

**The Siam Commercial Bank Public Company Limited
and its Subsidiaries**

Interim financial statements
for the three-month and nine-month periods ended
30 September 2013
and
Independent Auditor's Report
on review of interim financial information

Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of The Siam Commercial Bank Public Company Limited

I have reviewed the accompanying consolidated and the Bank's statements of financial position of The Siam Commercial Bank Public Company Limited and its subsidiaries, and of The Siam Commercial Bank Public Company Limited, respectively, as at 30 September 2013; the consolidated and the Bank's statements of comprehensive income for the three-month and nine-month periods ended 30 September 2013, changes in equity and cash flows for the nine-month period ended 30 September 2013 and the condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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

Emphasis of Matter

Without qualifying my conclusion, I draw attention to note 3 to the interim financial information describing the effect of the Bank and its subsidiaries' adoption from 1 January 2013 of certain new accounting policies. The consolidated and the Bank's statements of financial position as at 31 December 2012, and the consolidated and the Bank's statements of comprehensive income, changes in equity and cash flows for the nine-month period ended 30 September 2012, which are included as comparative information, have been restated accordingly. Furthermore, the consolidated and the Bank's statements of comprehensive income for the three-month period ended 30 September 2012 which are included as comparative information, have also been adjusted as described in note 3.

(Supot Singhasaneh)
Certified Public Accountant
Registration No. 2826

KPMG Phoomchai Audit Ltd.
Bangkok
13 November 2013

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Statement of financial position

		Consolidated		The Bank	
		30 September 2013 (Unaudited)	31 December 2012 (Restated) *	30 September 2013 (Unaudited)	31 December 2012 (Restated) *
Assets	<i>Note</i>				
		<i>(in thousand Baht)</i>			
Cash		26,485,843	31,322,453	26,306,866	31,218,439
Interbank and money market items, net		192,026,958	162,754,864	176,559,288	149,540,753
Claims on security		8,608,530	-	8,608,530	-
Derivative assets		31,628,703	28,759,539	31,653,243	28,781,792
Investments, net	5	458,937,406	458,296,782	327,933,174	346,600,314
Investments in subsidiaries and associate, net		654,923	646,652	27,963,179	27,902,519
Loans to customers and accrued interest receivables, net	6				
Loans to customers		1,704,383,195	1,568,784,504	1,697,059,475	1,561,795,974
Accrued interest receivables		3,480,893	3,463,427	3,292,863	3,308,810
Total loans to customers and accrued interest receivables		1,707,864,088	1,572,247,931	1,700,352,338	1,565,104,784
Less deferred revenue		(24,362,308)	(21,298,794)	(24,265,687)	(21,153,819)
Less allowance for doubtful accounts	6.5	(57,362,607)	(51,510,103)	(55,765,317)	(49,739,941)
Less revaluation allowance for debt restructuring		(406,774)	(445,628)	(406,774)	(445,628)
Total loans to customers and accrued interest receivables, net		1,625,732,399	1,498,993,406	1,619,914,560	1,493,765,396
Customers' liabilities under acceptances		125,585	192,219	125,585	192,219
Properties for sale, net		10,722,165	9,455,896	10,707,678	9,437,572
Premises and equipment, net		34,730,007	35,392,512	33,302,842	33,955,214
Goodwill and other intangible assets, net		11,294,049	11,420,142	1,278,849	1,479,453
Reinsurance receivables and assets		1,360,600	3,770,019	-	-
Assets pending transfer		3,233,745	12,660,556	3,233,745	12,660,556
Deferred tax assets	3	520,552	471,020	8,132	8,150
Other assets, net		16,475,608	15,930,813	11,792,354	9,773,136
Total assets		2,422,537,073	2,270,066,873	2,279,388,025	2,145,315,513

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

* Refer to note 3

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Statement of financial position

	Note	Consolidated		The Bank	
		30 September 2013 (Unaudited)	31 December 2012 (Restated) *	30 September 2013 (Unaudited)	31 December 2012 (Restated) *
<i>(in thousand Baht)</i>					
Liabilities and equity					
Liabilities					
Deposits		1,752,627,008	1,614,059,199	1,753,305,225	1,614,588,618
Interbank and money market items		110,817,468	107,063,207	114,466,580	111,907,302
Liabilities payable on demand		10,028,764	9,602,881	10,019,927	9,562,679
Liabilities to deliver security		8,608,530	-	8,608,530	-
Derivative liabilities		30,734,919	24,972,679	30,731,719	24,979,741
Debt issued and borrowings		94,413,218	132,576,966	94,358,247	132,487,594
Bank's liabilities under acceptances		125,585	192,219	125,585	192,219
Provisions	8	6,561,487	6,154,980	6,233,467	5,844,837
Liabilities under insurance contracts	9	126,292,615	107,302,084	-	-
Liabilities pending transfer		10,685,879	13,442,623	10,561,950	13,722,933
Deferred tax liabilities	3	3,099,515	3,996,214	2,955,781	3,609,474
Other liabilities		31,511,593	35,361,331	24,577,262	26,377,283
Total liabilities		<u>2,185,506,581</u>	<u>2,054,724,383</u>	<u>2,055,944,273</u>	<u>1,943,272,680</u>
Equity					
Share capital					
Authorised share capital					
3,584,508,358 preference shares of Baht 10 each		35,845,084	35,849,680	35,845,084	35,849,680
3,415,491,642 ordinary shares of Baht 10 each		34,154,916	34,150,320	34,154,916	34,150,320
Issued and paid-up share capital					
5,251,273 preference shares of Baht 10 each		52,513	54,558	52,513	54,558
3,393,940,925 ordinary shares of Baht 10 each		33,939,409	33,937,364	33,939,409	33,937,364
Premium on share capital					
Premium on preference shares		20,535	21,335	20,535	21,335
Premium on ordinary shares		11,103,656	11,102,856	11,103,656	11,102,856
Other reserves		19,562,901	19,639,340	19,126,837	18,277,926
Retained earnings					
Appropriated					
Legal reserve		7,000,000	7,000,000	7,000,000	7,000,000
Unappropriated		163,684,134	142,033,737	152,200,802	131,648,794
Total shareholders' equity		235,363,148	213,789,190	223,443,752	202,042,833
Non-controlling interests		1,667,344	1,553,300	-	-
Total equity		<u>237,030,492</u>	<u>215,342,490</u>	<u>223,443,752</u>	<u>202,042,833</u>
Total liabilities and equity		<u>2,422,537,073</u>	<u>2,270,066,873</u>	<u>2,279,388,025</u>	<u>2,145,315,513</u>

(Mrs. Kannikar Chalitaporn)

President

(Dr. Vichit Suraphongchai)

Chairman of the Executive Committee

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

* Refer to note 3

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

	<i>Note</i>	Consolidated		The Bank	
		Three month period ended		Three month period ended	
		30 September		30 September	
		2013	2012	2013	2012
			(Restated) *		(Restated) *
		<i>(in thousand Baht)</i>			
Interest income		30,789,171	26,558,049	29,344,592	25,248,147
Interest expense		11,934,143	10,371,494	11,941,605	10,374,281
Net interest income		18,855,028	16,186,555	17,402,987	14,873,866
Fees and service income		7,456,085	6,003,563	8,553,569	7,560,250
Fees and service expense		1,236,067	1,063,751	1,128,579	979,023
Net fees and service income		6,220,018	4,939,812	7,424,990	6,581,227
Net trading income		2,297,745	1,472,266	2,220,304	1,467,864
Net gain on investments		113,694	173,378	38,054	109,111
Share of (loss) profit of associate		(8,385)	49	-	-
Dividend income		1,918,139	516,851	2,303,572	880,652
Net earned insurance premiums		13,784,318	10,284,141	-	-
Other operating income		185,622	547,229	77,718	247,711
Total operating income		43,366,179	34,120,281	29,467,625	24,160,431
Net insurance claims		11,146,718	8,008,221	-	-
Net operating income		32,219,461	26,112,060	29,467,625	24,160,431
Other operating expenses					
Staff costs		5,840,991	4,876,660	5,095,844	4,204,651
Directors' remuneration		23,470	23,416	22,064	21,619
Premises and equipment expenses		2,410,970	2,190,656	2,174,794	1,986,227
Taxes and duties		1,022,348	917,119	979,551	884,557
Others		3,089,704	2,834,743	3,364,185	3,074,592
Total operating expenses		12,387,483	10,842,594	11,636,438	10,171,646
Impairment loss on loans and debt securities		4,190,831	2,033,081	4,198,555	2,498,286
Profit before tax		15,641,147	13,236,385	13,632,632	11,490,499
Income tax expense	17	2,790,690	3,118,710	2,289,666	2,571,104
Net profit		12,850,457	10,117,675	11,342,966	8,919,395

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The Siam Commercial Bank Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

	<i>Note</i>	Consolidated		The Bank	
		Three month period ended		Three month period ended	
		30 September		30 September	
		2013	2012	2013	2012
			(Restated) *		(Restated) *
		<i>(in thousand Baht)</i>			
Other comprehensive income					
Gain (loss) on remeasuring available-for-sale investments		(789,393)	1,216,887	(128,060)	524,169
Foreign currency translation differences		10,912	(55,669)	-	-
Income tax on other comprehensive income		157,789	(243,537)	25,612	(104,834)
Total other comprehensive income, net of income tax		<u>(620,692)</u>	<u>917,681</u>	<u>(102,448)</u>	<u>419,335</u>
Total comprehensive income		<u><u>12,229,765</u></u>	<u><u>11,035,356</u></u>	<u><u>11,240,518</u></u>	<u><u>9,338,730</u></u>
Net profit attributable to					
Shareholders of the parent company		12,720,968	10,065,748	11,342,966	8,919,395
Non-controlling interests		129,489	51,927	-	-
Total comprehensive income attributable to					
Shareholders of the parent company		12,136,136	10,941,380	11,240,518	9,338,730
Non-controlling interests		93,629	93,976	-	-
Earnings per share of the parent company					
Basic earnings per share <i>(in Baht)</i>	18	<u><u>3.74</u></u>	<u><u>2.96</u></u>	<u><u>3.34</u></u>	<u><u>2.62</u></u>

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(Mrs. Kannikar Chalitaporn)

President

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(Dr. Vichit Suraphongchai)

Chairman of the Executive Committee

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The Siam Commercial Bank Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

	<i>Note</i>	Consolidated		The Bank	
		Nine month period ended		Nine month period ended	
		30 September		30 September	
		2013	2012	2013	2012
			(Restated) *		(Restated) *
		<i>(in thousand Baht)</i>			
Interest income		89,407,441	75,224,074	85,350,415	71,382,347
Interest expense		35,401,995	29,695,328	35,427,175	29,690,586
Net interest income		54,005,446	45,528,746	49,923,240	41,691,761
Fees and service income		21,733,538	18,242,486	25,611,482	21,902,377
Fees and service expense		3,825,964	3,182,275	3,505,996	2,958,967
Net fees and service income		17,907,574	15,060,211	22,105,486	18,943,410
Net trading income		6,897,794	5,319,077	6,718,880	5,304,980
Net gain on investments		875,148	1,029,686	183,796	695,447
Share of (loss) profit of associate		(5,981)	463	-	-
Dividend income		3,646,815	903,650	7,558,321	4,172,841
Net earned insurance premiums		36,776,907	30,006,054	-	-
Other operating income		558,234	1,067,722	170,638	604,818
Total operating income		120,661,937	98,915,609	86,660,361	71,413,257
Net insurance claims		29,110,141	23,450,980	-	-
Net operating income		91,551,796	75,464,629	86,660,361	71,413,257
Other operating expenses					
Staff costs		16,149,481	13,874,994	14,098,587	11,970,734
Directors' remuneration		73,447	81,776	67,169	73,283
Premises and equipment expenses		7,054,810	6,720,420	6,457,199	6,102,523
Taxes and duties		2,975,560	2,676,822	2,858,944	2,581,381
Others		8,271,632	7,167,364	9,062,212	7,404,593
Total operating expenses		34,524,930	30,521,376	32,544,111	28,132,514
Impairment loss on loans and debt securities		9,396,248	5,844,654	9,447,548	6,496,578
Profit before tax		47,630,618	39,098,599	44,668,702	36,784,165
Income tax expense	17	8,759,379	8,975,368	7,287,621	7,493,463
Net profit		38,871,239	30,123,231	37,381,081	29,290,702

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

* Refer to note 3

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

	<i>Note</i>	Consolidated		The Bank	
		Nine month period ended		Nine month period ended	
		30 September		30 September	
		2013	2012	2013	2012
			(Restated) *		(Restated) *
		<i>(in thousand Baht)</i>			
Other comprehensive income					
Change in revaluation surplus		-	(3,865)	-	(3,865)
Gain on remeasuring available-for-sale investments		19,828	2,173,195	1,269,749	1,125,805
Foreign currency translation differences		20,991	(47,297)	-	-
Share of other comprehensive loss of associate		-	(40,940)	-	-
Income tax on other comprehensive income		(3,038)	(468,480)	(253,950)	(224,388)
Total other comprehensive income, net of income tax		37,781	1,612,613	1,015,799	897,552
Total comprehensive income		38,909,020	31,735,844	38,396,880	30,188,254
Net profit attributable to					
Shareholders of the parent company		38,480,895	29,928,102	37,381,081	29,290,702
Non-controlling interests		390,344	195,129	-	-
Total comprehensive income attributable to					
Shareholders of the parent company		38,607,781	31,456,659	38,396,880	30,188,254
Non-controlling interests		301,239	279,185	-	-
Earnings per share of the parent company					
Basic earnings per share (<i>in Baht</i>)	18	11.32	8.80	11.00	8.62

(Mrs. Kannikar Chalitaporn)
President

(Dr. Vichit Suraphongchai)
Chairman of the Executive Committee

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The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

		Consolidated												
		Issued and		Premium on		Other reserves			Retained earnings		Total	Non-		
		paid-up share capital		share capital		Change in	remeasuring	Total	Legal		Total	controlling		
Note		Preference	Ordinary	Preference	Ordinary	revaluation	available-for-sale	other	reserve	Unappropriated	shareholders'	interests	Total	
		shares	shares	shares	shares	surplus	investments	Others	reserves	reserve	equity	interests		
<i>(in thousand Baht)</i>														
Nine month period ended 30 September 2012														
		60,296	33,931,626	23,578	11,100,613	16,277,033	4,933,670	(289,538)	20,921,165	7,000,000	112,833,679	185,870,957	1,311,954	187,182,911
	3	-	-	-	-	(3,173,898)	(952,101)	-	(4,125,999)	-	2,083,164	(2,042,835)	(871)	(2,043,706)
		60,296	33,931,626	23,578	11,100,613	13,103,135	3,981,569	(289,538)	16,795,166	7,000,000	114,916,843	183,828,122	1,311,083	185,139,205
	10	-	-	-	-	-	-	-	-	-	(11,897,173)	(11,897,173)	(112,968)	(12,010,141)
		(4,641)	4,641	(1,815)	1,815	-	-	-	-	-	-	-	-	-
		-	-	-	-	1,268	-	10,565	11,833	-	-	11,833	(19,575)	(7,742)
		-	-	-	-	-	-	-	-	-	-	-	258,309	258,309
		-	-	-	-	-	-	-	-	-	-	-	(284,358)	(284,358)
		-	-	-	-	-	-	-	-	-	29,928,102	29,928,102	195,129	30,123,231
		-	-	-	-	(3,092)	1,619,886	(88,237)	1,528,557	-	-	1,528,557	84,056	1,612,613
		-	-	-	-	(3,092)	1,619,886	(88,237)	1,528,557	-	29,928,102	31,456,659	279,185	31,735,844
		-	-	-	-	(164,576)	-	-	(164,576)	-	158,835	(5,741)	(686)	(6,427)
		55,655	33,936,267	21,763	11,102,428	12,936,735	5,601,455	(367,210)	18,170,980	7,000,000	133,106,607	203,393,700	1,430,990	204,824,690

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

The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

		Consolidated												
		Issued and		Premium on		Gain on			Retained earnings		Total		Non-	Total
		paid-up share capital		share capital		Change in	remeasuring	Total		Legal		Total	Non-	Total
		Preference	Ordinary	Preference	Ordinary	revaluation	available-for-sale	other	reserve		shareholders'	controlling	Total	
Note		shares	shares	shares	shares	surplus	investments	Others	reserves	reserve	Unappropriated	equity	interests	Total
<i>(in thousand Baht)</i>														
Nine month period ended 30 September 2013														
		54,558	33,937,364	21,335	11,102,856	15,996,954	8,935,543	(378,070)	24,554,427	7,000,000	140,930,675	217,601,215	1,554,171	219,155,386
	3	-	-	-	-	(3,117,348)	(1,797,739)	-	(4,915,087)	-	1,103,062	(3,812,025)	(871)	(3,812,896)
		54,558	33,937,364	21,335	11,102,856	12,879,606	7,137,804	(378,070)	19,639,340	7,000,000	142,033,737	213,789,190	1,553,300	215,342,490
	10	-	-	-	-	-	-	-	-	-	(16,995,961)	(16,995,961)	(164,398)	(17,160,359)
		(2,045)	2,045	(800)	800	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	(38,041)	(38,041)	-	-	(38,041)	(22,618)	(60,659)
		-	-	-	-	-	-	-	-	-	38,480,895	38,480,895	390,344	38,871,239
		-	-	-	-	-	110,124	20,991	131,115	-	(4,229)	126,886	(89,105)	37,781
		-	-	-	-	-	110,124	20,991	131,115	-	38,476,666	38,607,781	301,239	38,909,020
		-	-	-	-	(169,513)	-	-	(169,513)	-	169,692	179	(179)	-
		52,513	33,939,409	20,535	11,103,656	12,710,093	7,247,928	(395,120)	19,562,901	7,000,000	163,684,134	235,363,148	1,667,344	237,030,492

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

The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

	Note	The Bank									
		Issued and		Premium on		Other reserves			Retained earnings		Total
		paid-up share capital		share capital		Change in	remeasuring	Total	Legal		
		Preference	Ordinary	Preference	Ordinary	revaluation	available-for-sale	other	reserve	Unappropriated	
shares	shares	shares	shares	surplus	investments	reserves	reserve	Unappropriated			
<i>(in thousand Baht)</i>											
Nine month period ended 30 September 2012											
Balance at 1 January 2012 - as reported		60,296	33,931,626	23,578	11,100,613	15,869,489	4,630,093	20,499,582	7,000,000	103,901,795	176,517,490
Impact of changes in accounting policies	3	-	-	-	-	(3,173,898)	(926,019)	(4,099,917)	-	1,914,262	(2,185,655)
Balance at 1 January 2012 - restated		60,296	33,931,626	23,578	11,100,613	12,695,591	3,704,074	16,399,665	7,000,000	105,816,057	174,331,835
Dividend paid	10	-	-	-	-	-	-	-	-	(11,897,173)	(11,897,173)
Conversion of preference shares to ordinary shares		(4,641)	4,641	(1,815)	1,815	-	-	-	-	-	-
Profit for the period		-	-	-	-	-	-	-	-	29,290,702	29,290,702
Other comprehensive income		-	-	-	-	(3,092)	900,644	897,552	-	-	897,552
Total comprehensive income for the period		-	-	-	-	(3,092)	900,644	897,552	-	29,290,702	30,188,254
Transfer to retained earnings		-	-	-	-	(167,021)	-	(167,021)	-	167,021	-
Balance at 30 September 2012		55,655	33,936,267	21,763	11,102,428	12,525,478	4,604,718	17,130,196	7,000,000	123,376,607	192,622,916

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

The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

	Note	The Bank									
						Other reserves					
		Issued and paid-up share capital		Premium on share capital		Change in revaluation surplus	Gain on remeasuring available-for-sale investments	Total other reserves	Retained earnings		
		Preference shares	Ordinary shares	Preference shares	Ordinary shares				Legal reserve	Unappropriated	Total
<i>(in thousand Baht)</i>											
Nine month period ended 30 September 2013											
Balance at 31 December 2012 - as reported		54,558	33,937,364	21,335	11,102,856	15,586,741	7,260,666	22,847,407	7,000,000	130,688,787	205,652,307
Impact of changes in accounting policies	3	-	-	-	-	(3,117,348)	(1,452,133)	(4,569,481)	-	960,007	(3,609,474)
Balance at 1 January 2013		54,558	33,937,364	21,335	11,102,856	12,469,393	5,808,533	18,277,926	7,000,000	131,648,794	202,042,833
Dividend paid	10	-	-	-	-	-	-	-	-	(16,995,961)	(16,995,961)
Conversion of preference shares to ordinary shares		(2,045)	2,045	(800)	800	-	-	-	-	-	-
Profit for the period		-	-	-	-	-	-	-	-	37,381,081	37,381,081
Other comprehensive income		-	-	-	-	-	1,015,799	1,015,799	-	-	1,015,799
Total comprehensive income for the period		-	-	-	-	-	1,015,799	1,015,799	-	37,381,081	38,396,880
Transfer to retained earnings		-	-	-	-	(166,888)	-	(166,888)	-	166,888	-
Balance at 30 September 2013		52,513	33,939,409	20,535	11,103,656	12,302,505	6,824,332	19,126,837	7,000,000	152,200,802	223,443,752

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

The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Consolidated		The Bank	
	Nine month period ended		Nine month period ended	
	30 September		30 September	
	2013	2012 (Restated)	2013	2012 (Restated)
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit before tax	47,630,618	39,098,599	44,668,702	36,784,165
<i>Adjustments for</i>				
Depreciation and amortisation	2,114,896	2,031,055	1,954,313	1,859,871
Impairment loss on loans and debt securities	10,208,505	7,052,917	10,214,472	7,088,390
Loss (reversal) on impairment of assets	18,572	(3,387)	-	(3,387)
Loss on impairment of properties for sale	147,677	29,147	148,086	30,087
Net gain on investments	(875,148)	(1,029,686)	(183,796)	(695,447)
(Gain) loss on sales of premises and equipment	(11,144)	(5,171)	(8,821)	7,062
Net trading income	(6,897,794)	(5,319,077)	(6,718,880)	(5,304,980)
Share of loss (profit) of associate	5,981	(463)	-	-
	<u>52,342,163</u>	<u>41,853,934</u>	<u>50,074,076</u>	<u>39,765,761</u>
Net interest income	(54,005,446)	(45,528,746)	(49,923,240)	(41,691,761)
Dividend income	(3,646,815)	(903,650)	(7,558,321)	(4,172,841)
Proceeds from interest	88,290,319	74,545,525	84,181,350	70,736,085
Interest paid	(34,362,368)	(27,674,759)	(34,471,613)	(27,620,532)
Proceeds from dividend	3,915,868	897,473	7,543,351	4,155,440
Income tax paid	(10,468,793)	(10,556,871)	(8,591,880)	(8,692,492)
Income from operations before changes in operating assets and liabilities	42,064,928	32,632,906	41,253,723	32,479,660
<i>(Increase) decrease in operating assets</i>				
Interbank and money market items	(28,432,216)	(106,952,153)	(26,130,258)	(106,681,679)
Claims on securities	(8,608,530)	-	(8,608,530)	-
Derivative assets	4,749,509	6,704,003	4,661,191	6,683,266
Investment in securities for trading	(23,009,075)	(18,356,764)	(22,683,604)	(18,309,453)
Loans to customers	(144,403,286)	(203,268,328)	(143,842,167)	(210,300,394)
Properties for sale	5,217,407	4,185,853	5,200,335	3,810,209
Reinsurance receivables and assets	2,409,419	6,558,447	-	-
Other assets	8,257,498	1,190,417	7,116,957	3,225,424
<i>Increase (decrease) in operating liabilities</i>				
Deposits	138,567,809	370,658,137	138,716,607	381,287,646
Interbank and money market items	3,754,261	43,867,505	2,559,278	44,044,599
Liabilities payable on demand	425,883	3,777,640	457,248	3,782,908
Liabilities to deliver security	8,608,530	-	8,608,530	-
Derivative liabilities	5,762,240	(5,573,947)	5,751,978	(5,560,904)
Short-term debt issued and borrowings	(39,351,736)	(195,563,543)	(39,223,458)	(196,192,600)
Other liabilities	12,875,453	13,584,463	(4,973,074)	2,483,527
Net cash used in operating activities	<u>(11,111,906)</u>	<u>(46,555,364)</u>	<u>(31,135,244)</u>	<u>(59,247,791)</u>

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

The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Consolidated		The Bank	
	Nine month period ended		Nine month period ended	
	30 September		30 September	
	2013	2012 (Restated)	2013	2012 (Restated)
<i>(in thousand Baht)</i>				
Cash flows from investing activities				
Purchases of available-for-sale securities	(260,568,785)	(256,795,642)	(246,493,650)	(218,457,003)
Proceeds from sales of available-for-sale securities	301,451,272	239,229,938	288,544,703	204,779,963
Purchases of held-to-maturity securities	(72,374,304)	(11,266,964)	(446,832)	(206,212)
Proceeds from redemption of held-to-maturity securities	56,268,181	6,349,693	2,742,003	5,192,960
Purchases of general securities	(1,688)	(1,973)	(1,688)	-
Proceeds from sales of general securities	858	23,377	858	6,204
Purchases of investments in subsidiaries and/or associate	(60,659)	-	(60,659)	(402,093)
Proceeds from sales of investments in subsidiaries and/or associate	-	767,908	-	47,570
Purchases of premises and equipment	(1,257,940)	(1,900,518)	(1,129,854)	(1,799,940)
Proceeds from sales of premises and equipment	229,946	172,092	218,877	113,112
Purchases of intangible assets	(272,218)	(219,220)	(154,126)	(232,446)
Net cash from (used in) investing activities	23,414,663	(23,641,309)	43,219,632	(10,957,885)
Cash flows from financing activities				
Proceeds from long-term debt issued and borrowings	-	73,913,000	-	73,913,000
Dividend paid to equity holders of the Bank	(16,995,961)	(11,897,173)	(16,995,961)	(11,897,173)
Dividend paid to non-controlling interests	(164,398)	(112,968)	-	-
Net cash from (used in) financing activities	(17,160,359)	61,902,859	(16,995,961)	62,015,827
Foreign currency translation differences	20,991	(47,297)	-	-
Net decrease in cash	(4,836,611)	(8,341,111)	(4,911,573)	(8,189,849)
Cash at 1 January	31,322,454	33,701,257	31,218,439	33,468,934
Cash at 30 September	26,485,843	25,360,146	26,306,866	25,279,085

Supplementary disclosures of cash flow information

Significant non-cash items were as follows:

Change in revaluation surplus *	-	(3,092)	-	(3,092)
Gain on remeasuring available-for-sale investments *	110,124	1,619,886	1,015,799	900,644
Foreign currency translation differences	20,991	(47,297)	-	-
Share of other comprehensive loss of associate	-	(40,940)	-	-
Properties for sale from loans payment	6,631,354	2,728,756	6,618,528	2,419,294

* Net of deferred tax

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

The Siam Commercial Bank Public Company Limited and its Subsidiaries
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These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai statutory and regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from and are consistent with the Thai language statutory financial statements, and both the English and Thai language financial statements were approved and authorised for issue by the directors on 13 November 2013.

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 established by Royal Charter on 30 January 1906 and was listed on the Stock Exchange of Thailand on 6 February 1976.

The principal business of the Bank is the provision of financial products and services through its branch network in Thailand and other countries as well as its subsidiary in Cambodia and associate in Vietnam. The Bank also has sizeable investments in its two insurance subsidiaries. Details of the Bank’s subsidiaries as at 30 September 2013 and 31 December 2012 were as follows:

Name of the entity	Type of business	% shareholding of the Bank	
		30 September 2013	31 December 2012
Direct subsidiaries			
1 Cambodian Commercial Bank Ltd.	Banking	100.0	100.0
2 Rutchayothin Assets Management Co., Ltd.	Asset management	100.0	100.0
3 SCB Securities Co., Ltd.	Securities	100.0	100.0
4 SCB Asset Management Co., Ltd.	Asset management	100.0	100.0
5 Siam Commercial Leasing PCL	Leasing, hire-purchase and collection	99.4	99.1
6 The Siam Commercial Samaggi Insurance PCL	Insurance	60.9	60.9
7 SCB Life Assurance PCL	Life insurance	94.7	94.7
8 SCB Training Centre Co., Ltd.	Training center	100.0	100.0
9 Siam Phitiwat Company Limited	Appraisal services	100.0	100.0
10 SCB Plus Co., Ltd.	Collection company	100.0	100.0
11 Sor. Or. Kor. Public Company Limited *	Commercial	99.7	99.7
Indirect subsidiary			
1 Mahisorn Co., Ltd. **	Property management	-	-

* The entire business has been transferred to the Bank on 1 October 2012, discontinued on 27 November 2012 and being dissolved. (Former name: The Siam Industrial Credit PCL)

** Subsidiary of SCB Plus Co., Ltd.

All subsidiaries were registered and operate in Thailand except Cambodian Commercial Bank Ltd., which was registered and operates in Cambodia.

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2013 (Unaudited)

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No.34 (revised 2009) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP); and applicable rules and regulations of the Thai Securities and Exchange Commission; and presented as prescribed by the Bank of Thailand (BoT) notification number Sor Nor Sor 11/2553, directive dated 3 December 2010, regarding “The preparation and announcement of the financial statements of commercial banks and holding companies which are the parent company of a group of companies offering financial services”.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2012. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Bank and its subsidiaries for the year ended 31 December 2012.

The FAP has issued the following new and revised TFRS and Announcement relevant to the Bank and its subsidiaries’ operations and effective for accounting periods beginning on or after 1 January 2013:

TFRS and Announcement	Topic
TAS 12	Income Taxes
TAS 21 (revised 2009)	The Effects of Changes in Foreign Exchange Rates
TFRS 8	Operating Segments
FAP Announcement 34/2555	Accounting Guidance for Transfers and Receives of Financial Assets

The adoption of these new and revised TFRS has resulted in changes in the Bank and its subsidiaries’ accounting policies. The effects of these changes are disclosed in note 3.

In addition to the above new and revised TFRS and Announcements, as at 30 September 2013 the FAP had issued a number of new and revised TFRS which are effective for financial statements beginning on or after 1 January 2014 and have not been adopted in the preparation of these interim financial statements. Those new and revised TFRS that are relevant to the Bank and its subsidiaries’ operations are disclosed in note 20.

Except for the changes in accounting policies discussed in note 3, the accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2012.

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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(b) *Functional and presentation currency*

The interim financial statements are presented in Thai Baht, which is the Bank and its subsidiaries' functional currency. All financial information presented in Thai Baht has been rounded in the notes to the financial statements to the nearest million unless otherwise stated.

(c) *Use of estimates and judgments*

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

In preparing these interim financial statements, the significant judgments made by management in applying the Bank and its subsidiaries' accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2012. Changes principally derive from the adoption of new and revised TFRS from 1 January 2013.

(d) *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. All inter-company transactions and balances within this Group have been eliminated.

The consolidated financial statements for the nine-month periods ended 30 September 2013 and 2012 and for the year ended 31 December 2012 do not consolidate certain companies which the Bank and/or a subsidiary have more than 50% of paid-up capital as a result of debt restructuring and the Bank and/or the subsidiary intend to hold these investments only for a temporary period.

3 Changes in accounting policies

(a) *Overview*

From 1 January 2013, consequent to the adoption of new and revised TFRS as set out in note 2, the Bank and its subsidiaries have changed their accounting policies in the following significant areas:

- Accounting for income tax
- Accounting for the effects of changes in foreign exchange rates
- Presentation of information on operating segments

Details of the new accounting policies adopted by the Bank and its subsidiaries are included in notes 3(b) to 3(d). Other new and revised TFRS did not have any impact on the accounting policies, financial position or performance of the Bank and its subsidiaries.

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2013 (Unaudited)

(b) Accounting for income tax

The principal change introduced by TAS 12 is the requirement to account for deferred tax assets and liabilities in the financial statements.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for the following temporary differences: the initial recognition of goodwill; the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss; and differences relating to investments in subsidiaries and jointly-controlled entities to the extent that it is probable that they will not reverse in the foreseeable future.

The measurement of deferred tax reflects the tax consequences that would follow the manner in which the Bank and its subsidiaries expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realised.

The Bank and its subsidiaries adopted TAS 12 with effect from 1 January 2013. The effects of the change are recognised retrospectively in the financial statements. The impact of the change on the financial statements is as follows:

	Consolidated			The Bank		
	30 September 2013	31 December 2012	1 January 2012	30 September 2013	31 December 2012	1 January 2012
Statement of financial position						
Increase (decrease) in deferred tax assets	521	471	522	8	8	14
Increase (decrease) in other assets	(359)	(288)	(283)	(8)	(8)	(14)
(Increase) decrease in deferred tax liabilities	(3,100)	(3,996)	(2,283)	(2,956)	(3,609)	(2,186)
(Increase) decrease in other reserves	4,892	4,915	4,126	4,782	4,569	4,100
(Increase) decrease in retained earnings	(1,956)	(1,103)	(2,083)	(1,826)	(960)	(1,914)
(Increase) decrease in shareholders' equity	2,936	3,812	2,043	2,956	3,609	2,186
(Increase) decrease in non-controlling interests	2	1	1	-	-	-
(Increase) decrease in total equity	2,938	3,813	2,044	2,956	3,609	2,186

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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<i>Statement of comprehensive income for the three-month period ended 30 September</i>	Consolidated		The Bank	
	2013	2012	2013	2012
			<i>(in million Baht)</i>	
(Increase) decrease in income tax expense	354	46	352	41
Increase (decrease) in profit for the period	354	46	352	41
Increase (decrease) in basic earnings per share <i>(in Baht)</i>	0.10	0.01	0.10	0.01
<i>Statement of comprehensive income for the nine-month period ended 30 September</i>	Consolidated		The Bank	
	2013	2012	2013	2012
			<i>(in million Baht)</i>	
(Increase) decrease in income tax expense	949	(464)	908	(513)
Increase (decrease) in profit for the period	949	(464)	908	(513)
Increase (decrease) in basic earnings per share <i>(in Baht)</i>	0.28	(0.14)	0.27	(0.15)

(c) Accounting for the effects of changes in foreign exchange rates

From 1 January 2013, the Bank and its subsidiaries have adopted TAS 21 Accounting for the effects of changes in foreign exchange rates.

The principal change introduced by TAS 21 is the introduction of the concept of functional currency, which is defined as the currency of the primary economic environment in which the entity operates. TAS 21 requires the entity to determine its functional currency and translate foreign currency items into its functional currency, reporting the effects of such translation in accordance with the provisions of TAS 21. Foreign currencies are defined by TAS 21 as all currencies other than the entity's functional currency.

Management has determined that the functional currency of the Bank and its subsidiaries is Thai Baht and that the adoption of TAS 21 from 1 January 2013 has not had a significant impact on the Bank and its subsidiaries' reported assets, liabilities or retained earnings.

(d) Presentation of information on operating segments

From 1 January 2013, the Bank and its subsidiaries have adopted TFRS 8 Operating Segments. The new policy for presentation of information on operating segments, is given below. The new policy has been applied retrospectively and segment information included in the 2012 financial statements, which are included in the Bank and its subsidiaries' 2013 interim financial statements for comparative purposes, has been re-presented accordingly. The change in policy only impacts presentational aspects and has no impact on the Bank and its subsidiaries' reported assets, liabilities, results or earnings per share.

TFRS 8 introduces the "management approach" to segment reporting. It requires the presentation and disclosure of segment information based on the internal reports regularly reviewed by the Bank and its subsidiaries' Chief Operating Decision Maker in order to assess each segment's performance and to allocate resources to those segments. The Bank and its subsidiaries segment information is disclosed in note 15.

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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4 Maintenance of capital fund

The Bank and its subsidiaries, which are financial institutions, are subject to various capital and regulatory requirements of the Bank of Thailand. 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-financial reporting 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 Bank of Thailand as to components, risk weightings, and other factors. These capital and regulatory requirements are subject to change, as considered necessary by the Bank of Thailand.

The Bank maintains its capital fund in accordance with the Financial Institution Business Act B.E. 2551 by maintaining its capital fund as a proportion of risk weighted assets in accordance with the criteria, methodologies, and conditions prescribed by the Bank of Thailand. As announced by the BoT in its circulars dated 8 November 2012 and 17 December 2012, the Bank is required to calculate its Capital Fund in accordance with Basel III. Accordingly, the Bank and its Consolidated Supervision have adopted Basel III with effect from 1 January 2013, and the figures at 31 December 2012 have been presented on a corresponding basis. As at 30 September 2013 and 31 December 2012, the Consolidated Supervision and the Bank's total capital funds can be categorised as follows:

	Basel III	
	Consolidated Supervision	
	30 September 2013	31 December 2012
	<i>(in million Baht)</i>	
Tier 1 capital		
Common Equity Tier 1 (CET1)		
Issued and paid-up share capital	33,992	33,992
Premium on share capital	11,124	11,124
Legal reserve	7,000	7,000
Net gain after appropriations	146,282	116,925
Other comprehensive income	18,112	16,184
Capital deduction items on CET1	<u>(4,609)</u>	<u>(5,083)</u>
Total Tier 1 capital	<u>211,901</u>	<u>180,142</u>
Tier 2 capital		
Subordinated debt	40,000	54,000
Allowance for classified assets of "normal" category and excess allowance	<u>17,998</u>	<u>15,568</u>
Total Tier 2 capital	<u>57,998</u>	<u>69,568</u>
Total capital funds	<u>269,899</u>	<u>249,710</u>
Total risk weighted assets	1,676,621	1,545,588
Total capital / Total risk weighted assets (minimum 8.50%)	16.1%	16.2%
Total Tier 1 capital / Total risk weighted assets (minimum 6.00%)	12.6%	11.7%
Total Tier 1 common equity / Total risk weighted assets (minimum 4.50%)	12.6%	11.7%
Total Tier 2 capital / Total risk weighted assets	3.5%	4.5%

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	Basel III	
	The Bank	
	30 September 2013	31 December 2012
	<i>(in million Baht)</i>	
Tier 1 capital		
Common Equity Tier 1 (CET1)		
Issued and paid-up share capital	33,992	33,992
Premium on share capital	11,124	11,124
Legal reserve	7,000	7,000
Net gain after appropriations	140,801	112,930
Other comprehensive income	17,200	16,173
Capital deduction items on CET1	(4,609)	(5,083)
Total Tier 1 capital	<u>205,508</u>	<u>176,136</u>
Tier 2 capital		
Subordinated debt	40,000	54,000
Allowance for classified assets of “normal” category and excess allowance	17,998	15,568
Total Tier 2 capital	<u>57,998</u>	<u>69,568</u>
Total capital funds	<u>263,506</u>	<u>245,704</u>
Total risk weighted assets	1,661,504	1,527,568
Total capital / Total risk weighted assets (minimum 8.50%)	15.9%	16.1%
Total Tier 1 capital / Total risk weighted assets (minimum 6.00%)	12.4%	11.5%
Total Tier 1 common equity / Total risk weighted assets (minimum 4.50%)	12.4%	11.5%
Total Tier 2 capital / Total risk weighted assets	3.5%	4.6%

Disclosures of capital maintenance information under the Notification of the Bank of Thailand number Sor Nor Sor 6/2553 dated 18 June 2010, Consolidated Supervision, the Notification of the Bank of Thailand number Sor Nor Sor 13/2555 dated 8 November 2012, Capital Components for Locally - Registered Commercial Banks, the Notification of the Bank of Thailand number Sor Nor Sor 19/2555 dated 17 December 2012, Consolidated Supervision (#2) and the Notification of the Bank of Thailand number Sor Nor Sor 4/2556 dated 19 June 2013, the Public Disclosure of Capital Maintenance for Commercial Banks, were as follows:

Location of disclosure	The Bank’s website under Investor Relations section at http://www.scb.co.th/en/about-scb/investor-relations/financial-information/pillar
Date of disclosure	Within 4 months after the period end date as indicated in the notification.
Information as of	30 June 2013

Capital management

The Bank and its subsidiaries policies are required to maintain a strong capital base so as to provide a cushion against future uncertainties, engender market confidence in the Bank’s robustness and to support business growth. Further the impact of the level of capital on shareholders’ return is also considered together with the need to maintain a balance between the higher returns that might be possible with higher gearing and the advantages and security afforded by a sound capital position.

The Bank and its subsidiaries have complied with BoT imposed capital requirements throughout the period and, as noted in the table above, its capital level is well in excess of the minimum requirements.

The Siam Commercial Bank Public Company Limited and its Subsidiaries
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5 Investments, net

5.1 Classification of investments in securities

As at 30 September 2013 and 31 December 2012, the investment in securities of the Bank and its subsidiaries were classified as follows:

	Consolidated		The Bank	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	Fair value	Fair value	Fair value	Fair value
	<i>(in million Baht)</i>			
Trading securities				
Government and state enterprise securities	42,589	19,330	42,481	19,330
Corporate debt securities	693	886	693	886
Domestic equity securities	324	27	-	-
Total	43,606	20,243	43,174	20,216

	Consolidated		The Bank	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	Fair value	Fair value	Fair value	Fair value
	<i>(in million Baht)</i>			
Available-for-sale securities				
Government and state enterprise securities	252,452	292,225	244,056	284,711
Corporate debt securities	6,222	6,273	-	-
Foreign debt securities	182	234	182	234
Domestic equity securities	25,905	25,037	17,717	16,841
Foreign equity securities	2,069	1,601	2,069	1,601
Other securities	2,267	2,380	85	85
Total	289,097	327,750	264,109	303,472

	Consolidated		The Bank	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	Cost / Amortised cost	Cost / Amortised cost	Cost / Amortised cost	Cost / Amortised cost
	<i>(in million Baht)</i>			
Held-to-maturity securities				
Government and state enterprise securities	109,323	97,135	19,319	21,720
Corporate debt securities	13,337	9,775	795	778
Foreign debt securities	1,364	1,163	552	429
Other securities	2,400	2,401	-	-
Total	126,424	110,474	20,666	22,927
<i>Less allowance for impairment</i>	<i>(941)</i>	<i>(924)</i>	<i>(757)</i>	<i>(757)</i>
Total	125,483	109,550	19,909	22,170

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	Consolidated		The Bank	
	30 September 2013 Cost	31 December 2012 Cost	30 September 2013 Cost	31 December 2012 Cost
	<i>(in million Baht)</i>			
General investments				
Domestic non-marketable equity securities	951	948	912	910
Foreign non-marketable equity securities	17	17	17	17
Total	968	965	929	927
<i>Less</i> allowance for impairment	<i>(217)</i>	<i>(211)</i>	<i>(188)</i>	<i>(185)</i>
Total	751	754	741	742
Total investments, net	458,937	458,297	327,933	346,600

5.2 Investments in companies with problems in their financial positions

As at 30 September 2013 and 31 December 2012, the Bank and its subsidiaries held investments in a number of securities issued by 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. The aggregate carrying value is Baht 96 million (*31 December 2012: Baht 102 million*).

6 Loans to customers and accrued interest receivables, net

6.1 Classified by business type and quality of loan classification as at 30 September 2013 and 31 December 2012

	Consolidated											
	30 September 2013					31 December 2012						
	Normal	Special Mention	Sub- Standard	Doubtful	Doubtful Loss	Total *	Normal	Special Mention	Sub- Standard	Doubtful	Doubtful Loss	Total *
	<i>(in million Baht)</i>											
Agriculture and mining	20,738	76	74	31	21	20,940	12,443	113	35	270	28	12,889
Manufacturing and commercial	553,347	5,692	4,501	1,328	10,933	575,801	499,056	4,532	2,307	913	13,088	519,896
Real estate and construction	118,253	3,032	105	129	2,475	123,994	109,405	3,317	212	40	2,528	115,502
Utilities and services	215,070	1,477	1,936	513	1,388	220,384	195,459	1,935	2,243	392	953	200,982
Housing loans	396,379	7,889	2,701	2,482	2,795	412,246	356,819	7,137	2,551	1,894	2,853	371,254
Others	308,536	11,388	2,908	1,351	2,473	326,656	313,291	8,106	2,502	954	2,110	326,963
Total *	1,612,323	29,554	12,225	5,834	20,085	1,680,021	1,486,473	25,140	9,850	4,463	21,560	1,547,486

* Net of deferred revenue

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	30 September 2013						31 December 2012					
	Normal	Special Mention	Sub- Standard	Doubtful	Doubtful Loss	Total *	Normal	Special Mention	Sub- Standard	Doubtful	Doubtful Loss	Total *
	The Bank											
	<i>(in million Baht)</i>											
Agriculture and mining	20,664	76	74	31	21	20,866	12,394	113	35	270	28	12,840
Manufacturing and commercial	552,388	5,692	4,501	1,328	10,933	574,842	498,466	4,532	2,306	914	13,066	519,284
Real estate and construction	118,247	3,032	105	129	1,407	122,920	109,402	3,316	212	40	1,452	114,422
Utilities and services	214,693	1,477	1,936	513	1,388	220,007	195,178	1,936	2,242	392	953	200,701
Housing loans	396,375	7,889	2,701	2,482	2,795	412,242	356,814	7,137	2,551	1,894	2,853	371,249
Others	304,817	11,373	2,905	1,349	1,473	321,917	309,744	8,020	2,488	943	951	322,146
Total *	<u>1,607,184</u>	<u>29,539</u>	<u>12,222</u>	<u>5,832</u>	<u>18,017</u>	<u>1,672,794</u>	<u>1,481,998</u>	<u>25,054</u>	<u>9,834</u>	<u>4,453</u>	<u>19,303</u>	<u>1,540,642</u>

* Net of deferred revenue

6.2 Loans to listed companies identified for delisting

	Consolidated						
	30 September 2013			31 December 2012			
	No. of companies	Loans and accrued interest*	Collateral provision	No. of companies	Loans and accrued interest*	Collateral provision	
		receivables*	Amount of	receivables*	Amount of	Amount of	
		(in million Baht)	(in million Baht)		(in million Baht)	(in million Baht)	
Listed companies identified for delisting	2	3,057	1,819	5	3,326	686	3,334
			1,033				
	The Bank						
	30 September 2013			31 December 2012			
	No. of companies	Loans and accrued interest*	Collateral provision	No. of companies	Loans and accrued interest*	Collateral provision	
		receivables*	Amount of	receivables*	Amount of	Amount of	
		(in million Baht)	(in million Baht)		(in million Baht)	(in million Baht)	
Listed companies identified for delisting	2	3,057	1,819	5	3,326	686	3,334
			1,033				

* Including loans to financial institutions but excluding other expenses

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6.3 Non-Performing Loans

As at 30 September 2013 and 31 December 2012, 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 sub-standard, doubtful, doubtful loss and loss under the BoT's guideline. The amounts were as follows:

	Consolidated		The Bank	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	<i>(in million Baht)</i>			
Non-Performing Loans (net of allowance for doubtful accounts)	18,001	17,006	17,447	16,433
% of Non-Performing Loans to total loans (net)	1.0	1.0	1.0	1.0
Non-Performing Loans (gross)	38,144	35,873	36,071	33,590
% of Non-Performing Loans to total loans	2.1	2.1	2.0	2.0

As at 30 September 2013, Rutchayothin Assets Management Co., Ltd. which is a subsidiary of the Bank, had Non-Performing Loans of Baht 489 million (*31 December 2012: Baht 489 million*). However, the Non-Performing Loans based on principal of loan purchased from the group as at 30 September 2013 was Baht 1,068 million (*31 December 2012: Baht 1,098 million*).

6.4 Classified assets

The Bank and its subsidiaries had classified assets as at 30 September 2013 and 31 December 2012 as follows:

	Consolidated					Total
	30 September 2013					
	Loans and accrued interest receivables*	Loans to financial institutions and accrued interest receivables	Investments	Properties for sale	Other assets	
	<i>(in million Baht)</i>					
Normal	1,615,544	156,879	-	-	30	1,772,453
Special Mention	29,751	-	-	-	1	29,752
Sub-Standard	12,259	-	-	-	2	12,261
Doubtful	5,834	-	-	-	2	5,836
Doubtful Loss	20,114	-	1,999	1,144	1,239	24,496
	1,683,502	156,879	1,999	1,144	1,274	1,844,798

* Net of deferred revenue

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Consolidated						
31 December 2012						
	Loans and accrued interest receivables*	Loans to financial institutions and accrued interest receivables	Investments	Properties for sale	Other assets	Total
			<i>(in million Baht)</i>			
Normal	1,489,739	136,285	-	-	33	1,626,057
Special Mention	25,278	-	-	-	2	25,280
Sub-Standard	9,878	-	-	-	1	9,879
Doubtful	4,463	-	-	-	1	4,464
Doubtful Loss	21,591	-	1,479	775	793	24,638
	<u>1,550,949</u>	<u>136,285</u>	<u>1,479</u>	<u>775</u>	<u>830</u>	<u>1,690,318</u>

The Bank						
30 September 2013						
	Loans and accrued interest receivables*	Loans to financial institutions and accrued interest receivables	Investments	Properties for sale	Other assets	Total
			<i>(in million Baht)</i>			
Normal	1,610,245	151,269	-	-	30	1,761,544
Special Mention	29,735	-	-	-	1	29,736
Sub-Standard	12,257	-	-	-	2	12,259
Doubtful	5,832	-	-	-	2	5,834
Doubtful Loss	18,018	-	1,989	1,134	650	21,791
	<u>1,676,087</u>	<u>151,269</u>	<u>1,989</u>	<u>1,134</u>	<u>685</u>	<u>1,831,164</u>

The Bank						
31 December 2012						
	Loans and accrued interest receivables*	Loans to financial institutions and accrued interest receivables	Investments	Properties for sale	Other assets	Total
			<i>(in million Baht)</i>			
Normal	1,485,140	130,505	-	-	33	1,615,678
Special Mention	25,192	-	-	-	2	25,194
Sub-Standard	9,863	-	-	-	1	9,864
Doubtful	4,453	-	-	-	1	4,454
Doubtful Loss	19,303	-	1,817	767	600	22,487
	<u>1,543,951</u>	<u>130,505</u>	<u>1,817</u>	<u>767</u>	<u>637</u>	<u>1,677,677</u>

* Net of deferred revenue

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6.5 Allowance for doubtful accounts

6.5.1 Loans classified by quality as at 30 September 2013 and 31 December 2012 (inclusive of accrued interest receivables)

	Consolidated						Total
	30 September 2013						
	Cashflow approach (All loans except for finance leases)			Collective approach (Finance leases)			
	Loans and accrued interest receivables	Net amount used to set		Allowance for doubtful accounts ^{***}	Net amount used to set		
		the allowance for doubtful accounts	% used for setting the allowance		the allowance for doubtful accounts	Allowance for doubtful accounts ^{***}	
	<i>(in million Baht)</i>			<i>(in million Baht)</i>			
Minimum allowance of BoT regulations							
- Normal	1,615,544	1,398,554*	1	13,949	179,482	1,671	15,620
- Special Mention	29,751	20,293*	2	406	8,037	1,171	1,577
- Sub - Standard	12,259	5,603**	100	5,603	1,159	399	6,002
- Doubtful	5,834	1,459**	100	1,459	960	334	1,793
- Doubtful Loss	20,114	11,598**	100	11,598	2,109	978	12,576
Total	<u>1,683,502</u>	<u>1,437,507</u>		<u>33,015</u>	<u>191,747</u>	<u>4,553</u>	37,568
Allowance established in excess of BoT regulations							<u>19,795</u>
Total							<u>57,363</u>

	Consolidated						Total
	31 December 2012						
	Cashflow approach (All loans except for finance leases)			Collective approach (Finance leases)			
	Loans and accrued interest receivables	Net amount used to set		Allowance for doubtful accounts ^{***}	Net amount used to set		
		the allowance for doubtful accounts	% used for setting the allowance		the allowance for doubtful accounts	Allowance for doubtful accounts ^{***}	
	<i>(in million Baht)</i>			<i>(in million Baht)</i>			
Minimum allowance of BoT regulations							
- Normal	1,489,739	1,279,928*	1	12,774	163,499	1,510	14,284
- Special Mention	25,278	18,968*	2	379	5,766	832	1,211
- Sub - Standard	9,878	3,684**	100	3,684	1,145	415	4,099
- Doubtful	4,463	1,304**	100	1,304	648	237	1,541
- Doubtful Loss	21,591	12,568**	100	12,568	1,528	791	13,359
Total	<u>1,550,949</u>	<u>1,316,452</u>		<u>30,709</u>	<u>172,586</u>	<u>3,785</u>	34,494
Allowance established in excess of BoT regulations							<u>17,016</u>
Total							<u>51,510</u>

* Net of cash and near cash collateral

** Net of PV cashflow from loan receivables or selling collateral

*** Excluding revaluation allowance for debt restructuring

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30 September 2013							
	Cashflow approach (All loans except for finance leases)				Collective approach (Finance leases)		Total
	Loans and accrued interest receivables <i>(in million Baht)</i>	Net amount used to set the allowance for doubtful accounts	% used for setting the allowance	Allowance for doubtful accounts***	Net amount used to set the allowance for doubtful accounts	Allowance for doubtful accounts***	
Minimum allowance of BoT regulations							
- Normal	1,610,245	1,393,552*	1	13,935	179,346	1,670	15,605
- Special Mention	29,735	20,293*	2	406	8,022	1,171	1,577
- Sub - Standard	12,257	5,602**	100	5,602	1,157	398	6,000
- Doubtful	5,832	1,459**	100	1,459	958	333	1,792
- Doubtful Loss	18,018	10,465**	100	10,465	1,526	536	11,001
Total	<u>1,676,087</u>	<u>1,431,371</u>		<u>31,867</u>	<u>191,009</u>	<u>4,108</u>	<u>35,975</u>
Allowance established in excess of BoT regulations							<u>19,790</u>
Total							<u><u>55,765</u></u>

The Bank							
31 December 2012							
	Cashflow approach (All loans except for finance leases)				Collective approach (Finance leases)		Total
	Loans and accrued interest receivables <i>(in million Baht)</i>	Net amount used to set the allowance for doubtful accounts	% used for setting the allowance	Allowance for doubtful accounts***	Net amount used to set the allowance for doubtful accounts	Allowance for doubtful accounts***	
Minimum allowance of BoT regulations							
- Normal	1,485,140	1,276,420*	1	12,764	162,531	1,510	14,274
- Special Mention	25,192	18,968*	2	380	5,681	831	1,211
- Sub - Standard	9,863	3,684**	100	3,684	1,129	404	4,088
- Doubtful	4,453	1,304**	100	1,304	638	229	1,533
- Doubtful Loss	19,303	11,356**	100	11,356	832	303	11,659
Total	<u>1,543,951</u>	<u>1,311,732</u>		<u>29,488</u>	<u>170,811</u>	<u>3,277</u>	<u>32,765</u>
Allowance established in excess of BoT regulations							<u>16,975</u>
Total							<u><u>49,740</u></u>

* Net of cash and near cash collateral

** Net of PV cashflow from loan receivables or selling collateral

*** Excluding revaluation allowance for debt restructuring

Based on management's assessment of the ultimate collectability of the Bank's consolidated loan portfolio, the Bank and its subsidiaries believe that the allowance for doubtful accounts established were adequate as at 30 September 2013 and 31 December 2012 and in compliance with the BoT's guidelines. The aggregate allowance is based on both quantitative criteria noted above and management judgment of qualitative criteria.

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6.5.2 Changes to the allowance for doubtful accounts

As at 30 September 2013 and 31 December 2012, the changes to the allowance for doubtful accounts were as follows:

Consolidated							
30 September 2013							
	Normal	Special Mention	Sub - Standard	Doubtful	Doubtful Loss	Allowance established in excess of BoT regulations	Total
<i>(in million Baht)</i>							
As at 1 January 2013	14,284	1,211	4,099	1,541	13,359	17,016	51,510
Bad debt and doubtful accounts	1,336	366	1,903	252	4,466	2,721	11,044
Bad debt written off	-	-	-	-	(5,249)	-	(5,249)
Others	-	-	-	-	-	58	58
As at 30 September 2013	<u>15,620</u>	<u>1,577</u>	<u>6,002</u>	<u>1,793</u>	<u>12,576</u>	<u>19,795</u>	<u>57,363</u>

Consolidated							
31 December 2012							
	Normal	Special Mention	Sub - Standard	Doubtful	Doubtful Loss	Allowance established in excess of BoT regulations	Total
<i>(in million Baht)</i>							
As at 1 January 2012	11,938	144	3,033	4,819	11,323	14,148	45,405
Bad debt and doubtful accounts	2,369	1,076	1,349	(3,394)	6,196	2,446	10,042
Bad debt written off	-	-	-	-	(4,145)	-	(4,145)
Others	(23)	(9)	(283)	116	(15)	422	208
As at 31 December 2012	<u>14,284</u>	<u>1,211</u>	<u>4,099</u>	<u>1,541</u>	<u>13,359</u>	<u>17,016</u>	<u>51,510</u>

The Bank							
30 September 2013							
	Normal	Special Mention	Sub - Standard	Doubtful	Doubtful Loss	Allowance established in excess of BoT regulations	Total
<i>(in million Baht)</i>							
As at 1 January 2013	14,274	1,211	4,088	1,533	11,659	16,975	49,740
Bad debt and doubtful accounts	1,331	366	1,912	259	4,425	2,757	11,050
Bad debt written off	-	-	-	-	(5,083)	-	(5,083)
Others	-	-	-	-	-	58	58
As at 30 September 2013	<u>15,605</u>	<u>1,577</u>	<u>6,000</u>	<u>1,792</u>	<u>11,001</u>	<u>19,790</u>	<u>55,765</u>

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The Bank							
31 December 2012							
	Normal	Special Mention	Sub - Standard	Doubtful	Doubtful Loss	Allowance established in excess of BoT regulations	Total
	<i>(in million Baht)</i>						
As at 1 January 2012	11,857	115	2,528	4,435	8,601	13,798	41,334
Transfer from business combination	43	16	211	488	973	72	1,803
Bad debt and doubtful accounts	2,374	1,080	1,349	(3,390)	6,092	2,961	10,466
Bad debt written off	-	-	-	-	(4,007)	-	(4,007)
Others	-	-	-	-	-	144	144
As at 31 December 2012	<u>14,274</u>	<u>1,211</u>	<u>4,088</u>	<u>1,533</u>	<u>11,659</u>	<u>16,975</u>	<u>49,740</u>

7 Troubled debt restructuring

The financial statements for the nine-month periods ended 30 September 2013 and 2012, include the result of various types of troubled debt restructuring including transfers of assets, type of asset and equity securities, changes in repayment conditions as follows:

Consolidated									
Types of debt restructuring	No. of accounts		Outstanding debts				Transferred assets		
	2013	2012	Before debt restructuring		After debt restructuring		Types	Fair value	
			2013	2012	2013	2012		2013	2012
<i>(in million Baht)</i>						<i>(in million Baht)</i>			
Transfers of assets	1	18	3	197	3	183	Immovable properties	2	120
Debt restructuring in various forms	768	441	8,509	2,516	8,504	2,515	Immovable properties	-	1
Changes of repayment conditions	<u>4,551</u>	<u>2,471</u>	<u>7,300</u>	<u>3,522</u>	<u>7,246</u>	<u>3,506</u>			
Total	<u>5,320</u>	<u>2,930</u>	<u>15,812</u>	<u>6,235</u>	<u>15,753</u>	<u>6,204</u>			

The Bank									
Types of debt restructuring	No. of accounts		Outstanding debts				Transferred assets		
	2013	2012	Before debt restructuring		After debt restructuring		Types	Fair value	
			2013	2012	2013	2012		2013	2012
<i>(in million Baht)</i>						<i>(in million Baht)</i>			
Transfers of assets	1	18	3	197	3	183	Immovable properties	2	120
Debt restructuring in various forms	768	441	8,509	2,516	8,504	2,515	Immovable properties	-	1
Changes of repayment conditions	<u>4,551</u>	<u>2,460</u>	<u>7,300</u>	<u>3,520</u>	<u>7,246</u>	<u>3,504</u>			
Total	<u>5,320</u>	<u>2,919</u>	<u>15,812</u>	<u>6,233</u>	<u>15,753</u>	<u>6,202</u>			

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As at 30 September 2013 and 2012, troubled debt restructuring compared with total loans including loans to financial institutions were as follows:

	Consolidated			
	2013		2012	
	No. of accounts	The outstanding debts <i>(in million Baht)</i>	No. of accounts	The outstanding debts <i>(in million Baht)</i>
Troubled debt restructuring during the period	5,320	15,812	2,930	6,235
Total loans including loans to financial institutions	968,819	1,839,652	787,490	1,702,950

	The Bank			
	2013		2012	
	No. of accounts	The outstanding debts <i>(in million Baht)</i>	No. of accounts	The outstanding debts <i>(in million Baht)</i>
Troubled debt restructuring during the period	5,320	15,812	2,919	6,233
Total loans including loans to financial institutions	900,223	1,827,356	708,184	1,682,571

The average term of troubled debt restructuring as of 30 September 2013 is 12.3 years (*30 September 2012: 15.4 years*).

As at 30 September 2013 and 31 December 2012, the Bank and its subsidiaries had outstanding balances relating to restructured loans as follows:

	Consolidated		The Bank	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	<i>(in million Baht)</i>			
Restructured loans which are classified as NPL	10,882	7,846	10,882	7,845
Restructured loans which are not classified as NPL	27,057	24,888	27,057	24,888
Total	37,939	32,734	37,939	32,733

Supplementary information relating to restructuring debtors for the nine-month periods ended 30 September 2013 and 2012 were as follows:

	Consolidated		The Bank	
	2013	2012	2013	2012
	<i>(in million Baht)</i>			
Interest income recognised in statement of comprehensive income	1,811	1,324	1,811	1,322
Loss on debt restructuring recognised in statement of comprehensive income	8	26	8	26
Cash collection	4,193	11,224	4,192	11,223

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8 Sales of loan receivables to the Thai Asset Management Corporation (“TAMC”)

On 12 October 2001, the Bank and a subsidiary entered into an Asset Transfer Agreement with the Thai Asset Management Corporation (“TAMC”). Under the agreement, the Bank and a subsidiary transferred sub-quality assets to TAMC at a price equal to the lower of the established value of collateral and the loan outstanding. In consideration TAMC issued promissory notes to the Bank and a subsidiary. Furthermore, gains and losses from disposal of the assets transferred would be shared between the Bank and TAMC on an agreed basis.

TAMC was liquidated on 8 June 2013 and settlement of remaining balances is being handled by the Ministry of Finance. As at 30 September 2013, the following amounts are included in the financial statements:

1. Outstanding promissory notes amounting to Baht 875 million and Baht 745 million (consolidated and the Bank, respectively) against which a 100% provision is held.
2. Provision for loss sharing of Baht 1,186 million and Baht 1,145 million (consolidated and the Bank, respectively) presented under provision in the statement of financial position. Based on information provided by TAMC, the Bank expects that the provision it has established is sufficient.

9 Liabilities under insurance contracts

Liabilities under insurance contracts represent the liabilities of the insurance subsidiaries, SCB Life Assurance Public Company limited and The Siam Commercial Samaggi Insurance Public Company Limited as follows:

	30 September 2013	31 December 2012
	<i>(in million Baht)</i>	
SCB Life		
Life insurance policy reserves	121,006	100,284
Others	1,056	1,108
SCSMG		
Premium reserves	2,339	2,065
Loss reserves and outstanding claims	1,892	3,845
Total	<u>126,293</u>	<u>107,302</u>

10 Dividends

The Board of Directors Meeting held on 27 August 2013 passed a resolution approving an interim dividend payment in respect of the half-year result of 2013 of Baht 1.50 per share, amounting to Baht 5,099 million. The dividend was paid to shareholders on 20 September 2013.

At the annual general meeting of the shareholders of the Bank held on 4 April 2013, the shareholders approved the appropriation of dividend of Baht 3.50 per share, amounting to Baht 11,897 million. The dividend was paid to shareholders on 3 May 2013.

The Board of Directors Meeting held on 28 August 2012 passed a resolution approving an interim dividend payment in respect of the half-year result of 2012 of Baht 1.00 per share, amounting to Baht 3,399 million. The dividend was paid to shareholders on 21 September 2012.

At the annual general meeting of the shareholders of the Bank held on 5 April 2012, the shareholders approved the appropriation of dividend of Baht 2.50 per share, amounting to Baht 8,498 million. The dividend was paid to shareholders on 4 May 2012.

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11 Assets pledged as collateral and under restriction

As at 30 September 2013 and 31 December 2012, assets pledged as collateral and under restriction were as follows:

	Consolidated		The Bank	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	<i>(in million Baht)</i>			
Deposits	1	1	-	-
Investments				
Securities pledged as collateral for repurchase	28,081	37,427	28,081	37,427
Others	25,564	19,647	110	119
Total	53,646	57,075	28,191	37,546

12 Contingencies

As at 30 September 2013 and 31 December 2012, contingencies were as follows:

	Consolidated		The Bank	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
	<i>(in million Baht)</i>			
Avals to bills	5,107	3,487	5,107	3,487
Guarantees of loans	237	578	164	543
Liability under unmatured import bills	6,957	8,413	6,957	8,413
Letter of credit	26,989	16,502	26,950	16,447
Other contingencies				
- Amount of unused bank overdraft	128,295	122,089	127,907	121,730
- Other guarantees	153,847	159,907	153,213	159,378
- Receivables / payables from investments	6,779	6,482	6,730	6,384
- Others	48	95	-	-
Total	328,259	317,553	327,028	316,382

As at 30 September 2013, the Bank had commitments of Baht 3 million, in connection with finance companies whose operations were closed down permanently by the Ministry of Finance on 8 December 1997 (31 December 2012: Baht 3 million).

13 Related parties

For the purposes of these financial statements, parties are considered to be related to the Bank and its subsidiaries if the Bank and its subsidiaries have the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Bank and its subsidiaries and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

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 conditions as general customers. The transactions with related parties or persons were as follows:

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13.1 Loans, deposits, borrowings and contingencies

Loans, deposits, borrowings and contingencies to related parties or persons as at 30 September 2013 and 31 December 2012 were as follows:

	Consolidated							
	30 September 2013			31 December 2012				
	Loans*	Deposits	Borrow- ings	Contin- gencies	Loans*	Deposits	Borrow- ings	Contin- gencies
	<i>(in million Baht)</i>							
Associate	-	11	-	-	-	5	-	-
Related companies (Shareholding through debt restructuring process)	-	-	-	-	-	71	-	32
Related companies (Shareholding through other companies' debt restructuring process)	-	-	-	1	-	-	-	1
Major shareholder (more than 10% ownership)	-	7,692	-	-	-	4,612	500	-
Entities in which the directors, management or close members of their families have significant influence	-	918	-	7	-	593	70	2
Directors and key executive officers	109	688	22	-	114	620	27	-
Total	109	9,309	22	8	114	5,901	597	35

	The Bank							
	30 September 2013			31 December 2012				
	Loans*	Deposits	Borrow- ings	Contin- gencies	Loans*	Deposits	Borrow- ings	Contin- gencies
	<i>(in million Baht)</i>							
Subsidiarie								
Finance & Insurance	-	6,150	1,228	3,364	-	4,280	1,749	1,519
Others	-	182	-	-	-	3,387	-	-
Total subsidiaries	-	6,332	1,228	3,364	-	7,667	1,749	1,519
Associates	-	11	-	-	-	5	-	-
Related companies (Shareholding through debt restructuring process)	-	-	-	-	-	71	-	32
Related companies (Shareholding through other companies' debt restructuring process)	-	-	-	1	-	-	-	1
Major shareholder (more than 10% ownership)	-	7,692	-	-	-	4,612	500	-
Entities in which the directors, management or close members of their families have significant influence	-	918	-	7	-	593	70	2
Directors and key executive officers	109	688	22	-	114	620	27	-
Total	109	15,641	1,250	3,372	114	13,568	2,346	1,554

* Net of specific provision (1%)

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13.2 Income and expenses

Income and expenses between the Bank and its subsidiaries, associate and related companies for the three-month periods ended 30 September 2013 and 2012 were as follows:

	Consolidated							
	2013				2012			
	Income		Expenses		Income		Expenses	
	Interest	Others	Interest	Others	Interest	Others	Interest	Others
	<i>(in million Baht)</i>							
Associate	-	-	-	-	-	16	-	-
Major shareholder	-	-	43	5	-	-	15	5

	The Bank							
	2013				2012			
	Income		Expenses		Income		Expenses	
	Interest	Others	Interest	Others	Interest	Others	Interest	Others
	<i>(in million Baht)</i>							
Subsidiaries	6	3,064	17	593	7	3,111	20	337
Associate	-	-	-	-	-	16	-	-
Major shareholder	-	-	43	5	-	-	15	5

Income and expenses between the Bank and its subsidiaries, associate and related companies for the nine-month periods ended 30 September 2013 and 2012 were as follows:

	Consolidated							
	2013				2012			
	Income		Expenses		Income		Expenses	
	Interest	Others	Interest	Others	Interest	Others	Interest	Others
	<i>(in million Baht)</i>							
Associate	-	-	-	-	-	16	-	-
Major shareholder	-	-	112	14	-	-	44	13

	The Bank							
	2013				2012			
	Income		Expenses		Income		Expenses	
	Interest	Others	Interest	Others	Interest	Others	Interest	Others
	<i>(in million Baht)</i>							
Subsidiaries	17	12,461	51	1,672	22	10,388	119	1,092
Associate	-	-	-	-	-	16	-	-
Major shareholder	-	-	112	14	-	-	44	13

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14 Key management personnel compensation

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Bank, holding the position of Executive Vice President or higher.

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

<i>For the three-month period ended 30 September</i>	Consolidated		The Bank	
	2013	2012	2013	2012
	<i>(in million Baht)</i>			
Short-term employee benefits	475	273	404	204
Post-employment benefits	1	1	-	-
Total	476	274	404	204

<i>For the nine-month period ended 30 September</i>	Consolidated		The Bank	
	2013	2012	2013	2012
	<i>(in million Baht)</i>			
Short-term employee benefits	1,350	1,126	1,108	895
Post-employment benefits	8	7	5	3
Termination benefits	-	12	-	-
Total	1,358	1,145	1,113	898

15 Operating segments

As at 30 September 2013 and 2012, operating segments were as follows:

Information on the Bank's operating model and business segments is set out in the annual report. Specifically, the Bank has four Business Groups: the Wholesale Banking Group (WBG) which serves corporate and commercial customers; the Business Banking Group (BBG) which serves SME customers; the Retail Banking Group (RBG) which serves individuals and small businesses; and the Special Business Group (SBG) which is responsible for all NPL resolution. In addition, the Bank has four major subsidiaries: SCB Securities Co., Ltd.; SCB Asset Management Co., Ltd.; The Siam Commercial Samaggi insurance PCL; and SCB Life Assurance PCL.

In the information provided below, the results of the four subsidiaries together with the income from the Banks' investments, interbank and money market, that is not allocated to a specific business unit, are presented under the "Others" column. With respect to fee income earned by subsidiaries, it is allocated to the appropriate business unit (WBG, BBG or RBG) in the Management Discussion and Analysis section that accompanies the Financial Statements but is stated under "Others" in the analysis below. Finally, operating expenses are both direct and indirect business expenses of each business unit as well as allocation of common expenses.

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The Bank has determined that the Chief Operating Decision Maker is the Executive Committee. Financial information of the Business Groups measured on a basis that is consistent with internal reporting was as follows:

<i>Three-month period ended 30 September 2013</i>	WBG	BBG	Consolidated		Total
			RBG	Others	
			<i>(in million Baht)</i>		
Net interest income	3,518	3,569	9,466	2,302	18,855
Net fees income & dividend and other income	2,695	1,142	6,587	2,940	13,364
Total operating income	6,213	4,711	16,053	5,242	32,219
Total operating expenses	(1,858)	(1,471)	(8,578)	(480)	(12,387)
Profit before impairment loss and income tax	4,355	3,240	7,475	4,762	19,832
Impairment loss and income tax					(6,982)
Net profit					12,850

<i>Three-month period ended 30 September 2012</i>	WBG	BBG	Consolidated (Restated)		Total
			RBG	Others	
			<i>(in million Baht)</i>		
Net interest income	3,316	2,807	7,561	2,503	16,187
Net fees income & dividend and other income	1,474	974	6,304	1,173	9,925
Total operating income	4,790	3,781	13,865	3,676	26,112
Total operating expenses	(1,627)	(1,231)	(7,723)	(261)	(10,842)
Profit before impairment loss and income tax	3,163	2,550	6,142	3,415	15,270
Impairment loss and income tax					(5,152)
Net profit					10,118

<i>Nine-month period ended 30 September 2013</i>	WBG	BBG	Consolidated		Total
			RBG	Others	
			<i>(in million Baht)</i>		
Net interest income	10,484	9,959	26,945	6,617	54,005
Net fees income & dividend and other income	8,014	3,520	20,174	5,839	37,547
Total operating income	18,498	13,479	47,119	12,456	91,552
Total operating expenses	(5,212)	(3,977)	(24,317)	(1,019)	(34,525)
Profit before impairment loss and income tax	13,286	9,502	22,802	11,437	57,027
Impairment loss and income tax					(18,156)
Net profit					38,871

<i>Nine-month period ended 30 September 2012</i>	WBG	BBG	Consolidated (Restated)		Total
			RBG	Others	
			<i>(in million Baht)</i>		
Net interest income	9,961	7,871	20,722	6,975	45,529
Net fees income & dividend and other income	5,527	3,058	18,128	3,222	29,935
Total operating income	15,488	10,929	38,850	10,197	75,464
Total operating expenses	(4,792)	(3,506)	(21,686)	(537)	(30,521)
Profit before impairment loss and income tax	10,696	7,423	17,164	9,660	44,943
Impairment loss and income tax					(14,820)
Net profit					30,123

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16 The financial position and results of operations classified by domestic and foreign business

16.1 As at 30 September 2013 and 31 December 2012, the financial position classified by domestic and foreign business was as follows:

	Consolidated							
	30 September 2013			31 December 2012				
	Domestic business	Foreign business	Elimination	Total	Domestic business	Foreign business	Elimination	Total
	<i>(in million Baht)</i>							
Total assets	2,376,197	76,053	(29,713)	2,422,537	2,234,281	71,580	(35,794)	2,270,067
Interbank and money market items, net (Assets)	182,587	9,440	-	192,027	156,100	6,655	-	162,755
Investments, net *	459,158	434	-	459,592	458,628	315	-	458,943
Loans to customers and accrued interest receivables, net	1,593,532	32,200	-	1,625,732	1,473,139	25,854	-	1,498,993
Deposits	1,737,788	14,839	-	1,752,627	1,602,443	11,616	-	1,614,059
Interbank and money market items (Liabilities)	98,669	12,148	-	110,817	97,874	9,189	-	107,063
Debt issued and borrowings	47,030	47,383	-	94,413	86,288	46,289	-	132,577

	The Bank							
	30 September 2013			31 December 2012				
	Domestic business	Foreign business	Elimination	Total	Domestic business	Foreign business	Elimination	Total
	<i>(in million Baht)</i>							
Total assets	2,237,317	71,784	(29,713)	2,279,388	2,114,048	67,062	(35,794)	2,145,316
Interbank and money market items, net (Assets)	169,760	6,799	-	176,559	146,270	3,271	-	149,541
Investments, net *	355,462	434	-	355,896	374,187	316	-	374,503
Loans to customers and accrued interest receivables, net	1,589,123	30,792	-	1,619,915	1,468,828	24,937	-	1,493,765
Deposits	1,741,698	11,607	-	1,753,305	1,606,481	8,108	-	1,614,589
Interbank and money market items (Liabilities)	102,318	12,149	-	114,467	102,718	9,189	-	111,907
Debt issued and borrowings	46,975	47,383	-	94,358	86,199	46,289	-	132,488

* Included investments in subsidiaries and associate, net

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16.2 The results of operations classified by domestic and foreign business for the three-month periods ended 30 September 2013 and 2012 were as follows:

	Consolidated							
	2013			2012				
	Domestic business	Foreign business	Elimination	Total	Domestic business	Foreign business	Elimination	Total
	<i>(in million Baht)</i>							
Interest income	30,657	776	(644)	30,789	26,432	694	(568)	26,558
Interest expense	(11,952)	(626)	644	(11,934)	(10,381)	(558)	568	(10,371)
Net interest income	18,705	150	-	18,855	16,051	136	-	16,187
Net fees and service income	6,206	14	-	6,220	4,925	15	-	4,940
Other operating income	7,140	4	-	7,144	4,996	(11)	-	4,985
Other operating expenses	(16,477)	(101)	-	(16,578)	(12,853)	(23)	-	(12,876)
Profit before tax	15,574	67	-	15,641	13,119	117	-	13,236

	The Bank							
	2013			2012				
	Domestic business	Foreign business	Elimination	Total	Domestic business	Foreign business	Elimination	Total
	<i>(in million Baht)</i>							
Interest income	29,238	751	(644)	29,345	25,136	680	(568)	25,248
Interest expense	(11,962)	(624)	644	(11,942)	(10,386)	(556)	568	(10,374)
Net interest income	17,276	127	-	17,403	14,750	124	-	14,874
Net fees and service income	7,424	1	-	7,425	6,578	3	-	6,581
Other operating income	4,639	1	-	4,640	2,717	(12)	-	2,705
Other operating expenses	(15,746)	(89)	-	(15,835)	(12,661)	(9)	-	(12,670)
Profit before tax	13,593	40	-	13,633	11,384	106	-	11,490

16.3 The results of operations classified by domestic and foreign business for the nine-month periods ended 30 September 2013 and 2012 were as follows:

	Consolidated							
	2013			2012				
	Domestic business	Foreign business	Elimination	Total	Domestic business	Foreign business	Elimination	Total
	<i>(in million Baht)</i>							
Interest income	89,062	2,163	(1,818)	89,407	74,816	1,885	(1,477)	75,224
Interest expense	(35,451)	(1,769)	1,818	(35,402)	(29,713)	(1,459)	1,477	(29,695)
Net interest income	53,611	394	-	54,005	45,103	426	-	45,529
Net fees and service income	17,867	41	-	17,908	14,960	100	-	15,060
Other operating income	19,613	26	-	19,639	14,880	(4)	-	14,876
Other operating expenses	(43,745)	(176)	-	(43,921)	(36,287)	(79)	-	(36,366)
Profit before tax	47,346	285	-	47,631	38,656	443	-	39,099

	The Bank							
	2013			2012				
	Domestic business	Foreign business	Elimination	Total	Domestic business	Foreign business	Elimination	Total
	<i>(in million Baht)</i>							
Interest income	85,069	2,099	(1,818)	85,350	71,015	1,844	(1,477)	71,382
Interest expense	(35,480)	(1,765)	1,818	(35,427)	(29,712)	(1,455)	1,477	(29,690)
Net interest income	49,589	334	-	49,923	41,303	389	-	41,692
Net fees and service income	22,102	3	-	22,105	18,876	67	-	18,943
Other operating income	14,623	9	-	14,632	10,786	(8)	-	10,778
Other operating expenses	(41,862)	(129)	-	(41,991)	(34,591)	(38)	-	(34,629)
Profit before tax	44,452	217	-	44,669	36,374	410	-	36,784

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17 Income tax expense

Income tax expense is recognised based on management's best estimate of the weighted average annual income tax rate expected for the full financial year applied to the pre-tax income of the interim period.

The consolidated and the Bank's effective tax rate in respect of continuing operations for the three-month periods ended 30 September 2013 were 18% and 17%, respectively (*30 September 2012: 24% and 22%, respectively*).

The consolidated and the Bank's effective tax rate in respect of continuing operations for the nine-month periods ended 30 September 2013 were 18% and 16%, respectively (*30 September 2012: 23% and 20%, respectively*).

This change in effective tax rate was caused mainly by the following factors:

- Reduction in the corporate income tax rate from 23% for 2012 to 20% for 2013 pursuant to the Cabinet announcement on 11 October 2011.
- Tax incentive obtained during the three-month and nine-month periods ended 30 September 2013.

18 Basic earnings per share

Basic earnings per share in the consolidated and the Bank's financial statements for the three-month periods ended 30 September 2013 and 2012 were calculated as follows:

	Consolidated		The Bank	
	2013	2012	2013	2012
	<i>(in million Baht / million shares)</i>			
Profit attributable to ordinary shareholders of the Bank (basic)	<u>12,721</u>	<u>10,066</u>	<u>11,343</u>	<u>8,919</u>
Number of ordinary and preference shares outstanding	<u>3,399</u>	<u>3,399</u>	<u>3,399</u>	<u>3,399</u>
Earnings per share (basic) (in Baht)	<u>3.74</u>	<u>2.96</u>	<u>3.34</u>	<u>2.62</u>

Basic earnings per share in the consolidated and the Bank's financial statements for the nine-month periods ended 30 September 2013 and 2012 were calculated as follows:

	Consolidated		The Bank	
	2013	2012	2013	2012
	<i>(in million Baht / million shares)</i>			
Profit attributable to ordinary shareholders of the Bank (basic)	<u>38,481</u>	<u>29,928</u>	<u>37,381</u>	<u>29,291</u>
Number of ordinary and preference shares outstanding	<u>3,399</u>	<u>3,399</u>	<u>3,399</u>	<u>3,399</u>
Earnings per share (basic) (in Baht)	<u>11.32</u>	<u>8.80</u>	<u>11.00</u>	<u>8.62</u>

The preference of the preference shares expired in 2009; therefore, their rights are equivalent to ordinary shares. Basic earnings per share for the three-month and nine-month periods ended 30 September 2013 and 2012 were based on the profit attributable to ordinary shareholders of the Bank and the number of ordinary and preference shares outstanding during the period.

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19 Event after the reporting period

69,588 preference shares have been converted into 69,588 ordinary shares. The Bank registered the conversion of the preference shares with the Ministry of Commerce on 7 October 2013.

20 Thai Financial Reporting Standards (TFRS) not yet adopted

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

TFRS	Topic	Year Effective
TAS 12 (revised 2012)	Income Taxes	2014
TFRS 4	Insurance contracts	2016
TFRIC 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities	2014
TFRIC 4	Determining whether an Arrangement contains a lease	2014
TFRIC 10	Interim Financial Reporting and Impairment	2014
TFRIC 13	Customer Loyalty Programmes	2014
TFRIC 18	Transfers of Assets from Customers	2014
TIC 15	Operating Leases-Incentives	2014
TIC 27	Evaluating the Substance of Transactions Involving the Legal Form of a Lease	2014

Management expects to adopt and apply these new and revised TFRS in accordance with the FAP's announcement and has made a preliminary assessment of the potential initial impact on the consolidated and the Bank's financial statements of these new and revised TFRS and expects that there will be no material impact on the financial statements in the period of initial application.

21 Reclassification of accounts

Certain accounts in the statement of financial position as at 31 December 2012 and the statements of comprehensive income for the three-month and nine-month period ended 30 September 2012, which are included in the 2013 interim financial statements for comparative purposes, have been reclassified to conform to the presentation in the 2013 interim financial statements. These reclassifications have principally been made following changes in accounting policies consequent to the adoption of new and revised TFRS reporting as disclosed in note 3. There were no other significant reclassifications of accounts.