



**Krungthai**  
**กรุงไทย**

## Management Discussion and Analysis

For the first quarter ended March 31, 2025

(Reviewed)

This report discusses the principal changes in the reviewed consolidated financial statement for the first quarter ended March 31, 2025.

## Economic Overview

In 2025, the Thai economy faces heightened uncertainty stemming from the United States' trade policy, specifically product-specific tariffs and reciprocal tariffs against multiple trading partners. This has contributed to a weakening of global economic momentum, international trade and global supply chain production, and investment. Thai exports to the U.S. must contend with a baseline tariff hike to 10% since early April 2025, which could rise to the full reciprocal rate at 36% in the second half of the year, depending on the outcome of negotiations. Indirect impacts must also be monitored, particularly through key partners such as China, which is subject to elevated U.S. tariffs. These developments may affect certain Thai industries with interdependent supply chains and could intensify competition from Chinese products in global markets.

On the tourism front, the number of foreign visitors in 2025 is not expected to increase significantly from the previous year, largely due to fewer-than-expected arrivals from China. Structurally, the Thai economy remains fragile due to persistent competitiveness challenges. Many businesses, particularly SMEs, are under pressure from high wages and operating costs and face constraints in adapting to growing volatility. Households, too, are burdened with high levels of debt, limiting their capacity to spend.

Additional challenges include financial market volatility linked to uncertain monetary policy directions in major economies, rising geopolitical tensions, and natural disasters—including the impact of the earthquake that struck in late March 2025. These factors collectively pose downside risks to Thailand's future growth prospects.

According to the Bank of Thailand's most recent forecast released in April 2025, if the U.S. imposes a baseline 10% tariff on Thai exports throughout the year, the Thai economy is expected to grow by just 2.0% in 2025, down from 2.5% in 2024. In a more adverse scenario—where the U.S. raises tariffs to 18% in the second half of the year (equivalent to half of the full rate previously announced)—growth would slow further to 1.3%.

## The Bank and Its Subsidiaries Performance Overview

### The Bank and Its Subsidiaries' Performance for 1Q2025

Thailand's economic growth in 2025 is expected to remain modest amid mounting global and domestic challenges. Heightened trade tensions—driven by new U.S. tariffs and retaliatory measures—pose direct risks to exports, while increased Chinese imports are intensifying local competition. Structural issues, including high household debt, a substantial informal economy, SME vulnerabilities, and the impact of recent earthquakes further weigh on the outlook.

The Bank continued to operate with prudence and preparedness to navigate economic uncertainties, with a strong focus on supporting customers across all segments and helping them adapt and capitalize on opportunities arising from change. It remained committed to government-led economic recovery efforts through proactive and timely financial relief measures. Most recently, the Bank launched urgent support for customers affected by the earthquake, in addition to existing assistance for flood-affected customers and household debt restructuring initiatives, including the **“You Fight, We Help”** initiative, **“Consolidated Loan for Civil Servants debt program”**, and **“Krungthai Home Easy Cash”**. These programs provide customers with access to low-interest loans, helping to ease financial burdens, improve liquidity for business operations, and enhance day-to-day financial flexibility. All initiatives are implemented in line with the Bank of Thailand's Responsible Lending guidelines.

**In the first quarter of 2025**, the Bank continued to execute its strategic focus on sustainable growth with prudent and effective asset quality management. The Bank maintained a high Coverage Ratio at 187.7%, reinforcing its resilience amid ongoing economic uncertainties. Net profit attributable to the Bank amounted to THB 11,714 million.

**Compared to 1Q2024<sup>1/</sup>**, net profit attributable to the Bank recorded a slight increase, supported by growth in income from risk mitigation financial products, investments, and net investment gain. The Bank continued to manage its expenses efficiently, resulting in a cost to income ratio of 40.4%. Expected credit loss was prudently set aside at an appropriate and sufficient level, consistent with the same period last year. NPL remained effectively managed at THB 95,017 million, with the NPL ratio improving to 2.97% from 2.99% at the end of 2024, reflecting the Bank's balanced portfolio management amid a volatile environment.

1/ Adjusted to be presented as a comparative purpose with the current period since the associated companies has adopted the financial reporting standard No. 17 - Insurance Contracts for the first time.

Compared to 4Q2024<sup>1/</sup>, net profit attributable to the Bank increased slightly, driven by higher income from risk mitigation financial products, investment, and net investment gains, reflecting market conditions. Operating expenses dropped by 6.5%, reflecting effective overall cost management and as well as a seasonal expense reduction. Expected credit loss was prudently set aside at an appropriate and sufficient level, consistent with the Bank's prudent approach to asset quality management.

As at March 31, 2025, the Bank and the Financial Business Group's Tier 1 capital ratio and total capital adequacy ratio stood at 19.82% and 21.80% of its RWA, respectively - well above the Bank of Thailand's regulatory requirements. The Bank also maintained strong liquidity, with the Liquidity Coverage Ratio (LCR) consistently above the regulatory minimum.

On March 19, 2025, S&P Global Ratings upgraded the Bank's international credit rating to BBB/A-2 from BBB-/A-3. The upgrade reflected continued improvement in profitability, prudent asset quality management, and the Bank's strong business position.

In 2025, Krungthai Bank remains committed to driving the organization forward under the concept of **"Corporate Value Creation: Enhancing Skills, Creating Value for the Future"**. This initiative aims to enhance the Bank's readiness for the evolving business landscape through five key strategic priorities focused on revenue enhancement, cost optimization, prudent credit risk management, and strengthening employee capability and operational efficiency. The strategy encompasses value creation across five key ecosystems, maximizing potential through both the expansion of existing platforms and the launch of new ones to support future growth. It also includes enhancing customer engagement and service delivery, developing future-ready IT infrastructure and technologies, and fostering a new organizational culture that embraces change and optimizes the use of technology. These efforts are geared toward driving strong and sustainable growth while ensuring consistent, effective returns for shareholders over the long term.

1/ Adjusted to be presented as a comparative purpose with the current period since the associated companies has adopted the financial reporting standard No. 17 - Insurance Contracts for the first time.

## The Bank and Its Subsidiaries' Performance for the Quarter Ended March 31, 2025

### Overview Operating Income and Net Profit

Unit : Million Baht

	1/2025	4/2024 <sup>(3)</sup>	Change %	1/2024 <sup>(3)</sup>	Change %
Net interest income	27,843	29,613	(6.0)	29,561	(5.8)
Net fee and service income	5,442	5,809	(6.3)	5,577	(2.4)
Other non-interest income	7,002	3,487	100.8	6,162	13.6
Total operating income	40,287	38,909	3.5	41,300	(2.5)
Total other operating expenses	16,292	17,417	(6.5)	17,731	(8.1)
Pre-provision profit <sup>(1)</sup>	23,995	21,492	11.6	23,569	1.8
Expected credit losses	8,223	6,725	22.3	8,029	2.4
Operating profit before income tax expenses	15,772	14,767	6.8	15,540	1.5
Income tax expenses	3,177	2,805	13.3	2,935	8.2
Net Profit	12,595	11,962	5.3	12,605	(0.1)
Net profit (attributable to equity holders of the Bank)	11,714	10,989	6.6	11,676	0.3
ROA (%) <sup>(2)</sup>	1.27	1.18	0.09	1.27	(0.0)
ROE (%) <sup>(2)</sup>	10.64	10.03	0.61	11.45	(0.81)

(1) Pre-provision profit before provision for expected credit losses and income tax expense

(2) ROA and ROE calculated from net income (attributable to equity holders of the bank) divided by average assets and average equity attributable to equity holders of the bank respectively.

(3) Adjusted to be presented as a comparative purpose with the current period since the associated companies has adopted the financial reporting standard No. 17 - Insurance Contracts for the first time.

For 1Q2025 compared to 1Q2024<sup>1/</sup>, The Bank continued to execute its strategic focus on sustainable growth with prudent and effective asset quality management. The Bank maintained a high Coverage Ratio at 187.7%, reinforcing its resilience amid ongoing economic uncertainties. Net profit attributable to the Bank amounted to THB 11,714 million, reflecting a slight year-on-year increase. Revenue was primarily driven by growth in income from risk mitigation financial products, investments, and net investment gain. The Bank continued to manage its expenses efficiently, resulting in a cost to income ratio of 40.4%, while continuing to invest in IT and digital capabilities, aimed at developing new products and services in preparation for future industry growth and advancements in technology and innovation. Expected credit loss was prudently set aside at an appropriate and sufficient level, consistent with the same period last year. NPL remained effectively managed at THB 95,017 million, with the NPL ratio improving to 2.97% from 2.99% at the end of 2024, reflecting the Bank's balanced portfolio management amid a volatile environment.

1/ Adjusted to be presented as a comparative purpose with the current period since the associated companies has adopted the financial reporting standard No. 17 - Insurance Contracts for the first time.

Compared to 4Q2024<sup>1/</sup>, The Bank's net profit maintained consistent growth, supported by prudent asset quality management. NPL ratio declined to 2.97%, while the coverage ratio remained high at 187.7%. Net profit's growth was primarily driven by increased revenue from risk mitigation financial products, investment, and net investment gains, reflecting market conditions. Meanwhile, operating expenses dropped by 6.5%, reflecting effective cost management and, in part, seasonal expense reduction. As a result, the cost to income ratio stood at 40.4%. The Bank maintained an adequate and appropriate level of expected credit loss, in line with a prudent approach.

## Net Interest Income

Unit : Million Baht

	1/2025	4/2024 <sup>(2)</sup>	Change	1/2024 <sup>(2)</sup>	Change
			%		%
<b>Interest income</b>	<b>38,672</b>	<b>41,225</b>	<b>(6.2)</b>	<b>40,881</b>	<b>(5.4)</b>
- Interbank and money market items	2,942	3,837	(23.3)	3,602	(18.3)
- Investments and trading transactions	108	76	42.1	93	16.1
- Investment in debt securities	1,856	1,967	(5.6)	1,580	17.5
- Loans	33,670	35,210	(4.4)	35,388	(4.9)
- Hire purchase and financial lease	34	42	(19.0)	47	(27.7)
- Others	62	93	(33.3)	171	(63.7)
<b>Less Interest expense</b>	<b>10,829</b>	<b>11,612</b>	<b>(6.7)</b>	<b>11,320</b>	<b>(4.3)</b>
- Deposits	5,289	5,892	(10.2)	5,016	5.4
- Interbank and money market items	832	894	(6.9)	1,297	(35.9)
- Contributions to BOT and DPA	3,201	3,246	(1.4)	3,054	4.8
- Debts issued	1,373	1,426	(3.7)	1,805	(23.9)
- Others	134	154	(13.0)	148	(9.5)
<b>Net interest income</b>	<b>27,843</b>	<b>29,613</b>	<b>(6.0)</b>	<b>29,561</b>	<b>(5.8)</b>
<b>Earning Asset Yield (%)<sup>(1)</sup></b>	<b>4.28</b>	<b>4.56</b>	<b>(0.29)</b>	<b>4.58</b>	<b>(0.31)</b>
<b>Cost of Fund (%)<sup>(1)</sup></b>	<b>1.40</b>	<b>1.50</b>	<b>(0.10)</b>	<b>1.47</b>	<b>(0.07)</b>
<b>Net interest margin [based on earning assets] (%)<sup>(1)</sup></b>	<b>3.08</b>	<b>3.28</b>	<b>(0.20)</b>	<b>3.31</b>	<b>(0.23)</b>

(1) Earning assets include financial assets measured at fair value through profit or loss; Interest bearing debts include financial liabilities measured at fair value through profit or loss.

(2) Adjusted to be presented as a comparative purpose with the current period since the associated companies has adopted the financial reporting standard No. 17 - Insurance Contracts for the first time.

For 1Q2025 compared to 1Q2024, consolidated net interest income was Baht 27,843 million. The Bank managed its portfolio to maintain a balanced risk-return profile, supported by slight growth in strategic retail loans and government loans amid ongoing economic uncertainty. Efficient interest expense management also contributed, primarily due to the redemption of Tier 2 subordinated debentures in July 2024, along with prevailing interest rate trends.

1/ Adjusted to be presented as a comparative purpose with the current period since the associated companies has adopted the financial reporting standard No. 17 - Insurance Contracts for the first time.

Compared to 4Q2024, consolidated net interest income decreased QoQ. The Bank continued to manage its portfolio with a focus on balancing risk and return, driven by slight growth in strategic retail loans and government loans under an uncertain economic environment, together with the impact of interest rate trends.

#### Change of interest rate

	30 Apr 2025	26 Feb 2025	16 Oct 2024	27 Sep 2023	2 Aug 2023	31 May 2023
Policy Interest Rate	1.75%	2.00%	2.25%	2.50%	2.25%	2.00%

  

Krungthai Interest Rate	3 Mar 2025	1 Nov 2024	5 Oct 2023	6 Jun 2023	13 Apr 2023	1 Feb 2023
Deposit Rate <sup>(1)</sup>						
- Savings Rate	0.250%	0.300%	0.300%	0.300%	0.250%	0.250%
- 3 Months Fixed Rate	1.000%	1.170%	1.170%	0.920%	0.820%	0.770%
- 6 Months Fixed Rate	1.100%	1.250%	1.250%	1.050%	0.950%	0.850%
- 12 Months Fixed Rate	1.500%	1.700%	1.700%	1.450%	1.350%	1.150%
Loan Rate						
- MLR	6.825%	6.925%	7.050%	6.800%	6.600%	6.350%
- MOR	7.020%	7.270%	7.520%	7.270%	7.070%	6.870%
- MRR	7.345%	7.445%	7.570%	7.320%	7.120%	6.870%

(1) Standard deposit rate for individuals.

Krungthai Bank supports the government's policy in driving economic growth amid various challenges, including policies from major global economies and domestic structural issues such as the large informal economy and high household debt. To ease financial burdens for customers during the ongoing economic recovery, the Bank reduced its lending interest rates by up to 0.25%. The new rates—effective from March 3, 2025—are as follows: Minimum Lending Rate (MLR) at 6.825% per annum, Minimum Overdraft Rate (MOR) at 7.020% per annum, and Minimum Retail Rate (MRR) at 7.345% per annum. To address the U.S. trade policies and potential retaliations from major economies, on April 30, 2025, the Monetary Policy Committee decided to cut the policy rate by 0.25% to align with the worsening economic outlook and to cope with the increased downside risk.

## Net Fee and Service Income

Unit : Million Baht

	1/2025	4/2024	Change %	1/2024	Change %
Fee and service income	7,681	8,046	(4.5)	7,673	0.1
Less Fee and service expense	2,239	2,237	0.1	2,096	6.8
<b>Net fee and service income</b>	<b>5,442</b>	<b>5,809</b>	<b>(6.3)</b>	<b>5,577</b>	<b>(2.4)</b>

For 1Q2025 compared to 1Q2024, consolidated net fee and service income amounted to Baht 5,442 million, decreasing by 2.4 % YoY, primarily due to the increased use of digital channels by customers. The Bank maintained its focus on wealth management services, leading to continued growth in wealth-related fee income. Credit card fee income also increased, in line with increased transaction volumes.

Compared to 4Q2024, consolidated net fee and service income decreased by 6.3% QoQ, again due to the shift towards digital channels. Nonetheless, fee income from Bancassurance continued to show consistent growth.

## Total Other Operating Income

Unit : Million Baht

	1/2025	4/2024 <sup>(1)</sup>	Change %	1/2024 <sup>(1)</sup>	Change %
Gains (loss) on financial instruments measured at fair value through profit or loss	2,064	(307)	773.1	1,661	24.3
Gain (loss) on investments, net	1,676	273	513.4	237	605.7
Share of profit (loss) from investments for using equity method	976	788	23.9	1,003	(2.7)
Dividend income	410	41	897.6	149	175.6
Other income	1,876	2,692	(30.3)	3,112	(39.7)
<b>Total other operating income</b>	<b>7,002</b>	<b>3,487</b>	<b>100.8</b>	<b>6,162</b>	<b>13.6</b>

(1) Adjusted to be presented as a comparative purpose with the current period since the associated companies has adopted the financial reporting standard No. 17 - Insurance Contracts for the first time.

For 1Q2025 compared to 1Q2024<sup>1/</sup>, consolidated total other operating income was Baht 7,002 million, increased by 13.6% YoY, mainly driven by gains from financial instruments measured at fair value through profit or loss, as well as net investment gains, reflecting market conditions.

Compared to 4Q2024<sup>1/</sup>, consolidated total other operating income increased by 100.8% QoQ, primarily due to gains from financial instruments measured at fair value through profit or loss, and net investment gains.

1/ Adjusted to be presented as a comparative purpose with the current period since the associated companies has adopted the financial reporting standard No. 17 - Insurance Contracts for the first time.



## Other Operating Expenses

Unit : Million Baht

	1/2025	4/2024 <sup>(2)</sup>	Change %	1/2024 <sup>(2)</sup>	Change %
Employees' expenses	6,687	6,806	(1.8)	6,644	0.7
Premises and equipment expenses	2,243	3,027	(25.9)	2,436	(7.9)
Taxes and duties	1,274	1,330	(4.2)	1,346	(5.3)
Impairment loss of properties for sale	1,648	380	333.9	3,792	(56.5)
Others <sup>(1)</sup>	4,440	5,874	(24.4)	3,513	26.4
<b>Total other operating expenses</b>	<b>16,292</b>	<b>17,417</b>	<b>(6.5)</b>	<b>17,731</b>	<b>(8.1)</b>
Cost to income ratio (%)	40.4	44.8	(4.4)	42.9	(2.5)

(1) Including Directors' remuneration

(2) Adjusted to be presented as a comparative purpose with the current period since the associated companies has adopted the financial reporting standard No. 17 - Insurance Contracts for the first time.

For 1Q2025 compared to 1Q2024<sup>1/</sup>, consolidated other operating expenses decreased of 8.1% YoY. This was mainly due to a normalization of impairment loss of properties for sale, following a prudent impairment setup based on asset potential in 1Q2024. The Bank continued to manage overall expenses efficiently, resulting in a cost to income ratio of 40.4%. At the same time, it maintained ongoing investments in IT and digital capabilities to support the development of new products and services, in preparation for future industry growth and advancements in technology and innovation.

Compared to 4Q2024<sup>1/</sup>, consolidated other operating expenses decreased of 6.5% QoQ, partly due to seasonal expenses such as marketing activities. The Bank maintained effective cost management, with the cost to income ratio remaining at 40.4%.

1/ Adjusted to be presented as a comparative purpose with the current period since the associated companies has adopted the financial reporting standard No. 17 - Insurance Contracts for the first time.

## Expected credit losses

Unit : Million Baht					
	1/2025	4/2024	Change	1/2024	Change
			%		%
Expected credit losses <sup>(1)</sup>	8,223	6,725	22.3	8,029	2.4

(1) Expected credit losses for interbank and money market items, investments in debt securities, loans to customers (including loss from criteria change) and loan commitments & financial guarantee contracts

For 1Q2025 compared to 1Q2024, the Bank and its subsidiaries set aside Expected credit loss (ECL) at a level comparable to the same period last year. This was based on prudent assessment and careful asset quality management. The Bank also maintained a high coverage ratio at 187.7% to cushion against economic sensitivity and uncertainty.

Compared to 4Q2024, the Bank and its subsidiaries set aside ECL of Baht 8,223 million, reflecting a prudent approach to asset quality management and continued maintenance of a high coverage ratio.

## The Bank and Its Subsidiaries' Financial Status as at March 31, 2025

### Financial Assets and Investments, Net

The Bank's consolidated financial assets measured at fair value through profit or loss and net investment were Baht 414,055 million as at March 31, 2025, compared to Baht 402,427 million as at December 31, 2024. Financial assets measured at fair value through profit or loss and net investments comprised of government and SOE securities 72%, private enterprise and foreign debt securities 18% and unit trust and marketable equity securities 10%.

#### Classifications of financial assets and investments, net

Consolidated Financial Statements	31 Mar 2025	31 Dec 2024	Unit : Million Baht
			Change %
Financial assets measured at fair value through profit or loss	62,922	51,342	22.6
Investment, net	351,133	351,085	0.0
- Investment in debt securities measured at amortized cost	1,151	1,347	(14.6)
- Investment in debt securities designated to be measured at fair value through other comprehensive income	335,807	334,363	0.4
- Investment in equity securities designated to be measured at fair value through other comprehensive income	14,175	15,375	(7.8)
<b>Total financial assets and investments, net</b>	<b>414,055</b>	<b>402,427</b>	<b>2.9</b>

### Loans to Customers

The Bank's consolidated loans to customers totaled Baht 2,663,326 million, a 1.3% decline from 2024. The Bank has managed its portfolio to maintain a balanced risk-return profile with high quality in an uncertain economic environment. Loans to retail customers, which are a key strategic segment for the Bank, showed slight growth, while government loans expanded, reflecting a cautious growth approach to balance risk and return amidst economic uncertainty.

Consolidated Financial Statements	31 Mar 2025	31 Dec 2024	Unit : Million Baht
			Change %
Loans to customers	2,663,654	2,698,992	(1.3)
<u>Less</u> Deferred revenue	328	381	(13.7)
<u>Add</u> Accrued interest receivables	23,089	24,343	(5.1)
<u>Less</u> Allowance for expected credit losses	173,209	173,879	(0.4)
<b>Loans to customers and accrued interest receivables, net</b>	<b>2,513,206</b>	<b>2,549,075</b>	<b>(1.4)</b>

Loan breakdown by type of borrowers (Consolidated's Financial Statements)

Unit : Million Baht

Consolidated Financial Statement	31 Mar 2025		31 Dec 2024		Change
	Amount	(%)	Amount	(%)	%
Private Corporate	658,719	24.7	694,702	25.7	(5.2)
Government and State Enterprise	531,768	20.0	525,666	19.5	1.2
SMEs	267,180	10.0	272,179	10.1	(1.8)
Retail	1,205,570	45.3	1,206,009	44.7	0.0
- Housing	509,869	19.2	508,246	18.8	0.3
- Personal	623,495	23.4	621,686	23.1	0.3
- Credit card	69,994	2.6	73,650	2.7	(5.0)
- Leasing	2,212	0.1	2,427	0.1	(8.8)
Others	417	0.0	436	0.0	(4.4)
<b>Total loans (per F/S)</b>	<b>2,663,654</b>	<b>100.0</b>	<b>2,698,992</b>	<b>100.0</b>	<b>(1.3)</b>

## Asset Quality

### Loan classification and expected credit loss

Unit : Million Baht

Consolidated Financial Statement	31 Mar 2025	31 Dec 2024
NPL <sup>(1)</sup>	95,017	95,065
NPL Ratio	2.97%	2.99%
Allowance for Expected Credit Losses (total) <sup>(2)</sup>	178,374	179,275
Coverage Ratio <sup>(3)</sup>	187.7%	188.6%

(1) NPL based on principal less deferred revenue while including interbank and money market items

(2) Allowance for expected credit loss (total) = Allowance for expected credit losses for interbank and money market items, loans to customers and loan commitments &amp; financial guarantee contracts

(3) Coverage Ratio = Allowance for expected credit losses for interbank and money market items, loans to customers and loan commitments &amp; financial guarantee contracts / NPL

Unit : Million Baht

Consolidated Financial Statement	31 Mar 2025		31 Dec 2024	
	Loans and Accrued Interest Receivables <sup>(1)</sup>	Allowance for Expected Credit Losses <sup>(2)</sup>	Loans and Accrued Interest Receivables <sup>(1)</sup>	Allowance for Expected Credit Losses <sup>(2)</sup>
<b>1. Loan Classification</b>				
Performing	2,401,243	44,085	2,431,774	44,330
Under - performing	188,703	59,700	194,468	58,431
Non - performing	94,516	68,774	94,600	70,492
Lifetime ECL - simplified approach <sup>(3)</sup>	1,953	650	2,112	626
<b>Total</b>	<b>2,686,415</b>	<b>173,209</b>	<b>2,722,954</b>	<b>173,879</b>

(1) Loan less deferred revenue while including accrued interest receivables and undue interest receivables

(2) Allowance for expected credit losses for loans to customers (including loss from criteria change) per financial statements

(3) Lifetime ECL – simplified approach is the approach of the Bank's subsidiary to recognize the allowance for expected credit losses on lifetime of finance lease receivables

The Bank and its subsidiaries have managed asset quality prudently and effectively. As of March 31, 2025, the NPL was at a well-managed level of Baht 95,017 million. NPL ratio stood at 2.97%, showing a continuous downward trend. The Bank has appropriately set aside expected credit losses to maintain a high coverage ratio, ensuring resilience for all economic situation, with a coverage ratio of 187.7%.

## Sources and Uses of Funds

Unit : Million Baht

	31 Mar 2025		31 Dec 2024		Change
	Amount	(%)	Amount	(%)	%
Net Interbank and money market items (asset)	587,116	15.6	534,775	14.3	9.8
Financial assets measured at fair value through profit or loss	62,922	1.7	51,342	1.4	22.6
Net investments and net investments in associates	368,955	9.8	367,235	9.8	0.5
Loans to customers (less deferred revenue)	2,663,326	70.8	2,698,611	72.1	(1.3)
<u>Less</u> Allowance for expected credit losses	173,209	4.6	173,879	4.6	(0.4)
Other assets	251,743	6.7	262,384	7.0	(4.1)
<b>Total Asset</b>	<b>3,760,853</b>	<b>100.0</b>	<b>3,740,468</b>	<b>100.0</b>	<b>0.5</b>
Deposits	2,752,208	73.2	2,731,344	73.0	0.8
Net Interbank and money market items (liabilities)	253,843	6.7	255,872	6.8	(0.8)
Debt issued and borrowings	134,394	3.6	132,464	3.5	1.5
Other liabilities	146,313	3.9	160,117	4.3	(8.6)
Total equity	474,095	12.6	460,671	12.4	2.9
- Equity holders of the Bank	452,665	12.0	440,122	11.8	2.8
- Non-controlling interest	21,430	0.6	20,549	0.6	4.3
<b>Total liabilities and equity</b>	<b>3,760,853</b>	<b>100.0</b>	<b>3,740,468</b>	<b>100.0</b>	<b>0.5</b>
<b>Loans to customers (less deferred revenue)-to-deposits ratio (%)</b>	<b>96.77</b>		<b>98.80</b>		<b>(2.03)</b>

As at March 31, 2025, the main sources of funding for the Bank and its subsidiaries consisted of deposits, which accounted for 73.2% , and other sources such as equity, interbank borrowings, issued debt securities, and loans. The Bank used 70.8% of its funds for lending to customers (less deferred revenue) , 15.6% for interbank transactions and net money market activities, and 9.8% for net investments and investments in associated companies.

## Equity

As of March 31, 2025, the total equity (attributable to the Bank) amounted to THB 452,665 million, an increase of 2.8% compared to December 31, 2024.<sup>1/</sup>

Book value per share (attributable to the Bank) was THB 32.38 per share, increased from THB 31.48 per share.

## Statutory Capital Fund

### Statutory Capital Fund (Bank and the Financial Business Group)

Unit : Million Baht

Bank and the Financial Business Group <sup>(1)</sup>	31 Mar 2025 <sup>(3)</sup>		31 Dec 2024		The minimum rate required % <sup>(2)</sup>
	Amount	%	Amount	%	
Common Equity Tier 1 capital	389,389	18.85	387,968	18.49	>8.000
Tier 1 capital	409,467	19.82	408,089	19.45	>9.500
Tier 2 capital	40,856		41,269		
<b>Total capital fund</b>	<b>450,323</b>	<b>21.80</b>	<b>449,358</b>	<b>21.42</b>	>12.000
Risk-weighted assets	2,065,699		2,097,972		

(1) Balance sheet as under regulatory scope of the financial business group means financial statement for consolidated basis under BOT's regulation which does not include non-life and life insurance companies, and companies held less than 50 percent of paid-up shares capital by the Bank.

(2) According to BOT's regulation, the minimum capital ratios of Commercial Banks in Thailand will be increased to absorb Capital conservation buffer more than 0.625% a year starting from January 1, 2016 until the capital buffer ratio of more than 2.5% is reached on January 1, 2019. Moreover, Krungthai was named as the one of the Domestic Systemically Important Banks (D-SIBs) requiring to hold all capital ratios to absorb higher loss absorbency of additional 0.5% of risk-weight assets from January 1, 2019 and 1% of risk-weight assets from January 1, 2020 onwards (reference to the BOT Notification Sor.Nor.Sor. 16/2560 and 17/2560)

(3) Capital fund and capital adequacy ratio are preliminary information prepared accordance with BOT guidelines.

## Statutory Capital Fund (The Bank's Financial Statements)

Unit : Million Baht

The Bank's Financial Statements	31 Mar 2025 <sup>(2)</sup>		31 Dec 2024		The minimum rate required (%) <sup>(1)</sup>
	Amount	(%)	Amount	(%)	
Common Equity Tier 1 capital	358,548	18.17	359,352	17.89	>8.000
Tier 1 capital	377,195	19.12	377,999	18.82	>9.500
Tier 2 capital	39,863		40,317		
<b>Total capital fund</b>	<b>417,058</b>	<b>21.14</b>	<b>418,316</b>	<b>20.83</b>	>12.000
Risk-weighted assets	1,972,998		2,008,361		

- (1) According to BOT's regulation, the minimum capital ratios of Commercial Banks in Thailand will be increased to absorb capital conversation buffer until the capital buffer ratio of more than 2.50% is reached on January 1, 2019. Moreover, Krungthai was named as the one-sixth of the Domestic Systemically Important Banks (D-SIBs) requiring to hold all capital ratios to absorb higher loss absorbency of additional 1% of risk-weight assets from January 1, 2020 onwards (reference to the BOT Notification Sor.Nor.Sor. 16/2560 and 17/2560)

- (2) Capital fund and capital adequacy ratio are preliminary information prepared accordance with BOT guidelines.

As at March 31, 2025, the Bank and the Financial Business Group's Common Equity Tier 1 was Baht 389,389 million (18.85% of its RWA) and Tier 1 capital was Baht 409,467 million (19.82% of its RWA). Total capital was Baht 450,323 million (21.80% of its RWA).

As at March 31, 2025, the Bank's Common Equity Tier 1 was Baht 358,548 million, Tier 1 capital was Baht 377,195 million and Total capital was Baht 417,058 million, representing 18.17%, 19.12% and 21.14% of its RWA, respectively.

The Bank maintains a strong capital adequacy ratio in comparison with the Bank of Thailand's regulatory requirements. Furthermore, the Bank continually assesses the adequacy of its capital ratio to ensure compliance with future regulatory thresholds.



## Credit Ratings

Bank's credit ratings rated by S&P Global Ratings, Moody's Investors Service and Fitch Ratings were as follows:

S&P Global Ratings	Mar 2025	Dec 2024	Sep 2024
- Long-term/ Short-term	BBB / A-2	BBB- / A-3	BBB- / A-3
- Outlook	Sable	Positive	Positive
- Stand-Alone Credit Profile (SACP)	bb+	bb	bb
Moody's Investors Service	Apr 2025	Dec 2024	Sep 2024
- Long-term/ Short-term	Baa1 / P-2	Baa1 / P-2	Baa1 / P-2
- Outlook	Negative	Stable	Stable
- Baseline Credit Assessment (BCA)	baa3	baa3	baa3
- Additional Tier I Subordinated Notes (USD)	Ba3	Ba3	Ba3
Fitch Ratings	Mar 2025	Dec 2024	Sep 2024
<b>Foreign Currency Credit Ratings</b>			
- Long-term/ Short-term	BBB+ / F1	BBB+ / F1	BBB+ / F1
- Outlook	Stable	Stable	Stable
- Viability Rating	bbb-	bbb-	bbb-
<b>National Credit Ratings</b>			
- Long-term/ Short-term	AAA(tha) / F1+ (tha)	AAA(tha) / F1+ (tha)	AAA(tha) / F1+ (tha)
- Outlook	Stable	Stable	Stable
- Senior unsecured debentures (Baht)	AAA(tha)	AAA(tha)	AAA(tha)
- Subordinated Debt (Baht)	AA(tha)	AA(tha)	AA(tha)

On March 19, 2025, S&P Global Ratings announced an upgrade of the Bank's international credit rating, raising both its long-term and short-term ratings to BBB/A-2 from BBB-/A-3. Additionally, the Bank's Stand-Alone Credit Profile (SACP) was upgraded to bb+ from bb. This upgrade reflects the Bank's continuous improvement in profitability, prudent asset quality management, and its strong business position.

On April 30, 2025, Moody's Investors Service announced the change in outlooks on seven Thai financial institutions, including Krungthai to negative from stable, following the change in outlook on the Government of Thailand to negative from stable. The Krungthai's foreign currency rating –Long term was affirmed at Baa1.

Note: The percentage change stated in this document was calculated from the financial statement figures.

Disclaimer

This document contained information regarding the Bank's financial performance and business operations, macro-economic data and other relevant information, which some parts of such information are forward-looking statements based on the view or assumptions of the Bank on current information. In case of changing in such information, the Bank reserves the right to change any information herein without prior notice. As the actual results in the future may differ materially from those anticipated in this document and this document shall not be deemed to be a guarantee of the Bank's financial performance and business operations in the future, investors, therefore, should exercise individual judgment when considering the Bank's information for any purpose.