



Krungthai
กรุงไทย

Market Disclosure: Basel III - Pillar III

30 June 2022

Contents

	Page
1. Introduction	4
2. Scope of Disclosure	5
3. Key Prudential Metrics	7
4. Capital	8
4.1 Capital Structure	9
4.2 Capital Adequacy	10

Tables

		Page
Table 1	Key Prudential Metrics	7
Table 2	Capital Structure	9
Table 3	Capital Adequacy Ratio	10
Table 4	Minimum Capital Requirements by Standardized Approach (SA)	12
Table 5	Main features of regulatory capital instruments for the Bank and the Financial Business Group	13
Table 6	Reconciliation of Capital from Consolidated Supervision Financial Statement	18
Table 7	Capital fund during Basel III transitional Period for the Bank and the Financial Business Group	21

Basel III Pillar III Disclosures

1.Introduction

Krung Thai Bank has managed risks under the principle to maintain balance between the risks and the business growth with the target to achieve long-run sustainable growth in aspects of revenue, profit, asset quality, liquidity status and the capital adequacy in both banking level and Financial Business Group level.

The Bank has been effectively managing capital fund in compliance with Basel III requirements as prescribed by the Bank of Thailand (BOT) in both banking level and Financial Business Group level since January 1, 2013.

The "Three Pillars" Concept of Basel III Capital Framework

- Pillar I: Minimum Capital Requirement

The Bank is required to set out capital requirement covering Credit Risk, Market Risk and Operational Risk.

Furthermore, the Bank is also required to build-up Common Equity Tier 1 adding on to the minimum capital requirement ratio.

- Pillar II: Supervisory Review Process

The Bank is required to hold higher level of capital than the minimum requirements in Pillar I in order to accommodate for all risks that the Bank shall face in both normal situation and stress event.

The Bank shall set out the key principles of supervisory review for the its risk management process, especially the implementation of Internal Capital Adequacy Process (ICAAP) , with highly concerns against all its risks as well as the appropriated stress testing exercise.

- Pillar III: Market Discipline

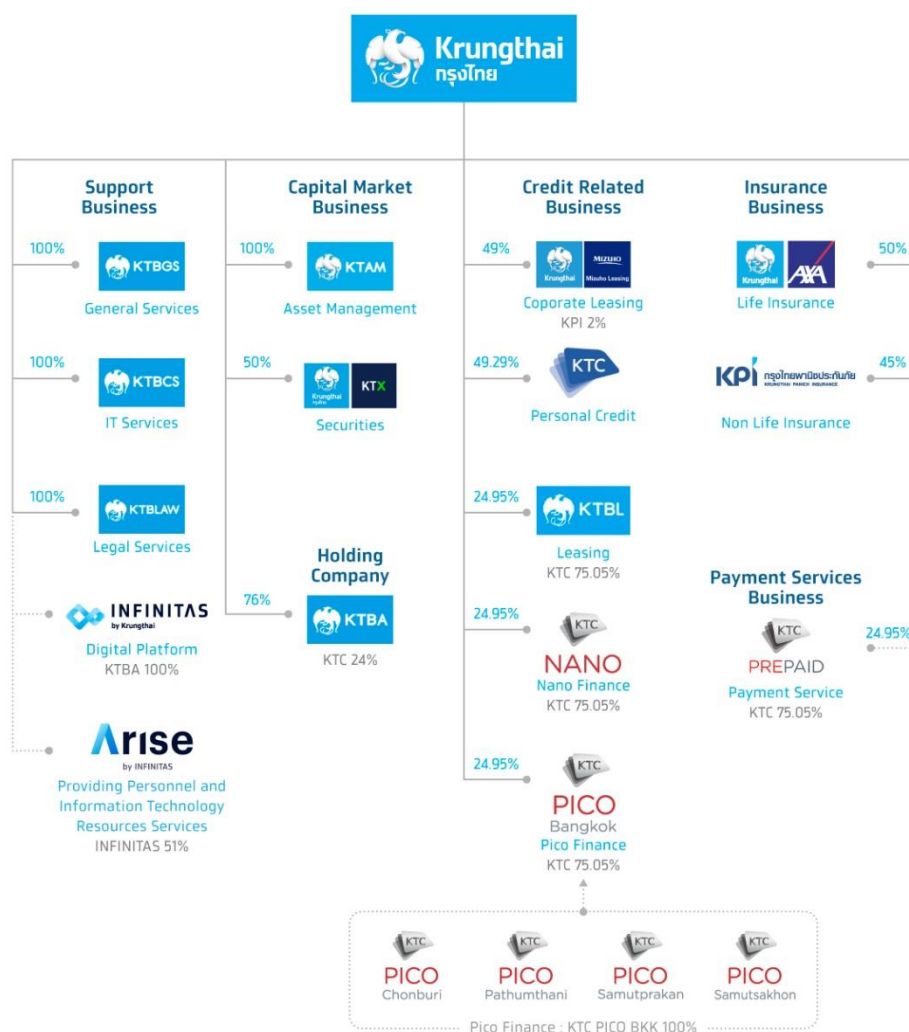
The Bank is required to set out the public disclosure upon its capital requirements, level of risks and risk management system in order to facilitate and enhance greater insight information for the outsiders and market participants to assess and analyze all risks and capital adequacy of the Bank. This disclosure shall be deemed as the essential market mechanism in escorting the Bank to achieve effective risks management system beyond simply the internal control of the Bank and the supervision of BOT.

2.Scope of Disclosure

The disclosed information in this report comprises information on capital adequacy and assessment of various risk types on a Solo Basis (Bank only) and a Full Consolidation Basis (Financial Business Group) as announced by the BOT's notifications. Details of the Financial Business Group are shown in Picture 1.

Moreover, the Bank discloses other relevant information aiming to benefit the public in accordance with the principles of good disclosure.

Picture1 Company List and Business Type of Companies in Financial Business Group



Name and Business Type of Financial Business Group			
No.	Company Name		Type of Business
1.	Krungthai Mizuho Leasing Co., Ltd.	KTMIZUHO	Hire Purchase
2.	KTBL Leasing Co., Ltd.	KTBL	Hire Purchase
3.	Krungthai Card Pcl.	KTC	Credit Card
4.	KTBL Advisory Co., Ltd.	KTBA	Financial Consultant
5.	Krung Thai Asset Management Pcl.	KTAM	Asset Management
6.	Krungthai Xspring Securities Co.,Ltd.	KTX	Securities

Name and Business Type of Financial Business Group			
7.	Krungthai-AXA Life Insurance Pcl.	KTAXA	Life Insurance
8.	Krungthai Panich Insurance Pcl.	KPI	Non-Life Insurance
9.	KTB Law Co., Ltd.	KTBLAW	Legal Services
10.	KTB Computer Services Co., Ltd.	KTBCS	IT Services
11.	KTB General Services and Security Co., Ltd.	KTBSGS	General Services
12.	KTC Nano Co., Ltd.	KTC NANO	Retail Lending
13.	KTC Pico (Bangkok) Co., Ltd.	KTC PICO BKK	Retail Lending
14.	KTC Pico (Chonburi) Co., Ltd.	KTC PICO CBI	Retail Lending
15.	KTC Pico (Pathum Thani) Co., Ltd.	KTC PICO PTE	Retail Lending
16.	KTC Pico (Samut Prakan) Co., Ltd.	KTC PICO SPK	Retail Lending
17.	KTC Pico (Samut Sakhon) Co., Ltd.	KTC PICO SKN	Retail Lending
18.	KTC Prepaid Co., Ltd.	KTC PP	Payment Service
19.	Infinitas by Krungthai Co., Ltd.	INF	Digital Platform Service
20.	Arise by Infinitas Co., Ltd.	ARISE	Personnel and IT Resources Services

In developing Full Consolidation financial statement, Krung Thai Bank compiles the financial statement of the Bank and its subsidiary companies in financial business group which the Bank directly and/or indirectly controls and holds equal or greater than 50 percent of paid-up shares capital. However, the full consolidation excludes non-life and life insurance companies, and companies where the Bank controls and holds less than 50 percent of paid-up shares capital.

The list of Krung Thai Bank subsidiary companies including in the full consolidation financial statement is comprised of 17 companies, namely Krungthai Mizuho Leasing Co., Ltd., KTB Leasing Co., Ltd., KTB Advisory Co., Ltd., Krung Thai Asset Management Pcl, Krungthai Xspring Securities Co.,Ltd., KTB Law Co., Ltd., KTB Computer Services Co., Ltd., KTB General Services and Security Co.,Ltd., KTC Nano Co., Ltd., KTC Pico (Bangkok) Co., Ltd., KTC Pico (Chonburi) Co., Ltd., KTC Pico (Pathum Thani) Co., Ltd., KTC Pico (Samut Prakan) Co., Ltd. and KTC Pico (Samut Sakhon) Co., Ltd., Arise by Infinitas Co., Ltd., respectively.

Thus, the list of associate companies excluding from the full consideration financial statement is Krungthai Card Pcl., Krungthai-AXA Life Insurance Pcl. and Krungthai Panich Insurance Pcl. respectively.

3. Key Prudential Metrics

Table 1 Key Prudential Metrics

Unit : Million Baht

Period Ending	Consolidated basis		Bank Only	
	30 Jun 22	31 Dec 21	30 Jun 22	31 Dec 21
1. Capital^{1/}				
1.1 Common Equity Tier1 (CET1) Capital	319,516	328,180	309,640	309,038
1.2 Fully loaded ECL CET1 Capital	319,516	328,180	309,640	309,038
1.3 Tier1 Capital	339,573	348,252	328,287	327,685
1.4 Fully loaded ECL Tier1 Capital	339,573	348,252	328,287	327,685
1.5 Total Capital	425,173	415,548	413,559	393,995
1.6 Fully loaded ECL Total Capital	425,173	415,548	413,559	393,995
2. Risk Weighted Asset^{2/}				
2.1 Total Risk Weighted Asset	2,082,879	2,065,350	2,051,231	1,981,545
3. Capital Ratio				
3.1 CET1 ratio	15.34%	15.89%	15.10%	15.60%
3.2 Fully loaded ECL CET1 ratio	15.34%	15.89%	15.10%	15.60%
3.3 Tier1 ratio	16.30%	16.86%	16.00%	16.54%
3.4 Fully loaded ECL Tier1 ratio	16.30%	16.86%	16.00%	16.54%
3.5 Total capital ratio	20.41%	20.12%	20.16%	19.88%
3.6 Fully loaded ECL Total capital ratio	20.41%	20.12%	20.16%	19.88%
4. Capital Buffer				
4.1 Conservation buffer	2.50%	2.50%	2.50%	2.50%
4.2 Countercyclical buffer	-	-	-	-
4.3 Higher loss absorbency	1.00%	1.00%	1.00%	1.00%
4.4 Total buffer requirements	3.50%	3.50%	3.50%	3.50%
4.5 CET1 available after meeting the banks minimum capital requirement ^{3/}	10.84%	11.39%	10.60%	11.10%
5. Liquidity Coverage Ratio (LCR)^{4/}				
5.1 Total HQLA			851,699	935,114
5.2 Total net cash outflow			451,712	475,793
5.3 LCR			188%	196%

^{1/} The Bank's and its Financial Conglomerate's total capital increased by 4.97% and 2.32%, respectively from December 31, 2021, mainly came from increase in Tier 2 capital from issued subordinated debenture No. 1/2022 amounting to Baht 18,080 million, which the Bank of Thailand had approved to include in Tier 2 capital from 12 April 2022.

^{2/} Risk assets of Krung Thai Bank and its subsidiaries in Financial Business Group increased by 0.85% and 3.52%, respectively from December 31, 2021, mainly came from increased in loans to PSEs, Corporate and Retail group, increased in other assets.

^{3/} CET1 ratio available after meeting the banks minimum capital requirement calculated from CET1 ratio minus the minimum capital requirement of CET1 ratio of 4.5% according to the Bank of Thailand criteria.

^{4/} Based on the disclosure of information according to the LCR criteria disclosed on the <https://krungthai.com/th/investor-relations/financial-information/lcr-disclosures>

4. Capital

4.1 Capital structure

Regulatory capital under Basel III is based on a more stringent definition of capital and also a higher requirement for minimum capital ratios. The components of Basel III regulatory capital are as follows:

Common Equity Tier 1 Capital (CET1) represents the highest-quality, which includes:

- Paid-up share capital
- Net Premium (discount)
- Statutory reserves
- Reserve appropriated from the net profit
- Other comprehensive income (OCI), i.e., revaluation surplus on land and premises, and revaluation surplus on AFS investment

Addition Tier 1 Capital consists of high-quality capital, which includes:

- Funds received from debt instruments subordinated to depositors, general creditors, Subordinated creditors and holders of Tier 2 capital instruments
- Transaction under subsidiary and association only for non-controlling interest and outside the scope that countable as Tier 1 of financial instruments of consolidated financial institutions

Tier 2 Capital which includes:

- Funds received from debt instruments subordinated to depositors and general creditors
- General Provision (eligibility limited to 1.25% of credit risk-weighted assets)

As at June 30, 2022, Krung Thai Bank had total capital in accordance with Basel III requirements as prescribed by BOT amounting to THB 413,559 million, divided into Common Equity Tier 1 (CET1) THB 309,640 million, Tier 1 capital THB 328,287 million and Tier 2 capital THB 85,272 million. Whilst, the Financial Business Group of the Bank had total capital amounting to THB 425,173 million, divided into Common Equity Tier 1 (CET1) THB 319,516 million, Tier 1 capital THB 339,573 million and Tier 2 capital THB 85,600 million. Details are shown in Table 2

Table 2 Capital Structure

Unit : Million Baht

Period Ending	Consolidated basis		Bank Only	
	30 Jun 22	31 Dec 21	30 Jun 22	31 Dec 21
Tier 1 Capital	339,573	348,252	328,287	327,685
Common Equity Tier 1	319,516	328,180	309,640	309,038
Paid-up share capital	71,977	71,977	71,977	71,977
Net premium (discount)	20,834	20,834	20,834	20,834
Non-cumulative preferred share	28	28	28	28
Statutory reserves	7,201	7,201	7,201	7,201
Reserve appropriated from the net profit	-	-	-	-
Net profit after appropriation	224,059	219,611	204,506	199,942
Other comprehensive income (OCI)	13,129	29,670	20,122	23,461
Accumulated other comprehensive income	13,129	29,670	20,122	23,461
Owner changes	-	-	-	-
Deductions from Common Equity Tier 1	(17,712)	(21,141)	(15,028)	(14,405)
Deductions from Common Equity Tier 1	(17,712)	(21,141)	(15,028)	(14,405)
Deductions from Tier 1 Capital for the remaining balances only when the Tier 1 Capital is insufficient to be fully deducted	-	-	-	-
Additional Tier 1	20,057	20,072	18,647	18,647
Funds received from debt instruments subordinated to depositors, general creditors, Subordinated creditors and holders of Tier 2 capital instruments	18,647	18,647	18,647	18,647
Transaction under subsidiary and association only for non-controlling interest and outside the scope that countable as Tier 1 of financial instruments of consolidated financial institutions	1,410	1,425	-	-
Deductions from Additional Tier 1	-	-	-	-
Deductions from Additional Tier 1	-	-	-	-
Deductions from Tier 2 Capital for the remaining balances when the Tier 2 Capital is insufficient to be fully deducted	-	-	-	-
Tier 2 Capital	85,600	67,296	85,272	66,310
Funds received from debt instruments subordinated to depositors and general creditors	62,080	44,000	62,080	44,000
General Provision	23,520	23,296	23,192	22,310
Transaction under subsidiary and association only for non-controlling interest and outside the scope that countable as Tier 2 of consolidated financial institutions	-	-	-	-
Deductions from Tier 2 Capital	-	-	-	-
Total Regulatory Capital	425,173	415,548	413,559	393,995

Additional Tier 1

On 25 March 2021, the Bank issued and offered US Dollar 600 million of subordinated notes qualified to be included in Additional Tier 1 capital of the Bank, containing the write-down/write-off provision, in accordance with the terms thereof for sales to foreign investors according to the resolution of the Annual General Meeting of shareholders held on 11 April 2012, which the Bank of Thailand had approved to include in Additional Tier 1 capital from 25 March 2021.

As at June 30, 2022, the Bank has Additional Tier 1 capital amounting to Baht 18,647 million

Tier 2 Subordinated Debt

As at June 30, 2022, the Bank's three unique identifiers of subordinated debt which can be counted as capital in Tier 2 are amounting to Baht 62,080 million. During the year 2022, the bank's issue new subordinated debt (KTB324A) as at April 12, 2022 amounting to Baht 18,080 million.

Instruments	Original date	Amount (Million Baht)	Coupon rate (1 st - 5 th year)	Interest rate (6 th - 10 th year)	Original maturity date	Optional call date
KTB27NA	23 Nov 17	20,000.00		3.40%	23 Nov 27	23 Nov 22
KTB297A	12 Jul 19	24,000.00		3.70%	12 Jul 29	12 Jul 24
KTB324A	12 Apr 22	18,080.00		3.25%	12 Apr 32	12 Apr 27
Total Sub Subordinated Debt as of						
30 June 2022		62,080.00				

4.2 Capital adequacy

As at June 30, 2022, Krung Thai Bank and its Financial Conglomerate had Common Equity Tier 1 ratio of 15.10% and 15.34% respectively, Tier 1 ratio of 16.00% and 16.30% respectively, and total capital ratio of 20.16% and 20.41% respectively. Therefore, the Bank's and its Financial Conglomerate's capital ratios were considerably higher than the regulatory minimum requirements which are 4.5% for CET1 ratio, 6.0% for Tier 1 ratio, and 8.5% for Total capital ratio. The numbers were also much higher than the capital conservation buffer 2.50% and D-SIBs 1.0% which are 8.00% for CET1 ratio, 9.50% for Tier 1 ratio and 12.00% of Total capital ratio.

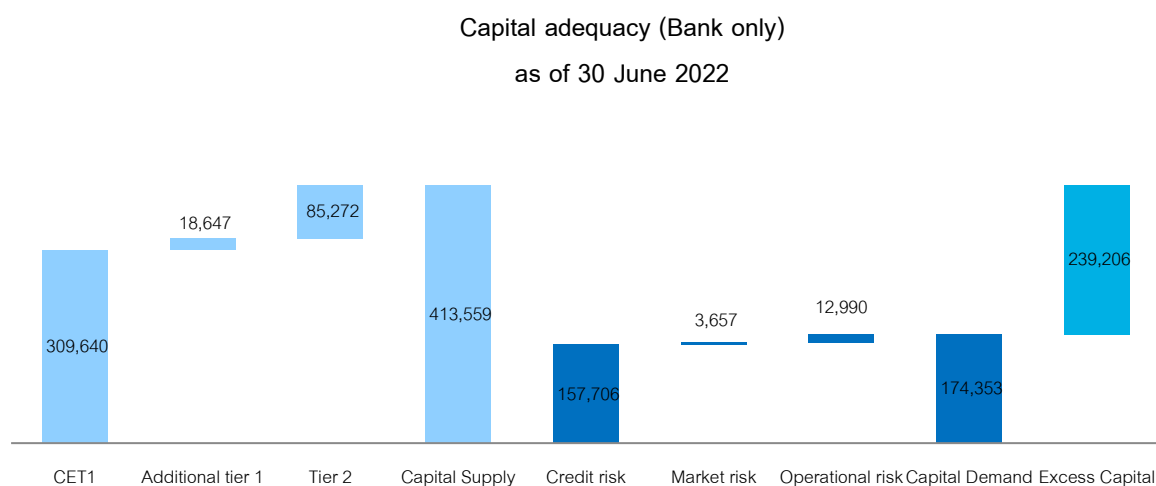
Table 3 Capital Adequacy Ratio

Period Ending	Consolidated basis		Bank Only	
	30 Jun 22	31 Dec 21	30 Jun 22	31 Dec 21
Common Equity Tier 1 ratio (CET1 ratio)	15.34%	15.89%	15.10%	15.60%
Tier 1 ratio	16.30%	16.86%	16.00%	16.54%
Total capital ratio	20.41%	20.12%	20.16%	19.88%

Capital Adequacy Ratio according to BOT	Minimum Capital	Conservation buffer	D-SIBs	Total
Common Equity Tier 1 ratio (CET1 ratio)	4.50%	2.50%	1.00%	8.00%
Tier 1 ratio	6.00%	2.50%	1.00%	9.50%
Total capital ratio	8.50%	2.50%	1.00%	12.00%

At the present, Krung Thai Bank has adopted the Standardized Approach (SA) for the assessment of the capital adequacy toward Credit Risk, Market Risk and Operational Risk.

As at June 30, 2022, Krung Thai Bank had total capital amounting to THB 413,559 and held the capital requirement against Credit Risk, Market Risk and Operational Risk amounting to THB 174,353 million. Consequently, the Bank still had the excess capital as at THB 239,206 million.



The Financial Business Group had total capital amounting to THB 425,173 million and held the capital requirement against all risks amounting to THB 177,042 million. Therefore, the excess capital of the Financial Business Group was at THB 248,131 million

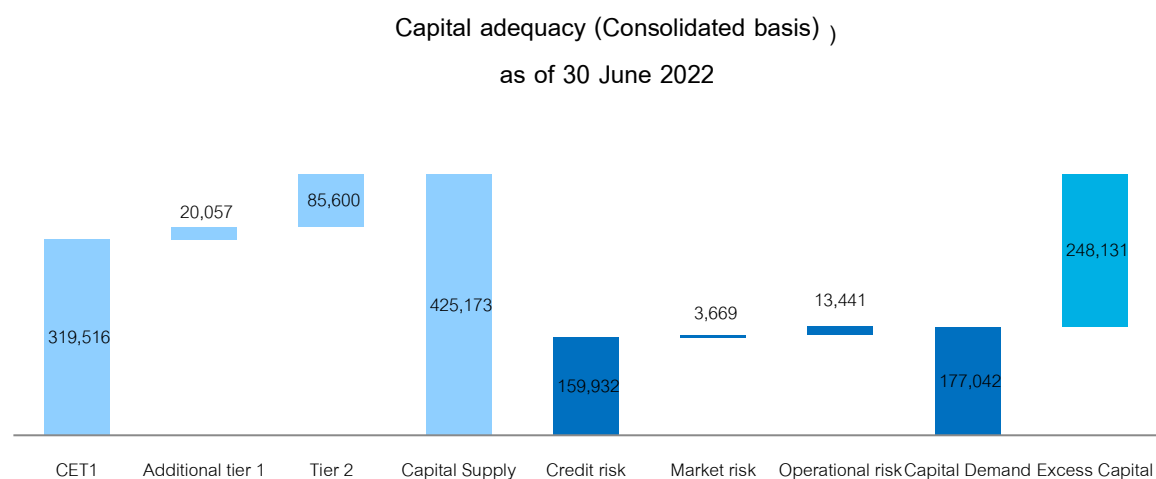


Table 4 Minimum Capital Requirements by Standardized Approach (SA)

Unit : Million Baht

Period Ending	Consolidated basis		Bank Only	
	30 Jun 22	31 Dec 21	30 Jun 22	31 Dec 21
Credit Risk	159,932	158,412	157,706	151,706
Performing assets	157,689	156,415	155,470	149,716
Claims on sovereign entities and claims treated as claims on sovereign entities ^{1/}	395	405	395	405
Claims on financial institutions and claims treated as claims on financial institutions ^{2/}	7,855	6,380	7,819	6,303
Claims on corporate entities and claims treated as claims on corporate entities ^{3/}	79,975	77,375	79,392	76,732
Claims on retail portfolios	40,517	39,809	40,420	39,729
Residential mortgage exposures	15,365	14,669	15,365	14,669
Other assets	13,582	17,777	12,079	11,878
Non-performing assets	2,243	1,998	2,236	1,991
Market Risk	3,669	3,500	3,657	3,487
Interest rate risk	3,100	2,635	3,096	2,630
Equity price risk	5	4	3	-
Foreign exchange rate risk	534	836	558	857
Commodity price risk	30	25	-	-
Operational Risk	13,441	13,642	12,990	13,238
Total minimum capital requirements	177,042	175,555	174,353	168,431
Total risk-weighted assets	2,082,879	2,065,350	2,051,231	1,981,545

^{1/}Claims on sovereign entities, central banks, multilateral development banks (MDB) and claims on non-central government public sector entities treated as claims on sovereign entities

^{2/}Claims on financial institutions and securities companies and claims on non-central government public sector entities treated as claims on financial Institutions

^{3/}Claims on corporate entities and claims on non-central government public sector entities treated as claims on corporate entities

Table 5 Main features of regulatory capital instruments for the Bank and the Financial Business Group

Features		Non-cumulative preferred share
1	Issuer	Krung Thai Bank Public Company Limited
2	Unique identifier	TH0150020Z01, TH0150020Z19, TH0150020R19
	<i>Regulatory treatment</i>	
3	Elements of capital (Common equity tier 1, Additional tier 1, tier 2 capital)	Common equity tier 1
4	Are criteria of the capital complying with Basel III?	Yes
5	If not comply with Basel III, please specify	n/a
6	Phased out or Full amount	Full amount
7	Eligible at solo basis / Full consolidation / solo basis and Full consolidation	Solo basis and Full consolidation
8	Amount recognised in regulatory capital (Unit : Million Baht)	28
9	Par value of instrument (Unit : Baht)	Changed Par value from 10 Baht to 5.15 Baht
10	Accounting classification	Shareholder's equity
11	Original date of issuance	n/a
12	Perpetual or dated	Perpetual
13	Original maturity date	n/a
14	Issuer call subject to prior supervisory approval	No
15	Optional call date , contingent call dates and redemption amount	n/a
16	Subsequent call dates, if applicable	n/a
	<i>Coupons / dividends</i>	
17	Fixed or floating dividend/coupon	Floating
18	coupon rate and any related in index	Receive dividend and a fixed 3 percent per annual
19	Existence of dividend stopper	No
20	Fully discretionary , partially discretionary or mandatory	Fully discretionary
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger (s)	n/a
25	If convertible, fully or partially	n/a
26	If convertible, conversion rate	n/a
27	If convertible, specify instrument type convertible into	n/a
28	If convertible, specify issuer of instrument it converts into	n/a
29	Write - down feature	Yes
30	If write - down, write-down trigger (s)	From 10 Baht to 5.15 Baht
31	If write - down, full or partial Full or Partial	n/a
32	If write - down, permanent or temporary	n/a
33	If temporary write-down, description of write-up mechanism	n/a
34	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Paid-up share capital

Table 5 Main features of regulatory capital instruments for the Bank and the Financial Business Group (Cont.)

Features		Additional Tier 1
1	Issuer	Krung Thai Bank Public Company Limited
2	Unique identifier	XS2313655677
	<i>Regulatory treatment</i>	
3	Elements of capital (Common equity tier 1, Additional tier 1, tier 2 capital)	Additional Tier 1 Subordinated Notes
4	Are criteria of the capital complying with Basel III?	Yes
5	If not comply with Basel III, please specify	n/a
6	Phased out or Full amount	Full amount without amortised
7	Eligible at solo basis / Full consolidation / solo basis and Full consolidation	Solo basis and Full consolidation
8	Amount recognised in regulatory capital (Unit : Million Baht)	18,647
9	Par value of instrument (Unit : Baht)	1,000 USD
10	Accounting classification	Liability - Amortised cost
11	Original date of issuance	25 March 2021
12	Perpetual or dated	Perpetual
13	Original maturity date	No maturity date
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date , contingent call dates and redemption amount	25 March 2026
16	Subsequent call dates, if applicable	Any interest payment date after the fifth anniversary of the issue date
	<i>Coupons / dividends</i>	
17	Fixed or floating dividend/coupon	Fixed
18	coupon rate and any related in index	4.40% until the First Call Date and thereafter reset to Reset Distribution Rate according to the Terms and Condition of the Additional Tier 1 Subordinated Notes
19	Existence of dividend stopper	Yes
20	Fully discretionary , partially discretionary or mandatory	Fully discretionary
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger (s)	n/a
25	If convertible, fully or partially	n/a
26	If convertible, conversion rate	n/a
27	If convertible, specify instrument type convertible into	n/a
28	If convertible, specify issuer of instrument it converts into	n/a
29	Write - down feature	Yes
30	If write - down, write-down trigger (s)	The Trigger Event is where the Common Equity Tier 1 Ratio of the Issuer on either a solo or full consolidation basis is less than 5.15%. and/or The occurrence of the Bank of Thailand and/or any other empowered government agency deciding to grant financial assistance to the Issuer such as in the form of a capital injection, without which the Issuer would become unable to continue its business in any manner
31	If write - down, full or partial Full or Partial	Full or Partial
32	If write - down, permanent or temporary	Permanent
33	If temporary write-down, description of write-up mechanism	n/a
34	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Paid-up share capital, Non-cumulative preferred share

Table 5 Main features of regulatory capital instruments for the Bank and the Financial Business Group (Cont.)

Features		KT27NA
1	Issuer	Krung Thai Bank Public Company Limited
2	Unique identifier	TH0150037B00
	<i>Regulatory treatment</i>	
3	Elements of capital (Common equity tier 1, Additional tier 1, tier 2 capital)	Tier 2 Capital
4	Are criteria of the capital complying with Basel III?	Yes
5	If not comply with Basel III, please specify	n/a
6	Phased out or Full amount	Full amount
7	Eligible at solo basis / Full consolidation / solo basis and Full consolidation	Solo basis and Full consolidation
8	Amount recognised in regulatory capital (Unit : Million Baht)	20,000
9	Par value of instrument (Unit : Baht)	Baht 1,000
10	Accounting classification	Liability - Amortised cost
11	Original date of issuance	23 November 2017
12	Perpetual or dated	Dated
13	Original maturity date	23 November 2027
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date , contingent call dates and redemption amount	23 November 2022
16	Subsequent call dates, if applicable	Any interest payment date after the fifth anniversary of the issue date
	<i>Coupons / dividends</i>	
17	Fixed or floating dividend/coupon	Fixed
18	coupon rate and any related in index	3.40%
19	Existence of dividend stopper	No
20	Fully discretionary , partially discretionary or mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger (s)	n/a
25	If convertible, fully or partially	n/a
26	If convertible, conversion rate	n/a
27	If convertible, specify instrument type convertible into	n/a
28	If convertible, specify issuer of instrument it converts into	n/a
29	Write - down feature	Yes
30	If write - down, write-down trigger (s)	The occurrence of the Bank of Thailand and/or any other empowered government agency deciding to grant financial assistance to the Issuer such as in the form of a capital injection, without which the Issuer would become unable to continue its business in any manner
31	If write - down, full or partial Full or Partial	Full or Partial
32	If write - down, permanent or temporary	Permanent
33	If temporary write-down, description of write-up mechanism	n/a
34	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Paid-up share capital, Non-cumulative preferred share, Hybrid Bond

Table 5 Main features of regulatory capital instruments for the Bank and the Financial Business Group (Cont.)

Features		KT297A
1	Issuer	Krung Thai Bank Public Company Limited
2	Unique identifier	TH0150039707
	<i>Regulatory treatment</i>	
3	Elements of capital (Common equity tier 1, Additional tier 1, tier 2 capital)	Tier 2 Capital
4	Are criteria of the capital complying with Basel III?	Yes
5	If not comply with Basel III, please specify	n/a
6	Phased out or Full amount	Full amount
7	Eligible at solo basis / Full consolidation / solo basis and Full consolidation	Solo basis and Full consolidation
8	Amount recognised in regulatory capital (Unit : Million Baht)	24,000
9	Par value of instrument (Unit : Baht)	Baht 1,000
10	Accounting classification	Liability - Amortised cost
11	Original date of issuance	12 July 2019
12	Perpetual or dated	Dated
13	Original maturity date	12 July 2029
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date , contingent call dates and redemption amount	12 July 2024
16	Subsequent call dates, if applicable	Any interest payment date after the fifth anniversary of the issue date
	<i>Coupons / dividends</i>	
17	Fixed or floating dividend/coupon	Fixed
18	coupon rate and any related in index	3.70%
19	Existence of dividend stopper	No
20	Fully discretionary , partially discretionary or mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger (s)	n/a
25	If convertible, fully or partially	n/a
26	If convertible, conversion rate	n/a
27	If convertible, specify instrument type convertible into	n/a
28	If convertible, specify issuer of instrument it converts into	n/a
29	Write - down feature	Yes
30	If write - down, write-down trigger (s)	The occurrence of the Bank of Thailand and/or any other empowered government agency deciding to grant financial assistance to the Issuer such as in the form of a capital injection, without which the Issuer would become unable to continue its business in any manner
31	If write - down, full or partial Full or Partial	Full or Partial
32	If write - down, permanent or temporary	Permanent
33	If temporary write-down, description of write-up mechanism	n/a
34	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Paid-up share capital, Non-cumulative preferred share, Hybrid Bond

Table 5 Main features of regulatory capital instruments for the Bank and the Financial Business Group (Cont.)

Features		KT324A
1	Issuer	Krung Thai Bank Public Company Limited
2	Unique identifier	TH015003C401
	<i>Regulatory treatment</i>	
3	Elements of capital (Common equity tier 1, Additional tier 1, tier 2 capital)	Tier 2 Capital
4	Are criteria of the capital complying with Basel III?	Yes
5	If not comply with Basel III, please specify	n/a
6	Phased out or Full amount	Full amount
7	Eligible at solo basis / Full consolidation / solo basis and Full consolidation	Solo basis and Full consolidation
8	Amount recognised in regulatory capital (Unit : Million Baht)	18,080
9	Par value of instrument (Unit : Baht)	Baht 1,000
10	Accounting classification	Liability - Amortised cost
11	Original date of issuance	12 April 2022
12	Perpetual or dated	Dated
13	Original maturity date	12 April 2032
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date , contingent call dates and redemption amount	12 April 2027
16	Subsequent call dates, if applicable	Any interest payment date after the fifth anniversary of the issue date
	<i>Coupons / dividends</i>	
17	Fixed or floating dividend/coupon	Fixed
18	coupon rate and any related in index	3.25%
19	Existence of dividend stopper	No
20	Fully discretionary , partially discretionary or mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger (s)	n/a
25	If convertible, fully or partially	n/a
26	If convertible, conversion rate	n/a
27	If convertible, specify instrument type convertible into	n/a
28	If convertible, specify issuer of instrument it converts into	n/a
29	Write - down feature	Yes
30	If write - down, write-down trigger (s)	The occurrence of the Bank of Thailand and/or any other empowered government agency deciding to grant financial assistance to the Issuer such as in the form of a capital injection, without which the Issuer would become unable to continue its business in any manner
31	If write - down, full or partial Full or Partial	Full or Partial
32	If write - down, permanent or temporary	Permanent
33	If temporary write-down, description of write-up mechanism	n/a
34	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Paid-up share capital, Non-cumulative preferred share, Hybrid Bond

Table 6 Reconciliation of Capital from Consolidated Supervision Financial Statement

Unit : Million Baht

Capital related items as of June 2022	Balance sheet as in published financial statements ^{a/}	Balance sheet as under regulatory scope of consolidation ^{b/}	Reference
Assets			
Cash	55,511	55,494	
Interbank and money market items, net	542,875	542,623	
Financial assets measured at fair value through profit or loss	13,931	14,391	
Derivative assets	90,817	90,838	
Investments, net	252,512	253,242	
Investments in subsidiaries and associates, net	8,851	19,916	
Loans to customers and accrued interest receivables			
Loans to customers	2,635,307	2,561,466	
Accrued interest receivables	20,639	20,053	
Total Loans to customers and accrued interest receivables	2,655,946	2,581,519	
Less Deferred revenue	(390)	(1,203)	
Less Expected credit loss	(174,969)	(167,727)	
Expected credit loss qualified as capital	-	(23,520)	Q
Expected credit loss non-qualified as capital	-	(144,207)	
Fair value adjustments on the hedged items	-	(108)	
Total Loans to customers and accrued interest receivables, net	2,480,587	2,412,481	
Properties for sale, net	40,702	40,734	
Premises and equipment, net	31,109	33,572	
Goodwill and other intangible assets, net	11,636	12,112	
Goodwill, net	-	300	L
Other intangible assets, net	11,636	11,812	M
Deferred tax assets	5,036	3,445	N
Other assets, net	31,479	32,839	
Total assets	3,565,046	3,511,687	
Liabilities			
Deposits	2,603,600	2,605,912	
Interbank and money market items, net	259,142	256,889	
Liabilities payable on demand	4,969	4,969	
Financial liabilities measured at fair value through profit or loss	2,699	2,699	
Derivative liabilities	89,459	89,338	
Debt issued and borrowings	155,545	117,215	
subordinated debentures	62,080	62,080	
Qualified as capital	62,080	62,080	P
Non-qualified as capital	-	-	
Subordinated notes	18,647	18,647	
Qualified as capital	18,647	18,647	
Non-qualified as capital	-	-	
Other - Non-qualified as capital	74,818	36,488	
Provisions	18,188	17,935	
Deferred tax liabilities	-	14	
Other liabilities	61,509	58,663	
Total liabilities	3,195,111	3,153,634	

Table 6 Reconciliation of Capital from Consolidated Supervision Financial Statement (Cont.)

Unit : Million Baht

Capital related items as of June 2022	Balance sheet as in published financial statements ^{a/}	Balance sheet as under regulatory scope of consolidation ^{b/}	Reference
Equity			
Issued and paid-up share capital	72,005	72,005	A
Preferred shares	28	28	B
Common shares	71,977	71,977	
Premium on share capital	20,834	20,834	
Premium on preferred shares	-	-	C
Premium on common shares	20,834	20,834	
Deficit from the change in the ownership interests in subsidiary	(660)	-	
Other components of equity	13,672	13,578	
Appraisal surplus on assets	14,296	14,005	F
Qualified as capital	13,734	13,734	
Non-qualified as capital	562	271	
Revaluation surplus on investments	7,064	150	G
Revaluation surplus on Equity investments	8,849	10,036	H
Revaluation surplus on Debt securities	(1,785)	(9,886)	I
Gains (losses) from translating the financial statements	67	29	
Surplus (deficit) from the fair value of hedging instrument for cash flow hedge reserve	(566)	(784)	J
Others	(7,189)	178	
Retained earning	249,536	248,926	
Appropriated	7,201	231,260	
Legal reserve	7,201	7,201	D
Net profit after appropriation	-	224,059	E
Unappropriated	242,335	17,666	
Unappropriated Net profit	242,335	19,684	
Others	-	(2,018)	K
Total equity attributable to equity holders of the bank	355,387	355,343	
Non-controlling interest	14,548	2,710	
Total equity	369,935	358,053	
Total liabilities and equity	3,565,046	3,511,687	

^{a/} Balance sheet as in published financial statements means financial statement for consolidated basis reported to SET

^{b/} Balance sheet as under regulatory scope of consolidation means financial statement for consolidated basis under BOT's regulation which does not include non-life and life insurance companies, and companies where the Bank controls and holds less than 50 percent of paid-up shares capital.

Table 6 Reconciliation of Capital from Consolidated Supervision Financial Statement (Cont.)

Unit : Million Baht

Items	Component of regulatory capital reported by financial group	References base on balance sheet under the consolidated supervision
Common Equity Tier 1 (CET1)		
Paid-up share capital	72,005	A + B
Net premium (discount)	20,834	C
Statutory reserves	7,201	D
Reserve appropriated from the net profit	-	
Net profit after appropriation	224,059	E
Other comprehensive income (OCI)	13,129	
Change in revaluation surplus on land and premises	13,734	F
Gains (losses) on remeasuring available for sale investment	150	
Gains (losses) on remeasuring available for sale investment of equity securities	10,036	G
Gains (losses) on remeasuring available for sale investment of debt securities	(9,886)	H
Gains (losses) arising from translation the financial statements of foreign operations	29	I
Gains (losses) from the fair value of hedging instrument for cash flow hedge reserve	(784)	J
Owner changes	-	
Total Common Equity Tier 1 (CET1) before adjustment and deduction items	337,228	
Deductions items from Common Equity Tier 1		
Net Losses	(2,018)	K
Goodwill	(240)	L ^{1/}
Intangible Assets	(11,812)	M
Deferred tax assets	(3,491)	N ^{2/}
Investment in equity including warrants to purchase shares that counted as CET 1 of other financial institutions and other Financial Business Group	(151)	
Investment in equity including warrants to purchase shares of companies in which the financial conglomerate hold more than 10% of total sold shares of each respective company	-	
Total deduction items for Common Equity Tier 1 (CET1)	(17,712)	
Total Common Equity Tier 1 (CET1)	319,516	
Additional Tier 1 : instruments		
Funds received from debt instruments subordinated to depositors, general creditors, Subordinated creditors and holders of Tier 2 capital instruments	18,647	O
Transaction under subsidiary and association only for non-controlling interest and outside the scope that countable as Tier 1 of financial instruments of consolidated financial institutions	1,410	
Total Additional Tier 1 : instruments before deduction items	20,057	
Deductions items from Additional Tier 1		
Investment in Additional Tier 1 of other financial institutions or other Financial Business Group	-	
Total deduction items for Additional Tier 1	-	
Total Additional Tier 1 : instruments	20,057	
Total Tier 1 Capital	339,573	
Tier 2 Capital		
Funds received from debt instruments subordinated to depositors and general creditors	62,080	P
General provision	23,520	Q ^{3/}
Total Tier 2 Capital before deduction items	85,600	
Total deduction items for Additional Tier 2	-	
Total Tier 2 Capital	85,600	
Total Regulatory Capital	425,173	

^{1/} Goodwill after the deduction of deferred tax liability

^{2/} Net deferred tax asset related to performance

^{3/} 1.25 percent of credit risk weighted assets

Table 7 Capital fund during Basel III transitional Period for the Bank

Unit : Million Baht

Amount as of June 30, 2022		Remaining amount subject to transitional adjustment under Basel III
<u>Tier 1 Capital</u>		
Common Equity Tier 1 : instruments and reserves		
Common Equity Tier 1 : instruments and reserves	324,668	-
<u>Less</u> Deductions from Common Equity Tier 1	(15,028)	-
Total Common Equity Tier 1	309,640	
<u>Additional Tier 1</u>		
Additional Tier 1 : instruments	18,647	-
<u>Less</u> Deductions from Additional Tier 1	-	
Total Additional Tier 1	18,647	
Tier 1 Capital	328,287	
<u>Tier 2 Capital</u>		
Tier 2 Capital : instruments and general provisions	85,272	(62,080)
<u>Less</u> Deductions from Tier 2 Capital	-	
Tier 2 Capital	85,272	
Total Regulatory Capital	413,559	

Table 7 Capital fund during Basel III transitional Period for the Financial Business Group (Cont.)

Unit : Million Baht

Amount as of June 30, 2022		Remaining amount subject to transitional adjustment under Basel III
Tier 1 Capital	339,573	
Common Equity Tier 1 (CET1) : instruments and reserves	319,516	
Paid-up share capital	71,977	
Net premium (discount)	20,834	
Non-cumulative preferred share	28	
Statutory reserves	7,201	
Reserve appropriated from net profit	-	
Net profit after appropriation	224,059	
Other comprehensive income (OCI)	13,129	
Change in revaluation surplus on land and premises	13,734	
Gains (losses) on remeasuring available for sale investment	150	
Gains (losses) on remeasuring available for sale investment of equity securities	10,036	
Gains (losses) on remeasuring available for sale investment of debt securities	(9,886)	-
Gains (losses) arising from translation the financial statements of foreign operations	29	-
Gains (losses) from the fair value of hedging instrument for cash flow hedge reserve	(784)	
Gain (losses) from Hedge of Net Investment in Foreign Operation	-	
Owner changes	-	
Non-controlling interest given recognition in common equity tier 1	-	
Deductions from Common Equity Tier 1	(17,712)	
Net losses	(2,018)	
Goodwill	(240)	
Intangible Assets	(11,812)	-
Deferred tax assets	(3,491)	
Investment in equity including warrants to purchase shares that counted as CET 1 of other financial institutions and other Financial Business Group	(151)	
Investment in equity including warrants to purchase shares of companies in which the financial conglomerate hold more than 10% of total sold shares of each respective company	-	
Additional Tier 1 : instruments	20,057	
Funds received from debt instruments subordinated to depositors, general creditors, Subordinated creditors and holders of Tier 2 capital instruments	18,647	
Transaction under subsidiary and association only for non-controlling interest and outside the scope that countable as Tier 1 of financial instruments of consolidated financial institutions	1,410	
Total Additional Tier 1 : instruments before deduction items	-	
Investment in Additional Tier 1 of other financial institutions or other Financial Business Group	-	
Tier 2 Capital	85,600	
Funds received from debt instruments subordinated to depositors and general creditors	62,080	(62,080)
General provision	23,520	
Non-controlling interest given recognition in Tier 2 capital	-	
Deduction from Tier 2 capital	-	
Total Regulatory Capital	425,173	



Krungthai
กรุงไทย

35 Sukhumvit Road, Klong Toey Nua Subdistrict, Wattana District, Bangkok 10110

Tel: 0-2255-2222 Fax: 0-2255-9391-3

Krungthai Contact Center: 0-2111-1111 Corporate Contact Center: 0-2111-9999

 krungthai.com