

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

Interim financial statements  
for the three-month period ended  
31 March 2016  
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 31 March 2016; the consolidated and the Bank’s statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three-month period ended 31 March 2016 and 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”.

(Winid Silamongkol)  
Certified Public Accountant  
Registration No. 3378

KPMG Phoomchai Audit Ltd.  
Bangkok  
13 May 2016

# The Siam Commercial Bank Public Company Limited and its Subsidiaries

## Statement of financial position

|  | Note | Consolidated                    |                      | The Bank                        |                      |
|--|------|---------------------------------|----------------------|---------------------------------|----------------------|
|  |      | 31 March<br>2016<br>(Unaudited) | 31 December<br>2015  | 31 March<br>2016<br>(Unaudited) | 31 December<br>2015  |
| <i>(in thousand Baht)</i>                                      |      |                                 |                      |                                 |                      |
| Cash   |      | 32,723,984                      | 38,979,295           | 32,538,766                      | 38,737,313           |
| Interbank and money market items, net                          |      | 282,068,744                     | 260,942,972          | 268,138,502                     | 246,492,375          |
| Claims on security   |      | -                               | 4,545,098            | -                               | 4,545,098            |
| Derivative assets  |      | 57,313,925                      | 57,397,448           | 58,586,118                      | 58,559,234           |
| Investments, net   | 6    | 597,292,188                     | 536,655,307          | 380,425,836                     | 333,861,095          |
| Investments in subsidiaries and associate, net                 | 7    | 343,932                         | 344,215              | 24,762,887                      | 26,979,728           |
| Loans to customers and accrued interest receivables, net       | 8    |                                 |                      |                                 |                      |
| Loans to customers   |      | 1,861,513,456                   | 1,856,004,740        | 1,851,603,772                   | 1,844,260,304        |
| Accrued interest receivables                                   |      | 4,089,965                       | 4,544,595            | 3,618,318                       | 4,107,045            |
| Total loans to customers and accrued interest receivables      |      | 1,865,603,421                   | 1,860,549,335        | 1,855,222,090                   | 1,848,367,349        |
| Less deferred revenue  |      | (22,899,463)                    | (22,598,424)         | (22,899,463)                    | (22,598,424)         |
| Less allowance for doubtful accounts                           | 8.5  | (67,696,662)                    | (64,777,286)         | (66,966,007)                    | (63,541,368)         |
| Less revaluation allowance for debt restructuring              | 9    | (768)                           | -                    | (768)                           | -                    |
| Total loans to customers and accrued interest receivables, net |      | 1,775,006,528                   | 1,773,173,625        | 1,765,355,852                   | 1,762,227,557        |
| Customers' liabilities under acceptances                       |      | 61,519                          | 58,266               | 61,519                          | 58,266               |
| Properties for sale, net                                       |      | 10,600,369                      | 10,558,081           | 10,595,814                      | 10,553,526           |
| Premises and equipment, net                                    |      | 39,524,217                      | 39,987,650           | 38,295,298                      | 38,713,417           |
| Goodwill and other intangible assets, net                      |      | 11,965,263                      | 12,031,442           | 2,671,859                       | 2,250,011            |
| Assets pending transfer  |      | 1,888,694                       | 2,268,037            | 1,999,278                       | 2,352,923            |
| Deferred tax assets  |      | 51,548                          | 65,586               | 2,119                           | 2,073                |
| Other assets, net  |      | 33,927,476                      | 37,302,153           | 25,441,050                      | 32,093,243           |
| <b>Total assets</b>  |      | <b>2,842,768,387</b>            | <b>2,774,309,175</b> | <b>2,608,874,898</b>            | <b>2,557,425,859</b> |

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

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

|   |             | Consolidated                    |                      | The Bank                        |                      |
|---|-------------|---------------------------------|----------------------|---------------------------------|----------------------|
|   |             | 31 March<br>2016<br>(Unaudited) | 31 December<br>2015  | 31 March<br>2016<br>(Unaudited) | 31 December<br>2015  |
| <b>Liabilities and equity</b>                   | <i>Note</i> |                                 |                      |                                 |                      |
|   |             | <i>(in thousand Baht)</i>       |                      |                                 |                      |
| <b>Liabilities</b>                              |             |                                 |                      |                                 |                      |
| Deposits  |             | 1,950,955,653                   | 1,890,728,922        | 1,945,484,386                   | 1,884,903,678        |
| Interbank and money market items                |             | 122,714,095                     | 142,937,063          | 125,707,976                     | 145,717,872          |
| Liabilities payable on demand                   |             | 12,238,524                      | 8,484,207            | 12,234,493                      | 8,480,486            |
| Liabilities to deliver security                 |             | 41,274                          | 4,563,438            | -                               | 4,545,098            |
| Derivative liabilities                          |             | 60,952,386                      | 59,587,955           | 60,076,576                      | 59,498,470           |
| Debt issued and borrowings                      |             | 119,571,392                     | 121,163,995          | 119,441,826                     | 121,385,957          |
| Bank's liabilities under acceptances            |             | 61,519                          | 58,266               | 61,519                          | 58,266               |
| Provisions                                      |             | 7,229,602                       | 7,227,782            | 6,917,870                       | 6,876,481            |
| Liabilities under insurance contracts           | 10          | 197,782,141                     | 185,166,543          | -                               | -                    |
| Liabilities pending transfer                    |             | 12,418,511                      | 11,544,516           | 12,378,169                      | 11,479,413           |
| Deferred tax liabilities                        |             | 3,640,132                       | 3,141,226            | 3,112,628                       | 2,771,706            |
| Other liabilities                               |             | 33,207,988                      | 32,012,228           | 25,009,824                      | 25,802,975           |
| <b>Total liabilities</b>                        |             | <u>2,520,813,217</u>            | <u>2,466,616,141</u> | <u>2,310,425,267</u>            | <u>2,271,520,402</u> |
| <b>Equity</b>                                   |             |                                 |                      |                                 |                      |
| Share capital                                   |             |                                 |                      |                                 |                      |
| Authorised share capital                        |             |                                 |                      |                                 |                      |
| 3,583,965,486 preference shares of Baht 10 each |             | 35,839,655                      | 35,839,655           | 35,839,655                      | 35,839,655           |
| 3,416,034,514 ordinary shares of Baht 10 each   |             | <u>34,160,345</u>               | <u>34,160,345</u>    | <u>34,160,345</u>               | <u>34,160,345</u>    |
| Issued and paid-up share capital                |             |                                 |                      |                                 |                      |
| 4,701,371 preference shares of Baht 10 each     |             | 47,014                          | 47,033               | 47,014                          | 47,033               |
| 3,394,490,827 ordinary shares of Baht 10 each   |             | 33,944,908                      | 33,944,889           | 33,944,908                      | 33,944,889           |
| Premium on share capital                        |             |                                 |                      |                                 |                      |
| Premium on preference shares                    |             | 18,384                          | 18,392               | 18,384                          | 18,392               |
| Premium on ordinary shares                      |             | 11,105,807                      | 11,105,799           | 11,105,807                      | 11,105,799           |
| Other reserves                                  |             | 21,528,741                      | 17,926,079           | 19,772,044                      | 18,783,380           |
| Retained earnings                               |             |                                 |                      |                                 |                      |
| Appropriated                                    |             |                                 |                      |                                 |                      |
| Legal reserve                                   |             | 7,000,000                       | 7,000,000            | 7,000,000                       | 7,000,000            |
| Unappropriated                                  |             | 248,058,000                     | 237,420,539          | 226,561,474                     | 215,005,964          |
| Total shareholders' equity                      |             | <u>321,702,854</u>              | <u>307,462,731</u>   | <u>298,449,631</u>              | <u>285,905,457</u>   |
| Non-controlling interests                       |             | 252,316                         | 230,303              | -                               | -                    |
| <b>Total equity</b>                             |             | <u>321,955,170</u>              | <u>307,693,034</u>   | <u>298,449,631</u>              | <u>285,905,457</u>   |
| <b>Total liabilities and equity</b>             |             | <u>2,842,768,387</u>            | <u>2,774,309,175</u> | <u>2,608,874,898</u>            | <u>2,557,425,859</u> |

(Mr. Arthid Nanthawithaya)

CEO and Deputy Chairman of the Executive Committee

(Mr. Yol Phokasub)

President

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

**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
**Statement of profit or loss and other comprehensive income (Unaudited)**

|  | <b>Consolidated</b>       |            | <b>The Bank</b>           |            |
|--|---------------------------|------------|---------------------------|------------|
|  | Three month period ended□ |            | Three month period ended□ |            |
|  | 31 March                  |            | 31 March                  |            |
| <i>Note</i>                                  | 2016                      | 2015       | 2016                      | 2015       |
|  | <i>(in thousand Baht)</i> |            |                           |            |
| Interest income                              | 30,421,061                | 31,028,043 | 28,450,183                | 29,278,130 |
| Interest expense                             | 8,750,791                 | 10,496,264 | 8,745,063                 | 10,503,713 |
| Net interest income                          | 21,670,270                | 20,531,779 | 19,705,120                | 18,774,417 |
| Fees and service income                      | 8,615,728                 | 8,043,925  | 9,367,842                 | 9,134,474  |
| Fees and service expense                     | 1,575,831                 | 1,414,056  | 1,326,557                 | 1,222,125  |
| Net fees and service income                  | 7,039,897                 | 6,629,869  | 8,041,285                 | 7,912,349  |
| Net trading income                           | 1,664,119                 | 2,341,099  | 1,792,575                 | 2,262,158  |
| Net gain on investments                      | 714,702                   | 251,826    | 505,807                   | 283,580    |
| Share of loss of investment in associate     | (283)                     | (5,635)    | -                         | -          |
| Dividend income                              | 277,800                   | 369,378    | 254,171                   | 217,238    |
| Net earned insurance premiums                | 13,802,700                | 13,491,138 | -                         | -          |
| Other operating income                       | 142,903                   | 139,188    | 25,722                    | 21,067     |
| Total operating income                       | 45,312,108                | 43,748,642 | 30,324,680                | 29,470,809 |
| Net insurance claims                         | 15,666,878                | 11,245,820 | -                         | -          |
| Net operating income                         | 29,645,230                | 32,502,822 | 30,324,680                | 29,470,809 |
| Other operating expenses                     |                           |            |                           |            |
| Staff costs                                  | 5,849,319                 | 5,434,079  | 5,089,842                 | 4,710,786  |
| Directors' remuneration                      | 23,849                    | 23,115     | 23,164                    | 22,080     |
| Premises and equipment expenses              | 2,532,019                 | 2,543,242  | 2,344,484                 | 2,347,491  |
| Taxes and duties                             | 1,098,193                 | 1,080,827  | 1,038,833                 | 1,030,866  |
| Others                                       | 2,037,972                 | 3,377,728  | 2,590,084                 | 3,794,038  |
| Total operating expenses                     | 11,541,352                | 12,458,991 | 11,086,407                | 11,905,261 |
| Impairment loss on loans and debt securities | 5,010,009                 | 3,600,597  | 5,010,000                 | 3,610,845  |
| Profit before tax                            | 13,093,869                | 16,443,234 | 14,228,273                | 13,954,703 |
| Income tax expense                           | 17                        | 2,557,802  | 3,277,150                 | 2,763,478  |
| Net profit                                   |                           | 10,536,067 | 13,166,084                | 11,464,795 |
|  |                           |            |                           | 11,160,170 |

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

**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
**Statement of profit or loss and other comprehensive income (Unaudited)**

|   | <i>Note</i> | <b>Consolidated</b>       |                          | <b>The Bank</b>           |                          |
|---|-------------|---------------------------|--------------------------|---------------------------|--------------------------|
|   |             | Three month period ended□ |                          | Three month period ended□ |                          |
|   |             | 31 March                  |                          | 31 March                  |                          |
|   |             | 2016                      | 2015                     | 2016                      | 2015                     |
| <i>(in thousand Baht)</i>                                       |             |                           |                          |                           |                          |
| Other comprehensive income (loss)                               |             |                           |                          |                           |                          |
| <i>Items that are or may be reclassified to profit or loss</i>  |             |                           |                          |                           |                          |
| Gain on remeasuring available-for-sale investments              |             | 5,045,181                 | 1,482,238                | 1,349,224                 | 1,273,368                |
| Foreign currency translation differences for foreign operations |             | (51,817)                  | (11,201)                 | -                         | -                        |
| Share of other comprehensive loss of investment in associate    |             | (22,820)                  | (8,819)                  | -                         | -                        |
| Income tax on other comprehensive income                        |             | (1,244,094)               | (344,428)                | (269,845)                 | (277,005)                |
| Total other comprehensive income, net of income tax             |             | <u>3,726,450</u>          | <u>1,117,790</u>         | <u>1,079,379</u>          | <u>996,363</u>           |
| Total comprehensive income                                      |             | <u><u>14,262,517</u></u>  | <u><u>14,283,874</u></u> | <u><u>12,544,174</u></u>  | <u><u>12,156,533</u></u> |
| Net profit attributable to                                      |             |                           |                          |                           |                          |
| Shareholders of the parent company                              |             | 10,545,969                | 13,151,695               | 11,464,795                | 11,160,170               |
| Non-controlling interests                                       |             | (9,902)                   | 14,389                   | -                         | -                        |
| Total comprehensive income attributable to                      |             |                           |                          |                           |                          |
| Shareholders of the parent company                              |             | 14,240,123                | 14,364,879               | 12,544,174                | 12,156,533               |
| Non-controlling interests                                       |             | 22,394                    | (81,005)                 | -                         | -                        |
| Earnings per share of the parent company                        |             |                           |                          |                           |                          |
| Basic earnings per share ( <i>in Baht</i> )                     | 18          | <u><u>3.10</u></u>        | <u><u>3.87</u></u>       | <u><u>3.37</u></u>        | <u><u>3.28</u></u>       |

.....  
(Mr. Arthid Nanthawithaya)  
CEO and Deputy Chairman of the Executive Committee

.....  
(Mr. Yol Phokasub)  
President

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)**

|   | <b>Consolidated</b>                 |                    |                             |                    |                                     |   |   |                    |                            |                   |                    |                                  |                                  |                    |
|---|-------------------------------------|--------------------|-----------------------------|--------------------|-------------------------------------|---|---|--------------------|----------------------------|-------------------|--------------------|----------------------------------|----------------------------------|--------------------|
|   | Issued and<br>paid-up share capital |                    | Premium on<br>share capital |                    | Other reserves                      |   |   |                    | Total<br>other<br>reserves | Retained earnings |                    | Total<br>shareholders'<br>equity | Non-<br>controlling<br>interests | Total              |
|   |                                     |                    |                             |                    | Change in<br>revaluation<br>surplus | Gain on<br>remeasuring<br>available-for-sale<br>investments | Foreign<br>currency<br>translation<br>differences | Others             |                            | Legal<br>reserve  | Unappropriated     |                                  |                                  |                    |
|   | Preference<br>shares                | Ordinary<br>shares | Preference<br>shares        | Ordinary<br>shares |                                     |   |   |                    |                            |                   |                    |                                  |                                  |                    |
| <b>Three month period ended 31 March 2016</b>           | <i>(in thousand Baht)</i>           |                    |                             |                    |                                     |   |   |                    |                            |                   |                    |                                  |                                  |                    |
| <b>Balance at 1 January 2016</b>                        | <b>47,033</b>                       | <b>33,944,889</b>  | <b>18,392</b>               | <b>11,105,799</b>  | <b>16,941,148</b>                   | <b>3,428,913</b>  | <b>(102,523)</b>                                  | <b>(2,341,459)</b> | <b>17,926,079</b>          | <b>7,000,000</b>  | <b>237,420,539</b> | <b>307,462,731</b>               | <b>230,303</b>                   | <b>307,693,034</b> |
| Dividend paid   | -                                   | -                  | -                           | -                  | -                                   | -   | -   | -                  | -                          | -                 | -                  | -                                | (381)                            | (381)              |
| Conversion of preference shares to ordinary shares      | (19)                                | 19                 | (8)                         | 8                  | -                                   | -   | -   | -                  | -                          | -                 | -                  | -                                | -                                | -                  |
| Profit for the period                                   | -                                   | -                  | -                           | -                  | -                                   | -   | -   | -                  | -                          | -                 | 10,545,969         | 10,545,969                       | (9,902)                          | 10,536,067         |
| Other comprehensive income (loss)                       | -                                   | -                  | -                           | -                  | -                                   | 3,768,791   | (51,817)  | (22,820)           | 3,694,154                  | -                 | -                  | 3,694,154                        | 32,296                           | 3,726,450          |
| <b>Total comprehensive income (loss) for the period</b> | <b>-</b>                            | <b>-</b>           | <b>-</b>                    | <b>-</b>           | <b>-</b>                            | <b>3,768,791</b>  | <b>(51,817)</b>                                   | <b>(22,820)</b>    | <b>3,694,154</b>           | <b>-</b>          | <b>10,545,969</b>  | <b>14,240,123</b>                | <b>22,394</b>                    | <b>14,262,517</b>  |
| Transfer to retained earnings                           | -                                   | -                  | -                           | -                  | (91,492)                            | -   | -   | -                  | (91,492)                   | -                 | 91,492             | -                                | -                                | -                  |
| <b>Balance at 31 March 2016</b>                         | <b>47,014</b>                       | <b>33,944,908</b>  | <b>18,384</b>               | <b>11,105,807</b>  | <b>16,849,656</b>                   | <b>7,197,704</b>  | <b>(154,340)</b>                                  | <b>(2,364,279)</b> | <b>21,528,741</b>          | <b>7,000,000</b>  | <b>248,058,000</b> | <b>321,702,854</b>               | <b>252,316</b>                   | <b>321,955,170</b> |

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)**

|   | <b>Consolidated</b>   |                   |               |                   |                   |                   |                    |                   |                    |                    |                    |                 | Total              |
|---|-----------------------|-------------------|---------------|-------------------|-------------------|-------------------|--------------------|-------------------|--------------------|--------------------|--------------------|-----------------|--------------------|
|   | Issued and            |                   | Premium on    |                   | Other reserves    |                   |                    | Retained earnings |                    | Total              | Non-               | Total           |                    |
|   | paid-up share capital |                   | share capital |                   | Change in         | remeasuring       | Total              | Total             |                    |                    |                    |                 |                    |
|   | Preference            | Ordinary          | Preference    | Ordinary          |                   |                   |                    | revaluation       | available-for-sale | other              | Legal              | Unappropriated  |                    |
|   | shares                | shares            | shares        | shares            | surplus           | investments       | Others             | reserves          | reserve            |                    | equity             | interests       | Total              |
| <i>(in thousand Baht)</i>   |                       |                   |               |                   |                   |                   |                    |                   |                    |                    |                    |                 |                    |
| <b>Three month period ended 31 March 2015</b>                         |                       |                   |               |                   |                   |                   |                    |                   |                    |                    |                    |                 |                    |
| <b>Balance at 1 January 2015</b>                                      | <b>48,802</b>         | <b>33,943,120</b> | <b>19,084</b> | <b>11,105,107</b> | <b>12,507,773</b> | <b>9,744,122</b>  | <b>(336,978)</b>   | <b>21,914,917</b> | <b>7,000,000</b>   | <b>210,910,085</b> | <b>284,941,115</b> | <b>965,585</b>  | <b>285,906,700</b> |
| Conversion of preference shares to ordinary shares                    | (391)                 | 391               | (153)         | 153               | -                 | -                 | -                  | -                 | -                  | -                  | -                  | -               | -                  |
| Acquisitions of non-controlling interests without a change in control | -                     | -                 | -             | -                 | 235               | 131,331           | (2,239,659)        | (2,108,093)       | -                  | (72)               | (2,108,165)        | (647,600)       | (2,755,765)        |
| Profit for the period   | -                     | -                 | -             | -                 | -                 | -                 | -                  | -                 | -                  | 13,151,695         | 13,151,695         | 14,389          | 13,166,084         |
| Other comprehensive income (loss)                                     | -                     | -                 | -             | -                 | -                 | 1,233,204         | (20,020)           | 1,213,184         | -                  | -                  | 1,213,184          | (95,394)        | 1,117,790          |
| <b>Total comprehensive income (loss) for the period</b>               | <b>-</b>              | <b>-</b>          | <b>-</b>      | <b>-</b>          | <b>-</b>          | <b>1,233,204</b>  | <b>(20,020)</b>    | <b>1,213,184</b>  | <b>-</b>           | <b>13,151,695</b>  | <b>14,364,879</b>  | <b>(81,005)</b> | <b>14,283,874</b>  |
| Transfer to retained earnings   | -                     | -                 | -             | -                 | (55,901)          | -                 | -                  | (55,901)          | -                  | 55,901             | -                  | -               | -                  |
| <b>Balance at 31 March 2015</b>                                       | <b>48,411</b>         | <b>33,943,511</b> | <b>18,931</b> | <b>11,105,260</b> | <b>12,452,107</b> | <b>11,108,657</b> | <b>(2,596,657)</b> | <b>20,964,107</b> | <b>7,000,000</b>   | <b>224,117,609</b> | <b>297,197,829</b> | <b>236,980</b>  | <b>297,434,809</b> |

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)**

|   | <b>The Bank</b>       |                   |               |                   |                       |                  |                   |                          |                    |                    |
|---|-----------------------|-------------------|---------------|-------------------|-----------------------|------------------|-------------------|--------------------------|--------------------|--------------------|
|   |                       |                   |               |                   | <u>Other reserves</u> |                  |                   |                          |                    |                    |
|   | Issued and            |                   | Premium on    |                   | Change in             | Gain on          | Total             | <u>Retained earnings</u> |                    |                    |
|   | paid-up share capital | Ordinary          | Preference    | Ordinary          |                       |                  |                   | remeasuring              | other              | Legal              |
| Preference  | Ordinary              | Preference        | Ordinary      | revaluation       | available-for-sale    | reserves         | reserve           | Unappropriated           | Total              |                    |
| shares  | shares                | shares            | shares        | surplus           | investments           | reserves         | reserve           | Unappropriated           | Total              |                    |
| <i>(in thousand Baht)</i>                               |                       |                   |               |                   |                       |                  |                   |                          |                    |                    |
| <b>Three month period ended 31 March 2016</b>           |                       |                   |               |                   |                       |                  |                   |                          |                    |                    |
| <b>Balance at 1 January 2016</b>                        | <b>47,033</b>         | <b>33,944,889</b> | <b>18,392</b> | <b>11,105,799</b> | <b>16,360,445</b>     | <b>2,422,935</b> | <b>18,783,380</b> | <b>7,000,000</b>         | <b>215,005,964</b> | <b>285,905,457</b> |
| Conversion of preference shares to ordinary shares      | (19)                  | 19                | (8)           | 8                 | -                     | -                | -                 | -                        | -                  | -                  |
| Profit for the period                                   | -                     | -                 | -             | -                 | -                     | -                | -                 | -                        | 11,464,795         | 11,464,795         |
| Other comprehensive income (loss)                       | -                     | -                 | -             | -                 | -                     | 1,079,379        | 1,079,379         | -                        | -                  | 1,079,379          |
| <b>Total comprehensive income (loss) for the period</b> | <b>-</b>              | <b>-</b>          | <b>-</b>      | <b>-</b>          | <b>-</b>              | <b>1,079,379</b> | <b>1,079,379</b>  | <b>-</b>                 | <b>11,464,795</b>  | <b>12,544,174</b>  |
| Transfer to retained earnings                           | -                     | -                 | -             | -                 | (90,715)              | -                | (90,715)          | -                        | 90,715             | -                  |
| <b>Balance at 31 March 2016</b>                         | <b>47,014</b>         | <b>33,944,908</b> | <b>18,384</b> | <b>11,105,807</b> | <b>16,269,730</b>     | <b>3,502,314</b> | <b>19,772,044</b> | <b>7,000,000</b>         | <b>226,561,474</b> | <b>298,449,631</b> |

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)**

|   | <b>The Bank</b>                     |                    |                             |                    |                                     |   |                            |                   |                    |                    |
|---|-------------------------------------|--------------------|-----------------------------|--------------------|-------------------------------------|---|----------------------------|-------------------|--------------------|--------------------|
|   |                                     |                    |                             |                    | Other reserves                      |   |                            |                   |                    |                    |
|   | Issued and<br>paid-up share capital |                    | Premium on<br>share capital |                    | Change in<br>revaluation<br>surplus | Gain on<br>remeasuring<br>available-for-sale<br>investments | Total<br>other<br>reserves | Retained earnings |                    |                    |
|   | Preference<br>shares                | Ordinary<br>shares | Preference<br>shares        | Ordinary<br>shares |                                     |   |                            | Legal<br>reserve  | Unappropriated     | Total              |
| <i>(in thousand Baht)</i>                               |                                     |                    |                             |                    |                                     |   |                            |                   |                    |                    |
| <b>Balance at 1 January 2015</b>                        | <b>48,802</b>                       | <b>33,943,120</b>  | <b>19,084</b>               | <b>11,105,107</b>  | <b>11,999,507</b>                   | <b>7,461,906</b>  | <b>19,461,413</b>          | <b>7,000,000</b>  | <b>194,313,666</b> | <b>265,891,192</b> |
| Conversion of preference shares to ordinary shares      | (391)                               | 391                | (153)                       | 153                | -                                   | -   | -                          | -                 | -                  | -                  |
| Profit for the period                                   | -                                   | -                  | -                           | -                  | -                                   | -   | -                          | -                 | 11,160,170         | 11,160,170         |
| Other comprehensive income (loss)                       | -                                   | -                  | -                           | -                  | -                                   | 996,363   | 996,363                    | -                 | -                  | 996,363            |
| <b>Total comprehensive income (loss) for the period</b> | <b>-</b>                            | <b>-</b>           | <b>-</b>                    | <b>-</b>           | <b>-</b>                            | <b>996,363</b>  | <b>996,363</b>             | <b>-</b>          | <b>11,160,170</b>  | <b>12,156,533</b>  |
| Transfer to retained earnings                           | -                                   | -                  | -                           | -                  | (54,999)                            | -   | (54,999)                   | -                 | 54,999             | -                  |
| <b>Balance at 31 March 2015</b>                         | <b>48,411</b>                       | <b>33,943,511</b>  | <b>18,931</b>               | <b>11,105,260</b>  | <b>11,944,508</b>                   | <b>8,458,269</b>  | <b>20,402,777</b>          | <b>7,000,000</b>  | <b>205,528,835</b> | <b>278,047,725</b> |

.....  
(Mr. Arthid Nanthawithaya)  
CEO and Deputy Chairman of the Executive Committee

.....  
(Mr. Yol Phokasub)  
President

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                 |                     |
|---|---------------------------|--------------------|--------------------------|---------------------|
|   | Three month period ended  |                    | Three month period ended |                     |
|   | 31 March                  |                    | 31 March                 |                     |
|   | 2016                      | 2015               | 2016                     | 2015                |
|   | <i>(in thousand Baht)</i> |                    |                          |                     |
| <b>Cash flows from operating activities</b>                               |                           |                    |                          |                     |
| Profit before tax   | 13,093,869                | 16,443,234         | 14,228,273               | 13,954,703          |
| <i>Adjustments for</i>  |                           |                    |                          |                     |
| Depreciation and amortisation   | 658,900                   | 679,286            | 611,106                  | 638,997             |
| Impairment loss on loans and debt securities                              | 5,449,661                 | 4,064,994          | 5,449,653                | 4,056,058           |
| Loss (reversal) on impairment of properties for sale                      | 23,090                    | (294,118)          | 23,090                   | (294,118)           |
| Loss on impairment of premises and equipment                              | -                         | 74,044             | -                        | 74,044              |
| Gain on sales of premises and equipment                                   | (14,292)                  | (116)              | (9,007)                  | (95)                |
| Net trading income  | (1,664,119)               | (2,341,099)        | (1,792,575)              | (2,262,158)         |
| Net gain on investments   | (714,702)                 | (251,826)          | (505,807)                | (283,580)           |
| Share of loss of investment in associate                                  | 283                       | 5,635              | -                        | -                   |
|   | 16,832,690                | 18,380,034         | 18,004,733               | 15,883,851          |
| Net interest income   | (21,670,270)              | (20,531,779)       | (19,705,120)             | (18,774,417)        |
| Dividend income   | (277,800)                 | (369,378)          | (254,171)                | (217,238)           |
| Proceeds from interest  | 30,499,545                | 30,945,816         | 28,873,525               | 29,465,272          |
| Interest paid   | (9,466,350)               | (11,513,478)       | (9,472,216)              | (11,510,149)        |
| Proceeds from dividend  | 218,052                   | 233,461            | 254,171                  | 153,744             |
| Income tax paid   | (290,428)                 | (882,829)          | (287,319)                | (760,657)           |
| Income from operations before changes in operating assets and liabilities | 15,845,439                | 16,261,847         | 17,413,603               | 14,240,406          |
| <i>(Increase) decrease in operating assets</i>                            |                           |                    |                          |                     |
| Interbank and money market items  | (21,076,427)              | 29,325,808         | (21,643,934)             | 28,604,675          |
| Claims on security  | 4,545,098                 | 4,038,987          | 4,545,098                | 4,038,987           |
| Derivative assets   | (303,698)                 | 110,744            | (286,141)                | 70,727              |
| Investment in securities for trading                                      | (13,092,868)              | 1,789,901          | (11,860,755)             | 1,889,820           |
| Loans to customers  | (9,968,277)               | (38,241,066)       | (11,297,758)             | (37,695,372)        |
| Properties for sale   | 2,173,295                 | 2,284,162          | 2,173,295                | 2,284,162           |
| Other assets  | 4,642,122                 | 2,810,654          | 9,562,585                | 5,671,006           |
| <i>Increase (decrease) in operating liabilities</i>                       |                           |                    |                          |                     |
| Deposits  | 60,226,731                | (29,852,446)       | 60,580,708               | (28,408,104)        |
| Interbank and money market items  | (20,222,968)              | 434,602            | (20,009,896)             | (2,233,960)         |
| Liabilities payable on demand   | 3,754,317                 | 4,139,933          | 3,754,007                | 4,138,904           |
| Liabilities to deliver security   | (4,522,164)               | (4,042,519)        | (4,545,098)              | (4,038,987)         |
| Derivative liabilities  | 1,364,431                 | 1,045,237          | 578,106                  | 1,077,653           |
| Short-term debt issued and borrowings                                     | 332,199                   | 65,612             | (19,330)                 | (18,439)            |
| Other liabilities   | 12,152,062                | 4,275,549          | (1,758,538)              | (5,643,868)         |
| <b>Net cash from (used in) operating activities</b>                       | <b>35,849,292</b>         | <b>(5,552,995)</b> | <b>27,185,952</b>        | <b>(16,022,390)</b> |

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)

|   | <b>Consolidated</b>       |                     | <b>The Bank</b>          |                     |
|---|---------------------------|---------------------|--------------------------|---------------------|
|   | Three month period ended  |                     | Three month period ended |                     |
|   | 31 March                  |                     | 31 March                 |                     |
|   | 2016                      | 2015                | 2016                     | 2015                |
|   | <i>(in thousand Baht)</i> |                     |                          |                     |
| <b>Cash flows from investing activities</b>                     |                           |                     |                          |                     |
| Purchases of available-for-sale securities                      | (196,194,448)             | (96,053,930)        | (172,296,036)            | (81,261,522)        |
| Proceeds from sales of available-for-sale securities            | 154,213,191               | 95,984,325          | 139,788,592              | 89,268,311          |
| Purchases of held-to-maturity securities                        | (8,801,641)               | (17,078,529)        | (280,400)                | -                   |
| Proceeds from redemption of held-to-maturity securities         | 8,834,332                 | 14,821,026          | -                        | 6,796               |
| Purchases of investments in subsidiaries and/or associate       | -                         | (262,269)           | -                        | (3,506,149)         |
| Purchases of premises and equipment                             | (98,579)                  | (82,493)            | (94,182)                 | (59,728)            |
| Proceeds from sales of premises and equipment                   | 54,398                    | 18,767              | 23,155                   | 16,544              |
| Purchases of intangible assets                                  | (59,658)                  | (100,183)           | (525,628)                | (114,030)           |
| <b>Net cash (used in) from investing activities</b>             | <b>(42,052,405)</b>       | <b>(2,753,286)</b>  | <b>(33,384,499)</b>      | <b>4,350,222</b>    |
| <b>Cash flows from financing activities</b>                     |                           |                     |                          |                     |
| Acquisitions of non-controlling interests                       | (381)                     | (3,401,472)         | -                        | -                   |
| <b>Net cash used in financing activities</b>                    | <b>(381)</b>              | <b>(3,401,472)</b>  | <b>-</b>                 | <b>-</b>            |
| Foreign currency translation differences for foreign operations | (51,817)                  | (11,201)            | -                        | -                   |
| <b>Net decrease in cash</b>                                     | <b>(6,255,311)</b>        | <b>(11,718,954)</b> | <b>(6,198,547)</b>       | <b>(11,672,168)</b> |
| <b>Cash at 1 January</b>  | <b>38,979,295</b>         | <b>42,131,800</b>   | <b>38,737,313</b>        | <b>41,922,318</b>   |
| <b>Cash at 31 March</b>   | <b>32,723,984</b>         | <b>30,412,846</b>   | <b>32,538,766</b>        | <b>30,250,150</b>   |
| <b>Supplementary disclosures of cash flow information</b>       |                           |                     |                          |                     |
| Significant non-cash items were as follows:                     |                           |                     |                          |                     |
| Gain on remeasuring available-for-sale investments              | 5,045,181                 | 1,482,238           | 1,349,224                | 1,273,368           |
| Foreign currency translation differences for foreign operations | (51,817)                  | (11,201)            | -                        | -                   |
| Share of other comprehensive loss of investment in associate    | (22,820)                  | (8,819)             | -                        | -                   |
| Properties for sale from loan payment                           | 2,238,672                 | 2,295,761           | 2,238,672                | 2,295,761           |

(Mr. Arthid Nanthawithaya)

CEO and Deputy Chairman of the Executive Committee

(Mr. Yol Phokasub)

President

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

**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

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**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai 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 May 2016.

**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 Head Office and branch network in Thailand, its branches in Singapore, Hong Kong, Laos, Vietnam, and Cayman Islands and its subsidiaries in Thailand and Cambodia. The Bank also has a sizeable investment in its life insurance subsidiary. Details of the Bank’s subsidiaries as at 31 March 2016 and 31 December 2015 are given in note 7.

**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 2015) *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 21/2558, directive dated 4 December 2015, 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 2015. 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 2015.

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 2015 except that the Bank and its subsidiaries have adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2016. The adoption of these new and revised TFRS did not have any material effect on the accounting policies, methods of computation, financial performance or position of the Bank and its subsidiaries, except as disclosed in note 3.

**(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.

**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

**(c) Use of judgments and estimates**

The preparation of interim financial statements in conformity with TFRS requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these 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 2015.

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

**3 Adoption of TFRS 4 (revised 2015) - Insurance contracts**

From 1 January 2016, the Bank's subsidiary in life insurance business (SCB Life Assurance PCL) has adopted TFRS 4 (revised 2015) *Insurance Contracts* ("TFRS4") which applies to all insurance contracts (including reinsurance contracts) that the subsidiary issues and to reinsurance contracts that it holds only, except for specified contracts covered by other TFRSs. The definition of insurance contracts is a contract that the subsidiary accepts significant insurance risk from the policyholders by agreeing to compensate the policyholders if a specified uncertain future event (the insured event) adversely affects the policyholders.

This TFRS exempts the subsidiary temporarily from some requirements of other TFRSs, including the requirement to consider the *Conceptual Framework for Financial Reporting* (revised 2015) in selecting accounting policies for insurance contracts. However, the TFRS has limitations as follows;

- a) prohibits provisions for possible claims under contracts that are not in existence at the end of the reporting period (such as catastrophe and equalisation provisions).
- b) requires a test for the adequacy of recognised insurance liabilities and an impairment test for reinsurance assets.
- c) requires an insurer to keep insurance liabilities in its statement of financial position until they are discharged or cancelled, or expire, and to present insurance liabilities without offsetting against related reinsurance assets.

Management has determined that all significant insurance products issued by the subsidiary fall within the definition of 'Insurance Contracts' in TFRS 4, and that the subsidiary's existing accounting policies are in compliance with that standard. In addition, TFRS 4 requires certain disclosures in relation to Insurance Contracts and provides transitional relief from new disclosure of certain comparative information. The subsidiary plans to include such disclosures in its 2016 annual Financial Statements.

**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

**4 Fair value of assets and liabilities**

The Bank and its subsidiaries have an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including level 3 fair values, and reports through to the CFO.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which such valuations should be classified.

Significant valuation issues are reported to the Bank and its subsidiaries Audit Committee.

When measuring the fair value of an asset or a liability, the Bank and its subsidiaries use market observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

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

If the inputs used to measure the fair value of an asset or liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Bank and its subsidiaries recognised transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. There were no transfers between Level 1 to Level 2 of the fair value hierarchy during the period ended 31 March 2016.

**4.1 Financial instruments carried at fair value**

The fair value of financial instruments carried at fair value in the consolidated and the Bank statement of financial position were as follows:

|                               | <b>Consolidated</b>      |         |         |         | <b>The Bank</b> |         |         |         |
|-------------------------------|--------------------------|---------|---------|---------|-----------------|---------|---------|---------|
|                               | Fair value               |         |         |         | Fair value      |         |         |         |
|                               | Level 1                  | Level 2 | Level 3 | Total   | Level 1         | Level 2 | Level 3 | Total   |
|                               | <i>(in million Baht)</i> |         |         |         |                 |         |         |         |
| <b>31 March 2016</b>          |                          |         |         |         |                 |         |         |         |
| <b>Financial assets</b>       |                          |         |         |         |                 |         |         |         |
| Derivative assets             | -                        | 56,820  | 62      | 56,882  | -               | 58,026  | 128     | 58,154  |
| - Foreign exchange rate       | -                        | 30,224  | -       | 30,224  | -               | 31,431  | -       | 31,431  |
| - Interest rate               | -                        | 26,595  | -       | 26,595  | -               | 26,595  | -       | 26,595  |
| - Others                      | -                        | 1       | 62      | 63      | -               | -       | 128     | 128     |
| Trading securities            | 1,544                    | 32,905  | -       | 34,449  | -               | 32,894  | -       | 32,894  |
| Available-for-sale securities | 24,024                   | 405,593 | -       | 429,617 | 9,358           | 323,945 | -       | 333,303 |



**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

|                              | <b>Consolidated</b>      |         |         |        | <b>The Bank</b> |         |         |        |
|------------------------------|--------------------------|---------|---------|--------|-----------------|---------|---------|--------|
|                              | Fair value               |         |         |        | Fair value      |         |         |        |
|                              | Level 1                  | Level 2 | Level 3 | Total  | Level 1         | Level 2 | Level 3 | Total  |
|                              | <i>(in million Baht)</i> |         |         |        |                 |         |         |        |
| <b>Financial liabilities</b> |                          |         |         |        |                 |         |         |        |
| Derivative liabilities       | 14                       | 60,186  | 50      | 60,250 | -               | 59,324  | 50      | 59,374 |
| - Foreign exchange rate      | -                        | 34,112  | -       | 34,112 | -               | 33,252  | -       | 33,252 |
| - Interest rate              | -                        | 26,072  | -       | 26,072 | -               | 26,072  | -       | 26,072 |
| - Others                     | 14                       | 2       | 50      | 66     | -               | -       | 50      | 50     |

|                               | <b>Consolidated</b>      |         |         |         | <b>The Bank</b> |         |         |         |
|-------------------------------|--------------------------|---------|---------|---------|-----------------|---------|---------|---------|
|                               | Fair value               |         |         |         | Fair value      |         |         |         |
|                               | Level 1                  | Level 2 | Level 3 | Total   | Level 1         | Level 2 | Level 3 | Total   |
|                               | <i>(in million Baht)</i> |         |         |         |                 |         |         |         |
| <b>31 December 2015</b>       |                          |         |         |         |                 |         |         |         |
| <b>Financial assets</b>       |                          |         |         |         |                 |         |         |         |
| Derivative assets             | -                        | 56,250  | 38      | 56,288  | -               | 57,416  | 34      | 57,450  |
| - Foreign exchange rate       | -                        | 37,700  | -       | 37,700  | -               | 38,866  | -       | 38,866  |
| - Interest rate               | -                        | 18,550  | -       | 18,550  | -               | 18,550  | -       | 18,550  |
| - Others                      | -                        | -       | 38      | 38      | -               | -       | 34      | 34      |
| Trading securities            | 294                      | 20,821  | -       | 21,115  | -               | 20,808  | -       | 20,808  |
| Available-for-sale securities | 21,321                   | 360,879 | -       | 382,200 | 8,126           | 290,975 | -       | 299,101 |
| <b>Financial liabilities</b>  |                          |         |         |         |                 |         |         |         |
| Derivative liabilities        | 5                        | 58,823  | -       | 58,828  | -               | 58,704  | 34      | 58,738  |
| - Foreign exchange rate       | -                        | 42,420  | -       | 42,420  | -               | 42,312  | -       | 42,312  |
| - Interest rate               | -                        | 16,392  | -       | 16,392  | -               | 16,392  | -       | 16,392  |
| - Others                      | 5                        | 11      | -       | 16      | -               | -       | 34      | 34      |

The Bank and its subsidiaries determine Level 2 fair values for debt securities using quoted market prices for identical or similar instruments in inactive markets or other inputs that are observable market data.

Level 2 fair values for simple over-the-counter derivative financial instruments are based on broker quotes. Fair values reflect the credit risk of the instrument and include adjustments to take account of the credit risk of the Bank and its subsidiaries and counterparty when appropriate.

Level 3 fair values for simple over-the-counter derivative financial instruments are calculated based on Black-Scholes model. Assumptions and factors are adjusted according to the Bank and its subsidiaries' policy. Fair values reflect the credit risk of the instrument and include adjustments to take account of the credit risk of the Bank and its subsidiaries and counterparty when appropriate.

**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

4.2 Financial instruments not carried at fair value

Fair value hierarchy of financial instruments which are not measured at fair value and for which there is a significant difference with carrying amount as of 31 March 2016 and 31 December 2015 were as follows:

|                                  | <b>Consolidated</b> |            | <b>The Bank</b> |            |
|----------------------------------|---------------------|------------|-----------------|------------|
|                                  | Carrying amount     | Fair value | Carrying amount | Fair value |
| <i>(in million Baht)</i>         |                     |            |                 |            |
| <b>31 March 2016</b>             |                     |            |                 |            |
| <b>Financial assets</b>          |                     |            |                 |            |
| Derivative assets                | 432                 | 1,659      | 432             | 1,659      |
| Held-to-maturity securities      | 132,950             | 155,426    | 13,959          | 15,755     |
| <b>Financial liabilities</b>     |                     |            |                 |            |
| Deposits                         | 1,950,956           | 1,951,097  | 1,945,484       | 1,945,626  |
| Interbank and money market items | 122,714             | 122,725    | 125,708         | 125,719    |
| Derivative liabilities           | 702                 | 894        | 702             | 894        |

|                                  | <b>Consolidated</b> |            | <b>The Bank</b> |            |
|----------------------------------|---------------------|------------|-----------------|------------|
|                                  | Carrying amount     | Fair value | Carrying amount | Fair value |
| <i>(in million Baht)</i>         |                     |            |                 |            |
| <b>31 December 2015</b>          |                     |            |                 |            |
| <b>Financial assets</b>          |                     |            |                 |            |
| Derivative assets                | 1,109               | 1,662      | 1,109           | 1,662      |
| Held-to-maturity securities      | 133,064             | 147,180    | 13,682          | 15,046     |
| <b>Financial liabilities</b>     |                     |            |                 |            |
| Deposits                         | 1,890,729           | 1,891,037  | 1,884,904       | 1,885,211  |
| Interbank and money market items | 142,937             | 142,948    | 145,718         | 145,728    |
| Derivative liabilities           | 760                 | 877        | 760             | 877        |

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

|  |   |
|--|---|
| Interbank and money market items (Assets): | Fair value calculated based on present value of estimated cash flows, using the current interest rate in the money market.  |
| Derivatives:                               | The fair values of derivatives are obtained from quoted market prices in active markets. Fair values of derivatives in an illiquid market are obtained using an average price (quoted from several reliable sources), valuation technique and a benchmark price of instruments which have similar characteristics, as appropriate.          |
| Investments:                               | The following methodologies are used to determine the fair value of securities held by the Bank.<br>- The fair value of 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. |

# The Siam Commercial Bank Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month period ended 31 March 2016 (Unaudited)

|  |   |
|--|---|
|  | <p>For debt securities with no active market price, the fair value is estimated based on the yield curve of debt securities plus a risk premium.</p> <ul style="list-style-type: none"><li>- The bidding prices at The Stock Exchange of Thailand on the last business day of the year are used to estimate the fair value of listed private sector equity securities.</li><li>- The fair value of unit trusts is estimated based on the net asset value at the reporting date.</li><li>- The fair value of foreign debt and equity securities listed on 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.</li></ul> |
| Loans to customers and accrued interest receivables:         | <ul style="list-style-type: none"><li>- For variable-rate loans that are repriced frequently and have no significant change in credit risk, fair values are based on carrying amount.</li><li>- Fair values of other loans are estimated using discounted cash flow analyses, using market interest rates or the fair value of collateral. There is no significant difference with the carrying amount.</li><li>- The carrying amount of accrued interest receivables approximates fair value.</li></ul>  |
| Deposits and interbank and money market items (Liabilities): | <ul style="list-style-type: none"><li>- The carrying amount disclosed for deposits which are payable on demand by the depositor, are equal to the fair value of such deposits.</li><li>- Fair values for fixed-deposits are estimated using a discounted cash flow calculation that applies interest rates currently being offered on similar deposits.</li><li>- The carrying amount of interbank and money market items approximates their fair value.</li></ul>  |
| Liabilities payable on demand:                               | The carrying amount of liabilities payable on demand approximates fair value.   |
| Debt issued and borrowings:                                  | <ul style="list-style-type: none"><li>- The carrying amounts of short-term borrowings maturing within 90 days approximate their fair values.</li><li>- Fair values of other borrowings are estimated using discounted cash flow analyses based on the Bank's current borrowing rates for similar types of borrowing arrangements.</li></ul>   |

**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
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**For the three-month period ended 31 March 2016 (Unaudited)**

**5 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 and its subsidiaries' assets, liabilities and certain off-financial reporting items as calculated in accordance with regulatory 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. As at 31 March 2016 and 31 December 2015, the Consolidated Supervision group and the Bank's total capital funds were categorised as follows:

|   | <b>Basel III</b>                |                       |
|---|---------------------------------|-----------------------|
|   | <b>Consolidated Supervision</b> |                       |
|   | 31 March                        | 31 December           |
|   | 2016                            | 2015                  |
|   | <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   | 210,378                         | 210,378               |
| Disclosed reserves  |                                 |                       |
| Other comprehensive income  | 20,399                          | 12,069                |
| Other owner changes items   | (2,364)                         | (2,342)               |
| Capital deduction items on CET1   | (7,101)                         | (6,730)               |
| Total Tier 1 capital  | <u>273,428</u>                  | <u>265,491</u>        |
| Tier 2 capital  |                                 |                       |
| Subordinated debt   | 36,000                          | 40,000                |
| Allowance for classified assets of "normal" category  | 20,609                          | 19,140                |
| Total Tier 2 capital  | <u>56,609</u>                   | <u>59,140</u>         |
| <b>Total capital funds</b>  | <b><u>330,037</u></b>           | <b><u>324,631</u></b> |
| <b>Total risk weighted assets</b>   | <b>1,924,154</b>                | <b>1,880,484</b>      |
| Total capital / Total risk weighted assets (minimum 9.125%*)  | 17.2%                           | 17.3%                 |
| Total Tier 1 capital / Total risk weighted assets (minimum 6.625%*)   | 14.2%                           | 14.1%                 |
| Total Tier 1 common equity / Total risk weighted assets (minimum 5.125%*)   | 14.2%                           | 14.1%                 |
| Total Tier 2 capital / Total risk weighted assets   | 3.0%                            | 3.2%                  |
| * Conservation buffer requires additional Common Equity Tier 1 of 0.625% per annum from 1 January 2016 onwards until reaching 2.50% in 2019 |                                 |                       |
| Capital after deducting capital add-on arising from Single Lending Limit  | 327,327                         | 321,596               |
| Capital ratio after deducting capital add-on arising from Single Lending Limit  | 17.0%                           | 17.1%                 |

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|   | <b>Basel III</b>         |                       |
|---|--------------------------|-----------------------|
|   | <b>The Bank</b>          |                       |
|   | 31 March<br>2016         | 31 December<br>2015   |
|   | <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   | 198,492                  | 198,492               |
| Other comprehensive income  | 17,694                   | 12,250                |
| Capital deduction items on CET1   | <u>(5,916)</u>           | <u>(5,654)</u>        |
| Total Tier 1 capital  | <u>262,386</u>           | <u>257,204</u>        |
| Tier 2 capital  |                          |                       |
| Subordinated debt   | 36,000                   | 40,000                |
| Allowance for classified assets of “normal” category                      | <u>20,123</u>            | <u>19,140</u>         |
| Total Tier 2 capital  | <u>56,123</u>            | <u>59,140</u>         |
| <b>Total capital funds</b>  | <b><u>318,509</u></b>    | <b><u>316,344</u></b> |
| <b>Total risk weighted assets</b>   | <b>1,869,822</b>         | <b>1,841,506</b>      |
| Total capital / Total risk weighted assets (minimum 9.125%*)              | 17.0%                    | 17.2%                 |
| Total Tier 1 capital / Total risk weighted assets (minimum 6.625%*)       | 14.0%                    | 14.0%                 |
| Total Tier 1 common equity / Total risk weighted assets (minimum 5.125%*) | 14.0%                    | 14.0%                 |
| Total Tier 2 capital / Total risk weighted assets                         | 3.0%                     | 3.2%                  |

\* Conservation buffer requires additional Common Equity Tier 1 of 0.625% per annum from 1 January 2016 onwards until reaching 2.50% in 2019

|  |         |         |
|--|---------|---------|
| Capital after deducting capital add-on arising from Single Lending Limit       | 316,295 | 314,196 |
| Capital ratio after deducting capital add-on arising from Single Lending Limit | 16.9%   | 17.1%   |

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 7/2558 dated 8 May 2015, 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), the Notification of the Bank of Thailand number Sor Nor Sor 4/2556 dated 2 May 2013, the Public Disclosures of Capital Maintenance for Commercial Banks and the Notification of the Bank of Thailand number Sor Nor Sor 5/2556 dated 2 May 2013, the Public Disclosures of Capital Maintenance for Financial Group, were as follows:

|                        |   |
|------------------------|---|
| Location of disclosure | The Bank’s website under Investor Relations section at<br><a href="http://www.scb.co.th/en/about-scb/investor-relations/financial-information/pillar">http://www.scb.co.th/en/about-scb/investor-relations/financial-information/pillar</a> |
| Date of disclosure     | Within 4 months after the period end date as indicated in the notification.   |
| Information as of      | 31 December 2015  |

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*Capital management*

The Bank and its subsidiaries policies are 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' returns 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.

**6 Investments, net**

6.1 Classification of investments in securities

As at 31 March 2016 and 31 December 2015, the investments in securities of the Bank and its subsidiaries were classified as follows:

|  | <b>Consolidated</b>            |                                   | <b>The Bank</b>                |                                   |
|--|--------------------------------|-----------------------------------|--------------------------------|-----------------------------------|
|  | 31 March<br>2016<br>Fair value | 31 December<br>2015<br>Fair value | 31 March<br>2016<br>Fair value | 31 December<br>2015<br>Fair value |
|  | <i>(in million Baht)</i>       |                                   |                                |                                   |
| <b>Trading securities</b>                  |                                |                                   |                                |                                   |
| Government and state enterprise securities | 30,162                         | 20,690                            | 30,151                         | 20,677                            |
| Corporate debt securities                  | 209                            | 131                               | 209                            | 131                               |
| Foreign debt securities                    | 2,534                          | -                                 | 2,534                          | -                                 |
| Domestic equity securities                 | 1,544                          | 294                               | -                              | -                                 |
| <b>Total</b>                               | <b>34,449</b>                  | <b>21,115</b>                     | <b>32,894</b>                  | <b>20,808</b>                     |

|  | <b>Consolidated</b>            |                                   | <b>The Bank</b>                |                                   |
|--|--------------------------------|-----------------------------------|--------------------------------|-----------------------------------|
|  | 31 March<br>2016<br>Fair value | 31 December<br>2015<br>Fair value | 31 March<br>2016<br>Fair value | 31 December<br>2015<br>Fair value |
|  | <i>(in million Baht)</i>       |                                   |                                |                                   |
| <b>Available-for-sale securities</b>       |                                |                                   |                                |                                   |
| Government and state enterprise securities | 341,233                        | 323,977                           | 297,755                        | 290,108                           |
| Corporate debt securities                  | 24,660                         | 23,569                            | -                              | -                                 |
| Foreign debt securities                    | 39,679                         | 13,313                            | 26,190                         | 867                               |
| Domestic equity securities                 | 20,223                         | 18,479                            | 8,334                          | 8,126                             |
| Foreign equity securities                  | 3,822                          | 2,862                             | 1,024                          | -                                 |
| <b>Total</b>                               | <b>429,617</b>                 | <b>382,200</b>                    | <b>333,303</b>                 | <b>299,101</b>                    |

**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
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|  | <b>Consolidated</b>                             |  | <b>The Bank</b>                                 |  |
|--|---|--|---|--|
|  | 31 March<br>2016<br>Cost /<br>Amortised<br>cost | 31 December<br>2015<br>Cost /<br>Amortised<br>cost | 31 March<br>2016<br>Cost /<br>Amortised<br>cost | 31 December<br>2015<br>Cost /<br>Amortised<br>cost |
|  | <i>(in million Baht)</i>                        |  |   |  |
| <b>Held-to-maturity securities</b>         |   |  |   |  |
| Government and state enterprise securities | 130,870   | 131,261  | 13,234  | 13,239   |
| Corporate debt securities                  | 36  | 36   | 445   | 443  |
| Foreign debt securities                    | 280   | -  | 280   | -  |
| Other securities                           | 1,800   | 1,803  | -   | -  |
| <b>Total</b>                               | <b>132,986</b>                                  | <b>133,100</b>                                     | <b>13,959</b>                                   | <b>13,682</b>                                      |
| <i>Less allowance for impairment</i>       | <i>(36)</i>                                     | <i>(36)</i>  | <i>-</i>  | <i>-</i>   |
| <b>Total</b>                               | <b>132,950</b>                                  | <b>133,064</b>                                     | <b>13,959</b>                                   | <b>13,682</b>                                      |

|   | <b>Consolidated</b>      |                             | <b>The Bank</b>          |                             |
|---|--------------------------|-----------------------------|--------------------------|-----------------------------|
|   | 31 March<br>2016<br>Cost | 31 December<br>2015<br>Cost | 31 March<br>2016<br>Cost | 31 December<br>2015<br>Cost |
|   | <i>(in million Baht)</i> |                             |                          |                             |
| <b>General investments</b>                |                          |                             |                          |                             |
| Domestic non-marketable equity securities | 447                      | 447                         | 441                      | 441                         |
| Foreign non-marketable equity securities  | 17                       | 17                          | 17                       | 17                          |
| <b>Total</b>                              | <b>464</b>               | <b>464</b>                  | <b>458</b>               | <b>458</b>                  |
| <i>Less allowance for impairment</i>      | <i>(188)</i>             | <i>(188)</i>                | <i>(188)</i>             | <i>(188)</i>                |
| <b>Total</b>                              | <b>276</b>               | <b>276</b>                  | <b>270</b>               | <b>270</b>                  |
| <b>Total investments, net</b>             | <b>597,292</b>           | <b>536,655</b>              | <b>380,426</b>           | <b>333,861</b>              |

6.2 Investments in companies with problems in their financial positions

As at 31 March 2016, 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 cost exceeds the market value of respective securities. The aggregate cost of these securities is Baht 71 million (31 December 2015: Baht 71 million).

**7 Investments in subsidiaries and associate, net**

As at 31 March 2016 and 31 December 2015, the Bank and its subsidiaries had an investment in associate, net of any impairment provisions, as follows:

|  |                  |                     | <b>Consolidated</b>                 |                          |                        |                     |                        |            |
|--|------------------|---------------------|-------------------------------------|--------------------------|------------------------|---------------------|------------------------|------------|
|  |                  |                     | Direct and indirect<br>shareholding |                          | Investment value       |                     |                        |            |
| Type of<br>business                        | Type of<br>share | 31<br>March<br>2016 | 31<br>December<br>2015              | 31<br>March<br>2016      | 31<br>December<br>2015 | 31<br>March<br>2016 | 31<br>December<br>2015 |            |
|  |                  | <i>(%)</i>          |                                     | <i>(in million Baht)</i> |                        |                     |                        |            |
| <b>Associate</b>                           |                  |                     |                                     |                          |                        |                     |                        |            |
| <b>Services</b>                            |                  |                     |                                     |                          |                        |                     |                        |            |
| Supernap (Thailand) Co., Ltd.              | Data center      | Ordinary            | 24.9                                | 24.9                     | 351                    | 351                 | 344                    | 344        |
| <b>Total investments in associate, net</b> |                  |                     |                                     |                          | <b>351</b>             | <b>351</b>          | <b>344</b>             | <b>344</b> |

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As at 31 March 2016 and 31 December 2015, the Bank had investments in subsidiaries and associate, net of impairment provisions, as follows:

|   |                      |          | <b>The Bank</b>     |          |                                 |                      |
|---|----------------------|----------|---------------------|----------|---------------------------------|----------------------|
|   |                      |          | Direct shareholding |          | Investment value<br>Cost method |                      |
|   |                      |          | 31                  | 31       | 31                              | 31                   |
|   |                      |          | March               | December | March                           | December             |
|   |                      |          | 2016                | 2015     | 2016                            | 2015                 |
|   |                      |          | (%)                 |          | (in million Baht)               |                      |
| <b>Subsidiaries</b>   |                      |          |                     |          |                                 |                      |
| <b>Finance &amp; Insurance</b>                              |                      |          |                     |          |                                 |                      |
| VinaSiam Bank*  | Banking              | Ordinary | -                   | 100.0    | -                               | 2,340                |
| Cambodian Commercial Bank Ltd.                              | Banking              | Ordinary | 100.0               | 100.0    | 964                             | 964                  |
| Rutchayothin Assets Management Co., Ltd.                    | Asset management     | Ordinary | 100.0               | 100.0    | 25                              | 25                   |
| SCB Securities Co., Ltd.                                    | Securities           | Ordinary | 100.0               | 100.0    | 2,107                           | 2,107                |
| SCB Asset Management Co., Ltd.                              | Asset management     | Ordinary | 100.0               | 100.0    | 222                             | 222                  |
| Siam Commercial Leasing PCL**                               | Collection           | Ordinary | 99.4                | 99.4     | 9,976                           | 9,976                |
| SCB Life Assurance PCL                                      | Life insurance       | Ordinary | 99.2                | 99.2     | 12,540                          | 12,540               |
| <b>Services</b>   |                      |          |                     |          |                                 |                      |
| SCB Training Centre Co., Ltd.                               | Training center      | Ordinary | 100.0               | 100.0    | 390                             | 390                  |
| Siam Phitiwat Co., Ltd.**                                   | Appraisal services   | Ordinary | 100.0               | 100.0    | 10                              | 10                   |
| SCB Plus Co., Ltd.  | Collection           | Ordinary | 100.0               | 100.0    | 1                               | 1                    |
| <b>Other</b>  |                      |          |                     |          |                                 |                      |
| Sor. Or. Kor. PCL***  | Commercial           | Ordinary | 99.7                | 99.7     | 582                             | 582                  |
| <b>Indirect subsidiaries</b>                                |                      |          |                     |          |                                 |                      |
| Mahisorn Co., Ltd.****                                      | Property management  | Ordinary | -                   | -        | -                               | -                    |
| Digital Ventures Co., Ltd.*****                             | Financial Technology | Ordinary | -                   | -        | -                               | -                    |
| <b>Associate</b>  |                      |          |                     |          |                                 |                      |
| <b>Services</b>   |                      |          |                     |          |                                 |                      |
| Supernap (Thailand) Co., Ltd.                               | Data center          | Ordinary | 10.0                | 10.0     | 141                             | 141                  |
| <b>Total</b>  |                      |          |                     |          | <u>26,958</u>                   | <u>29,298</u>        |
| <i>Less allowance for impairment</i>                        |                      |          |                     |          | <u>(2,195)</u>                  | <u>(2,318)</u>       |
| <b>Total investments in subsidiaries and associate, net</b> |                      |          |                     |          | <u><b>24,763</b></u>            | <u><b>26,980</b></u> |

\* On 17 December 2015, the State Bank of Vietnam granted to the Bank an establishment license for a foreign bank branch in Vietnam. On 24 December 2015, the Bank acquired an additional 67% interest in VinaSiam Bank for Baht 1,643 million, increasing its ownership from 33% to 100% of the issued and paid up share capital. The banking license of VinaSiam Bank was revoked on 30 December 2015. In 1Q'16, the Bank transferred all of the assets and liabilities of VinaSiam Bank to its newly established branch in Ho Chi Minh City, the Socialist Republic of Vietnam.

\*\* The Company is under liquidation.

\*\*\* The entire business has been transferred to the Bank on 1 October 2012, and is under liquidation.

\*\*\*\* Subsidiary of SCB Plus Co., Ltd.

\*\*\*\*\* Newly established in 2016 and subsidiary of SCB Securities Co., Ltd.

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



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**8 Loans to customers and accrued interest receivables, net**

8.1 Classified by business type and quality of loan classification as at 31 March 2016 and 31 December 2015

|                              | <b>Consolidated</b> |                 |               |               |               |                  |                  |                 |               |               |               |                  |
|------------------------------|---------------------|-----------------|---------------|---------------|---------------|------------------|------------------|-----------------|---------------|---------------|---------------|------------------|
|                              | 31 March 2016       |                 |               |               |               | 31 December 2015 |                  |                 |               |               |               |                  |
|                              | Normal              | Special Mention | Sub-Standard  | Doubtful      | Doubtful Loss | Total *          | Normal           | Special Mention | Sub-Standard  | Doubtful      | Doubtful Loss | Total *          |
| Agriculture and mining       | 15,381              | 329             | 104           | 141           | 80            | 16,035           | 15,710           | 364             | 144           | 78            | 206           | 16,502           |
| Manufacturing and commercial | 547,126             | 5,953           | 3,996         | 18,936        | 10,595        | 586,606          | 550,508          | 7,908           | 14,114        | 10,180        | 11,121        | 593,831          |
| Real estate and construction | 136,803             | 927             | 515           | 359           | 2,471         | 141,075          | 137,138          | 893             | 500           | 164           | 2,543         | 141,238          |
| Utilities and services       | 263,666             | 728             | 697           | 666           | 2,026         | 267,783          | 249,231          | 958             | 1,598         | 317           | 2,020         | 254,124          |
| Housing loans                | 483,178             | 9,219           | 3,441         | 2,810         | 1,768         | 500,416          | 476,562          | 9,756           | 4,680         | 2,648         | 1,366         | 495,012          |
| Others                       | 307,087             | 13,080          | 3,183         | 1,325         | 2,024         | 326,699          | 312,013          | 13,369          | 3,876         | 1,422         | 2,019         | 332,699          |
| <b>Total *</b>               | <b>1,753,241</b>    | <b>30,236</b>   | <b>11,936</b> | <b>24,237</b> | <b>18,964</b> | <b>1,838,614</b> | <b>1,741,162</b> | <b>33,248</b>   | <b>24,912</b> | <b>14,809</b> | <b>19,275</b> | <b>1,833,406</b> |

|                              | <b>The Bank</b>  |                 |               |               |               |                  |                  |                 |               |               |               |                  |
|------------------------------|------------------|-----------------|---------------|---------------|---------------|------------------|------------------|-----------------|---------------|---------------|---------------|------------------|
|                              | 31 March 2016    |                 |               |               |               | 31 December 2015 |                  |                 |               |               |               |                  |
|                              | Normal           | Special Mention | Sub-Standard  | Doubtful      | Doubtful Loss | Total *          | Normal           | Special Mention | Sub-Standard  | Doubtful      | Doubtful Loss | Total *          |
| Agriculture and mining       | 15,319           | 329             | 104           | 141           | 80            | 15,973           | 15,304           | 340             | 144           | 78            | 44            | 15,910           |
| Manufacturing and commercial | 545,283          | 5,953           | 3,996         | 18,936        | 10,595        | 584,763          | 547,871          | 7,908           | 14,114        | 10,000        | 10,939        | 590,832          |
| Real estate and construction | 136,803          | 927             | 515           | 359           | 1,474         | 140,078          | 137,138          | 859             | 500           | 164           | 1,481         | 140,142          |
| Utilities and services       | 263,222          | 728             | 697           | 666           | 2,026         | 267,339          | 248,716          | 957             | 1,598         | 317           | 1,865         | 253,453          |
| Housing loans                | 483,156          | 9,219           | 3,441         | 2,810         | 1,768         | 500,394          | 476,541          | 9,755           | 4,680         | 2,648         | 1,366         | 494,990          |
| Others                       | 300,603          | 13,080          | 3,183         | 1,325         | 1,966         | 320,157          | 305,707          | 13,369          | 3,876         | 1,422         | 1,961         | 326,335          |
| <b>Total *</b>               | <b>1,744,386</b> | <b>30,236</b>   | <b>11,936</b> | <b>24,237</b> | <b>17,909</b> | <b>1,828,704</b> | <b>1,731,277</b> | <b>33,188</b>   | <b>24,912</b> | <b>14,629</b> | <b>17,656</b> | <b>1,821,662</b> |

\* Net of deferred revenue, excludes accrued interest receivables

8.2 Loans to listed companies identified for delisting

|   | <b>Consolidated and the Bank</b> |   |                      |           |                  |   |                      |           |  |
|---|----------------------------------|---|----------------------|-----------|------------------|---|----------------------|-----------|--|
|   | 31 March 2016                    |   |                      |           | 31 December 2015 |   |                      |           |  |
|   | No. of companies                 | Loans and accrued interest receivables* | Collateral provision | Amount of | No. of companies | Loans and accrued interest receivables* | Collateral provision | Amount of |  |
| Listed companies identified for delisting | 3                                | 12,866                                  | 6,048                | 8,368     | 2                | 2,377                                   | 1,807                | 469       |  |

\* Including loans to financial institutions but excluding other expenses

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8.3 Non-Performing Loans

As at 31 March 2016 and 31 December 2015, 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:

|   | <b>Consolidated</b>      |                     | <b>The Bank</b>  |                     |
|---|--------------------------|---------------------|------------------|---------------------|
|   | 31 March<br>2016         | 31 December<br>2015 | 31 March<br>2016 | 31 December<br>2015 |
|   | <i>(in million Baht)</i> |                     |                  |                     |
| Non-Performing Loans (net of allowance for doubtful accounts) | 23,444                   | 25,069              | 23,083           | 24,458              |
| % of Non-Performing Loans to total loans (net)                | 1.1                      | 1.3                 | 1.1              | 1.2                 |
| Non-Performing Loans (gross)                                  | 55,137                   | 58,996              | 54,082           | 57,197              |
| % of Non-Performing Loans to total loans                      | 2.6                      | 2.9                 | 2.6              | 2.8                 |

As at 31 March 2016, Rutchayothin Assets Management Co., Ltd. which is a subsidiary of the Bank, had Non-Performing Loans of Baht 465 million (*31 December 2015: Baht 465 million*). However, the Non-Performing Loans based on principal of loan purchased from the Bank and its subsidiaries as at 31 March 2016 was Baht 997 million (*31 December 2015: Baht 997 million*).

8.4 Classified assets

The Bank and its subsidiaries had classified assets as at 31 March 2016 and 31 December 2015 as follows:

|                 | <b>Consolidated</b>                     |  |              |                     |              | Total            |
|-----------------|---|--|--------------|---------------------|--------------|------------------|
|                 | 31 March 2016                           |  |              |                     |              |                  |
|                 | 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          | 1,757,075                               | 253,328  | -            | -                   | 15           | 2,010,418        |
| Special Mention | 30,444                                  | -  | -            | -                   | 2            | 30,446           |
| Sub-Standard    | 11,978                                  | -  | -            | -                   | 4            | 11,982           |
| Doubtful        | 24,237                                  | -  | -            | -                   | 4            | 24,241           |
| Doubtful Loss   | 18,970                                  | -  | 2,206        | 611                 | 451          | 22,238           |
|                 | <b>1,842,704</b>                        | <b>253,328</b>   | <b>2,206</b> | <b>611</b>          | <b>476</b>   | <b>2,099,325</b> |

\* Net of deferred revenue

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| <b>Consolidated</b> |  |   |                     |                        |                   |                         |
|---------------------|--|---|---------------------|------------------------|-------------------|-------------------------|
| 31 December 2015    |  |   |                     |                        |                   |                         |
|                     | Loans and<br>accrued<br>interest<br>receivables* | Loans to<br>financial<br>institutions<br>and accrued<br>interest<br>receivables | Investments         | Properties<br>for sale | Other assets      | Total                   |
|                     | <i>(in million Baht)</i>                         |   |                     |                        |                   |                         |
| Normal              | 1,745,381  | 207,306   | -                   | -                      | 20                | 1,952,707               |
| Special Mention     | 33,495   | -   | -                   | -                      | 3                 | 33,498                  |
| Sub-Standard        | 24,985   | -   | -                   | -                      | 4                 | 24,989                  |
| Doubtful            | 14,809   | -   | -                   | -                      | 4                 | 14,813                  |
| Doubtful Loss       | 19,281   | -   | 3,111               | 597                    | 442               | 23,431                  |
|                     | <b><u>1,837,951</u></b>                          | <b><u>207,306</u></b>   | <b><u>3,111</u></b> | <b><u>597</u></b>      | <b><u>473</u></b> | <b><u>2,049,438</u></b> |

| <b>The Bank</b> |  |   |                     |                        |                   |                         |
|-----------------|--|---|---------------------|------------------------|-------------------|-------------------------|
| 31 March 2016   |  |   |                     |                        |                   |                         |
|                 | Loans and<br>accrued<br>interest<br>receivables* | Loans to<br>financial<br>institutions<br>and accrued<br>interest<br>receivables | Investments         | Properties<br>for sale | Other assets      | Total                   |
|                 | <i>(in million Baht)</i>                         |   |                     |                        |                   |                         |
| Normal          | 1,747,755  | 246,242   | -                   | -                      | 15                | 1,994,012               |
| Special Mention | 30,444   | -   | -                   | -                      | 2                 | 30,446                  |
| Sub-Standard    | 11,978   | -   | -                   | -                      | 4                 | 11,982                  |
| Doubtful        | 24,237   | -   | -                   | -                      | 4                 | 24,241                  |
| Doubtful Loss   | 17,909   | -   | 3,153               | 608                    | 451               | 22,121                  |
|                 | <b><u>1,832,323</u></b>                          | <b><u>246,242</u></b>   | <b><u>3,153</u></b> | <b><u>608</u></b>      | <b><u>476</u></b> | <b><u>2,082,802</u></b> |

| <b>The Bank</b>  |  |   |                     |                        |                   |                         |
|------------------|--|---|---------------------|------------------------|-------------------|-------------------------|
| 31 December 2015 |  |   |                     |                        |                   |                         |
|                  | Loans and<br>accrued<br>interest<br>receivables* | Loans to<br>financial<br>institutions<br>and accrued<br>interest<br>receivables | Investments         | Properties<br>for sale | Other assets      | Total                   |
|                  | <i>(in million Baht)</i>                         |   |                     |                        |                   |                         |
| Normal           | 1,735,064  | 200,574   | -                   | -                      | 20                | 1,935,658               |
| Special Mention  | 33,435   | -   | -                   | -                      | 3                 | 33,438                  |
| Sub-Standard     | 24,985   | -   | -                   | -                      | 4                 | 24,989                  |
| Doubtful         | 14,629   | -   | -                   | -                      | 4                 | 14,633                  |
| Doubtful Loss    | 17,656   | -   | 3,285               | 594                    | 442               | 21,977                  |
|                  | <b><u>1,825,769</u></b>                          | <b><u>200,574</u></b>   | <b><u>3,285</u></b> | <b><u>594</u></b>      | <b><u>473</u></b> | <b><u>2,030,695</u></b> |

\* Net of deferred revenue

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8.5 Allowance for doubtful accounts

8.5.1 Loans classified by quality as at 31 March 2016 and 31 December 2015 (inclusive of accrued interest receivables)

|   | <b>Consolidated</b>  |   |   |   |   |   | Total         |
|---|--|---|---|---|---|---|---------------|
|   | 31 March 2016  |   |   |   |   |   |               |
|   | Individual approach<br>(All loans except for finance leases)             |   |   | Collective approach<br>(Finance leases)     |   |   |               |
|   | Loans and<br>accrued<br>interest<br>receivables<br><br>(in million Baht) | Net amount<br>used to set<br>the<br>allowance<br>for doubtful<br>accounts | %<br>used for<br>setting the<br>allowance | Allowance<br>for<br>doubtful<br>accounts*** | Net amount<br>used to set<br>the<br>allowance<br>for doubtful<br>accounts | Allowance<br>for<br>doubtful<br>accounts*** |               |
| Minimum allowance of<br>BoT regulations               |  |   |   |   |   |   |               |
| - Normal  | 1,757,075  | 1,549,532*  | 1   | 15,430                                      | 156,462   | 2,835                                       | 18,265        |
| - Special Mention                                     | 30,444   | 19,680*   | 2   | 394   | 8,891   | 1,964                                       | 2,358         |
| - Sub-Standard  | 11,978   | 6,152**   | 100                                       | 6,152                                       | 743   | 345   | 6,497         |
| - Doubtful  | 24,237   | 15,288**  | 100                                       | 15,288                                      | 572   | 248   | 15,536        |
| - Doubtful Loss                                       | 18,970   | 9,042**   | 100                                       | 9,042                                       | 1,828   | 788   | 9,830         |
| <b>Total</b>  | <b>1,842,704</b>   | <b>1,599,694</b>  |   | <b>46,306</b>                               | <b>168,496</b>  | <b>6,180</b>                                | <b>52,486</b> |
| Allowance established in excess<br>of BoT regulations |  |   |   |   |   |   | 15,211        |
| <b>Total</b>  |  |   |   |   |   |   | <b>67,697</b> |

|   | <b>Consolidated</b>  |   |   |   |   |   | Total         |
|---|--|---|---|---|---|---|---------------|
|   | 31 December 2015   |   |   |   |   |   |               |
|   | Individual approach<br>(All loans except for finance leases)             |   |   | Collective approach<br>(Finance leases)     |   |   |               |
|   | Loans and<br>accrued<br>interest<br>receivables<br><br>(in million Baht) | Net amount<br>used to set<br>the<br>allowance<br>for doubtful<br>accounts | %<br>used for<br>setting the<br>allowance | Allowance<br>for<br>doubtful<br>accounts*** | Net amount<br>used to set<br>the<br>allowance<br>for doubtful<br>accounts | Allowance<br>for<br>doubtful<br>accounts*** |               |
| Minimum allowance of<br>BoT regulations               |  |   |   |   |   |   |               |
| - Normal  | 1,745,381  | 1,536,211*  | 1   | 15,295                                      | 156,698   | 2,855                                       | 18,150        |
| - Special Mention                                     | 33,495   | 23,404*   | 2   | 469   | 8,875   | 1,856                                       | 2,325         |
| - Sub-Standard  | 24,985   | 14,087**  | 100                                       | 14,087                                      | 1,058   | 468   | 14,555        |
| - Doubtful  | 14,809   | 7,801**   | 100                                       | 7,712                                       | 641   | 275   | 7,987         |
| - Doubtful Loss                                       | 19,281   | 10,811**  | 100                                       | 10,811                                      | 1,808   | 764   | 11,575        |
| <b>Total</b>  | <b>1,837,951</b>   | <b>1,592,314</b>  |   | <b>48,374</b>                               | <b>169,080</b>  | <b>6,218</b>                                | <b>54,592</b> |
| Allowance established in excess<br>of BoT regulations |  |   |   |   |   |   | 10,185        |
| <b>Total</b>  |  |   |   |   |   |   | <b>64,777</b> |

\* Net of cash and near cash collateral

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

\*\*\* Excluding revaluation allowance for troubled debt restructuring

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| <b>The Bank</b>                                       |   |   |   |   |   |   |                      |
|---|---|---|---|---|---|---|----------------------|
| 31 March 2016   |   |   |   |   |   |   |                      |
|   | Individual approach<br>(All loans except for finance leases)                    |   |   | Collective approach<br>(Finance leases)     |   |   | Total                |
|   | Loans and<br>accrued<br>interest<br>receivables<br><br><i>(in million Baht)</i> | Net amount<br>used to set<br>the<br>allowance<br>for doubtful<br>accounts | %<br>used for<br>setting the<br>allowance | Allowance<br>for<br>doubtful<br>accounts*** | Net amount<br>used to set<br>the<br>allowance<br>for doubtful<br>accounts | Allowance<br>for<br>doubtful<br>accounts*** |                      |
| Minimum allowance of<br>BoT regulations               |   |   |   |   |   |   |                      |
| - Normal  | 1,747,755   | 1,540,677*  | 1   | 15,406                                      | 156,462   | 2,835                                       | 18,241               |
| - Special Mention                                     | 30,444  | 19,680*   | 2   | 394   | 8,891   | 1,964                                       | 2,358                |
| - Sub-Standard  | 11,978  | 6,152**   | 100                                       | 6,152                                       | 743   | 345   | 6,497                |
| - Doubtful  | 24,237  | 15,288**  | 100                                       | 15,288                                      | 572   | 248   | 15,536               |
| - Doubtful Loss                                       | 17,909  | 8,341**   | 100                                       | 8,341                                       | 1,828   | 788   | 9,129                |
| <b>Total</b>  | <b><u>1,832,323</u></b>   | <b><u>1,590,138</u></b>   |   | <b><u>45,581</u></b>                        | <b><u>168,496</u></b>   | <b><u>6,180</u></b>                         | <b><u>51,761</u></b> |
| Allowance established in excess<br>of BoT regulations |   |   |   |   |   |   | <u>15,205</u>        |
| <b>Total</b>  |   |   |   |   |   |   | <b><u>66,966</u></b> |

| <b>The Bank</b>                                       |   |   |   |   |   |   |                      |
|---|---|---|---|---|---|---|----------------------|
| 31 December 2015                                      |   |   |   |   |   |   |                      |
|   | Individual approach<br>(All loans except for finance leases)                    |   |   | Collective approach<br>(Finance leases)     |   |   | Total                |
|   | Loans and<br>accrued<br>interest<br>receivables<br><br><i>(in million Baht)</i> | Net amount<br>used to set<br>the<br>allowance<br>for doubtful<br>accounts | %<br>used for<br>setting the<br>allowance | Allowance<br>for<br>doubtful<br>accounts*** | Net amount<br>used to set<br>the<br>allowance<br>for doubtful<br>accounts | Allowance<br>for<br>doubtful<br>accounts*** |                      |
| Minimum allowance of<br>BoT regulations               |   |   |   |   |   |   |                      |
| - Normal  | 1,735,064   | 1,526,918*  | 1   | 15,269                                      | 156,698   | 2,855                                       | 18,124               |
| - Special Mention                                     | 33,435  | 23,386*   | 2   | 468   | 8,875   | 1,856                                       | 2,324                |
| - Sub-Standard  | 24,985  | 14,087**  | 100                                       | 14,087                                      | 1,058   | 468   | 14,555               |
| - Doubtful  | 14,629  | 7,621**   | 100                                       | 7,621                                       | 641   | 275   | 7,896                |
| - Doubtful Loss                                       | 17,656  | 9,707**   | 100                                       | 9,707                                       | 1,808   | 764   | 10,471               |
| <b>Total</b>  | <b><u>1,825,769</u></b>   | <b><u>1,581,719</u></b>   |   | <b><u>47,152</u></b>                        | <b><u>169,080</u></b>   | <b><u>6,218</u></b>                         | <b><u>53,370</u></b> |
| Allowance established in excess<br>of BoT regulations |   |   |   |   |   |   | <u>10,171</u>        |
| <b>Total</b>  |   |   |   |   |   |   | <b><u>63,541</u></b> |

\* Net of cash and near cash collateral

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

\*\*\* Excluding revaluation allowance for troubled debt restructuring

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Following an assessment of the ultimate collectability of the Bank's consolidated loan portfolio, the management of the Bank and its subsidiaries believe that the allowance for doubtful accounts established was adequate as at 31 March 2016 and 31 December 2015 and in compliance with the BoT's guidelines. The aggregate allowance is based on both quantitative criteria noted above and qualitative criteria that reflects management judgment.

8.5.2 Changes to the allowance for doubtful accounts

As at 31 March 2016 and 31 December 2015, the changes to the allowance for doubtful accounts were as follows:

|                                | <b>Consolidated</b>      |                 |                |               |               | Allowance established in excess of BoT regulations | Total         |
|--------------------------------|--------------------------|-----------------|----------------|---------------|---------------|--|---------------|
|                                | Normal                   | Special Mention | Sub - Standard | Doubtful      | Doubtful Loss |  |               |
|                                | 31 March 2016            |                 |                |               |               |  |               |
|                                | <i>(in million Baht)</i> |                 |                |               |               |  |               |
| As at 1 January 2016           | 18,150                   | 2,325           | 14,555         | 7,987         | 11,575        | 10,185   | 64,777        |
| Bad debt and doubtful accounts | 116                      | 33              | (8,058)        | 7,549         | 806           | 5,064  | 5,510         |
| Bad debts written off          | -                        | -               | -              | -             | (2,551)       | -  | (2,551)       |
| Others                         | (1)                      | -               | -              | -             | -             | (38)   | (39)          |
| <b>As at 31 March 2016</b>     | <b>18,265</b>            | <b>2,358</b>    | <b>6,497</b>   | <b>15,536</b> | <b>9,830</b>  | <b>15,211</b>                                      | <b>67,697</b> |

|                                | <b>Consolidated</b>      |                 |                |              |               | Allowance established in excess of BoT regulations | Total         |
|--------------------------------|--------------------------|-----------------|----------------|--------------|---------------|--|---------------|
|                                | Normal                   | Special Mention | Sub - Standard | Doubtful     | Doubtful Loss |  |               |
|                                | 31 December 2015         |                 |                |              |               |  |               |
|                                | <i>(in million Baht)</i> |                 |                |              |               |  |               |
| As at 1 January 2015           | 17,102                   | 2,858           | 7,623          | 3,074        | 10,432        | 17,925   | 59,014        |
| Transfer in                    | -                        | 5               | -              | 1            | 268           | 15   | 289           |
| Bad debt and doubtful accounts | 1,046                    | (539)           | 6,932          | 4,912        | 27,444        | (7,931)  | 31,864        |
| Bad debts written off          | -                        | -               | -              | -            | (26,594)      | -  | (26,594)      |
| Others                         | 2                        | 1               | -              | -            | 25            | 176  | 204           |
| <b>As at 31 December 2015</b>  | <b>18,150</b>            | <b>2,325</b>    | <b>14,555</b>  | <b>7,987</b> | <b>11,575</b> | <b>10,185</b>                                      | <b>64,777</b> |

|                                | <b>The Bank</b>          |                 |                |               |               | Allowance established in excess of BoT regulations | Total         |
|--------------------------------|--------------------------|-----------------|----------------|---------------|---------------|--|---------------|
|                                | Normal                   | Special Mention | Sub - Standard | Doubtful      | Doubtful Loss |  |               |
|                                | 31 March 2016            |                 |                |               |               |  |               |
|                                | <i>(in million Baht)</i> |                 |                |               |               |  |               |
| As at 1 January 2016           | 18,124                   | 2,324           | 14,555         | 7,896         | 10,471        | 10,171   | 63,541        |
| Transfer in                    | -                        | 1               | -              | 91            | 403           | 10   | 505           |
| Bad debt and doubtful accounts | 117                      | 33              | (8,058)        | 7,549         | 806           | 5,063  | 5,510         |
| Bad debts written off          | -                        | -               | -              | -             | (2,551)       | -  | (2,551)       |
| Others                         | -                        | -               | -              | -             | -             | (39)   | (39)          |
| <b>As at 31 March 2016</b>     | <b>18,241</b>            | <b>2,358</b>    | <b>6,497</b>   | <b>15,536</b> | <b>9,129</b>  | <b>15,205</b>                                      | <b>66,966</b> |

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|                                | <b>The Bank</b>          |                     |                      |                     |                      |                      | Allowance established in excess of BoT regulations | Total |
|--------------------------------|--------------------------|---------------------|----------------------|---------------------|----------------------|----------------------|--|-------|
|                                | 31 December 2015         |                     |                      |                     |                      |                      |  |       |
|                                | Normal                   | Special Mention     | Sub - Standard       | Doubtful            | Doubtful Loss        | Doubtful             |  |       |
|                                | <i>(in million Baht)</i> |                     |                      |                     |                      |                      |  |       |
| As at 1 January 2015           | 17,086                   | 2,858               | 7,623                | 3,074               | 9,691                | 17,920               | 58,252   |       |
| Bad debt and doubtful accounts | 1,038                    | (534)               | 6,932                | 4,822               | 27,346               | (7,924)              | 31,680   |       |
| Bad debts written off          | -                        | -                   | -                    | -                   | (26,566)             | -                    | (26,566)   |       |
| Others                         | -                        | -                   | -                    | -                   | -                    | 175                  | 175  |       |
| <b>As at 31 December 2015</b>  | <b><u>18,124</u></b>     | <b><u>2,324</u></b> | <b><u>14,555</u></b> | <b><u>7,896</u></b> | <b><u>10,471</u></b> | <b><u>10,171</u></b> | <b><u>63,541</u></b>                               |       |

**9 Troubled debt restructuring**

The financial statements for the three-month periods ended 31 March 2016 and 2015, includes the following changes through various types of troubled debt restructuring:

| Types of debt restructuring         | <b>Consolidated and the Bank</b> |                     |                           |                     |                          |                     |                      |            |   |
|-------------------------------------|----------------------------------|---------------------|---------------------------|---------------------|--------------------------|---------------------|----------------------|------------|---|
|                                     | No. of accounts                  |                     | Outstanding debts         |                     |                          |                     | Transferred assets   |            |   |
|                                     | 2016                             | 2015                | Before debt restructuring |                     | After debt restructuring |                     | Types                | Fair value |   |
|                                     |                                  |                     | 2016                      | 2015                | 2016                     | 2015                |                      | 2016 2015  |   |
|                                     | <i>(in million Baht)</i>         |                     |                           |                     |                          |                     |                      |            |   |
| Transfers of assets                 | 3                                | -                   | 9                         | -                   | 9                        | -                   | Immovable properties | -          | - |
| Debt restructuring in various forms | 317                              | 324                 | 5,496                     | 2,107               | 5,492                    | 2,084               | Immovable properties | 5          | - |
| Changes of repayment conditions     | 3,005                            | 1,444               | 2,130                     | 1,104               | 2,109                    | 1,012               |                      |            |   |
| <b>Total</b>                        | <b><u>3,325</u></b>              | <b><u>1,768</u></b> | <b><u>7,635</u></b>       | <b><u>3,211</u></b> | <b><u>7,610</u></b>      | <b><u>3,096</u></b> |                      |            |   |

As at 31 March 2016 and 2015, troubled debt restructuring compared with total loans including loans to financial institutions were as follows:

|   | <b>Consolidated</b> |                          |                 |                   |
|---|---------------------|--------------------------|-----------------|-------------------|
|   | 2016                |                          | 2015            |                   |
|   | No. of accounts     | Outstanding debts        | No. of accounts | Outstanding debts |
|   |                     | <i>(in million Baht)</i> |                 |                   |
| Balance of troubled debt restructured                 | 3,325               | 7,635                    | 1,768           | 3,211             |
| Total loans including loans to financial institutions | 1,212,265           | 2,096,032                | 1,062,983       | 2,030,183         |

  

|   | <b>The Bank</b> |                          |                 |                   |
|---|-----------------|--------------------------|-----------------|-------------------|
|   | 2016            |                          | 2015            |                   |
|   | No. of accounts | Outstanding debts        | No. of accounts | Outstanding debts |
|   |                 | <i>(in million Baht)</i> |                 |                   |
| Balance of troubled debt restructured                 | 3,325           | 7,635                    | 1,768           | 3,211             |
| Total loans including loans to financial institutions | 1,104,049       | 2,078,565                | 967,744         | 2,015,649         |

The average term of troubled debt restructured as of 31 March 2016 is 9.9 years (31 March 2015: 10.6 years).

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As at 31 March 2016 and 31 December 2015, the Bank and its subsidiaries had outstanding balances relating to restructured loans, including troubled debt, as follows:

|   | <b>Consolidated and the Bank</b> |  |                    |  |
|---|----------------------------------|--|--------------------|--|
|   | 31 March 2016                    |  | 31 December 2015   |  |
|   | No. of<br>accounts               | Outstanding<br>debts<br><i>(in million Baht)</i> | No. of<br>accounts | Outstanding<br>debts<br><i>(in million Baht)</i> |
| Restructured loans which were classified as NPL     | 3,140                            | 5,872  | 3,407              | 6,535  |
| Restructured loans which were not classified as NPL | 14,642                           | 29,348   | 14,089             | 26,454   |
| <b>Total</b>  | <b>17,782</b>                    | <b>35,220</b>                                    | <b>17,496</b>      | <b>32,989</b>                                    |

Supplementary information relating to restructured loans for the three-month periods ended 31 March 2016 and 2015 were as follows:

|   | <b>Consolidated and the Bank</b> |       |
|---|----------------------------------|-------|
|   | 2016                             | 2015  |
|   | <i>(in million Baht)</i>         |       |
| Interest income recognised in the statement of profit or loss and other comprehensive income            | 390                              | 392   |
| Loss on debt restructuring recognised in the statement of profit or loss and other comprehensive income | 6                                | 2     |
| Cash collection   | 3,729                            | 2,651 |

**Revaluation allowance for debt restructuring**

As at 31 March 2016 and 31 December 2015, the changes to the revaluation allowance for debt restructuring were as follows:

|                                 | <b>Consolidated and the Bank</b> |                     |
|---------------------------------|----------------------------------|---------------------|
|                                 | 31 March<br>2016                 | 31 December<br>2015 |
|                                 | <i>(in million Baht)</i>         |                     |
| Beginning balance               | -                                | -                   |
| Increase during the period/year | 1                                | -                   |
| <b>Ending balance</b>           | <b>1</b>                         | <b>-</b>            |

**10 Liabilities under insurance contracts**

Liabilities under insurance contracts represent the liabilities of the insurance subsidiary. As at 31 March 2016 and 31 December 2015 were as follows:

|                                | <b>Consolidated</b>      |                     |
|--------------------------------|--------------------------|---------------------|
|                                | 31 March<br>2016         | 31 December<br>2015 |
|                                | <i>(in million Baht)</i> |                     |
| SCB Life Assurance PCL         |                          |                     |
| Life insurance policy reserves | 195,988                  | 183,718             |
| Others                         | 1,794                    | 1,449               |
| <b>Total</b>                   | <b>197,782</b>           | <b>185,167</b>      |



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**Life insurance policy reserves**

|   | <b>Consolidated</b>      |
|---|--------------------------|
|   | 31 March 2016            |
|   | <i>(in million Baht)</i> |
| At 1 January 2016   | 183,718                  |
| Reserve increase from new and inforce policies in the period                | 15,168                   |
| Reserve released for benefit payments, lapse and cancellation in the period | <u>(2,898)</u>           |
| <b>At 31 March 2016</b>   | <b><u>195,988</u></b>    |

**11 Assets pledged as collateral and under restriction**

As at 31 March 2016 and 31 December 2015, assets pledged as collateral and under restriction were as follows:

|   | <b>Consolidated</b>      |                      | <b>The Bank</b>      |                      |
|---|--------------------------|----------------------|----------------------|----------------------|
|   | 31 March<br>2016         | 31 December<br>2015  | 31 March<br>2016     | 31 December<br>2015  |
|   | <i>(in million Baht)</i> |                      |                      |                      |
| Investments                                     |                          |                      |                      |                      |
| Securities pledged as collateral for repurchase | 43,965                   | 42,636               | 43,965               | 42,636               |
| Others  | 43,731                   | 35,191               | 292                  | 272                  |
| <b>Total</b>                                    | <b><u>87,696</u></b>     | <b><u>77,827</u></b> | <b><u>44,257</u></b> | <b><u>42,908</u></b> |

**12 Contingencies**

As at 31 March 2016 and 31 December 2015, contingencies were as follows:

|   | <b>Consolidated</b>      |                       | <b>The Bank</b>       |                       |
|---|--------------------------|-----------------------|-----------------------|-----------------------|
|   | 31 March<br>2016         | 31 December<br>2015   | 31 March<br>2016      | 31 December<br>2015   |
|   | <i>(in million Baht)</i> |                       |                       |                       |
| Avals to bills                            | 4,795                    | 5,754                 | 4,795                 | 5,754                 |
| Guarantees of loans                       | 720                      | 248                   | 110                   | 110                   |
| Liability under unmaturing import bills   | 8,131                    | 8,228                 | 8,131                 | 8,228                 |
| Letters of credit                         | 26,185                   | 27,775                | 25,975                | 27,567                |
| Other contingencies                       |                          |                       |                       |                       |
| - Amount of unused bank overdrafts        | 162,217                  | 156,991               | 161,353               | 156,255               |
| - Other guarantees                        | 190,381                  | 178,458               | 188,484               | 176,498               |
| - Receivables / payables from investments | 17,566                   | 7,383                 | 15,020                | 7,383                 |
| - Others                                  | 44,569                   | 38,132                | 42,121                | 35,584                |
| <b>Total</b>                              | <b><u>454,564</u></b>    | <b><u>422,969</u></b> | <b><u>445,989</u></b> | <b><u>417,379</u></b> |

As at 31 March 2016, 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 2015: 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 jointly 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 juristic entities.

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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. For other income and expenses are charged at market price as normal business or the price as stipulated in the agreement. Transactions with related parties or persons were as follows:

13.1 Loans, deposits, borrowings and contingencies

Loans, deposits, borrowings and contingencies to related parties or persons as at 31 March 2016 and 31 December 2015 were as follows:

|   | <b>Consolidated</b>      |               |                 |                    |                  |               |                 |                    |
|---|--------------------------|---------------|-----------------|--------------------|------------------|---------------|-----------------|--------------------|
|   | 31 March 2016            |               |                 |                    | 31 December 2015 |               |                 |                    |
|   | Loans*                   | Deposits      | Borrow-<br>ings | Contin-<br>gencies | Loans*           | Deposits      | Borrow-<br>ings | Contin-<br>gencies |
|   | <i>(in million Baht)</i> |               |                 |                    |                  |               |                 |                    |
| Associate   | -                        | 479           | -               | -                  | -                | 692           | -               | -                  |
| Related companies (Shareholding through other companies' debt restructuring process)                      | -                        | -             | -               | 1                  | -                | -             | -               | 1                  |
| Major shareholders (more than 10% ownership)  | -                        | 7,159         | -               | -                  | -                | 8,216         | -               | -                  |
| Entities in which the directors, management or close members of their families have significant influence | 406                      | 1,199         | 178             | 107                | 11               | 655           | 1               | 107                |
| Directors and key executive officers  | 114                      | 910           | 19              | -                  | 122              | 712           | 19              | -                  |
| <b>Total</b>  | <b>520</b>               | <b>9,747</b>  | <b>197</b>      | <b>108</b>         | <b>133</b>       | <b>10,275</b> | <b>20</b>       | <b>108</b>         |
|   | <b>The Bank</b>          |               |                 |                    |                  |               |                 |                    |
|   | 31 March 2016            |               |                 |                    | 31 December 2015 |               |                 |                    |
|   | Loans*                   | Deposits      | Borrow-<br>ings | Contin-<br>gencies | Loans*           | Deposits      | Borrow-<br>ings | Contin-<br>gencies |
|   | <i>(in million Baht)</i> |               |                 |                    |                  |               |                 |                    |
| Subsidiaries  |                          |               |                 |                    |                  |               |                 |                    |
| Finance & Insurance   | -                        | 3,137         | 1,469           | 13,715             | -                | 2,012         | 1,727           | 13,151             |
| Others  | -                        | 406           | -               | -                  | -                | 460           | -               | -                  |
| Total subsidiaries  | -                        | 3,543         | 1,469           | 13,715             | -                | 2,472         | 1,727           | 13,151             |
| Associate   | -                        | 479           | -               | -                  | -                | 692           | -               | -                  |
| Related companies (Shareholding through other companies' debt restructuring process)                      | -                        | -             | -               | 1                  | -                | -             | -               | 1                  |
| Major shareholders (more than 10% ownership)  | -                        | 7,159         | -               | -                  | -                | 8,216         | -               | -                  |
| Entities in which the directors, management or close members of their families have significant influence | 406                      | 1,199         | 178             | 107                | 11               | 655           | 1               | 107                |
| Directors and key executive officers  | 114                      | 910           | 19              | -                  | 122              | 712           | 19              | -                  |
| <b>Total</b>  | <b>520</b>               | <b>13,290</b> | <b>1,666</b>    | <b>13,823</b>      | <b>133</b>       | <b>12,747</b> | <b>1,747</b>    | <b>13,259</b>      |

\* Net of provision (1%)

**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
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13.2 Income and expenses

Significant income and expenses between the Bank and its subsidiaries, associate and related companies for the three-month periods ended 31 March 2016 and 2015 were as follows:

|                    | <b>Consolidated</b>      |        |          |        |          |        |          |        |
|--------------------|--------------------------|--------|----------|--------|----------|--------|----------|--------|
|                    | 2016                     |        |          |        | 2015     |        |          |        |
|                    | Income                   |        | Expenses |        | Income   |        | Expenses |        |
|                    | Interest                 | Others | Interest | Others | Interest | Others | Interest | Others |
|                    | <i>(in million Baht)</i> |        |          |        |          |        |          |        |
| Associate          | -                        | -      | 2        | -      | -        | -      | -        | -      |
| Major shareholders | -                        | -      | 35       | 5      | -        | -      | 59       | 5      |

  

|                    | <b>The Bank</b>          |        |          |        |          |        |          |        |
|--------------------|--------------------------|--------|----------|--------|----------|--------|----------|--------|
|                    | 2016                     |        |          |        | 2015     |        |          |        |
|                    | Income                   |        | Expenses |        | Income   |        | Expenses |        |
|                    | Interest                 | Others | Interest | Others | Interest | Others | Interest | Others |
|                    | <i>(in million Baht)</i> |        |          |        |          |        |          |        |
| Subsidiaries       | 2                        | 2,451  | 116      | 639    | 4        | 2,781  | 21       | 748    |
| Associate          | -                        | -      | 2        | -      | -        | -      | -        | -      |
| Major shareholders | -                        | -      | 35       | 5      | -        | -      | 59       | 5      |

**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 31 March</i> | <b>Consolidated</b>      |            | <b>The Bank</b> |            |
|--|--------------------------|------------|-----------------|------------|
|  | 2016                     | 2015       | 2016            | 2015       |
|  | <i>(in million Baht)</i> |            |                 |            |
| Short-term employee benefits                     | 654                      | 678        | 570             | 595        |
| Post-employment benefits                         | 5                        | 2          | 4               | -          |
| <b>Total</b>                                     | <b>659</b>               | <b>680</b> | <b>574</b>      | <b>595</b> |

**15 Operating segments**

As at 31 March 2016 and 2015, 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 main lines of business: the Corporate Segment which serves corporate and commercial customers; the SME Segment which serves SME customers; the Retail Segment which serves individuals and small businesses; and the Special Business unit which is responsible for NPL resolution. In addition, the Bank has three major subsidiaries: SCB Securities Co., Ltd., SCB Asset Management Co., Ltd. and SCB Life Assurance PCL.

# The Siam Commercial Bank Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month period ended 31 March 2016 (Unaudited)

In the information provided below, the results of 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. The results of the Special Business unit are allocated back to the line of business from which the workout assets were transferred. With respect to fee income earned by subsidiaries, it is allocated to the appropriate line of business (Corporate Segment, SME Segment or Retail Segment) in the Management Discussion and Analysis 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 line of business as well as allocation of common expenses to these businesses.

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

| <i>For the three-month period ended<br/>31 March 2016</i> | Corporate<br>Segment | SME<br>Segment | Consolidated             |         | Total    |
|---|----------------------|----------------|--------------------------|---------|----------|
|   |                      |                | Retail<br>Segment        | Others  |          |
|   |                      |                | <i>(in million Baht)</i> |         |          |
| Net interest income                                       | 3,910                | 3,742          | 10,876                   | 3,142   | 21,670   |
| Net fees income & dividend and other income               | 2,320                | 1,180          | 7,426                    | (2,951) | 7,975    |
| Total operating income                                    | 6,230                | 4,922          | 18,302                   | 191     | 29,645   |
| Total operating expenses                                  | (1,825)              | (1,316)        | (8,425)                  | 25      | (11,541) |
| Profit before impairment loss and income tax              | 4,405                | 3,606          | 9,877                    | 216     | 18,104   |
| Impairment loss and income tax                            |                      |                |                          |         | (7,568)  |
| Net profit  |                      |                |                          |         | 10,536   |

| <i>For the three-month period ended<br/>31 March 2015</i> | Corporate<br>Segment | SME<br>Segment | Consolidated             |         | Total    |
|---|----------------------|----------------|--------------------------|---------|----------|
|   |                      |                | Retail<br>Segment        | Others  |          |
|   |                      |                | <i>(in million Baht)</i> |         |          |
| Net interest income                                       | 4,059                | 3,556          | 9,939                    | 2,978   | 20,532   |
| Net fees income & dividend and other income               | 2,749                | 998            | 7,508                    | 716     | 11,971   |
| Total operating income                                    | 6,808                | 4,554          | 17,447                   | 3,694   | 32,503   |
| Total operating expenses                                  | (1,778)              | (1,334)        | (8,127)                  | (1,220) | (12,459) |
| Profit before impairment loss and income tax              | 5,030                | 3,220          | 9,320                    | 2,474   | 20,044   |
| Impairment loss and income tax                            |                      |                |                          |         | (6,878)  |
| Net profit  |                      |                |                          |         | 13,166   |

**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
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**16 The financial position and results of operations classified by domestic and foreign business**

16.1 As at 31 March 2016 and 31 December 2015, the financial position classified by domestic and foreign business was as follows:

|   | <b>Consolidated</b>      |                     |             |           |                      |                     |             |           |
|---|--------------------------|---------------------|-------------|-----------|----------------------|---------------------|-------------|-----------|
|   | 31 March 2016            |                     |             |           |                      | 31 December 2015    |             |           |
|   | Domestic<br>business     | Foreign<br>business | Elimination | Total     | Domestic<br>business | Foreign<br>business | Elimination | Total     |
|   | <i>(in million Baht)</i> |                     |             |           |                      |                     |             |           |
| Total assets  | 2,790,978                | 96,122              | (44,332)    | 2,842,768 | 2,704,384            | 112,633             | (42,708)    | 2,774,309 |
| Interbank and money market items,<br>net (Assets)           | 266,236                  | 15,833              | -           | 282,069   | 233,400              | 27,543              | -           | 260,943   |
| Investments, net *  | 596,860                  | 776                 | -           | 597,636   | 536,129              | 870                 | -           | 536,999   |
| Loans to customers and accrued<br>interest receivables, net | 1,750,823                | 24,184              | -           | 1,775,007 | 1,746,380            | 26,794              | -           | 1,773,174 |
| Deposits  | 1,939,550                | 11,406              | -           | 1,950,956 | 1,877,221            | 13,508              | -           | 1,890,729 |
| Interbank and money market<br>items (Liabilities)           | 120,952                  | 1,762               | -           | 122,714   | 130,306              | 12,631              | -           | 142,937   |
| Debt issued and borrowings                                  | 40,221                   | 79,350              | -           | 119,571   | 39,885               | 81,279              | -           | 121,164   |

|   | <b>The Bank</b>          |                     |             |           |                      |                     |             |           |
|---|--------------------------|---------------------|-------------|-----------|----------------------|---------------------|-------------|-----------|
|   | 31 March 2016            |                     |             |           |                      | 31 December 2015    |             |           |
|   | Domestic<br>business     | Foreign<br>business | Elimination | Total     | Domestic<br>business | Foreign<br>business | Elimination | Total     |
|   | <i>(in million Baht)</i> |                     |             |           |                      |                     |             |           |
| Total assets  | 2,565,593                | 87,614              | (44,332)    | 2,608,875 | 2,497,559            | 102,575             | (42,708)    | 2,557,426 |
| Interbank and money market items,<br>net (Assets)           | 258,192                  | 9,947               | -           | 268,139   | 224,735              | 21,757              | -           | 246,492   |
| Investments, net *  | 404,413                  | 776                 | -           | 405,189   | 359,974              | 867                 | -           | 360,841   |
| Loans to customers and accrued<br>interest receivables, net | 1,743,532                | 21,824              | -           | 1,765,356 | 1,739,314            | 22,914              | -           | 1,762,228 |
| Deposits  | 1,940,844                | 4,640               | -           | 1,945,484 | 1,877,909            | 6,995               | -           | 1,884,904 |
| Interbank and money market<br>items (Liabilities)           | 123,946                  | 1,762               | -           | 125,708   | 133,087              | 12,631              | -           | 145,718   |
| Debt issued and borrowings                                  | 40,091                   | 79,351              | -           | 119,442   | 40,107               | 81,279              | -           | 121,386   |

\* Includes net investments in subsidiaries and associate

**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
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**For the three-month period ended 31 March 2016 (Unaudited)**

16.2 The results of operations classified by domestic and foreign business for the three-month periods ended 31 March 2016 and 2015 were as follows:

|                             | <b>Consolidated</b>      |                  |             |          |                   |                  |             |          |
|-----------------------------|--------------------------|------------------|-------------|----------|-------------------|------------------|-------------|----------|
|                             | 2016                     |                  |             | 2015     |                   |                  |             |          |
|                             | Domestic business        | Foreign business | Elimination | Total    | Domestic business | Foreign business | Elimination | Total    |
|                             | <i>(in million Baht)</i> |                  |             |          |                   |                  |             |          |
| Interest income             | 30,155                   | 888              | (622)       | 30,421   | 30,737            | 874              | (583)       | 31,028   |
| Interest expense            | (8,490)                  | (883)            | 622         | (8,751)  | (10,242)          | (837)            | 583         | (10,496) |
| Net interest income         | 21,665                   | 5                | -           | 21,670   | 20,495            | 37               | -           | 20,532   |
| Net fees and service income | 7,027                    | 13               | -           | 7,040    | 6,620             | 10               | -           | 6,630    |
| Other operating income      | 935                      | -                | -           | 935      | 5,336             | 5                | -           | 5,341    |
| Other operating expenses    | (16,497)                 | (54)             | -           | (16,551) | (16,018)          | (42)             | -           | (16,060) |
| Profit before tax           | 13,130                   | (36)             | -           | 13,094   | 16,433            | 10               | -           | 16,443   |

|                             | <b>The Bank</b>          |                  |             |          |                   |                  |             |          |
|-----------------------------|--------------------------|------------------|-------------|----------|-------------------|------------------|-------------|----------|
|                             | 2016                     |                  |             | 2015     |                   |                  |             |          |
|                             | Domestic business        | Foreign business | Elimination | Total    | Domestic business | Foreign business | Elimination | Total    |
|                             | <i>(in million Baht)</i> |                  |             |          |                   |                  |             |          |
| Interest income             | 28,231                   | 841              | (622)       | 28,450   | 29,014            | 847              | (583)       | 29,278   |
| Interest expense            | (8,488)                  | (879)            | 622         | (8,745)  | (10,252)          | (835)            | 583         | (10,504) |
| Net interest income         | 19,743                   | (38)             | -           | 19,705   | 18,762            | 12               | -           | 18,774   |
| Net fees and service income | 8,043                    | (2)              | -           | 8,041    | 7,916             | (4)              | -           | 7,912    |
| Other operating income      | 2,583                    | (5)              | -           | 2,578    | 2,778             | 7                | -           | 2,785    |
| Other operating expenses    | (16,061)                 | (35)             | -           | (16,096) | (15,492)          | (24)             | -           | (15,516) |
| Profit before tax           | 14,308                   | (80)             | -           | 14,228   | 13,964            | (9)              | -           | 13,955   |

**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 period ended 31 March 2016 were 20% and 19%, respectively (31 March 2015: 20% and 20% respectively).

**18 Basic earnings per share**

Basic earnings per share in the consolidated and the Bank's financial statements for the three-month periods ended 31 March 2016 and 2015 were calculated as follows:

|  | <b>Consolidated</b>                       |             | <b>The Bank</b> |             |
|--|---|-------------|-----------------|-------------|
|  | 2016                                      | 2015        | 2016            | 2015        |
|  | <i>(in million Baht / million shares)</i> |             |                 |             |
| Profit attributable to ordinary shareholders of the Bank (basic) | 10,546                                    | 13,152      | 11,465          | 11,160      |
| Number of ordinary and preference shares outstanding             | 3,399                                     | 3,399       | 3,399           | 3,399       |
| <b>Earnings per share (basic) (in Baht)</b>                      | <b>3.10</b>                               | <b>3.87</b> | <b>3.37</b>     | <b>3.28</b> |

**The Siam Commercial Bank Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

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 periods ended 31 March 2016 and 2015 were based on the profit attributable to ordinary shareholders of the Bank and the number of ordinary and preference shares outstanding during the period.

**19 Events after the reporting period**

- 19.1 639,398 preference shares have been converted into 639,398 ordinary shares. The Bank registered the conversion of the preference shares with the Ministry of Commerce on 11 April 2016.
- 19.2 At the annual general meeting of the shareholders of the Bank held on 5 April 2016, the shareholders approved the appropriation of dividend of Baht 4.00 per share, amounting to Baht 13,597 million. The dividend was paid to shareholders on 3 May 2016.