

Thanachart Capital Public Company Limited
and its subsidiaries
Report and interim financial statements
31 March 2009

Review report of Independent Auditor

To the Shareholders of Thanachart Capital Public Company Limited

I have reviewed the accompanying consolidated balance sheet of Thanachart Capital Public Company Limited and its subsidiaries as at 31 March 2009, the related consolidated statements of income, changes in shareholders' equity and cash flows for the three-month periods ended 31 March 2009 and 2008, and the separate financial statements of Thanachart Capital Public Company Limited for the same periods. These financial statements are the responsibility of the management of the Company as to their correctness and the completeness of the presentation. My responsibility is to issue a report on these financial statements based on my reviews.

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

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

I have previously audited the consolidated financial statements of Thanachart Capital Public Company Limited and its subsidiaries and the separate financial statements of Thanachart Capital Public Company Limited for the year ended 31 December 2008 in accordance with generally accepted auditing standards and expresses an unqualified opinion on those financial statements under my report dated 26 February 2009. The consolidated and the separate balance sheets as at 31 December 2008, as presented herein for comparative purposes, formed an integral part of the financial statements which I audited and reported on. I have not performed any other audit procedures subsequent to the date of that report.

Ratana Jala

Certified Public Accountant (Thailand) No. 3734

Ernst & Young Office Limited

Bangkok: 12 May 2009

Thanachart Capital Public Company Limited and its subsidiaries

Balance sheets

As at 31 March 2009 and 31 December 2008

(Unit: Thousand Baht)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March	31 December	31 March	31 December
		2009	2008	2009	2008
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Cash		2,850,499	4,017,994	40	40
Interbank and money market items	2				
Domestic					
Interest bearing		18,544,958	40,977,469	4,343,072	3,366,783
Non-interest bearing		1,809,720	3,945,117	93,309	111,212
Foreign					
Interest bearing		38,110,448	20,372,081	-	-
Non-interest bearing		153,963	495,715	-	-
Total interbank and money market items - net		58,619,089	65,790,382	4,436,381	3,477,995
Investments					
Current investments - net	3	9,281,760	11,823,115	1,014,934	2,999,343
Long-term investments - net	3	30,557,260	26,157,768	8,129,080	5,562,868
Investments in subsidiaries - net	4	-	-	12,285,905	16,903,297
Investments in an associated company - net	5	1,403,506	1,404,444	657,994	657,994
Total investments - net		41,242,526	39,385,327	22,087,913	26,123,502
Receivables from clearing house		30,835	50,186	-	-
Loans and accrued interest receivables	6				
Loans		277,361,543	277,553,638	9,151,261	8,627,834
Securities business receivables		1,529,507	1,896,481	-	-
Total loans and receivables		278,891,050	279,450,119	9,151,261	8,627,834
Accrued interest receivables		311,899	323,640	116	181
Total loans and accrued interest receivables		279,202,949	279,773,759	9,151,377	8,628,015
Less: Allowance for doubtful accounts	7	(10,865,176)	(9,920,939)	(1,277,655)	(1,302,142)
Less: Revaluation allowance for debt restructuring	8	(85,610)	(86,795)	(242)	(272)
Total loans and accrued interest receivables - net		268,252,163	269,766,025	7,873,480	7,325,601
Property foreclosed - net	10	6,968,465	7,554,495	2,463,913	2,440,980
Property, premises and equipment - net		2,589,738	2,522,254	206,678	209,231
Intangible assets - software - net		418,262	419,173	2,108	2,424
Leasehold right - net		535,146	552,384	238,590	247,210
Goodwill		44,274	44,274	-	-
Value added tax refundable		309,152	398,586	-	-
Financial derivative assets		1,936,483	1,369,064	-	-
Other assets - net		2,279,868	2,265,567	156,483	97,299
Total assets		386,076,500	394,135,711	37,465,586	39,924,282

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

Thanachart Capital Public Company Limited and its subsidiaries

Balance sheets (continued)

As at 31 March 2009 and 31 December 2008

(Unit: Thousand Baht)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March	31 December	31 March	31 December
		2009	2008	2009	2008
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Deposits	11				
Deposits in Baht		265,827,999	269,660,019	-	-
Deposits in foreign currencies		107,534	70,368	-	-
Total deposits		265,935,533	269,730,387	-	-
Interbank and money market items	12				
Domestic					
Interest bearing		7,810,353	6,679,211	2,455	4,501,864
Non-interest bearing		2,544,473	607,158	-	-
Foreign					
Interest bearing		1,776,150	-	-	-
Non-interest bearing		6,371	6,451	-	-
Total interbank and money market items - net		12,137,347	7,292,820	2,455	4,501,864
Payable to clearing house		43,420	294,804	-	-
Securities business payable		762,956	854,589	-	-
Liabilities payable on demand		1,217,659	1,316,693	-	-
Borrowings	13				
Short-term borrowings		35,153,623	46,652,605	6,008,287	2,944,305
Long-term borrowings		12,545,500	18,810,500	4,000,000	8,000,000
Total borrowings		47,699,123	65,463,105	10,008,287	10,944,305
Accrued interest payable		1,517,012	1,774,585	72,863	70,887
Life premium reserve		8,813,145	7,821,623	-	-
Unearned premium reserve		1,417,893	1,465,631	-	-
Corporate income tax payable		1,445,607	301,189	1,001,712	70,220
Other liabilities		5,719,484	5,459,116	415,380	416,664
Total liabilities		346,709,179	361,774,542	11,500,697	16,003,940

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

Thanachart Capital Public Company Limited and its subsidiaries

Balance sheets (continued)

As at 31 March 2009 and 31 December 2008

(Unit: Thousand Baht)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March	31 December	31 March	31 December
		2009	2008	2009	2008
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity					
Share capital	14				
Registered, issued and paid-up					
15,856 preference shares of Baht 10 each		159	159	159	159
1,333,138,147 ordinary shares of Baht 10 each		<u>13,331,381</u>	<u>13,331,381</u>	<u>13,331,381</u>	<u>13,331,381</u>
		13,331,540	13,331,540	13,331,540	13,331,540
Share premium		2,065,645	2,065,645	2,065,645	2,065,645
Share premium of a subsidiary company		775,814	1,141,664	-	-
Amount by which the value of investment in subsidiary is lower than attributable net book value		226,460	226,460	-	-
Revaluation surplus on investments	15	350,544	380,737	111,917	99,598
Revaluation deficit on investments	15	(1,662,520)	(1,699,455)	(496,111)	(543,785)
Retained earnings					
Appropriated - statutory reserve		803,179	803,179	803,179	803,179
- treasury stock reserve		387,501	110,260	387,501	110,260
Unappropriated		<u>12,255,554</u>	<u>10,342,356</u>	<u>10,148,719</u>	<u>8,164,165</u>
Total shareholders' equity before treasury stock and minority interest		28,533,717	26,702,386	26,352,390	24,030,602
Less: Treasury stock	14	<u>(387,501)</u>	<u>(110,260)</u>	<u>(387,501)</u>	<u>(110,260)</u>
Equity attributable to the Company's shareholders		28,146,216	26,592,126	25,964,889	23,920,342
Minority interest - equity attributable to minority shareholders of subsidiaries		<u>11,221,105</u>	<u>5,769,043</u>	-	-
Total shareholders' equity		<u>39,367,321</u>	<u>32,361,169</u>	<u>25,964,889</u>	<u>23,920,342</u>
Total liabilities and shareholders' equity		<u>386,076,500</u>	<u>394,135,711</u>	<u>37,465,586</u>	<u>39,924,282</u>
		-	-	-	-
Off-balance sheet items - commitments	21.1				
Avals to bills and guarantees of loans		114,524	128,025	10,000	10,000
Obligation under unmatured import bills		406,304	442,518	-	-
Letter of credit		326,789	664,174	-	-
Other contingencies		124,789,320	94,516,147	8,000,560	8,000,560

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

Directors

Thanachart Capital Public Company Limited and its subsidiaries

Income statements

For the three-month periods ended 31 March 2009 and 2008

(Unit: Thousand Baht except earnings per share expressed in Baht)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		2009	2008	2009	2008
Interest and dividend income					
Loans		952,517	831,886	16,880	21,722
Interbank and money market items		418,684	415,075	19,892	21,291
Hire-purchase and financial leases		3,822,665	3,581,939	105,804	338,352
Investments		337,566	267,967	59,915	60,954
Total interest and dividend income		5,531,432	5,096,867	202,491	442,319
Interest expenses					
Deposits		1,746,369	1,562,040	-	-
Interbank and money market items		27,521	24,462	15,438	111,776
Short-term borrowings		306,817	458,331	23,778	73,423
Long-term borrowings		194,622	127,814	80,397	33,203
Total interest expenses		2,275,329	2,172,647	119,613	218,402
Net interest and dividend income		3,256,103	2,924,220	82,878	223,917
Reversal of bad debt and doubtful accounts					
(Bad debt and doubtful accounts)	16	(1,257,381)	(726,038)	28,766	85,944
Loss on debt restructuring		(1,013)	(3)	(116)	-
Net interest and dividend income after bad debt and doubtful accounts and loss on debt restructuring		1,997,709	2,198,179	111,528	309,861
Non-interest income					
Brokerage fees		110,438	213,806	-	-
Gain on investments	1.4	2,717,968	49,281	3,020,361	18,151
Share of income from investments in associated company accounted for under equity method	5	80,494	70,759	-	-
Fees and service income					
Acceptances, aval and guarantees		9,303	7,505	49	-
Discounted income on insurance premium		118,860	156,169	-	145
Others		432,794	393,106	45,146	68,903
Gain on exchange and financial derivatives		46,640	134,130	-	-
Gain on property foreclosed and other assets		171,404	47,447	35,890	26,678
Insurance premium/Life insurance premium income		2,280,601	1,855,861	-	-
Other income		251,507	273,578	127,401	124,526
Total non-interest income		6,220,009	3,201,642	3,228,847	238,403

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

Thanachart Capital Public Company Limited and its subsidiaries

Income statements (continued)

For the three-month periods ended 31 March 2009 and 2008

(Unit: Thousand Baht except earnings per share expressed in Baht)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		2009	2008	2009	2008
Non-interest expenses					
Personnel expenses		1,042,596	754,064	18,480	17,505
Premises and equipment expenses		430,109	359,070	33,535	33,070
Taxes and duties		62,784	45,282	8,371	186
Fees and service expenses		58,691	61,655	1,641	3,126
Directors' remuneration		4,626	4,819	1,805	2,105
Fund contributed to the Financial Institutions					
Development Fund/Deposits Protection Fund		254,370	192,027	-	-
Insurance/Life insurance expenses		1,949,894	1,547,263	-	-
Other expenses		809,672	713,501	80,579	109,328
Total non-interest expenses		<u>4,612,742</u>	<u>3,677,681</u>	<u>144,411</u>	<u>165,320</u>
Income before corporate income tax		<u>3,604,976</u>	<u>1,722,140</u>	<u>3,195,964</u>	<u>382,944</u>
Corporate income tax	17	<u>(1,202,950)</u>	<u>(466,944)</u>	<u>(934,169)</u>	<u>(111,302)</u>
Net income for the period		<u>2,402,026</u>	<u>1,255,196</u>	<u>2,261,795</u>	<u>271,642</u>
Net income attributable to					
The Company		2,190,439	1,015,578	2,261,795	271,642
Minority interests of the subsidiaries		<u>211,587</u>	<u>239,618</u>	<u>-</u>	<u>-</u>
		<u>2,402,026</u>	<u>1,255,196</u>	<u>2,261,795</u>	<u>271,642</u>
Earnings per share (Baht per share)	18				
Basic earnings per share					
Net income attributable to the Company		<u>1.70</u>	<u>0.76</u>	<u>1.76</u>	<u>0.20</u>
Diluted earnings per share					
Net income attributable to the Company		<u>1.70</u>	<u>0.76</u>	<u>1.76</u>	<u>0.20</u>

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

Thanachart Capital Public Company Limited and its subsidiaries

Cash flows statements

For the three-month periods ended 31 March 2009 and 2008

	Consolidated		(Unit: Thousand Baht)	
			Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Cash flows from operating activities				
Net income before tax	3,604,976	1,722,140	3,195,964	382,944
Adjustments to reconcile net income before tax to net cash provided by (paid from) operating activities				
Share of income from investments accounted for under equity method	(80,494)	(70,759)	-	-
Depreciation and amortisation	169,881	133,073	13,863	12,879
Bad debt and doubtful accounts and loss on debt restructuring (reversal)	1,258,394	726,041	(28,650)	(85,944)
Increase (decrease) in provision for impairment of property foreclosed	(102,613)	15,319	(20,944)	2,910
Increase (decrease) in provision for impairment of equipment/other assets	24,683	5,403	(1,470)	(3,833)
Increase (decrease) in provision for impairment/ revaluation of investments	(93,633)	6,700	(6,875)	783
Amortisation of deferred gain on disposal of property foreclosed	(3,585)	(16,118)	-	-
Loss (gain) on foreign exchange and financial derivatives	(1,168,543)	1,299,407	-	-
Increase in unearned premium reserve/life insurance premium reserve	1,039,443	919,899	-	-
Gain on transfers of assets for debt repayment	(29)	(670)	-	-
Gain on sales of investments in subsidiaries	(2,804,540)	-	(3,038,370)	-
Loss (gain) on disposal of equipment	(2,486)	140	(2)	(962)
Increase (decrease) in deferred income	1,044	(2,891)	-	-
Decrease (increase) in other accrued income receivable	87,716	(50,229)	5,099	(3,325)
	1,930,214	4,687,455	118,615	305,452
Net interest and dividend income	(3,256,103)	(2,924,220)	(82,878)	(223,917)
Cash received from interest on operating activities	5,301,731	4,792,808	131,408	365,713
Cash paid for interest on operating activities	-1,718,321	(1,119,172)	(15,438)	(111,776)
Cash paid for income tax	(23,446)	(78,279)	(2,677)	(4,035)
Income from operating activities before changes in operating assets and liabilities	2,234,075	5,358,592	149,030	331,437
Operating assets (increase) decrease				
Interbank and money market items	7,369,916	(7,875,037)	(951,660)	(1,809,255)
Securities purchased under resale agreements	-	2,500,000	-	-
Investments in trading securities	(12,146)	(14,374)	-	-
Receivables from clearing house	19,351	229,387	-	-
Loans	(1,415,435)	(11,349,120)	(549,404)	5,324,218
Property foreclosed	2,368,669	1,571,611	28,120	156,182
Other assets	644,533	(1,436,521)	(16,407)	7,516

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

Thanachart Capital Public Company Limited and its subsidiaries

Cash flows statements (continued)

For the three-month periods ended 31 March 2009 and 2008

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	2009	2008	2009	2008
Cash flows from operating activities (continued)				
Operating liabilities increase (decrease)				
Deposits	(3,794,854)	35,379,666	-	-
Interbank and money market items	4,844,527	1,362,093	(4,499,409)	(1,999,981)
Payable to clearing house	(251,384)	76,239	-	-
Securities business payable	(91,633)	(378,522)	-	-
Liability payable on demand	(99,034)	(39,069)	-	-
Other liabilities	214,730	(13,985)	3,151	(103,433)
Net cash flows provided by (used in)				
operating activities	12,031,315	25,370,960	(5,836,579)	1,906,684
Cash flows from investing activities				
Increase in long-term investments	(1,922,551)	(2,707,573)	(507,031)	(811,702)
Cash received from disposal of investments				
in subsidiaries	7,655,761	-	7,655,761	-
Cash received from interest and dividend	221,996	212,503	-	2,600
Cash paid for purchase of premises and equipment/				
intangible assets	(306,597)	(154,798)	(2,309)	(4,003)
Cash received from disposal of equipment/				
intangible assets	4,426	4,724	11	1,960
Net cash flows provided by (used in)				
investing activities	5,653,035	(2,645,144)	7,146,432	(811,145)
Cash flows from financing activities				
Cash received from borrowings	980,797	-	980,797	-
Cash paid for borrowings	-18,774,030	(22,670,600)	(1,939,337)	(1,000,000)
Cash paid for interest expenses	(781,371)	(854,589)	(74,072)	(95,539)
Cash paid for treasury stock	(277,241)	-	(277,241)	-
Net cash flows used in financing activities	(18,851,845)	(23,525,189)	(1,309,853)	(1,095,539)
Net decrease in cash	(1,167,495)	(799,373)	-	-
Cash at beginning of the period	4,017,994	3,274,647	40	40
Cash at end of the period	2,850,499	2,475,274	40	40
	-	-	-	-
Supplemental cash flows information				
Non-cash transactions				
Conversion of preference shares to ordinary shares	-	34	-	34
Property foreclosed transferred from loans,				
other receivables and investments in				
receivables purchased	1,679,996	1,397,339	30,109	74,382
Leasehold transferred from property foreclosed	-	126,088	-	126,088
Accounts payable for purchase of fixed assets	68,341	38,473	2,041	4,643
Bad debt written off	331,477	107,019	1,671	8,132

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

(Unaudited)

Thanachart Capital Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity

For the three-month periods ended 31 March 2009 and 2008

(Unit: `

	Consolidated financial statements											
	Amount by which the value of									Minority interest -		
	Issued and paid-up share capital			Share premium of a subsidiary company	investment in subsidiary is lower than attributable net book value	Revaluation surplus (deficit) on investments	Retained earnings			Total equity	Minority interest -	
	Preference shares	Ordinary shares	Share premium				Appropriated			attributable to the parent's shareholders	equity attributable to minority shareholders of subsidiaries	
							Statutory reserve	Treasury stock reserve	Unappropriated	Treasury stock		
Balance as at 1 January 2008	193	13,331,347	2,065,645	1,141,664	-	(17,080)	734,878	-	8,951,656	-	26,208,303	6,053,966
Increase in revaluation surplus on investments	-	-	-	-	-	280,857	-	-	-	-	280,857	-
Income recognised directly in equity	-	-	-	-	-	280,857	-	-	-	-	280,857	-
Net income for the period	-	-	-	-	-	-	-	-	1,015,578	-	1,015,578	239,618
Total income for the period	-	-	-	-	-	280,857	-	-	1,015,578	-	1,296,435	239,618
Conversion of preference shares to ordinary shares	(34)	34	-	-	-	-	-	-	-	-	-	-
Increase in minority interest - equity attributable to minority shareholders of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	6,553
Balance as at 31 March 2008	159	13,331,381	2,065,645	1,141,664	-	263,777	734,878	-	9,967,234	-	27,504,738	6,300,137
Balance as at 1 January 2009	159	13,331,381	2,065,645	1,141,664	226,460	(1,318,718)	803,179	110,260	10,342,356	(110,260)	26,592,126	5,769,043
Decrease in share premium of subsidiary company from disposal of investments	-	-	-	(365,850)	-	-	-	-	-	-	(365,850)	-
Decrease in revaluation deficit on investments	-	-	-	-	-	6,742	-	-	-	-	6,742	-
Income (expenses) recognised directly in equity	-	-	-	(365,850)	-	6,742	-	-	-	-	(359,108)	-
Net income for the period	-	-	-	-	-	-	-	-	2,190,439	-	2,190,439	211,587
Total income (expenses) for the period	-	-	-	(365,850)	-	6,742	-	-	2,190,439	-	1,831,331	211,587
Cash payment for treasury stock (Note 14)	-	-	-	-	-	-	-	-	-	(277,241)	(277,241)	-
Transfer of retained earnings to treasury stock reserve	-	-	-	-	-	-	-	277,241	(277,241)	-	-	-
Increase in minority interest - equity attributable to minority shareholders of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	5,240,475
Balance as at 31 March 2009	159	13,331,381	2,065,645	775,814	226,460	(1,311,976)	803,179	387,501	12,255,554	(387,501)	28,146,216	11,221,105

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

ed but reviewed)

Thousand Baht)

Total
32,262,269
280,857
280,857
1,255,196
1,536,053

-

6,553
33,804,875

32,361,169
(365,850)
6,742
(359,108)
2,402,026
2,042,918
(277,241)

-

5,240,475
39,367,321

(Unaudited but reviewed)

Thanachart Capital Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity

For the three-month periods ended 31 March 2009 and 2008

(Unit: Thousand Baht)

Separate financial statements

	Separate financial statements								
	Issued and paid-up share capital			Revaluation	Retained earnings				Total
					Appropriated				
	Preference	Ordinary	Share premium	surplus (deficit)	Statutory	Treasury stock	Unappropriated	Treasury stock	
shares	shares	on investments		reserve	reserve				
Balance as at 1 January 2008	193	13,331,347	2,065,645	300,694	734,878	-	8,175,865	-	24,608,622
Increase in revaluation surplus on investments	-	-	-	258,701	-	-	-	-	258,701
Income recognised directly in equity	-	-	-	258,701	-	-	-	-	258,701
Net income for the period	-	-	-	-	-	-	271,642	-	271,642
Total income for the period	-	-	-	258,701	-	-	271,642	-	530,343
Conversion of preference shares to ordinary shares	(34)	34	-	-	-	-	-	-	-
Balance as at 31 March 2008	159	13,331,381	2,065,645	559,395	734,878	-	8,447,507	-	25,138,965
Balance as at 1 January 2009	159	13,331,381	2,065,645	(444,187)	803,179	110,260	8,164,165	(110,260)	23,920,342
Increase in revaluation deficit on investments	-	-	-	59,993	-	-	-	-	59,993
Income recognised directly in equity	-	-	-	59,993	-	-	-	-	59,993
Net income for the period	-	-	-	-	-	-	2,261,795	-	2,261,795
Total income for the period	-	-	-	59,993	-	-	2,261,795	-	2,321,788
Cash payment for treasury stock (Note 14)	-	-	-	-	-	-	-	(277,241)	(277,241)
Transfer of retained earnings to treasury stock reserve	-	-	-	-	-	277,241	(277,241)	-	-
Balance as at 31 March 2009	159	13,331,381	2,065,645	(384,194)	803,179	387,501	10,148,719	(387,501)	25,964,889

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

Thanachart Capital Public Company Limited and its subsidiaries
Notes to interim financial statements
For the three-month periods ended 31 March 2009 and 2008

1. General information

1.1 The Company's information

Thanachart Capital Public Company Limited ("the Company") was incorporated as a public company limited under Thai laws and operates its business in Thailand. The Company is mainly engaged in investment holding and is the parent company of the Thanachart Group. The Company's registered address is 444 MBK Tower, 10-11 and 15-20 Floors, Phayathai Road, Wangmai, Pathumwan, Bangkok.

All subsidiaries are registered as limited or public limited companies under Thai laws and operate their businesses in Thailand. The subsidiaries' business include commercial banking business, securities business, non-performing assets management business, leasing and hire-purchase business, non-life insurance business, life insurance business, fund management business, and others.

1.2 Financial crisis

The financial crisis experienced by the United States of America over the past year has had a far reaching adverse effect on the global economy as evidenced by sharp falls in share prices worldwide, a tight squeeze on credit and failures of large financial institutions. The governments of many countries have made continuous efforts to remedy the liquidity crisis, and financial institutions have increased their share capital in order to resolve the problem and to build confidence. However, the global economy remains uncertain. These financial statements have been prepared on the bases of facts currently known to the Company and its subsidiaries, and on estimates and assumptions currently considered appropriate. However, they could be affected by an array of future events.

1.3 Basis of preparation of the interim financial statements

These interim financial statements have been prepared in accordance with Thai Accounting Standards No. 41 (revised 2007) “Interim financial statements”, with the Company choosing to present condensed interim financial statements. However, the Company has presented the balance sheets, and the statements of income, changes in shareholders’ equity and cash flows in the same format as that used for the annual financial statements.

These interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events, and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

These interim financial statements in Thai language are the official interim financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

1.4 Basis of preparation of the interim consolidation financial statements

These interim consolidation financial statements are prepared using the same basis as was used for the consolidated financial statements for the year ended 31 December 2008, and there were no changes in shareholding structure during the period, except for shareholding in Thanachart Bank Plc. (“the Bank”), which decreased from 74.93% to 50.92% since the Company sold an additional 416,526,737 ordinary shares of the Bank to The Bank of Nova Scotia (“BNS”) on 3 February 2009 at a price of Baht 18.38 per share (1.6 times of the net book value per share because BNS declared its intention to exercise its option to purchase the shares within the obligation period), or a total of Baht 7,656 million, in accordance with the conditions of the Shareholders’ Agreements. As a result of the sale, BNS’s shareholding in the Bank is 48.998%. The Company has gain on the sale, calculated under the cost method, of Baht 3,038 million in the separate income statement, while a gain of Baht 2,805 million in the consolidated income statement under the equity method.

Total assets and total income of the subsidiaries that have significant impact to and are included in the consolidated financial statements as at 31 March 2009 and 31 December 2008 and for the three-month periods ended 31 March 2009 and 2008, after eliminating significant intercompany transactions, are as follows:

	(Unit: Million Baht)			
	Total assets as at		Total income	
			for the three-month	
	31 March	31 December	periods ended 31 March	
	2009	2008	2009	2008
Thanachart Bank Plc.	343,050	351,272	5,712	4,974
Thanachart Life Assurance Co., Ltd.	8,510	7,231	1,594	1,365
NFS Asset Management Co., Ltd.	4,798	5,585	41	104
Thanachart Insurance Co., Ltd.	2,516	2,499	700	596
Thanachart Securities Plc.	2,368	2,869	144	249
Max Asset Management Co., Ltd.	1,713	1,778	85	18

1.5 The separate financial statements, which present investments in subsidiaries and associated company under the cost method, have been prepared solely for the benefit of the public.

1.6 Accounting standards which are effective for the current year

The Federation of Accounting Professions has issued Notification No. 86/2551 mandating the use of the following new accounting standards:

TAS 36 (revised 2007)	Impairment of Assets
TAS 54 (revised 2007)	Non-current Assets Held for Sale and Discontinued Operations

These accounting standards will become effective for the financial statements for fiscal years beginning on or after 1 January 2009. The management has assessed the effect of these standards and noted that they do not have any significant impact on the financial statements for the current period.

1.7 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2008.

2. Interbank and money market items (assets)

(Unit: Million Baht)

	Consolidated financial statements					
	31 March 2009			31 December 2008		
	At call	Term	Total	At call	Term	Total
Domestic						
Bank of Thailand and Financial						
Institution Development Fund	1,541	9,500	11,041	3,422	35,800	39,222
Commercial banks	454	7,604	8,058	689	4,490	5,179
Other banks	57	50	107	118	50	168
Other financial institutions	285	886	1,171	18	320	338
Total	2,337	18,040	20,377	4,247	40,660	44,907
Add: Accrued interest receivable	1	8	9	1	40	41
Less: Allowance for doubtful accounts	(3)	(28)	(31)	-	(26)	(26)
Total domestic items	2,335	18,020	20,355	4,248	40,674	44,922
Foreign						
US Dollar	88	38,041	38,129	286	20,236	20,522
Euro	24	-	24	98	-	98
Others	42	-	42	112	-	112
Total	154	38,041	38,195	496	20,236	20,732
Add: Accrued interest receivable	-	69	69	-	136	136
Total foreign items	154	38,110	38,264	496	20,372	20,868
Total - net	2,489	56,130	58,619	4,744	61,046	65,790

(Unit: Million Baht)

	Separate financial statements					
	31 March 2009			31 December 2008		
	At call	Term	Total	At call	Term	Total
Domestic						
Commercial banks	404	4,000	4,404	201	3,250	3,451
Other banks	4	-	4	6	-	6
Other financial institutions	-	20	20	-	20	20
Total	408	4,020	4,428	207	3,270	3,477
Add: Accrued interest receivable	3	5	8	-	1	1
Total - net	411	4,025	4,436	207	3,271	3,478

As at 31 March 2009, deposits of Baht 306 million of a subsidiary company are deposited with a financial institution that is in the process of implementing debt and capital restructuring plans. The subsidiary company has set aside partial allowance for doubtful accounts of Baht 25 million for this amount (31 December 2008: Baht 300 million and Baht 25 million, respectively).

As at 31 March 2009, a subsidiary company has deposit in foreign financial institutions amounting to Baht 38,195 million, of which Baht 35,886 million have been covered by forward exchange contracts, as presented in Note 21.1 to the financial statements (31 December 2008: Baht 20,732 million and Baht 20,098 million, respectively).

Moreover, as at 31 March 2009, the Company had deposits of Baht 2,000 million with Thanachart Bank Plc. (a subsidiary company) in the form of bill of exchange, maturing in June 2009 and bearing interest at a rate of 1.60 percent per annum (31 December 2008: Baht 3,250 million).

3. Investments

3.1 Classified by type of investments

	Consolidated financial statements				Separate financial statements			
	31 March 2009		31 December 2008		31 March 2009		31 December 2008	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Current investments								
Trading securities								
Government and state enterprise securities	616	618	604	607	-	-	-	-
	616	618	604	607	-	-	-	-
Add: Allowance for change in value	2		3		-		-	
	618		607		-		-	
Available-for-sale securities								
Government and state enterprise securities	4,888	4,910	4,264	4,290	-	-	-	-
Private debt securities	813	823	463	469	-	-	-	-
Domestic marketable equity securities	49	48	49	49	-	-	-	-
	5,750	5,781	4,776	4,808	-	-	-	-
Add: Allowance for change in value	31		32		-		-	
	5,781		4,808		-		-	
Held-to-maturity debt securities - due within 1 year								
Government and state enterprise securities	2,428		5,783		1,000		2,999	
Private debt securities	100		101		15		-	
Foreign debt securities	355		524		-		-	
	2,883		6,408		1,015		2,999	
Total current investments - net	9,282		11,823		1,015		2,999	

(Unit: Million Baht)

	Consolidated financial statements				Separate financial statements			
	31 March 2009		31 December 2008		31 March 2009		31 December 2008	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
<u>Long-term investments</u>								
Available-for-sale securities								
Government and state enterprise securities	562	598	618	697	-	-	-	-
Private debt securities	6,531	6,722	4,360	4,540	-	-	-	-
Domestic marketable equity securities	7,243	5,781	4,492	2,819	4,022	3,638	1,505	1,050
	14,336	13,101	9,470	8,056	4,022	3,638	1,505	1,050
Less: Allowance for change in value	(1,080)		(1,168)		(384)		(444)	
Less: Allowance for impairment	(155)		(246)		-		(11)	
	13,101		8,056		3,638		1,050	
Held-to-maturity debt securities								
Government and state enterprise securities	10,624		10,688		418		418	
Private debt securities	812		792		3,020		3,000	
Foreign debt securities	3,825		4,323		-		-	
	15,261		15,803		3,438		3,418	
Less: Allowance for impairment	(557)		(557)		(183)		(183)	
	14,704		15,246		3,255		3,235	
Other investments								
Investments in receivables purchased	2,246		2,318		1,190		1,227	
Investments in property fund	622		658		-		-	
Domestic non-marketable equity securities	329		329		230		230	
	3,197		3,305		1,420		1,457	
Less: Allowance for impairment	(445)		(449)		(184)		(179)	
	2,752		2,856		1,236		1,278	
Total long-term investments - net	30,557		26,158		8,129		5,563	

3.2 As at 31 March 2009, a revaluation surplus and a revaluation deficit in the consolidated shareholders' equity, amounting to Baht 26 million and Baht 311 million, respectively, are as a result of the recategorisation of debt securities (31 December 2008: outstanding revaluation surplus amounting to Baht 30 million and outstanding revaluation deficit amounting to Baht 331 million in the consolidated financial statements).

- 3.3** As at 31 March 2009, long-term investments in held-to-maturity debt securities include Baht 1,144 million of non-transferable, 10-year promissory notes received from Thai Asset Management Corporation ("TAMC") as a result of the transfer of non-performing loans to TAMC (separate financial statements: Baht 418 million) (31 December 2008: Baht 1,169 million in the consolidated financial statements and Baht 418 million in the separate financial statements). However, the agreed transfer price received in the form of promissory notes could be revised up or down after TAMC reviews the prices, or assesses the collateral or adjusts the prices.

As at 31 March 2009, the Company and its subsidiaries are still unable to assess the exact amount of such losses. However, the Company and its subsidiaries have estimated their share of losses which may arise from the management of non-performing assets at approximately Baht 557 million and presented as allowance for impairment under the caption of investments in held-to-maturity debt securities, classified by the type of promissory note (separate financial statements: Baht 183 million) (31 December 2008: Baht 557 million in the consolidated financial statements and Baht 183 million in the separate financial statements).

Moreover, the Company and its subsidiaries remain jointly liable with TAMC for their share of gains or losses arising from management of non-performing assets, as described in Note 21.2 to the financial statements.

- 3.4** As at 31 March 2009 and 31 December 2008, the Company has investments of Baht 3,000 million in 7-years subordinated debentures issued by Thanachart Bank Plc. (a subsidiary company) maturing on 8 December 2013 and bearing interest at a rate of 6.18 percent per annum.
- 3.5** As at 31 March 2009, investments in government and state enterprise bonds in the consolidated financial statements amounting to Baht 1,236 million, at amortised cost, have been placed as collateral for loans from commercial banks and as security with the Insurance Registrar (31 December 2008: Baht 1,257 million).

3.6 As at 31 March 2009, all foreign debt securities of a subsidiary company, amounting to Baht 4,180 million, have been hedged through cross currency interest rate swap contracts, and investments in private debt securities of the subsidiaries amounting to Baht 800 million have been hedged through interest rate swap contracts. All of these contracts are presented in Note 21.1 to the financial statements (31 December 2008: all investments in foreign debt securities amounting to Baht 4,847 million of a subsidiary company have been hedged through cross currency interest rate swap contracts and investments in private debt securities of the subsidiaries amounting to Baht 800 million have been hedged through interest rate swap contracts).

3.7 As at 31 March 2009 and 31 December 2008, the subsidiaries have the following investments in mutual funds in which subsidiaries hold not less than 20 percent of the equity of the investees. The subsidiaries do not consider to be investments in subsidiaries or associates because they do not have control or influence over the financial and operating policies of these funds, which are independently managed by fund managers and under supervision of the Office of Securities and Exchange Commission. The subsidiaries therefore account for their investments in these funds as long-term available-for-sale investments or other investments, depending on the investment objectives.

Name	Nature of business	Consolidated financial statements			
		31 March 2009		31 December 2008	
		Net	Percentage	Net	Percentage
		book value	of holding	book value	of holding
		Million Baht	%	Million Baht	%
The Thai Business Fund 3	Mutual fund invests in property	318	26.67	340	26.67
Sub Thawee Property Fund	Mutual fund invests in property	146	56.00	156	56.00
Thanasarn Open-Ended Fund	Mutual fund invests in debt securities	264	24.34	267	28.99
Tri Ra Sombat Open-Ended Fund	Mutual fund invests in debt securities	150	21.06	40	5.09

3.8 Investments in receivables purchased

Investments in receivables purchased are loans receivable purchased through bidding from local financial institutions. The outstanding balances of loans receivable as at 31 March 2009 and 31 December 2008 can be summarised as follows:

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2009	2008	2009	2008
Investments in receivables	2,246	2,318	1,190	1,227
Less: Allowance for impairment	(318)	(322)	(86)	(81)
Investments in receivables - net	1,928	1,996	1,104	1,146

31 March 2009				31 December 2008			
Number	Balance		Purchase	Number	Balance		Purchase
of	per			of	per		
debtors	agreement	price	Yield	debtors	agreement	price	Yield
	Million	Million	Percent		Million	Million	Percent
	Baht	Baht			Baht	Baht	

Consolidated financial statements

Total accumulated							
investments in receivables	1,662	33,559	7,793	6.50 - 18.97	1,662	33,559	7,793 6.50 - 18.97
Outstanding investments in							
receivables as at the							
balance sheet date	930	14,806	2,246		933	14,868	2,318

Separate financial statements

Total accumulated							
investments in receivables	691	8,190	1,937	11.94 - 18.97	691	8,190	1,937 11.94 - 18.97
Outstanding investments in							
receivables as at the							
balance sheet date	495	6,983	1,190		495	6,983	1,227

During the three-month period ended 31 March 2009, the subsidiaries have restructured investments in receivable purchased with a total of 2 troubled receivables, with book balances before restructuring totaling approximately Baht 14 million, by modification of terms. There were no losses on debt restructuring and remaining periods to maturity of the receivables under the agreements are between 1 to 5 years, counting from the end of the period.

Restructured receivables are transferred to the loans account on the debt restructuring agreement date, in accordance with the BOT's regulations, at their book value which is considered to be fair value. Therefore, as at 31 March 2009, there were no outstanding restructured receivables in the investments in receivables account.

3.9 As at 31 March 2009 and 31 December 2008, investments in securities of the Company and its subsidiaries, include investments in securities of companies with weak financial positions and poor operating results, are summarised as below.

Consolidated financial statements								
Number of transactions		Cost		Fair value/ collateral value		Allowance for possible loss/impairment provided in the accounts		
31 March 2009	31 December 2008	31 March 2009	31 December 2008	31 March 2009	31 December 2008	31 March 2009	31 December 2008	
		Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	
<u>Equity securities - common</u>								
<u>shares</u>								
1. Companies which have loan settlement problems or have defaulted the repayment of debts	2	2	1	1	1	1	-	-
2. Companies which auditors' reports cited going concern issues	13	13	134	134	36	36	98	98
3. Financial institutions that are in the process of implementing debt and capital restructuring plans	1	1	8	8	-	-	8	8
<u>Investments in receivables</u>								
<u>purchased</u>								
1. Non-listed companies with similar operating results and financial positions to listed companies vulnerable to delisting from the SET	1	1	3	3	-	-	3	3
2. Companies which have loan settlement problems or have defaulted the repayment of debts	350	351	1,639	1,672	2,421	2,481	201	207

Separate financial statements							
Number of transactions		Cost		Fair value/ collateral value		Allowance for possible loss/impairment provided in the accounts	
31 March 2009	31 December 2008	31 March 2009	31 December 2008	31 March 2009	31 December 2008	31 March 2009	31 December 2008
		Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
Equity securities - common shares							
1. Companies which have loans settlement problems or have defaulted the repayment of debts	1	1	1	1	1	-	-
2. Companies which auditors' reports cited going concern issues	5	5	113	113	35	35	77
Investments in receivables purchased							
1. Companies which have loan settlement problems or have defaulted the repayment of debts	161	161	897	907	1,378	1,401	40

4. Investments in subsidiaries

4.1 As at 31 March 2009 and 31 December 2008, investments in subsidiaries in the separate financial statements which are recorded under the cost method comprise of investments in ordinary shares of the following subsidiaries:

(Unit: Million Baht)							
Separate financial statements							
Company's name	Nature of business	Paid-up share capital		Percentage of holding (%)		Value of investment under the cost method	
		31	31	31	31	31	31
		March 2009	December 2008	March 2009	December 2008	March 2009	December 2008
Thanachart Bank Plc.	Commercial bank	17,346	17,346	50.92	74.93	9,792	14,409
NFS Asset Management Co., Ltd.	Non-performing assets management	1,000	1,000	100.00	100.00	1,000	1,000
Max Asset Management Co., Ltd.	Non-performing assets management	572	572	83.44	83.44	576	576
NASSET Property Fund 6	Investment in non-performing assets or collection rights	900	900	99.80	99.80	898	898
Thiravanit Co., Ltd.	Liquidating	6	6	99.90	99.90	34	34
Thanachart SPV 01 Co., Ltd.	Not yet operation	2	2	100.00	100.00	2	2
						12,302	16,919
Less: Allowance for impairment						(16)	(16)
Investments in subsidiaries - net						12,286	16,903

During the three-month periods ended 31 March 2009 and 2008, the Company did not receive dividend income from its subsidiaries.

4.2 The consolidated balance sheet as at 31 March 2009 and the consolidated income statement for the three-month period then ended included assets of Thanachart Life Assurance Co., Ltd., a subsidiary company of Thanachart Bank Plc., amounting to Baht 8,510 million, income of Baht 1,594 million and net income of Baht 90 million (assets of Baht 7,231 million in the consolidated balance sheet as at 31 December 2008 and income and net income in the consolidated income statement for the three-month period ended 31 March 2008 of Baht 1,365 million and Baht 160 million, respectively). The auditor of that subsidiary issued a qualified report on the financial statements of that company for the year ended 31 December 2008 with respect to the effect of any adjustments which might be required as a result of a scope limitation imposed on the audit of insurance income and related expenses. Such issue has continued to have an effect in the current period. However, the Company's management believes that there is no material impact to the consolidated financial statements.

4.3 The consolidated balance sheet as at 31 March 2009 included Baht 6 million of assets, Baht 0.2 million of liabilities and Baht 0.03 million of net loss for three-month period then ended of Thiravanit Co., Ltd. which registered its dissolution and is currently in the liquidation process. The financial statement of this subsidiary was prepared by its management and was not reviewed by its auditor.

5. Investments in an associated company

5.1 As at 31 March 2009 and 31 December 2008, the Company and its subsidiaries have investments in ordinary shares of MBK Public Company Limited which is registered under Thai laws and engages in property rental, hotel and services. Information of the associated company is as follow:

(Unit: Million Baht)										
Consolidated financial statements										
Company's name	Paid-up share capital		Percentage of holding (%)		Investment value				Share of income for the three-month periods ended	
					Cost method		Equity method		31 March	
	31 March 2009	31 December 2008	31 March 2009	31 December 2008	31 March 2009	31 December 2008	31 March 2009	31 December 2008	2009	2008
	Consolidated financial statements									
MBK Plc.	1,886	1,886	15.48	18.06	992	992	1,403	1,404	81	71
Separate financial statements in which the cost method is applied										
MBK Plc.	1,886	1,886	10.00	10.00	658	658				

The Company and its subsidiaries classify investments in ordinary shares of MBK Public Company Limited as investments in associated company because the Company and its subsidiaries have significant influence over that associated company.

During February 2009, the Company additional sold investment in Thanachart Bank Plc. to BNS, and as a result of the sale, its shareholding in the associated company determined based on the effective interest in equity decreased from 18.06% to 15.48% of the paid-up share capital.

Moreover, during the three-month periods ended 31 March 2009 and 2008, the Company and its subsidiary companies did not receive dividend income from that associated company.

5.2 Summarised financial information of the associated company

(Unit: Million Baht)

Company's name	Paid-up capital		Total assets		Total liabilities		Total revenues for the three-month periods ended		Net income for the three-month periods ended	
	31	30	31	30	31	30	31 December		31 December	
	December	September	December	September	December	September	2008		2007	
	2008	2008	2008	2008	2008	2008	2008	2007	2008	2007
MBK Plc.	1,886	1,886	18,988	19,164	11,240	10,889	1,729	1,610	378	398

The share of income recognised in each period is determined based on financial statements of that associated company prepared for a different period, as a result of a limitation on the availability of information. The financial information used was that as at 31 December 2008 and 30 September 2008 and for the three-month periods ended 31 December 2008 and 2007, prepared by the Company's management, with reference to the financial statements as reviewed by its auditor and adjusted for the effect of the differences in accounting policy. The Company's management believes that income for the three-month periods ended 31 December are not materially different from that income for the three-month periods ended 31 March.

5.3 As at 31 March 2009, the fair values of the investment in MBK Plc. which is listed in the Stock Exchange of Thailand, calculated based on number of shares held by the Company and its subsidiaries, is Baht 1,977 million (separate financial statements: Baht 952 million).

6. Loans and accrued interest receivables

6.1 Classified by loan types

	Consolidated		(Unit: Million Baht)	
	financial statements		Separate	
	31 March	31 December	31 March	31 December
	2009	2008	2009	2008
<u>Loans</u>				
Overdrafts	2,455	2,511	-	-
Loans	45,073	43,691	230	235
Notes receivable	15,102	17,636	3,128	394
Hire-purchases receivables	212,683	211,828	5,793	7,999
Financial leases receivables	2,049	1,888	-	-
Total loans	277,362	277,554	9,151	8,628
Add: Accrued interest receivable	312	324	-	-
Less: Allowance for doubtful accounts	(10,549)	(9,623)	(1,278)	(1,302)
Less: Revaluation allowance for debt restructuring	(86)	(87)	-	-
Loans and accrued interest receivables - net	267,039	268,168	7,873	7,326
<u>Securities business receivables</u>				
Customers' accounts	550	884	-	-
Credit balances in receivables	571	598	-	-
Other receivables	408	414	-	-
Total securities business receivables	1,529	1,896	-	-
Less: Allowance for doubtful accounts	(316)	(298)	-	-
Securities business receivables and accrued interest receivables - net	1,213	1,598	-	-
Loans and accrued interest receivables - net	268,252	269,766	7,873	7,326

6.2 Non-performing loans

As at 31 March 2009 and 31 December 2008, the Company and its financial institution subsidiaries (banking, asset management and securities business) have non-performing loans, classified in accordance with the BOT's and SEC's regulations (debtors classified as substandard, doubtful, doubtful of loss and loss) as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2009	31 December 2008	31 March 2009	31 December 2008
Non-performing loans (excluding accrued interest receivable)				
The Company	1,189	1,232	1,189	1,232
Banking business	8,066	7,167	-	-
Asset management business	3,153	3,176	-	-
Securities business	317	299	-	-

The above non-performing loans do not include loans which have already restructured and are now qualified for classification as normal debts or special mentioned debts.

Additionally, the Company and its financial institutions subsidiaries (banking and securities business) have the following loans for which income recognition under an accrual basis has been discontinued:

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2009	31 December 2008	31 March 2009	31 December 2008
The Company	1,147	1,198	1,147	1,198
Banking business	8,393	7,251	-	-
Securities business	317	299	-	-

For restructured investments in receivables transferred to the loans account, the Company and its subsidiaries engaged in the asset management business recognise income from such loans on a cash basis.

6.3 Unearned income

As at 31 March 2009 and 31 December 2008, unearned income is summarised as follows:

	Consolidated financial		Separate financial	
	statements		statements	
	31 March 2009	31 December 2008	31 March 2009	31 December 2008
Unearned interest income	74	75	-	-
Unearned income from hire-purchase/ financial lease	31,629	31,446	241	352

(Unit: Million Baht)

6.4 Troubled debt restructuring

During the three-month period ended 31 March 2009, the Company and its subsidiaries entered into debt restructuring agreements with loans. The details are as followed:

Type of restructuring	Number of receivables	Outstanding loan balance before restructuring ⁽¹⁾ Million Baht	Outstanding loan balance after restructuring ⁽¹⁾ Million Baht	Type of assets to be transferred	Value of assets to be transferred per agreements Million Baht
Consolidated financial statements					
Modification of terms	289	124	124		
Transfer of assets and/or equity securities and/or modification of terms	3	8	8	Land	9
Total	292	132	132		
Separate financial statements					
Modification of terms	19	1	1		
Total	19	1	1		

(1) Outstanding balance includes both principal and interest receivables

The remaining period to maturity of the restructured receivables of the Company and its subsidiaries, counting from the balance sheet date are as follow:

Periods	Consolidated financial statements		Separate financial statements	
	Number of receivables	Outstanding loan balances	Number of receivables	Outstanding loan balances
		after restructuring		after restructuring
		Million Baht		Million Baht
Defaulted after debt restructuring	107	47	-	-
Due within 2009	104	22	15	1
Less than 5 years	66	22	4	-
5 - 10 years	7	13	-	-
10 - 15 years	2	7	-	-
More than 15 years	6	21	-	-
Total	292	132	19	1

Supplemental information for the current periods relating to restructured receivables is as follows:

	(Unit: Million Baht)	
	Consolidated	Separate
	financial statements	financial statements
Interest income recognised in income statements	36	-
Gain on debt repayment recognised in income statements	9	-
Loss on debt restructuring recognised in income statements	1	-
Cash proceeds from collection of debts	121	3
Assets transferred from debtors	17	-

As at 31 March 2009, the Company and its subsidiaries have the following restructured receivables balances (principal and interest receivable), including restructured receivables who were transferred from investments in receivables:

	Total number of outstanding receivables	Restructured receivables	
		Number of receivables	Outstanding loans balance, net of collateral
		balance	
		Million Baht	Million Baht
Thanachart Capital Plc.	74,691	69	136
Thanachart Bank Plc.	732,846	536	2,664
Thanachart Securities Plc.	2,118	6	126
Other subsidiaries	6,783	374	1,943

6.5 As at 31 March 2009 and 31 December 2008, the Company has the following loans to the subsidiary companies:

Company	Type of credit	Contract period	Interest rate as at 31 March 2009	Outstanding balance	
				31 March 2009	31 December 2008
				Million Baht	Million Baht
NFS Asset Management Co., Ltd.	Promissory note	At call	Fixed at 2.80% per annum	3,110	264
Thanachart Legal and Appraisal Co., Ltd.	Promissory note	At call	Floating rate of 1 year fixed deposit plus fix rate per annum	10	10
National Leasing Co., Ltd.	Promissory note	At call	Fixed at 5.25% per annum	-	112
Total				3,120	386

6.6 Classification of loans under the Bank of Thailand's guidelines

As at 31 March 2009 and 31 December 2008, the Company and its financial institution subsidiaries (banking and asset management business) classified and made allowances against their loans (including loans to financial institutions which are presented as part of interbank and money market items) in accordance with the BOT's guidelines as summarise below.

(Unit: Million Baht)

	Consolidated financial statements ⁽¹⁾						
	Debt balance/ book value		Debt balance after collateral ⁽³⁾		Minimum percentage	Allowance for doubtful accounts	
	31 March 2009	31 December 2008	31 March 2009	31 December 2008		31 March 2009	31 December 2008
Loans and accrued interest receivables							
<u>(including interbank and money market items) ⁽²⁾</u>							
Normal	250,577	274,523	67,691	64,078	1	810	912
Special mention	24,102	25,107	9,007	9,253	2	318	185
Substandard	2,036	2,093	1,465	1,436	100	1,503	1,475
Doubtful	1,826	1,719	1,210	1,230	100	1,210	1,230
Doubtful of loss	8,608	7,828	5,785	5,065	100	5,880	5,118
Total	287,149	311,270	85,158	81,062		9,721	8,920
Additional allowance for possible uncollectible debts	-	-	-	-		330	270
	287,149	311,270	85,158	81,062		10,051	9,190
Less: Revaluation allowance for							
debt restructuring	(86)	(87)					
Intercompany gain	(207)	(209)					
Total loans and accrued interest receivables	286,856	310,974					

(1) Only the Company and those subsidiaries under control of the BOT.

(2) Debt balance/book value of normal and special mention loans excluding accrued interest receivables.

(3) The debt balance after collateral for substandard, doubtful and doubtful of loss loans is the debt balance remaining after deducting the present value of expected future cash flows from debt collection or from collateral disposal, as the case may be.

(Unit: Million Baht)

	Separate financial statements						
	Debt balance/ book value		Debt balance after collateral (2)		Minimum percentage	Allowance for doubtful accounts	
	31 March	31 December	31 March	31 December		31 March	31 December
	2009	2008	2009	2008		2009	2008
Loans and accrued interest receivables							
(including interbank and money market items) ⁽¹⁾							
Normal	7,355	6,519	4,210	1,740	1	42	17
Special mention	627	897	265	346	2	6	7
Substandard	131	169	66	109	100	66	109
Doubtful	73	83	73	73	100	73	73
Doubtful of loss	985	980	951	956	100	951	956
Total	9,171	8,648	5,565	3,224		1,138	1,162
Additional allowance for possible uncollectible debts	-	-	-	-		140	140
Total loans and accrued interest receivable	9,171	8,648	5,565	3,224		1,278	1,302

(1) Debt balance/book value of normal and special mention loans excluding accrued interest receivables.

(2) The debt balance after collateral for substandard, doubtful and doubtful of loss loans remained after deducting the present value of expected future cash flows from debt collection or from collateral disposal, as the case may be.

6.7 Loans to companies which have settlement problems

As at 31 March 2009 and 31 December 2008, the Company and its subsidiaries' loans (including loans to financial institutions) in the consolidated and the separate financial statements included the following debtors with weak financial positions and operating results:

	Consolidated financial statements							
	Number of debtors		Debt balance		Collateral value		Allowance for doubtful accounts provided in the accounts	
	31	31	31	31	31	31	31	31
	March	December	March	December	March	December	March	December
	2009	2008	2009	2008	2009	2008	2009	2008
			Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
1. Closed financial institutions	4	4	-	-	-	-	-	-
2. Listed companies vulnerable to delisting from the SET	5	4	362	294	103	124	274	206
3. Non-listed companies with similar operating results and financial positions to listed companies vulnerable to delisting from the SET	14	13	858	858	817	809	284	284
4. Companies which have loan settlement problems or have defaulted on the repayment of debts	1,026	980	2,592	2,696	2,301	2,288	1,076	1,124
5. Companies whose auditors' reports cited going concern	5	2	51	51	-	-	51	51

issues

Separate financial statements								
						Allowance for doubtful accounts provided in the accounts		
Number of debtors		Debt balance		Collateral value				
31 March 2009	31 December 2008	31 March 2009	31 December 2008	31 March 2009	31 December 2008	31 March 2009	31 December 2008	
		Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
1. Companies which have loan settlement problems or have defaulted on the repayment of debts	269	268	161	173	74	75	94	106

6.8 Classification of securities business receivables in accordance with the Notification of the Office of the Securities and Exchange Commission

As at 31 March 2009 and 31 December 2008, a subsidiary company operating in the securities business classifies its securities business receivables and accrued interest receivable and provides related allowance for doubtful accounts in accordance with the Notification of the Office of the Securities and Exchange Commission (SEC) as follows:

(Unit: Million Baht)						
	Receivable and accrued interest receivable		Allowance for doubtful accounts as required by SEC		Allowance for doubtful accounts provided in the accounts	
	31 March 2009	31 December 2008	31 March 2009	31 December 2008	31 March 2009	31 December 2008
Doubtful	315	296	315	296	315	296
Substandard	2	4	-	-	1	2
Total	317	300	315	296	316	298

The above substandard receivables represent receivable balances with a value equivalent to their collaterals.

6.9 Hire-purchase receivables/financial lease receivables of subsidiaries separate by aging

As at 31 March 2009 and 31 December 2008, hire-purchase and financial lease receivables of three subsidiaries engaged in hire-purchase and financial lease businesses are classified by the due date of the contracts (after eliminating intercompany transactions) as follows:

	(Unit: Million Baht)	
	31 March 2009	31 December 2008
Current or overdue less than 90 days	5,090	5,177
Overdue 91 - 365 days	228	207
Overdue more than 1 year	57	45
Debtors under legal actions	154	136
Total	5,529	5,565
Allowance for doubtful accounts provided in the accounts	504	433

7. Allowance for doubtful accounts

(Unit: Million Baht)									
Consolidated financial statements									
For the three-month period ended 31 March 2009									
The Company and its financial institution subsidiaries (Banking and asset management business)									
	Normal	Special mention	Sub - standard	Doubtful	Doubtful of loss	General reserve	Total	Other subsidiaries	Consolidated
Balance - beginning of the period	912	185	1,475	1,230	5,118	270	9,190	731	9,921
Add: Increase (decrease)									
during the period	(108)	133	28	(20)	1,016	60	1,109	145	1,254
Bad debt recovery	-	-	-	-	15	-	15	6	21
Less: Bad debt written-off	-	-	-	-	(269)	-	(269)	(62)	(331)
Balance - end of the period	804	318	1,503	1,210	5,880	330	10,045	820	10,865

(Unit: Million Baht)									
Consolidated financial statements									
For the year ended 31 December 2008									
The Company and its financial institution subsidiaries (Banking and asset management business)									
	Normal	Special mention	Sub - standard	Doubtful	Doubtful of loss	General reserve	Total	Other subsidiaries	Consolidated
Balance - beginning of the year	525	141	1,685	1,085	3,870	523	7,829	543	8,372
Add: Increase (decrease)									
during the year	387	44	(210)	145	3,057	(253)	3,170	393	3,563
Bad debt recovery	-	-	-	-	54	-	54	1	55
Less: Bad debt written-off	-	-	-	-	(1,634)	-	(1,634)	(206)	(1,840)
Reversal from the disposals	-	-	-	-	(229)	-	(229)	-	(229)
Balance - end of the year	912	185	1,475	1,230	5,118	270	9,190	731	9,921

(Unit: Million Baht)

Separate financial statements							
For the three-month period ended 31 March 2009							
	Normal	Special mention	Sub - standard	Doubtful	Doubtful of loss	General reserve	Total
Balance - beginning of the period	17	7	109	73	956	140	1,302
Add: Increase (decrease) during the period	25	(1)	(43)	-	(10)	-	(29)
Bad debt recovery	-	-	-	-	6	-	6
Less: Bad debt written-off	-	-	-	-	(1)	-	(1)
Balance - end of the period	42	6	66	73	951	140	1,278

(Unit: Million Baht)

Separate financial statements							
For the year ended 31 December 2008							
	Normal	Special mention	Sub - standard	Doubtful	Doubtful of loss	General reserve	Total
Balance - beginning of the year	44	18	188	180	1,082	140	1,652
Add: Decrease during the year	(27)	(11)	(79)	(107)	(13)	-	(237)
Bad debt recovery	-	-	-	-	11	-	11
Less: Bad debt written-off	-	-	-	-	(109)	-	(109)
Reversal from the disposals	-	-	-	-	(15)	-	(15)
Balance - end of the year	17	7	109	73	956	140	1,302

8. Revaluation allowance for debt restructuring

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	For the		For the	
	three-month		three-month	
	period ended	For the year ended	period ended	For the year ended
	31 March 2009	31 December 2008	31 March 2009	31 December 2008
Balance - beginning of the period	87	84	-	-
Add: Increase during the period	1	8	-	-
Less: Amortised during the period	(2)	(5)	-	-
Balance - end of the period	86	87	-	-

9. Classification of assets

As at 31 March 2009 and 31 December 2008, the quality of assets of the Company and its financial business subsidiaries classified in accordance with the announcements of the Bank of Thailand are as follows:

(Unit: Million Baht)

	Consolidated financial statements									
	Loans and accrued interest receivables		Investments		Property foreclosed		Other assets		Total	
	31	31	31	31	31	31	31	31	31	31
	March	December	March	December	March	December	March	December	March	December
	2009	r 2008	2009	2008	2009	2008	2009	2008	2009	2008
Normal	250,577	274,523	-	-	-	-	64	67	250,641	274,590
Special mention	24,102	25,107	-	-	-	-	76	82	24,178	25,189
Substandard	2,036	2,093	-	-	-	-	6	6	2,042	2,099
Doubtful	1,826	1,719	-	-	-	-	6	7	1,832	1,726
Doubtful of loss	8,608	7,828	1,435	1,547	802	906	247	242	11,092	10,523
Total	287,149	311,270	1,435	1,547	802	906	399	404	289,785	314,127
Less: Revaluation										
allowance for debt										
restructuring	(86)	(87)								
Intercompany gain										
from loans										
transferred	(207)	(209)								
	286,856	310,974								

(Unit: Million Baht)

	Separate financial statements									
	Loans and accrued				Property					
	interest receivables		Investments		foreclosed		Other assets		Total	
	31	31	31	31	31	31	31	31	31	31
	March	Decembe	March	December	March	December	March	December	March	December
	2009	r 2008	2009	2008	2009	2008	2009	2008	2009	2008
Normal	7,355	6,519	-	-	-	-	7	10	7,362	6,529
Special mention	627	897	-	-	-	-	11	14	638	911
Substandard	131	169	-	-	-	-	2	2	133	171
Doubtful	73	83	-	-	-	-	1	1	74	84
Doubtful of loss	985	980	879	933	498	519	124	126	2,486	2,558
Total	9,171	8,648	879	933	498	519	145	153	10,693	10,253

10. Property foreclosed

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2009	31 December 2008	31 March 2009	31 December 2008
Cost	7,783	8,471	2,962	2,960
Less: Allowance for impairment	(815)	(917)	(498)	(519)
Property foreclosed - Net	6,968	7,554	2,464	2,441

As at 31 March 2009, the Company and its subsidiaries have entered into sales and purchase agreements to sale property foreclosed of approximately Baht 189 million (at cost) to its customers (separate financial statements: Baht 29 million), but the payment of installments or the transfer of ownership rights are still in progress. The Company and its subsidiaries have not recognised any gains in these cases and these assets are still recorded as property foreclosed.

In addition, the Company and its subsidiaries have property foreclosed totaling approximately Baht 71 million that are not registered in the name of the Company and its subsidiaries because the debtors have filed suit petitioning for cancellation of the sale with the Legal Execution Department (separate financial statements: Baht 4 million). However, the management confidence that the Company and its subsidiaries will win these cases and then recorded those assets as property foreclosed and cut off the outstanding balances of receivables.

11. Deposits

As at 31 March 2009, deposits amounting to Baht 6,000 million in the consolidated financial statements are covered by interest rate swap agreements, as disclosed in Note 21.1 to financial statements (31 December 2008: Baht 6,000 million).

12. Interbank and money market items (liabilities)

As at 31 December 2008, Baht 4,500 million of interbank and money market items in the separate financial statements are borrowed from Thanachart Bank Plc. As at 31 March 2009, the Company has repaid all of this borrowing.

13. Borrowings

(Unit: Million Baht)						
Type of borrowings	Interest rate per annum (as at 31 March 2009)	Maturity year	Consolidated		Separate	
			financial statements		financial statements	
			31	31	31	31
			March	December	March	December
			2009	2008	2009	2008
<u>Short-term borrowings</u>						
Unsubordinated and unsecured debentures	2.74 percent	2010	3,865	-	4,000	-
Bills of exchange	1.60 - 3.83 percent	At call	19	-	-	-
Bills of exchange	1.00 - 4.95 percent	2009 - 2010	31,269	46,152	2,008	2,444
Promissory notes		2009	-	500	-	500
Total short-term borrowings			35,153	46,652	6,008	2,944
<u>Long-term borrowings</u>						
Subordinated debentures (TIER II)	5.10 percent	2015	5,000	5,000	-	-
Unsubordinated and unsecured debentures	4.75 and 5.25 percent	2010 - 2011	3,876	7,741	4,000	8,000
Bills of exchange	4.64 - 4.70 percent	2010	3,670	6,070	-	-
Total long-term borrowings			12,546	18,811	4,000	8,000
Total borrowings			47,699	65,463	10,008	10,944

On 31 March 2003, the Company issued 4,000,000 units of unsubordinated and unsecured debentures, with a face value of Baht 1,000 each. The debentures will mature in 2010 and bear interest at the rate of the average MLR of 4 commercials banks minus a fixed rate per annum, payable semi-annually.

On 18 November 2008, the Company issued 4,000,000 units of unsubordinated and unsecured debentures, with a face value of Baht 1,000 each. The debentures will mature in 2010 and 2011 and bear interest at fixed rates of 4.75 and 5.25 percent per annum, payable semi-annually.

Moreover, on 9 May 2008, Thanachart Bank Plc. issued 5,000,000 units of subordinated, unsecured, unconvertible debentures with no debenture holders' representative, with a face value of Baht 1,000 each. The debentures will mature in 2015 and bear interest at a fixed rate of 5.1 percent per annum for the first three years and 6 percent per annum for the fourth to seventh years, payable quarterly.

As at 31 March 2009, borrowings of Baht 9,020 million in the consolidated financial statement are covered by interest rate swap agreements, as disclosed in Note 21.1 to the financial statements (separate financial statements: Baht 4,000 million) (31 December 2008: Baht 9,020 million in the consolidated financial statements and Baht 4,000 million in the separate financial statements).

14. Share capital/treasury stocks/dividends

During the three-month period ended 31 March 2009, there were no preference shareholders converted to the Company's ordinary shares. Therefore, as at 31 March 2009, 15,856 preference shares, with each preference share convertible to 1 ordinary share, remained unconverted. The conversion rights are unconditional and do not expire.

During the three-month period ended 31 March 2009, the Company purchased 39,034,700 of its own common shares from the shareholders for a total of Baht 277.24 million, at an average price of Baht 7.10 per share. Therefore, as at 31 March 2009, the Company has treasury stocks totaling 55,324,300 shares or an amount of Baht 387.50 million. Such treasury stocks were not disposed of during the period and are to be disposed of within 3 years counting from the purchasing date. The treasury stock transactions are in accordance with a resolution of the Board of Directors of the Company to manage the excess liquidity of the Company.

On 26 February 2009, the Board of Directors of the Company passed a resolution to propose the payment of a dividend of Baht 0.60 per share to the ordinary shareholders and preference shareholders in respect of the operating results for the second half-year of 2008, or a total of Baht 800 million. On 29 April 2009, the Annual General Meeting of the Shareholders of the Company approved such dividend payment.

15. Revaluation surplus (deficit) on investments

	(Unit: Million Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2009	31 December 2008	31 March 2009	31 December 2008
Revaluation surplus on investments				
Available-for-sale investments				
Debt instruments	192	220	-	-
Equity instruments	133	131	112	100
Held-to-maturity debt securities	26	30	-	-
Total	351	381	112	100
Revaluation deficit on investments				
Available-for-sale investments				
Debt instruments	(3)	(1)	-	-
Equity instruments	(1,246)	(1,329)	(496)	(544)
Held-to-maturity debt securities	(311)	(331)	-	-
Deficit recognised for an associated company - under equity method	(103)	(39)	-	-
Total	(1,663)	(1,700)	(496)	(544)
Revaluation deficit on investments	(1,312)	(1,319)	(384)	(444)

16. Bad debt and doubtful accounts

Bad debt and doubtful accounts in the income statements for the three-month periods ended 31 March 2009 and 2008 consists of:

	(Unit: Million Baht)			
	Consolidated financial statements		Separate financial statements	
	2009	2008	2009	2008
Bad debt and doubtful accounts (reversal of bad debt and doubtful accounts) from loans and interbank and money market items	1,259	723	(29)	(86)
Amortisation of revaluation allowance for debt restructuring during the period	(2)	3	-	-
Total bad debt and doubtful accounts (reversal)	1,257	726	(29)	(86)

17. Corporate income tax

Corporate income tax was calculated on net income for the period, after adding back expenses and allowances which are disallowable for tax computation purposes and deducting income which is exempted for tax computation purposes.

18. Reconciliation of diluted earnings per share

Consolidated financial statements						
For the three-month periods ended 31 March						
Net income		Weighted average number of ordinary shares		Earnings per share		
2009	2008	2009	2008	2009	2008	
Thousand Baht	Thousand Baht	Thousand shares	Thousand shares	Baht	Baht	
Basic earnings per share						
Net income attributable to the						
Company	2,190,439	1,015,578	1,286,278	1,333,138	1.70	0.76
Effect of dilutive securities						
Preference shares convertible to						
ordinary shares	-	-	16	16		
Diluted earnings per share						
Net income of ordinary						
shareholders assuming						
conversion of dilutive securities	<u>2,190,439</u>	<u>1,015,578</u>	<u>1,286,294</u>	<u>1,333,154</u>	<u>1.70</u>	<u>0.76</u>

Separate financial statements						
For the three-month periods ended 31 March						
Net income		Weighted average number of ordinary shares		Earnings per share		
2009	2008	2009	2008	2009	2008	
Thousand Baht	Thousand Baht	Thousand shares	Thousand shares	Baht	Baht	
Basic earnings per share						
Net income						
	2,261,795	271,642	1,286,278	1,333,138	1.76	0.20
Effect of dilutive securities						
Preference shares convertible to						
ordinary shares	-	-	16	16		
Diluted earnings per share						
Net income of ordinary shareholders						
assuming conversion of dilutive						
securities	<u>2,261,795</u>	<u>271,642</u>	<u>1,286,294</u>	<u>1,333,154</u>	<u>1.76</u>	<u>0.20</u>

19. Related party transactions

During the periods, the Company and its subsidiaries had significant business transactions with their related parties. These transactions, which have been concluded on the commercial terms and bases specified in the agreements between the Company and those companies, are summarised below.

(Unit: Million Baht)

	For the three-month periods ended 31 March				
	Consolidated financial statements		Separate financial statements		Pricing Policies
	2009	2008	2009	2008	(For the period 2009)
Subsidiary companies					
Purchase of investments in debt securities	-	-	10,740	2,398	At market price
Interest income from loans	-	-	16	17	At interest rates of 2.80 - 5.25 percent per annum
Interest income from cash at banks	-	-	16	21	At interest rates of 0.75 - 2.10 percent per annum
Interest income from investments in debt securities	-	-	46	46	At interest rates of 6.18 percent per annum
Rental and other service income	-	-	46	35	At the contracted rates
Fees and other income	-	-	-	5	
Interest expenses	-	-	18	113	At interest rates of 3.80 - 5.25 percent per annum
Rental and other service expenses	-	-	34	43	At the contracted rates
Insurance expenses	-	-	-	1	
Associated company					
Interest income	-	2	-	-	
Other income	1	1	-	-	
Interest expenses	-	1	-	-	
Other expenses	14	6	7	6	
Related companies					
Purchase of investments in debt securities	10	1,722	-	-	At market price
Sales of investments in debt securities (2009: no gain on sales 2008: with gain on sales of Baht 13 million)	360	797	-	-	At market price
Sales of investments in subsidiary company (2009: with gain on sales of Baht 2,805 million in the consolidated financial statements and gain of Baht 3,038 million in the separate financial statements)	7,656	-	7,656	-	1.6 times of the net book value per share
Purchase/sales of forward exchange contracts (2009: with loss by Baht 5 million 2008: no gain on sales)	49,761	26,617	-	-	At market price
Interest income	39	59	-	-	At interest rates of 0.30 - 3.10, 4.55 - 7.90 percent per annum
Other income	1	3	-	-	
Interest expenses	6	21	-	-	At interest rates of 0.15 - 1.35, 3.63 - 3.88, 5.10 percent per annum
Project management expenses	16	14	7	7	At the contract price, calculated by reference to estimated usage time
Other expenses	24	22	1	2	

The outstanding balances of the above transactions during the three-month periods ended 31 March 2009 and 2008 are below shown at the average month end balance.

	(Unit: Million Baht)	
	Consolidated	Separate
	financial statements	financial statements
	2009	2008
<u>Subsidiary companies</u>		
Interbank and money market items (Assets)	-	-
Loans	-	-
Interbank and money market items (Liabilities)	-	-
Borrowings	-	-
<u>Associated companies</u>		
Loans	233	704
Deposits	50	27
Borrowings	-	38
<u>Related companies</u>		
Interbank and money market items (Assets)	7,634	5,057
Loans	378	1,035
Deposits	1,001	1,336
Interbank and money market items (Liabilities)	540	257
Borrowings	216	897

The significant outstanding balances with subsidiaries, associated company or related parties as at 31 March 2009 and 31 December 2008 are separately shown as follows:

	(Unit: Million Baht)									
	Consolidated financial statements									
	31 March 2009									
	Assets				Liabilities					
	Interbank and money market items	Investments in debt securities	Loans and accrued interest receivables	Other assets	Deposits	Interbank and money market items	Borrowings	Accrued interest payable	Other liabilities	Commitments
Associated company										
MBK Plc.	-	-	5	10	88	-	-	-	6	65
Related companies										
Advanced Info Service Plc.	-	733	44	3	308	-	-	2	6	-
The Bank of Nova Scotia	5,772	-	-	7	-	1,785	-	-	1	930
Others	41	-	343	14	310	123	230	2	8	65
Total	5,813	733	392	34	706	1,908	230	4	21	1,060

	(Unit: Million Baht)									
	Consolidated financial statements									
	31 December 2008									
	Assets				Liabilities					
	Interbank and money market items	Investments in debt securities	Loans and accrued interest receivables	Other assets	Deposits	Interbank and money market items	Borrowings	Accrued interest payable	Other liabilities	Commitments
Associated company										
MBK Plc.	-	-	-	10	65	-	-	-	6	64
Related companies										
Advanced Info Service Plc.	-	714	43	23	32	-	-	-	6	-
The Bank of Nova Scotia	7,754	-	-	3	-	8	-	-	4	1,229
Others	20	-	308	16	568	94	212	9	2	68
Total	7,774	714	351	52	665	102	212	9	18	1,361

(Unit: Million Baht)

	Separate financial statements								
	31 March 2009								
	Assets				Liabilities				
	Interbank and money market items	Investments in debt securities	Loans and accrued interest receivables	Other assets	Interbank and money market items	Borrowings	Accrued interest payable	Other liabilities	Commitments
Subsidiaries									
Thanachart Bank Plc.	2,377	3,000	-	64	2	-	-	47	-
Thanachart Securities Plc.	-	-	-	1	-	-	-	4	-
National Leasing Co., Ltd.	-	-	-	-	-	-	-	8	-
NFS Asset Management Co., Ltd.	-	-	3,110	1	-	-	-	1	-
Thanachart Legal and Appraisal Co., Ltd.	-	-	10	-	-	-	-	-	-
Thanachart Insurance Co., Ltd.	-	-	-	-	-	123	-	-	-
Thanachart Life Assurance Co., Ltd.	-	-	-	-	-	137	2	-	-
Max Asset Management Co., Ltd.	-	-	-	1	-	-	-	-	-
Associated company									
MBK Plc.	-	-	-	3	-	-	-	6	-
Related companies									
Others	20	-	-	1	-	-	-	2	10
Total	2,397	3,000	3,120	71	2	260	2	68	10

(Unit: Million Baht)

	Separate financial statements								
	31 December 2008								
	Assets				Liabilities				
	Interbank and money market items	Investments in debt securities	Loans and accrued interest receivables	Other assets	Interbank and money market items	Borrowings	Accrued interest payable	Other liabilities	Commitments
Subsidiaries									
Thanachart Bank Plc.	3,414	3,000	-	23	4,502	-	-	22	-
Thanachart Securities Plc.	-	-	-	2	-	-	-	9	-
National Leasing Co., Ltd.	-	-	112	-	-	-	-	9	-
NFS Asset Management Co., Ltd.	-	-	264	-	-	-	-	1	-
Thanachart Legal and Appraisal Co., Ltd.	-	-	10	-	-	-	-	-	-
Thanachart Insurance Co., Ltd.	-	-	-	1	-	123	1	-	-
Thanachart Life Assurance Co., Ltd.	-	-	-	-	-	137	1	-	-
Associated company									
MBK Plc.	-	-	-	3	-	-	-	5	-
Related companies									
Others	20	-	-	1	-	-	-	1	10
Total	3,434	3,000	386	30	4,502	260	2	47	10

As at 31 March 2009, the Company and its subsidiaries have investments amounting to approximately Baht 442 million (separate financial statements: Baht 221 million) in companies in which they are related by means of members of their management being shareholders and/or directors of those companies (31 December 2008: Baht 439 million in the consolidated financial statements and Baht 219 million in separate financial statements).

The Company and its subsidiaries have related party transactions with executive employees of the Company and companies in Thanachart Group from department manager level up, including the related persons who together with these employees. The outstanding balances as at 31 March 2009 and 31 December 2008 are as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2009	31 December 2008	31 March 2009	31 December 2008
Loans	53	69	1	2
Deposits	556	496	-	-

Remunerations to key management personnel

During the three-month period ended 31 March 2009, the Company and its subsidiaries paid salaries, meeting allowance and gratuities to their key management personnel, including directors totaling Baht 65 million (separate financial statements: Baht 10 million).

20. Financial information by segment

Financial information presented in the consolidated financial statements as at 31 March 2009 and 31 December 2008 and for the three-month periods ended 31 March 2009 and 2008, is presented below by segment.

(Unit: Million Baht)

	For the three-month period ended 31 March 2009								
	The Company	Banking business	Asset management business	Securities business	Life insurance business	Non-life insurance business	Other business	Eliminations	Total
Net interest and dividend income after bad debt and doubtful accounts and loss on debt restructuring	111	1,847	1	1	81	16	14	(73)	1,998
Share of income from investments accounted for under equity method	-	-	-	-	-	-	-	80	80
Non-interest income	3,229	733	100	225	1,531	702	124	(504)	6,140
Non-interest expenses	(144)	(2,123)	(31)	(224)	(1,526)	(738)	(106)	279	(4,613)
Corporate income tax	(934)	(157)	(28)	(10)	(18)	(24)	(32)	-	(1,203)
Net income	2,262	300	42	(8)	68	(44)	-	(218)	2,402

(Unit: Million Baht)

	For the three-month period ended 31 March 2008								
	The Company	Banking business	Asset management business	Securities business	Life insurance business	Non-life insurance business	Other business	Eliminations	Total
Net interest and dividend income after bad debt and doubtful accounts and loss on debt restructuring	310	1,726	(1)	24	70	18	92	(41)	2,198
Share of income from investments accounted for under equity method	-	-	-	-	-	-	-	71	71
Non-interest income	238	697	105	339	1,303	592	166	(309)	3,131
Non-interest expenses	(165)	(1,601)	(22)	(249)	(1,208)	(609)	(133)	309	(3,678)
Corporate income tax	(111)	(184)	(30)	(33)	(50)	(24)	(35)	-	(467)
Net income	272	638	52	81	115	(23)	90	30	1,255

(Unaudited but reviewed)

(Unit: Million Baht)

As at 31 March 2009									
	The	Banking	Asset	Securities	Life	Non-life	Other		
	Company	business	management	business	insurance	insurance	business	Eliminations	Total
Interbank and money market items - Net	4,436	55,009	460	551	2,355	565	455	(5,212)	58,619
Investments - Net	22,088	27,030	1,357	699	7,348	2,123	852	(20,254)	41,243
Loans and accrued interest receivables - Net	7,873	259,872	1,989	1,463	3	-	5,162	(8,110)	268,252
Land, premises and equipment - Net	207	2,076	2	96	158	35	16	-	2,590
Other assets	2,861	8,076	3,302	164	427	536	361	(354)	15,373
Total assets	37,465	352,063	7,110	2,973	10,291	3,259	6,846	(33,930)	386,077

(Unit: Million Baht)

As at 31 December 2008									
	The	Banking	Asset	Securities	Life	Non-life	Other		
	Company	business	management	business	insurance	insurance	business	Eliminations	Total
Interbank and money market items - Net	3,478	63,691	270	626	2,838	477	467	(6,057)	65,790
Investments - Net	26,124	26,586	2,147	701	5,787	2,037	841	(24,838)	39,385
Loans and accrued interest receivables - Net	7,325	266,843	1,993	1,810	2	-	5,269	(13,476)	269,766
Land, premises and equipment - Net	209	2,015	2	107	139	34	16	-	2,522
Other assets	2,788	9,176	3,372	175	285	650	480	(253)	16,673
Total assets	39,924	368,311	7,784	3,419	9,051	3,198	7,073	(44,624)	394,136

21. Commitments and contingent liabilities

As at 31 March 2009 and 31 December 2008, the significant commitments and contingent liabilities consisted of the following:

21.1

(Unit: Million Baht)

	Consolidated financial statements					
	31 March 2009			31 December 2008		
	Foreign			Foreign		
	Baht	currencies	Total	Baht	currencies	Total
Avals to bills and guarantees of loans	115	-	115	128	-	128
Liabilities under unmatured import bills	193	213	406	69	374	443
Letters of credit	43	284	327	1	663	664
Other commitments						
Interest rate swap agreements						
Bought contracts	16,270	-	16,270	16,270	-	16,270
Sold contracts	16,270	-	16,270	16,270	-	16,270
Forward foreign exchange contracts						
Bought contracts	-	16,011	16,011	-	8,519	8,519
Sold contracts	-	58,636	58,636	-	36,161	36,161
Cross currency and interest rate swap contracts						
Bought contracts	-	5,257	5,257	-	5,169	5,169
Sold contracts	-	4,180	4,180	-	4,846	4,846
Committed but not drawn down overdraft	4,469	-	4,469	4,164	-	4,164
Other guarantees	3,661	35	3,696	3,083	34	3,117
Total	41,021	84,616	125,637	39,985	55,766	95,751

(Unit: Million Baht)

	Separate financial statements					
	31 March 2009			31 December 2008		
	Foreign			Foreign		
	Baht	currencies	Total	Baht	currencies	Total
Guarantees of loans	10	-	10	10	-	10
Other commitments						
Interest rate swap agreements						
Bought contracts	4,000	-	4,000	4,000	-	4,000
Sold contracts	4,000	-	4,000	4,000	-	4,000
Other guarantees	1	-	1	1	-	1
Total	8,011	-	8,011	8,011	-	8,011

21.2 During the years 2001 to 2003, the Company and its subsidiaries entered into agreements to sell loans with transfer prices totaling approximately Baht 3,414 million to the Thai Asset Management Corporation ("TAMC"). The Company and its subsidiaries are still jointly entitled to/liable for a share of the gains or losses arising from TAMC's management of these non-performing assets, which is to be calculated at the end of fifth and tenth years, counting from 1 July 2001. In case of losses, the Company and its subsidiaries are liable for all initial losses up to 20 percent of the transfer price, with the next 20 percent of such losses are to be shared equally between the Company or its subsidiaries and TAMC. TAMC is liable for all remaining losses. Such gains or losses will be determined based on the cumulative value of the collections made on the assets as at the date of determination, minus transfer costs and all operating expenses of TAMC, including interest on the debt instruments issued to purchase the receivables. The gain or loss cannot be reliably estimated by the Company and its subsidiaries at this stage. However, as at 31 March 2009, the Company and its subsidiaries have estimated their share of the losses which may arise from the management of non-performing assets at approximately Baht 557 million (separate financial statements: Baht 183 million). This is presented as a part of the allowance for impairment of investment in promissory notes (31 December 2008: Baht 557 million and Baht 183 million, respectively).

21.3 The Company and a subsidiary company have entered into agreements to sell housing loans/transfer rights of claim in housing debts to the Secondary Mortgage Corporation, under which they are committed to compensate the Corporation for losses from uncollected debts up to a maximum of 20 percent of the selling price of the said receivables. As at 31 March 2009, the maximum commitment is approximately Baht 4 million in the consolidated financial statements and Baht 2 million in separate financial statements.

21.4 As at 31 March 2009, the Company and its subsidiaries have obligations to pay service fees related to property foreclosed and other services including long-term rental and office services agreements, as follows:

(Unit: Million Baht)

Year	Consolidated financial statements	Separate financial statements	
	Other companies	Other companies	Subsidiaries
2009	440	32	2
2010	330	6	3
2011 onward	517	29	4

The Company also has commitments under support service agreement with a subsidiary company which the contract had expired on 31 December 2008. However, subsequent to the present, the Company still to be received such services and in the process of drawing up a new service agreement. Moreover, the Company has an obligation to pay an administrative service fee to another subsidiary company at actual cost plus margin based on the period in the agreement.

21.5 As at 31 March 2009, a subsidiary company has commitments under a research support and distribution services agreement made with an overseas company, whereby it must pay service charges on a quarterly basis at the rate specified in the agreement. The agreement will expire on 30 September 2009

21.6 Under the agreements among the Company, the Bank and BNSAL (on 11 January 2008, BNSAL transferred rights and obligations under the agreements to BNS), the Company and the Bank have to disclose information relating to business, business performance, operations and legal compliance of the Bank and the Bank's subsidiaries, and certify the correctness of the disclosed information, to assist in deciding whether to purchase shares in the Bank. In the event that the Bank or its subsidiaries have to pay any damages, compensation or penalties to any other parties as a result of events or information which the Company and the Bank failed to disclose to BNS before it purchases shares, the Company and the Bank will jointly compensate BNS for its losses in accordance with the principles stipulated in the agreements, but not beyond the prescribed period stipulated by Thai laws for each damages claim.

In addition, under the Shareholders' Agreement between the Company and BNS there are mutual agreements whereby the Company and its subsidiaries and BNS have certain stipulated rights and obligations per the conditions therein, with no expiry date on such obligations. However, the management of the Company and the Bank believe that the Company, the Bank and the Bank's subsidiaries operate their businesses under adequate supervision and therefore no material losses will result which would significantly affect the Company, the Bank and its subsidiaries financial positions.

22. Litigation

As at 31 March 2009, the Company and its subsidiaries have contingent liabilities amounting to approximately Baht 1,396 million as a result of litigation (separate financial statements: Baht 840 million). The cases are not yet finalised. However, the Company and its subsidiaries' management believe that no losses will result and therefore no liabilities are currently recorded.

23. Bank guarantee

As at 31 March 2009, there are outstanding bank guarantees of approximately Baht 6 million (separate financial statements: Baht 6 million) issued by banks on behalf of the Company and its subsidiaries as guarantees for the use of electricity and the rental of land.

24. Financial instruments

Financial instruments are any contracts which give rise to both a financial asset of one enterprise and a financial liability or equity instrument of another enterprise.

24.1 Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations, resulting in a financial loss to the Company and its subsidiaries. The maximum exposure to credit risk is the carrying amount of financial assets less provision for losses as stated in the balance sheet and off-balance sheet aval, guarantees of loans, other guarantees and derivative contracts.

24.2 Market risk

a) Interest rate risk

As at 31 March 2009 and 31 December 2008, financial assets and liabilities classified by types of interest rate are as follows:

(Unit: Million Baht)

	Consolidated financial statements							
	Outstanding balances of financial instruments							
	31 March 2009				31 December 2008			
	Floating interest rate	Fixed interest rate	Non- interest bearing	Total	Floating interest rate	Fixed interest rate	Non- interest bearing	Total
Financial assets								
Cash	-	-	2,850	2,850	-	-	4,018	4,018
Interbank and money market items	547	56,061	1,964	58,572	322	60,876	4,441	65,639
Investments	2,246	32,212	8,989	43,447	2,318	33,214	6,238	41,770
Receivables from clearing house	-	-	31	31	-	-	50	50
Loans (include intercompany gain on loan transferred) ⁽¹⁾	42,897	234,176	2,060	279,133	41,831	235,826	2,038	279,695
Financial liabilities								
Deposits	72,560	192,831	545	265,936	76,102	193,065	563	269,730
Interbank and money market items	4,389	5,197	2,551	12,137	5,332	1,347	614	7,293
Payables from clearing house	-	-	43	43	-	-	295	295
Securities business payable	-	-	763	763	-	-	855	855
Liabilities payable on demand	-	-	1,218	1,218	-	-	1,317	1,317
Borrowings	-	47,699	-	47,699	-	65,463	-	65,463

⁽¹⁾ The outstanding balances of loans which have floating interest rates or fixed interest rate include loans on which interest recognition has been ceased.

(Unit: Million Baht)

	Separate financial statements							
	Outstanding balances of financial instruments							
	31 March 2009				31 December 2008			
	Floating interest rate	Fixed interest rate	Non- interest bearing	Total	Floating interest rate	Fixed interest rate	Non- interest bearing	Total
Financial assets								
Interbank and money market items	335	4,000	93	4,428	116	3,250	111	3,477
Investments	1,190	4,453	17,212	22,855	1,227	6,417	19,312	26,956
Loans ⁽¹⁾	103	8,960	88	9,151	136	8,413	79	8,628
Financial liabilities								
Interbank and money market items	2	-	-	2	2	4,500	-	4,502
Borrowings	-	10,008	-	10,008	-	10,944	-	10,944

⁽¹⁾ The outstanding balances of loans which have floating interest rates or fixed interest rate include loans on which interest recognition has been ceased.

With respect to financial instruments that carry fixed interest rates, the periods from the balance sheet date to the repricing or maturity date (whichever is the earlier) are presented below.

(Unit: Million Baht)

Consolidated financial statements							
31 March 2009							
Transactions	At call	Repricing or maturity date				Total	Weighted
		0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years		average interest rates
Percentage							
<u>Financial assets</u>							
Interbank and money market items	28	55,535	191	307	-	56,061	1.33 - 3.08
Investments	-	10,836	3,933	16,212	1,231	32,212	3.70 - 4.42
Loans (include intercompany gain on loan transferred)	2,835	5,536	15,575	169,576	40,654	234,176	6.96 - 9.99
<u>Financial liabilities</u>							
Deposits	-	104,245	60,522	28,064	-	192,831	2.59
Interbank and money market items	-	3,549	1,626	22	-	5,197	1.59
Borrowings	19	16,442	18,693	7,545	5,000	47,699	3.45 - 3.89

(Unit: Million Baht)

Consolidated financial statements							
31 December 2008							
Transactions	Repricing or maturity date					Total	Weighted average interest rates Percentage
	At call	0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years		
<u>Financial assets</u>							
Interbank and money market items	129	60,547	200	-	-	60,876	2.59 - 3.89
Investments	-	8,797	8,932	13,887	1,598	33,214	2.23 - 4.59
Loans (include intercompany gain on loan transferred)	1,677	6,666	14,663	170,655	42,164	235,825	6.61 - 9.99
<u>Financial liabilities</u>							
Deposits	4	107,599	85,420	42	-	193,065	3.49
Interbank and money market items	50	1,060	237	-	-	1,347	3.56
Borrowings	2	37,456	9,194	13,811	5,000	65,463	3.71 - 4.03

(Unaudited but reviewed)

(Unit: Million Baht)

Separate financial statements							
31 March 2009							
Transactions	Repricing or maturity date					Total	Weighted average interest rates
	At call	0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years		
Percentage							
<u>Financial assets</u>							
Interbank and money market items	-	4,000	-	-	-	4,000	1.54
Investments	-	1,418	15	3,020	-	4,453	4.60
Loans	3,933	270	2,310	2,437	10	8,960	5.54
<u>Financial liabilities</u>							
Borrowings	-	1,165	4,843	4,000	-	10,008	3.89

(Unit: Million Baht)

Separate financial statements							
31 December 2008							
Transactions	Repricing or maturity date					Total	Weighted average interest rates
	At call	0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years		
Percentage							
<u>Financial assets</u>							
Interbank and money market items	-	3,250	-	-	-	3,250	2.13
Investments	-	3,417	-	3,000	-	6,417	4.08
Loans	1,184	337	2,424	4,468	-	8,413	6.61
<u>Financial liabilities</u>							
Interbank and money market items	4,500	-	-	-	-	4,500	4.06
Borrowings	-	2,426	518	8,000	-	10,944	4.03

In addition, the Company and its subsidiaries have interest bearing financial assets and financial liabilities. The monthly average balance of performing financial assets and liabilities of the Company and its subsidiaries for the three-month periods ended 31 March 2009 and 2008, and the average rate of interest income and expense, can be summarised as follows:

(Unit: Million Baht)

Consolidated financial statements						
For the three-month period ended			For the three-month period ended			
31 March 2009			31 March 2008			
Average	Interest	Average	Average	Interest	Average	
balances	and	rate	balances	dividend	rate	
<u>Interest bearings financial assets</u>						
Interbank and money market						
items	69,911	419	2.40	44,681	384	3.44
Securities purchased under						
resale agreements	-	-	-	3,857	31	3.23
Investments	39,413	338	3.43	26,237	268	4.09
Loans/hire-purchase and						
finance lease	264,390	4,775	7.22	232,518	4,414	7.59
<u>Interest bearings financial liabilities</u>						
Deposits	273,664	1,746	2.55	213,323	1,562	2.93
Interbank and money market						
items	7,997	28	1.38	3,919	24	2.50
Borrowings	54,325	501	3.69	63,799	586	3.67

(Unit: Million Baht)

Separate financial statements						
For the three-month period ended			For the three-month period ended			
31 March 2009			31 March 2008			
Average	Interest	Average	Average	Interest	Average	
balances	and	rate	balances	dividend	rate	
<u>Interest bearings financial assets</u>						
Interbank and money market						
items	3,953	20	2.01	2,310	21	3.69
Investments	24,478	60	0.98	23,566	61	1.03
Loans/hire-purchase and						
finance lease	7,705	123	6.37	20,529	360	7.02
<u>Interest bearings financial liabilities</u>						
Interbank and money market						
items	2,003	16	3.08	11,503	112	3.89
Borrowings	10,618	104	3.92	12,480	106	3.42

b) Foreign exchange risk

The status of the subsidiaries' foreign currency balances in the consolidated financial statements as at 31 March 2009 and 31 December 2008 are as follows:

(Unit: Million Baht)

	Consolidated financial statements							
	Outstanding balances of financial instruments							
	31 March 2009				31 December 2008			
	US dollar	Euro	Yen	Others	US dollar	Euro	Yen	Others
Foreign currency - in balance sheets								
Cash	81	21	6	20	50	98	88	36
Interbank and money market items	38,412	24	10	32	20,658	98	65	47
Investments	355	-	-	3,825	699	-	-	4,148
Loans	1,158	74	-	-	955	68	-	-
Other assets	2	-	-	62	8	-	-	12
Total assets	40,008	119	16	3,939	22,370	264	153	4,243
Deposits	73	1	-	33	65	-	-	5
Interbank and money market items	2,131	-	-	-	-	-	-	-
Total Liabilities	2,204	1	-	33	65	-	-	5
Net foreign currency in balance sheets	37,804	118	16	3,906	22,305	264	153	4,238
Foreign currency - off balance sheets								
Liabilities under unmatured import bills	135	-	78	-	291	-	83	-
Letters of credit	260	23	-	1	472	165	-	26
Foreign exchange contracts								
- Bought contracts	15,852	79	14	66	8,393	10	27	89
- Sold contracts	58,192	224	72	148	35,239	398	281	243
Cross currency interest rate swap contracts								
- Bought contracts	5,257	-	-	-	5,169	-	-	-
- Sold contracts	355	-	-	3,825	699	-	-	4,147
Others	35	-	-	-	34	-	-	-

c) Equity position risk

Equity position risk is the risk that changes in the market prices of equity securities will result in fluctuations in revenues and in the values of financial assets.

24.3 Liquidity risk

Counting from the balance sheet date, the periods to maturity of financial instruments held as at 31 March 2009 and 31 December 2008 are as follows:

(Unit: Million Baht)

Transactions	Consolidated financial statements									
	31 March 2009					31 December 2008				
	At call	Less than 1 year	Over 1 year	Unspecified	Total	At call	Less than 1 year	Over 1 year	Unspecified	Total
Financial assets										
Cash	2,850	-	-	-	2,850	4,018	-	-	-	4,018
Interbank and money market items	2,519	55,726	327	-	58,572	5,172	60,447	20	-	65,639
Investments	2,246	9,239	23,013	8,949	43,447	2,318	11,778	21,476	6,198	41,770
Receivables to clearing house	-	31	-	-	31	-	50	-	-	50
Loans ⁽¹⁾	14,687	89,282	175,164	-	279,133	15,951	83,090	180,654	-	279,695
Financial liabilities										
Deposits	69,818	166,252	29,866	-	265,936	73,475	194,841	1,414	-	269,730
Interbank and money market items	6,940	5,175	22	-	12,137	5,996	1,297	-	-	7,293
Payables to clearing house	-	43	-	-	43	-	295	-	-	295
Securities business payable	-	763	-	-	763	-	855	-	-	855
Liabilities payable on demand	1,218	-	-	-	1,218	1,317	-	-	-	1,317
Borrowings	19	35,134	12,546	-	47,699	2	46,650	18,811	-	65,463
Off-balance sheet items										
Avals to bills and guarantee of loans	10	97	8	-	115	10	106	12	-	128
Liability under unmatured import bills	-	328	78	-	406	-	360	83	-	443
Letters of credit	28	299	-	-	327	48	616	-	-	664
Other commitments	4,631	100,165	18,128	1,865	124,789	4,311	51,611	37,533	1,061	94,516

(1) The outstanding balance of loans includes intercompany gain on loan transfers. Call loans include loans on which interest recognition has been ceased.

(Unit: Million Baht)

Transactions	Separate financial statements									
	31 March 2009					31 December 2008				
	At call	Less than 1 year	Over 1 year	Unspecified	Total	At call	Less than 1 year	Over 1 year	Unspecified	Total
Financial assets										
Interbank and money market items	408	4,000	20	-	4,428	207	3,250	20	-	3,477
Investments	1,190	1,015	3,438	17,212	22,855	1,227	2,999	3,418	19,312	26,956
Loans ⁽¹⁾	4,369	4,105	677	-	9,151	1,693	5,573	1,362	-	8,628
Financial liabilities										
Interbank and money market items	2	-	-	-	2	4,502	-	-	-	4,502
Borrowings	-	6,008	4,000	-	10,008	-	2,944	8,000	-	10,944
Off-balance sheet items										
Avals to bills and guarantee of loans	10	-	-	-	10	10	-	-	-	10
Other commitments	1	8,000	-	-	8,001	1	-	8,000	-	8,001

(1) Call loans include loans on which interest recognition has been ceased.

24.4 Fair value

As at 31 March 2009 and 31 December 2008, there are no material differences between the book values of financial instruments and their fair values.

24.5 Financial derivatives

As at 31 March 2009 and 31 December 2008, the Company and its subsidiaries have financial derivatives classified by period to maturity as follows:

(Unit: Million Baht)

	Consolidated financial statements					
	31 March 2009			31 December 2008		
	Less than	Over 1	Total	Less than	Over 1	Total
	1 year	year		1 year	year	
Foreign exchange contracts						
- Bought contracts	16,011	-	16,011	8,519	-	8,519
- Sold contracts	58,636	-	58,636	36,161	-	36,161
Cross currency interest rate swap contracts						
- Bought contracts	-	5,257	5,257	-	5,169	5,169
- Sold contracts	355	3,825	4,180	524	4,322	4,846
Interest rate swap contracts						
- Fixed interest rate payment	10,450	3,570	14,020	950	13,070	14,020
- Floating interest rate payment	1,450	800	2,250	1,450	800	2,250
- Fixed interest rate receipt	1,450	800	2,250	1,450	800	2,250
- Floating interest rate receipt	10,450	3,570	14,020	950	13,070	14,020

(Unit: Million Baht)

	Separate financial statements					
	31 March 2009			31 December 2008		
	Less than	Over 1	Total	Less than	Over 1	Total
	1 year	year		1 year	year	
Interest rate swap contracts						
- Fixed interest rate payment	4,000	-	4,000	-	4,000	4,000
- Floating interest rate receipt	4,000	-	4,000	-	4,000	4,000

25. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 12 May 2009.