The Siam Commercial Bank Public Company Limited
and its Subsidiaries

Interim financial statements
and
Audit and Review Reports of Certified Public Accountant

For the three-month and six-month periods ended
30 June 2010
Audit and Review Reports of Certified Public Accountant

To the Shareholders of The Siam Commercial Bank Public Company Limited

I have audited the accompanying consolidated and separate balance sheets as at 30 June 2010 and 31 December 2009, and the related statements of income, changes in equity and cash flows for the six-month periods ended 30 June 2010 and 2009 of The Siam Commercial Bank Public Company Limited and its subsidiaries, and of The Siam Commercial Bank Public Company Limited, respectively. The Bank’s management is responsible for the correctness and completeness of information presented in these financial statements. My responsibility is to express an opinion on these financial statements based on my audits.

I conducted my audits in accordance with generally accepted auditing standards. Those Standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audits provide a reasonable basis for my opinion.

In my opinion, the consolidated and separate financial statements referred to above present fairly, in all material respects, the financial positions as at 30 June 2010 and 31 December 2009 and the results of operations and cash flows for the six-month periods ended 30 June 2010 and 2009 of The Siam Commercial Bank Public Company Limited and its subsidiaries, and of The Siam Commercial Bank Public Company Limited, respectively, in accordance with generally accepted accounting principles.

I have also reviewed the consolidated and separate statements of income for the three-month periods ended 30 June 2010 and 2009 of The Siam Commercial Bank Public Company Limited and its subsidiaries, and of The Siam Commercial Bank Public Company Limited, respectively. The Bank’s management is responsible for the correctness and completeness of information presented in these financial statements. My responsibility is to issue a report on these financial statements based on my reviews.

I conducted my reviews in accordance with the auditing standard on review engagements. This Standard requires that I plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of the Bank personnel and analytical procedures applied to financial data and thus provides less assurance than an audit in accordance with generally accepted auditing standards. I have not performed an audit and, accordingly, I do not express an audit opinion on the reviewed financial statements.

Based on my reviews, nothing has come to my attention that causes me to believe that the financial statements referred to above are not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

(Supot Singhasaneh)
Certified Public Accountant
Registration No. 2826

KPMG Phoomchai Audit Ltd.
Bangkok
17 August 2010
The Siam Commercial Bank Public Company Limited and its Subsidiaries

Balance sheets
As at 30 June 2010 and 31 December 2009

<table>
<thead>
<tr>
<th>Assets</th>
<th>Note</th>
<th>30 June 2010</th>
<th>31 December 2010</th>
<th>30 June 2009</th>
<th>31 December 2009</th>
</tr>
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<tbody>
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<td>Cash</td>
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<td>32,868,013,035</td>
<td>26,192,111,427</td>
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<td>Domestic items</td>
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<tr>
<td>Interest bearing</td>
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<td>39,441,167,728</td>
<td>79,014,389,764</td>
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<td>78,538,871,753</td>
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<td>2,875,212,207</td>
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<td>2,786,791,210</td>
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<td>Foreign items</td>
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<td>1,388,538,903</td>
<td>1,220,651,667</td>
<td>1,106,965,884</td>
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<td>Total interbank and money market items, net</td>
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<td>96,261,078,324</td>
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<td></td>
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<td>Short-term investments, net</td>
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<td>57,052,133,364</td>
<td>61,201,315,297</td>
<td>56,474,411,740</td>
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<td>Long-term investments, net</td>
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<td>92,063,280,542</td>
<td>101,646,302,311</td>
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<td>18,360,286,230</td>
<td>18,339,033,009</td>
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<td>Loans and accrued interest receivables</td>
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<td></td>
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<tr>
<td>Loans</td>
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<td>940,238,034,536</td>
<td>954,673,673,780</td>
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<td>Accrued interest receivables</td>
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<td>1,640,284,052</td>
<td>1,426,407,775</td>
<td>1,609,785,937</td>
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<td>Total loans and accrued interest receivables</td>
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<td>972,916,341,051</td>
<td>941,878,318,588</td>
<td>956,080,481,555</td>
<td>910,482,039,958</td>
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<td>Less allowance for doubtful accounts</td>
<td>4.3.5, 4.4</td>
<td>(43,716,584,541)</td>
<td>(42,141,546,188)</td>
<td>(41,170,277,728)</td>
<td>(39,427,471,489)</td>
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<td>Less revaluation allowance for debt restructuring</td>
<td>4.5</td>
<td>(631,552,524)</td>
<td>(752,492,345)</td>
<td>(631,552,524)</td>
<td>(752,492,345)</td>
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<tr>
<td>Total loans and accrued interest receivables, net</td>
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<td>928,568,203,986</td>
<td>898,984,280,055</td>
<td>914,298,251,303</td>
<td>870,302,076,124</td>
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<td>Properties foreclosed, net</td>
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<td>Total assets</td>
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<td>1,294,046,515,310</td>
<td>1,254,954,596,054</td>
<td>1,268,083,376,105</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
The Siam Commercial Bank Public Company Limited and its Subsidiaries

Balance sheets

As at 30 June 2010 and 31 December 2009

<table>
<thead>
<tr>
<th>Liabilities and equity</th>
<th>Note</th>
<th>30 June</th>
<th>31 December</th>
<th>30 June</th>
<th>31 December</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>2010</td>
<td>2009</td>
<td>2010</td>
<td>2009</td>
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<td>Deposits</td>
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<td>Deposits in Baht</td>
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<td>929,810,709,895</td>
<td>904,889,880,544</td>
<td>930,382,073,723</td>
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<td>Deposits in foreign currencies</td>
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<td>23,005,377,421</td>
<td>26,165,437,777</td>
<td>20,178,629,333</td>
<td>22,359,566,535</td>
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<td>Total deposits</td>
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<td>927,373,651,989</td>
<td>955,976,147,672</td>
<td>925,068,509,877</td>
<td>952,741,640,258</td>
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<td>Interbank and money market items</td>
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<td>Domestic items</td>
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<tr>
<td>Interest bearing</td>
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<td>53,751,360,572</td>
<td>45,168,743,705</td>
<td>54,913,897,376</td>
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<td>2,463,261,891</td>
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<td>Foreign items</td>
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<td>Interest bearing</td>
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<td>216,869,248</td>
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<td>123,656,282</td>
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<td>944,277,000</td>
<td>1,204,400,743</td>
<td>961,705,351</td>
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<td>Total interbank and money market items</td>
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<td>48,538,259,108</td>
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<td>49,918,256,218</td>
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<td>Liabilities payable on demand</td>
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<td>5,675,197,573</td>
<td>8,922,337,656</td>
<td>5,672,468,122</td>
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<td>Borrowings</td>
<td>4.13</td>
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<td>Short-term borrowings</td>
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<td>10,889,227,004</td>
<td>35,752,599,548</td>
<td>10,589,227,004</td>
<td>21,552,599,548</td>
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<td>21,430,314,436</td>
<td>23,204,720,913</td>
<td>21,430,314,436</td>
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<td>Total borrowings</td>
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<td>34,093,947,917</td>
<td>57,182,913,984</td>
<td>33,793,947,917</td>
<td>42,982,913,984</td>
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<td>Bank’s liabilities under acceptances</td>
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<td>210,932,360</td>
<td>231,540,971</td>
<td>210,932,360</td>
<td>231,540,971</td>
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<td>Interest payable on deposits</td>
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<td>1,823,930,637</td>
<td>1,201,128,155</td>
<td>1,823,278,802</td>
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<td>Liabilities pending transfer</td>
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<td>14,391,083,941</td>
<td>12,333,124,262</td>
<td>14,248,524,420</td>
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<td>Payables from purchases of investments</td>
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<td>23,799,515,896</td>
<td>26,969,150,005</td>
<td>23,799,515,896</td>
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<td>Derivatives revaluation</td>
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<td>23,969,146,818</td>
<td>23,135,205,756</td>
<td>23,969,146,818</td>
<td>23,135,205,756</td>
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<td>Provisions</td>
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<td>3,737,321,864</td>
<td>3,399,797,266</td>
<td>3,155,144,136</td>
<td>2,951,539,673</td>
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<td>Other liabilities</td>
<td>4.16</td>
<td>20,456,582,868</td>
<td>20,146,227,514</td>
<td>15,718,902,512</td>
<td>15,694,237,775</td>
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<td>Total liabilities</td>
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<td>1,152,241,860,639</td>
<td>1,112,770,295,196</td>
<td>1,131,127,164,018</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
The Siam Commercial Bank Public Company Limited and its Subsidiaries

Balance sheets

As at 30 June 2010 and 31 December 2009

<table>
<thead>
<tr>
<th>Liabilities and equity</th>
<th>Note</th>
<th>30 June 2010</th>
<th>31 December 2010</th>
<th>30 June 2009</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Equity</strong></td>
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<td>Share capital</td>
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<tr>
<td>Authorised share capital</td>
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<td>3,586,155,790 preferred shares of Baht 10 each</td>
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<td>44,916,228,370</td>
<td>35,861,557,900</td>
<td>44,916,228,370</td>
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<td>4,491,622,837 preferred shares of Baht 10 each</td>
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<td>3,413,844,210 ordinary shares of Baht 10 each</td>
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<td>34,138,442,100</td>
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<td>2,508,377,163 ordinary shares of Baht 10 each</td>
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<td>25,083,771,630</td>
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<td>Issued and fully paid-up share capital</td>
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<td>6,832,203 preferred shares of Baht 10 each</td>
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<td>68,322,030</td>
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<td>68,322,030</td>
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<td>7,164,384 preferred shares of Baht 10 each</td>
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<td>71,643,840</td>
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<td>71,643,840</td>
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<tr>
<td>3,392,359,995 ordinary shares of Baht 10 each</td>
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<td>33,923,599,950</td>
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<td>3,392,027,814 ordinary shares of Baht 10 each</td>
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<td>33,920,278,140</td>
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<td>33,920,278,140</td>
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<td>Premium on preferred shares</td>
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<td>28,015,974</td>
<td>26,716,996</td>
<td>28,015,974</td>
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<tr>
<td>Premium on ordinary shares</td>
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<td>11,097,473,630</td>
<td>11,097,473,630</td>
<td>11,096,174,652</td>
<td>11,096,174,652</td>
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<td>Revaluation surplus on land appraisal</td>
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<td>6,096,802,705</td>
<td>6,096,802,705</td>
<td>5,770,828,192</td>
<td>5,770,828,192</td>
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<td>Revaluation surplus on premises appraisal</td>
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<td>5,106,811,204</td>
<td>4,957,628,665</td>
<td>5,039,604,825</td>
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<tr>
<td>Revaluation surplus on investments</td>
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<td>4,818,535,396</td>
<td>3,034,834,124</td>
<td>4,474,166,323</td>
<td>2,716,984,542</td>
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<tr>
<td>Foreign currency translation</td>
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<td>-</td>
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<td>Unrealised gain from capital surplus on investment in subsidiary of associated company</td>
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<td>60,454,357</td>
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<td>-</td>
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<td>Retained earnings</td>
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<td>Appropriated</td>
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<td>Legal reserve</td>
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<td>6,034,293,864</td>
<td>6,034,293,864</td>
<td>6,034,293,864</td>
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<td>Unappropriated</td>
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<td>75,813,879,240</td>
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<td>72,278,388,058</td>
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<td>Total equity attributable to equity holders of the Bank</td>
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<td>145,944,510,760</td>
<td>141,017,536,375</td>
<td>142,184,300,858</td>
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<tr>
<td>Minority interests</td>
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<td>730,041,636</td>
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<td>-</td>
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<tr>
<td>Total equity</td>
<td></td>
<td>146,674,552,396</td>
<td>141,804,654,671</td>
<td>142,184,300,858</td>
<td>136,956,212,087</td>
</tr>
<tr>
<td><strong>Total liabilities and equity</strong></td>
<td></td>
<td>1,266,281,194,575</td>
<td>1,294,046,515,310</td>
<td>1,254,954,596,054</td>
<td>1,268,083,376,105</td>
</tr>
</tbody>
</table>

Off-balance sheet items - contingencies

Avals to bills and guarantees of loans | | 3,120,400,330 | 2,390,859,209 | 3,420,400,330 | 3,590,859,209 |
| Liability under unmatured import bills | | 5,349,794,119 | 5,264,275,048 | 5,349,794,119 | 5,264,275,048 |
| Letter of credit | | 11,563,052,895 | 11,742,837,201 | 11,337,197,117 | 11,518,828,947 |
| Other contingencies | | 2,246,590,105,359 | 2,128,042,387,069 | 2,246,663,222,074 | 2,128,566,786,008 |

(Mrs. Kannikar Chalitaporn) (Mr. Vichit Suraphongchaisri)

President Chairman of the Executive Committee

The accompanying notes are an integral part of these financial statements.
The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statements of income

For the three-month periods ended 30 June 2010 and 2009 (Unaudited)

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
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<td></td>
<td>Note</td>
<td>2010</td>
</tr>
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<td></td>
<td></td>
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<td></td>
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<tr>
<td><strong>Interest and dividend income</strong></td>
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<td></td>
</tr>
<tr>
<td>Loans</td>
<td></td>
<td>10,424,332,597</td>
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<td>Interbank and money market items</td>
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<td>282,740,693</td>
</tr>
<tr>
<td>Hire purchase and financial lease</td>
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<td>Investments</td>
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<tr>
<td>Total interest and dividend income</td>
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<td>12,736,021,622</td>
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<tr>
<td><strong>Interest expenses</strong></td>
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<td></td>
</tr>
<tr>
<td>Deposits</td>
<td></td>
<td>1,417,984,910</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td></td>
<td>165,307,517</td>
</tr>
<tr>
<td>Short-term borrowings</td>
<td></td>
<td>151,308,921</td>
</tr>
<tr>
<td>Long-term borrowings</td>
<td></td>
<td>249,013,431</td>
</tr>
<tr>
<td>Total interest expenses</td>
<td></td>
<td>1,983,614,779</td>
</tr>
<tr>
<td><strong>Net interest and dividend income</strong></td>
<td></td>
<td>10,752,406,843</td>
</tr>
<tr>
<td>Bad debt and doubtful accounts</td>
<td></td>
<td>1,104,183,647</td>
</tr>
<tr>
<td>Loss on debt restructuring</td>
<td></td>
<td>9,951,060</td>
</tr>
<tr>
<td><strong>Net interest and dividend income after bad debt and doubtful accounts and loss on debt restructuring</strong></td>
<td></td>
<td>9,638,272,136</td>
</tr>
<tr>
<td><strong>Non-interest income</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Gain on investments</td>
<td></td>
<td>276,946,404</td>
</tr>
<tr>
<td>Income from equity interest in associated companies</td>
<td></td>
<td>261,419,440</td>
</tr>
<tr>
<td>Fees and service income</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Acceptances, avals and guarantees</td>
<td></td>
<td>213,792,931</td>
</tr>
<tr>
<td>Others</td>
<td></td>
<td>5,004,206,838</td>
</tr>
<tr>
<td>Gain on exchanges</td>
<td></td>
<td>416,900,007</td>
</tr>
<tr>
<td>Underwriting income</td>
<td></td>
<td>545,188,178</td>
</tr>
<tr>
<td>Other income</td>
<td></td>
<td>208,067,770</td>
</tr>
<tr>
<td><strong>Total non-interest income</strong></td>
<td></td>
<td>6,926,521,568</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
### The Siam Commercial Bank Public Company Limited and its Subsidiaries

#### Statements of income

For the three-month periods ended 30 June 2010 and 2009 (Unaudited)

<table>
<thead>
<tr>
<th>Note</th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2010</td>
<td>2009</td>
</tr>
<tr>
<td><strong>Non-interest expenses</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Personnel expenses</td>
<td>3,292,680,700</td>
<td>3,248,759,500</td>
</tr>
<tr>
<td>Premises and equipment expenses</td>
<td>2,033,741,202</td>
<td>1,941,701,547</td>
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<tr>
<td>Taxes and duties</td>
<td>465,049,629</td>
<td>658,994,503</td>
</tr>
<tr>
<td>Fees and service expenses</td>
<td>835,899,848</td>
<td>789,144,005</td>
</tr>
<tr>
<td>Directors’ remuneration</td>
<td>23,979,769</td>
<td>9,147,133</td>
</tr>
<tr>
<td>Contributions to the Financial Institutions</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Development Fund and the Deposit Protection Agency</td>
<td>934,860,461</td>
<td>907,548,210</td>
</tr>
<tr>
<td>Underwriting expenses</td>
<td>281,230,347</td>
<td>266,678,923</td>
</tr>
<tr>
<td>Other expenses</td>
<td>1,253,571,672</td>
<td>1,182,113,666</td>
</tr>
<tr>
<td>Total non-interest expenses</td>
<td>9,121,013,628</td>
<td>9,004,087,487</td>
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<tr>
<td>Income before income tax expense</td>
<td>7,443,780,076</td>
<td>7,225,803,593</td>
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<tr>
<td>Income tax expense</td>
<td>2,104,629,744</td>
<td>2,003,658,341</td>
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<tr>
<td><strong>Net income</strong></td>
<td>5,339,150,332</td>
<td>5,222,145,252</td>
</tr>
</tbody>
</table>

**Income (loss) attributable to:**

- **Equity holders of the Bank**
  - 5,315,697,733
  - 5,234,293,164
  - 6,403,936,954
  - 5,108,287,173

- **Minority interests**
  - 23,452,599
  - (12,147,912)
  - -
  - -

**Net income**

- 5,339,150,332
- 5,222,145,252
- 6,403,936,954
- 5,108,287,173

**Earnings per share**

- **Basic**
  - 1.56
  - 1.41
  - 1.88
  - 1.36

- **Diluted**
  - 1.56
  - 1.41
  - 1.88
  - 1.36

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(Mrs. Kannikar Chalitaporn)  
President

(Mr. Vichit Suraphongchai)  
Chairman of the Executive Committee

The accompanying notes are an integral part of these financial statements.
The Siam Commercial Bank Public Company Limited and its Subsidiaries  

**Statements of income**  
For the six-month periods ended 30 June 2010 and 2009

<table>
<thead>
<tr>
<th>Note</th>
<th>2010 (in Baht)</th>
<th>2009 (in Baht)</th>
<th>2010 (in Baht)</th>
<th>2009 (in Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Interest and dividend income</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loans</td>
<td>20,773,186,005</td>
<td>22,390,377,411</td>
<td>20,761,604,610</td>
<td>22,920,841,185</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>651,383,146</td>
<td>1,176,163,564</td>
<td>645,172,252</td>
<td>1,159,061,177</td>
</tr>
<tr>
<td>Hire purchase and financial lease</td>
<td>1,977,496,535</td>
<td>2,237,595,662</td>
<td>912,011,783</td>
<td>426,035,904</td>
</tr>
<tr>
<td>Investments</td>
<td>2,361,844,878</td>
<td>2,484,071,106</td>
<td>4,113,905,674</td>
<td>2,960,170,739</td>
</tr>
<tr>
<td><strong>Total interest and dividend income</strong></td>
<td>25,763,910,564</td>
<td>28,288,207,743</td>
<td>26,432,694,319</td>
<td>27,466,107,005</td>
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<tr>
<td><strong>Interest expenses</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deposits</td>
<td>2,914,187,081</td>
<td>5,665,484,226</td>
<td>2,911,053,268</td>
<td>5,648,452,268</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>327,456,594</td>
<td>284,787,326</td>
<td>336,481,342</td>
<td>202,526,359</td>
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<tr>
<td>Short-term borrowings</td>
<td>367,873,463</td>
<td>882,046,949</td>
<td>179,982,219</td>
<td>789,701,302</td>
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<tr>
<td>Long-term borrowings</td>
<td>485,972,711</td>
<td>589,992,317</td>
<td>485,963,843</td>
<td>581,588,234</td>
</tr>
<tr>
<td><strong>Total interest expenses</strong></td>
<td>4,095,489,849</td>
<td>7,422,310,818</td>
<td>3,913,480,672</td>
<td>7,222,268,163</td>
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<tr>
<td><strong>Net interest and dividend income</strong></td>
<td>21,668,420,715</td>
<td>20,865,896,925</td>
<td>22,519,213,647</td>
<td>20,243,838,842</td>
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<tr>
<td><strong>Bad debt and doubtful accounts</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>4.4, 5.2</td>
<td>2,223,130,883</td>
<td>2,837,162,792</td>
<td>2,366,100,460</td>
<td>2,981,414,896</td>
</tr>
<tr>
<td><strong>Loss on debt restructuring</strong></td>
<td>4.3.8, 5.3</td>
<td>33,899,540</td>
<td>18,585,104</td>
<td>33,899,540</td>
</tr>
<tr>
<td><strong>Net interest and dividend income after bad debt and doubtful accounts and loss on debt restructuring</strong></td>
<td>19,411,390,292</td>
<td>18,010,149,029</td>
<td>20,119,213,647</td>
<td>17,243,838,842</td>
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<tr>
<td><strong>Non-interest income</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Gain on investments</td>
<td>5.4</td>
<td>513,628,161</td>
<td>684,886,564</td>
<td>547,055,667</td>
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<tr>
<td>Income from equity interest in associated companies</td>
<td>513,949,729</td>
<td>286,861,204</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Fees and service income</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Acceptances, avals and guarantees</td>
<td>442,641,369</td>
<td>534,080,268</td>
<td>442,641,369</td>
<td>534,106,408</td>
</tr>
<tr>
<td>Others</td>
<td>10,002,855,399</td>
<td>8,565,431,726</td>
<td>9,630,505,084</td>
<td>8,071,657,513</td>
</tr>
<tr>
<td>Gain on exchanges</td>
<td>1,417,575,230</td>
<td>1,976,930,200</td>
<td>1,413,890,870</td>
<td>1,974,075,833</td>
</tr>
<tr>
<td>Underwriting income</td>
<td>1,143,344,471</td>
<td>987,723,252</td>
<td>-</td>
<td>-</td>
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<tr>
<td>Other income</td>
<td>502,970,947</td>
<td>572,084,067</td>
<td>230,197,166</td>
<td>208,234,666</td>
</tr>
<tr>
<td><strong>Total non-interest income</strong></td>
<td>14,536,965,306</td>
<td>13,607,997,281</td>
<td>12,264,290,156</td>
<td>11,748,520,080</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statements of income

For the six-month periods ended 30 June 2010 and 2009

<table>
<thead>
<tr>
<th>Non-interest expenses</th>
<th>Note</th>
<th>2010</th>
<th>2009</th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Personnel expenses</td>
<td>5.5</td>
<td>6,600,838,892</td>
<td>6,005,024,324</td>
<td>6,027,391,043</td>
<td>5,539,710,937</td>
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<tr>
<td>Premises and equipment expenses</td>
<td></td>
<td>3,944,204,184</td>
<td>3,889,353,738</td>
<td>3,669,993,180</td>
<td>3,472,219,742</td>
</tr>
<tr>
<td>Taxes and duties</td>
<td></td>
<td>949,047,977</td>
<td>1,158,924,855</td>
<td>944,006,722</td>
<td>1,149,994,137</td>
</tr>
<tr>
<td>Fees and service expenses</td>
<td></td>
<td>1,834,670,697</td>
<td>1,640,681,619</td>
<td>2,135,692,517</td>
<td>1,595,938,729</td>
</tr>
<tr>
<td>Directors’ remuneration</td>
<td></td>
<td>31,756,769</td>
<td>17,277,133</td>
<td>22,181,269</td>
<td>13,588,333</td>
</tr>
<tr>
<td>Contributions to the Financial Institutions</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Development Fund and the Deposit Protection Agency</td>
<td></td>
<td>1,868,564,603</td>
<td>1,804,189,944</td>
<td>1,868,564,603</td>
<td>1,804,189,944</td>
</tr>
<tr>
<td>Underwriting expenses</td>
<td></td>
<td>563,868,387</td>
<td>511,218,639</td>
<td>-</td>
<td>-</td>
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<tr>
<td>Other expenses</td>
<td></td>
<td>2,206,328,733</td>
<td>2,098,516,268</td>
<td>1,933,910,272</td>
<td>1,588,367,385</td>
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<tr>
<td>Total non-interest expenses</td>
<td></td>
<td>17,999,280,242</td>
<td>17,125,186,520</td>
<td>16,601,739,660</td>
<td>15,164,009,207</td>
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<tr>
<td>Income before income tax expense</td>
<td></td>
<td>15,949,075,356</td>
<td>14,492,959,790</td>
<td>15,781,764,197</td>
<td>13,828,349,715</td>
</tr>
<tr>
<td>Income tax expense</td>
<td></td>
<td>4,198,158,816</td>
<td>3,889,551,928</td>
<td>3,811,041,999</td>
<td>3,413,072,780</td>
</tr>
<tr>
<td>Net income</td>
<td></td>
<td>11,750,916,540</td>
<td>10,803,407,862</td>
<td>11,970,722,198</td>
<td>10,415,276,935</td>
</tr>
</tbody>
</table>

Income attributable to:

| Equity holders of the Bank                   |      | 11,690,409,511 | 10,781,403,378 | 11,970,722,198 | 10,415,276,935 |
| Minority interests                          |      | 60,507,029     | 22,004,484     | -            | -            |
| Net income                                  |      | 11,750,916,540 | 10,803,407,862 | 11,970,722,198 | 10,415,276,935 |

Earnings per share

<table>
<thead>
<tr>
<th></th>
<th>5.6</th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Basic</td>
<td></td>
<td>3.44</td>
<td>3.62</td>
<td>3.52</td>
<td>3.48</td>
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<tr>
<td>Diluted</td>
<td></td>
<td>3.44</td>
<td>3.18</td>
<td>3.52</td>
<td>3.07</td>
</tr>
</tbody>
</table>

(Mrs. Kannikar Chalitaporn)  (Mr. Vichit Suraphongchai)
President                  Chairman of the Executive Committee

The accompanying notes are an integral part of these financial statements.
## Consolidated financial statements

<table>
<thead>
<tr>
<th></th>
<th>Issued and fully paid-up share capital</th>
<th>Premium on</th>
<th>Revaluation surplus on land appraiser</th>
<th>Unrealised gain from capital surplus on investment in subsidiary of Foreign exchange adjusted</th>
<th>Retained earnings</th>
<th>Total equity attributable to equity holders</th>
<th>Minority</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Preferred shares</td>
<td>Ordinary shares</td>
<td>Preferred shares</td>
<td>Ordinary shares</td>
<td>(in Baht)</td>
<td>Preferred shares</td>
<td>Ordinary shares</td>
<td>Preferred shares</td>
</tr>
<tr>
<td><strong>Balance at 1 January 2009</strong></td>
<td>9,163,075,920</td>
<td>24,828,846,060</td>
<td>3,583,176,130</td>
<td>7,541,014,496</td>
<td>6,102,022,066</td>
<td>5,278,653,102</td>
<td>3,140,869,328</td>
<td>(215,747,439)</td>
</tr>
<tr>
<td>Revaluation surplus on land and premises appraisal increase (decrease)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(5,219,361)</td>
<td>(89,999,243)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Revaluation surplus on investments increase (decrease)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(1,130,025,425)</td>
<td>-</td>
</tr>
<tr>
<td>Foreign currency translation decrease</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Income (expense) recognised directly in equity</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(5,219,361)</td>
<td>(89,999,243)</td>
<td>(1,130,025,425)</td>
<td>(47,824,232)</td>
</tr>
<tr>
<td>Net income</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total recognised income (expense) for the period</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(5,219,361)</td>
<td>(89,999,243)</td>
<td>(1,130,025,425)</td>
<td>(47,824,232)</td>
</tr>
<tr>
<td><strong>Balance at 30 June 2009</strong></td>
<td>7,983,023,740</td>
<td>26,008,898,240</td>
<td>3,121,722,483</td>
<td>11,096,174,652</td>
<td>6,096,802,705</td>
<td>5,188,655,859</td>
<td>2,810,843,993</td>
<td>(263,571,671)</td>
</tr>
<tr>
<td>Conversion of preferred shares to ordinary shares</td>
<td>(1,180,052,180)</td>
<td>(1,180,052,180)</td>
<td>(461,453,647)</td>
<td>(461,453,647)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Balance at 1 January 2010</strong></td>
<td>71,643,840</td>
<td>33,920,278,140</td>
<td>28,015,974</td>
<td>11,096,174,652</td>
<td>6,096,802,705</td>
<td>5,106,811,204</td>
<td>3,034,834,124</td>
<td>(245,651,725)</td>
</tr>
<tr>
<td>Revaluation surplus on land and premises appraisal increase (decrease)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(83,641,932)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Revaluation surplus on investments increase</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1,783,701,272</td>
<td>-</td>
</tr>
<tr>
<td>Foreign currency translation decrease</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Income (expense) recognised directly in equity</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(83,641,932)</td>
<td>1,783,701,272</td>
<td>(47,525,862)</td>
<td>-</td>
</tr>
<tr>
<td>Net income</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total recognised income (expense) for the year</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(83,641,932)</td>
<td>1,783,701,272</td>
<td>(47,525,862)</td>
<td>-</td>
</tr>
<tr>
<td>Dividend paid</td>
<td>4.19</td>
<td>4.19</td>
<td>4.19</td>
<td>4.19</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Conversion of preferred shares to ordinary shares</td>
<td>(3,321,810)</td>
<td>(3,321,810)</td>
<td>(1,298,978)</td>
<td>(1,298,978)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Balance at 30 June 2010</strong></td>
<td>68,322,030</td>
<td>33,925,599,950</td>
<td>26,716,996</td>
<td>11,097,473,630</td>
<td>6,096,802,705</td>
<td>5,023,169,272</td>
<td>4,818,535,396</td>
<td>(293,177,587)</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
## The Siam Commercial Bank Public Company Limited and its Subsidiaries

### Statements of changes in equity

#### For the six-month periods ended 30 June 2010 and 2009

<table>
<thead>
<tr>
<th>Note</th>
<th>Issued and fully paid-up share capital</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Preferred</td>
<td>Ordinary</td>
</tr>
<tr>
<td></td>
<td>shares</td>
<td>shares</td>
</tr>
<tr>
<td>Balance at 1 January 2009</td>
<td>9,163,075,920</td>
<td>24,828,846,060</td>
</tr>
<tr>
<td>Revaluation surplus on premises appraisal increase (decrease)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Revaluation surplus on investments increase</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Income (expense) recognised directly in equity</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Net income</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total recognised income (expense) for the period</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Dividend paid</td>
<td>4.19</td>
<td>-</td>
</tr>
<tr>
<td>Conversion of preferred shares to ordinary shares</td>
<td>(1,180,052,180)</td>
<td>1,180,052,180</td>
</tr>
<tr>
<td>Balance at 30 June 2009</td>
<td>7,983,023,740</td>
<td>26,008,808,940</td>
</tr>
<tr>
<td>Revaluation surplus on premises appraisal increase (decrease)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Revaluation surplus on investments increase</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Income (expense) recognised directly in equity</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Net income</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total recognised income (expense) for the period</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Dividend paid</td>
<td>4.19</td>
<td>-</td>
</tr>
<tr>
<td>Conversion of preferred shares to ordinary shares</td>
<td>(3,321,810)</td>
<td>3,321,810</td>
</tr>
<tr>
<td>Balance at 30 June 2010</td>
<td>68,322,030</td>
<td>33,923,599,950</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
The Siam Commercial Bank Public Company Limited and its Subsidiaries
Statements of cash flows
For the six-month periods ended 30 June 2010 and 2009

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2010 (in Baht)</td>
<td>2009</td>
</tr>
<tr>
<td><strong>Cash flows from operating activities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Income before income tax expense</td>
<td>15,949,075,356</td>
<td>14,492,959,790</td>
</tr>
<tr>
<td>Adjustments for</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Depreciation and amortisation</td>
<td>1,290,949,062</td>
<td>1,395,002,251</td>
</tr>
<tr>
<td>Bad debt and doubtful accounts</td>
<td>2,223,130,883</td>
<td>2,837,162,792</td>
</tr>
<tr>
<td>Loss on debt restructuring</td>
<td>33,899,540</td>
<td>18,585,104</td>
</tr>
<tr>
<td>Reversal of impairment of properties foreclosed</td>
<td>(2,313,012)</td>
<td>(1,367,505)</td>
</tr>
<tr>
<td>Reversal of impairment of investments in securities</td>
<td>(26,317,292)</td>
<td>(135,827,862)</td>
</tr>
<tr>
<td>Gain on sales of investments</td>
<td>(437,107,452)</td>
<td>(658,215,859)</td>
</tr>
<tr>
<td>Gain on transferring investment portfolio</td>
<td>(2,526,702)</td>
<td>-</td>
</tr>
<tr>
<td>Amortisation of discounts and premiums of investment in debt securities</td>
<td>82,827,566</td>
<td>(1,463,833,692)</td>
</tr>
<tr>
<td>(Gain) loss on sales of premises and equipment</td>
<td>8,569,079</td>
<td>(10,083,145)</td>
</tr>
<tr>
<td>(Gain) loss on sales of properties foreclosed</td>
<td>(172,817,556)</td>
<td>121,873,573</td>
</tr>
<tr>
<td>Gain on exchanges</td>
<td>(1,417,575,230)</td>
<td>(1,976,930,200)</td>
</tr>
<tr>
<td>Unrealised (gain) loss on revaluation of securities</td>
<td>(47,676,715)</td>
<td>109,157,157</td>
</tr>
<tr>
<td>Allowance for due from insurers</td>
<td>-</td>
<td>175,721,234</td>
</tr>
<tr>
<td>Increase (decrease) in other accrued expenses</td>
<td>977,874,055</td>
<td>(761,019,742)</td>
</tr>
<tr>
<td>Income from equity interest in associated companies</td>
<td>(513,949,729)</td>
<td>(286,861,204)</td>
</tr>
<tr>
<td></td>
<td>17,959,539,068</td>
<td>13,856,325,712</td>
</tr>
<tr>
<td>Net interest and dividend income</td>
<td>(21,668,420,715)</td>
<td>(20,865,896,925)</td>
</tr>
<tr>
<td>Proceeds from interest and dividend</td>
<td>25,961,754,259</td>
<td>28,948,595,376</td>
</tr>
<tr>
<td>Interest paid</td>
<td>(4,803,405,723)</td>
<td>(8,598,951,872)</td>
</tr>
<tr>
<td>Income tax paid</td>
<td>(3,832,188,607)</td>
<td>(4,184,649,285)</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Income from operations before changes in operating assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>assets and liabilities</td>
<td>13,617,278,282</td>
<td>9,155,423,006</td>
</tr>
<tr>
<td><em>(Increase) decrease in operating assets</em></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>48,874,225,154</td>
<td>(92,585,632,912)</td>
</tr>
<tr>
<td>Investment in securities for trading</td>
<td>(19,149,527,424)</td>
<td>11,822,077,124</td>
</tr>
<tr>
<td>Loans and accrued interest receivables</td>
<td>(33,066,147,680)</td>
<td>7,303,167,415</td>
</tr>
<tr>
<td>Properties foreclosed</td>
<td>1,447,494,514</td>
<td>1,191,479,591</td>
</tr>
<tr>
<td>Other assets</td>
<td>(1,562,797,492)</td>
<td>19,420,713,100</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
# Consolidated Separate financial statements financial statements

## Cash flows from operating activities

### Increase (decrease) in operating liabilities

<table>
<thead>
<tr>
<th></th>
<th>2010</th>
<th>2009</th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Deposits</td>
<td>(28,602,495,684)</td>
<td>66,932,792,489</td>
<td>(27,673,130,381)</td>
<td>61,759,527,367</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>9,733,043,558</td>
<td>3,413,088,084</td>
<td>9,594,315,122</td>
<td>7,918,433,667</td>
</tr>
<tr>
<td>Liabilities payable on demand</td>
<td>3,256,938,525</td>
<td>1,751,207,305</td>
<td>3,249,869,534</td>
<td>1,683,927,798</td>
</tr>
<tr>
<td>Other liabilities</td>
<td>5,263,074,903</td>
<td>(16,895,008,125)</td>
<td>4,760,256,772</td>
<td>(16,877,257,002)</td>
</tr>
<tr>
<td><strong>Net cash provided by (used in) operating activities</strong></td>
<td>(25,052,285,887)</td>
<td>17,025,318,657</td>
<td>(25,512,830,194)</td>
<td>8,928,806,693</td>
</tr>
</tbody>
</table>

## Cash flows from investing activities

<table>
<thead>
<tr>
<th></th>
<th>2010</th>
<th>2009</th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Purchases of available-for-sale securities</td>
<td>(4,991,106,405)</td>
<td>(38,274,420,824)</td>
<td>(3,529,562,926)</td>
<td>(33,581,359,079)</td>
</tr>
<tr>
<td>Proceeds from sales of available-for-sale securities</td>
<td>26,202,047,772</td>
<td>21,324,697,185</td>
<td>24,952,104,837</td>
<td>16,328,100,665</td>
</tr>
<tr>
<td>Purchases of held-to-maturity securities</td>
<td>(1,295,917,246)</td>
<td>(6,682,583,343)</td>
<td>(5,639,303)</td>
<td>(6,736,387,294)</td>
</tr>
<tr>
<td>Proceeds from redemption of held-to-maturity securities</td>
<td>5,860,860,448</td>
<td>9,787,746,852</td>
<td>4,883,860,448</td>
<td>9,288,636,200</td>
</tr>
<tr>
<td>Purchases of general securities</td>
<td>(2,399,987)</td>
<td>-</td>
<td>(2,299,987)</td>
<td>-</td>
</tr>
<tr>
<td>Proceeds from sales of general securities</td>
<td>115,000,000</td>
<td>425,765,957</td>
<td>115,000,000</td>
<td>425,395,957</td>
</tr>
<tr>
<td>Proceeds from sales of investments in subsidiaries and/or associated companies</td>
<td>204,701,309</td>
<td>112,926,360</td>
<td>-</td>
<td>5,154,593,204</td>
</tr>
<tr>
<td>Purchases of premises and equipment</td>
<td>(829,785,254)</td>
<td>(552,906,889)</td>
<td>(811,075,883)</td>
<td>(501,684,697)</td>
</tr>
<tr>
<td>Proceeds from sales of premises and equipment</td>
<td>67,888,233</td>
<td>93,404,090</td>
<td>38,103,618</td>
<td>58,765,230</td>
</tr>
<tr>
<td><strong>Net cash provided by (used in) investing activities</strong></td>
<td>25,331,288,870</td>
<td>(13,765,370,612)</td>
<td>25,640,490,804</td>
<td>(9,563,939,814)</td>
</tr>
</tbody>
</table>

## Cash flows from financing activities

<table>
<thead>
<tr>
<th></th>
<th>2010</th>
<th>2009</th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Increase (decrease) in long-term borrowings</td>
<td>1,774,406,476</td>
<td>(3,693,453,034)</td>
<td>1,774,406,476</td>
<td>206,546,966</td>
</tr>
<tr>
<td>Dividend paid to equity holders of the Bank</td>
<td>(8,497,980,495)</td>
<td>(6,798,386,601)</td>
<td>(8,497,980,495)</td>
<td>(6,798,386,601)</td>
</tr>
<tr>
<td>Dividend paid to minority interests</td>
<td>(121,869,189)</td>
<td>(1,904,630)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Net cash used in financing activities</strong></td>
<td>(6,845,443,208)</td>
<td>(10,493,744,265)</td>
<td>(6,723,574,019)</td>
<td>(6,591,839,635)</td>
</tr>
<tr>
<td>Decrease in foreign currency translation</td>
<td>(47,525,862)</td>
<td>(47,824,231)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Net decrease in cash and cash equivalents</strong></td>
<td>(6,613,966,087)</td>
<td>(7,281,620,451)</td>
<td>(6,595,913,409)</td>
<td>(7,226,972,756)</td>
</tr>
<tr>
<td><strong>Cash and cash equivalents at beginning of period</strong></td>
<td>32,868,013,035</td>
<td>29,940,840,387</td>
<td>32,788,024,836</td>
<td>29,784,860,675</td>
</tr>
<tr>
<td><strong>Cash and cash equivalents at end of period</strong></td>
<td>26,254,046,948</td>
<td>22,659,219,936</td>
<td>26,192,111,427</td>
<td>22,557,887,919</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
<table>
<thead>
<tr>
<th>Note</th>
<th>Contents</th>
<th>Pages</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>General information</td>
<td>14</td>
</tr>
<tr>
<td>2</td>
<td>Basis of preparation of the financial statements</td>
<td>14</td>
</tr>
<tr>
<td>3</td>
<td>Significant accounting policies</td>
<td>17</td>
</tr>
<tr>
<td>4</td>
<td>Information on balance sheet items</td>
<td>26</td>
</tr>
<tr>
<td></td>
<td>4.1 Interbank and money market items (Assets)</td>
<td>26</td>
</tr>
<tr>
<td></td>
<td>4.2 Investments</td>
<td>28</td>
</tr>
<tr>
<td></td>
<td>4.3 Loans and accrued interest receivables</td>
<td>39</td>
</tr>
<tr>
<td></td>
<td>4.4 Allowance for doubtful accounts</td>
<td>46</td>
</tr>
<tr>
<td></td>
<td>4.5 Revaluation allowance for debt restructuring</td>
<td>47</td>
</tr>
<tr>
<td></td>
<td>4.6 Classified assets</td>
<td>48</td>
</tr>
<tr>
<td></td>
<td>4.7 Properties foreclosed</td>
<td>49</td>
</tr>
<tr>
<td></td>
<td>4.8 Premises and equipment</td>
<td>51</td>
</tr>
<tr>
<td></td>
<td>4.9 Assets pending transfer</td>
<td>53</td>
</tr>
<tr>
<td></td>
<td>4.10 Other assets</td>
<td>53</td>
</tr>
<tr>
<td></td>
<td>4.11 Deposits</td>
<td>54</td>
</tr>
<tr>
<td></td>
<td>4.12 Interbank and money market items (Liabilities)</td>
<td>55</td>
</tr>
<tr>
<td></td>
<td>4.13 Borrowings</td>
<td>56</td>
</tr>
<tr>
<td></td>
<td>4.14 Liabilities pending transfer</td>
<td>57</td>
</tr>
<tr>
<td></td>
<td>4.15 Provisions</td>
<td>57</td>
</tr>
<tr>
<td></td>
<td>4.16 Other liabilities</td>
<td>57</td>
</tr>
<tr>
<td></td>
<td>4.17 Preferred shares</td>
<td>58</td>
</tr>
<tr>
<td></td>
<td>4.18 Legal reserve</td>
<td>58</td>
</tr>
<tr>
<td></td>
<td>4.19 Dividends</td>
<td>58</td>
</tr>
<tr>
<td></td>
<td>4.20 Contingencies</td>
<td>59</td>
</tr>
<tr>
<td>5</td>
<td>Information on statement of income items</td>
<td>61</td>
</tr>
<tr>
<td></td>
<td>5.1 Interest and dividend income</td>
<td>61</td>
</tr>
<tr>
<td></td>
<td>5.2 Bad debt and doubtful accounts</td>
<td>61</td>
</tr>
<tr>
<td></td>
<td>5.3 Loss on debt restructuring</td>
<td>62</td>
</tr>
<tr>
<td></td>
<td>5.4 Gain on investments</td>
<td>62</td>
</tr>
<tr>
<td></td>
<td>5.5 Directors and executives’ benefits</td>
<td>62</td>
</tr>
<tr>
<td></td>
<td>5.6 Earnings per share</td>
<td>63</td>
</tr>
<tr>
<td>6</td>
<td>Supplementary disclosures required by accounting standards and regulators</td>
<td>65</td>
</tr>
<tr>
<td></td>
<td>6.1 Capital funds</td>
<td>65</td>
</tr>
<tr>
<td></td>
<td>6.2 The financial sector master plan</td>
<td>66</td>
</tr>
<tr>
<td></td>
<td>6.3 Related-party transactions</td>
<td>66</td>
</tr>
<tr>
<td></td>
<td>6.4 Disclosure of the statements of cash flows of the asset management company</td>
<td>73</td>
</tr>
<tr>
<td></td>
<td>6.5 Long-term leases and service agreements</td>
<td>74</td>
</tr>
<tr>
<td></td>
<td>6.6 Segment reporting</td>
<td>74</td>
</tr>
<tr>
<td></td>
<td>6.7 Valuation of financial instruments</td>
<td>76</td>
</tr>
<tr>
<td></td>
<td>6.8 Events after the reporting period</td>
<td>93</td>
</tr>
<tr>
<td></td>
<td>6.9 Thai Accounting Standards (TAS) and Thai Financial Reporting Standards (TFRS) not yet adopted</td>
<td>93</td>
</tr>
</tbody>
</table>
The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the six-month periods ended 30 June 2010 and 2009
For the three-month period ended 30 June 2010 (Unaudited)

These notes form an integral part of the financial statements.

The interim financial statements were authorised for issue by the directors on 17 August 2010.

1 General information

The Siam Commercial Bank Public Company Limited, “the Bank”, is incorporated in Thailand and has its registered office at 9 Rutchadapisek Road, Jatujak, Bangkok.

The Bank was listed on the Stock Exchange of Thailand on 6 February 1976.

The principal business of the Bank is banking business through its branch network in Thailand and other countries.

2 Basis of preparation of the financial statements

2.1 Basis of preparation of the financial statements

The interim financial statements issued for Thai reporting purposes are prepared in the Thai language. This English translation of the financial statements has been prepared for the convenience of readers not conversant with the Thai language.

The interim financial statements are prepared in accordance with Thai Accounting Standards (“TAS”) No. 34 Interim Financial Reporting, Thai Financial Reporting Standards (“TFRS”) including related interpretations and guidelines promulgated by the Federation of Accounting Professions (“FAP”) and with generally accepted accounting principles in Thailand, applicable rules and regulations of the Securities and Exchange Commission and presented as prescribes by the Bank of Thailand (“The BoT”)’s directive number Sor Nor Sor 70/2551 dated 3 August 2008, regarding “The preparation and announcement of the financial statements of commercial banks and holding companies which are parent company of group of companies offering financial services”.

On 26 May 2010, the FAP announced (Announcement No. 17/2010) the issuing a number of new and revised Thai Accounting Standards (TAS) and Thai Financial Reporting Standards (TFRS) (revised 2009).

The Bank and its subsidiaries have adopted the revised Framework (revised 2009) for the Preparation and Presentation of Financial Statements. The adoption of the revised Framework does not have any material impact on the consolidated or separate financial statements. New and revised TAS and TFRS which are not currently effective and have not been adopted in the preparation of these financial statements are disclosed in note 6.9.

The interim financial statements are presented in Thai Baht, rounded in the notes to the financial statements to the nearest million unless otherwise stated. They are prepared on the historical cost basis except as stated in the accounting policies.
2.2 Basis of preparation of the consolidated financial statements

The consolidated financial statements include the accounts of the Head Office, all domestic and overseas branches and the Bank’s subsidiaries where more than 50% of the shares are owned by the Bank. Related party transactions and balances have been eliminated. The subsidiaries are as follows:

<table>
<thead>
<tr>
<th>% shareholding of the Bank</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
<th>30 June 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Chatuchak Assets Management Co., Ltd.*</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>2. Rutchayothin Assets Management Co., Ltd.</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>3. Cambodian Commercial Bank Ltd.</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>4. SCB Securities Co., Ltd.</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>5. The Siam Commercial Samaggi Insurance PCL</td>
<td>59.1</td>
<td>59.1</td>
<td>59.1</td>
</tr>
<tr>
<td>6. SCB Training Centre Co., Ltd.</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>7. Siam Pitiwat Co., Ltd.</td>
<td>100.0</td>
<td>100.0</td>
<td>99.9</td>
</tr>
<tr>
<td>8. Mahisorn Co., Ltd.</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>10. SCB Asset Management Co., Ltd.</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>11. SCB Capital Service Co., Ltd.*</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>12. Siam Commercial Leasing PCL</td>
<td>99.1</td>
<td>99.1</td>
<td>99.1</td>
</tr>
<tr>
<td>13. Siam Panich SPV1 Company Limited</td>
<td>99.1</td>
<td>99.1</td>
<td>99.1</td>
</tr>
<tr>
<td>14. Siam Niti Law Office Company Limited***</td>
<td>100.0</td>
<td>100.0</td>
<td>100.0</td>
</tr>
<tr>
<td>15. SCB Plus Co., Ltd.****</td>
<td>100.0</td>
<td>100.0</td>
<td>-</td>
</tr>
</tbody>
</table>

* Discontinued operations or in the process of dissolution
** Dissolution in 2010
*** Ceased operation
**** Newly established in 2009

All subsidiaries were registered and operate in Thailand except Cambodian Commercial Bank Ltd., which was registered and operates in Cambodia, and Astrakhan Investment Limited which was registered and operates in Hong Kong.

The consolidated financial statements for the six-month periods ended 30 June 2010 and 2009 do not include certain companies which are in the process of being dissolved and do not include the companies in which the Bank and a subsidiary have more than 50% of paid up capital as a result of debt restructuring because the Bank and the subsidiary intend to hold these investments temporarily. Such companies which are classified as “general investments” are as follows:

<table>
<thead>
<tr>
<th>% of the paid-up share capital</th>
<th>For the six-month periods ended 30 June</th>
<th>For the year ended 31 December</th>
</tr>
</thead>
<tbody>
<tr>
<td>Companies which are owned through debt restructuring</td>
<td>2010</td>
<td>2009</td>
</tr>
<tr>
<td>1. Manasika Co., Ltd.*</td>
<td>-</td>
<td>100.0</td>
</tr>
<tr>
<td>2. Phoenix Land Development Co., Ltd.*</td>
<td>97.6</td>
<td>97.6</td>
</tr>
</tbody>
</table>

* Sold in 2010
The Siam Commercial Bank Public Company Limited and its Subsidiaries  
Notes to the interim financial statements  
For the six-month periods ended 30 June 2010 and 2009  
For the three-month period ended 30 June 2010 (Unaudited)

<table>
<thead>
<tr>
<th>Companies which the Bank has significant control and are in the process of dissolutions</th>
<th>% of the paid-up share capital</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>For the six-month periods ended 30 June 2010</td>
</tr>
<tr>
<td>1. Siam Commercial Development Co., Ltd.*</td>
<td>-</td>
</tr>
<tr>
<td>2. Thai Manpower Development Co., Ltd.*</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>* Sold in 2009</td>
</tr>
</tbody>
</table>

The Companies’ assets, liabilities, equity, income, expenses, and profit are relatively immaterial compared to the consolidated financial statements.

2.3 Use of estimates and judgments

The preparation of financial statements in conformity with TAS and TFRS requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which estimates are revised and in any future periods affected.

Information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amount recognised in the financial statements is included in the following notes:

Notes 4.4        Allowance for doubtful accounts  
Notes 4.5        Revaluation allowance for debt restructuring  
Notes 4.15       Provisions  
Notes 6.7        Valuation of financial instruments
3 Significant accounting policies

3.1 Cash and cash equivalents

Cash and cash equivalents include cash in hand and cash on collection.

3.2 Investments

The Bank classifies its investments in securities as trading securities, available-for-sale securities, held-to-maturity securities, general investments and investment in subsidiaries and associated companies. The Bank presents these investments in the balance sheet as either short-term investments, long-term investments or investments in subsidiaries and associated companies. Short-term investments are those investments that the Bank intends to hold for less than 1 year. Long-term investments are those investments that the Bank intends to hold for more than 1 year.

Trading securities are those investments that management acquires with the intention of holding these investments for a short period of time in order to take advantage of anticipated changes in the underlying market values. Trading securities are carried at fair value. Changes in fair value are recognised in the statement of income as either non-interest income or expense. Interest income on trading securities is recognised using the accrual basis of accounting.

 Marketable debt and equity securities that are not classified as trading securities, held-to-maturity securities, and investment in subsidiaries and associated companies are classified as available-for-sale securities and are carried at fair value, with the valuation surplus or deficit on investments presented as a separate component of equity until realised upon disposition or sale of the underlying securities. Interest income on available-for-sale securities is recognised using the accrual basis of accounting.

Debt securities for which the Bank has both the intention and ability to hold until maturity are classified as held-to-maturity securities. Such securities are carried at amortised cost, net of allowances for impairment, if any. Premiums and discounts on held-to-maturity securities are amortised or accreted as adjustments to interest income using the effective interest rate method over the term of the securities. Interest income on held-to-maturity securities is recognised using the accrual basis of accounting.

The Bank classifies non-negotiable promissory notes and the rights of the Bank against the non-negotiable promissory notes, which were given to the Bank by the Thai Asset Management Corporation (TAMC) upon entering into the Asset Transfer Agreement in order to transfer impaired assets of the Bank and its subsidiary, as held-to-maturity debt securities.

Equity securities which are not readily marketable securities and are not subsidiaries and associated companies are classified as general investments and are carried at the historical cost, net of allowances for impairment, if any.

Investments in subsidiaries and associated companies in the separate financial statements are accounted for by the cost method net of allowances for impairment, if any.

Investments in associated companies in the consolidated financial statements are accounted for by the equity method.
According to the announcement of Federation of Accounting Professions No. 27/2550 regarding “The Provision to Apply Thai Accounting Standards No.27 and 28”, investments in subsidiaries and associated companies acquired from troubled debt restructuring and for which the Bank has received the permission from the Bank of Thailand to hold shares exceeding the regulation are included in general investment and available-for-sale securities are not required to be either accounted for by the equity method or to be consolidated.

The following methodologies are used to determine the fair value of securities held by the Bank.

The fair value of government debt securities is estimated based on the Thai Bond Market Association’s last average bid price. In situations where no auction prices are available, the fair value is estimated based on the last executed price. For government debt securities with no active market price, the fair value is estimated based on the yield curve of government debt securities plus a risk premium.

The bidding prices at The Stock Exchange of Thailand on the last business day of the period are used to estimate the fair value of listed private sector debt and equity securities. The fair value of non-listed private sector debt securities is estimated by applying the BoT valuation formula and the risk free yield curve plus the appropriate risk premium.

The fair value of unit trusts is estimated based on the net asset value at the end of the period.

The fair value of foreign debt and equity securities listed on the foreign stock exchanges is estimated by using the bid prices at such exchanges as of the last business day of the period. The fair value of non-listed foreign debt and equity securities is determined based on values quoted by reliable international financial institutions.

Valuation allowances are established and recognised as non-interest expense in the statement of income, when impairment in value of investment has occurred.

Cost of securities sold during the period is calculated using the weighted average method.

3.3 Loans

Overdrafts are stated at the principal amounts including interest. Certain overdrafts for which special notice has been served on the borrower and other loans are stated at the principal amount. Unearned discounts received in advance are presented as deduction from the loans.

Hire purchase and financial lease receivables are stated at outstanding balance, net of unearned interest income. Unearned interest income is stated net of commissions and direct expenses incurred at the initiation of hire purchase.
3.4 Allowance for doubtful accounts

The allowance for doubtful accounts represents estimation of probable losses that may have occurred from loans and other lending business at period end. The amount is in compliance with the minimum allowance for doubtful accounts required based on the BoT’s guidelines. The guidelines require banks to categorise their loan portfolios into six categories. Each loan category is subject to different levels of provisioning based on percentages established by the BoT. The guidelines established the maximum collateral valuation limits for the purpose of calculating the allowance for doubtful accounts and also require that additional provisions for loans classified as doubtful loss be made in cases where the Bank had not undertaken debt restructuring or filed lawsuits against the debtors. The minimum allowance consists of the provisions based on the regulatory loan classifications and other additional provisions required by the BoT.

In addition, the BoT requires banks and finance companies to perform qualitative reviews of their loans as an ongoing process. The Bank and its subsidiaries, which are financial institutions, are required to periodically report the result of their compliance with these guidelines to the BoT.

The allowance is in compliance with and normally exceeds the minimum requirement under BoT’s guidelines by considering each loan type. For corporate loans, the Bank considers a borrower’s ability to repay the obligation on an individual case basis based on recent payment history and the estimated collateral value, if the expected source of repayment is from the liquidation of collateral. For SME and consumer loans, the Bank uses credit portfolio statistics to do the statistical analysis (Migration Analysis) for estimation of the deterioration in the portfolio and related allowance for loans under the doubtful category.

Loans which have been restructured will be reclassified. Restructured loans which were previously classified as doubtful and doubtful loss are upgraded to substandard. Restructured loans which were previously classified as substandard or special mention loans will be classified at the same class for 3 consecutive months or next 3 installment payments, whichever is the longer, at which time the loans will be reclassified as normal if the terms of the restructuring are complied with.

Allowances for doubtful accounts established during the period are recognised as bad debt and doubtful accounts expense in the statement of income. Bad debts recovery is recorded as income and is presented net of bad debt and doubtful accounts expense in the statement of income.

Bad debt written off is recorded as a decrease in the allowance for doubtful accounts. Write offs are only made for loans which the Bank pursues the collection but has no prospect of further receipts. These procedures comply with BoT’s notification and guidelines.

3.5 Troubled debt restructuring

Losses on troubled debt restructuring resulting from the reduction of principal and accrued interest and other restructuring concessions including modification of terms, asset transfer, debts to equity swap, etc. are recognised as expenses in the statement of income.
In case the troubled debt restructuring modifies the terms of payment, the Bank complies with the BoT’s criteria requiring the Bank to choose between the collateral method by which a loss amount is to be estimated and/or the net present value method which represents expected cash flow in the future and applying the interest rate on the restructuring date for discounting purpose. Losses from such debt restructuring are recognised in the statement of income.

The Bank records assets or shares of stock representing an equity interest in the debtor received under debt restructuring agreements at their fair value less cost to sell. However, the assets received are recorded at the amount not exceeding the recorded amount of the receivable plus the non-accrued interest income to which the Bank has the ultimate legal right, in accordance with the TAS 104 Accounting for Troubled Debt Restructuring.

Subsequent to the troubled debt restructuring, the Bank recalculates fair value of restructuring debt based on aforementioned discount rates as of the last date of the quarterly financial statements and makes an adjustment of the valuation on the debt restructuring, if the fair value has changed. The recalculation made to the quarterly financial statements is in accordance with the aforementioned BoT’s criteria. The adjustment in the valuation of restructuring debt shall not cause the book value of restructuring debt to exceed the investment value of restructuring debt.

3.6 Properties foreclosed

Properties foreclosed consist of immovable and movable properties which are carried at the lower of carrying amount of the loan or fair value of the property as at the period end. Should the carrying value of a property foreclosed become impaired, an allowance for impairment will be recorded in accordance with TAS 36 (revised 2007) Impairment of Assets.

Gains or losses on sales of properties foreclosed are recognised as income or expense at the date of disposal.

3.7 Premises and equipment

Land is stated at the appraised value according to the market price method. Premises are stated at the appraised value according to the replacement cost method net of accumulated depreciation. The appraised values are determined by an independent appraiser according to guidelines prescribed by the BoT. The increment resulting from the appraisal is recorded in the accounts as revaluation surplus on land appraisal and revaluation surplus on premises appraisal and shown under equity. If the appraised values of land and premises are less than their cost, the difference is recognised as an expense in the statement of income.

Equipment is presented at cost net of accumulated depreciation.

Depreciation is charged to the statement of income on a straight-line basis over the estimated useful lives of each part of an item of assets. The estimated useful lives are as follows:

<table>
<thead>
<tr>
<th>Asset</th>
<th>Useful Life</th>
</tr>
</thead>
<tbody>
<tr>
<td>Premises</td>
<td>15-50 years</td>
</tr>
<tr>
<td>Equipment</td>
<td>5 years</td>
</tr>
</tbody>
</table>
3.8 Other assets

Software licenses are presented at cost net of accumulated amortisation which amortisation is recognised in the statement of income on a straight-line basis over the estimated useful lives of 5 - 10 years.

Leasehold rights are presented as prepaid expenses which amortisation is calculated by the straight-line method over the lease periods between 1 - 30 years.

**Goodwill**

Goodwill in a business combination represents the excess of the cost of acquisition over the fair value of the Bank’s share of the identifiable net assets acquired. Negative goodwill in a business combination represents the excess of the fair value of the Bank’s share of the identifiable net assets acquired over the cost of acquisition. Goodwill is measured at cost less accumulated impairment losses. Goodwill is tested for impairment as described in note 3.9. Negative goodwill is recognised immediately in the statement of income.

3.9 Impairment

The carrying amounts of the Bank assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets’ recoverable amounts are estimated. For goodwill, the recoverable amount is estimated at each reporting date, or as and when indicators of impairment are identified.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. The impairment loss is recognised in the statement of income unless it reverses a previous revaluation credited to equity, in which case it is charged to equity. An impairment loss in respect of goodwill is not reversed.

3.10 Provident fund

The Bank has a provident fund for its employees. The Bank’s contributions are made to match with the contributions from employees and are recorded as expenses on an accrual basis.

3.11 Provision for retirement benefits

Under the labor laws and the Bank's employment policy, all employees who have been with the Bank for over 8 years are entitled to severance pay upon retirement at the age of 60.

The Bank’s net obligation in respect of defined retirement plan is determined by estimating the amount of future benefits that employees have earned in return for their service in the current and prior periods. The discount rate is determined by reference to market yields on Government bonds. The provision for retirement benefit is calculated by using The Projected Unit Credit Method.

3.12 Provisions

A provision is recognised in the balance sheet when the Bank has a present legal or constructive obligation as a result of a past event, and there is a high probability that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.
3.13 Interest income and interest expense

The Bank recognises interest and discounts on loans as income on an accrual basis, except for interest on loans which are outstanding over 3 months at the date of the balance sheet and interest from receivables under troubled debt restructuring agreements where the borrowers’ ability to pay is uncertain. Such interest is recognised when received. The Bank reverses all accrued interest income for items which are no longer on an accrual basis. Interest on interbank and money market items and investments is recognised on an accrual basis.

Interest expense is recognised on an accrual basis.

3.14 Income from hire-purchase contract

The Bank recognises income from hire-purchase contract based on the effective interest method except for contracts prior to 2007 which are recognised by the sum-of-the-digits method.

Reversal of income from hire-purchase accounts receivable which are outstanding over three months from the due date is made in order to comply with the guideline of the BoT.

3.15 Dividend income

The Bank recognises dividend income on an accrual basis at the date which the Bank earns the rights to receive the dividend.

3.16 Non-interest income

Non-interest income is recognised on an accrual basis.

3.17 Contributions to the Financial Institutions Development Fund and the Deposit Protection Agency

Contributions to the Financial Institutions Development Fund and the Deposit Protection Agency are recorded as expenses on an accrual basis.

3.18 Income tax

The Bank records income tax payable for each period (if any) as an expense on an accrual basis.

3.19 Earnings per share

Before 10 May 2009, the basic earnings per share are calculated by dividing the net income for the three-month and six-month periods, adjusted by dividend on convertible preferred shares, by the weighted average number of ordinary shares outstanding during the period. The diluted earnings per share are calculated from net income for the three-month and six-month periods adjusted by dividend on convertible preferred shares, divided by the weighted average number of ordinary shares, on the assumption that conversion of all ordinary share equivalents have been made at the beginning of the period. Ordinary share equivalents consist of convertible preferred shares.
Since 10 May 2009, preference of the preferred share expired. Therefore, the preferred share’s rights are equivalent to the ordinary share. Basic earning per share calculated from net profit divided by the total number of ordinary share and preferred share.

3.20 Assets and liabilities in foreign currencies

Assets and liabilities in foreign currencies are converted into Baht at the rates of exchange prevailing at the transaction dates. Balances of assets and liabilities in foreign currencies at the reporting date are converted into Baht at the reference BoT exchange rates at that date.

Gains or losses on foreign exchange transactions and translation gains or losses are recognised as income or expense for the period in the statement of income.

Exchange rate differences arising on the translation of the financial statements of foreign subsidiaries and foreign branches are presented as “Foreign currency translation” under the equity in the balance sheet.

3.21 Derivatives

Recognition of derivatives is as follows:

1. Derivatives for trading are carried at fair value. Changes in fair value are recognised in the statement of income.

2. Derivatives for hedging of transactions which are measured on an accrual basis are recorded as off-balance sheet items and income and expense are recognised on an accrual basis equivalent to that used for the underlying transactions.

3.22 Significant accounting policies of insurance subsidiary

3.22.1 Recognition of insurance and reinsurance premium

Premium income is recognised on the date the relevant insurance policy comes into effect, after deducting premium ceded and cancelled. Reinsurance premium income is recognised when the reinsurer places the reinsurance application or statement of accounts.

3.22.2 Unearned premium reserve

Unearned premium reserve is provided for in compliance with the methodology as specified in the Insurance Act B.E. 2535 (1992) as follows:

- Fire, marine (hull), motor and miscellaneous: Monthly average basis from net premium written (the one-twenty fourth method)
- Marine (cargo): Premium written for the last ninety days
- Travel accident: Premium written for the last thirty days
3.22.3 Loss reserve and outstanding claims

Loss reserves are taken up in the accounts upon receipt of claim advices from the insured, at the value appraised by an independent appraiser or the subsidiary’s appraiser, depending on the particular case. In addition, the subsidiary sets up a provision for losses incurred but not yet reported based on the subsidiary’s experience, but not less than 2.5% of the net premiums written of the last 12 months, in compliance with the Notification of the Ministry of Commerce governing the appropriation of unearned premium reserve and loss reserve of non-life insurance companies.

3.23 Significant accounting policies of leasing subsidiary

3.23.1 Income from lease contracts

When assets are leased out under a finance lease, the present value of the lease payments is recognised as a receivable. The difference between the gross receivable and the present value of the receivable is recognised as unearned finance income. Finance income from lease contracts is recognised on the effective interest method over the period of the contracts.

3.23.2 Income from factoring

Income from factoring is recognised by the effective interest method over the period of contracts. Interest income is not accrued for debts which are overdue more than 90 days.

3.23.3 Securitisation transaction

Siam Commercial Leasing Public Company Limited, a subsidiary, recognised the sales of hire-purchase receivables to Siam Panich SPV1 Company Limited (“Securitisation Plan”), according to the approval conditions required by the Securities and Exchange Commission. The subsidiary derecognised the hire-purchase receivables, which were transferred to Siam Panich SPV1 Company Limited, and the debentures under the securitisation plan in the amount that the risks and returns on the receivables had been transferred to the debenture holders for both initial receivables transferred on the initial cut off date and additional revolving receivables transferred during the revolving period.

For those receivables whose risks and returns were not transferred to the debenture holders, the subsidiary recorded it as Deferred Purchase Price Receivable and separately presented in the balance sheet.

The subsidiary derecognised the hire-purchase receivables and the debentures under the securitisation project where the risks and returns on the receivables have been transferred to the debenture holders. The subsidiary has considered that the risks and returns have been transferred when the transferor surrenders control over those assets to the transforee and accounted for as a sale to the extent that consideration other than beneficial interests in the transferred assets are received in exchange.
Servicing assets and other retained interests in the transferred assets are measured by allocating the previous carrying amount between the assets sold (if any), and retained interests (if any), based on their relative fair values at the date of transfer, if practicable.

3.23.4 Allowance for doubtful accounts

The subsidiary provides the allowance for doubtful accounts of hire-purchase accounts receivable, lease accounts receivable and terminated contract of hire-purchase accounts receivable by using the Collective Approach method which consider the historical loss experience of each loan category.

The subsidiary also reverses income from hire-purchase accounts receivable and unearned interest income for receivables which are outstanding over 3 months from the due date in order to comply with the guidelines of the BoT.

The subsidiary provides allowance for doubtful accounts for factoring accounts receivable, notes receivable, and other legal receivable in compliance with the minimum allowance for doubtful accounts based on the BoT guidelines. Each loan category is subject to different levels of provisioning based on percentages established by the BoT without collateral deduction as follows:

<table>
<thead>
<tr>
<th>Allowance</th>
<th>(%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Normal (Past due less than 30 days)</td>
<td>1</td>
</tr>
<tr>
<td>Special Mention (Past due 31 - 90 days)</td>
<td>2</td>
</tr>
<tr>
<td>Sub-Standard (Past due 91 - 180 days)</td>
<td>100</td>
</tr>
<tr>
<td>Doubtful (Past due 181 - 360 days)</td>
<td>100</td>
</tr>
<tr>
<td>Doubtful Loss (Past due &gt; 360 days)</td>
<td>100</td>
</tr>
</tbody>
</table>

The balance sheet discloses the Deferred Purchase Price Receivable net of any allowance for doubtful accounts. Any allowance is recognised immediately in the statement of income.
4 Information on balance sheet items

4.1 Interbank and money market items (Assets)

As at 30 June 2010 and 31 December 2009, interbank and money market items (Assets) are as follows:

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Demand</td>
<td>Time</td>
<td>Total (in million Baht)</td>
<td>Demand</td>
<td>Time</td>
<td>Total</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Domestic items:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bank of Thailand and Financial Institutions Development Fund</td>
<td>5,279</td>
<td>35,400</td>
<td>40,679</td>
<td>2,784</td>
<td>74,000</td>
<td>76,784</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Commercial banks</td>
<td>616</td>
<td>200</td>
<td>816</td>
<td>329</td>
<td>380</td>
<td>709</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other banks</td>
<td>97</td>
<td>-</td>
<td>97</td>
<td>295</td>
<td>250</td>
<td>545</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Finance companies, securities companies and credit foncier companies</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>203</td>
<td>203</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other financial institutions</td>
<td>-</td>
<td>3,616</td>
<td>3,616</td>
<td>4</td>
<td>4,642</td>
<td>4,646</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>5,992</td>
<td>39,216</td>
<td>45,208</td>
<td>3,412</td>
<td>79,475</td>
<td>82,887</td>
<td></td>
<td></td>
</tr>
<tr>
<td><em>Add accrued interest receivables</em></td>
<td>-</td>
<td>19</td>
<td>19</td>
<td>-</td>
<td>38</td>
<td>38</td>
<td></td>
<td></td>
</tr>
<tr>
<td><em>Less</em> allowance for doubtful accounts</td>
<td>-</td>
<td>(386)</td>
<td>(386)</td>
<td>-</td>
<td>(1,035)</td>
<td>(1,035)</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total domestic items</strong></td>
<td>5,992</td>
<td>38,849</td>
<td>44,841</td>
<td>3,412</td>
<td>78,478</td>
<td>81,890</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Foreign items:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>US Dollar</td>
<td>1,871</td>
<td>3,002</td>
<td>4,873</td>
<td>3,303</td>
<td>12,087</td>
<td>15,390</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Japanese YEN</td>
<td>243</td>
<td>-</td>
<td>243</td>
<td>224</td>
<td>-</td>
<td>224</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other currencies</td>
<td>1,073</td>
<td>186</td>
<td>1,259</td>
<td>1,531</td>
<td>1,074</td>
<td>2,605</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>3,187</td>
<td>3,188</td>
<td>6,375</td>
<td>5,058</td>
<td>13,161</td>
<td>18,219</td>
<td></td>
<td></td>
</tr>
<tr>
<td><em>Add accrued interest receivables</em></td>
<td>-</td>
<td>1</td>
<td>1</td>
<td>-</td>
<td>2</td>
<td>2</td>
<td></td>
<td></td>
</tr>
<tr>
<td><em>Less</em> allowance for doubtful accounts</td>
<td>-</td>
<td>(16)</td>
<td>(16)</td>
<td>-</td>
<td>(16)</td>
<td>(16)</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total foreign items</strong></td>
<td>3,187</td>
<td>3,173</td>
<td>6,360</td>
<td>5,058</td>
<td>13,147</td>
<td>18,205</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total domestic and foreign items</strong></td>
<td>9,179</td>
<td>42,022</td>
<td>51,201</td>
<td>8,470</td>
<td>91,625</td>
<td>100,095</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
The Siam Commercial Bank Public Company Limited and its Subsidiaries  
Notes to the interim financial statements  
For the six-month periods ended 30 June 2010 and 2009  
For the three-month period ended 30 June 2010 (Unaudited)

<table>
<thead>
<tr>
<th>Separate financial statements</th>
<th>30 June 2010</th>
<th></th>
<th></th>
<th>31 December 2009</th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Demand</td>
<td>Time</td>
<td>Total (in million Baht)</td>
<td>Demand</td>
<td>Time</td>
<td>Total (in million Baht)</td>
</tr>
<tr>
<td><strong>Domestic items:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bank of Thailand and Financial Institutions Development Fund</td>
<td>5,279</td>
<td>35,400</td>
<td>40,679</td>
<td>2,784</td>
<td>74,000</td>
<td>76,784</td>
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<tr>
<td>Commercial banks</td>
<td>238</td>
<td>-</td>
<td>238</td>
<td>329</td>
<td>380</td>
<td>709</td>
</tr>
<tr>
<td>Finance companies, securities companies and credit foncier companies</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>203</td>
<td>203</td>
</tr>
<tr>
<td>Other financial institutions</td>
<td>-</td>
<td>3,616</td>
<td>3,616</td>
<td>4</td>
<td>4,642</td>
<td>4,646</td>
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<tr>
<td><strong>Total</strong></td>
<td>5,517</td>
<td>39,016</td>
<td>44,533</td>
<td>3,117</td>
<td>79,225</td>
<td>82,342</td>
</tr>
<tr>
<td>Add accrued interest receivables</td>
<td>-</td>
<td>3</td>
<td>3</td>
<td>-</td>
<td>19</td>
<td>19</td>
</tr>
<tr>
<td>Less allowance for doubtful accounts</td>
<td>-</td>
<td>(386)</td>
<td>(386)</td>
<td>-</td>
<td>(1,035)</td>
<td>(1,035)</td>
</tr>
<tr>
<td><strong>Total domestic items</strong></td>
<td>5,517</td>
<td>38,633</td>
<td>44,150</td>
<td>3,117</td>
<td>78,209</td>
<td>81,326</td>
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<tr>
<td><strong>Foreign items:</strong></td>
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<td></td>
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<tr>
<td>US Dollar</td>
<td>1,464</td>
<td>890</td>
<td>2,354</td>
<td>2,579</td>
<td>9,542</td>
<td>12,121</td>
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<td>Japanese YEN</td>
<td>243</td>
<td>-</td>
<td>243</td>
<td>224</td>
<td>-</td>
<td>224</td>
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<tr>
<td>Other currencies</td>
<td>1,070</td>
<td>186</td>
<td>1,256</td>
<td>1,531</td>
<td>1,074</td>
<td>2,605</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>2,777</td>
<td>1,076</td>
<td>3,853</td>
<td>4,334</td>
<td>10,616</td>
<td>14,950</td>
</tr>
<tr>
<td>Add accrued interest receivables</td>
<td>-</td>
<td>1</td>
<td>1</td>
<td>-</td>
<td>1</td>
<td>1</td>
</tr>
<tr>
<td>Less allowance for doubtful accounts</td>
<td>-</td>
<td>(16)</td>
<td>(16)</td>
<td>-</td>
<td>(16)</td>
<td>(16)</td>
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<tr>
<td><strong>Total foreign items</strong></td>
<td>2,777</td>
<td>1,061</td>
<td>3,838</td>
<td>4,334</td>
<td>10,601</td>
<td>14,935</td>
</tr>
<tr>
<td><strong>Total domestic and foreign items</strong></td>
<td>8,294</td>
<td>39,694</td>
<td>47,988</td>
<td>7,451</td>
<td>88,810</td>
<td>96,261</td>
</tr>
</tbody>
</table>
4.2 Investments

4.2.1 Classification of investments in securities

As at 30 June 2010 and 31 December 2009, the Bank and its subsidiaries classify their investments in securities as follows:

<table>
<thead>
<tr>
<th>Securities for trading</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Cost / Amortised cost</td>
<td>Fair value (in million Baht)</td>
</tr>
<tr>
<td>Government and state enterprise securities</td>
<td>27,908</td>
<td>27,910</td>
</tr>
<tr>
<td>Corporate debt securities</td>
<td>4,250</td>
<td>4,282</td>
</tr>
<tr>
<td>Foreign debt securities</td>
<td>361</td>
<td>362</td>
</tr>
<tr>
<td>Domestic equity securities</td>
<td>26</td>
<td>25</td>
</tr>
<tr>
<td>Other securities</td>
<td>68</td>
<td>69</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>32,613</strong></td>
<td><strong>32,648</strong></td>
</tr>
<tr>
<td><strong>Add (less) allowance for revaluation of investments</strong></td>
<td><strong>35</strong></td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>32,648</strong></td>
<td><strong>32,648</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Available-for-sale securities</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Government and state enterprise securities</td>
<td>20,622</td>
<td>20,670</td>
</tr>
<tr>
<td>Corporate debt securities</td>
<td>123</td>
<td>74</td>
</tr>
<tr>
<td>Foreign debt securities</td>
<td>330</td>
<td>330</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>21,075</strong></td>
<td><strong>21,074</strong></td>
</tr>
<tr>
<td><strong>Add allowance for revaluation of investments</strong></td>
<td><strong>49</strong></td>
<td>-</td>
</tr>
<tr>
<td><strong>Less allowance for impairment of investments</strong></td>
<td><strong>(50)</strong></td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>21,074</strong></td>
<td><strong>21,074</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Held-to-maturity securities</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Government and state enterprise securities</td>
<td>7,543</td>
<td>7,569</td>
</tr>
<tr>
<td>Corporate debt securities</td>
<td>556</td>
<td>558</td>
</tr>
<tr>
<td>Foreign debt securities</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other debt securities</td>
<td>114</td>
<td>114</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>8,213</strong></td>
<td><strong>8,241</strong></td>
</tr>
</tbody>
</table>

| **Total short-term investments, net** | **61,935** | **61,963** | **57,052** | **57,104** |
### Consolidated financial statements

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Cost / Amortised cost</td>
<td>Fair value (in million Baht)</td>
</tr>
<tr>
<td><strong>Long-term investments</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Available-for-sale securities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Government and state enterprise securities</td>
<td>39,263</td>
<td>40,133</td>
</tr>
<tr>
<td>Corporate debt securities</td>
<td>1,043</td>
<td>1,045</td>
</tr>
<tr>
<td>Foreign debt securities</td>
<td>70</td>
<td>66</td>
</tr>
<tr>
<td>Domestic equity securities</td>
<td>12,154</td>
<td>14,633</td>
</tr>
<tr>
<td>Foreign equity securities</td>
<td>-</td>
<td>396</td>
</tr>
<tr>
<td>Other securities</td>
<td>1,588</td>
<td>1,507</td>
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<td><strong>Total</strong></td>
<td>54,118</td>
<td>57,780</td>
</tr>
<tr>
<td>Add allowance for revaluation of investments</td>
<td>3,961</td>
<td>-</td>
</tr>
<tr>
<td>Less allowance for impairment of investments</td>
<td>(299)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>57,780</td>
<td>57,780</td>
</tr>
<tr>
<td>Held-to-maturity securities</td>
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<td></td>
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<tr>
<td>Government and state enterprise securities</td>
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<td>36,316</td>
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<td>351</td>
<td>351</td>
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<td>Foreign debt securities</td>
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<td>1,778</td>
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<tr>
<td><strong>Total</strong></td>
<td>37,074</td>
<td>38,445</td>
</tr>
<tr>
<td>Less allowance for impairment of investments</td>
<td>(1,004)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>36,070</td>
<td>38,445</td>
</tr>
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<td>General investments</td>
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<td></td>
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<tr>
<td>Domestic non-marketable equity securities</td>
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<td>1,876</td>
</tr>
<tr>
<td>Foreign non-marketable equity securities</td>
<td>15</td>
<td>185</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>1,508</td>
<td>2,061</td>
</tr>
<tr>
<td>Less allowance for impairment of investments</td>
<td>(1,237)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>271</td>
<td>2,061</td>
</tr>
<tr>
<td><strong>Total long-term investments, net</strong></td>
<td>94,121</td>
<td>98,286</td>
</tr>
<tr>
<td></td>
<td>30 June 2010</td>
<td>31 December 2009</td>
</tr>
<tr>
<td>--------------------------------</td>
<td>----------------------</td>
<td>------------------------</td>
</tr>
<tr>
<td></td>
<td>Cost / Amortised cost</td>
<td>Fair value (in million Baht)</td>
</tr>
<tr>
<td><strong>Short-term investments</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Securities for trading</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Government and state enterprise securities</td>
<td>27,908</td>
<td>27,910</td>
</tr>
<tr>
<td>Corporate debt securities</td>
<td>4,250</td>
<td>4,282</td>
</tr>
<tr>
<td>Foreign debt securities</td>
<td>361</td>
<td>362</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>32,519</td>
<td>32,554</td>
</tr>
<tr>
<td><strong>Add (less) allowance for revaluation of investments</strong></td>
<td>35</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>32,554</td>
<td>32,554</td>
</tr>
<tr>
<td><strong>Available-for-sale securities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Government and state enterprise securities</td>
<td>19,711</td>
<td>19,759</td>
</tr>
<tr>
<td>Corporate debt securities</td>
<td>88</td>
<td>38</td>
</tr>
<tr>
<td>Foreign debt securities</td>
<td>330</td>
<td>330</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>20,129</td>
<td>20,127</td>
</tr>
<tr>
<td><strong>Add allowance for revaluation of investments</strong></td>
<td>48</td>
<td>-</td>
</tr>
<tr>
<td><strong>Less allowance for impairment of investments</strong></td>
<td>(50)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>20,127</td>
<td>20,127</td>
</tr>
<tr>
<td><strong>Held-to-maturity securities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Government and state enterprise securities</td>
<td>6,510</td>
<td>6,535</td>
</tr>
<tr>
<td>Corporate debt securities</td>
<td>1,896</td>
<td>1,912</td>
</tr>
<tr>
<td>Foreign debt securities</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other debt securities</td>
<td>114</td>
<td>114</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>8,520</td>
<td>8,561</td>
</tr>
<tr>
<td><strong>Total short-term investments, net</strong></td>
<td>61,201</td>
<td>61,242</td>
</tr>
</tbody>
</table>
## Long-term investments

### Available-for-sale securities

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Cost / Amortised cost</td>
<td>Fair value</td>
</tr>
<tr>
<td>Government and state enterprise securities</td>
<td>39,263</td>
<td>40,133</td>
</tr>
<tr>
<td>Corporate debt securities</td>
<td>1,000</td>
<td>1,000</td>
</tr>
<tr>
<td>Foreign debt securities</td>
<td>70</td>
<td>66</td>
</tr>
<tr>
<td>Domestic equity securities</td>
<td>11,826</td>
<td>14,323</td>
</tr>
<tr>
<td>Foreign equity securities</td>
<td>-</td>
<td>396</td>
</tr>
<tr>
<td>Other securities</td>
<td>898</td>
<td>829</td>
</tr>
<tr>
<td>Total</td>
<td>53,057</td>
<td>56,747</td>
</tr>
</tbody>
</table>

*Add allowance for revaluation of investments:* 3,989 - 2,170 = 1,819

*Less allowance for impairment of investments:* (299) - (301) = -2

**Total:** 56,747 - 64,515 = 7,768

### Held-to-maturity securities

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Cost / Amortised cost</td>
<td>Fair value</td>
</tr>
<tr>
<td>Government and state enterprise securities</td>
<td>33,866</td>
<td>35,348</td>
</tr>
<tr>
<td>Foreign debt securities</td>
<td>1,889</td>
<td>1,778</td>
</tr>
<tr>
<td>Total</td>
<td>35,755</td>
<td>37,126</td>
</tr>
</tbody>
</table>

*Less allowance for impairment of investments:* (758) - (758) = 0

**Total:** 34,997 - 36,695 = 1,708

### General investments

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Domestic non-marketable equity securities</td>
<td>1,528</td>
<td>1,927</td>
</tr>
<tr>
<td>Foreign non-marketable equity securities</td>
<td>15</td>
<td>185</td>
</tr>
<tr>
<td>Total</td>
<td>1,543</td>
<td>2,112</td>
</tr>
</tbody>
</table>

*Less allowance for impairment of investments:* (1,224) - (1,225) = -1

**Total allowance for impairment of investments:** -1

**Total:** 319 - 436 = -117

### Total long-term investments, net

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Cost / Amortised cost</td>
<td>Fair value</td>
</tr>
<tr>
<td>Total</td>
<td>92,063</td>
<td>95,985</td>
</tr>
</tbody>
</table>
The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the six-month periods ended 30 June 2010 and 2009
For the three-month period ended 30 June 2010 (Unaudited)

As at 30 June 2010, the Bank and a subsidiary classified the promissory notes which were issued by the Thai Asset Management Corporation (TAMC) upon entering into the Asset Transfer Agreement for the transfer of sub-quality assets, as held-to-maturity debt securities - government and state enterprise debt securities of Baht 5,238 million in the consolidated financial statements and of Baht 5,094 million in the separate financial statements (31 December 2009: Baht 5,540 million and Baht 5,396 million, respectively) (see Note 4.3.9).

As at 30 June 2010, the Bank has government bonds which are classified as held-to-maturity securities, of Baht 30 million which are pledged with the court against a lawsuit (31 December 2009: Baht 24 million).

As at 30 June 2010, a subsidiary pledged debt securities, which are classified as held-to-maturity securities, amounting to Baht 14 million with a government agency (31 December 2009: Baht 14 million).

4.2.2 Time to maturity of debt securities

Time to maturity of the Bank and its subsidiaries’ investment in debt securities classified as available-for-sale securities and held-to-maturity securities as at 30 June 2010 and 31 December 2009 are presented below. Expected maturity may differ from contractual maturity due to some borrowers having the right to call or prepay obligations with or without prepayment penalties.

### Available-for-sale securities

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Over 1 year</td>
<td>Over 5 years</td>
</tr>
<tr>
<td>Government and state</td>
<td></td>
<td></td>
</tr>
<tr>
<td>enterprise securities</td>
<td>20,622</td>
<td>31,531</td>
</tr>
<tr>
<td>Corporate debt securities</td>
<td>123</td>
<td>1,043</td>
</tr>
<tr>
<td>Foreign debt securities</td>
<td>330</td>
<td>70</td>
</tr>
<tr>
<td>Other securities</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>21,075</td>
<td>32,644</td>
</tr>
<tr>
<td>Add (less) allowance for revaluation of investments</td>
<td>49</td>
<td>279</td>
</tr>
<tr>
<td>Less allowance for impairment of investments</td>
<td>(50)</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>21,074</td>
<td>32,923</td>
</tr>
</tbody>
</table>

### Held-to-maturity securities

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Over 1 year</td>
<td>Over 5 years</td>
</tr>
<tr>
<td>Government and state</td>
<td></td>
<td></td>
</tr>
<tr>
<td>enterprise securities</td>
<td>7,543</td>
<td>20,337</td>
</tr>
<tr>
<td>Corporate debt securities</td>
<td>556</td>
<td>301</td>
</tr>
<tr>
<td>Foreign debt securities</td>
<td>-</td>
<td>1,889</td>
</tr>
<tr>
<td>Other debt securities</td>
<td>114</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>8,213</td>
<td>22,527</td>
</tr>
<tr>
<td>Less allowance for impairment of investments</td>
<td>-</td>
<td>(981)</td>
</tr>
<tr>
<td>Total</td>
<td>8,213</td>
<td>21,546</td>
</tr>
</tbody>
</table>

### Total debt securities

|                        |              |                   |                          |              |
|------------------------|--------------|-------------------|                          |              |
| Total                  | 29,287       | 54,469            | 22,845                   | 106,601      | 44,170       | 63,159        | 24,687        | 132,016       |
# The Siam Commercial Bank Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the six-month periods ended 30 June 2010 and 2009

For the three-month period ended 30 June 2010 (Unaudited)

### Separate financial statements

#### Maturity schedule of securities

<table>
<thead>
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<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Over 1-5 yrs</td>
<td>Over 5 yrs</td>
</tr>
<tr>
<td></td>
<td>Over 1-5 yrs</td>
<td>Over 5 yrs</td>
</tr>
<tr>
<td>Over 1 year</td>
<td>1 year</td>
<td>5 years</td>
</tr>
<tr>
<td></td>
<td>(in million Baht)</td>
<td>(in million Baht)</td>
</tr>
<tr>
<td>Available-for-sale securities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Government and state enterprise securities</td>
<td>19,711</td>
<td>31,531</td>
</tr>
<tr>
<td>Corporate debt securities</td>
<td>88</td>
<td>1,000</td>
</tr>
<tr>
<td>Foreign debt securities</td>
<td>330</td>
<td>70</td>
</tr>
<tr>
<td>Other securities</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>20,129</td>
<td>32,601</td>
</tr>
</tbody>
</table>

**Add (less) allowance for revaluation of investments:**
- 48 | 277 | 589 | 914 | 110 | 24 | (183) | (49) |

**Less allowance for impairment of investments:**
- (50) | - | - | (50) | (50) | - | (100) | (150) |

**Total** | 20,127 | 32,878 | 8,321 | 61,326 | 32,233 | 39,947 | 10,143 | 82,323 |

#### Held-to-maturity securities

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Over 1-5 yrs</td>
<td>Over 5 yrs</td>
</tr>
<tr>
<td></td>
<td>Over 1-5 yrs</td>
<td>Over 5 yrs</td>
</tr>
<tr>
<td>Over 1 year</td>
<td>1 year</td>
<td>5 years</td>
</tr>
<tr>
<td></td>
<td>(in million Baht)</td>
<td>(in million Baht)</td>
</tr>
<tr>
<td>Government and state enterprise securities</td>
<td>6,510</td>
<td>19,607</td>
</tr>
<tr>
<td>Corporate debt securities</td>
<td>1,896</td>
<td>-</td>
</tr>
<tr>
<td>Foreign debt securities</td>
<td>-</td>
<td>1,889</td>
</tr>
<tr>
<td>Other debt securities</td>
<td>114</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>8,520</td>
<td>21,496</td>
</tr>
</tbody>
</table>

**Less allowance for impairment of investments:**
- (758) | - | - | (758) | (758) | - | (758) | (758) |

**Total** | 8,520 | 20,738 | 14,259 | 43,517 | 11,766 | 22,417 | 14,278 | 48,461 |

**Total debt securities** | 28,647 | 53,616 | 22,580 | 104,843 | 43,999 | 62,364 | 24,421 | 130,784 |

### 4.2.3 Unrealised gain (loss) on available-for-sale securities and held-to-maturity securities

**As at 30 June 2010 and 31 December 2009, unrealised gain (loss) on available-for-sale securities and held-to-maturity securities is as follows:**

#### Available-for-sale securities

<table>
<thead>
<tr>
<th>Type of securities</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Amortised cost</td>
<td>Unrealised gains</td>
</tr>
<tr>
<td></td>
<td>Amortised cost</td>
<td>Unrealised gains</td>
</tr>
<tr>
<td>Available-for-sale securities</td>
<td>74,844</td>
<td>4,360</td>
</tr>
<tr>
<td>Held-to-maturity securities</td>
<td>45,287</td>
<td>1,671</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>120,131</td>
<td>6,031</td>
</tr>
</tbody>
</table>

* Net of allowance for impairment

#### Held-to-maturity securities

<table>
<thead>
<tr>
<th>Type of securities</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Amortised cost</td>
<td>Unrealised gains</td>
</tr>
<tr>
<td>Available-for-sale securities</td>
<td>72,837</td>
<td>4,351</td>
</tr>
<tr>
<td>Held-to-maturity securities</td>
<td>44,275</td>
<td>1,671</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>117,112</td>
<td>6,022</td>
</tr>
</tbody>
</table>

* Net of allowance for impairment
4.2.4 Investments in companies with holding of 10% and upwards

As at 30 June 2010 and 31 December 2009, investments in mutual funds and companies other than subsidiaries and associated companies, of which the Bank and its subsidiaries hold 10% and upwards of the fund or the paid-up capital in each company, classified by industry, are as follows:

<table>
<thead>
<tr>
<th>Mutual funds and financial service</th>
<th>3-5</th>
<th>30 June 2010: 11,404</th>
<th>31 December 2009: 11,109</th>
<th>Consolidated financial statements (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Others</td>
<td>11-13</td>
<td>30 June 2010: 76</td>
<td>31 December 2009: 193</td>
<td>Separate financial statements (in million Baht)</td>
</tr>
<tr>
<td></td>
<td></td>
<td>11,480</td>
<td>11,302</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>11,475</td>
<td>11,297</td>
<td></td>
</tr>
</tbody>
</table>

4.2.5 Investments in companies with problems in their financial positions

As at 30 June 2010 and 31 December 2009, the Bank and its subsidiaries have investments in a number of securities issued by the companies with problems in their financial positions and operating results. The Bank and its subsidiaries have made a provision for diminution in the value of securities equal to the amount by which the aggregate cost exceeds the aggregate market value as follows:

<table>
<thead>
<tr>
<th>Finance companies ordered closed</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Common shares</td>
<td>1 1</td>
<td>1 1</td>
</tr>
<tr>
<td>Bonds</td>
<td>2 -</td>
<td>-</td>
</tr>
<tr>
<td>Listed companies identified for delisting</td>
<td>3 14</td>
<td>14 14</td>
</tr>
<tr>
<td>Common shares</td>
<td>2 14</td>
<td>14 14</td>
</tr>
<tr>
<td>Bonds</td>
<td>3 54</td>
<td>54 54</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Non-listed companies whose operating results in line with the listed companies identified for delisting and having going concern issue</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Common shares/Preferred shares</td>
<td>13 563</td>
<td>559 563</td>
</tr>
<tr>
<td>Bonds</td>
<td>13 559</td>
<td>559 559</td>
</tr>
</tbody>
</table>
The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the six-month periods ended 30 June 2010 and 2009
For the three-month period ended 30 June 2010 (Unaudited)

Separate financial statements

<table>
<thead>
<tr>
<th>Listed companies identified for delisting</th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Common shares</td>
<td>2</td>
<td>14</td>
<td>-</td>
<td>14</td>
</tr>
<tr>
<td>Bonds</td>
<td>2</td>
<td>50</td>
<td>-</td>
<td>50</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Non-listed companies whose operating results in line with the listed companies identified for delisting and having going concern issue</th>
</tr>
</thead>
<tbody>
<tr>
<td>Common shares/Preferred shares</td>
</tr>
</tbody>
</table>

4.2.6 Investments in subsidiaries and associated companies

As at 30 June 2010 and 31 December 2009, the Bank and its subsidiaries have investments in subsidiaries and associated companies as follows:

Consolidated financial statements

<table>
<thead>
<tr>
<th>Associated companies</th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Finance &amp; Insurance</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>VinaSiam Bank (Vietnam)</td>
<td>Banking Ordinary</td>
<td>33.0</td>
<td>33.0</td>
<td>697</td>
<td>697</td>
<td>702</td>
<td>704</td>
<td></td>
</tr>
<tr>
<td>The Siam Industrial Credit PCL and affiliates</td>
<td>Finance and hire-purchase Ordinary</td>
<td>38.6</td>
<td>38.6</td>
<td>1,250</td>
<td>1,250</td>
<td>1,493</td>
<td>1,519</td>
<td></td>
</tr>
<tr>
<td>Siam Commercial New York Life Insurance PCL</td>
<td>Life insurance Ordinary</td>
<td>47.3</td>
<td>47.3</td>
<td>633</td>
<td>633</td>
<td>2,780</td>
<td>2,437</td>
<td></td>
</tr>
<tr>
<td>SCB Leasing PCL</td>
<td>Leasing, hire-purchase and factoring Ordinary</td>
<td>44.3</td>
<td>44.3</td>
<td>45</td>
<td>45</td>
<td>63</td>
<td>64</td>
<td></td>
</tr>
<tr>
<td>Services</td>
<td>Nursery Ordinary</td>
<td>30.0</td>
<td>30.0</td>
<td>2</td>
<td>2</td>
<td>(1)</td>
<td>(1)</td>
<td></td>
</tr>
</tbody>
</table>

Total investments in associated companies, net

<p>| | | | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2,627</td>
<td>2,627</td>
<td>5,037</td>
<td>4,723</td>
</tr>
</tbody>
</table>

* Discontinued operations or in the process of dissolution
Separate financial statements

<table>
<thead>
<tr>
<th>Subsidiaries</th>
<th>Type of business</th>
<th>Type of share</th>
<th>Direct shareholding</th>
<th>Investment value</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td>30 June 2010 (%)</td>
<td>30 June 2009 (in million Baht)</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>31 December 2010</td>
<td>31 December 2009</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cambodian Commercial Bank Ltd. (Cambodia)</td>
<td>Banking</td>
<td>Ordinary</td>
<td>100.0</td>
<td>634</td>
</tr>
<tr>
<td>Chatchayak Assets Management Co., Ltd.</td>
<td>Asset management</td>
<td>Ordinary</td>
<td>100.0</td>
<td>850</td>
</tr>
<tr>
<td>Rutchayothin Assets Management Co., Ltd.</td>
<td>Securities</td>
<td>Ordinary</td>
<td>100.0</td>
<td>2,107</td>
</tr>
<tr>
<td>SCB Securities Co., Ltd.</td>
<td>Securities</td>
<td>Ordinary</td>
<td>100.0</td>
<td>2,107</td>
</tr>
<tr>
<td>SCB Asset Management Co., Ltd.</td>
<td>Asset management</td>
<td>Ordinary</td>
<td>100.0</td>
<td>221</td>
</tr>
<tr>
<td>The Siam Commercial Samaggi Insurance PCL</td>
<td>Insurance</td>
<td>Ordinary</td>
<td>58.9</td>
<td>546</td>
</tr>
<tr>
<td>Siam Commercial Leasing PCL and affiliate</td>
<td>Leasing, hire-purchase and factoring</td>
<td>Ordinary</td>
<td>99.1</td>
<td>10,719</td>
</tr>
<tr>
<td>Siam Children Care Co., Ltd.</td>
<td>Nursery</td>
<td>Ordinary</td>
<td>30.0</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Less</strong> allowance for impairment of investments</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total investments in subsidiaries and associated companies, net</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

* Discontinued operations or in the process of dissolution
** Ceased operation
*** Newly established in 2009
Summaries of financial information of associated companies are as follows:

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010 (Unaudited)</th>
<th>31 December 2009 (Audited)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Total assets</td>
<td>Total liabilities</td>
</tr>
<tr>
<td>Finance &amp; Insurance</td>
<td>84,233</td>
<td>72,814</td>
</tr>
</tbody>
</table>

For the six-month periods ended 30 June

<table>
<thead>
<tr>
<th></th>
<th>Revenue 2010 (Unaudited)</th>
<th>Expenses</th>
<th>Net income</th>
</tr>
</thead>
<tbody>
<tr>
<td>Finance &amp; Insurance</td>
<td>14,766</td>
<td>13,532</td>
<td>1,234</td>
</tr>
</tbody>
</table>

As at 30 June 2010 and 31 December 2009, the Bank and a subsidiary have equity securities in companies received as a result of troubled debt restructuring, which represent more than 20% of the paid-up capital of each company. The Bank did not record these securities as investments in subsidiaries and associated companies as it is the Bank’s and subsidiary’s intention to hold such investments temporarily. Such investments are as follows:

<table>
<thead>
<tr>
<th></th>
<th>Share holding (%)</th>
<th>Total assets</th>
<th>Total liabilities</th>
<th>Equity</th>
</tr>
</thead>
<tbody>
<tr>
<td>General investments</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Manasika Co., Ltd.*</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Phoenix Land Development Co., Ltd. **</td>
<td>97.6</td>
<td>165</td>
<td>177</td>
<td>(12)</td>
</tr>
<tr>
<td>Siam Media and Communication Co., Ltd. **</td>
<td>33.3</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>WTA (Thailand) Co., Ltd.</td>
<td>25.0</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Available-for-sale investments</td>
<td>9.9</td>
<td>1,237</td>
<td>966</td>
<td>271</td>
</tr>
</tbody>
</table>

* Sold in 2010
** Discontinued operations or in the process of dissolution
*** Sold in 2009 of which remaining is less than 20%
The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the six-month periods ended 30 June 2010 and 2009
For the three-month period ended 30 June 2010 (Unaudited)

31 December 2009
(Audited)

<table>
<thead>
<tr>
<th>Shareholding (%)</th>
<th>Total assets (in million Baht)</th>
<th>Total liabilities (in million Baht)</th>
<th>Equity</th>
</tr>
</thead>
<tbody>
<tr>
<td>General investments</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Manasika Co., Ltd.</td>
<td>100.0</td>
<td>120</td>
<td>-</td>
</tr>
<tr>
<td>Phoenix Land Development Co., Ltd.</td>
<td>97.6</td>
<td>165</td>
<td>177</td>
</tr>
<tr>
<td>Siam Media and Communication Co., Ltd.*</td>
<td>33.3</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>WTA (Thailand) Co., Ltd.</td>
<td>25.0</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Available-for-sale investments</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Premier Enterprise PCL**</td>
<td>9.9</td>
<td>1,242</td>
<td>1,009</td>
</tr>
</tbody>
</table>

* Discontinued operations or in the process of dissolution
** Sold in 2009 of which remaining is less than 20%

For the six-month periods ended 30 June

<table>
<thead>
<tr>
<th>Revenue (in million Baht)</th>
<th>Expenses (in million Baht)</th>
<th>Net income (loss) (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td>General investments</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Manasika Co., Ltd.*</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Phoenix Land Development Co., Ltd.</td>
<td>3</td>
<td>3</td>
</tr>
<tr>
<td>Siam Media and Communication Co., Ltd.**</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>WTA (Thailand) Co., Ltd.</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Available-for-sale investments</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Premier Enterprise PCL.***</td>
<td>492</td>
<td>486</td>
</tr>
</tbody>
</table>

* Sold in 2010
** Discontinued operations or in the process of dissolution
*** Sold in 2009 of which remaining is less than 20%
4.3 Loans and accrued interest receivables

4.3.1 Classified by product as at 30 June 2010 and 31 December 2009

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>30 June 2010</td>
<td>31 December 2010</td>
</tr>
<tr>
<td></td>
<td>(in million Baht)</td>
<td>(in million Baht)</td>
</tr>
<tr>
<td>Overdrafts</td>
<td>53,731</td>
<td>53,669</td>
</tr>
<tr>
<td>Loans</td>
<td>754,339</td>
<td>728,771</td>
</tr>
<tr>
<td>Bills</td>
<td>66,750</td>
<td>64,740</td>
</tr>
<tr>
<td>Hire-purchase</td>
<td>70,903</td>
<td>63,918</td>
</tr>
<tr>
<td>Financial lease</td>
<td>510</td>
<td>761</td>
</tr>
<tr>
<td>Others</td>
<td>25,234</td>
<td>28,379</td>
</tr>
<tr>
<td>Total</td>
<td>971,467</td>
<td>940,238</td>
</tr>
<tr>
<td>Add accrued interest receivables</td>
<td>1,449</td>
<td>1,640</td>
</tr>
<tr>
<td>Less allowance for doubtful accounts revaluation allowance for debt restructuring</td>
<td>(43,716)</td>
<td>(42,142)</td>
</tr>
<tr>
<td>Total</td>
<td>928,568</td>
<td>898,984</td>
</tr>
</tbody>
</table>

*Including loans without contracts and past-due

4.3.2 Classified by time to maturity as at 30 June 2010 and 31 December 2009

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>30 June 2010</td>
<td>31 December 2010</td>
</tr>
<tr>
<td></td>
<td>(in million Baht)</td>
<td>(in million Baht)</td>
</tr>
<tr>
<td>Within 1 year*</td>
<td>379,055</td>
<td>375,986</td>
</tr>
<tr>
<td>Over 1 year</td>
<td>592,412</td>
<td>564,252</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>1,449</td>
<td>1,640</td>
</tr>
<tr>
<td>Total</td>
<td>972,916</td>
<td>941,878</td>
</tr>
</tbody>
</table>

4.3.3 Classified by currency and residence of customers as at 30 June 2010 and 31 December 2009

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>30 June 2010</td>
</tr>
<tr>
<td></td>
<td>Domestic</td>
</tr>
<tr>
<td></td>
<td>(in million Baht)</td>
</tr>
<tr>
<td>Baht</td>
<td>928,371</td>
</tr>
<tr>
<td>US Dollar</td>
<td>17,782</td>
</tr>
<tr>
<td>Other currencies</td>
<td>896</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>1,449</td>
</tr>
<tr>
<td>Total</td>
<td>972,916</td>
</tr>
</tbody>
</table>
The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the six-month periods ended 30 June 2010 and 2009
For the three-month period ended 30 June 2010 (Unaudited)

Separate financial statements

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th></th>
<th></th>
<th></th>
<th>31 December 2009</th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Domestic</td>
<td>Foreign</td>
<td></td>
<td>Total</td>
<td>Domestic</td>
<td>Foreign</td>
<td></td>
<td>Total</td>
</tr>
<tr>
<td></td>
<td>(in million Baht)</td>
<td></td>
<td></td>
<td>(in million Baht)</td>
<td></td>
<td></td>
<td></td>
<td>(in million Baht)</td>
</tr>
<tr>
<td>Baht</td>
<td>912,710</td>
<td>-</td>
<td></td>
<td>912,710</td>
<td>877,614</td>
<td>-</td>
<td></td>
<td>877,614</td>
</tr>
<tr>
<td>US Dollar</td>
<td>17,782</td>
<td>23,286</td>
<td></td>
<td>41,068</td>
<td>17,391</td>
<td>13,307</td>
<td></td>
<td>30,698</td>
</tr>
<tr>
<td>Other currencies</td>
<td>896</td>
<td>-</td>
<td></td>
<td>896</td>
<td>560</td>
<td>-</td>
<td></td>
<td>560</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>1,426</td>
<td></td>
<td></td>
<td></td>
<td>1,610</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>956,100</td>
<td></td>
<td></td>
<td></td>
<td>910,482</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

4.3.4 Classified by business type and loan classification as at 30 June 2010 and 31 December 2009

Consolidated financial statements

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th></th>
<th></th>
<th></th>
<th>31 December 2009</th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Normal</td>
<td>Special</td>
<td>Sub-Standard</td>
<td>Doubtful</td>
<td>Loss</td>
<td>Total</td>
<td>Normal</td>
<td>Special</td>
</tr>
<tr>
<td></td>
<td>(in million Baht)</td>
<td></td>
<td></td>
<td>(in million Baht)</td>
<td></td>
<td></td>
<td>(in million Baht)</td>
<td></td>
</tr>
<tr>
<td>Agriculture and mining</td>
<td>14,705</td>
<td>93</td>
<td>10</td>
<td>2</td>
<td>269</td>
<td>15,079</td>
<td>103</td>
<td>51</td>
</tr>
<tr>
<td>Manufacturing and commercial</td>
<td>315,949</td>
<td>16,358</td>
<td>3,927</td>
<td>2,137</td>
<td>17,199</td>
<td>355,570</td>
<td>307,524</td>
<td>15,671</td>
</tr>
<tr>
<td>Real estate and construction</td>
<td>69,260</td>
<td>1,744</td>
<td>101</td>
<td>377</td>
<td>3,390</td>
<td>74,872</td>
<td>68,483</td>
<td>1,699</td>
</tr>
<tr>
<td>Utilities and services</td>
<td>112,381</td>
<td>3,683</td>
<td>935</td>
<td>532</td>
<td>1,837</td>
<td>119,368</td>
<td>118,564</td>
<td>3,928</td>
</tr>
<tr>
<td>Housing loans</td>
<td>255,831</td>
<td>5,789</td>
<td>1,991</td>
<td>1,423</td>
<td>6,866</td>
<td>241,900</td>
<td>235,504</td>
<td>5,738</td>
</tr>
<tr>
<td>Others</td>
<td>126,356</td>
<td>4,481</td>
<td>1,094</td>
<td>435</td>
<td>2,132</td>
<td>134,678</td>
<td>119,974</td>
<td>5,396</td>
</tr>
<tr>
<td>Total</td>
<td>894,482</td>
<td>32,148</td>
<td>8,058</td>
<td>4,906</td>
<td>31,873</td>
<td>971,467</td>
<td>862,948</td>
<td>32,535</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>1,324</td>
<td>67</td>
<td>21</td>
<td>3</td>
<td>34</td>
<td>1,449</td>
<td>1,524</td>
<td>66</td>
</tr>
<tr>
<td>Total</td>
<td>895,806</td>
<td>32,215</td>
<td>8,079</td>
<td>4,909</td>
<td>31,907</td>
<td>972,916</td>
<td>864,472</td>
<td>32,601</td>
</tr>
</tbody>
</table>

Separate financial statements

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th></th>
<th></th>
<th></th>
<th>31 December 2009</th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Normal</td>
<td>Special</td>
<td>Sub-Standard</td>
<td>Doubtful</td>
<td>Loss</td>
<td>Total</td>
<td>Normal</td>
<td>Special</td>
</tr>
<tr>
<td></td>
<td>(in million Baht)</td>
<td></td>
<td></td>
<td>(in million Baht)</td>
<td></td>
<td></td>
<td>(in million Baht)</td>
<td></td>
</tr>
<tr>
<td>Agriculture and mining</td>
<td>14,705</td>
<td>93</td>
<td>10</td>
<td>2</td>
<td>259</td>
<td>15,069</td>
<td>12,619</td>
<td>103</td>
</tr>
<tr>
<td>Manufacturing and commercial</td>
<td>330,742</td>
<td>16,358</td>
<td>3,927</td>
<td>2,137</td>
<td>17,199</td>
<td>370,090</td>
<td>317,990</td>
<td>15,671</td>
</tr>
<tr>
<td>Real estate and construction</td>
<td>69,254</td>
<td>1,745</td>
<td>101</td>
<td>377</td>
<td>3,390</td>
<td>76,507</td>
<td>72,488</td>
<td>1,699</td>
</tr>
<tr>
<td>Utilities and services</td>
<td>111,851</td>
<td>3,683</td>
<td>935</td>
<td>532</td>
<td>1,837</td>
<td>119,368</td>
<td>118,564</td>
<td>3,928</td>
</tr>
<tr>
<td>Housing loans</td>
<td>255,826</td>
<td>5,789</td>
<td>1,991</td>
<td>1,423</td>
<td>6,866</td>
<td>241,900</td>
<td>235,504</td>
<td>5,738</td>
</tr>
<tr>
<td>Others</td>
<td>101,686</td>
<td>4,481</td>
<td>1,094</td>
<td>435</td>
<td>2,132</td>
<td>134,678</td>
<td>119,974</td>
<td>5,396</td>
</tr>
<tr>
<td>Total</td>
<td>884,064</td>
<td>29,583</td>
<td>7,746</td>
<td>4,874</td>
<td>28,538</td>
<td>954,674</td>
<td>839,248</td>
<td>32,013</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>1,327</td>
<td>67</td>
<td>21</td>
<td>3</td>
<td>8</td>
<td>1,426</td>
<td>1,520</td>
<td>67</td>
</tr>
<tr>
<td>Total</td>
<td>885,391</td>
<td>29,650</td>
<td>7,767</td>
<td>4,746</td>
<td>28,546</td>
<td>956,100</td>
<td>840,768</td>
<td>32,080</td>
</tr>
</tbody>
</table>
### 4.3.5 Loan classification and allowance as at 30 June 2010 and 31 December 2009

#### Consolidated financial statements 30 June 2010

<table>
<thead>
<tr>
<th>Loan classification</th>
<th>Loan and accrued interest, per BoT's guideline</th>
<th>Allowance per BoT's guideline</th>
<th>Collateral / Cashflow Collective approach</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Normal</td>
<td>895,806</td>
<td>883,426*</td>
<td>1</td>
<td>8,588</td>
</tr>
<tr>
<td>Special Mention</td>
<td>32,215</td>
<td>32,084*</td>
<td>2</td>
<td>590</td>
</tr>
<tr>
<td>Sub - Standard***</td>
<td>8,079</td>
<td>4,659**</td>
<td>100</td>
<td>4,347</td>
</tr>
<tr>
<td>Doubtful</td>
<td>4,909</td>
<td>2,326**</td>
<td>100</td>
<td>2,163</td>
</tr>
<tr>
<td>Doubtful Loss</td>
<td>31,907</td>
<td>16,087**</td>
<td>100</td>
<td>13,961</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>972,916</strong></td>
<td><strong>938,582</strong></td>
<td><strong>29,649</strong></td>
<td><strong>30,913</strong></td>
</tr>
</tbody>
</table>

Allowance established in excess of BoT regulation: 12,803

**Total:** 43,716

* Net of cash and near cash collateral
** Net of PV cashflow from loan receivables or selling collateral
*** Excluding allowance for troubled debt restructuring, the allowance of which was included in revaluation allowance for debt restructuring

#### Consolidated financial statements 31 December 2009

<table>
<thead>
<tr>
<th>Loan classification</th>
<th>Loan and accrued interest, per BoT's guideline</th>
<th>Allowance per BoT's guideline</th>
<th>Collateral / Cashflow Collective approach</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Normal</td>
<td>864,472</td>
<td>855,960*</td>
<td>1</td>
<td>8,227</td>
</tr>
<tr>
<td>Special Mention</td>
<td>32,601</td>
<td>32,484*</td>
<td>2</td>
<td>579</td>
</tr>
<tr>
<td>Sub - Standard***</td>
<td>6,938</td>
<td>2,865**</td>
<td>100</td>
<td>2,436</td>
</tr>
<tr>
<td>Doubtful</td>
<td>5,747</td>
<td>2,843**</td>
<td>100</td>
<td>2,621</td>
</tr>
<tr>
<td>Doubtful Loss</td>
<td>32,120</td>
<td>15,588**</td>
<td>100</td>
<td>13,306</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>941,878</strong></td>
<td><strong>909,740</strong></td>
<td><strong>27,169</strong></td>
<td><strong>28,628</strong></td>
</tr>
</tbody>
</table>

Allowance established in excess of BoT regulation: 13,514

**Total:** 42,142

* Net of cash and near cash collateral
** Net of PV cashflow from loan receivables or selling collateral
*** Excluding allowance for troubled debt restructuring, the allowance of which was included in revaluation allowance for debt restructuring
Based on management’s assessment of the ultimate collectibility of the Bank’s loan portfolio, the Bank believes that the allowance established was adequate as at 30 June 2010 and 31 December 2009 and in compliance with the BoT’s guidelines. As at 30 June 2010, the Bank and its subsidiaries have provided an allowance for doubtful accounts which exceeds the minimum allowance required by the BoT’s guidelines by Baht 12,803 million in the consolidated financial statements and by Baht 12,613 million in the separate financial statements (31 December 2009: Baht 13,514 million and Baht 13,402 million, respectively).
4.3.6 Loans to listed companies identified for delisting

As at 30 June 2010 and 31 December 2009, the Bank and its subsidiaries have loans and accrued interest receivables with borrowers who have problems with their financial positions and operating results, causing their loans to become classified assets. The Bank and its subsidiaries have made provisions for loan losses as follows:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>30 June 2010</td>
<td>31 December 2009</td>
</tr>
<tr>
<td>No. of companies</td>
<td>Loans and accrued interest</td>
<td>Amount of provisions</td>
</tr>
<tr>
<td></td>
<td>receivables*</td>
<td></td>
</tr>
<tr>
<td></td>
<td>(in million Baht)</td>
<td></td>
</tr>
<tr>
<td>Listed companies</td>
<td>4</td>
<td>750</td>
</tr>
<tr>
<td>identified for</td>
<td></td>
<td></td>
</tr>
<tr>
<td>delisting</td>
<td></td>
<td></td>
</tr>
<tr>
<td>* Including loans to financial institutions</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

4.3.7 Non-Performing Loans

As at 30 June 2010 and 31 December 2009, the Bank used the guidelines specified in the BoT’s notification dated 3 August 2008 in determining Non-Performing Loans which consist of loans classified as substandard, doubtful, doubtful loss and loss under BoT’s guideline. The amounts are as follows:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>30 June 2010</td>
<td>31 December 2009</td>
</tr>
<tr>
<td></td>
<td>(in million Baht)</td>
<td>(in million Baht)</td>
</tr>
<tr>
<td>Non-Performing Loans</td>
<td>21,498</td>
<td>23,203</td>
</tr>
<tr>
<td>(net of allowance for</td>
<td>2.2</td>
<td>2.3</td>
</tr>
<tr>
<td>doubtful accounts)</td>
<td></td>
<td>2.0</td>
</tr>
<tr>
<td>% of Non-Performing</td>
<td>44,837</td>
<td>44,958</td>
</tr>
<tr>
<td>Loans to total loans</td>
<td>4.4</td>
<td>4.4</td>
</tr>
<tr>
<td>(gross)</td>
<td></td>
<td>4.1</td>
</tr>
<tr>
<td>% of Non-Performing</td>
<td></td>
<td>4.1</td>
</tr>
<tr>
<td>Loans to total loans</td>
<td></td>
<td>4.1</td>
</tr>
</tbody>
</table>

As at 30 June 2010, Rutchayothin Assets Management Co., Ltd. which is a subsidiary, has Non-Performing Loans of Baht 795 million (31 December 2009: Baht 797 million). Had Non-Performing Loans been based on principal of loan purchased from the group as at 30 June 2010, the amount would be Baht 1,729 million (31 December 2009: Baht 1,740 million).

43
4.3.8 Troubled debt restructuring

The financial statements for the six-month periods ended 30 June 2010 and 2009, include the result of various types of troubled debt restructuring including transfers of assets and equity securities, changes in repayment condition, and mixed types as follows:

### Consolidated financial statements

<table>
<thead>
<tr>
<th>Types of debt restructuring</th>
<th>No. of accounts</th>
<th>Before debt restructuring</th>
<th>After debt restructuring</th>
<th>Transferred assets</th>
</tr>
</thead>
<tbody>
<tr>
<td>Transfers of assets</td>
<td>4</td>
<td>2</td>
<td>23</td>
<td>10</td>
</tr>
<tr>
<td>Debt restructuring in various forms</td>
<td>262</td>
<td>347</td>
<td>939</td>
<td>2,592</td>
</tr>
<tr>
<td>Changes of repayment conditions</td>
<td>865</td>
<td>1,779</td>
<td>1,899</td>
<td>8,007</td>
</tr>
<tr>
<td>Total</td>
<td>1,131</td>
<td>2,128</td>
<td>2,861</td>
<td>10,609</td>
</tr>
</tbody>
</table>

### Separate financial statements

<table>
<thead>
<tr>
<th>Types of debt restructuring</th>
<th>No. of accounts</th>
<th>Before debt restructuring</th>
<th>After debt restructuring</th>
<th>Transferred assets</th>
</tr>
</thead>
<tbody>
<tr>
<td>Transfers of assets</td>
<td>4</td>
<td>2</td>
<td>23</td>
<td>10</td>
</tr>
<tr>
<td>Debt restructuring in various forms</td>
<td>262</td>
<td>347</td>
<td>939</td>
<td>2,592</td>
</tr>
<tr>
<td>Changes of repayment conditions</td>
<td>865</td>
<td>1,779</td>
<td>1,899</td>
<td>8,007</td>
</tr>
<tr>
<td>Total</td>
<td>1,131</td>
<td>2,128</td>
<td>2,861</td>
<td>10,609</td>
</tr>
</tbody>
</table>

As at 30 June 2010 and 2009, troubled debt restructuring compared with total loans including loans to financial institutions are as follows:

### Consolidated financial statements

<table>
<thead>
<tr>
<th></th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>No. of accounts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Troubled debt restructuring during the period</td>
<td>1,131</td>
<td>2,861</td>
</tr>
<tr>
<td>Total loans including loans to financial institutions</td>
<td>439,281</td>
<td>1,012,364</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>No. of accounts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>The outstanding debts (in million Baht)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Troubled debt restructuring during the period</td>
<td>2,128</td>
<td>10,609</td>
</tr>
<tr>
<td>Total loans including loans to financial institutions</td>
<td>413,651</td>
<td>1,057,430</td>
</tr>
</tbody>
</table>

### Separate financial statements

<table>
<thead>
<tr>
<th></th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>No. of accounts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Troubled debt restructuring during the period</td>
<td>1,131</td>
<td>2,861</td>
</tr>
<tr>
<td>Total loans including loans to financial institutions</td>
<td>297,463</td>
<td>995,548</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>No. of accounts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>The outstanding debts (in million Baht)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Troubled debt restructuring during the period</td>
<td>2,128</td>
<td>10,609</td>
</tr>
<tr>
<td>Total loans including loans to financial institutions</td>
<td>223,945</td>
<td>1,026,640</td>
</tr>
</tbody>
</table>
As at 30 June 2010 and 31 December 2009, the Bank and its subsidiaries have balance of restructured loans as follows:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td>Restructured loans which are classified as NPL</td>
<td>12,285</td>
<td>13,116</td>
</tr>
<tr>
<td>Restructured loans which are not classified as NPL</td>
<td>26,275</td>
<td>27,679</td>
</tr>
<tr>
<td>Total</td>
<td>38,560</td>
<td>40,795</td>
</tr>
</tbody>
</table>

The average term of troubled debt restructuring as of 30 June 2010 is 8.7 years (30 June 2009: 12.9 years).

Supplementary information relating to restructuring debtors for the six-month periods ended 30 June 2010 and 2009 are as follows:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2010</td>
<td>2009</td>
</tr>
<tr>
<td>Interest income recognised in the statements of income</td>
<td>1,074</td>
<td>976</td>
</tr>
<tr>
<td>Loss on debt restructuring recognised in the statements of income</td>
<td>34</td>
<td>19</td>
</tr>
<tr>
<td>Cash collection</td>
<td>4,575</td>
<td>1,453</td>
</tr>
</tbody>
</table>

4.3.9 Sales of loan receivables to the Thai Asset Management Corporation (TAMC)

The information regarding the transfer of a portion of sub-quality assets to TAMC according to the Asset Transfer Agreement of the Bank and a subsidiary since 2001 are as follows: (see Notes 4.2.1 and 4.20)

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total net amount of sub-quality assets transferred to TAMC since 2001</td>
<td>9,954</td>
<td>9,868</td>
</tr>
<tr>
<td>Promissory notes received</td>
<td>9,954</td>
<td>9,868</td>
</tr>
</tbody>
</table>

* Net of adjustment of selling price of loans sold to TAMC of Baht 739 million
** Net of adjustment of selling price of loans sold to TAMC of Baht 985 million
4.3.10 Securitisation transaction of a subsidiary

On 20 March 2006, Siam Commercial Leasing Public Company Limited, a subsidiary, entered into the Hire-purchase Receivables Sale Agreement with Siam Panich SPV1 Company Limited (“the SPV1”), which was incorporated under the Civil and Commercial Code of Thailand, to operate the securitisation business under the Securitisation Law. The Subsidiary’s Securitisation Plan was approved by the Office of the Securities and Exchange Commission after which the total Initial Receivables of Baht 6,614,999,826 were sold to the SPV1 at the net book value as at 28 February 2006. The Subsidiary transferred the rights to receive cash from the obligors to the SPV1 and received cash of Baht 4,999,649,826 from the SPV1 on 30 March 2006 (see Note 3.23.3). The remaining balance of the selling price for the Initial Receivables of Baht 1,615,350,000, was recorded as Deferred Purchase Price. The Subsidiary was allowed to sell additional revolving receivables subsequently and was appointed to act as the servicer which is responsible for collecting payments from its obligors under the Receivables Sale Agreements and Servicing Agreements.

4.4 Allowance for doubtful accounts

As at 30 June 2010 and 31 December 2009, allowance for doubtful accounts consists of the following:

<table>
<thead>
<tr>
<th>Consolidated financial statements</th>
<th>30 June 2010</th>
<th>Allowance established in excess of BoT regulations</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Normal</td>
<td>Special Mention</td>
<td>Sub - Standard</td>
</tr>
<tr>
<td>Beginning balance</td>
<td>8,244</td>
<td>623</td>
<td>2,503</td>
</tr>
<tr>
<td>Bad debt and doubtful accounts</td>
<td>357</td>
<td>(9)</td>
<td>1,897</td>
</tr>
<tr>
<td>Bad debt written off</td>
<td>3</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Others</td>
<td>(2)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Ending balance</td>
<td><strong>8,602</strong></td>
<td><strong>614</strong></td>
<td><strong>4,400</strong></td>
</tr>
</tbody>
</table>

* Before deducting bad debt recovered of Baht 565 million (see Note 5.2)

<table>
<thead>
<tr>
<th>Consolidated financial statements</th>
<th>31 December 2009</th>
<th>Allowance established in excess of BoT regulations</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Normal</td>
<td>Special Mention</td>
<td>Sub - Standard</td>
</tr>
<tr>
<td>Beginning balance</td>
<td>8,285</td>
<td>460</td>
<td>3,166</td>
</tr>
<tr>
<td>Bad debt and doubtful accounts</td>
<td>(58)</td>
<td>163</td>
<td>(663)</td>
</tr>
<tr>
<td>Bad debt written off</td>
<td>4</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Others</td>
<td>13</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Ending balance</td>
<td><strong>8,244</strong></td>
<td><strong>623</strong></td>
<td><strong>2,503</strong></td>
</tr>
</tbody>
</table>

* Before deducting bad debt recovered of Baht 1,028 million (see Note 5.2)
Separate financial statements
30 June 2010

<table>
<thead>
<tr>
<th>Normal</th>
<th>Special</th>
<th>Sub -</th>
<th>Doubtful</th>
<th>Doubtful</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>Standard</td>
<td></td>
<td>Loss</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Allowance established in excess of BoT regulations</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Beginning balance 8,322 579 2,436 2,621 12,068 13,402 39,428
Bad debt and doubtful accounts' 408 11 1,912 (458) 2,506 (1,581) 2,798
Bad debt written off - - - - - (1,848) - (1,848)
Others - - - - - 792 792
Ending balance 8,730 590 4,348 2,163 12,726 12,613 41,170

* Before deducting bad debt recovered of Baht 432 million (see Note 5.2)

Separate financial statements
31 December 2009

<table>
<thead>
<tr>
<th>Normal</th>
<th>Special</th>
<th>Sub -</th>
<th>Doubtful</th>
<th>Doubtful</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>Standard</td>
<td></td>
<td>Loss</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Allowance established in excess of BoT regulations</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Beginning balance 8,197 317 2,955 1,949 14,259 10,357 38,034
Bad debt and doubtful accounts 125 262 (519) 672 2,179 3,467 6,186
Bad debt written off - - - - - (4,370) - (4,370)
Others - - - - - (422) (422)
Ending balance 8,322 579 2,436 2,621 12,068 13,402 39,428

* Before deducting bad debt recovered of Baht 631 million (see Note 5.2)

4.5 Revaluation allowance for debt restructuring

As at 30 June 2010 and 31 December 2009, revaluation allowance for debt restructuring consist of the following:

<table>
<thead>
<tr>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(in million Baht)</td>
</tr>
<tr>
<td>Beginning balance</td>
<td>752</td>
</tr>
<tr>
<td>Increase (decrease) during the period/year</td>
<td>(120)</td>
</tr>
<tr>
<td>Ending balance</td>
<td>632</td>
</tr>
</tbody>
</table>
4.6 Classified assets

The Bank and its subsidiaries have classified assets according to the guidelines of the BoT as at 30 June 2010 and 31 December 2009 as follows:

### Consolidated financial statements

#### 30 June 2010

<table>
<thead>
<tr>
<th>Loans and</th>
<th>Loans to financial institutions</th>
<th>Accrued interest receivables</th>
<th>Interest receivables</th>
<th>Investments</th>
<th>Properties foreclosed</th>
<th>Other assets</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Normal</td>
<td>895,806</td>
<td>39,448</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>15</td>
<td>935,269</td>
</tr>
<tr>
<td>Special Mention</td>
<td>32,215</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1</td>
<td>32,216</td>
</tr>
<tr>
<td>Sub-Standard</td>
<td>8,079</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1</td>
<td>8,080</td>
</tr>
<tr>
<td>Doubtful</td>
<td>4,909</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>2</td>
<td>4,911</td>
</tr>
<tr>
<td>Doubtful Loss</td>
<td>31,907</td>
<td>-</td>
<td>2,939</td>
<td>775</td>
<td>777</td>
<td>36,398</td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>972,916</strong></td>
<td><strong>39,448</strong></td>
<td><strong>2,939</strong></td>
<td><strong>775</strong></td>
<td><strong>796</strong></td>
<td><strong>1,016,874</strong></td>
<td></td>
</tr>
</tbody>
</table>

#### 31 December 2009

<table>
<thead>
<tr>
<th>Loans and</th>
<th>Loans to financial institutions</th>
<th>Accrued interest receivables</th>
<th>Interest receivables</th>
<th>Investments</th>
<th>Properties foreclosed</th>
<th>Other assets</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Normal</td>
<td>864,472</td>
<td>79,810</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>13</td>
<td>944,295</td>
</tr>
<tr>
<td>Special Mention</td>
<td>32,601</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1</td>
<td>32,602</td>
</tr>
<tr>
<td>Sub-Standard</td>
<td>6,938</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>6,938</td>
</tr>
<tr>
<td>Doubtful</td>
<td>5,747</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>2</td>
<td>5,749</td>
</tr>
<tr>
<td>Doubtful Loss</td>
<td>32,120</td>
<td>203</td>
<td>3,591</td>
<td>1,748</td>
<td>777</td>
<td>38,439</td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>941,878</strong></td>
<td><strong>80,013</strong></td>
<td><strong>3,591</strong></td>
<td><strong>1,748</strong></td>
<td><strong>793</strong></td>
<td><strong>1,028,023</strong></td>
<td></td>
</tr>
</tbody>
</table>

### Separate financial statements

#### 30 June 2010

<table>
<thead>
<tr>
<th>Loans and</th>
<th>Loans to financial institutions</th>
<th>Accrued interest receivables</th>
<th>Interest receivables</th>
<th>Investments</th>
<th>Properties foreclosed</th>
<th>Other assets</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Normal</td>
<td>885,391</td>
<td>39,448</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>15</td>
<td>924,854</td>
</tr>
<tr>
<td>Special Mention</td>
<td>29,650</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1</td>
<td>29,651</td>
</tr>
<tr>
<td>Sub-Standard</td>
<td>7,767</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1</td>
<td>7,768</td>
</tr>
<tr>
<td>Doubtful</td>
<td>4,746</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>2</td>
<td>4,748</td>
</tr>
<tr>
<td>Doubtful Loss</td>
<td>28,546</td>
<td>-</td>
<td>4,666</td>
<td>749</td>
<td>777</td>
<td>34,738</td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>956,100</strong></td>
<td><strong>39,448</strong></td>
<td><strong>4,666</strong></td>
<td><strong>749</strong></td>
<td><strong>796</strong></td>
<td><strong>1,001,759</strong></td>
<td></td>
</tr>
</tbody>
</table>
### Separate financial statements

#### For the three-month period ended 30 June 2010 (Unaudited)

<table>
<thead>
<tr>
<th>Loans and accrued interest receivables</th>
<th>Loans to financial institutions and accrued interest receivables</th>
<th>Properties foreclosed (in million Baht)</th>
<th>Other assets</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Normal</td>
<td>840,768</td>
<td>79,810</td>
<td>-</td>
<td>13</td>
</tr>
<tr>
<td>Special Mention</td>
<td>29,080</td>
<td>-</td>
<td>1</td>
<td>29,081</td>
</tr>
<tr>
<td>Sub-Standard</td>
<td>6,509</td>
<td>-</td>
<td>-</td>
<td>6,509</td>
</tr>
<tr>
<td>Doubtful</td>
<td>5,525</td>
<td>-</td>
<td>2</td>
<td>5,527</td>
</tr>
<tr>
<td>Doubtful Loss</td>
<td>28,600</td>
<td>203</td>
<td>777</td>
<td>36,612</td>
</tr>
<tr>
<td></td>
<td><strong>910,482</strong></td>
<td><strong>80,013</strong></td>
<td><strong>793</strong></td>
<td><strong>998,320</strong></td>
</tr>
</tbody>
</table>

#### Consolidated financial statements

#### For the six-month periods ended 30 June 2010 and 2009

#### 4.7 Properties foreclosed

As at 30 June 2010 and 31 December 2009, properties foreclosed consist of the following:

#### Consolidated financial statements

#### 30 June 2010

<table>
<thead>
<tr>
<th>Beginnning balance (in million Baht)</th>
<th>Additions</th>
<th>Disposals (in million Baht)</th>
<th>Ending balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Foreclosed assets</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Immovable assets</td>
<td>14,214</td>
<td>(991)</td>
<td>14,260</td>
</tr>
<tr>
<td>Movable assets</td>
<td>217</td>
<td>(305)</td>
<td>77</td>
</tr>
<tr>
<td>Others</td>
<td>293</td>
<td>(750)</td>
<td>200</td>
</tr>
<tr>
<td>Total properties foreclosed</td>
<td>14,724</td>
<td>(2,046)</td>
<td>14,537</td>
</tr>
<tr>
<td>Less allowance for impairment of assets</td>
<td>(1,734)</td>
<td>-</td>
<td>(1,732)</td>
</tr>
<tr>
<td>Total properties foreclosed, net</td>
<td><strong>12,990</strong></td>
<td><strong>1,859</strong></td>
<td>(2,044)</td>
</tr>
</tbody>
</table>

#### Consolidated financial statements

#### 31 December 2009

<table>
<thead>
<tr>
<th>Beginnning balance (in million Baht)</th>
<th>Additions</th>
<th>Disposals (in million Baht)</th>
<th>Ending balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Foreclosed assets</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Immovable assets</td>
<td>13,384</td>
<td>(3,446)</td>
<td>14,214</td>
</tr>
<tr>
<td>Movable assets</td>
<td>404</td>
<td>(782)</td>
<td>217</td>
</tr>
<tr>
<td>Others</td>
<td>320</td>
<td>(1,197)</td>
<td>293</td>
</tr>
<tr>
<td>Total properties foreclosed</td>
<td>14,108</td>
<td>(5,425)</td>
<td>14,724</td>
</tr>
<tr>
<td>Less allowance for impairment of assets</td>
<td>(2,121)</td>
<td>-</td>
<td>(1,734)</td>
</tr>
<tr>
<td>Total properties foreclosed, net</td>
<td><strong>11,987</strong></td>
<td><strong>6,016</strong></td>
<td>(5,013)</td>
</tr>
</tbody>
</table>
Separate financial statements
30 June 2010

<table>
<thead>
<tr>
<th></th>
<th>Beginning balance</th>
<th>Additions</th>
<th>Disposals</th>
<th>Ending balance</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(in million Baht)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Foreclosed assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Immovable assets</td>
<td>14,067</td>
<td>1,037</td>
<td>(979)</td>
<td>14,125</td>
</tr>
<tr>
<td>Movable assets</td>
<td>57</td>
<td>94</td>
<td>(130)</td>
<td>21</td>
</tr>
<tr>
<td>Others</td>
<td>293</td>
<td>657</td>
<td>(750)</td>
<td>200</td>
</tr>
<tr>
<td>Total properties foreclosed</td>
<td>14,417</td>
<td>1,788</td>
<td>(1,859)</td>
<td>200</td>
</tr>
<tr>
<td>Less allowance for impairment of assets</td>
<td>(1,707)</td>
<td>-</td>
<td>2</td>
<td>(1,705)</td>
</tr>
<tr>
<td>Total properties foreclosed, net</td>
<td>12,710</td>
<td>1,788</td>
<td>(1,857)</td>
<td>12,641</td>
</tr>
</tbody>
</table>

Separate financial statements
31 December 2009

<table>
<thead>
<tr>
<th></th>
<th>Beginning balance</th>
<th>Additions</th>
<th>Disposals</th>
<th>Ending balance</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(in million Baht)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Foreclosed assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Immovable assets</td>
<td>13,236</td>
<td>4,276</td>
<td>(3,445)</td>
<td>14,067</td>
</tr>
<tr>
<td>Movable assets</td>
<td>41</td>
<td>411</td>
<td>(395)</td>
<td>57</td>
</tr>
<tr>
<td>Others</td>
<td>320</td>
<td>1,170</td>
<td>(1,197)</td>
<td>293</td>
</tr>
<tr>
<td>Total properties foreclosed</td>
<td>13,597</td>
<td>5,857</td>
<td>(5,037)</td>
<td>14,417</td>
</tr>
<tr>
<td>Less allowance for impairment of assets</td>
<td>(2,105)</td>
<td>-</td>
<td>412</td>
<td>(1,707)</td>
</tr>
<tr>
<td>Total properties foreclosed, net</td>
<td>11,492</td>
<td>5,843</td>
<td>(4,625)</td>
<td>12,710</td>
</tr>
</tbody>
</table>

Gain (loss) on sales of properties foreclosed recognised in the consolidated statements of income for the six-month periods ended 30 June 2010 and 2009 are profit of Baht 173 million and loss of Baht 122 million, respectively and for the separate statements of income are gains of Baht 153 million and Baht 53 million, respectively.

Immovable assets foreclosed classified by external and internal appraisers as at 30 June 2010 and 31 December 2009 consist of the following:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>30 June 2010</td>
<td>31 December 2009</td>
</tr>
<tr>
<td></td>
<td>30 June 2010</td>
<td>31 December 2009</td>
</tr>
<tr>
<td></td>
<td>(in million Baht)</td>
<td>(in million Baht)</td>
</tr>
<tr>
<td>Foreclosed assets</td>
<td>14,260</td>
<td>14,125</td>
</tr>
<tr>
<td>Immovable assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Appraised by external appraisers</td>
<td>8,791</td>
<td>8,917</td>
</tr>
<tr>
<td>Appraised by internal appraisers</td>
<td>5,469</td>
<td>5,297</td>
</tr>
<tr>
<td>Total</td>
<td>14,260</td>
<td>14,125</td>
</tr>
</tbody>
</table>

50
### 4.8 Premises and equipment

As at 30 June 2010 and 31 December 2009, premises and equipment consist of the following:

#### 30 June 2010

<table>
<thead>
<tr>
<th></th>
<th>Cost</th>
<th>Accumulated depreciation</th>
<th>Allowance for impairment of assets</th>
<th>Premises and equipment, net</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Land</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cost</td>
<td>5,543</td>
<td>(28)</td>
<td>-</td>
<td>5,530</td>
</tr>
<tr>
<td>Appraisal increase*</td>
<td>6,113</td>
<td>-</td>
<td>-</td>
<td>6,113</td>
</tr>
<tr>
<td>Total</td>
<td>11,656</td>
<td>(98)</td>
<td>-</td>
<td>11,558</td>
</tr>
<tr>
<td><strong>Premises</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cost</td>
<td>14,480</td>
<td>(78)</td>
<td>-</td>
<td>14,403</td>
</tr>
<tr>
<td>Appraisal increase (year 2005)</td>
<td>5,797</td>
<td>-</td>
<td>(2)</td>
<td>5,795</td>
</tr>
<tr>
<td>Total</td>
<td>20,277</td>
<td>(80)</td>
<td>-</td>
<td>20,197</td>
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<tr>
<td><strong>Equipment</strong></td>
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<tr>
<td>Cost</td>
<td>14,984</td>
<td>(152)</td>
<td>(1)</td>
<td>15,135</td>
</tr>
<tr>
<td>Depreciation</td>
<td>(6,283)</td>
<td>(170)</td>
<td>56</td>
<td>(1,096)</td>
</tr>
<tr>
<td>Total</td>
<td>8,691</td>
<td>(87)</td>
<td>-</td>
<td>8,604</td>
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<tr>
<td><strong>Others</strong></td>
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<tr>
<td>Cost</td>
<td>209</td>
<td>(448)</td>
<td>(34)</td>
<td>424</td>
</tr>
<tr>
<td>Depreciation</td>
<td>(751)</td>
<td>(115)</td>
<td>(2)</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>-736</td>
<td>(504)</td>
<td>-</td>
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</tr>
<tr>
<td><strong>Total</strong></td>
<td>47,126</td>
<td>1,292</td>
<td>(708)</td>
<td>46,694</td>
</tr>
</tbody>
</table>

* Appraisal increase in year 2005 for Bank and year 2008 for its subsidiaries

The gross amount of the Bank and its subsidiaries’ fully depreciated premises and equipment that was still in use as at 30 June 2010 amounted to Baht 9,330 million (31 December 2009: Baht 8,158 million).
<table>
<thead>
<tr>
<th>Land</th>
<th>Cost</th>
<th>Additions</th>
<th>Disposals</th>
<th>Others</th>
<th>Beginning balance</th>
<th>Additions</th>
<th>Disposals</th>
<th>Others</th>
<th>Ending balance</th>
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<tbody>
<tr>
<td></td>
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<td>5,188</td>
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<td>13,531</td>
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<td>(5,741)</td>
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<tr>
<td>Premises</td>
<td>Cost</td>
<td>Additions</td>
<td>Disposals</td>
<td>Others</td>
<td>Beginning balance</td>
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<td>Equipment</td>
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</tr>
</tbody>
</table>

Depreciation for the six-month periods ended
- 30 June 2010 940
- 30 June 2009 1,054

The gross amount of the Bank’s fully depreciated premises and equipment that was still in use as at 30 June 2010 amounted to Baht 8,729 million (31 December 2009: Baht 7,568 million).
4.9 Assets pending transfer

As at 30 June 2010 and 31 December 2009, assets pending transfer consist of the following:

<table>
<thead>
<tr>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sundry receivables</td>
<td>2,923</td>
</tr>
<tr>
<td>Prepayment of Option Premium</td>
<td>98</td>
</tr>
<tr>
<td>Clean bills in transit</td>
<td>42</td>
</tr>
<tr>
<td>Others</td>
<td>470</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>3,533</strong></td>
</tr>
</tbody>
</table>

4.10 Other assets

As at 30 June 2010 and 31 December 2009, other assets consist of the following:

<table>
<thead>
<tr>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td>Software license, net</td>
<td>1,344</td>
</tr>
<tr>
<td>Accrued interest on investment</td>
<td>1,147</td>
</tr>
<tr>
<td>Securities business receivables</td>
<td>899</td>
</tr>
<tr>
<td>Collateral per Credit Support</td>
<td></td>
</tr>
<tr>
<td>Annex</td>
<td>834</td>
</tr>
<tr>
<td>Net inter-account balance</td>
<td>788</td>
</tr>
<tr>
<td>Leasehold, net</td>
<td>510</td>
</tr>
<tr>
<td>Customer insurance premium</td>
<td></td>
</tr>
<tr>
<td>and legal deposits with court</td>
<td>217</td>
</tr>
<tr>
<td>Others</td>
<td>3,619</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>9,358</strong></td>
</tr>
</tbody>
</table>

Amortisation presented in the consolidated statements of income for the six-month periods ended 30 June 2010 and 2009 amounted to Baht 262 million and Baht 237 million, respectively and for the separate statements of income amounted to Baht 236 million and Baht 226 million, respectively.

The gross amount of the Bank’s fully amortised intangible assets that was still in use for the consolidated financial statements as at 30 June 2010 amounted to Baht 829 million (31 December 2009: Baht 829 million) and for the separate financial statements as at 30 June 2010 amounted to Baht 820 million (31 December 2009: Baht 820 million).
4.11 Deposits

4.11.1 Classified by product as at 30 June 2010 and 31 December 2009:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Demand</td>
<td>43,787</td>
<td>40,760</td>
</tr>
<tr>
<td>Savings</td>
<td>548,852</td>
<td>501,640</td>
</tr>
<tr>
<td>Fixed</td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Less than 6 months</td>
<td>161,352</td>
<td>199,023</td>
</tr>
<tr>
<td>- 6 months and less than 1 year</td>
<td>29,146</td>
<td>27,953</td>
</tr>
<tr>
<td>- 1 year and over 1 year</td>
<td>144,237</td>
<td>186,600</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>927,374</td>
<td>955,976</td>
</tr>
</tbody>
</table>

4.11.2 Classified by maturity as at 30 June 2010 and 31 December 2009:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Within 1 year</td>
<td>888,440</td>
<td>929,387</td>
</tr>
<tr>
<td>Over 1 year</td>
<td>38,934</td>
<td>26,589</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>927,374</td>
<td>955,976</td>
</tr>
</tbody>
</table>

4.11.3 Classified by currency and residence of customer as at 30 June 2010 and 31 December 2009:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Baht</td>
<td>904,103</td>
<td>265</td>
</tr>
<tr>
<td>US Dollar</td>
<td>16,093</td>
<td>5,107</td>
</tr>
<tr>
<td>Other currencies</td>
<td>1,624</td>
<td>182</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>921,820</td>
<td>5,554</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Baht</td>
<td>904,639</td>
<td>251</td>
</tr>
<tr>
<td>US Dollar</td>
<td>16,093</td>
<td>2,289</td>
</tr>
<tr>
<td>Other currencies</td>
<td>1,624</td>
<td>173</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>922,356</td>
<td>2,713</td>
</tr>
</tbody>
</table>
4.12 Interbank and money market items (Liabilities)

As at 30 June 2010 and 31 December 2009, interbank and money market items (Liabilities) consist of the following:

### Consolidated financial statements

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th></th>
<th></th>
<th>31 December 2009</th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Demand</td>
<td>Time</td>
<td>Total (in million Baht)</td>
<td>Demand</td>
<td>Time</td>
<td>Total (in million Baht)</td>
</tr>
<tr>
<td><strong>Domestic items:</strong></td>
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<td></td>
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</tr>
<tr>
<td>Bank of Thailand and Financial Institutions Development Fund</td>
<td>-</td>
<td>616</td>
<td>616</td>
<td>-</td>
<td>691</td>
<td>691</td>
</tr>
<tr>
<td>Commercial banks</td>
<td>210</td>
<td>29,485</td>
<td>29,695</td>
<td>576</td>
<td>22,900</td>
<td>23,476</td>
</tr>
<tr>
<td>Other banks</td>
<td>106</td>
<td>8,938</td>
<td>9,044</td>
<td>69</td>
<td>3,416</td>
<td>3,485</td>
</tr>
<tr>
<td>Finance companies, securities companies and credit foncier companies</td>
<td>11,731</td>
<td>1,953</td>
<td>13,684</td>
<td>15,601</td>
<td>997</td>
<td>16,598</td>
</tr>
<tr>
<td>Other financial institutions</td>
<td>3,597</td>
<td>214</td>
<td>3,811</td>
<td>3,084</td>
<td>240</td>
<td>3,324</td>
</tr>
<tr>
<td><strong>Total domestic items</strong></td>
<td><strong>15,644</strong></td>
<td><strong>41,206</strong></td>
<td><strong>56,850</strong></td>
<td><strong>19,330</strong></td>
<td><strong>28,244</strong></td>
<td><strong>47,574</strong></td>
</tr>
<tr>
<td><strong>Foreign items:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>US Dollar</td>
<td>73</td>
<td>195</td>
<td>268</td>
<td>57</td>
<td>-</td>
<td>57</td>
</tr>
<tr>
<td>Other currencies</td>
<td>1,153</td>
<td>-</td>
<td>1,153</td>
<td>907</td>
<td>-</td>
<td>907</td>
</tr>
<tr>
<td><strong>Total foreign items</strong></td>
<td><strong>1,226</strong></td>
<td><strong>195</strong></td>
<td><strong>1,421</strong></td>
<td><strong>964</strong></td>
<td>-</td>
<td><strong>964</strong></td>
</tr>
<tr>
<td><strong>Total domestic and foreign items</strong></td>
<td><strong>16,870</strong></td>
<td><strong>41,401</strong></td>
<td><strong>58,271</strong></td>
<td><strong>20,294</strong></td>
<td><strong>28,244</strong></td>
<td><strong>48,538</strong></td>
</tr>
</tbody>
</table>

### Separate financial statements

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th></th>
<th></th>
<th>31 December 2009</th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Demand</td>
<td>Time</td>
<td>Total (in million Baht)</td>
<td>Demand</td>
<td>Time</td>
<td>Total (in million Baht)</td>
</tr>
<tr>
<td><strong>Domestic items:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bank of Thailand and Financial Institutions Development Fund</td>
<td>-</td>
<td>616</td>
<td>616</td>
<td>-</td>
<td>691</td>
<td>691</td>
</tr>
<tr>
<td>Commercial banks</td>
<td>1,409</td>
<td>29,485</td>
<td>30,894</td>
<td>576</td>
<td>22,900</td>
<td>23,476</td>
</tr>
<tr>
<td>Other banks</td>
<td>106</td>
<td>8,938</td>
<td>9,044</td>
<td>69</td>
<td>3,416</td>
<td>3,485</td>
</tr>
<tr>
<td>Finance companies, securities companies and credit foncier companies</td>
<td>11,731</td>
<td>1,953</td>
<td>13,684</td>
<td>16,860</td>
<td>997</td>
<td>17,857</td>
</tr>
<tr>
<td>Other financial institutions</td>
<td>3,598</td>
<td>214</td>
<td>3,812</td>
<td>3,084</td>
<td>240</td>
<td>3,324</td>
</tr>
<tr>
<td><strong>Total domestic items</strong></td>
<td><strong>16,844</strong></td>
<td><strong>41,206</strong></td>
<td><strong>58,050</strong></td>
<td><strong>20,589</strong></td>
<td><strong>28,244</strong></td>
<td><strong>48,833</strong></td>
</tr>
<tr>
<td><strong>Foreign items:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>US Dollar</td>
<td>114</td>
<td>195</td>
<td>309</td>
<td>157</td>
<td>-</td>
<td>157</td>
</tr>
<tr>
<td>Other currencies</td>
<td>1,154</td>
<td>-</td>
<td>1,154</td>
<td>928</td>
<td>-</td>
<td>928</td>
</tr>
<tr>
<td><strong>Total foreign items</strong></td>
<td><strong>1,268</strong></td>
<td><strong>195</strong></td>
<td><strong>1,463</strong></td>
<td><strong>1,085</strong></td>
<td>-</td>
<td><strong>1,085</strong></td>
</tr>
<tr>
<td><strong>Total domestic and foreign items</strong></td>
<td><strong>18,112</strong></td>
<td><strong>41,401</strong></td>
<td><strong>59,513</strong></td>
<td><strong>21,674</strong></td>
<td><strong>28,244</strong></td>
<td><strong>49,918</strong></td>
</tr>
</tbody>
</table>
4.13 Borrowings

As at 30 June 2010 and 31 December 2009, borrowings consist of the following:

### Consolidated financial statements

<table>
<thead>
<tr>
<th>Interest rate (%)</th>
<th>Year of maturity</th>
<th>30 June 2010</th>
<th>Total (in million Baht)</th>
<th>31 December 2009</th>
<th>Total (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bonds</td>
<td></td>
<td>Domestic</td>
<td>Foreign</td>
<td>Domestic</td>
<td>Foreign</td>
</tr>
<tr>
<td>- Baht</td>
<td>4.21-5.64</td>
<td>2010</td>
<td>300</td>
<td>-</td>
<td>300</td>
</tr>
<tr>
<td>Subordinated Bonds</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Structured Notes</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Baht</td>
<td>Variable*</td>
<td>2009-2011</td>
<td>553</td>
<td>-</td>
<td>553</td>
</tr>
<tr>
<td>Bill of Exchanges</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Baht</td>
<td>0.50-4.55</td>
<td>2009-2014</td>
<td>10,809</td>
<td>-</td>
<td>10,809</td>
</tr>
<tr>
<td>Others</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>34,094</td>
<td>-</td>
<td>34,094</td>
<td>57,183</td>
</tr>
</tbody>
</table>

* Variable rates linked to reference interest rates and average price of marketable equity securities

### Separate financial statements

<table>
<thead>
<tr>
<th>Interest rate (%)</th>
<th>Year of maturity</th>
<th>30 June 2010</th>
<th>Total (in million Baht)</th>
<th>31 December 2009</th>
<th>Total (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Subordinated Bonds</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Structured Notes</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Baht</td>
<td>Variable*</td>
<td>2009-2011</td>
<td>553</td>
<td>-</td>
<td>553</td>
</tr>
<tr>
<td>Bill of Exchanges</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Baht</td>
<td>0.50-4.55</td>
<td>2009-2014</td>
<td>10,809</td>
<td>-</td>
<td>10,809</td>
</tr>
<tr>
<td>Others</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td>33,794</td>
<td>-</td>
<td>33,794</td>
<td>42,983</td>
</tr>
</tbody>
</table>

* Variable rates linked to reference interest rates and average price of marketable equity securities
4.14 Liabilities pending transfer

As at 30 June 2010 and 31 December 2009, liabilities pending transfer consist of the following:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pending for payment E-banking</td>
<td>10,275</td>
<td>6,238</td>
</tr>
<tr>
<td>Other payables</td>
<td>1,815</td>
<td>4,870</td>
</tr>
<tr>
<td>Others</td>
<td>2,301</td>
<td>1,225</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>14,391</strong></td>
<td><strong>12,333</strong></td>
</tr>
</tbody>
</table>

4.15 Provisions

As at 30 June 2010 and 31 December 2009, provisions consist of the following:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td>Reserve for claims</td>
<td>1,404</td>
<td>1,266</td>
</tr>
<tr>
<td>Reserve for pension and gratuity</td>
<td>1,141</td>
<td>1,017</td>
</tr>
<tr>
<td>Possible loss from Asset Transferred Agreement with TAMC</td>
<td>955</td>
<td>954</td>
</tr>
<tr>
<td>Possible loss from legal cases</td>
<td>122</td>
<td>48</td>
</tr>
<tr>
<td>Provisions for commitments as off-balance sheet items</td>
<td>115</td>
<td>115</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>3,737</strong></td>
<td><strong>3,400</strong></td>
</tr>
</tbody>
</table>

4.16 Other liabilities

As at 30 June 2010 and 31 December 2009, other liabilities consist of the following:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accrued expenses</td>
<td>8,344</td>
<td>6,989</td>
</tr>
<tr>
<td>Other payable per Credit Support Annex</td>
<td>6,767</td>
<td>8,190</td>
</tr>
<tr>
<td>Unearned premium reserve</td>
<td>1,190</td>
<td>1,125</td>
</tr>
<tr>
<td>Trading transaction with securities companies</td>
<td>1,162</td>
<td>942</td>
</tr>
<tr>
<td>Marginal deposit</td>
<td>401</td>
<td>399</td>
</tr>
<tr>
<td>Others</td>
<td>2,593</td>
<td>2,501</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>20,457</strong></td>
<td><strong>20,146</strong></td>
</tr>
</tbody>
</table>
4.17 Preferred shares

The holders of preferred shares have the preferential right to receive a non-cumulative dividend of 5.25% per annum of the issued price, or Baht 1.37 per share per annum before the dividend payment to ordinary shares. However, there may be some events that may result in the Bank paying dividends at less than such rate. In any year that the ordinary shareholders are paid dividends at a rate higher than that paid to the preferred shareholders, the Bank shall pay dividend to the preferred shareholders at a rate equal to the dividend paid to the ordinary shareholders.

The preferred shares are all convertible preferred shares with the preferential right expiring on 10 May 2009. However, in the event that the preferred shareholders wish to exercise their convertible rights, it can be done at the end of each quarter prior to the said date. After the Bank’s preferred shares expire, the preferential rights of such preferred shares will automatically be ended where all rights under such preferred shares will be the same as those of ordinary shares.

4.18 Legal reserve

Under the Public Companies Act, the Bank and its subsidiaries, which are public companies are required to set aside as legal reserve at least 5% of its net income, net of accumulated deficit brought forward (if any), until the reserve is not less than 10% of the registered capital.

According to the Civil and Commercial Code, subsidiaries which are private companies must appropriate to a reserve fund at each distribution of dividend at least 5% of the profit arising from the business of the company until the reserve fund reaches 10% of the capital of the company. Such reserve fund is not available for distribution as dividend.

4.19 Dividends

The shareholders’ meeting passed a resolution on 2 April 2010 to pay dividends to both preferred and ordinary shareholders at the rate of Baht 2.50 per share. The amount of Baht 8,498 million was paid on 28 April 2010.

The shareholders’ meeting passed a resolution on 3 April 2009 to pay dividends to both preferred and ordinary shareholders at the rate of Baht 2.00 per share. The amount of Baht 6,798 million was paid on 28 April 2009.
4.20 Contingencies

As at 30 June 2010 and 31 December 2009, contingencies of the Bank and its subsidiaries are as follows:

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Baht</td>
<td>Foreign currencies</td>
</tr>
<tr>
<td>Avals to bills</td>
<td>2,968</td>
<td>-</td>
</tr>
<tr>
<td>Guarantees of loans</td>
<td>12</td>
<td>140</td>
</tr>
<tr>
<td>Liability under unmatured import bills</td>
<td>1,573</td>
<td>3,777</td>
</tr>
<tr>
<td>Letters of credit</td>
<td>820</td>
<td>10,743</td>
</tr>
<tr>
<td>Other guarantees</td>
<td>103,355</td>
<td>6,255</td>
</tr>
<tr>
<td>Exchange rate contracts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bought</td>
<td>110</td>
<td>357,241</td>
</tr>
<tr>
<td>Sold</td>
<td>-</td>
<td>383,695</td>
</tr>
<tr>
<td>Interest rate contracts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bought</td>
<td>596,621</td>
<td>57,739</td>
</tr>
<tr>
<td>Sold</td>
<td>596,921</td>
<td>57,739</td>
</tr>
<tr>
<td>Equity derivatives</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bought</td>
<td>856</td>
<td>-</td>
</tr>
<tr>
<td>Sold</td>
<td>856</td>
<td>-</td>
</tr>
<tr>
<td>Credit derivatives</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sold</td>
<td>-</td>
<td>808</td>
</tr>
<tr>
<td>Commodity derivatives</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bought</td>
<td>-</td>
<td>956</td>
</tr>
<tr>
<td>Sold</td>
<td>-</td>
<td>956</td>
</tr>
<tr>
<td>Amount of unused bank overdraft</td>
<td>81,849</td>
<td>406</td>
</tr>
<tr>
<td>Others</td>
<td>-</td>
<td>227</td>
</tr>
<tr>
<td>Total</td>
<td>1,385,941</td>
<td>880,682</td>
</tr>
</tbody>
</table>
### The Siam Commercial Bank Public Company Limited and its Subsidiaries

#### Notes to the interim financial statements

**For the six-month periods ended 30 June 2010 and 2009**

**For the three-month period ended 30 June 2010 (Unaudited)**

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Baht</td>
<td>Foreign currencies</td>
</tr>
<tr>
<td>Avals to bills</td>
<td>2,968</td>
<td>-</td>
</tr>
<tr>
<td>Guarantees of loans</td>
<td>312</td>
<td>140</td>
</tr>
<tr>
<td>Liability under unmatured import bills</td>
<td>1,573</td>
<td>3,777</td>
</tr>
<tr>
<td>Letters of credit</td>
<td>820</td>
<td>10,517</td>
</tr>
<tr>
<td>Other guarantees</td>
<td>103,403</td>
<td>6,255</td>
</tr>
<tr>
<td>Exchange rate contracts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bought</td>
<td>110</td>
<td>357,241</td>
</tr>
<tr>
<td>Sold</td>
<td>-</td>
<td>384,353</td>
</tr>
<tr>
<td>Interest rate contracts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bought</td>
<td>596,621</td>
<td>57,739</td>
</tr>
<tr>
<td>Sold</td>
<td>596,921</td>
<td>57,739</td>
</tr>
<tr>
<td>Equity derivatives</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bought</td>
<td>856</td>
<td>-</td>
</tr>
<tr>
<td>Sold</td>
<td>856</td>
<td>-</td>
</tr>
<tr>
<td>Credit derivatives</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sold</td>
<td>-</td>
<td>808</td>
</tr>
<tr>
<td>Commodity derivatives</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bought</td>
<td>-</td>
<td>956</td>
</tr>
<tr>
<td>Sold</td>
<td>-</td>
<td>956</td>
</tr>
<tr>
<td>Amount of unused bank overdraft</td>
<td>81,849</td>
<td>-</td>
</tr>
<tr>
<td>Others</td>
<td>-</td>
<td>1</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>1,386,289</strong></td>
<td><strong>880,482</strong></td>
</tr>
</tbody>
</table>

As at 30 June 2010, the Bank has commitments of Baht 30 million, in connection with finance companies whose operations were closed down permanently by the Ministry of Finance on 8 December 1997 (31 December 2009: Baht 334 million).

On 12 October 2001, the Bank entered into an Asset Transfer Agreement with the Thai Asset Management Corporation (“TAMC”). Under the agreement, the Bank will transfer sub-quality assets including right over the collateral to TAMC at terms and conditions specified in the agreement. The price of transferred loans shall equal the value of the collateral, which should not exceed the book value of such loans. The Bank and TAMC reserve the right to request for reappraisal under specified terms. Once TAMC and the Bank agree with the price, the Bank will receive a non-negotiable promissory note from TAMC. The note matures in 10 years from the issuing date with the interest rate calculated based on the average rate of deposits. The note is avaled by Financial Institution Development Fund (see Notes 4.2.1 and 4.3.9).
The Bank and TAMC agreed to recognise any profits or losses from the management of the
sub-quality assets at the end of the fifth and the tenth year starting from 1 July 2001. The
profits or losses shall be calculated based on all accumulated asset recoveries on a cash basis
up to the date of calculation of such profits or losses less the transfer costs and other
operating expenses incurred by TAMC including all interest paid by TAMC to the Bank. In
addition, pursuant to the TAMC Decree B.E. 2544, in case when the profits are realised, the
first portion of the profits, not exceeding 20% of the transfer price of sub-quality assets
transferred to TAMC, will be allocated between TAMC and the Bank. The second portion of
the profits will be given to the Bank. The two portions of the profits combined together shall
not exceed the difference between the book value of sub-quality assets and the transfer price
of sub-quality assets transferred to TAMC. All residual amount of profit will be given to
TAMC. In the case of losses it will be shared between TAMC and the Bank. The Bank will
take the first portion of losses, not exceeding 20% of the transfer price of sub-quality assets
transferred to TAMC, and the Bank. All residual amount of the loss will be absorbed by TAMC. As at
30 June 2010, the Bank’s provision for possible loss was set up amounting to Baht 904
million, which was presented in provisions on the balance sheet (31 December 2009: Baht
904 million).

5 Information on statement of income items

5.1 Interest and dividend income

Interest and dividend income included in the statements of income for the six-month periods
ended 30 June 2010 and 2009 are as follows:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2010</td>
<td>2009</td>
</tr>
<tr>
<td></td>
<td>(in million Baht)</td>
<td></td>
</tr>
<tr>
<td>Interest income</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loans</td>
<td>20,773</td>
<td>22,390</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>651</td>
<td>1,176</td>
</tr>
<tr>
<td>Hire-purchase and financial lease income</td>
<td>1,978</td>
<td>2,238</td>
</tr>
<tr>
<td>Investments</td>
<td>1,839</td>
<td>2,145</td>
</tr>
<tr>
<td>Dividend income</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Investments</td>
<td>523</td>
<td>339</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>25,764</strong></td>
<td><strong>28,288</strong></td>
</tr>
</tbody>
</table>

5.2 Bad debt and doubtful accounts

Bad debt and doubtful accounts recognised in the consolidated statements of income for the
six-month periods ended 30 June 2010 and 2009 are Baht 2,223 million and Baht 2,837
million (net of bad debt recovery of Baht 565 million and Baht 485 million), respectively and
in the separate statements of income are Baht 2,366 million and Baht 2,981 million (net of
bad debt recovery of Baht 432 million and Baht 270 million), respectively (see Note 4.4).
5.3 Loss on debt restructuring

Loss on debt restructuring recognised in the consolidated and separate statements of income for the six-month periods ended 30 June 2010 and 2009 are Baht 34 million and Baht 19 million, respectively (see Note 4.3.8).

5.4 Gain on investments

Gain related to investments in securities included in the statements of income for the six-month periods ended 30 June 2010 and 2009 are as follows:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial Statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2010 (in million Baht)</td>
<td>2009 (in million Baht)</td>
</tr>
<tr>
<td>Gain (loss) on revaluation of trading securities</td>
<td>48</td>
<td>(109)</td>
</tr>
<tr>
<td>Gain on transferring investment portfolio</td>
<td>2</td>
<td>-</td>
</tr>
<tr>
<td>Reversal of impairment of investment in securities</td>
<td>27</td>
<td>136</td>
</tr>
<tr>
<td>Gain (loss) on sales and redemption of investment in securities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Trading securities</td>
<td>261</td>
<td>101</td>
</tr>
<tr>
<td>- Available-for-sale securities</td>
<td>181</td>
<td>269</td>
</tr>
<tr>
<td>- Held-to-maturity securities</td>
<td>(5)</td>
<td>-</td>
</tr>
<tr>
<td>- General investments</td>
<td>-</td>
<td>288</td>
</tr>
<tr>
<td>- Investment in subsidiaries and associated companies</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Gain on investments</td>
<td>514</td>
<td>685</td>
</tr>
</tbody>
</table>

5.5 Directors and executives’ benefits

The Bank has not paid benefits to directors and executives other than the benefits that are normally paid such as meeting allowance, reward, salary, bonus, cost of living allowance, transportation fee and fringe benefits according to the Bank's regulations.
5.6 Earnings per share

Earnings per share in the consolidated and separate financial statements for the three-month periods ended 30 June 2010 and 2009 are calculated as follows:

### Consolidated financial statements

<table>
<thead>
<tr>
<th></th>
<th>Net income (in million Baht)</th>
<th>Weighted average number of ordinary shares (in million shares)</th>
<th>Earnings per share (in Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Basic earnings per share</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net income before dividend of preferred shares</td>
<td>5,316</td>
<td>5,234</td>
<td>3,399</td>
</tr>
<tr>
<td>Less dividend of preferred shares</td>
<td>-</td>
<td>(1,580)</td>
<td>-</td>
</tr>
<tr>
<td>Net income after dividend of preferred shares</td>
<td>5,316</td>
<td>3,654</td>
<td>3,399</td>
</tr>
<tr>
<td>Effect of diluted equivalent ordinary shares convertible preferred shares</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Diluted earnings per share (Income available to ordinary shareholders plus assumed conversions of convertible preferred shares)</td>
<td>5,316</td>
<td>3,654</td>
<td>3,399</td>
</tr>
</tbody>
</table>

### Separate financial statements

<table>
<thead>
<tr>
<th></th>
<th>Net income (in million Baht)</th>
<th>Weighted average number of ordinary shares (in million shares)</th>
<th>Earnings per share (in Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Basic earnings per share</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net income before dividend of preferred shares</td>
<td>6,404</td>
<td>5,108</td>
<td>3,399</td>
</tr>
<tr>
<td>Less dividend of preferred shares</td>
<td>-</td>
<td>(1,580)</td>
<td>-</td>
</tr>
<tr>
<td>Net income after dividend of preferred shares</td>
<td>6,404</td>
<td>3,528</td>
<td>3,399</td>
</tr>
<tr>
<td>Effect of diluted equivalent ordinary shares convertible preferred shares</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Diluted earnings per share (Income available to ordinary shareholders plus assumed conversions of convertible preferred shares)</td>
<td>6,404</td>
<td>3,528</td>
<td>3,399</td>
</tr>
</tbody>
</table>

63
Earnings per share in the consolidated and separate financial statements for the six-month periods ended 30 June 2010 and 2009 are calculated as follows:

<table>
<thead>
<tr>
<th></th>
<th>Net income</th>
<th>Weighted average number of ordinary shares</th>
<th>Earnings per share</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Consolidated financial statements</strong></td>
<td>(in million Baht)</td>
<td>(in million shares)</td>
<td>(in Baht)</td>
</tr>
<tr>
<td>Basic earnings per share</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net income before dividend</td>
<td>11,690</td>
<td>10,781</td>
<td>3,399</td>
</tr>
<tr>
<td>Less dividend of preferred shares</td>
<td>-</td>
<td>(1,580)</td>
<td>-</td>
</tr>
<tr>
<td>Net income after dividend</td>
<td>11,690</td>
<td>9,201</td>
<td>3,399</td>
</tr>
<tr>
<td>Effect of diluted equivalent ordinary shares convertible preferred shares</td>
<td>-</td>
<td>1,580</td>
<td>-</td>
</tr>
<tr>
<td>Diluted earnings per share (Income available to ordinary shareholders plus assumed conversions of convertible preferred shares)</td>
<td>11,690</td>
<td>10,781</td>
<td>3,399</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>Net income</th>
<th>Weighted average number of ordinary shares</th>
<th>Earnings per share</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Separate financial statements</strong></td>
<td>(in million Baht)</td>
<td>(in million shares)</td>
<td>(in Baht)</td>
</tr>
<tr>
<td>Basic earnings per share</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net income before dividend</td>
<td>11,971</td>
<td>10,415</td>
<td>3,399</td>
</tr>
<tr>
<td>Less dividend of preferred shares</td>
<td>-</td>
<td>(1,580)</td>
<td>-</td>
</tr>
<tr>
<td>Net income after dividend</td>
<td>11,971</td>
<td>8,835</td>
<td>3,399</td>
</tr>
<tr>
<td>Effect of diluted equivalent ordinary shares convertible preferred shares</td>
<td>-</td>
<td>1,580</td>
<td>-</td>
</tr>
<tr>
<td>Diluted earnings per share (Income available to ordinary shareholders plus assumed conversions of convertible preferred shares)</td>
<td>11,971</td>
<td>10,415</td>
<td>3,399</td>
</tr>
</tbody>
</table>

Basic earnings per share of 2009 calculated from net profit less preferred share's dividend and divided by number of ordinary shares (Preferred share dividend of 2009 was Baht 1,597 million). The preference of the preferred shares expired in 2009, therefore, their rights are equivalent to ordinary shares. Basic earnings per share of 2010 calculated from net profit divided by the total number of ordinary share and preferred share.
The Bank and its subsidiaries, which are financial institutions, are subject to various capital and regulatory requirements of the BoT. Under these capital adequacy guidelines and the regulatory framework for prompt corrective action, the Bank and its subsidiaries must satisfy specific capital guidelines that involve, among others, quantitative measures of the Bank’s assets, liabilities and certain off-balance sheet items as calculated in accordance with regulatory accounting practices. The Bank’s and its subsidiaries’ capital amounts and classifications are also subject to qualitative judgments by the BoT as to components, risk weightings, and other factors. These capital and regulatory requirements are subject to change, as considered necessary by the BoT.

The Bank maintains its capital funds as a proportion of risk assets in accordance with the criteria, methodologies, and conditions prescribed by the Bank of Thailand. According to the Bank of Thailand’s regulations, capital fund as at 31 December 2008 and thereafter must be calculated according to Basel II. As at 30 June 2010 and 31 December 2009, the Bank’s total capital funds can be categorised as follows:

<table>
<thead>
<tr>
<th>Capital Funds</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tier 1 capital</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Issued and paid-up share capital</td>
<td>33,992</td>
<td>33,992</td>
</tr>
<tr>
<td>Premium on share capital</td>
<td>11,124</td>
<td>11,124</td>
</tr>
<tr>
<td>Legal reserve</td>
<td>6,034</td>
<td>5,063</td>
</tr>
<tr>
<td>Net gain after appropriations</td>
<td>63,781</td>
<td>64,073</td>
</tr>
<tr>
<td><strong>Total Tier 1 capital</strong></td>
<td><strong>114,931</strong></td>
<td><strong>114,252</strong></td>
</tr>
<tr>
<td>Tier 2 capital</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Revaluation surplus on land and premises appraisal</td>
<td>6,518</td>
<td>6,559</td>
</tr>
<tr>
<td>Revaluation surplus on investment in equity securities</td>
<td>974</td>
<td>917</td>
</tr>
<tr>
<td>Subordinated bonds</td>
<td>20,000</td>
<td>20,000</td>
</tr>
<tr>
<td>Allowance for classified assets of &quot;normal&quot; category and excess allowance</td>
<td>11,939</td>
<td>11,642</td>
</tr>
<tr>
<td><strong>Total Tier 2 capital</strong></td>
<td><strong>39,431</strong></td>
<td><strong>39,118</strong></td>
</tr>
<tr>
<td><strong>Total capital funds</strong></td>
<td><strong>154,362</strong></td>
<td><strong>153,370</strong></td>
</tr>
<tr>
<td><strong>Total risk assets</strong></td>
<td><strong>955,144</strong></td>
<td><strong>931,337</strong></td>
</tr>
</tbody>
</table>

Disclosures of capital maintenance information under the Notification of the Bank of Thailand number Sor Nor Sor 25/2552 dated 14 December 2009, the Public Disclosures of Capital Maintenance for Commercial Banks are as follows:

| Location of disclosure | 1. The Bank’s website under Investor Relations section at http://www.scb.co.th/en/abt/abt_ivr_fin_fnr.shtml |
| Date of disclosure     | Within 4 months after the year end date as indicated in the notification. |
| Information as of      | 31 December 2009 |
6.2 The financial sector master plan

On 23 January 2004, the Ministry of Finance issued the notification detailing terms, conditions and procedures for applying for a new bank license (“The Financial Sector Master Plan”). This notification detailed the operational structure of financial institutions which would result in having only commercial banks being able to accept public deposits. For Siam Industrial Credit PCL, an associated company of the Bank, the Ministry of Finance did not approve its application to set up as a retail bank. The ultimate effect of the plan to the operations of this associated company cannot be presently determined.

6.3 Related-party transactions

The Bank has business transactions with related parties or persons. Interest rate for staff loans under the staff welfare scheme is charged in accordance with the Bank’s regulations for such loans. Interest rate and other pricing for other related parties are at the same rate as in the normal course of business with the same business condition as general customers. The transactions with related parties or persons are as follows:

6.3.1 Loans, deposits, borrowings and contingencies

Loans, deposits, borrowings and contingencies to related parties or persons as at 30 June 2010 and 31 December 2009 are as follows:

<table>
<thead>
<tr>
<th>Associated companies</th>
<th>30 June 2010</th>
<th></th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Loans Deposits Borrowings Contin-</td>
<td>Loans Deposits Borrowings Contin-</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>gencies (in million Baht)</td>
<td>gencies (in million Baht)</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Associated companies</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Finance &amp; Insurance</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>The Siam Industrial Credit PCL and affiliates</td>
<td>- 70</td>
<td>- 1</td>
<td>- 106</td>
</tr>
<tr>
<td>Siam Commercial New York Life Insurance PCL</td>
<td>- 1,508</td>
<td>- 426</td>
<td>- 940</td>
</tr>
<tr>
<td>SCB Leasing PCL</td>
<td>- 120</td>
<td>-</td>
<td>- 20</td>
</tr>
<tr>
<td>VinaSiam Bank (Vietnam)</td>
<td>- 12</td>
<td>-</td>
<td>- 1</td>
</tr>
<tr>
<td>Total associated companies</td>
<td>- 1,710</td>
<td>- 427</td>
<td>- 1,067</td>
</tr>
<tr>
<td>Related companies (10% to 20% ownership)</td>
<td>- 24</td>
<td>- 1</td>
<td>- 22</td>
</tr>
<tr>
<td>Finance &amp; Insurance</td>
<td>- 45</td>
<td>-</td>
<td>- 53</td>
</tr>
<tr>
<td>Service</td>
<td>- 9</td>
<td>-</td>
<td>- 4</td>
</tr>
<tr>
<td>Real estate</td>
<td>- 1</td>
<td>-</td>
<td>- 2</td>
</tr>
<tr>
<td>Total related companies (10% to 20% ownership)</td>
<td>- 79</td>
<td>- 1</td>
<td>- 81</td>
</tr>
</tbody>
</table>
The Siam Commercial Bank Public Company Limited and its Subsidiaries  
Notes to the interim financial statements  
For the six-month periods ended 30 June 2010 and 2009  
For the three-month period ended 30 June 2010 (Unaudited)

<table>
<thead>
<tr>
<th>Related companies (Shareholding through debt restructuring process)</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fuel Pipeline Transportation Co., Ltd.</td>
<td>788 7 7</td>
<td>806 23 7</td>
</tr>
<tr>
<td>Phoenix Land Development Co., Ltd.</td>
<td>- 58 32</td>
<td>- 52 32</td>
</tr>
<tr>
<td>Manasika Co., Ltd.*</td>
<td>- - -</td>
<td>- 10 2</td>
</tr>
<tr>
<td><strong>Total related companies (Shareholding through debt restructuring process)</strong></td>
<td>788 65 39</td>
<td>806 85 41</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Related companies (Shareholding through other companies’ debt restructuring process)</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Siam Media and Communication Co., Ltd. and affiliate**</td>
<td>- - - 2</td>
<td>- - - 1</td>
</tr>
<tr>
<td><strong>Total related companies (Shareholding through other companies’ debt restructuring process)</strong></td>
<td>- - - 2</td>
<td>- - - 1</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Major shareholder (more than 10% ownership)</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>The Crown Property Bureau</td>
<td>- 1,903 -</td>
<td>- 988 -</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Subsidiaries and associated companies of major shareholder which are not included in the above lists</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Subsidiaries</td>
<td>1 1,919 - 4</td>
<td>1 1,417 - 5</td>
</tr>
<tr>
<td>Associated companies</td>
<td>- 1,652 - 5,994</td>
<td>- 435 - 5,022</td>
</tr>
<tr>
<td><strong>Total related companies (Subsidiaries and associated companies of major shareholder)</strong></td>
<td>1 3,571 - 5,998</td>
<td>1 1,852 - 5,027</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Entity in which the directors, management or close members of their families have significant influence</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>- 185 - 5</td>
<td>- 177 - 35</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Directors and key executive officers</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>55 414 6 -</td>
<td>50 392 9 -</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>844 7,927 6 6,472</td>
<td>857 4,642 9 5,545</td>
</tr>
</tbody>
</table>

* Sold in 2010  
** Discontinued operations or in the process of dissolution
**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the six-month periods ended 30 June 2010 and 2009**  
**For the three-month period ended 30 June 2010 (Unaudited)**

### Separate financial statements

<table>
<thead>
<tr>
<th>Subsidiaries</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Loans Deposits</td>
<td>Loans Deposits</td>
</tr>
<tr>
<td></td>
<td>Borrow-continu-</td>
<td>Borrow-continu-</td>
</tr>
<tr>
<td></td>
<td>gencies (in million Baht)</td>
<td>gencies</td>
</tr>
<tr>
<td><strong>Finance &amp; Insurance</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Chatuchak Assets Management Co., Ltd.*</td>
<td>-61</td>
<td>-</td>
</tr>
<tr>
<td>Rutchayothin Assets Management Co., Ltd.</td>
<td>-273</td>
<td>-</td>
</tr>
<tr>
<td>Cambodian Commercial Bank Ltd. (Cambodia)</td>
<td>-42</td>
<td>-</td>
</tr>
<tr>
<td>SCB Securities Co., Ltd.</td>
<td>-37</td>
<td>977</td>
</tr>
<tr>
<td>The Siam Commercial Samaggi Insurance PCL and affiliates</td>
<td>-35</td>
<td>-48</td>
</tr>
<tr>
<td>SCB Asset Management Co., Ltd.</td>
<td>-186</td>
<td>-658</td>
</tr>
<tr>
<td>Siam Commercial Leasing PCL and affiliate</td>
<td>15,385</td>
<td>50</td>
</tr>
<tr>
<td><strong>Services</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>SCB Training Centre Co., Ltd.</td>
<td>-2</td>
<td>-</td>
</tr>
<tr>
<td>Siam Pitiwat Co., Ltd.</td>
<td>-16</td>
<td>-</td>
</tr>
<tr>
<td>SCB Capital Service Co., Ltd.*</td>
<td>-46</td>
<td>-</td>
</tr>
<tr>
<td>Siam Niti Law Office Co., Ltd.***</td>
<td>-7</td>
<td>-</td>
</tr>
<tr>
<td>SCB Plus Co., Ltd.***</td>
<td>-28</td>
<td>-</td>
</tr>
<tr>
<td><strong>Real estate</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Mahisorn Co., Ltd.</td>
<td>-17</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total subsidiaries</strong></td>
<td>15,385</td>
<td>800</td>
</tr>
</tbody>
</table>

**Associated companies**

**Finance & Insurance**

<table>
<thead>
<tr>
<th>Subsidiaries</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Loans Deposits</td>
<td>Loans Deposits</td>
</tr>
<tr>
<td></td>
<td>Borrow-continu-</td>
<td>Borrow-continu-</td>
</tr>
<tr>
<td></td>
<td>gencies (in million Baht)</td>
<td>gencies</td>
</tr>
<tr>
<td>The Siam Industrial Credit PCL and affiliates</td>
<td>-70</td>
<td>-</td>
</tr>
<tr>
<td>Siam Commercial New York Life Insurance PCL</td>
<td>-1,508</td>
<td>-</td>
</tr>
<tr>
<td>SCB Leasing PCL</td>
<td>-120</td>
<td>-</td>
</tr>
<tr>
<td>VinaSiam Bank (Vietnam)</td>
<td>-12</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total associated companies</strong></td>
<td>-1,710</td>
<td>-</td>
</tr>
</tbody>
</table>

**Related companies (10% to 20% ownership)**

<table>
<thead>
<tr>
<th>Subsidiaries</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Loans Deposits</td>
<td>Loans Deposits</td>
</tr>
<tr>
<td></td>
<td>Borrow-continu-</td>
<td>Borrow-continu-</td>
</tr>
<tr>
<td></td>
<td>gencies (in million Baht)</td>
<td>gencies</td>
</tr>
<tr>
<td>Finance &amp; Insurance</td>
<td>-24</td>
<td>-</td>
</tr>
<tr>
<td>Service</td>
<td>-45</td>
<td>-</td>
</tr>
<tr>
<td>Real estate</td>
<td>-9</td>
<td>-</td>
</tr>
<tr>
<td>Others</td>
<td>-1</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total related companies (10% to 20% ownership)</strong></td>
<td>-79</td>
<td>-</td>
</tr>
</tbody>
</table>

* Discontinued operations or in the process of dissolution  
** Ceased operation  
*** Newly established in 2009
The Siam Commercial Bank Public Company Limited and its Subsidiaries  
Notes to the interim financial statements 
For the six-month periods ended 30 June 2010 and 2009 
For the three-month period ended 30 June 2010 (Unaudited)

<table>
<thead>
<tr>
<th>Related companies (Shareholding through debt restructuring process)</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fuel Pipeline Transportation Co., Ltd.</td>
<td>788</td>
<td>806</td>
</tr>
<tr>
<td>Phoenix Land Development Co., Ltd.</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Manasika Co., Ltd.*</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total related companies (Shareholding through debt restructuring process)</strong></td>
<td><strong>788</strong></td>
<td><strong>806</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Related companies (Shareholding through other companies’ debt restructuring process)</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Siam Media and Communication Co., Ltd. and affiliate**</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total related companies (Shareholding through other companies’ debt restructuring process)</strong></td>
<td><strong>-</strong></td>
<td><strong>-</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Major shareholder (more than 10% ownership)</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>The Crown Property Bureau</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total related companies (Subsidiaries and associated companies of major shareholder)</strong></td>
<td><strong>-</strong></td>
<td><strong>-</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Entity in which the directors, management or close members of their families have significant influence</th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>16,229</strong></td>
<td><strong>11,742</strong></td>
</tr>
</tbody>
</table>

* Sold in 2010
** Discontinued operations or in the process of dissolution
6.3.2 Investments

Investments in subsidiaries and associated companies as at 30 June 2010 and 31 December 2009 are described in Note 4.2.6.

Investments in related companies in which the Bank and its subsidiaries are the shareholders and/or management are directors as at 30 June 2010 and 31 December 2009 are as follows:

<table>
<thead>
<tr>
<th>Company</th>
<th>Type of business</th>
<th>Paid-up capital (in million Baht)</th>
<th>Shareholding (%)</th>
<th>Net investment (in million Baht)</th>
<th>Shareholding (%)</th>
<th>Net investment (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>10% to 20% ownership</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Services</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Siam Technology Service Co., Ltd.</td>
<td>IT consultancy</td>
<td>30</td>
<td>10.0</td>
<td>1.0</td>
<td>10.0</td>
<td>1.0</td>
</tr>
<tr>
<td>Nippon Koa Insurance Broker (Thailand) Co., Ltd.</td>
<td>Insurance broker</td>
<td>6</td>
<td>20.0</td>
<td>1.0</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Siam Cosmos Service Co., Ltd.</td>
<td>Insurance broker</td>
<td>6</td>
<td>11.7</td>
<td>2.0</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Premas (Thailand) Co., Ltd.</td>
<td>Property management</td>
<td>13</td>
<td>10.0</td>
<td>1.0</td>
<td>10.0</td>
<td>1.0</td>
</tr>
<tr>
<td>National ITMX Co., Ltd.</td>
<td>Services</td>
<td>50</td>
<td>19.3</td>
<td>11.0</td>
<td>19.3</td>
<td>11.0</td>
</tr>
<tr>
<td>Real estate</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Thai Obayashi Corp., Ltd.</td>
<td>Construction</td>
<td>10</td>
<td>10.0</td>
<td>62.0</td>
<td>10.0</td>
<td>62.0</td>
</tr>
<tr>
<td>SG Star Property Co., Ltd.</td>
<td>Real estate</td>
<td>612</td>
<td>20.2</td>
<td>6.1</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Others</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Navuti Co., Ltd.</td>
<td>Agriculture</td>
<td>60</td>
<td>10.0</td>
<td>10.0</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Thai U.S. Leather Co., Ltd.</td>
<td>Leather industry</td>
<td>194</td>
<td>10.0</td>
<td>10.0</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Siam Cement Myanmar Trading Ltd. (Myanmar)</td>
<td>Commerce</td>
<td>KYAT 1</td>
<td>10.0</td>
<td>10.0</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Nanachart Trader Consolidation Limited</td>
<td>Agriculture</td>
<td>20</td>
<td>10.0</td>
<td>2.0</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Shareholding through debt restructuring process</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fuel Pipeline Transportation Co., Ltd.</td>
<td>Fuel pipeline transportation</td>
<td>1,592</td>
<td>16.7</td>
<td>16.7</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Phoenix Land Development Co., Ltd.</td>
<td>Real estate</td>
<td>500</td>
<td>97.6</td>
<td>97.6</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Manasika Co., Ltd.**</td>
<td>Real estate</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Shareholding through other companies’ debt restructuring process</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>WTA (Thailand) Co., Ltd.</td>
<td>Others</td>
<td>-</td>
<td>25.0</td>
<td>25.0</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Siam Media &amp; Communication Co., Ltd.*</td>
<td>Holding</td>
<td>700</td>
<td>33.3</td>
<td>33.3</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

| Total                                           |                        |                                   |                  |                                 |                  |                                  |

KYAT = KYAT Currency
* Discontinued operations or in the process of dissolution
** Sold in 2010
### Consolidated financial statements

<table>
<thead>
<tr>
<th>Company</th>
<th>Type of business</th>
<th>Paid-up capital (in million Baht)</th>
<th>Shareholding (%)</th>
<th>Net investment (in million Baht)</th>
<th>Shareholding (%)</th>
<th>Net investment (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>10% to 20% ownership</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Services</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Siam Technology Service Co., Ltd.</td>
<td>IT consultancy</td>
<td>30</td>
<td>10.0</td>
<td>-</td>
<td>10.0</td>
<td>-</td>
</tr>
<tr>
<td>Nippon Koa Insurance Broker (Thailand) Co., Ltd.</td>
<td>Insurance broker</td>
<td>6</td>
<td>20.0</td>
<td>1</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Siam Cosmos Service Co., Ltd.</td>
<td>Insurance broker</td>
<td>6</td>
<td>11.7</td>
<td>2</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Premas (Thailand) Co., Ltd.</td>
<td>Property management</td>
<td>13</td>
<td>10.0</td>
<td>1</td>
<td>10.0</td>
<td>1</td>
</tr>
<tr>
<td>National ITMX Co., Ltd.</td>
<td>Services</td>
<td>50</td>
<td>16.5</td>
<td>8</td>
<td>16.5</td>
<td>8</td>
</tr>
<tr>
<td><strong>Real estate</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Thai Obayashi Corp., Ltd.</td>
<td>Construction</td>
<td>10</td>
<td>10.0</td>
<td>62</td>
<td>10.0</td>
<td>62</td>
</tr>
<tr>
<td>SG Star Property Co., Ltd.</td>
<td>Real estate</td>
<td>612</td>
<td>20.2</td>
<td>-</td>
<td>6.1</td>
<td>-</td>
</tr>
<tr>
<td><strong>Others</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Navuti Co., Ltd.</td>
<td>Agriculture</td>
<td>60</td>
<td>10.0</td>
<td>-</td>
<td>10.0</td>
<td>-</td>
</tr>
<tr>
<td>Thai U.S. Leather Co., Ltd.</td>
<td>Leather industry</td>
<td>194</td>
<td>10.0</td>
<td>-</td>
<td>10.0</td>
<td>-</td>
</tr>
<tr>
<td>Siam Cement Myanmar Trading Ltd. (Myanmar)</td>
<td>Commerce</td>
<td>1</td>
<td>10.0</td>
<td>-</td>
<td>10.0</td>
<td>-</td>
</tr>
<tr>
<td>Nanachart Trader Consolidation Limited</td>
<td>Agriculture</td>
<td>20</td>
<td>10.0</td>
<td>2</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Shareholding through debt restructuring process</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fuel Pipeline Transportation Co., Ltd.</td>
<td>Fuel pipeline transportation</td>
<td>1,592</td>
<td>16.7</td>
<td>-</td>
<td>16.7</td>
<td>-</td>
</tr>
<tr>
<td>Phoenix Land Development Co., Ltd.</td>
<td>Real estate</td>
<td>500</td>
<td>97.6</td>
<td>-</td>
<td>97.6</td>
<td>-</td>
</tr>
<tr>
<td>Manasika Co., Ltd.</td>
<td>Real estate</td>
<td>120</td>
<td>100.0</td>
<td>119</td>
<td>100.0</td>
<td>119</td>
</tr>
<tr>
<td><strong>Shareholding through other companies’ debt restructuring process</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>WTA (Thailand) Co., Ltd.</td>
<td>Others</td>
<td>-</td>
<td>25.0</td>
<td>-</td>
<td>25.0</td>
<td>-</td>
</tr>
<tr>
<td>Siam Media &amp; Communication Co., Ltd.</td>
<td>Holding</td>
<td>700</td>
<td>33.3</td>
<td>-</td>
<td>33.3</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

KYAT = KYAT Currency

* Discontinued operations or in the process of dissolution
6.3.3 Income and expenses

Income and expenses between the Bank and its subsidiaries, associated companies and related companies for the three-month periods ended 30 June 2010 and 2009 are as follows:

### Consolidated financial statements

<table>
<thead>
<tr>
<th></th>
<th>Income</th>
<th>Expenses</th>
<th>Income</th>
<th>Expenses</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Interest and dividend</td>
<td>Others</td>
<td>Interest</td>
<td>Others</td>
</tr>
<tr>
<td>Associated companies</td>
<td>199</td>
<td>834</td>
<td>1</td>
<td>1</td>
</tr>
<tr>
<td>Major shareholder</td>
<td>-</td>
<td>-</td>
<td>5</td>
<td>4</td>
</tr>
</tbody>
</table>

### Separate financial statements

<table>
<thead>
<tr>
<th></th>
<th>Income</th>
<th>Expenses</th>
<th>Income</th>
<th>Expenses</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Interest and dividend</td>
<td>Others</td>
<td>Interest</td>
<td>Others</td>
</tr>
<tr>
<td>Subsidiaries</td>
<td>1,640</td>
<td>683</td>
<td>5</td>
<td>219</td>
</tr>
<tr>
<td>Associated companies</td>
<td>198</td>
<td>833</td>
<td>1</td>
<td>-</td>
</tr>
<tr>
<td>Major shareholder</td>
<td>-</td>
<td>-</td>
<td>5</td>
<td>4</td>
</tr>
</tbody>
</table>

Income and expenses between the Bank and its subsidiaries, associated companies and related companies for the six-month periods ended 30 June 2010 and 2009 are as follows:

### Consolidated financial statements

<table>
<thead>
<tr>
<th></th>
<th>Income</th>
<th>Expenses</th>
<th>Income</th>
<th>Expenses</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Interest and dividend</td>
<td>Others</td>
<td>Interest</td>
<td>Others</td>
</tr>
<tr>
<td>Associated companies</td>
<td>199</td>
<td>1,651</td>
<td>1</td>
<td>92</td>
</tr>
<tr>
<td>Major shareholder</td>
<td>-</td>
<td>-</td>
<td>7</td>
<td>8</td>
</tr>
</tbody>
</table>

### Separate financial statements

<table>
<thead>
<tr>
<th></th>
<th>Income</th>
<th>Expenses</th>
<th>Income</th>
<th>Expenses</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Interest and dividend</td>
<td>Others</td>
<td>Interest</td>
<td>Others</td>
</tr>
<tr>
<td>Subsidiaries</td>
<td>1,675</td>
<td>1,375</td>
<td>10</td>
<td>475</td>
</tr>
<tr>
<td>Associated companies</td>
<td>198</td>
<td>1,649</td>
<td>1</td>
<td>90</td>
</tr>
<tr>
<td>Major shareholder</td>
<td>-</td>
<td>-</td>
<td>7</td>
<td>8</td>
</tr>
</tbody>
</table>
On 10 May 1999, the Ministry of Finance became the major shareholder of the Bank holding 38.8% of paid-up capital according to the 14 August 1999 financial institution’s capital support program. Other shareholders had the rights to purchase the shares from the Ministry of Finance. The Bank invested Baht 32,500 million received from the Ministry of Finance following the capital increment in government bonds and recorded these as held-to-maturity investments. On 1 December 2003, the Ministry of Finance had transferred approximately 24.8% of paid-up capital to Vayupak I Fund (“the Fund”). On 21 January 2005, Ministry of Finance sold 12.3% of the Bank’s paid-up capital to the Crown Property Bureau. Other transactions, if any, among the Bank and the Ministry of Finance and any other government agencies and the Fund arose from normal banking activities, which did not relate to the shareholding.

6.4 Disclosure of the statements of cash flows of the asset management company

In accordance with the BoT’s letter number Sor Nor Sor (01) Wor 3258/2543 dated 27 November 2000, relating to the regulations of the asset management company (“AMC”), the Bank is required to disclose the statements of cash flows of the AMC in the notes to the financial statements. The statements of cash flows of Rutchayothin Assets Management Co., Ltd. are as follows:

Rutchayothin Assets Management Co., Ltd.
Statement of cash flows
For the six-month periods ended 30 June 2010 and 2009
(Unaudited)

<table>
<thead>
<tr>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>(in million Baht)</td>
<td></td>
</tr>
</tbody>
</table>

Cash flows from operating activities

<table>
<thead>
<tr>
<th>Description</th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Income before income tax expense</td>
<td>5</td>
<td>7</td>
</tr>
</tbody>
</table>

Adjustments for:

<table>
<thead>
<tr>
<th>Description</th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Reversal of bad debt and doubtful accounts</td>
<td>-</td>
<td>(8)</td>
</tr>
<tr>
<td>Loss from adjustment of selling price of loans sold to TAMC</td>
<td>2</td>
<td>2</td>
</tr>
<tr>
<td>Decrease in other accrued expense</td>
<td>-</td>
<td>(1)</td>
</tr>
<tr>
<td>Net interest and dividend income</td>
<td>3</td>
<td>(58)</td>
</tr>
<tr>
<td>Proceed from interest and dividend</td>
<td>4</td>
<td>56</td>
</tr>
<tr>
<td>Income tax paid</td>
<td>-</td>
<td>(5)</td>
</tr>
<tr>
<td>Gain (loss) from operations before changes in operating assets and liabilities</td>
<td>14</td>
<td>(7)</td>
</tr>
</tbody>
</table>

Operating assets (increase) decrease

<table>
<thead>
<tr>
<th>Description</th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Investment in receivables</td>
<td>1</td>
<td>116</td>
</tr>
<tr>
<td>Properties foreclosed</td>
<td>12</td>
<td>(1)</td>
</tr>
<tr>
<td>Other assets</td>
<td>-</td>
<td>1</td>
</tr>
<tr>
<td>Net cash provided by operating activities</td>
<td>27</td>
<td>109</td>
</tr>
</tbody>
</table>

Cash flows from financing activities

<table>
<thead>
<tr>
<th>Description</th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Increase in long-term borrowing</td>
<td>-</td>
<td>51</td>
</tr>
<tr>
<td>Net cash provided by financing activities</td>
<td>-</td>
<td>51</td>
</tr>
<tr>
<td>Net increase in cash and cash equivalents</td>
<td>27</td>
<td>160</td>
</tr>
<tr>
<td>Cash and cash equivalents at beginning of period</td>
<td>246</td>
<td>417</td>
</tr>
<tr>
<td>Cash and cash equivalents at end of period</td>
<td>273</td>
<td>577</td>
</tr>
</tbody>
</table>

73
6.5 Long-term leases and service agreements

As at 30 June 2010 and 2009, the remaining rental and service expenses to be paid for long-term leases and service agreements are as follows:

<table>
<thead>
<tr>
<th>Type of lease</th>
<th>Period</th>
<th>2010 (in million Baht)</th>
<th>2009 (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>Consolidated financial statements</td>
<td>Separate financial statements</td>
</tr>
<tr>
<td>Land and/or premises</td>
<td>Within 1 year</td>
<td>1,043</td>
<td>952</td>
</tr>
<tr>
<td></td>
<td>1 - 5 years</td>
<td>831</td>
<td>806</td>
</tr>
<tr>
<td></td>
<td>Over 5 years</td>
<td>131</td>
<td>160</td>
</tr>
<tr>
<td>Equipment</td>
<td>Within 1 year</td>
<td>434</td>
<td>316</td>
</tr>
<tr>
<td></td>
<td>1 - 5 years</td>
<td>15</td>
<td>7</td>
</tr>
<tr>
<td>Vehicles</td>
<td>Within 1 year</td>
<td>177</td>
<td>222</td>
</tr>
<tr>
<td></td>
<td>1 - 5 years</td>
<td>81</td>
<td>226</td>
</tr>
</tbody>
</table>

6.6 Segment reporting

The significant financial position and the results of operations classified into domestic and foreign operations are shown below.

6.6.1 As at 30 June 2010 and 31 December 2009, the financial position classified by domestic and foreign operations are as follows:

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th></th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Domestic</td>
<td>Foreign</td>
<td>Total</td>
</tr>
<tr>
<td></td>
<td>operations</td>
<td>operations</td>
<td>(in million Baht)</td>
</tr>
<tr>
<td>Total assets</td>
<td>1,252,056</td>
<td>14,225</td>
<td>1,266,281</td>
</tr>
<tr>
<td>Interbank and money market items (Assets)</td>
<td>47,130</td>
<td>4,071</td>
<td>51,201</td>
</tr>
<tr>
<td>Investments, net</td>
<td>159,140</td>
<td>1,953</td>
<td>161,093</td>
</tr>
<tr>
<td>Loans</td>
<td>948,364</td>
<td>23,103</td>
<td>971,467</td>
</tr>
<tr>
<td>Deposits</td>
<td>921,346</td>
<td>6,028</td>
<td>927,374</td>
</tr>
<tr>
<td>Interbank and money market items (Liabilities)</td>
<td>58,076</td>
<td>195</td>
<td>58,271</td>
</tr>
<tr>
<td>Borrowings</td>
<td>34,094</td>
<td>-</td>
<td>34,094</td>
</tr>
<tr>
<td>Contingencies</td>
<td>2,264,176</td>
<td>2,447</td>
<td>2,266,623</td>
</tr>
</tbody>
</table>
6.6.2 The results of operations classified by domestic and foreign operations for the threemonth periods ended 30 June 2010 and 2009 are as follows:

### Consolidated financial statements

<table>
<thead>
<tr>
<th></th>
<th>Domestic operations</th>
<th>Foreign operations</th>
<th>Elimination</th>
<th>Total (in million Baht)</th>
<th>Domestic operations</th>
<th>Foreign operations</th>
<th>Elimination</th>
<th>Total (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Interest and dividend income</strong></td>
<td>12,599</td>
<td>187</td>
<td>(50)</td>
<td>12,736</td>
<td>13,515</td>
<td>238</td>
<td>(109)</td>
<td>13,644</td>
</tr>
<tr>
<td><strong>Interest expenses</strong></td>
<td>(1,979)</td>
<td>(55)</td>
<td>50</td>
<td>(1,984)</td>
<td>(3,191)</td>
<td>(121)</td>
<td>109</td>
<td>(3,203)</td>
</tr>
<tr>
<td><strong>Net interest income</strong></td>
<td>10,620</td>
<td>132</td>
<td>-</td>
<td>10,752</td>
<td>10,324</td>
<td>117</td>
<td>-</td>
<td>10,441</td>
</tr>
<tr>
<td><strong>Non-interest income</strong></td>
<td>6,892</td>
<td>35</td>
<td>-</td>
<td>6,927</td>
<td>7,157</td>
<td>26</td>
<td>-</td>
<td>7,183</td>
</tr>
<tr>
<td><strong>Non-interest expenses</strong></td>
<td>(10,131)</td>
<td>(104)</td>
<td>-</td>
<td>(10,235)</td>
<td>(10,349)</td>
<td>(49)</td>
<td>-</td>
<td>(10,398)</td>
</tr>
<tr>
<td><strong>Income before income tax expenses</strong></td>
<td>7,381</td>
<td>63</td>
<td>-</td>
<td>7,444</td>
<td>7,132</td>
<td>94</td>
<td>-</td>
<td>7,226</td>
</tr>
</tbody>
</table>

### Separate financial statements

<table>
<thead>
<tr>
<th></th>
<th>Domestic operations</th>
<th>Foreign operations</th>
<th>Elimination</th>
<th>Total (in million Baht)</th>
<th>Domestic operations</th>
<th>Foreign operations</th>
<th>Elimination</th>
<th>Total (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Interest and dividend income</strong></td>
<td>13,897</td>
<td>169</td>
<td>(50)</td>
<td>14,016</td>
<td>13,405</td>
<td>208</td>
<td>(109)</td>
<td>13,504</td>
</tr>
<tr>
<td><strong>Interest expenses</strong></td>
<td>(1,903)</td>
<td>(53)</td>
<td>50</td>
<td>(1,906)</td>
<td>(3,104)</td>
<td>(113)</td>
<td>109</td>
<td>(3,108)</td>
</tr>
<tr>
<td><strong>Net interest income</strong></td>
<td>11,994</td>
<td>116</td>
<td>-</td>
<td>12,110</td>
<td>10,301</td>
<td>95</td>
<td>-</td>
<td>10,396</td>
</tr>
<tr>
<td><strong>Non-interest income</strong></td>
<td>5,816</td>
<td>17</td>
<td>-</td>
<td>5,833</td>
<td>6,024</td>
<td>5</td>
<td>-</td>
<td>6,029</td>
</tr>
<tr>
<td><strong>Non-interest expenses</strong></td>
<td>(9,524)</td>
<td>(84)</td>
<td>-</td>
<td>(9,608)</td>
<td>(9,418)</td>
<td>(28)</td>
<td>-</td>
<td>(9,446)</td>
</tr>
<tr>
<td><strong>Income before income tax expenses</strong></td>
<td>8,286</td>
<td>49</td>
<td>-</td>
<td>8,335</td>
<td>6,907</td>
<td>72</td>
<td>-</td>
<td>6,979</td>
</tr>
</tbody>
</table>
6.6.3 The results of operations classified by domestic and foreign operations for the six-month periods ended 30 June 2010 and 2009 are as follows:

**Consolidated financial statements**

<table>
<thead>
<tr>
<th></th>
<th>Domestic operations</th>
<th>Foreign operations</th>
<th>Elimination</th>
<th>Total (in million Baht)</th>
<th>Domestic operations</th>
<th>Foreign operations</th>
<th>Elimination</th>
<th>Total (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest and dividend income</td>
<td>25,515</td>
<td>325</td>
<td>(76)</td>
<td>25,764</td>
<td>28,032</td>
<td>583</td>
<td>(327)</td>
<td>28,288</td>
</tr>
<tr>
<td>Interest expenses</td>
<td>(4,088)</td>
<td>(84)</td>
<td>76</td>
<td>(4,096)</td>
<td>(7,396)</td>
<td>(353)</td>
<td>327</td>
<td>(7,422)</td>
</tr>
<tr>
<td>Net interest income</td>
<td>21,427</td>
<td>241</td>
<td>-</td>
<td>21,668</td>
<td>20,636</td>
<td>230</td>
<td>-</td>
<td>20,866</td>
</tr>
<tr>
<td>Non-interest income</td>
<td>14,459</td>
<td>78</td>
<td>-</td>
<td>14,537</td>
<td>13,539</td>
<td>69</td>
<td>-</td>
<td>13,608</td>
</tr>
<tr>
<td>Non-interest expenses</td>
<td>(20,099)</td>
<td>(157)</td>
<td>-</td>
<td>(20,256)</td>
<td>(19,873)</td>
<td>(108)</td>
<td>-</td>
<td>(19,981)</td>
</tr>
<tr>
<td>Income before income tax expenses</td>
<td>15,787</td>
<td>162</td>
<td>-</td>
<td>15,949</td>
<td>14,302</td>
<td>191</td>
<td>-</td>
<td>14,493</td>
</tr>
</tbody>
</table>

**Separate financial statements**

<table>
<thead>
<tr>
<th></th>
<th>Domestic operations</th>
<th>Foreign operations</th>
<th>Elimination</th>
<th>Total (in million Baht)</th>
<th>Domestic operations</th>
<th>Foreign operations</th>
<th>Elimination</th>
<th>Total (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest and dividend income</td>
<td>26,221</td>
<td>288</td>
<td>(76)</td>
<td>26,433</td>
<td>27,277</td>
<td>516</td>
<td>(327)</td>
<td>27,466</td>
</tr>
<tr>
<td>Interest expenses</td>
<td>(3,909)</td>
<td>(80)</td>
<td>76</td>
<td>(3,913)</td>
<td>(7,214)</td>
<td>(335)</td>
<td>327</td>
<td>(7,222)</td>
</tr>
<tr>
<td>Net interest income</td>
<td>22,312</td>
<td>208</td>
<td>-</td>
<td>22,520</td>
<td>20,063</td>
<td>181</td>
<td>-</td>
<td>20,244</td>
</tr>
<tr>
<td>Non-interest income</td>
<td>12,223</td>
<td>41</td>
<td>-</td>
<td>12,264</td>
<td>11,722</td>
<td>26</td>
<td>-</td>
<td>11,748</td>
</tr>
<tr>
<td>Non-interest expenses</td>
<td>(18,888)</td>
<td>(114)</td>
<td>-</td>
<td>(19,002)</td>
<td>(18,106)</td>
<td>(58)</td>
<td>-</td>
<td>(18,164)</td>
</tr>
<tr>
<td>Income before income tax expenses</td>
<td>15,647</td>
<td>135</td>
<td>-</td>
<td>15,782</td>
<td>13,679</td>
<td>149</td>
<td>-</td>
<td>13,828</td>
</tr>
</tbody>
</table>

6.7 Valuation of financial instruments

6.7.1 Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in a financial loss to the Bank and its subsidiaries. The Bank and its subsidiaries have adopted the policy of dealing with only creditworthy counterparty and obtaining sufficient collateral or other security where appropriate, as a mean to mitigating the risk of financial losses from defaults.

In case of recognised financial assets, the carrying amount of the assets recorded in the consolidated balance sheet, net of any applicable provision for loss, represents the Bank’s maximum exposure to credit risk.

The Bank has a credit risk in case counterparties do not adhere to the terms of the financial contract.

Credit risk also arises from the possibility that the counterparty to a derivative financial instrument will not adhere to the terms of the contract with the Bank when settlement becomes due.

Concentrations of credit risk are limited due to the large number and diversifications of customers.
6.7.2 Interest rate risk

Interest rate risk arises from the change in interest rates which will affect the net interest earnings in the current reporting period and in the future. Interest rate risk arises from the structure and characteristics of the Bank’s assets, liabilities and equity.

The Bank uses various derivative transactions to manage its own asset and liability positions in order to manage interest rate exposure. The use of derivative transactions is in accordance with the policies and guidelines from the Board of Directors and is under the control of the Assets and Liabilities Committee (ALCO).

As at 30 June 2010 and 31 December 2009, significant financial assets and liabilities can be repriced as follows:

<table>
<thead>
<tr>
<th>Consolidated financial statements</th>
<th>30 June 2010</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Reprice on demand</td>
</tr>
<tr>
<td>Financial assets</td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>-</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>1,752</td>
</tr>
<tr>
<td>Investments, net</td>
<td>259</td>
</tr>
<tr>
<td>Loans</td>
<td>552,432</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>-</td>
</tr>
<tr>
<td>Total financial assets</td>
<td>554,443</td>
</tr>
<tr>
<td>Financial liabilities</td>
<td></td>
</tr>
<tr>
<td>Deposits</td>
<td>548,852</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>12,531</td>
</tr>
<tr>
<td>Borrowings</td>
<td>-</td>
</tr>
<tr>
<td>Interest payable on deposits</td>
<td>-</td>
</tr>
<tr>
<td>Other liabilities</td>
<td>-</td>
</tr>
<tr>
<td>Total financial liabilities</td>
<td>561,383</td>
</tr>
<tr>
<td>Difference</td>
<td>(6,940)</td>
</tr>
</tbody>
</table>
### Consolidated financial statements
#### 31 December 2009

<table>
<thead>
<tr>
<th>Reprice on demand</th>
<th>Reprice within 1 - 3 months</th>
<th>Reprice within 3 - 12 months</th>
<th>Reprice over 1 - 5 years</th>
<th>Reprice over 5 years</th>
<th>Non Performing Loans</th>
<th>Non interest bearing</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Financial assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>32,868</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>3,508</td>
<td>90,407</td>
<td>1,979</td>
<td>-</td>
<td>-</td>
<td>203</td>
<td>5,050</td>
</tr>
<tr>
<td>Investments, net</td>
<td>757</td>
<td>7,720</td>
<td>38,970</td>
<td>67,097</td>
<td>29,925</td>
<td>-</td>
<td>20,950</td>
</tr>
<tr>
<td>Loans</td>
<td>498,931</td>
<td>217,420</td>
<td>107,399</td>
<td>69,081</td>
<td>2,652</td>
<td>44,755</td>
<td>-</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1,640</td>
</tr>
<tr>
<td><strong>Total financial assets</strong></td>
<td><strong>503,196</strong></td>
<td><strong>315,547</strong></td>
<td><strong>148,348</strong></td>
<td><strong>136,178</strong></td>
<td><strong>32,577</strong></td>
<td><strong>44,958</strong></td>
<td><strong>60,508</strong></td>
</tr>
</tbody>
</table>

| Financial liabilities |                             |                              |                          |                       |                      |                      |       |
| Deposits             | 501,640                      | 274,530                       | 112,456                  | 26,590                | -                    | -                    | 40,760| 955,976 |
| Interbank and money market items | 16,944 | 27,186 | 244 | 814 | - | - | 3,350 | 48,538 |
| Borrowings           | -                            | 16,752                        | 19,000                   | 21,307                | 124                  | -                    | -     | 57,183  |
| Interest payable on deposits | - | - | - | - | - | - | 1,824 | 1,824 |
| Other liabilities    | -                            | -                            | -                        | -                     | -                    | -                    | 573   | 573     |
| **Total financial liabilities** | **518,584** | **318,468** | **131,700** | **48,711** | **124** | - | **46,507** | **1,064,094** |
| **Difference**       | **(15,388)**                | **(2,921)**                   | **16,648**               | **87,467**            | **32,453**           | **44,958**           | **14,001** | **177,218** |

### Separate financial statements
#### 30 June 2010

<table>
<thead>
<tr>
<th>Reprice on demand</th>
<th>Reprice within 1 - 3 months</th>
<th>Reprice within 3 - 12 months</th>
<th>Reprice over 1 - 5 years</th>
<th>Reprice over 5 years</th>
<th>Non Performing Loans</th>
<th>Non interest bearing</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Financial assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>26,192</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>1,363</td>
<td>40,091</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>6,936</td>
</tr>
<tr>
<td>Investments, net</td>
<td>0</td>
<td>16,077</td>
<td>29,844</td>
<td>67,703</td>
<td>23,773</td>
<td>-</td>
<td>34,228</td>
</tr>
<tr>
<td>Loans</td>
<td>554,769</td>
<td>177,116</td>
<td>131,274</td>
<td>47,905</td>
<td>2,583</td>
<td>41,027</td>
<td>-</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1,426</td>
</tr>
<tr>
<td><strong>Total financial assets</strong></td>
<td><strong>556,132</strong></td>
<td><strong>233,284</strong></td>
<td><strong>161,118</strong></td>
<td><strong>115,608</strong></td>
<td><strong>26,356</strong></td>
<td><strong>41,027</strong></td>
<td><strong>68,782</strong></td>
</tr>
</tbody>
</table>

| Financial liabilities |                             |                              |                          |                       |                      |                      |       |
| Deposits             | 546,812                      | 223,621                       | 71,985                   | 38,937                | -                    | -                    | 43,714| 925,069 |
| Interbank and money market items | 13,772 | 40,784 | 177 | 440 | - | - | 4,340 | 59,513 |
| Borrowings           | -                            | 4,909                         | 5,680                    | 23,109                | 96                   | -                    | -     | 33,794 |
| Interest payable on deposits | - | - | - | - | - | - | 1,201 | 1,201 |
| Other liabilities    | -                            | -                            | -                        | -                     | -                    | -                    | 481   | 481     |
| **Total financial liabilities** | **560,584** | **269,314** | **77,842** | **62,486** | **96** | - | **49,736** | **1,020,058** |
| **Difference**       | **(4,452)**                 | **(36,030)**                  | **83,276**               | **53,122**            | **26,260**           | **41,027**           | **19,046** | **182,249** |

78
The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the six-month periods ended 30 June 2010 and 2009
For the three-month period ended 30 June 2010 (Unaudited)

<table>
<thead>
<tr>
<th>Separate financial statements</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Reprice on demand 1 - 3 months</td>
<td>Reprice within 3 - 12 months</td>
</tr>
<tr>
<td>Financial assets</td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>2,793</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>6,775</td>
</tr>
<tr>
<td>Investments, net</td>
<td>501,158</td>
</tr>
<tr>
<td>Loans</td>
<td>-</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>-</td>
</tr>
<tr>
<td>Total financial assets</td>
<td>503,951</td>
</tr>
<tr>
<td>Financial liabilities</td>
<td></td>
</tr>
<tr>
<td>Deposits</td>
<td>499,352</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>18,249</td>
</tr>
<tr>
<td>Borrowings</td>
<td>-</td>
</tr>
<tr>
<td>Interest payable on deposits</td>
<td>-</td>
</tr>
<tr>
<td>Other liabilities</td>
<td>-</td>
</tr>
<tr>
<td>Total financial liabilities</td>
<td>517,601</td>
</tr>
<tr>
<td>Difference</td>
<td>(13,650)</td>
</tr>
</tbody>
</table>

The effective interest rate of financial instruments which are repriced within 1 year is not significantly different from market rates. The effective interest rate of financial instruments which are repriced over 1 year is not significantly different from the average interest rate of this financial period.
6.7.3 Interest earning and interest bearing financial instruments are as follows:

<table>
<thead>
<tr>
<th></th>
<th>Consolidated financial statements</th>
<th>Separate financial statements</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Average (in million Baht)</td>
<td>Average interest rate (%)</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(Assets)</td>
<td>122,114</td>
<td>651</td>
</tr>
<tr>
<td>Investments, net</td>
<td>158,086</td>
<td>2,362</td>
</tr>
<tr>
<td>Loans</td>
<td>930,867</td>
<td>20,494</td>
</tr>
<tr>
<td>Deposits</td>
<td>945,607</td>
<td>2,914</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(Liabilities)</td>
<td>48,553</td>
<td>327</td>
</tr>
<tr>
<td>Borrowings</td>
<td>46,914</td>
<td>854</td>
</tr>
</tbody>
</table>

6.7.4 Liquidity risk

Liquidity risk is the risk that the Bank may not be able to meet its obligations as they fall due, because of inabilities to realise assets or to cover funding requirements at an appropriate price, thus resulting in losses to the Bank.

The Bank believes that the quality and effectiveness of its risk management capabilities will be critical in sustaining its current growth and profitability. Accordingly, the Bank has continuously strengthened these capabilities. In particular, it has propagated risk management as a core competency by establishing a Risk Management Framework and corresponding governance structure to ensure that risks are managed efficiently and effectively, with a transparent decision-making process. The Bank’s policy is to minimise liquidity risk whilst maximising investment returns. The Assets and Liabilities Committee (ALCO) monitors and reviews the liquidity position on a regular basis.

Committees with a role relating to liquidity risk management

- The Board of Directors has the authority and responsibility for approving the delegated authority of management and other committees. The authority includes credit approvals and decisions to underwrite different types of risks based on the underlying risk level (i.e., risk-based authority).
- The Executive Committee is responsible for, among others matters, reviewing and recommending liquidity risk management policies to the Board of Directors.
- The Audit Committee is comprised of independent members of the Board with responsibility for direct management over the Audit & Compliance Group.
- The Risk Management Committee is responsible for reviewing and recommending liquidity risk management policies to the Executive Committee and the Board of Directors, determining liquidity risk management strategies consistent with the guidance of the Board of Directors, and managing overall risks of the Bank.
- The Assets and Liabilities Committee is responsible for managing liquidity risk, determining risk tolerance limits and indicators that are required to manage and control liquidity risk.

Liquidity risk management of SCB Financial Group companies

The Bank has set the standard of risk management framework for the SCB Financial Group companies which followed the Bank of Thailand’s Consolidated Supervision framework. The Board of directors has approved the SCB Financial Group Risk Management Policy which has set the risk management policy organisation structure, risk limit, risk measurement and liquidity risk monitoring. The liquidity risk can be divided into 2 categories depending upon the nature of the subsidiaries operations can be divided into 2 categories depending upon the nature of the affiliates operations:

- Centralised Liquidity Management is a method in which the Bank is the center for liquidity risk control and management, and planning funding sources to be in line with the use of funds.
- Decentralised Liquidity Management is a method in which each company is responsible for its liquidity risk management, sources and uses of funds planning. Companies in the decentralised liquidity management group with specific requirement for funding support are required to seek approval from their Board of Directors or other designated authority for referral to the Assets and Liabilities Committee of the Bank.

Risk Management System

The risk management system consists of four key elements:
- Risk identification
There are six types of risk in the Bank’s overall operations, including transactions dealing with customers and counterparties, namely, strategic risk, credit risk, market risk, liquidity risk, operational risk and reputation risk.
- Risk measurement
The Bank applies a variety of quantitative and qualitative methods to measure each risk.
- Risk monitoring and control
The Bank controls liquidity risk by establishing risk limits for the exposure faced by the Bank at the organisational. The Bank has a variety of internal control mechanisms in place to manage, contain, or eliminate risks in accordance with the Bank’s liquidity policies and procedures.
- Risk reporting
Liquidity Risks are reported to relevant business units so that they can be managed appropriately and in a timely manner.
Sources and Uses of Funds

Liquidity risk is a critical risk area for a commercial bank, since the Bank raises its capital from short-term funding, e.g., 3-month and 6-month deposits, and demand deposits such as savings accounts and current accounts. The Bank then uses funding from such deposits to extend loans and other facilities. Since loan terms are generally of a longer tenure than deposits, and/or cannot be called before the scheduled due dates, the Bank faces liquidity risk from not being able to convert assets into cash to match them with liability due dates.

In liquidity risk management, the Bank has implemented a system to monitor liquidity management on a daily basis in both baht and foreign currencies by applying a number of risk management tools, such as net daily liquidity position report, individual foreign currency position report in both the remaining time to maturity and a behavioral adjustment formats, and other. In addition, the Bank also determines relevant risk limits to be adopted for measure, monitor and control risk management to remain in an acceptable level, which will be further reported to the senior management and relevant units on a daily basis.

Sources of Liquidity for normal and crisis situations

To manage liquidity risk, the Bank is required to maintain liquid assets according to the criteria and level determined by the Bank of Thailand. Furthermore, the Bank has to monitor cash flows from deposits, withdrawals, loan disbursement, and debt repayment to determine the amount of money needed each day, and maintain enough liquid assets or prepare liquidity sources to match cash demand.

In terms of liquidity management, the Bank maintains sources of liquidity of no less than 3% of deposits. The ratio is determined from the study of previous cash requirements to ensure the sufficiency of funds to meet the Bank’s daily needs. Moreover, the Bank has developed a contingency plan for sufficiency of liquidity under stress scenarios, e.g., in the event that depositors panic and rush to withdraw deposits due to a lack of confidence in the banking system. The combined liquid assets and sources of liquidity are maintained at a level of no less than 7% of deposits.

Risk Management Tools and Liquidity Risk Indicators

Risk Management Tools will be shown in the form of various liquidity reports submitted to the senior management and relevant units on a daily basis for further adopted for in their daily liquidity risk management to the optimal efficiency and effectiveness.

- Net liquidity position report and in the remaining time to maturity and behavioral adjustment formats issued on a daily and monthly basis.
- Net foreign currency liquidity position report and liquidity position by currency report, which will separate liquidity management in baht and important foreign currencies by individual currency. These report will be issued on a daily and monthly basis.
- Liquidity assets report according to the Bank of Thailand regulation that requires commercial banks to maintain liquid assets at least 6% of total deposits. Liquid assets must comprise highly liquid assets, namely Deposits with the Bank of Thailand of not less than 0.8%, Cash not exceeding 0.2%, Cash on hand not exceeding 2.5%, and unencumbered securities for the remaining balance.
The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the six-month periods ended 30 June 2010 and 2009
For the three-month period ended 30 June 2010 (Unaudited)

- Source of liquidity in normal situation report showing liquidity sources for the Bank's business operations in normal situation in comparison with total deposits, which will be at least 3% of deposits.
- Liquid assets and liquidity sources in emergency situations showing sources of liquidity in emergency cases and those to be obtained within 7 days (excluding the 6% statutory liquid asset reserves of average total deposits), which must be maintained to be at least 7% of the average total deposits.
- Rollover rate of fixed deposits to be adopted for studying the portion of fixed deposit rollover rate of customers to enable the Bank to prepare enough money for withdrawal in the case of non-renewal. The report can be adopted as an early warning sign to indicate any irregularity and for planning sources and uses of fund as deemed appropriate during each period.

Indicator, Risk Limit and Early Warning System Report
The Bank has developed indicators to identify any changing situation to affect the Bank's liquidity, and developed an early warning system and risk indicators with risk target at different risk levels to alert and initiate the trigger points when there is any warning sign of unusual liquidity situation or crisis forming. The determined measures will allow the Bank to report to the Bank of Thailand as soon as there is any sign of problems. The Bank monitors and reviews risk indicators on at least an annual basis. Any change of risk indicators will be reported to the senior management and coordinate with the following concerned units on a regular basis:
- Operational Liquidity
- Strategic Liquidity
- BAHT Liquidity Gap
- Foreign Currency Liquidity Gap
- Facilities for normal situation
- Liquidity & Facilities for crisis situation

Liquid Assets

As of 30 June 2010, the Bank has liquid assets of Baht 166,968 million or 17.83% of total deposits (31 December 2009: Baht 221,865 million or 23.15% of total deposits). However, liquidity assets remain substantially greater than the 6% required by BoT.

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Liquid Assets</td>
<td>166,968</td>
<td>221,865</td>
</tr>
<tr>
<td>% of Total Deposits</td>
<td>17.83</td>
<td>23.15</td>
</tr>
</tbody>
</table>

* Bank’s liquid assets calculated from total deposits end of 30 June 2010 and 31 December 2009

Sources of funds and uses of funds

As at 30 June 2010, deposits accounted for 73.2% of SCB funding base. Other sources of funds included 11.5% from shareholders’ equity, 4.6% from interbank borrowings, and 2.7% from the issuance of debt instruments.
The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the six-month periods ended 30 June 2010 and 2009
For the three-month period ended 30 June 2010 (Unaudited)

The SCB funding was used as follows: 76.7% was used for loans, while another 12.7% was applied to net investments in securities, and 4.0% was lent in the interbank and money markets. The major sources and uses of fund are outlined below.

Sources of funds

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Deposits</td>
<td>73.2%</td>
<td>73.9%</td>
</tr>
<tr>
<td>Shareholders’ equity</td>
<td>11.5%</td>
<td>10.9%</td>
</tr>
<tr>
<td>Interbank borrowings</td>
<td>4.6%</td>
<td>3.8%</td>
</tr>
<tr>
<td>The issuance of debt instruments</td>
<td>2.7%</td>
<td>4.4%</td>
</tr>
</tbody>
</table>

Uses of funds

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Loans</td>
<td>76.7%</td>
<td>72.7%</td>
</tr>
<tr>
<td>Net investments in securities</td>
<td>12.7%</td>
<td>12.8%</td>
</tr>
<tr>
<td>Interbank and money markets lending</td>
<td>4.0%</td>
<td>7.7%</td>
</tr>
</tbody>
</table>

As at 30 June 2010 and 31 December 2009, financial assets and liabilities are classified according to their contractual maturity as follows:

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010 (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Maturity</td>
<td>Maturity within 1 - 3 months 3 - 12 months 1 - 5 years over 5 years No maturity Total</td>
</tr>
<tr>
<td>Financial assets</td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>-</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>9,179</td>
</tr>
<tr>
<td>Investments, net</td>
<td>259</td>
</tr>
<tr>
<td>Loans*</td>
<td>86,291</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>-</td>
</tr>
<tr>
<td>Total financial assets</td>
<td>95,729</td>
</tr>
<tr>
<td>Financial liabilities</td>
<td></td>
</tr>
<tr>
<td>Deposits</td>
<td>592,639</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>16,870</td>
</tr>
<tr>
<td>Borrowings</td>
<td>-</td>
</tr>
<tr>
<td>Interest payable on deposits</td>
<td>-</td>
</tr>
<tr>
<td>Other liabilities</td>
<td>-</td>
</tr>
<tr>
<td>Total financial liabilities</td>
<td>609,509</td>
</tr>
<tr>
<td>Net liquidity gap</td>
<td>(513,780)</td>
</tr>
</tbody>
</table>

* Including non-performing loans
The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the six-month periods ended 30 June 2010 and 2009
For the three-month period ended 30 June 2010 (Unaudited)

Consolidated financial statements
31 December 2009

<table>
<thead>
<tr>
<th>Maturity on demand</th>
<th>Maturity within 1 - 3 months</th>
<th>Maturity within 3 - 12 months</th>
<th>Maturity within 1 - 5 years</th>
<th>Maturity within over 5 years</th>
<th>No maturity</th>
<th>Total (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Financial assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>32,868</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>8,470</td>
<td>90,637</td>
<td>1,997</td>
<td>-</td>
<td>43</td>
<td>101,147</td>
</tr>
<tr>
<td>Investments, net</td>
<td>757</td>
<td>8,164</td>
<td>38,526</td>
<td>67,431</td>
<td>30,001</td>
<td>20,540</td>
</tr>
<tr>
<td>Loans*</td>
<td>89,330</td>
<td>187,540</td>
<td>99,115</td>
<td>342,103</td>
<td>221,737</td>
<td>413</td>
</tr>
<tr>
<td>Other liabilities</td>
<td>-</td>
<td>1,640</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total financial assets</td>
<td>98,557</td>
<td>287,981</td>
<td>139,638</td>
<td>409,534</td>
<td>251,781</td>
<td>53,821</td>
</tr>
</tbody>
</table>

| Financial liabilities | | | | | | |
| Deposits              | 542,400 | 274,530 | 112,457 | 26,589 | - | - | 955,976 |
| Interbank and money market items | 20,294 | 27,186 | 275 | 783 | - | - | 48,538 |
| Borrowings            | - | 16,752 | 19,000 | 1,307 | 20,124 | - | 57,183 |
| Interest payable on deposits | - | 802 | 826 | 196 | - | - | 1,824 |
| Other liabilities     | - | 96 | 470 | 7 | - | - | 573 |
| Total financial liabilities | 562,694 | 319,366 | 133,028 | 28,882 | 20,124 | - | 1,064,094 |

Net liquidity gap (464,137) (31,385) 6,610 380,652 231,657 53,821 177,218
* Including non-performing loans

Separate financial statements
30 June 2010

<table>
<thead>
<tr>
<th>Maturity on demand</th>
<th>Maturity within 1 - 3 months</th>
<th>Maturity within 3 - 12 months</th>
<th>Maturity within 1 - 5 years</th>
<th>Maturity within over 5 years</th>
<th>No maturity</th>
<th>Total (in million Baht)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Financial assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>26,192</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>8,294</td>
<td>40,096</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Investments, net</td>
<td>-</td>
<td>16,077</td>
<td>29,844</td>
<td>67,703</td>
<td>24,106</td>
<td>33,895</td>
</tr>
<tr>
<td>Loans*</td>
<td>89,074</td>
<td>197,523</td>
<td>103,771</td>
<td>324,530</td>
<td>239,776</td>
<td>-</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>-</td>
<td>1,426</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total financial assets</td>
<td>97,368</td>
<td>255,122</td>
<td>133,615</td>
<td>392,233</td>
<td>263,882</td>
<td>60,087</td>
</tr>
</tbody>
</table>

| Financial liabilities | | | | | | |
| Deposits              | 590,526 | 223,590 | 72,018 | 38,935 | - | - | 925,069 |
| Interbank and money market items | 18,112 | 40,784 | 177 | 440 | - | - | 59,513 |
| Borrowings            | - | 4,909 | 5,680 | 3,109 | 20,096 | - | 33,794 |
| Interest on deposits  | - | 732 | 393 | 76 | - | - | 1,201 |
| Other liabilities     | - | 28 | 449 | 4 | - | - | 481 |
| Total financial liabilities | 608,638 | 270,043 | 78,717 | 42,564 | 20,096 | - | 1,020,058 |

Net liquidity gap (511,270) (14,921) 54,898 349,669 243,786 60,087 182,249
* Including non-performing loans
The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the six-month periods ended 30 June 2010 and 2009
For the three-month period ended 30 June 2010 (Unaudited)

Separate financial statements
31 December 2009

<table>
<thead>
<tr>
<th>Maturity</th>
<th>1 - 3 months</th>
<th>3 - 12 months</th>
<th>1 - 5 years</th>
<th>No maturity</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>32,788</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>7,451</td>
<td>89,862</td>
<td>-</td>
<td>-</td>
<td>97,313</td>
</tr>
<tr>
<td>Investments, net</td>
<td>-</td>
<td>7,218</td>
<td>39,670</td>
<td>66,636</td>
<td>29,736</td>
</tr>
<tr>
<td>Loans *</td>
<td>92,343</td>
<td>193,860</td>
<td>96,752</td>
<td>304,180</td>
<td>221,737</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>-</td>
<td>1,610</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total financial assets</td>
<td>99,794</td>
<td>292,550</td>
<td>136,422</td>
<td>370,816</td>
<td>251,473</td>
</tr>
</tbody>
</table>

Financial liabilities

| Deposits | 540,147 | 273,515 | 112,490 | 26,590 | - | - | 952,742 |
| Interbank and money market items | 21,674 | 27,186 | 275 | 783 | - | - | 49,918 |
| Borrowings | - | 5,852 | 15,701 | 1,306 | 20,124 | - | 42,983 |
| Interest payable on deposits | - | 801 | 826 | 196 | - | - | 1,823 |
| Other liabilities | - | 54 | 464 | 7 | - | - | 525 |
| Total financial liabilities | 561,821 | 307,408 | 129,756 | 28,882 | 20,124 | - | 1,047,991 |

Net liquidity gap

<table>
<thead>
<tr>
<th>* Including non-performing loans</th>
</tr>
</thead>
<tbody>
<tr>
<td>(462,027)</td>
</tr>
</tbody>
</table>

Deposit ratio

As of 30 June 2010, the loan to deposit ratio on a consolidated financial statements stood at 104.8%, an increase from 98.4% at the end of 31 December 2009. On a separate financial statements, the ratio was 103.2% at the end of 30 June 2010, an increase from 95.4% at the end of 31 December 2009. Loan to deposit and bills of exchange (BE) ratio was 102.0% in June 2010, increase from 93.5% at the end of 31 December 2009. The increase of loan to deposit ratio was due to loan growth, while deposit base declined as the Bank was required to hand over certain customers deposits to a government authority and due to large seasonal withdrawals. Taking into account of the surplus liquidity, the Bank has decided to increase deposits gradually. With its strength in terms of branch network, the Bank expects that it will be able to expand its deposit base, through the launch of special deposit campaigns, to meet demands arising from the strong growth of loans as projected for 2H10.

<table>
<thead>
<tr>
<th></th>
<th>30 June 2010</th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gross loans to deposits ratio (Consolidated financial statements)</td>
<td>104.8%</td>
<td>98.4%</td>
</tr>
<tr>
<td>Gross loans to deposits ratio (Separate financial statements)</td>
<td>103.2%</td>
<td>95.4%</td>
</tr>
<tr>
<td>Gross loans to deposits and B/E (Separate financial statements)</td>
<td>102.0%</td>
<td>93.5%</td>
</tr>
</tbody>
</table>
6.7.5 Currency risk

Currency risk is the risk that occurs from changes in exchange rate which may affect the value of the financial instruments or may cause volatility in the Bank’s earnings or fluctuates in value of the financial assets and liabilities.

In managing its foreign exchange risk, it is the Bank’s policy to square off its foreign currency denominated assets and liabilities positions in order to affect a net balance of foreign exchange. The Bank, therefore, endeavors to match its foreign currency denominated lending with same currency funding sources in order to minimise its exposure on foreign currency fluctuations. In addition, the Bank manages its exposure to currency risk by setting limits for both overnight and intra-day position, limits for stop-loss position and value at risk. These are monitored on a daily basis and in compliance with the Bank of Thailand’s regulations on foreign exchange.

As at 30 June 2010 and 31 December 2009, the Bank has the following financial assets and liabilities denominated in the various currencies as follows:

<table>
<thead>
<tr>
<th>Consolidated financial statements</th>
<th>30 June 2010</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>THB</td>
</tr>
<tr>
<td>Financial assets</td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>25,713</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>45,563</td>
</tr>
<tr>
<td>Investments, net</td>
<td>156,703</td>
</tr>
<tr>
<td>Loans</td>
<td>928,371</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>1,265</td>
</tr>
<tr>
<td><strong>Total financial assets</strong></td>
<td>1,157,615</td>
</tr>
<tr>
<td>Financial liabilities</td>
<td></td>
</tr>
<tr>
<td>Deposits</td>
<td>904,368</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>57,949</td>
</tr>
<tr>
<td>Borrowings</td>
<td>34,094</td>
</tr>
<tr>
<td>Interest payable on deposits</td>
<td>1,199</td>
</tr>
<tr>
<td>Other liabilities</td>
<td>488</td>
</tr>
<tr>
<td><strong>Total financial liabilities</strong></td>
<td>998,098</td>
</tr>
<tr>
<td>On-balance sheet items, net</td>
<td>159,517</td>
</tr>
<tr>
<td>Off-balance sheet items - contingencies</td>
<td>(currency swap contracts)</td>
</tr>
</tbody>
</table>
The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the six-month periods ended 30 June 2010 and 2009
For the three-month period ended 30 June 2010 (Unaudited)

### Consolidated financial statements

<table>
<thead>
<tr>
<th>THB</th>
<th>USD</th>
<th>EURO</th>
<th>YEN</th>
<th>Others</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>(in million Baht)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Financial assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>31,679</td>
<td>608</td>
<td>228</td>
<td>99</td>
<td>254</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>83,450</td>
<td>15,386</td>
<td>1,402</td>
<td>224</td>
<td>685</td>
</tr>
<tr>
<td>Investments, net</td>
<td>160,915</td>
<td>3,961</td>
<td>3</td>
<td>-</td>
<td>540</td>
</tr>
<tr>
<td>Loans</td>
<td>907,684</td>
<td>31,994</td>
<td>283</td>
<td>183</td>
<td>94</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>1,459</td>
<td>180</td>
<td>1</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total financial assets</td>
<td>1,185,187</td>
<td>52,129</td>
<td>1,917</td>
<td>506</td>
<td>1,573</td>
</tr>
</tbody>
</table>

| Financial liabilities |      |      |     |        |        |
| Deposits | 929,811 | 23,969 | 1,148 | 521   | 527    | 955,976 |
| Interbank and money market items | 48,465 | 57   | -   | -     | 16     | 48,538 |
| Borrowings | 57,183 | -    | -   | -     | -      | 57,183 |
| Interest payable on deposits | 1,822 | -    | -   | -     | 2      | 1,824 |
| Other liabilities | 573 | -    | -   | -     | -      | 573 |
| Total financial liabilities | 1,037,854 | 24,026 | 1,148 | 521  | 545    | 1,064,094 |

| On-balance sheet items, net |      |      |     |        |        |
| THB   | 147,333 | 28,103 | 769 | (15)  | 1,028  | 177,218 |
| Financial assets |      |      |     |        |        |
| Total financial assets | 1,202,307 |      |      |        |        |

### Separate financial statements

<table>
<thead>
<tr>
<th>THB</th>
<th>USD</th>
<th>EURO</th>
<th>YEN</th>
<th>Others</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>(in million Baht)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Financial assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>25,705</td>
<td>182</td>
<td>88</td>
<td>62</td>
<td>155</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>44,870</td>
<td>2,354</td>
<td>270</td>
<td>243</td>
<td>653</td>
</tr>
<tr>
<td>Investments, net</td>
<td>167,235</td>
<td>4,008</td>
<td>3</td>
<td>37</td>
<td>342</td>
</tr>
<tr>
<td>Loans</td>
<td>912,710</td>
<td>41,068</td>
<td>320</td>
<td>458</td>
<td>118</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>1,246</td>
<td>180</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total financial assets</td>
<td>1,151,766</td>
<td>47,792</td>
<td>681</td>
<td>800</td>
<td>1,268</td>
</tr>
</tbody>
</table>

| Financial liabilities |      |      |     |        |        |
| Deposits | 904,890 | 18,382 | 977 | 285    | 535    | 925,069 |
| Interbank and money market items | 59,194 | 309  | 54  | -     | 1      | 59,513 |
| Borrowings | 33,794 | -    | -   | -     | -      | 33,794 |
| Interest payable on deposits | 1,199 | 2    | -   | -     | -      | 1,201 |
| Other liabilities | 481 | -    | -   | -     | -      | 481 |
| Total financial liabilities | 999,513 | 18,693 | 1,031 | 285   | 536    | 1,020,058 |

| On-balance sheet items, net |      |      |     |        |        |
| THB   | 152,253 | 29,099 | (350) | 515   | 732    | 182,249 |
| Financial assets |      |      |     |        |        |
| Total financial assets | 1,202,307 |      |      |        |        |
### Separate financial statements

<table>
<thead>
<tr>
<th></th>
<th>31 December 2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>THB</td>
</tr>
<tr>
<td><strong>Financial assets</strong></td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>31,663</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>82,886</td>
</tr>
<tr>
<td>Investments, net</td>
<td>171,322</td>
</tr>
<tr>
<td>Loans</td>
<td>877,614</td>
</tr>
<tr>
<td>Accrued interest receivables</td>
<td>1,433</td>
</tr>
<tr>
<td><strong>Total financial assets</strong></td>
<td>1,164,918</td>
</tr>
<tr>
<td><strong>Financial liabilities</strong></td>
<td></td>
</tr>
<tr>
<td>Deposits</td>
<td>930,382</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>49,745</td>
</tr>
<tr>
<td>Borrowings</td>
<td>42,983</td>
</tr>
<tr>
<td>Interest payable on deposits</td>
<td>1,821</td>
</tr>
<tr>
<td>Other liabilities</td>
<td>525</td>
</tr>
<tr>
<td><strong>Total financial liabilities</strong></td>
<td>1,025,456</td>
</tr>
<tr>
<td><strong>On-balance sheet items, net</strong></td>
<td>139,462</td>
</tr>
<tr>
<td><strong>Off-balance sheet items - contingencies</strong> (currency swap contracts)</td>
<td>108</td>
</tr>
</tbody>
</table>

#### 6.7.6 Derivatives

Financial derivatives are financial instruments whose characteristics are derived from underlying assets, or from interest and exchange rates or indices. The following derivatives are used by the Bank:

1. **Forward exchange contracts** which are agreements to buy or sell fixed amounts of currency at agreed rates of exchange on a specified future date.

2. **Currency and interest rate swaps** which are agreements to exchange, and on termination of the swap, re-exchange principal amounts denominated in different currencies and may also involve the exchange of related interest payments.

3. **Interest rate swaps** which are agreements that involve the exchange of interest obligations with a counterparty for a specified period without exchanging the underlying or notional principal.

4. **Equity derivatives** which are agreements that determined values based on level of equity’s price or price of equity group or Equity Index used as underlying assets.

5. **Credit derivatives** which are agreements to buy or sell guarantee of credit risk related to ability to repay underlying assets.

6. **Commodity derivatives** which are a purchase or a sale of a reference product or the exchange of cash flow calculated from a reference volume of product multiplied by the agreed price within a period of time and conditions as agreed in the contract.
The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the six-month periods ended 30 June 2010 and 2009
For the three-month period ended 30 June 2010 (Unaudited)

The Bank has set up objectives and policies to manage the foreign exchange risk and interest rate risk from the volatility of foreign exchange rates and interest rates by using the derivatives for serving the client’s need and the Bank’s assets and liability management purpose. However, the Bank controls the counterparty risks by setting-up the credit limit based on the normal lending procedures and controls the market risks by setting-up the limit of stop-loss, value at risk and basis point value.

The total notional amounts of the derivatives at the period end do not represent the incurred risks from derivative transactions. The risks arising from the derivatives will depend on the changes in price of each derivative type.

As at 30 June 2010 and 31 December 2009, the notional amount and the fair value of derivatives are as follows:

### Consolidated and separate financial statements
**30 June 2010**

<table>
<thead>
<tr>
<th>Derivative Type</th>
<th>Notional amount</th>
<th>Net fair value of derivatives</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Less than 1 year</td>
<td>Within 1 - 5 years</td>
</tr>
<tr>
<td>Forward exchange contracts</td>
<td>420,316</td>
<td>2,420</td>
</tr>
<tr>
<td>Currency swap contracts</td>
<td>64,790</td>
<td>114,370</td>
</tr>
<tr>
<td>Interest rate swap contracts</td>
<td>202,685</td>
<td>356,642</td>
</tr>
<tr>
<td>Equity derivatives</td>
<td>1,541</td>
<td>171</td>
</tr>
<tr>
<td>Credit derivatives</td>
<td>-</td>
<td>808</td>
</tr>
<tr>
<td>Commodity derivatives</td>
<td>1,912</td>
<td>-</td>
</tr>
</tbody>
</table>

**31 December 2009**

<table>
<thead>
<tr>
<th>Derivative Type</th>
<th>Notional amount</th>
<th>Net fair value of derivatives</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Less than 1 year</td>
<td>Within 1 - 5 years</td>
</tr>
<tr>
<td>Forward exchange contracts</td>
<td>554,271</td>
<td>1,755</td>
</tr>
<tr>
<td>Currency swap contracts</td>
<td>79,236</td>
<td>127,768</td>
</tr>
<tr>
<td>Interest rate swap contracts</td>
<td>156,751</td>
<td>285,161</td>
</tr>
<tr>
<td>Equity derivatives</td>
<td>520</td>
<td>313</td>
</tr>
<tr>
<td>Credit derivatives</td>
<td>831</td>
<td>-</td>
</tr>
<tr>
<td>Commodity derivatives</td>
<td>14,842</td>
<td>-</td>
</tr>
</tbody>
</table>
6.7.7 Fair value of financial instruments

Normally, fair value of financial instruments is their quoted market prices. However, for many financial instruments, quoted market prices are not available. Fair values are based on estimates using present value or other valuation techniques. These techniques are significantly affected by the assumptions including discount rate and estimated cash flow. Hence, estimated fair value from different techniques may significantly differ from each other.

As at 30 June 2010 and 31 December 2009, a summary of book value and fair value of financial instruments are as follows:

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Financial assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>26,254</td>
<td>26,254</td>
<td>32,868</td>
<td>32,868</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>51,201</td>
<td>100,095</td>
<td>100,095</td>
<td></td>
</tr>
<tr>
<td>Investments, net</td>
<td>161,093</td>
<td>165,419</td>
<td>165,419</td>
<td></td>
</tr>
<tr>
<td>Loans and accrued interest receivables, net</td>
<td>928,568</td>
<td>903,410</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Financial liabilities</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deposits</td>
<td>927,374</td>
<td>956,721</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>58,271</td>
<td>48,547</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Liabilities payable on demand</td>
<td>8,932</td>
<td>5,675</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Borrowings</td>
<td>34,094</td>
<td>57,183</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest payable on deposits</td>
<td>1,201</td>
<td>1,824</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other liabilities</td>
<td>488</td>
<td>573</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Financial assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>26,192</td>
<td>26,192</td>
<td>32,788</td>
<td>32,788</td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>47,988</td>
<td>96,261</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Investments, net</td>
<td>171,625</td>
<td>176,460</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loans and accrued interest receivables, net</td>
<td>914,298</td>
<td>874,615</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Financial liabilities</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deposits</td>
<td>925,069</td>
<td>953,487</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interbank and money market items</td>
<td>59,513</td>
<td>49,927</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Liabilities payable on demand</td>
<td>8,922</td>
<td>5,672</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Borrowings</td>
<td>33,794</td>
<td>42,983</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest payable on deposits</td>
<td>1,201</td>
<td>1,823</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other liabilities</td>
<td>481</td>
<td>525</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
The Siam Commercial Bank Public Company Limited and its Subsidiaries  
Notes to the interim financial statements  
For the six-month periods ended 30 June 2010 and 2009  
For the three-month period ended 30 June 2010 (Unaudited)

The following methods and assumptions are used by the Bank in estimating fair market values of financial instruments as disclosed herein:

<table>
<thead>
<tr>
<th>Financial Instrument</th>
<th>Method/Assumption</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash:</td>
<td>The carrying amounts approximate fair value.</td>
</tr>
<tr>
<td>Interbank and money market items - assets:</td>
<td>Fair value calculated based on present value of estimated cash flows, using the current interest rate in the money market.</td>
</tr>
<tr>
<td>Securities purchased under resale agreements:</td>
<td>The carrying values of securities purchased under resale agreements approximate fair value.</td>
</tr>
<tr>
<td>Investments Loans and accrued interest receivable:</td>
<td>Fair values for securities are based on estimated market prices as described in Note 3.2</td>
</tr>
<tr>
<td>- For variable-rate loans that are repriced frequently and have no significant change in credit risk, fair values are based on carrying values.</td>
<td>- Fair values of other loans are estimated using discounted cash flow analyses, using market interest rates or fair value of collateral.</td>
</tr>
<tr>
<td>- The carrying amount of accrued interest receivable approximates fair value.</td>
<td>- The carrying amount of accrued interest receivable approximates fair value.</td>
</tr>
<tr>
<td>Deposits and interbank and money market items - liabilities:</td>
<td>The fair values disclosed for deposits which are payable on demand by the depositor, are equal to the carrying values of such deposits.</td>
</tr>
<tr>
<td>- The fair values of fixed-deposits are estimated using a discounted cash flow calculation that applies interest rates currently being offered on similar deposits.</td>
<td>- The carrying amount of interbank and money market items approximates their fair value at the reporting date.</td>
</tr>
<tr>
<td>Liabilities payable on demand:</td>
<td>The carrying amount of liabilities payable on demand approximates fair value.</td>
</tr>
<tr>
<td>Securities sold under repurchase agreements:</td>
<td>The carrying value of securities sold under repurchase agreements approximates fair value.</td>
</tr>
<tr>
<td>Borrowings:</td>
<td>- The carrying amounts of short-term borrowings maturing within 90 days approximate their fair values.</td>
</tr>
<tr>
<td>- Fair values of other borrowings are estimated using discounted cash flow analyses based on the Bank’s current incremental borrowing rates for similar types of borrowing arrangements.</td>
<td></td>
</tr>
<tr>
<td>Interest payable on deposits:</td>
<td>The carrying amounts of interest payable approximate their fair values.</td>
</tr>
<tr>
<td>Off-balance-sheet instruments:</td>
<td>Fair values for off-balance-sheet instruments are based on the difference between contract rate and spot rate at period end as adjusted with risk premium of the remaining terms of the agreements.</td>
</tr>
</tbody>
</table>
6.8 Events after the reporting period

64,413 preferred shares have been converted into 64,413 ordinary shares. The Bank registered the conversion of preferred shares with the Ministry of Commerce on 9 July 2010.

6.9 Thai Accounting Standards (TAS) and Thai Financial Reporting Standards (TFRS) not yet adopted

The Bank and its subsidiaries have not adopted the following new and revised TAS/TFRS that have been issued as of the reporting date but are not yet effective. The new and revised TAS/TFRS are anticipated to become effective for annual financial periods beginning on or after 1 January in the year indicated.

<table>
<thead>
<tr>
<th>TAS/TFRS</th>
<th>Topic</th>
<th>Year effective</th>
</tr>
</thead>
<tbody>
<tr>
<td>TAS 1 (revised 2009)</td>
<td>Presentation of Financial Statements</td>
<td>2011</td>
</tr>
<tr>
<td>TAS 8 (revised 2009)</td>
<td>Accounting Policies, Changes in Accounting Estimates and Errors</td>
<td>2011</td>
</tr>
<tr>
<td>TAS 10 (revised 2009)</td>
<td>Events after the Reporting Period</td>
<td>2011</td>
</tr>
<tr>
<td>TAS 12</td>
<td>Income Taxes</td>
<td>2013</td>
</tr>
<tr>
<td>TAS 24 (revised 2009)</td>
<td>Related Party Disclosures</td>
<td>2011</td>
</tr>
<tr>
<td>TAS 31 (revised 2009)</td>
<td>Interests in Joint Ventures</td>
<td>2011</td>
</tr>
<tr>
<td>TAS 33 (revised 2009)</td>
<td>Earnings per Share</td>
<td>2011</td>
</tr>
<tr>
<td>TAS 36 (revised 2009)</td>
<td>Impairment of Assets</td>
<td>2011</td>
</tr>
<tr>
<td>TAS 38 (revised 2009)</td>
<td>Intangible Assets</td>
<td>2011</td>
</tr>
<tr>
<td>TAS 40 (revised 2009)</td>
<td>Investment Property</td>
<td>2011</td>
</tr>
</tbody>
</table>

Management is presently considering the potential impact of adopting and initial application of these new and revised TAS/TFRS on the consolidated and separate financial statements.