redeemed; and 2) the issuance of these substitute instruments will not affect the issuer's ability to perform its business operation.			
2. Tier 2 subordinated debt ¹	5.35%per annum	11 July 2026	None	For early redemption for each tranche of the subordinated debt where call option is applicable, the issuer may, at its sole discretion and subject to prior approval of the Bank of Thailand and submission to the Bank of Thailand redemption and substitution plans at least thirty (30) days prior to the call date, redeem and	4,543,954,500 (MYR 570,000,000)	Issue rating AA3 by RAM Rating Services Berhad	None

Classified by type	Interest rate	Maturity	Collateral	Restrictions and Requirements	Value of debt securities in issue as at 31 August 2018 (THB)	Credit ratings (Moody's / Fitch Ratings)	Bond holder representative
				cancel the subordinated debt in whole but not in part on the call date in the principal amount together with all deferred and accrued but unpaid interest (if any), under the subordinated debt). The optional redemption by the issuer of the subordinated debt of one tranche does not trigger the redemption of the subordinated debt of other tranches. This is provided that, if required by the Bank of Thailand, 1) the redemption and substitution plans will include the issuance, either immediately or before the redemption, of financial instruments of equivalent or superior quality in substitution for the subordinated debt to be redeemed; and 2) the issuance of these substitute instruments will not affect the issuer's ability to perform its business operation.			
3. Tier 2 subordinated debt ³	5.20%per annum	29 March 2023	None	For early redemption for each tranche of the subordinated debt where call option is applicable, the issuer may, at its sole discretion and subject to prior approval of the Bank of Thailand and submission to the Bank of Thailand redemption and substitution plans at least thirty (30) days	3,109,021,500 (MYR390,000,000)	Issue rating AA3 by RAM Rating Services Berhad	None

Classified by type	Interest rate	Maturity	Collateral	Restrictions and Requirements	Value of debt securities in issue as at 31 August 2018 (THB)	Credit ratings (Moody's / Fitch Ratings)	Bond holder representative
				<p>prior to the call date, redeem and cancel the subordinated debt in whole but not in part on the call date in the principal amount together with all deferred and accrued but unpaid interest (if any), under the subordinated debt). The optional redemption by the issuer of the subordinated debt of one tranche does not trigger the redemption of the subordinated debt of other tranches. This is provided that, if required by the Bank of Thailand, 1) the redemption and substitution plans will include the issuance, either immediately or before the redemption, of financial instruments of equivalent or superior quality in substitution for the subordinated debt to be redeemed; and 2) the issuance of these substitute instruments will not affect the issuer's ability to perform its business operation.</p>			

Notes: 1. Referring to a subordinated debt instrument with cash flow hedge in the amount of MYR 400 million and MYR 570 million.

3. Directors and top 10 shareholders of the Bank as of the closing date of the share register book

3.1 Board of Directors

The Board of Directors of the Bank as at 31 August 2018 comprises:

	Name	Positions
1.	Mr. Chakramon Phasukavanich	Chairman / Independent Director / Member of Audit Committee
2.	Dato' Robert Cheim Dau Meng	Vice Chairman / Member and Alternate Chairman of Nomination, Remuneration and Corporate Governance Committee
3.	Mrs. Watanan Petersik	Independent Director / Chairperson of Nomination and Remuneration and Corporate Governance Committee
4.	Mr. Maris Samaram	Independent Director / Chairman of Audit Committee
5.	Mr. Chitrapongse Kwangsukstith	Director / Member and Alternate Chairman of Board Risk Committee
6.	Dato' Lee Kok Kwan	Director / Chairman of Board Risk Committee
7.	Ms. Serena Tan Mei Shwen	Director / Member of Board Risk Committee
8.	Mr. Chanmanu Sumawong	Independent Director / Member of Audit Committee
9.	Datuk' Joseph Dominic Silva	Independent Director / Member of Nomination and Remuneration and Corporate Governance Committee
10.	Mr. Kittiphun Anutarasoti	President and Chief Executive Officer

3.2 Shareholders

The top 10 shareholders of the Bank as at 6 August 2018 which was the closing date of the share register book are as follows:

Item	Shareholder Name	Number of shares	Percentage (%)
1	CIMB Bank Berhad	28,496,703,159	94.11
2	Bank Julius Baer & Co., Ltd. SINGAPORE	760,756,147	2.51
3	Thai NVDR Co., Ltd.	137,972,420	0.46
4	Mr. Pisit Prukpaiboon	42,326,382	0.14
5	SCB SET Banking Sector Index	37,628,308	0.12
6	Mr. Prawit Phansaichue	13,997,591	0.05
7	Mr. Somchart Namsricharoensuk	13,684,881	0.05
8	Mrs. Jaroonluk Panichsheewa	11,761,750	0.04
9	Mr. Surasit Kiatiyothsakul	10,870,481	0.04
10	Mr. Pracha Chaisuwan	10,162,933	0.03
	Other shareholders	744,363,555	2.46
	Total of 8,220 shareholders	30,280,227,607	100.00

4. Information on subsidiary companies

Investments in subsidiary, net

Company name	Nature of business	Type of securities	Percentage of holding		Separate Cost method	
			30 June 2018 %	31 December 2017 %	30 June 2018 Million Baht	31 December 2017 Million Baht
Subsidiaries - included in consolidated financial statements						
CT Coll Co., Ltd.	Debt collection	Common stock	100	100	38	38
CIMB Thai Auto Co., Ltd. (Formerly Center Auto Lease Co., Ltd.)	Leasing/hire-Purchase of automobile	Common stock	100	100	1,703	1,203
World Lease Co., Ltd.	Hire-purchase and motorcycles motorcycle trading	Common stock	100	100	467	467
Total					2,208	1,708
Less Allowance for impairment					-	-
Investments in subsidiaries, net					2,208	1,708

Nature of business for the Bank's subsidiaries

• CIMB Thai Auto Co., Ltd. (formerly Center Auto Lease Co., Ltd.)

The company engages in the auto loan business, including loans for purchasing new or old cars and non-life and life insurance advising. These various and fully-integrated services enable customers to comfortably own cars through the sale & leaseback service for various purposes, i.e. investment, consumption, education, etc.

• CT Coll Co., Ltd.

The company provides services of debt collection and debt restructuring by professional employees who have years of experience.

• WorldLease Co., Ltd.

The company has operated the business of hire purchase of motorcycles in Bangkok and its vicinities and upcountry in Thailand.

5. Dividend payment record in the past three years

• Dividend payment policy of the Bank

The Bank may, from time to time, consider paying dividend to its shareholders under its policy of distributing dividends if the Bank has sufficient funds to support the operations and the growth of its business as well as legal reserve requirements.

• **Dividend payment record in year 2015 - 2017**

	Year 2017	Year 2016	Year 2015
Net profit (THB)	71,390,200.18	707,334,741	941,525,029.37
Number of shares	30,280,227,607	24,774,731,679	21,084,878,025
Dividend rate per share (THB)	No payment	0.0075	0.0075
Total amount of dividend payment (THB)	No payment	185,810,487.59	158,136,585.19

• **Dividend payment policy of the Bank's subsidiary companies**

The dividend policy of the Bank's subsidiary companies is at the discretion of the respective subsidiary companies' boards of directors and is subject to the subsidiary companies' net earnings.

Part III
Financial information of CIMB Thai Bank Public Company Limited

Summary of statements of financial position of CIMB Thai Bank Public Company Limited as at 30 June 2018, 31 December 2017 and 2016, and its operating results and financial ratios for the six-month period ended 30 June 2018, 2017 and 2016 and for the years ended 31 December 2017 and 2016.

(Unit: THB)

Statements of Financial Position

	Separate		
	30 June	31 December	31 December
	2018	2017	2016
Assets			
Cash	1,399,484,177	1,588,987,409	1,936,147,365
Interbank and money market items, net	5,892,468,439	18,099,695,389	8,463,665,047
Derivative assets	34,160,044,288	21,278,460,920	21,235,341,272
Investments, net	78,384,156,456	44,059,846,768	55,061,910,795
Investments in subsidiaries, net	2,208,315,115	1,708,315,115	1,324,920,707
Loans and accrued interest receivables			
Loans	207,237,215,771	205,242,484,739	202,939,467,801
Accrued interest receivables	489,587,551	522,709,406	593,582,295
Total loans and accrued interest receivables	207,726,803,322	205,765,194,145	203,533,050,096
Less Deferred revenue	(1,767,908)	(8,651,407)	(38,988,676)
Less Allowance for doubtful debts	(10,445,803,082)	(9,256,336,052)	(9,666,516,204)
Less Revaluation allowance for debt restructuring	(57,946,944)	(105,673,656)	(45,259,015)
Loans and accrued interest receivables, net	197,221,285,388	196,394,533,030	193,782,286,201
Customers' liability under acceptance	157,543,218	581,413,868	45,230,520
Properties for sale, net	885,143,262	888,480,141	1,195,702,862
Premises and equipment, net	3,480,723,049	3,529,189,193	3,609,493,321
Intangible assets, net	360,717,861	364,943,160	363,158,838
Deferred tax assets	952,198,974	1,023,345,737	1,075,692,045
Other assets, net	11,400,422,251	6,789,804,499	7,529,507,359
Total assets	336,502,502,478	296,307,015,229	295,623,056,332

		(Unit: THB)	
Statements of Financial Position (Cont'd)		Separate	
	30 June 2018	31 December 2017	31 December 2016
Liabilities and shareholders' equity			
Liabilities			
Deposits	175,886,569,344	177,702,506,611	183,877,466,049
Interbank and money market items, net	31,791,634,635	15,648,105,797	11,595,328,411
Liability payable on demand	509,817,790	254,663,261	250,092,171
Financial liabilities designated at fair value			
through profit or loss	29,661,216,305	23,103,810,514	18,873,674,513
Derivative liabilities	33,779,965,468	19,965,010,587	21,381,015,668
Debt issued and borrowings	21,822,554,755	17,933,103,726	25,582,513,107
Bank's liability under acceptance	157,543,218	581,413,868	45,230,520
Provisions	1,908,647,068	1,855,519,989	1,919,842,460
Other liabilities	9,823,140,419	7,938,994,106	6,809,617,409
Total liabilities	305,341,089,002	264,983,128,459	270,334,780,308
Shareholders' equity			
Share capital			
Registered			
30,280,227,607 ordinary shares of Baht 0.50 each	15,140,113,804	15,140,113,804	
24,774,731,679 ordinary shares of Baht 0.50 each			12,387,365,840
Issued and paid-up share capital			
30,280,227,607 ordinary shares of Baht 0.50 each	15,140,113,804	15,140,113,804	
24,774,731,679 ordinary shares of Baht 0.50 each			12,387,365,840
Premium on share capital	8,465,413,222	8,465,413,222	5,712,665,258
Other reserves	1,327,589,715	1,558,840,917	1,115,382,330
Retained earnings			
Appropriated - statutory reserve	401,400,000	398,680,000	397,800,000
Unappropriated	5,826,896,735	5,760,838,827	5,675,062,596
Total shareholders' equity	31,161,413,476	31,323,886,770	25,288,276,024
Total liabilities and shareholders' equity	336,502,502,478	296,307,015,229	295,623,056,332

		(Unit: THB)		
Statements of Comprehensive Income		Separate		
		For the three-month period ended 30 June		
		2018	2017	2016
Interest income		3,016,459,563	3,002,318,660	3,201,764,865
Interest expenses		(1,093,077,846)	(1,090,836,854)	(1,186,909,502)
Net interest income		1,923,381,717	1,911,481,806	2,014,855,363
Fees and service income		410,911,035	360,159,579	316,968,261
Fees and service expenses		(71,617,173)	(55,994,681)	(62,533,541)
Net fee and service income		339,293,862	304,164,898	254,434,720
(Losses) gains on trading and foreign exchange transactions		(64,243,274)	958,192,631	480,901,695
Gains (losses) on financial liabilities designated at fair value through profit or loss		218,513,234	(858,756,128)	(410,422,214)
Gains on investments, net		2,775,934	37,556,917	124,924,451
Other operating income		33,875,844	44,723,714	154,966,379
Total operating income		2,453,597,317	2,397,363,838	2,619,660,394
Other operating expenses				
Employee expenses		917,286,628	819,229,510	840,442,615
Directors' remuneration		3,407,700	3,117,200	3,160,400
Premises and equipment expenses		244,707,985	230,911,964	288,168,863
Taxes and duties		94,143,780	102,497,993	108,335,391
Others		262,732,803	114,643,641	228,454,718
Total other operating expenses		1,522,278,896	1,270,400,308	1,468,561,987
Bad and doubtful debts and impairment losses		873,428,838	968,679,337	1,259,593,119
Profit (loss) before income tax expenses		57,889,583	158,284,193	(108,494,712)
Income tax expenses		(19,233,097)	(21,355,778)	32,486,003
Net profit (loss) for the periods		38,656,486	136,928,415	(76,008,709)

(Unit: THB)			
Statements of Comprehensive income (Cont'd)	Separate		
	For the three-month period ended 30 June		
	2018	2017	2016
Other comprehensive (expenses) income			
Items that will be reclassified subsequently to profit or loss			
(Losses) gains on remeasuring available-for-sale investments	(278,826,995)	229,135,174	(359,999,904)
Gains (losses) arising from translating the financial statement of a foreign operation	7,296,465	(6,905,052)	7,982
Gains (losses) on cash flow hedges	64,684,655	61,448,356	(15,699,642)
Income tax relating to items that will be reclassified subsequently to profit or loss	12,325,307	(58,116,706)	75,139,909
Total items that will be reclassified subsequently to profit or loss	(194,520,568)	225,561,772	(300,551,655)
Items that will not be reclassified subsequently to profit or loss			
Changes in revaluation surplus	-	-	(23,643,759)
Remeasurements of post-employment benefit obligations	-	-	-
Income tax relating to items that will not be reclassified subsequently to profit or loss	-	-	4,728,752
Total items that will not be reclassified subsequently to profit or loss	-	-	(18,915,007)
Total other comprehensive (expenses) income	(194,520,568)	225,561,772	(319,466,662)
Total comprehensive (expenses) income for the periods	(155,864,082)	362,490,187	(395,475,371)

(Unit: THB)

Statements of Comprehensive income (Cont'd)

	Separate		
	For the three-month period ended 30 June		
	2018	2017	2016
Net profit (loss) attributable to:			
Equity holders of the Bank	38,656,486	136,928,415	(76,008,709)
Non-controlling interests	-	-	-
	<u>38,656,486</u>	<u>136,928,415</u>	<u>(76,008,709)</u>
Total comprehensive(expenses) income attributable to:			
Equity holders of the Bank	(155,864,082)	362,490,187	(395,475,371)
Non-controlling interests	-	-	-
	<u>(155,864,082)</u>	<u>362,490,187</u>	<u>(395,475,371)</u>
Earnings per share for profit attributable to the equity holders of the Bank			
Basic earnings per share (Baht per share)	0.00	0.01	0.00
Weighted average number of ordinary shares (shares)	<u>30,280,227,607</u>	<u>26,153,221,343</u>	<u>25,333,286,323</u>

(Unit: THB)

Statements of Comprehensive Income

	Separate		
	For the six-month period ended 30 June		
	2018	2017	2016
Interest income	5,920,457,023	6,048,278,074	6,433,543,732
Interest expenses	(2,103,860,537)	(2,242,941,178)	(2,475,593,477)
Net interest income	3,816,596,486	3,805,336,896	3,957,950,255
Fees and service income	769,654,576	672,352,606	587,818,655
Fees and service expenses	(135,641,977)	(105,738,234)	(130,003,502)
Net fee and service income	634,012,599	566,614,372	457,815,153
(Losses) gains on trading and foreign exchange transactions	(7,729,417)	1,326,098,087	2,238,555,471
Gains (losses) on financial liabilities designated at fair value through profit or loss	354,818,614	(1,085,729,117)	(1,958,371,154)
Gains on investments, net	20,994,587	40,713,866	435,080,356
Other operating income	65,034,364	132,086,168	200,145,173
Total operating income	4,883,727,233	4,785,120,272	5,331,175,254
Other operating expenses			
Employee expenses	1,843,931,883	1,677,967,255	1,686,770,255
Directors' remuneration	6,568,900	6,334,200	5,832,400
Premises and equipment expenses	477,692,782	469,104,626	586,286,760
Taxes and duties	188,233,792	202,040,697	215,549,079
Others	503,005,496	350,898,312	433,260,821
Total other operating expenses	3,019,432,853	2,706,345,090	2,927,699,315
Bad and doubtful debts and impairment losses	1,739,610,416	2,068,119,241	2,297,193,119
Profit before income tax expenses	124,683,964	10,655,941	106,282,820
Income tax expenses	(82,554,512)	6,930,777	(11,442,091)
Net profit for the periods	42,129,452	17,586,718	94,840,729

(Unit: THB)

Statements of Comprehensive income (Cont'd)

	Separate		
	For the six-month period ended 30 June		
	2018	2017	2016
Other comprehensive (expenses) income			
Items that will be reclassified			
subsequently to profit or loss			
(Losses) gains on remeasuring			
available-for-sale investments	(274,239,205)	321,908,561	(241,857,969)
Gains (losses) arising from translating			
the financial statement of a foreign operation	1,625,495	(21,106,098)	(4,742,069)
Gains (losses) on cash flow hedges	56,603,215	92,021,417	(18,229,663)
Income tax relating to items that will be			
reclassified subsequently to profit or loss	11,407,749	(82,785,996)	52,017,526
Total items that will be reclassified			
subsequently to profit or loss	(204,602,746)	310,037,884	(212,812,175)
Items that will not be reclassified			
subsequently to profit or loss			
Changes in revaluation surplus	-	-	(27,547,360)
Remeasurements of post-employment			
benefit obligations	-	-	-
Income tax relating to items that will not be			
reclassified subsequently to profit or loss	-	-	5,509,472
Total items that will not be reclassified			
subsequently to profit or loss	-	-	(22,037,888)
Total other comprehensive (expenses) income	(204,602,746)	310,037,884	(234,850,063)
Total comprehensive (expenses) income			
for the periods	(162,473,294)	327,624,602	(140,009,334)

(Unit: THB)

Statements of Comprehensive income (Cont'd)

	Separate		
	For the six-month period ended 30 June		
	2018	2017	2016
Net profit attributable to:			
Equity holders of the Bank	42,129,452	17,586,718	94,840,729
Non-controlling interests	-	-	-
	<u>42,129,452</u>	<u>17,586,718</u>	<u>94,840,729</u>
Total comprehensive(expenses) income attributable to:			
Equity holders of the Bank	(162,473,294)	327,624,602	(140,009,334)
Non-controlling interests	-	-	-
	<u>(162,473,294)</u>	<u>327,624,602</u>	<u>(140,009,334)</u>
Earnings per share for profit attributable to the equity holders of the Bank			
Basic earnings per share (Baht per share)	0.00	0.00	0.00
Weighted average number of ordinary shares (shares)	<u>30,280,227,607</u>	<u>26,153,221,343</u>	<u>25,333,286,323</u>

Statements of Comprehensive Income	(Unit: THB)	
	Separate	
	For the year ended 31 December	
	2017	2016
Interest income	11,913,199,518	12,723,807,296
Interest expenses	(4,325,189,459)	(4,806,998,270)
Net interest income	7,588,010,059	7,916,809,026
Fees and service income	1,471,420,808	1,289,666,205
Fees and service expenses	(223,841,719)	(238,708,889)
Net fees and services income	1,247,579,089	1,050,957,316
Gains on tradings and foreign exchange transactions	2,238,222,821	1,402,493,444
Losses on financial instrument designated at fair value through profit or loss	(1,733,886,254)	(810,387,742)
Gains on investments	490,748,334	482,570,051
Other operating income	233,222,081	329,240,877
Total operating income	10,063,896,130	10,371,682,972
Other operating expenses		
Employee expenses	3,444,686,567	3,302,361,160
Directors' remuneration	12,456,000	12,262,400
Premises and equipment expenses	929,630,735	1,150,024,878
Taxes and duties	397,448,867	441,485,090
Others	1,334,179,030	1,259,456,059
Total other operating expenses	6,118,401,199	6,165,589,587
Bad and doubtful debts and impairment losses	3,944,113,706	5,785,126,100
Profit (loss) before income tax expenses	1,381,225	(1,579,032,715)
Income tax expenses	70,008,975	318,811,256
Net profit (loss) for the year	71,390,200	(1,260,221,459)

	(Unit: THB)	
	Separate	
	For the year ended 31 December	
Statements of Comprehensive Income (Cont'd)	2017	2016
Other comprehensive income		
Items that will be reclassified		
subsequently to profit or loss		
Gains (losses) on remeasuring		
available-for-sale investments	467,099,324	(644,156,155)
Losses arising from translating		
the financial statement of a foreign operation	(30,696,516)	(1,206,592)
Gains on cash flow hedges	62,042,015	58,446,328
Income tax relating to items that will be		
reclassified subsequently to profit or loss	(105,828,268)	117,141,965
Total items that will be reclassified		
subsequently to profit or loss	392,616,555	(469,774,454)
Items that will not be reclassified		
subsequently to profit or loss		
Changes in revaluation surplus	-	1,078,204,826
Remeasurements of post-employment		
benefit obligations	82,635,079	(18,093,944)
Income tax relating to items that will not be		
reclassified subsequently to profit or loss	(16,527,016)	(212,022,177)
Total items that will not be reclassified		
subsequently to profit or loss	66,108,063	848,088,705
Total other comprehensive income	458,724,618	378,314,251
Total comprehensive income (expenses) for the year	530,114,818	(881,907,208)

	(Unit: THB)	
	Separate	
	For the year ended 31 December	
Statements of Comprehensive Income (Cont'd)	2017	2016
Net profit (loss) attributable to:		
Equity holders of the Bank	71,390,200	(1,260,221,459)
Non-controlling interests	-	-
	<u>71,390,200</u>	<u>(1,260,221,459)</u>
Total comprehensive income (expenses) attributable to:		
Equity holders of the Bank	530,114,818	(881,907,208)
Non-controlling interests	-	-
	<u>530,114,818</u>	<u>(881,907,208)</u>
Earnings per share for profit (loss) attributable to the equity holders of the Bank		
Basic earnings (loss) per share (Baht per share)	<u>0.00</u>	<u>(0.05)</u>
Weighted average number of ordinary shares (shares)	<u>28,233,684,776</u>	<u>25,333,286,323</u>

(Unit: THB)

Statements of Cash Flow	Separate		
	For the six-month period ended 30 June		
	2018	2017	2016
Cash flows from operating activities			
Profit before income tax expenses	124,683,964	10,655,941	106,282,820
Adjustments to reconcile net income before income tax to cash in (out) flows from operating activities:			
Depreciation and amortisation	158,521,457	178,356,701	210,719,081
Bad debts and doubtful accounts	1,739,610,416	2,068,119,241	2,297,193,119
Share-based payment	16,230,544	12,705,104	12,565,425
Provision for liabilities	63,121,050	84,594,876	68,650,428
Provision (reversal of) for off-balance sheet items	20,914,384	(151,434,900)	-
Losses on impairment of properties for sale	1,487,569	17,696,463	1,388,641
Unrealised losses (gains) on exchange and derivatives	1,100,826,307	(1,246,941,995)	(2,349,845,325)
Gains on properties for sale	(5,748,972)	(14,957,923)	(74,079,114)
Unrealised losses (gains) on revaluation of investments	139,825,781	(49,247,041)	23,265,272
Losses (gains) on sale of investments	194,898,947	(195,934,809)	(499,428,880)
Gains on disposal of equipment	(6,669,575)	(27,141,909)	(9,758,959)
Losses from write-off premises and equipment	423,742	5,217,644	40,359,968
Losses from write off leasehold rights	8,845,503	-	1,606,584
Reversal of losses on impairment of premises and equipment	-	-	(10,033,744)
(Gain) losses from financial liabilities designated at fair value through profit or loss	(354,818,614)	1,085,729,117	1,958,371,154
Interest income	(5,920,457,023)	(6,048,278,074)	(6,433,543,732)
Dividend income	(6,781,369)	(9,325,290)	(52,100,439)
Interest expenses	2,103,860,537	2,242,941,178	2,475,593,477
Losses from operations before changes in operating assets and liabilities	(621,225,352)	(2,037,245,676)	(2,232,794,223)

(Unit: THB)

Statements of Cash Flow (Cont'd)	Separate		
	For the six-month period ended 30 June		
	2018	2017	2016
(Increase) decrease in operating assets			
Interbank and money market items	12,217,260,064	(2,454,933,438)	7,572,520,026
Investments held for trading	(17,874,182,854)	(912,988,526)	(2,367,556,773)
Loans	(2,422,620,509)	3,313,616,005	(4,089,506,776)
Properties for sale	30,853,738	142,619,163	129,626,828
Other assets	(4,509,185,088)	1,520,496,638	2,707,993,923
Increase (decrease) in operating liabilities			
Deposits	(1,815,937,267)	(12,471,984,949)	(3,975,182,415)
Interbank and money market items	16,143,528,838	4,597,126,493	1,603,553,328
Liability payable on demand	255,154,529	188,199,356	249,815,701
Short-term borrowings	21,556,308	(8,442,051,880)	(5,082,462,461)
Provisions	(30,908,355)	(86,303,867)	(74,970,059)
Other liabilities	1,864,577,161	(1,470,929,467)	(1,621,726,238)
Cash flows provided by (used in) operating activities	3,258,871,213	(18,114,380,148)	(7,180,689,139)
Cash received from interest income	5,283,954,406	5,413,679,931	5,690,193,839
Cash paid for interest expenses	(2,385,730,254)	(2,518,492,608)	(2,966,012,936)
Cash paid for tax	(34,443,215)	-	(139,416,747)
Net cash flows provided by (used in) operating activities	6,122,652,150	(15,219,192,825)	(4,595,924,983)

(Unit: THB)

Statements of Cash Flow (Cont'd)	Separate		
	For the six-month period ended 30 June		
	2018	2017	2016
Cash flows from investing activities			
Cash paid for purchases of available-for-sale securities	(13,595,862,140)	(11,208,287,367)	(25,795,158,977)
Proceeds from disposals of available-for-sale securities	2,945,798,021	13,644,760,845	24,726,569,790
Proceeds from maturity and principle payment of available-for-sale securities	20,000,000	10,000,000	1,250,000,000
Cash paid for purchases of held to maturities securities	(6,709,593,236)	(500,000,000)	(1,715,220,241)
Proceeds from maturity and principle payment of held to maturities securities	193,000,000	2,805,480,340	3,630,560,000
Proceeds from repayment of investment in receivable	501,015	698,766	739,961
Cash paid for purchase of investment in subsidiaries	(500,000,000)	-	-
Cash paid for purchases of general investments	(726,500)	-	-
Proceeds from disposals of general investments	-	-	942,262
Proceeds from decrease in capital of general investments	14,990,000	12,570,000	15,000,000
Cash paid for purchases of premises and equipment	(55,269,855)	(77,736,627)	(36,551,376)
Proceeds from disposals of equipment	7,966,148	29,518,414	17,736,475
Cash paid for purchases of intangible assets	(75,333,817)	(79,353,302)	(36,908,174)
Dividend received	6,781,369	9,325,289	52,100,438
Interest received	662,779,219	803,596,670	933,225,694
Net cash flows (used in) provided by investing activities	(17,084,969,776)	5,450,573,028	3,043,035,852

(Unit: THB)

Statements of Cash Flow (Cont'd)	Separate		
	For the six-month period ended 30 June		
	2018	2017	2016
Cash flows from financing activities			
Dividend paid	-	-	(185,810,488)
Cash paid for interest expenses	-	-	-
Cash received from capital increase	-	5,505,495,928	-
Proceeds from issuing subordinate debentures	3,150,852,900	-	-
Proceeds from issuance of debentures	-	-	-
Proceeds from issuance of structured debentures	5,244,595,732	2,512,000,000	-
Cash paid for redemption of structured debentures	(10,000,000)	(2,893,000,000)	(2,342,000,000)
Cash paid for redemption of structured bill of exchange	(56,500,000)	-	-
Proceeds from issuance of structured bill of exchange	2,442,245,730	4,263,358,864	3,433,389,685
Net cash flows provided by financing activities	10,771,194,362	9,387,854,792	905,579,197
Losses (gains) from foreign currency translation differences	1,620,032	(20,220,518)	(4,537,241)
Net decrease in cash and cash equivalents	(189,503,232)	(400,985,523)	(651,847,175)
Cash and cash equivalents at beginning of the period	1,588,987,409	1,936,147,365	2,395,111,405
Cash and cash equivalents at the end of the period	1,399,484,177	1,535,161,842	1,743,264,230

Supplemental disclosure of cash flows information

Non-cash transaction:

Transfer assets for loan settlement	-	2,800,000	316,065,724
Payable from purchase premises and equipment	947,125	17,062,869	16,190,894
Payable from purchase intangible assets	7,295,028	8,840,410	18,909,348
Properties for sale received from premises and equipment	22,455,456	-	105,526,180
Interest amortisation from premium or discount	97,756,613	136,517,458	198,271,667

(Unit: THB)

Statements of Cash Flows	Separate	
	For the year ended 31 December	
	2017	2016
Cash flows from operating activities		
Profit (loss) before corporate income tax	1,381,225	(1,579,032,715)
Adjustments to reconcile net income before income tax to cash in (out) flows from operating activities:		
Depreciation and amortisation	344,091,704	414,246,806
Bad debts and doubtful accounts	3,944,113,706	5,785,126,100
(Reversal) provision for off-balance sheet items	(42,701,555)	302,644,995
Share-based payment	35,251,070	30,526,962
Provision for liabilities	197,903,657	142,650,148
Losses on impairment of properties for sale	20,391,212	1,388,641
Losses on impairment of other assets	-	11,684,173
Losses on impairment of investments	3,476,616	-
Reversal of losses on impairment of investment in subsidiaries	(383,394,408)	-
Unrealised gains on exchange and derivatives	(3,015,423,032)	(425,352,139)
Gains on properties for sale	(72,996,501)	(108,592,164)
Unrealised (gains) losses on revaluation of investments	(135,317,715)	96,264,552
Gains on sale of investments	(366,098,877)	(470,349,197)
Gains on disposal of premises and equipment	(34,334,525)	(26,932,026)
Gains on surplus from of revaluation of assets	-	(2,392,301)
Gains on impairment of premises and equipment	-	(10,064,738)
Losses from write off premises and equipment	12,487,613	48,312,019
Losses from write off leasehold rights	41,454,421	10,658,464
Losses (gains) on sale of non-performing loan	162,476,024	(771,810)
Losses on financial liabilities designated at fair value through profit or loss	1,733,886,254	810,387,742
Interest income	(11,913,199,518)	(12,723,807,296)
Dividend income	(13,869,441)	(61,944,159)
Interest expenses	4,325,189,459	4,806,988,270
Losses from operations before changes in operating assets and liabilities	(5,155,232,611)	(2,948,359,673)

(Unit: THB)

Statements of Cash Flows (Cont'd)	Separate	
	For the year ended 31 December	
	2017	2016
(Increase) decrease in operating assets		
Interbank and money market items	(9,634,584,045)	5,763,323,834
Investments held for trading	(2,196,019,258)	(1,342,468,824)
Loans	(5,314,731,312)	(9,260,456,248)
Properties for sale	409,785,779	454,003,598
Other assets	662,550,529	1,915,526,015

Increase (decrease) in operating liabilities

Deposits	(6,174,959,438)	13,375,379,100
Interbank and money market items	4,052,777,386	(8,399,088,537)
Liability payable on demand	4,571,090	(70,676,277)
Short-term borrowings	(6,046,902,521)	(14,314,372,766)
Provisions	(136,889,494)	(122,504,066)
Other liabilities	1,094,180,591	(1,917,475,214)

Cash flows used in operating activities

	(28,435,453,304)	(16,867,169,058)
Cash received from interest income	10,804,211,696	11,288,812,167
Cash paid for interest expenses	(4,830,582,524)	(5,502,103,709)
Cash paid for income tax	(62,402,645)	(175,078,844)

Net cash flows used in operating activities

	(22,524,226,777)	(11,255,539,444)
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Statements of Cash Flows (Cont'd)	(Unit: THB)	
	Separate	
	For the year ended 31 December	
	2017	2016
Cash flows from investing activities		
Cash paid for purchases of available-for-sale securities	(14,520,484,708)	(37,905,998,597)
Proceeds from disposals of available-for-sale securities	24,559,533,593	32,003,101,453
Proceeds from maturity of available-for-sale securities	60,000,000	1,607,800,000
Cash paid for purchases of held to maturity securities	(503,847,389)	(5,074,765,297)
Proceeds from disposals of held to maturity securities	480,340	480,340
Proceeds from maturity of held to maturity securities	4,305,000,000	9,830,560,000
Proceeds from repayment of investment in receivable	2,482,988	2,974,664
Cash paid for purchases of general investments	(792,307)	-
Proceeds from disposals of general investments	-	942,262
Proceeds from decrease in capital of general investments	22,710,000	31,750,000
Cash paid for purchases of premises and equipment	(158,616,076)	(218,862,488)
Proceeds from disposals of premises and equipment	36,697,603	36,746,101
Cash paid for purchases of intangible assets	(171,322,945)	(107,327,530)
Dividend received	13,869,440	61,944,159
Interest received	1,487,963,769	1,800,073,714
Net cash flows provided by investing activities	15,133,674,308	2,069,418,781

	(Unit: THB)	
	Separate	
	For the year ended 31 December	
	2017	2016
Statements of Cash Flows (Cont'd)		
Cash flows from financing activities		
Dividend paid	-	(185,810,488)
Cash paid for interest expenses	-	-
Cash received from capital increase	5,505,495,928	-
Proceeds from issuing debentures	-	-
Proceeds from issuing subordinate debentures	-	5,007,729,300
Cash paid for redemption of subordinated debentures	(3,000,000,000)	(3,000,000,000)
Proceeds from issuance of structured debentures	9,467,646,107	1,778,000,000
Cash paid for redemption of structured debentures	(9,028,000,000)	(3,610,000,000)
Proceeds from issuance of structured bills of exchange	4,184,682,754	8,738,592,516
Cash paid for redemption of structured bills of exchange	(57,000,000)	-
Net cash flows provided by financing activities	7,072,824,789	8,728,511,328
Gains on foreign currency translation differences	(29,432,276)	(1,364,705)
Net decrease in cash and cash equivalents	(347,159,956)	(458,964,040)
Cash and cash equivalents at beginning of the year	1,936,147,365	2,395,111,405
Cash and cash equivalents at the end of the year	1,588,987,409	1,936,147,365
Supplemental disclosure of cash flows information		
Non-cash transaction:		
Payable from purchase premises and equipment	22,735,861	7,885,214
Properties for sale received from premises and equipment	38,817,769	116,468,697
Change in revaluation surplus in available-for-sale	(467,099,324)	644,156,155
Interest amortisation from premium or discount	236,842,411	404,473,541

The Bank's Financial Ratios	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-17	31-Dec-16
Profitability Ratios					
Gross profit margin (%)	66.5	65.1	62.9	66.0	64.0
Net profit margin (%)	0.9	0.4	1.8	0.7	(12.2)
Return on equity (%)	0.3	0.1	0.7	0.3	(4.8)
Yield ⁽¹⁾ (%)	5.7	5.9	6.3	5.7	6.2
Cost of funds ⁽²⁾ (%)	2.1	2.1	2.3	2.1	2.2
Spread ⁽³⁾ (%)	3.6	3.8	4.0	3.6	4.0
Return on investment (%)	2.4	2.4	4.2	3.2	3.3
Efficiency Ratios					
Cost to income ratio (%)	61.8	56.6	54.9	60.8	59.4
Net interest margin (%)	2.9	3.0	3.1	2.9	3.1
Return on assets (%)	0.03	0.01	0.1	0.02	(0.4)
Assets turnover ratio (time)	0.03	0.03	0.04	0.03	0.03
Financial Policy Ratios					
Debt to equity ratio (time)	9.8	8.1	10.3	8.5	10.7
Loan to borrowing ratio ⁽⁴⁾ (%)	104.6	103.6	101.8	104.8	96.8
Loan to deposit ratio (Modified LD ratio) ⁽⁵⁾ (%)	92.7	95.0	93.1	93.9	90.9
Deposits to debts ratio (%)	57.6	67.9	62.4	67.1	68.0
Capital adequacy ratio (%)	16.6	18.1	14.8	16.6	15.6
Tier 1 capital funds to risk-weight assets (%)	11.5	12.6	10.6	12.5	10.2
Asset Quality Ratios					
Allowance for doubtful debts to loans and accrued interest receivables (%)	5.0	4.7	4.0	4.5	4.8
Bad debt and doubtful accounts to loans and accrued interest receivables (%)	0.9	0.9	1.0	0.8	1.4
NPL ratio ⁽⁶⁾ (%)	5.7	5.4	4.2	4.7	6.0
Accrued interest receivables to loans and accrued interest receivables (%)	0.4	0.3	0.3	0.3	0.3

Notes:

(1) Yield = Interest incomes / (Average loans+Average interest bearing interbank items)

(2) Cost of funds = Interest expenses / (Average deposits+Average borrowings+Average liabilities payable on demand+Average interest bearing interbank items)

(3) Spread = Yield – Cost of funds

(4) Loan to borrowing ratio = Loans / (Deposits+Liabilities payable on demand+Borrowings)

(5) Modified loan to deposit ratio (modified LDR) = (Gross loans+Loans guaranteed by other banks+Loans to financial institutions) / (Deposits+Bills of exchange+Debentures+Selected financial products)

(6) NPL ratio is calculated according to Bank of Thailand criteria.

Summary of statements of financial position of CIMB Thai Bank Public Company Limited and its subsidiaries as at 30 June 2018, 31 December 2017 and 2016, and their operating results and financial ratios for the six-month period ended 30 June 2018, 2017 and 2016 and for the years ended 31 December 2017 and 2016.

(Unit: THB)

Statements of Financial Position

	Consolidated		
	30 June 2018	31 December 2017	31 December 2016
Assets			
Cash	1,402,303,235	1,591,188,651	1,938,616,493
Interbank and money market items, net	5,945,523,645	18,167,812,758	8,527,657,244
Derivative assets	34,160,044,288	21,278,460,920	21,235,341,272
Investments, net	78,384,156,456	44,059,846,768	55,061,910,795
Investments in subsidiaries, net	-	-	-
Loans and accrued interest receivables			
Loans	221,717,716,722	218,058,207,223	211,437,378,135
Accrued interest receivables	485,825,001	516,911,663	589,798,750
Total loans and accrued interest receivables	222,203,541,723	218,575,118,886	212,027,176,885
<u>Less</u> Deferred revenue	(7,466,005,508)	(7,036,133,482)	(5,848,448,651)
<u>Less</u> Allowance for doubtful debts	(11,332,580,877)	(9,869,265,119)	(9,793,289,246)
<u>Less</u> Revaluation allowance for debt restructuring	(57,946,944)	(105,673,656)	(45,259,015)
Loans and accrued interest receivables, net	203,347,008,394	201,564,046,629	196,340,179,973
Customers' liability under acceptance	157,543,218	581,413,868	45,230,520
Properties for sale, net	1,014,574,694	1,033,943,008	1,285,079,244
Premises and equipment, net	3,539,825,391	3,588,378,733	3,670,638,674
Intangible assets, net	366,398,220	370,043,208	368,387,320
Deferred tax assets	1,379,940,864	1,372,672,738	1,289,224,887
Other assets, net	11,626,881,600	6,995,795,275	7,708,041,398
Total assets	341,324,200,005	300,603,602,556	297,470,307,820

(Unit: THB)

Statements of Financial Position (Cont'd)

	Consolidated		
	30 June 2018	31 December 2017	31 December 2016
Liabilities and shareholders' equity			
Liabilities			
Deposits	175,761,011,635	177,400,677,986	183,663,324,706
Interbank and money market items, net	31,791,634,635	15,648,105,797	11,595,328,411
Liability payable on demand	509,817,790	254,663,261	250,092,171

Financial liabilities designated at fair value			
through profit or loss	29,661,216,305	23,103,810,514	18,873,674,513
Derivative liabilities	33,779,965,468	19,965,010,587	21,381,015,668
Debt issued and borrowings	23,822,554,755	19,933,103,726	25,582,513,107
Bank's liability under acceptance	157,543,218	581,413,868	45,230,520
Provisions	2,005,552,988	1,946,444,925	1,997,419,699
Other liabilities	10,627,542,240	8,718,523,191	7,376,288,614
Total liabilities	308,116,839,034	267,551,753,855	270,764,887,409
Shareholders' equity			
Share capital			
Registered			
30,280,227,607 ordinary shares of Baht 0.50 each	15,140,113,804	15,140,113,804	
24,774,731,679 ordinary shares of Baht 0.50 each			12,387,365,840
Issued and paid-up share capital			
30,280,227,607 ordinary shares of Baht 0.50 each	15,140,113,804	15,140,113,804	
24,774,731,679 ordinary shares of Baht 0.50 each			12,387,365,840
Premium on share capital	8,465,413,222	8,465,413,222	5,712,665,258
Other reserves	1,303,597,097	1,534,848,299	1,094,080,196
Accretion of equity interests in subsidiary	(42,753,751)	(42,753,751)	(42,753,751)
Retained earnings			
Appropriated - statutory reserve	401,400,000	398,680,000	397,800,000
Unappropriated	7,939,590,599	7,555,547,127	7,156,262,868
Total shareholders' equity	33,207,360,971	33,051,848,701	26,705,420,411
Total liabilities and shareholders' equity	341,324,200,005	300,603,602,556	297,470,307,820

(Unit: THB)

Statements of Comprehensive Income

	Consolidated		
	For the three-month period ended 30 June		
	2018	2017	2016
Interest income	3,744,273,925	3,612,078,373	3,672,343,089
Interest expenses	(1,104,444,066)	(1,097,734,828)	(1,186,729,623)
Net interest income	2,639,829,859	2,514,343,545	2,485,613,466
Fees and service income	586,169,309	520,174,129	458,127,384
Fees and service expenses	(73,237,363)	(49,795,602)	(53,900,352)
Net fee and service income	512,931,946	470,378,527	404,227,032
(Losses) gains on trading and foreign exchange transactions	(64,243,274)	958,192,631	480,901,695
Gains (losses) on financial liabilities designated at fair value through profit or loss	218,513,234	(858,756,128)	(410,422,214)
Gains on investments, net	2,775,934	37,556,917	124,924,451
Other operating income	103,310,953	131,547,437	88,076,182
Total operating income	3,413,118,652	3,253,262,929	3,173,320,612

Other operating expenses

Employee expenses	1,068,514,750	971,287,036	980,915,856
Directors' remuneration	3,491,700	3,201,200	3,244,400
Premises and equipment expenses	277,626,975	263,304,813	320,163,745
Taxes and duties	99,990,455	108,282,232	113,225,465
Others	491,051,149	325,647,053	316,809,032
Total other operating expenses	1,940,675,029	1,671,722,334	1,734,358,498
Bad and doubtful debts and impairment losses	1,223,855,560	1,145,811,144	1,383,732,108
Profit before income tax expenses	248,588,063	435,729,451	55,230,006
Income tax expenses	(57,357,390)	(79,093,660)	(15,343,879)
Net profit for the periods	191,230,673	356,635,791	39,886,127

(Unit: THB)

Statements of Comprehensive income (Cont'd)

	Consolidated		
	For the three-month period ended 30 June		
	2018	2017	2016
Other comprehensive (expenses) income			
Items that will be reclassified subsequently to profit or loss			
(Losses) gains on remeasuring available-for-sale investments	(278,826,995)	229,135,174	(359,999,904)
Gains (losses) arising from translating the financial statement of a foreign operation	7,296,465	(6,905,052)	7,982
Gains (losses) on cash flow hedges	64,684,655	61,448,356	(15,699,642)
Income tax relating to items that will be reclassified subsequently to profit or loss	12,325,307	(58,116,706)	75,139,909
Total items that will be reclassified subsequently to profit or loss	(194,520,568)	225,561,772	(300,551,655)
Items that will not be reclassified subsequently to profit or loss			
Changes in revaluation surplus	-	-	(23,643,759)
Remeasurements of post-employment benefit obligations	-	-	-
Income tax relating to items that will not be reclassified subsequently to profit or loss	-	-	4,728,752
Total items that will not be reclassified subsequently to profit or loss	-	-	(18,915,007)
Total other comprehensive (expenses) income	(194,520,568)	225,561,772	(319,466,662)
Total comprehensive (expenses) income for the periods	(3,289,895)	582,197,563	(279,580,535)

(Unit: THB)

Statements of Comprehensive income (Cont'd)
Consolidated
For the three-month period ended 30 June

	2018	2017	2016
Net profit attributable to:			
Equity holders of the Bank	191,230,673	356,635,791	39,886,127
Non-controlling interests	-	-	-
	<u>191,230,673</u>	<u>356,635,791</u>	<u>39,886,127</u>
Total comprehensive(expenses) income attributable to:			
Equity holders of the Bank	(3,289,895)	582,197,563	(279,580,535)
Non-controlling interests	-	-	-
	<u>(3,289,895)</u>	<u>582,197,563</u>	<u>(279,580,535)</u>
Earnings per share for profit attributable to the equity holders of the Bank			
Basic earnings per share (Baht per share)	0.01	0.01	0.00
Weighted average number of ordinary shares (shares)	<u>30,280,227,607</u>	<u>26,153,221,343</u>	<u>25,333,286,323</u>

(Unit: THB)

Statements of Comprehensive Income

	Consolidated		
	For the six-month period ended 30 June		
	2018	2017	2016
Interest income	7,362,303,690	7,226,593,062	7,351,419,590
Interest expenses	(2,126,893,408)	(2,249,634,183)	(2,475,515,134)
Net interest income	5,235,410,282	4,976,958,879	4,875,904,456
Fees and service income	1,129,475,059	988,886,297	850,250,503
Fees and service expenses	(141,877,496)	(91,117,766)	(111,061,622)
Net fee and service income	987,597,563	897,768,531	739,188,881
(Losses) gains on trading and foreign exchange transactions	(7,729,417)	1,326,098,087	2,238,555,471
Gains (losses) on financial liabilities designated at fair value through profit or loss	354,818,614	(1,085,729,117)	(1,958,371,154)
Gains on investments, net	20,994,587	40,713,866	435,080,356
Other operating income	204,234,436	227,327,555	157,518,793
Total operating income	6,795,326,065	6,383,137,801	6,487,876,803
Other operating expenses			
Employee expenses	2,149,216,678	1,990,530,798	1,964,679,997
Directors' remuneration	6,736,900	6,502,200	6,000,400
Premises and equipment expenses	542,884,585	534,812,153	649,412,823
Taxes and duties	200,237,392	213,536,950	225,578,755
Others	974,926,919	673,632,657	643,956,690
Total other operating expenses	3,874,002,474	3,419,014,758	3,489,628,665
Bad and doubtful debts and impairment losses	2,398,982,029	2,375,933,297	2,533,828,097
Profit before income tax expenses	522,341,562	588,189,746	464,420,041
Income tax expenses	(162,226,546)	(110,348,361)	(97,186,812)
Net profit for the periods	360,115,016	477,841,385	367,233,229

Statements of Comprehensive income (Cont'd)	(Unit: THB)		
	Consolidated		
	For the six-month period ended 30 June		
	2018	2017	2016
Other comprehensive (expenses) income			
Items that will be reclassified subsequently to profit or loss			
(Losses) gains on remeasuring available-for-sale investments	(274,239,205)	321,908,561	(241,857,969)
Gains (losses) arising from translating the financial statement of a foreign operation	1,625,495	(21,106,098)	(4,742,069)
Gains (losses) on cash flow hedges	56,603,215	92,021,417	(18,229,663)
Income tax relating to items that will be reclassified subsequently to profit or loss	11,407,749	(82,785,996)	52,017,526
Total items that will be reclassified subsequently to profit or loss	(204,602,746)	310,037,884	(212,812,175)
Items that will not be reclassified subsequently to profit or loss			
Changes in revaluation surplus	-	-	(27,547,360)
Remeasurements of post-employment benefit obligations	-	-	-
Income tax relating to items that will not be reclassified subsequently to profit or loss	-	-	5,509,472
Total items that will not be reclassified subsequently to profit or loss	-	-	(22,037,888)
Total other comprehensive (expenses) income	(204,602,746)	310,037,884	(234,850,063)
Total comprehensive income for the periods	155,512,270	787,879,269	132,383,166

(Unit: THB)

Statements of Comprehensive income (Cont'd)

	Consolidated		
	For the six-month period ended 30 June		
	2018	2017	2016
Net profit attributable to:			
Equity holders of the Bank	360,115,016	477,841,385	367,233,229
Non-controlling interests	-	-	-
	<u>360,115,016</u>	<u>477,841,385</u>	<u>367,233,229</u>
Total comprehensive income attributable to:			
Equity holders of the Bank	155,512,270	787,879,269	132,383,166
Non-controlling interests	-	-	-
	<u>155,512,270</u>	<u>787,879,269</u>	<u>132,383,166</u>
Earnings per share for profit attributable to the equity holders of the Bank			
Basic earnings per share (Baht per share)	0.01	0.02	0.01
Weighted average number of ordinary shares (shares)	<u>30,280,227,607</u>	<u>26,153,221,343</u>	<u>25,333,286,323</u>

Statements of Comprehensive Income	(Unit: THB)	
	Consolidated	
	For the year ended 31 December	
	2017	2016
Interest income	14,557,766,606	14,671,929,135
Interest expenses	(4,355,322,725)	(4,806,163,382)
Net interest income	10,202,443,881	9,865,765,753
Fees and service income	2,140,296,232	1,837,426,211
Fees and service expenses	(195,842,620)	(201,845,300)
Net fees and services income	1,944,453,612	1,635,580,911
Gains on tradings and foreign exchange transactions	2,238,222,821	1,402,493,444
Losses on financial instrument designated at fair value through profit or loss	(1,733,886,254)	(810,387,742)
Gains on investments	107,353,927	482,570,051
Other operating income	396,161,195	352,086,453
Total operating income	13,154,749,182	12,928,108,870
Other operating expenses		
Employee expenses	4,068,397,712	3,857,722,186
Directors' remuneration	12,792,000	12,598,400
Premises and equipment expenses	1,060,266,367	1,279,866,016
Taxes and duties	420,692,273	461,092,983
Others	2,050,806,859	1,812,232,818
Total other operating expenses	7,612,955,211	7,423,512,403
Bad and doubtful debts and impairment losses	5,053,034,607	6,279,268,383
Profit (loss) before income tax expenses	488,759,364	(774,671,916)
Income tax expenses	(103,861,136)	145,146,699
Net profit (loss) for the year	384,898,228	(629,525,217)

	(Unit: THB)	
	Consolidated	
	For the year ended 31 December	
Statements of Comprehensive Income (Cont'd)	2017	2016
Other comprehensive income		
Items that will be reclassified subsequently to profit or loss		
Gains (losses) on remeasuring available-for-sale investments	467,099,324	(644,156,155)
Losses arising from translating the financial statement of a foreign operation	(30,696,516)	(1,206,592)
Gains on cash flow hedges	62,042,015	58,446,328
Income tax relating to items that will be reclassified subsequently to profit or loss	(105,828,268)	117,141,965
Total items that will be reclassified subsequently to profit or loss	392,616,555	(469,774,454)
Items that will not be reclassified subsequently to profit or loss		
Changes in revaluation surplus	-	1,078,204,826
Remeasurements of post-employment benefit obligations	79,271,973	(24,267,343)
Income tax relating to items that will not be reclassified subsequently to profit or loss	(15,854,394)	(210,787,497)
Total items that will not be reclassified subsequently to profit or loss	63,417,579	843,149,986
Total other comprehensive income	456,034,134	373,375,532
Total comprehensive income (expenses) for the year	840,932,362	(256,149,685)

	(Unit: THB)	
	Consolidated	
	For the year ended 31 December	
Statements of Comprehensive Income (Cont'd)	2017	2016
Net profit (loss) attributable to:		
Equity holders of the Bank	384,898,228	(629,525,217)
Non-controlling interests	-	-
	<u>384,898,228</u>	<u>(629,525,217)</u>
Total comprehensive income (expenses) attributable to:		
Equity holders of the Bank	840,932,362	(256,149,685)
Non-controlling interests	-	-
	<u>840,932,362</u>	<u>(256,149,685)</u>
Earnings per share for profit (loss) attributable to the equity holders of the Bank		
Basic earnings (loss) per share (Baht per share)	<u>0.01</u>	<u>(0.02)</u>
Weighted average number of ordinary shares (shares)	<u>28,233,684,776</u>	<u>25,333,286,323</u>

(Unit: THB)

Statements of Cash Flow	Consolidated		
	For the six-month period ended 30 June		
	2018	2017	2016
Cash flows from operating activities			
Profit before income tax expenses	522,341,562	588,189,746	464,420,041
Adjustments to reconcile net income before income tax to cash in (out) flows from operating activities:			
Depreciation and amortisation	169,342,546	190,514,042	222,963,567
Bad debts and doubtful accounts	2,398,982,029	2,375,933,297	2,533,828,097
Share-based payment	16,230,544	12,705,104	12,565,425
Provision for liabilities	69,102,035	88,838,766	74,053,260
Provision (reversal of) for off-balance sheet items	20,914,384	(151,434,900)	-
(Gains) losses on impairment of properties for sale	(11,384,894)	32,935,115	2,810,522
Unrealised losses (gains) on exchange and derivatives	1,100,826,307	(1,246,941,995)	(2,349,845,325)
Losses on properties for sale	290,687,289	170,469,090	115,054,946
Unrealised losses (gains) on revaluation of investments	139,825,781	(49,247,041)	23,265,272
Losses (gains) on sale of investments	194,820,147	(195,934,809)	(499,428,880)
Gains on disposal of equipment	(11,575,246)	(28,527,773)	(10,177,238)
Losses from write-off premises and equipment	427,242	5,217,644	40,359,968
Losses from write off leasehold rights	8,845,503	-	1,606,584
Reversal of losses on impairment of premises and equipment	-	-	(10,033,744)
(Gain) losses from financial liabilities designated at fair value through profit or loss	(354,818,614)	1,085,729,117	1,958,371,154
Interest income	(7,362,303,690)	(7,226,593,062)	(7,351,419,590)
Dividend income	(6,781,368)	(9,325,290)	(9,751,208)
Interest expenses	2,126,893,408	2,249,634,183	2,475,515,134
Losses from operations before changes in operating assets and liabilities	(687,625,035)	(2,107,838,766)	(2,305,842,015)

(Unit: THB)

Statements of Cash Flow (Cont'd)	Consolidated		
	For the six-month period ended 30 June		
	2018	2017	2016
(Increase) decrease in operating assets			
Interbank and money market items	12,232,322,226	(2,456,165,512)	7,571,681,225
Investments held for trading	(17,874,104,054)	(912,988,526)	(2,367,556,773)
Loans	(4,947,685,741)	(122,786,914)	(5,591,864,893)
Properties for sale	674,840,780	577,503,767	833,578,942
Other assets	(4,561,271,414)	1,523,263,331	2,682,105,763
Increase (decrease) in operating liabilities			
Deposits	(1,639,666,350)	(12,477,038,430)	(3,906,884,970)
Interbank and money market items	16,143,528,838	4,597,126,493	1,579,553,328
Liability payable on demand	255,154,529	188,199,356	249,815,701
Short-term borrowings	21,556,308	(8,442,051,880)	(5,082,462,461)
Provisions	(30,908,355)	(86,303,867)	(74,970,059)
Other liabilities	1,960,794,988	(1,414,972,394)	(1,597,189,179)
Cash flows provided by (used in) operating activities	1,546,936,720	(21,134,053,342)	(8,010,035,391)
Cash received from interest income	6,723,765,881	6,589,989,494	6,606,401,795
Cash paid for interest expenses	(2,384,632,802)	(2,510,814,433)	(2,965,963,490)
Cash paid for tax	(232,188,350)	(151,051,501)	(174,363,084)
Net cash flows provided by (used in) operating activities	5,653,881,449	(17,205,929,782)	(4,543,960,170)

Statements of Cash Flow (Cont'd)	(Unit: THB)		
	Consolidated		
	For the six-month period ended 30 June		
	2018	2017	2016
Cash flows from investing activities			
Cash paid for purchases of available-for-sale securities	(13,595,862,140)	(11,208,287,367)	(25,795,158,977)
Proceeds from disposals of available-for-sale securities	2,945,798,021	13,644,760,845	24,726,569,790
Proceeds from maturity and principle payment of available-for-sale securities	20,000,000	10,000,000	1,250,000,000
Cash paid for purchases of held to maturities securities	(6,709,593,236)	(500,000,000)	(1,715,220,241)
Proceeds from maturity and principle payment of held to maturities securities	193,000,000	2,805,480,340	3,630,560,000
Proceeds from repayment of investment in receivable	501,015	698,766	739,961
Cash paid for purchase of investment in subsidiaries	-	-	-
Cash paid for purchases of general investments	(726,500)	-	-
Proceeds from disposals of general investments	-	-	942,262
Proceeds from decrease in capital of general investments	14,990,000	12,570,000	15,000,000
Cash paid for purchases of premises and equipment	(65,993,636)	(85,519,603)	(45,000,405)
Proceeds from disposals of equipment	12,871,924	30,909,146	18,163,986
Cash paid for purchases of intangible assets	(75,927,843)	(79,679,667)	(37,866,724)
Dividend received	6,781,369	9,325,289	9,751,209
Interest received	662,779,219	803,596,670	933,229,744
Net cash flows (used in) provided by investing activities	(16,591,381,807)	5,443,854,419	2,991,710,605

Statements of Cash Flow (Cont'd)	(Unit: THB)		
	Consolidated		
	For the six-month period ended 30 June		
	2018	2017	2016
Cash flows from financing activities			
Dividend paid	-	-	(185,810,488)
Cash paid for interest expenses	(24,199,452)	(7,219,726)	-
Cash received from capital increase	-	5,505,495,928	-
Proceeds from issuing subordinate debentures	3,150,852,900	-	-
Proceeds from issuance of debentures	-	2,000,000,000	-
Proceeds from issuance of structured debentures	5,244,595,732	2,512,000,000	-
Cash paid for redemption of structured debentures	(10,000,000)	(2,893,000,000)	(2,342,000,000)
Cash paid for redemption of structured bill of exchange	(56,500,000)	-	-
Proceeds from issuance of structured bill of exchange	2,442,245,730	4,263,358,864	3,433,389,685
Net cash flows provided by financing activities	10,746,994,910	11,380,635,066	905,579,197
Losses (gains) from foreign currency translation differences	1,620,032	(20,220,518)	(4,537,241)
Net decrease in cash and cash equivalents	(188,885,416)	(401,660,815)	(651,207,609)
Cash and cash equivalents at beginning of the period	1,591,188,651	1,938,616,493	2,397,196,928
Cash and cash equivalents at the end of the period	1,402,303,235	1,536,955,678	1,745,989,319
Supplemental disclosure of cash flows information			
Non-cash transaction:			
Transfer assets for loan settlement	-	667,308,407	2,010,518,968
Payable from purchase premises and equipment	947,125	17,062,869	16,190,894
Payable from purchase intangible assets	7,295,028	8,840,410	18,909,348
Properties for sale received from premises and equipment	22,455,456	-	105,526,180
Interest amortisation from premium or discount	97,756,613	136,517,458	198,271,667

	(Unit: THB)	
	Consolidated	
	For the year ended 31 December	
	2017	2016
Statements of Cash Flows		
Cash flows from operating activities		
Profit (loss) before corporate income tax	488,759,364	(774,671,916)
Adjustments to reconcile net income before income tax to cash in (out) flows from operating activities:		
Depreciation and amortisation	367,291,254	440,170,964
Bad debts and doubtful accounts	5,053,034,607	6,279,268,383
(Reversal) provision for off-balance sheet items	(42,701,555)	302,644,995
Share-based payment	35,251,070	30,526,962
Provision for liabilities	207,888,248	151,748,809
Losses on impairment of properties for sale	47,970,983	5,250,682
Losses on impairment of other assets	-	11,684,173
Losses on impairment of investments	3,476,616	-
Unrealised gains on exchange and derivatives	(3,015,423,032)	(425,352,139)
Losses on properties for sale	380,078,551	322,090,738
Unrealised (gains) losses on revaluation of investments	(135,317,715)	96,264,552
Gains on sale of investments	(366,098,877)	(470,349,197)
Gains on disposal of premises and equipment	(36,746,849)	(29,016,065)
Gains on surplus from of revaluation of assets	-	(2,392,301)
Gains on impairment of premises and equipment	-	(10,064,738)
Losses from write off premises and equipment	13,044,307	48,312,019
Losses from write off leasehold rights	41,603,154	10,658,464
Losses (gains) on sale of non-performing loan	162,476,024	(771,810)
Losses on financial liabilities designated at fair value through profit or loss	1,733,886,254	810,387,742
Interest income	(14,557,766,606)	(14,671,929,135)
Dividend income	(13,869,440)	(19,594,929)
Interest expenses	4,355,322,724	4,806,163,382
Losses from operations before changes in operating assets and liabilities	(5,277,840,918)	(3,088,970,365)

	(Unit: THB)	
	Consolidated	
	For the year ended 31 December	
	2017	2016
Statements of Cash Flows (Cont'd)		
(Increase) decrease in operating assets		
Interbank and money market items	(9,638,709,217)	5,762,463,266
Investments held for trading	(2,196,019,258)	(1,342,468,824)
Loans	(10,508,908,673)	(12,207,579,871)
Properties for sale	1,344,666,908	1,709,786,609
Other assets	659,376,394	1,899,646,123
Increase (decrease) in operating liabilities		
Deposits	(6,262,646,720)	13,446,187,779
Interbank and money market items	4,052,777,386	(8,423,088,537)
Liability payable on demand	4,571,090	(70,676,277)
Short-term borrowings	(6,046,902,521)	(14,314,372,766)
Provisions	(136,889,495)	(122,504,066)
Other liabilities	1,237,412,653	(1,907,679,420)
Cash flows used in operating activities	(32,769,112,371)	(18,659,256,349)
Cash received from interest income	13,450,792,981	13,236,817,311
Cash paid for interest expenses	(4,821,676,381)	(5,501,235,191)
Cash paid for income tax	(333,270,211)	(260,166,103)
Net cash flows used in operating activities	(24,473,265,982)	(11,183,840,332)

Statements of Cash Flows (Cont'd)	(Unit: THB)	
	Consolidated	
	For the year ended 31 December	
	2017	2016
Cash flows from investing activities		
Cash paid for purchases of available-for-sale securities	(14,520,484,708)	(37,905,998,597)
Proceeds from disposals of available-for-sale securities	24,559,533,593	32,003,101,453
Proceeds from maturity of available-for-sale securities	60,000,000	1,607,800,000
Cash paid for purchases of held to maturity securities	(503,847,389)	(5,074,765,297)
Proceeds from disposals of held to maturity securities	480,340	480,340
Proceeds from maturity of held to maturity securities	4,305,000,000	9,830,560,000
Proceeds from repayment of investment in receivable	2,482,988	2,974,664
Cash paid for purchases of general investments	(792,307)	-
Proceeds from disposals of general investments	-	942,262
Proceeds from decrease in capital of general investments	22,710,000	31,750,000
Cash paid for purchases of premises and equipment	(178,507,407)	(248,780,868)
Proceeds from disposals of premises and equipment	39,159,489	39,224,327
Cash paid for purchases of intangible assets	(173,301,907)	(108,847,701)
Dividend received	13,869,440	19,594,927
Interest received	1,487,963,769	1,800,077,764
Net cash flows provided by investing activities	15,114,265,901	1,998,113,274

	(Unit: THB)	
	Consolidated	
	For the year ended 31 December	
	2017	2016
Statements of Cash Flows (Cont'd)		
Cash flows from financing activities		
Dividend paid	-	(185,810,488)
Cash paid for interest expenses	(31,820,274)	-
Cash received from capital increase	5,505,495,928	-
Proceeds from issuing debentures	2,000,000,000	-
Proceeds from issuing subordinate debentures	-	5,007,729,300
Cash paid for redemption of subordinated debentures	(3,000,000,000)	(3,000,000,000)
Proceeds from issuance of structured debentures	9,467,646,107	1,778,000,000
Cash paid for redemption of structured debentures	(9,028,000,000)	(3,610,000,000)
Proceeds from issuance of structured bills of exchange	4,184,682,754	8,738,592,516
Cash paid for redemption of structured bills of exchange	(57,000,000)	-
Net cash flows provided by financing activities	9,041,004,515	8,728,511,328
Gains on foreign currency translation differences	(29,432,276)	(1,364,705)
Net decrease in cash and cash equivalents	(347,427,842)	(458,580,435)
Cash and cash equivalents at beginning of the year	1,938,616,493	2,397,196,928
Cash and cash equivalents at the end of the year	1,591,188,651	1,938,616,493

Supplemental disclosure of cash flows information

Non-cash transaction:

Payable from purchase premises and equipment	22,735,861	7,885,214
Properties for sale received from premises and equipment	38,817,769	116,468,697
Change in revaluation surplus in available-for-sale	(467,099,324)	644,156,155
Interest amortisation from premium or discount	236,842,411	404,473,541

The Bank and its subsidiaries' financial ratios	30-Jun-18	30-Jun-17	30-Jun-16	31-Dec-17	31-Dec-16
Net interest margin (%)	3.9	3.8	3.8	3.9	3.7
Return on equity (%)	2.2	3.5	2.7	1.3	(2.3)
Return on assets (%)	0.2	0.3	0.2	0.1	(0.2)
Cost to income ratio (%)	57.0	53.6	53.8	57.9	57.4
Loan to deposit ratio (Modified LD ratio) (%)	95.9	97.7	94.3	96.8	92.4
NPL ratio (%)	5.8	5.4	4.3	4.8	6.1
Capital adequacy ratio (%)	17.0	18.6	15.1	17.0	16.1
Tier 1 capital funds to risk-weight assets (%)	12.0	13.2	10.9	12.9	10.7

Analysis of Financial Standing and Operating Performance

1. Consolidated operating results

For the six months ended 30 June 2018, CIMB Thai group's consolidated operating income rose by THB 412.2 million or 6.5% year-on-year ("YoY") to THB 6,795.3 million from 6M2017 mainly contributed by a 5.2% growth in net interest income, a 10.0% growth in net fee and service income and a 12.6% growth in other income. Pre-provision operating profit decreased by 1.4% YoY to THB 2,921.3 million attributed to a 13.3% YoY increase in operating expenses. Net profit decreased by THB 117.7 million or 24.6% YoY to THB 360.1 million due to higher operating expenses coupled with a 1.0% increase in provisions.

Net Interest Margin (NIM) over earning assets stood at 3.87% in 6M2018, compared to 3.81% in 6M2017 as a result of more efficient management of funding costs.

As at 30 June 2018, total gross loans (inclusive of loans guaranteed by other banks and loans to financial institutions) stood at THB 215.2 billion, marking an increase of 1.0% from 31 December 2017. Deposits (inclusive of Bill of Exchanges, Debentures and selected Structured Deposit Products) stood at THB 224.5 billion, an increase of 2.0% from THB 220.1 billion at the end of December 2017. The Modified Loan to Deposit Ratio was lower at 95.9% compared to 96.8% as at 31 December 2017.

(a) Summary of CIMB Thai group's income

On a YoY basis, net interest income increased by THB 258.4 million or 5.2% mainly driven by loan expansion and lower interest expenses. Net fee and service income increased by THB 89.8 million or 10.0% from higher mutual funds, insurance and hire-purchase fees. Total other operating income increased by THB 63.9 million or 12.6% from higher treasury income due to increased market activity.

(b) Cost of funds and operating expenses

CIMB Thai group's interest expenses in 6M2018 amounted to THB 2.1 billion, a YoY drop by THB 122.7 million, or 5.4%, largely from a decrease in interest expenses on deposits.

Operating expenses increased by THB 455.0 million or 13.3%, mainly from higher personnel cost and loss on sale of properties for sale. This resulted in a higher cost to income ratio of 57.0% in 6M2018 compared to 53.6% in 6M2017.

(c) Net profit

Net profit decreased by THB 117.7 million or 24.6% YoY to THB 360.1 million due to higher operating expenses coupled with a 1.0% increase in provisions.

(d) Return on equity

As at 30 June 2018, CIMB Thai group's return on equity was 2.2% compared with 1.3% at the end of December 2017 and the Bank's return on equity was 0.3% compared with 0.3% at the end of December 2017, mainly driven by an increase in net profit during the period.

2. Consolidated financial standing

Assets

As at 30 June 2018, CIMB Thai group's total assets amounted to THB 341.3 billion, an increase by THB 40.7 billion or 13.6% from 31 December 2017, as detailed below:

Interbank and money market items (assets) were THB 5.9 billion, a THB 12.2 billion or 67.3% decrease, mainly from the Bank's liquidity management.

Derivative assets moved up by THB 12.9 billion or 60.5% to THB 34.2 billion, coming mainly from exchange rate contracts.

Net investments stood at THB 78.4 billion, an increase by THB 34.3 billion or 77.9%, mainly due to higher securities held for trading and available-for-sale securities.

Net loans and accrued interest receivables were THB 203.3 billion, up by 0.9% largely in retail segment.

Other assets amounted to THB 11.6 billion, higher by THB 4.6 billion or 66.2%, mainly as a result of an increase in marginal deposit derivatives.

Asset quality

(a) Loans and loan concentration

As at 30 June 2018, CIMB Thai group's total loans net of deferred revenue were THB 214.3 billion, a growth of THB 3.2 billion or 1.5% from THB 211.0 billion as at 31 December 2017. Loans principally comprised loans extended to housing, manufacturing and commerce sectors as well as hire purchase, making up 65.2% of total loans. Housing loans represented the largest proportion, i.e. THB 64.7 billion or 30.2% of total loans. This was in line with the Bank's strategy. Meanwhile, loans to manufacturing and commerce sectors amounted to THB 45.0 billion or 21.0% of total loans, and hire purchase THB 30.0 billion or 14.0% of total loans. Sectors with growth of loans were mainly from housing loans and hire purchase, recording a growth of 6.2% and 5.2%, respectively.

Loans classified by type of business	30 June 2018		31 December 2017		Change	
	THB million	%	THB million	%	THB million	%
Agricultural and mining	6,345	3.0	5,606	2.7	739	13.2
Manufacturing and commerce	44,971	21.0	48,810	23.1	(3,839)	(7.9)
Real estate and construction	13,247	6.2	12,116	5.7	1,131	9.3
Public utilities and services	28,479	13.3	28,229	13.4	250	0.9
Personal cash	12,842	6.0	13,505	6.4	(663)	(4.9)
Housing loans	64,729	30.2	60,971	28.9	3,758	6.2
Hire purchase receivables	29,989	14.0	28,504	13.5	1,485	5.2
Others	13,650	6.3	13,281	6.3	369	2.8
Total loans net of deferred revenue	214,252	100.0	211,022	100.0	3,230	1.5

To prevent concentration risk in any particular industry, the Bank has a policy in place to diversify the proportion of loans granted to various business sectors covering clients from all categories: large, medium and small enterprises as well as retail clients.

(b) Classification of assets

As at 30 June 2018, CIMB Thai group's net loans and accrued interest receivables (excluding loans to financial institutions) amounted to THB 214.7 billion, an increase of 1.5% compared with those as at 31 December 2017. Classification of loans is in compliance with the Bank of Thailand's notification. Pass loans stood at THB 191.0 billion, special-mention loans THB 11.1 billion, and non-performing loans classified as sub-standard, doubtful and doubtful of loss were reported at THB 2.7 billion, THB 3.9 billion, and THB 6.0 billion respectively.

CIMB Thai Group's loan loss coverage ratio decreased to 90.1% as at 30 June 2018 from 93.2% at the end of December 2017. As at 30 June 2018, total provisions stood at THB 11.3 billion, translating to a THB 4.0 billion excess over the Bank of Thailand's reserve requirements.

(c) Non-performing loans (NPL)

The gross non-performing loans ("NPL") stood at THB 12.6 billion, with an equivalent gross NPL ratio of 5.8% from 4.8% as at 31 December 2017. The increase was attributed to commercial banking loans in 6M2018 and the sale of NPLs in 2017. CIMB Thai continues to exercise high credit risk underwriting standards and risk management policies. The Bank also focuses on improving productivity, monitoring collection and managing all accounts closely and effectively.

(d) Income recognition

Interest income is recognised on an accrual basis. The Bank discontinues recognition of accrued interest income on loans that are more than three months overdue or when there is uncertainty of collectability, and then a collection basis is applied. It also reverses interest income on such loans in order to comply with the Bank of Thailand's notification. It will continue income recognition on an accrual basis when the entire amount of principal and overdue interest has been settled.

The Bank recognises interest income on restructured loans on the same accrual basis as applicable to the loans discussed above, with the exception of loans that are subject to monitoring in compliance with restructuring conditions, on which the Bank recognises interest income on a cash basis until the borrower has been able to

comply with the restructuring conditions for a period of at least three consecutive months or three consecutive installments, whichever is longer.

Liabilities

As at 30 June 2018, CIMB Thai group's total liabilities amounted to THB 308.1 billion, up by THB 40.6 billion or 15.2% from 31 December 2017 as follows:

Deposits were THB 175.8 billion, dropping by THB 1.6 billion or 0.9%, mainly from a decrease in savings deposits offset by an increase in fixed deposits.

Interbank and money market items (liabilities) were THB 31.8 billion, up by THB 16.1 billion or 103.2%, as a result of the Bank's liquidity management.

Financial liabilities designated at fair value through profit or loss increased by THB 6.6 billion or 28.4% to THB 29.7 billion, mainly from structured debentures and bills of exchange.

Derivative liabilities went up by THB 13.8 billion or 69.2% to THB 33.8 billion, mainly due to exchange rate and interest rate contracts.

Debt issued and borrowings amounted to THB 23.8 billion, up by THB 3.9 billion or 19.5%, largely caused by the issuing of subordinated debentures during the 6M2018.

Equity

As at 30 June 2018, CIMB Thai group's equity stood at THB 33.2 billion, representing a growth of THB 156 million or 0.5% from 31 December 2017, mainly due to the increase in net profit in 6M2018.

Off balance sheets: Commitments

As at 30 June 2018, the Bank and its subsidiaries had combined commitments of THB 3,191.0 billion, up by THB 688.2 billion (27.5%) from THB 2,502.8 billion at the end of December 2017, mostly from an increase in derivatives as indicated in the table below:

(THB million)

Off balance sheets: commitments	30 June 2018	31 December 2017	variance %
Avals to bills and guarantees of loans	263	90	192.2
Liability under unmatured import bills	535	299	78.9
Letters of credit	1,371	1,683	(18.5)
Other commitments:	3,188,846	2,500,700	27.5
Derivatives	3,122,140	2,446,966	27.6
Undrawn bank overdrafts	14,403	17,674	(18.5)
Undrawn credit line	25,817	25,073	3.0
Investments	15,041	1,170	1,185.6
Others	11,445	9,817	16.6
Total	3,191,015	2,502,772	27.5

Liquidity

Cash and cash equivalent items, as indicated in the cash flow statement of CIMB Thai group as at 30 June 2018, amounted to THB 1.4 billion, a net decrease of THB 188.9 million from 31 December 2017. Details of the changes are as follows:

Net cash flows provided by operating activities in 6M2018 were THB 5.7 billion. Losses from operations before changes in operating assets and liabilities were THB 687.6 million, including THB 522.3 million in pre-tax net profit for the period, and adjustments of non-cash items to net profit, largely from interest income as well as bad debts and doubtful accounts. Operating assets for the year went down by THB 14.5 billion mainly from a decrease in securities held for trading and loans. In addition, operating liabilities moved up by THB 16.7 billion, resulting from interbank and money market items.

Net cash flows used in investing activities were THB 16.6 billion, mostly coming from net cash paid for available for sale securities.

Net cash flows provided by financing activities were THB 10.7 billion, comprising proceeds from net cash received from structured debentures and cash received from issuing subordinated debentures.

Relationship between sources and applications of funds

Two major sources of funds for the Bank were deposits and borrowings, while the applications of funds covered the extension of loans. As at 30 June 2018, the Bank had deposits, borrowings and loans classified by maturity as follows:

(Unit: THB billion)

Maturities	Loans*	%	Deposits*	%	Borrowings*	%
Payable on demand	19.0	9.0	65.0	35.0	0.3	0.5
Up to one year	48.6	23.1	119.7	64.3	25.4	36.0
Over one year	143.0	67.9	1.3	0.7	44.8	63.5
Total	210.6	100.0	186.0	100.0	70.5	100.0

*Including interbank and money market items.

The Bank derived its funds from customer deposits which can be categorised as follows:

(Unit: THB billion)

Categories of Deposit	30 June 2018*		31 December 2017*		31 December 2016*	
	Amount	%	Amount	%	Amount	%
Current deposits	3.5	1.9	3.4	1.8	3.1	1.7
Savings deposits	61.5	33.1	67.6	35.6	88.0	45.7
Fixed deposits	121.0	65.0	118.8	62.6	101.2	52.6
Total	186.0	100.0	189.8	100.0	192.3	100.0

*Including interbank and money market items.

Credit Rating

The Bank's credit rating by Fitch Ratings, Moody's Investors Service and RAM Ratings are shown below:

August 2018

Fitch Ratings

National long-term rating	AA-(tha)
National short-term rating	F1+(tha)
Outlook	Stable
National long-term rating on subordinated debt	AA-(tha)
National short-term rating on short-term debt instruments	F1+(tha)

June 2018

Moody's Investors Service

Outlook	Stable
Bank deposits	Baa2/P-2

Baseline credit assessment	ba2
Adjusted baseline credit assessment	baa2
Counterparty risk assessment	Baa1(cr)/P-2(cr)
Issuer rating	Baa2
ST issuer rating	P-2

August 2018

RAM Ratings

Financial institution ratings	AA2/Stable/P1
Tier-2 subordinated debt	AA3/Stable

Financial Ratios

Capital funds and capital adequacy ratio

As at 30 June 2018, the Bank's assets were THB 33.2 billion higher than its liabilities, hence positive shareholders' equity. Its total capital funds amounted to THB 42.8 billion with capital adequacy ratio (BIS ratio) of 16.6%, exceeding the Bank of Thailand (BOT) regulatory requirement. CIMB Thai group's consolidated capital funds amounted to THB 43.9 billion with BIS ratio of 17.0%.

Liquidity and loan to deposit ratio

The Bank has maintained the average cash reserve ratio at 1% of the total deposits and several types of borrowings in accordance with the BOT regulations. As at 30 June 2018, the Bank's cash in hand, cash at cash center and cash at BOT totaled THB 1.5 billion, while the modified loan to deposit ratio was 92.7%, compared with 93.9% a year earlier, which was in line with its business plan.

Increase share capital

On 20 July 2018, the Board of Director's meeting passed a resolution approving the increase of the Bank's registered capital in an amount of Baht 2,271,017,070.50 from the current registered capital of Baht 15,140,113,803.50 to Baht 17,411,130,874.00 by means of the issuance of 4,542,034,141 new ordinary shares at the par value of Baht 0.50 per share to the existing shareholders proportionate to their shareholding at a ratio of 3 right shares for every 20 existing CIMB Thai shares, at the offering price of Baht 0.87 per share which the Bank passed a resolution to determine the date of the Extraordinary General Meeting of Shareholders No. 1/2018 to be held on 4 September 2018.

Subscription No.

Subscription Form for the Newly Issued Ordinary Shares of CIMB Thai Bank Public Company Limited

One subscription form per one shareholder registration no. only

Offering of 4,542,034,141 new ordinary shares ("Rights Shares") with a par value of THB 0.50 per share to existing shareholders of CIMB Thai Bank Public Company Limited (the "Company") at the offering price of THB 0.87 per share at the ratio of 3 Rights Shares for every 20 existing shares held

Date of Subscription ☐ 8 October 2018 ☐ 9 October 2018 ☐ 10 October 2018 ☐ 11 October 2018 ☐ 12 October 2018

Details of Rights Shares Subscriber - Please provide information clearly and completely.

I/We (please specify type of subscriber) Shareholder Registration Number ☐ Natural Person of Thai Nationality ID Card No.
☐ Juristic Person of Thai Nationality Company Registration No.☐ Natural Person of Non-Thai Nationality Alien Registration Card/Passport No.☐ Juristic Person of Non-Thai Nationality Juristic Person Registration No.Name ☐ Mr. ☐ Mrs. ☐ Miss ☐ Juristic Person Shareholder Registration No.

Address no. Moo Lane/Soi Road

Sub-District District Province Postal Code

Telephone (Home/ Office) Mobile Telephone Nationality Occupation

Date of Birth (Registration Date) Tax ID. No. Type of Tax Payment ☐ Non-withholding tax ☐ Withholding taxFor individual, pls. specify ultimate beneficiary (only for subscription from THB 100,000) ☐ Subscriber ☐ Other person (pls. specify)☐ For juristic person (pls. specify)

According to the share register book as at Wednesday, 19 September 2018, I/we ownshare(s), and hereby subscribe for the Rights Shares of CIMB Thai Bank Public Company Limited as follows:

Details of Subscription	No. of Shares Subscribed	Amount (Baht)
<input type="checkbox"/> Fully subscribe for entitled Rights Shares		
<input type="checkbox"/> Subscribe in excess of entitled amount (Please only specify portion of Rights Shares in excess to entitlement)		
<input type="checkbox"/> Subscribe less than entitled amount		
Total		

I/We have enclosed the payment made by

☐ Money Transfer (at CIMB Thai Bank Plc. counter only) ☐ Cashier's Cheque ☐ Bank Draft ☐ Personal Cheque ☐ BAHTNET

Cheque / Draft No. Date Bank Branch

The Bank reserves the right to accept subscription payment made at CIMB Thai Bank Plc. counter only. To make the payment by money transfer from other bank, only BAHTNET is acceptable, and the Bank will be liable for the receiving bank's fee for the subscriber.

Payable to "Account For Subscription for Newly Issued Ordinary Shares of CIMB Thai Bank Public Company Limited"

If the shares are allotted to me/us, I/we hereby agree and instruct the Company to proceed as follows: (Please mark only one method.)

☐ Transfer to my/our own securities trading account: To issue a share certificate for the allotted shares in the name of "Thailand Securities Depository Company Limited for Depositors" and have (name of broker) Participant No. (please specify name of broker and participant number from the list as shown on the back of this form), deposit such shares with the Thailand Securities Depository Company Limited for Securities Trading Account Name Account No. which I/we have an account with. (Name of the subscribing shareholder shall be the same as the name of the owner of the securities trading account. Otherwise, the Rights Shares will be deposited into the account of the securities issuer, participant no. 600.)

☐ Transfer to the issuer's securities trading account: To issue a share certificate for the allotted shares in the name of "Thailand Securities Depository Company Limited" and deposit such shares with the Thailand Securities Depository Company Limited under the participant number 600 for my/our name. (Should the subscriber require the issuance of a share certificate at a later date, the subscriber must pay fee at the rate as defined by Thailand Securities Depository Company Limited). For the subscriber who intends to deposit allotted shares to the issuer account, please complete additional documents to support the subscription and Entity Status Certification and Information Disclosure Consent Form under FATCA (For Entities). (The Company reserves the right not to deposit the shares in the issuer account if there is any indication that the subscriber is a U.S. person and a securities certificate will be issued instead.)

☐ Issue in the form of a share certificate: To issue a share certificate in my/our name and deliver to me/us by registered mail at the address provided in the subscription form within 15 days from the closing date of subscription period. I/We agree that I/we may obtain the share certificate after the Stock Exchange of Thailand has approved the listing of the said newly issued ordinary shares and the trading thereof in the Stock Exchange of Thailand.

☐ For shareholder with pledge scripless: Participant No. Pledge Brokerage Account

I/we hereby undertake and agree to subscribe for such number of Rights Shares as allotted by the Company and shall not revoke this subscription. If I/we do not return this duly completed subscription form together with payment within the subscription period or the cheque, cashier's cheque or bank draft is not collectable, I/we shall be deemed to have not exercised my/our subscription rights. I/we have read the notification of allocation of the newly issued ordinary shares and the documents to notify the entitlement for subscription for the newly issued ordinary shares of CIMB Thai Bank Public Company Limited, and agree to be bound to such notification and documents and any amendment thereof in the future.

Refund of subscription payment (if any): If I/we have been allotted lesser Rights Shares than total subscription amount as specified in the subscription form, or have not been allotted the shares due to any reason as explained in the notification of allocation of the newly issued ordinary shares, I/we agree to have the payment or excess payment returned to me/us by: (Please select only one method.)

☐ Deposit to an account under my/our name at CIMB Thai Bank Plc. by Automated Transfer System (ATS), Branch Account No.
Type ☐ Current account ☐ Savings account (Enclosed is a certified copy of the first page of the account book. The name of account owner must be the same as the subscriber. If the subscriber specifies the account whose owner is not the subscriber or does not provide complete details, the subscription payment will be returned to the subscriber by cheque / cashier's cheque (account payee only).)

☐ Deposit to an account under my/our name at Bank Branch Account No.
Type ☐ Current account ☐ Savings account (Enclosed is a certified copy of the first page of the account book. The name of account owner must be the same as the subscriber. If the subscriber specifies the account whose owner is not the subscriber or does not provide complete details, the subscription payment will be returned to the subscriber by cheque / cashier's cheque (account payee only).)

☐ Pay by cheque or cashier's cheque account payable only to my/our name to be delivered by registered mail at the address provided in the subscription form. (Refund by cheque / cashier's cheque may incur fees which shall be borne by the subscriber.)

Please be aware that there is risk involved in securities investment and make sure that you have thoroughly studied the notification of allocation of newly issued ordinary shares before deciding on the share subscription.

Signed Subscriber
(.....)

Subscription Receipt for the Rights Shares of CIMB Thai Bank Public Company Limited (For Subscribers: Please fill in this part completely and clearly.)

Date of Subscription ☐ 8 October 2018 ☐ 9 October 2018 ☐ 10 October 2018 ☐ 11 October 2018 ☐ 12 October 2018 Subscription No.

CIMB Thai Bank Public Company Limited has received money from (name of subscriber)for the subscription of Rights Shares of CIMB Thai Bank Public Company Limited of shares at THB 1.00 per share, totaling THB.....

made payable by ☐ Money Transfer (at CIMB Thai Bank Plc. Counter only) ☐ Cashier's Cheque ☐ Bank Draft ☐ Personal Cheque ☐ BAHTNET

Cheque / Draft No. Date Bank Branch

☐ To issue a share certificate in the name of "Thailand Securities Depository Company Limited for the Depositors" Participant No. Securities Trading Account No.☐ To issue a share certificate in the name of "Thailand Securities Depository Company Limited" and deposit such shares under the issuer account (participant no. 600) for my/our name.☐ To issue a share certificate in the name of the subscriber.☐ For shareholder with pledge scripless: Participant No. Pledged Brokerage Account

Authorized Officer.....

Remark: Should subscribers wish to change their address, please directly send the notice of such change to the Securities Operation Department, Thailand Securities Depository Company Limited 62 The Stock Exchange of Thailand Building, Ratchadapisek Road, Klongtoey, Bangkok 10110, Tel. 0-2229-2800

BROKER			
Participant No.	Company Name	Participant No.	Company Name
002	TISCO SECURITIES COMPANY LIMITED	030	I V GLOBAL SECURITIES PUBLIC CO., LTD.
003	COUNTRY GROUP SECURITIES PUBLIC CO.,LTD.	032	KTB SECURITIES (THAILAND) COMPANY LIMITED
004	DBS VICKERS SECURITIES (THAILAND) CO.,LTD	034	PHILLIP SECURITIES (THAILAND) PUBLIC CO.,LTD.
005	LAND AND HOUSES SECURITIES PUBLIC COMPANY LIMITED	038	AEC SECURITIES PUBLIC COMPANY LIMITED
006	PHATRA SECURITIES PUBLIC COMPANY LIMITED	048	AIRA SECURITIES PUBLIC COMPANY LIMITED
007	CIMB SECURITIES (THAILAND) COMPANY LIMITED	050	ASL SECURITIES COMPANY LIMITED
008	ASIA PLUS SECURITIES COMPANY LIMITED	051	SBI THAI ONLINE SECURITIES CO.,LTD.
010	MERRILL LYNCH SECURITIES (THAILAND) LIMITED	052	GMO-Z COM SECURITIES (THAILAND)LIMITED
011	KASIKORN SECURITIES PUBLIC COMPANY LIMITED	200	MAYBANK KIM ENG SECURITIES (THAILAND) PUBLIC COMPANY LIMITED
013	KGI SECURITIES (THAILAND) PUBLIC CO.,LTD.	211	UBS SECURITIES (THAILAND) LTD.
014	CAPITAL NOMURA SECURITIES PUBLIC CO.,LTD.	213	ASIA WEALTH SECURITIES COMPANY LIMITED.
015	APPLE WEALTH SECURITIES COMPANY LIMITED	224	BUALUANG SECURITIES PUBLIC COMPANY LIMITED
016	THANACHART SECURITIES PUBLIC COMPANY LIMITED	225	CLSA SECURITIES (THAILAND) LTD.
019	YUANTA SECURITIES (THAILAND) COMPANY LIMITED	229	JPMORGAN SECURITIES (THAILAND) LIMITED
022	TRINITY SECURITIES CO.,LTD.	230	GLOBLEX SECURITIES COMPANY LIMITED
023	SCB SECURITIES CO.,LTD.	244	MACQUARIE SECURITIES (THAILAND) LIMITED
026	UOB KAY HIAN SECURITIES (THAILAND) PUBLIC CO.,LTD.	247	CREDIT SUISSE SECURITIES (THAILAND) LTD.
027	RHB SECURITIES (THAILAND) PUBLIC COMPANY LIMITED	248	KT ZMICO SECURITIES COMPANY LIMITED
029	KRUNGSRI SECURITIES PUBLIC COMPANY LIMITED	924	FINANSIA SYRUS SECURITIES PUBLIC COMPANY LIMITED
SUB-BROKER			
236	TISCO BANK PUBLIC COMPANY LIMITED	243	TSFC SECURITIES PUBLIC COMPANY LIMITED
242	CITICORP SECURITIES (THAILAND) LIMITED)	245	THANACHART BANK PUBLIC COMPANY LIMITED
CUSTODIAN			
301	CITIBANK, N.A. - CUSTODY SERVICES	330	THE HONGKONG AND SHANGHAI BANKING CORP.,LTD.BKK.-BOND
302	THE SIAM COMMERCIAL BANK PUBLIC CO.,LTD.	334	TFSC SECURITIES PUBLIC COMPANY LIMITED - CUSTODIAN
303	BANGKOK BANK PUBLIC COMPANY LIMITED-CUSTODY	336	KIATNAKIN BANK PUBLIC COMPANY LIMITED
304	THE HONGKONG AND SHANGHAI BANKING CORP.,LTD.BKK.	337	TMB BANK PUBLIC COMPANY LIMITED
305	KRUNG THAI BANK PUBLIC CO.,LTD.	339	TISCO BANK PUBLIC COMPANY LIMITED (CUSTODIAN)
308	KASIKORNBANK PUBLIC COMPANY LIMITED	340	JPMORGAN CHASE BANK (BOND TRADING)
312	STANDARD CHARTERED BANK (THAI) PUBLIC CO.,LTD.	343	CIMB THAI BANK PUBLIC COMPANY LIMITED
316	INDUSTRIAL AND COMMERCIAL BANK OF CHINA (THAI) PUBLIC COMPANY LIMITED	345	THANACHART BANK PUBLIC COMPANY LIMITED
320	DEUTSCHE BANK AKTIENGESELLSCHAFT BANGKOK BRANCH - CUSTODY SERVICES	425	KRUNG THAI BANK PUBLIC COMPANY LIMITED (FOR CUSTOMER)
328	BANK OF AYUDHYA PUBLIC COMPANY LIMITED		
329	TMB BANK PUBLIC COMPANY LIMITED		

Entity Status Certification and Information Disclosure Consent Form under FATCA

Certification of the Claimed FATCA Status

I hereby certify that I have the status as follows;

Part 1: Place of Incorporation

	Certification of the Claimed FATCA Status	FATCA Status for Non-U.S. Entities
<input type="checkbox"/>	1.1 I am an entity that is incorporated in: _____ (Fill in a country)	U.S. Person / Non-U.S. Entities
<input type="checkbox"/>	1.2 I am a branch of an entity. Please specify the place of incorporation of the head office: _____ (Fill in a country) In case the entity is incorporated in the U.S., I have attached W-9 certifying the status herewith. (If you are a non-U.S. entity or a branch of non-U.S. entity, please proceed to <u>Part 2</u> . Apart from that, your certificate of the claimed FATCA status is complete.)	

Part 2: FATCA Status for Non-U.S. Entities

	Certification of the Claimed FATCA Status	FATCA Status for Non-U.S. Entities
<input type="checkbox"/>	2.1 I am a financial institution of the type of Participating Foreign Financial Institution or Registered Deemed-Compliant FFI with GIIN : _____	PFFI, RDCFFI
<input type="checkbox"/>	2.2 I am a financial institution of the type of Non-Participating Foreign Financial Institution.	NPFFI
<input type="checkbox"/>	2.3 I am a financial institution of the type of Certified Deemed-Compliant FFI and have attached W-8BEN-E certifying the status herewith.	CDCFFI
<input type="checkbox"/>	2.4 I am a publicly traded (listed) company or affiliate of a listed company; My evidence of listing or affiliation of a listing company is in a copy of the latest financial statement attached herewith.	Excepted NFFE
<input type="checkbox"/>	2.5 I am a government (agents), international organization, or central bank of issue; I certify that I am the beneficial owner of any payment in connection with the securities that is going to be sold or transferred, and is not engaged in commercial financial activities of a type engaged in by an insurance company, custodial institution, or commercial banks.	Exempt Beneficial Owner
<input type="checkbox"/>	2.6 I am a non-profit organization; I certify that I am exempt from income tax under Thai revenue code.	Non-Profit Organization
<input type="checkbox"/>	2.7 I am a non-financial institution whose main income is not from investing . I certify that I am not incorporated in the U.S. and not a financial institution and not exceeding half of my income as stated in my latest financial statement are derived from the following four groups and not exceeding half of my assets as stated in my latest financial statement can generate incomes in the following four groups as follows; <u>Group 1:</u> Dividend and Interest	Active NFFE

	<p><u>Group 2:</u> Rental and Royalties</p> <p><u>Group 3:</u> Income from certain transactions</p> <ul style="list-style-type: none"> Sales of any asset generating income in Group 1 and Group 2 Income from commodity derivative contracts Foreign exchange income Income from SWAP contract (Notional Principal Contract) <p><u>Group 4:</u> Income from insurance and annuity contracts</p> <ul style="list-style-type: none"> Income from reserving activities (insurance company only) Income from annuity contracts Income from insurance contracts 													
[]	<p>2.8 I am a non-financial institution whose main income is from investing. I certify that I am not incorporated in the U.S. and not a financial institution and exceeding half of my income as stated in my latest financial statement are derived from the abovementioned four groups of income <u>or</u> exceeding half of my assets as stated in my latest financial statement can generate incomes in the abovementioned four groups of income. I also hereby declared my U.S. ownership as follows;</p> <p>[] I do not have any owner/shareholder who is a U.S. person <u>or</u> [] I have owner(s)/shareholder(s) who is (are) U.S. persons and have hereby disclosed the name, address, and U.S. Tax Identification Number (TIN) of each holder as follows;</p> <table border="1" style="width: 100%; border-collapse: collapse; margin-top: 10px;"> <thead> <tr> <th style="width: 33%;">Name</th><th style="width: 33%;">Address</th><th style="width: 33%;">TIN</th></tr> </thead> <tbody> <tr><td> </td><td> </td><td> </td></tr> <tr><td> </td><td> </td><td> </td></tr> <tr><td> </td><td> </td><td> </td></tr> </tbody> </table>	Name	Address	TIN										Passive NFFE
Name	Address	TIN												
[]	<p>2.9 I am not eligible for any status provided above I have herewith attached W-8BEN-E with the status of _____</p>	Others												

U.S. Indicia Checklist (Individual & Juristic Person)

Only for shareholder wishing to deposit securities into the Issuer Account

Date.....

I / We.....

ID Card / Passport / Juristic Person Registration No.....

For Individual

1. I was born in the United States of America (U.S.A.) ☐ Yes* ☐ No
2. I am a U.S. citizen or I have the second nationality as the U.S. ☐ Yes* ☐ No
3. I have permanent residence in U.S.A. ☐ Yes* ☐ No

If your answer(s) is/are "Yes" in any of the above answers, you are defined as "the U.S. Indicia" under FATCA. TSD therefore reserves the rights not to deposit your securities into the Issuer Account. Please select other methods of securities holding.

For Juristic person

1. Registered in U.S.A. ☐ Yes * ☐ No
2. Is a financial institution under FATCA ☐ Yes * ☐ No
If "Yes", please enter GIIN No. and specify type ☐ PFFI ☐ RDCFFI
3. Is an entity with investment income / indirect income of 50% or more of total income, ☐ Yes * ☐ No
or having income-generating properties gaining 50% or more of total assets
in the latest accounting period.

If your answer(s) is/are "Yes" in #1 and/or #3, you are defined as "the U.S. Indicia" under FATCA. TSD therefore reserves the rights not to deposit your securities into the Issuer Account. Please select other methods of securities holding.

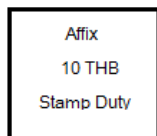
I hereby certify that the above statement is true. If depositing securities into the Issuer Account causes any damage to Thailand Securities Depository Co., Ltd. (TSD) in any way whatsoever. I accept the responsibility and indemnity to Thailand Securities Depository Co., Ltd.

In addition, I acknowledge that TSD may disclose the information contained in this document to the Revenue Department, or other agencies having legal authorities, or having an agreement with TSD to obtain such information.

Sign..... shareholder

(.....) Tel.

In case that the subscriber does not fill in information on the subscription form as required by the Bank and just affixes his/her signature on the form, intending to have other person to proceed with the subscription for him/her, he/she must attach a power of attorney for that person to act on behalf of him/her. The cost of duty stamp will be borne by the Bank.



Power of Attorney
for Subscription of Newly Issued Ordinary Shares of
CIMB Thai Bank Public Company Limited

Made at.....

Date

I/We, (Mr./Mrs./Miss/Company).....(the **"Grantor"**)

Shareholder Registration No.....

☐ National Identification No. / Passport No.....

☐ Company Registration No.

Residing at No.....Lane/Soi.....Road.....

Sub-district.....District.....

Province.....Country.....Postal Code.....

Being a shareholder of CIMB Thai Bank Public Company Limited (the **"Bank"**) according to the Record Date as of 19 September 2018, holdingshare, am/are entitled to subscribe for the capital increase ordinary shares in the number of.....shares as per the details set forth in the Certificate of Subscription Right for Newly Issued Ordinary Shares issued by Thailand Securities Depository Company Limited, as the company's Registrar.

I/We hereby appoint (Mr./Mrs./Miss).....,

National Identification No. / Passport No.....

Residing at No.....Lane/Soi.....Road.....

Sub-district.....District.....

Province.....Country.....Postal Code.....

as my/our lawful representative (the **"Attorney-in-fact"**) to subscribe for the capital increase ordinary shares in the number ofshares for me/us or on my/our behalf, including to sign, amend or add any statement(s) in the Bank's Subscription Form for Newly Issued Ordinary Shares and to pay for the subscription payment of the said capital increase ordinary shares, as well as to perform any other act(s) deemed necessary for the said capital Increase ordinary shares subscription to be duly completed. This Power of Attorney shall be in full force and effect for the objectives set forth above. Any action undertaken by the Attorney-in-fact under this Power of Attorney shall be deemed to be undertaken by myself/ourselves.

Signature..... Shareholder

(.....)

Signature..... Attorney-in-fact

(.....)

Remark: Please enclose a certified true copy of national identification card and/or certificate of incorporation of the grantor, and a certified true copy of national identification card of the authorized signatory(ies) together with a certified true copy of national identification card of the Attorney-in-fact.



