

ACL Bank Public Company Limited and its subsidiary
Review report and interim financial statements
For the three-month period ended 31 March 2010

Review report of independent auditor

To the shareholders of ACL Bank Public Company Limited

I have reviewed the accompanying consolidated balance sheet of ACL Bank Public Company Limited and its subsidiary as at 31 March 2010, the consolidated statements of income, changes in shareholders' equity, and cash flows for the three-month periods ended 31 March 2010 and 2009, and the separate financial statements of ACL Bank Public Company Limited for the same periods. These financial statements are the responsibility of the management of the Bank and its subsidiaries 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 the Bank's 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 ACL Bank Public Company Limited and its subsidiary and the separate financial statements of ACL Bank Public Company Limited for the year ended 31 December 2009 in accordance with generally accepted auditing standards and expressed an unqualified audit opinion on those financial statements under my report dated 26 February 2010. The consolidated and separate balance sheets as at 31 December 2009, as presented herein for comparative purposes, formed and 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.

Rungnapa Lertsuwankul
Certified Public Accountant (Thailand) No. 3516

Ernst & Young Office Limited
Bangkok: 13 May 2010

ACL Bank Public Company Limited and its subsidiary

Balance sheets

As at 31 March 2010 and 31 December 2009

(Unit: Thousand Baht)

Notes	Consolidated financial statements		Separate financial statements	
	31 March 2010 (Unaudited but reviewed)	31 December 2009 (Audited)	31 March 2010 (Unaudited but reviewed)	31 December 2009 (Audited)
Assets				
Cash	291,363	304,774	291,222	304,402
Interbank and money market items				
Domestic items				
Interest bearing	8,553,093	6,203,405	8,542,133	6,119,324
Non-interest bearing	357,137	277,365	341,721	266,959
Foreign items				
Interest bearing	44,675	-	44,675	-
Non-interest bearing	11,721	18,389	11,721	18,389
Interbank and money market items - net	8,966,626	6,499,159	8,940,250	6,404,672
Investments	4			
Current investments - net	4.1	4,334,384	3,282,122	4,334,384
Long-term investments - net	4.1	6,758,203	6,040,702	6,040,702
Investment in a subsidiary - net	4.3	-	-	1,000,000
Investment in an associated company	4.5	261,824	259,472	255,170
Investments - net		11,354,411	9,582,296	12,347,757
Loans and accrued interest receivables	5			
Loans		46,144,690	48,027,209	44,227,816
Accrued interest receivables		53,588	141,943	54,440
Total loans and accrued interest receivables		46,198,278	48,169,152	44,282,256
Less: Allowance for doubtful accounts	6.1	(1,550,980)	(1,419,467)	(1,389,451)
Allowance for revaluation on debt restructuring	6.2	(12,155)	(12,358)	(12,358)
Loans and accrued interest receivables - net		44,635,143	46,737,327	42,880,650
Properties foreclosed - net	7	1,287,699	1,286,545	1,268,362
Premises and equipment - net	8	213,580	206,749	191,633
Intangible assets - net		161,728	168,056	151,262
Leasehold rights - net		215,703	218,366	215,703
Accrued interest and dividend income receivables - net		77,448	78,791	77,448
Receivable on Credit Support Annex for derivative contracts		189,300	59,900	189,300
Other receivables - net		281,024	257,267	232,465
Financial derivative assets		850,640	470,438	850,640
Other assets - net		107,722	87,654	74,612
Total assets		68,632,387	65,957,322	67,711,304

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

ACL Bank Public Company Limited and its subsidiary
Balance sheets (continued)
As at 31 March 2010 and 31 December 2009

(Unit: Thousand Baht)

Notes	Consolidated financial statements		Separate financial statements	
	31 March 2010 (Unaudited but reviewed)	31 December 2009 (Audited)	31 March 2010 (Unaudited but reviewed)	31 December 2009 (Audited)
Liabilities and shareholders' equity				
Deposits				
Deposits in Baht	31,065,280	30,391,978	31,066,550	30,397,540
Deposits in foreign currencies	17,227	13,663	17,227	13,663
Total deposits	31,082,507	30,405,641	31,083,777	30,411,203
Interbank and money market items				
Domestic - Interest bearing	1,309,726	1,886,689	791,832	1,367,822
Foreign - Non-interest bearing	6,480,190	-	6,480,190	-
Total interbank and money market items	7,789,916	1,886,689	7,272,022	1,367,822
Liabilities payable on demand	26,021	374,730	26,021	374,730
Borrowings				
Short-term borrowings	14,410,453	18,640,837	14,410,453	18,640,837
Long-term borrowings	63,836	132,851	63,836	132,851
Total borrowings	14,474,289	18,773,688	14,474,289	18,773,688
Accrued interest payables	200,952	183,424	200,889	183,292
Payable on Credit Support Annex for derivative contracts	211,398	21,690	211,398	21,690
Financial derivative liabilities	833,295	500,761	833,295	500,761
Provisions for liabilities	16.4 96,750	94,150	96,750	94,150
Other liabilities	592,513	593,053	246,670	233,347
Total liabilities	55,307,641	52,833,826	54,445,111	51,960,683
Shareholders' equity				
Share capital				
Registered				
502,529,413 non-cumulative dividend preference shares of Baht 10 each				
	5,025,294	5,025,294	5,025,294	5,025,294
1,087,923,532 ordinary shares of Baht 10 each				
	10,879,235	10,879,235	10,879,235	10,879,235
Issued and fully paid				
2,733,641 non-cumulative dividend preference shares of Baht 10 each				
(31 December 2009: 2,787,471 non-cumulative dividend preference shares of Baht 10 each)				
	27,337	27,875	27,337	27,875
1,587,719,304 ordinary shares of Baht 10 each				
(31 December 2009: 1,587,665,474 ordinary shares of Baht 10 each)				
	15,877,193	15,876,655	15,877,193	15,876,655
Unrealised gains (losses)				
Revaluation surplus on investments	165,029	73,666	165,029	73,666
Deficit	(2,744,813)	(2,854,700)	(2,803,366)	(2,884,496)
Equity attributable to the Bank's shareholders	13,324,746	13,123,496	13,266,193	13,093,700
Minority interests - equity attributable to minority shareholders of subsidiaries				
	-	-	-	-
Total shareholders' equity	13,324,746	13,123,496	13,266,193	13,093,700
Total liabilities and shareholders' equity	68,632,387	65,957,322	67,711,304	65,054,383
Off-balance sheet items - contingencies				
16.1				
Avals to bill and guarantees of loans	14,972	48,775	14,972	48,775
Letters of credit	343,791	196,084	343,791	196,084
Other contingencies	50,134,304	51,663,607	50,134,304	51,663,607

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

Mr. Youbin Chen
Chief Executive Officer

Mr. Thongchai Ananthothai
President

(Unaudited but reviewed)

ACL Bank Public Company Limited and its subsidiary
Statements of income
For the three-month periods ended 31 March 2010 and 2009

		(Unit: Thousand Baht)			
		Consolidated financial statements		Separate financial statements	
Notes		2010	2009	2010	2009
Interest and dividend income					
	Loans	433,127	602,201	518,641	666,301
	Interbank and money market items	17,262	42,934	17,242	42,716
	Hire purchase and financial lease income	187,625	142,697	-	-
	Investments	102,148	117,199	102,148	116,899
	Total interest and dividend income	740,162	905,031	638,031	825,916
Interest expense					
	Deposits	100,234	268,850	100,193	268,465
	Interbank and money market items	40,290	14,716	34,076	15,096
	Borrowings	67,861	92,464	67,861	92,464
	Fees and charges	99	304	-	-
	Total interest expense	208,484	376,334	202,130	376,025
	Net interest and dividend income	531,678	528,697	435,901	449,891
	Bad debt and doubtful accounts	(148,119)	(292,881)	(125,741)	(267,399)
	Reversal of loss on debt restructuring	75	5,165	75	5,165
	Net interest and dividend income after bad debt and doubtful accounts and loss on debt restructuring	383,634	240,981	310,235	187,657
Non-interest income					
	Brokerage fees from securities business	-	10,700	-	-
	Brokerage fees from derivatives business	-	2,495	-	-
	Gains on investments	5,702	75,655	5,702	8,456
	Gains on derivatives trading	-	1,211	-	-
	Share of profit from investment in an associated company under equity method	2,352	-	-	-
	Fees and services income	29,700	23,290	12,076	12,867
	Gains on exchange	191	6,557	191	6,557
	Gains on disposals of assets	5,939	65,318	5,291	64,947
	Bad debts recovery	27,401	63,116	24,348	62,868
	Other income	5,923	4,851	2,996	3,061
	Total non-interest income	77,208	253,193	50,604	158,756
	Net revenue	460,842	494,174	360,839	346,413

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

(Unaudited but reviewed)

ACL Bank Public Company Limited and its subsidiary
Statements of income (continued)
For the three-month periods ended 31 March 2010 and 2009

(Unit: Thousand Baht)

	Notes	Consolidated financial statements		Separate financial statements	
		2010	2009	2010	2009
Non-interest expense					
Personnel expenses		162,270	169,806	120,882	110,616
Premises and equipment expenses		47,553	57,886	39,757	35,091
Taxes and duties		21,882	30,652	18,313	29,576
Fees and service expenses		6,774	13,476	4,855	8,792
Directors' remuneration	12	4,020	5,133	3,870	4,080
Contributions to the Deposit Protection Fund		31,499	31,308	31,499	31,308
Losses impairment on properties foreclosed and other assets (reversal of allowance for impairment on properties foreclosed and other assets)		(3,194)	11,389	(4,266)	7,941
Loss on unwinding of cross currency interest rate swap contracts	18.5	19,731	-	19,731	-
Provision for liabilities		2,600	-	2,600	-
Other expenses		22,484	32,728	18,894	24,491
Total non-interest expense		315,619	352,378	256,135	251,895
Earnings before income tax		145,223	141,796	104,704	94,518
Income tax	13	(35,336)	(49,343)	(23,574)	(37,633)
Net income		109,887	92,453	81,130	56,885
Net income attributable to:					
Equity holders of the Bank		109,887	96,781	81,130	56,885
Minority shareholders of the subsidiaries		-	(4,328)	-	-
		<u>109,887</u>	<u>92,453</u>		

(Unit: Baht)

Earnings per share		14			
Basic earnings per share					
Net income attributable to equity holders of the Bank		0.07	0.09	0.05	0.05
Diluted earnings per share					
Net income attributable to equity holders of the Bank			0.06		0.04

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

Mr. Youbin Chen
Chief Executive Officer

Mr. Thongchai Ananthothai
President

(Unaudited but reviewed)

ACL Bank Public Company Limited and its subsidiary
Statements of changes in shareholders' equity
For the three-month periods ended 31 March 2010 and 2009

(Unit: Thousand Baht)

	Consolidated financial statements						
	Equity attributable to the Bank's shareholders				Equity attributable		
	Issued and paid-up share capital	Ordinary shares	Revaluation	Deficit	Total equity attributable to the Bank's shareholder	to minority shareholders of subsidiaries	Total
			surplus (deficit) on investments				
Balance as at 31 December 2008	5,032,744	10,871,785	(15,849)	(3,383,774)	12,504,906	106,510	12,611,416
Revenue (expenses) recognised directly in equity:							
Revaluation surplus on investments	-	-	25,486	-	25,486	-	25,486
Revenue (expenses) recognised directly in equity	-	-	25,486	-	25,486	-	25,486
Net income (losses)	-	-	-	96,781	96,781	(4,328)	92,453
Total revenue (expenses) for the period	-	-	25,486	96,781	122,267	(4,328)	117,939
Conversion of preference shares to ordinary shares	(7,450)	7,450	-	-	-	-	-
Balance as at 31 March 2009	<u>5,025,294</u>	<u>10,879,235</u>	<u>9,637</u>	<u>(3,286,993)</u>	<u>12,627,173</u>	<u>102,182</u>	<u>12,729,355</u>
Balance as at 31 December 2009	27,875	15,876,655	73,666	(2,854,700)	13,123,496	-	13,123,496
Revenue (expenses) recognised directly in equity:							
Revaluation surplus on investments	-	-	91,363	-	91,363	-	91,363
Revenue (expenses) recognised directly in equity	-	-	91,363	-	91,363	-	91,363
Net income	-	-	-	109,887	109,887	-	109,887
Total revenue (expenses) for the period	-	-	91,363	109,887	201,250	-	201,250
Conversion of preference shares to ordinary shares (Note 10)	(538)	538	-	-	-	-	-
Balance as at 31 March 2010	<u>27,337</u>	<u>15,877,193</u>	<u>165,029</u>	<u>(2,744,813)</u>	<u>13,324,746</u>	<u>-</u>	<u>13,324,746</u>

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

(Unaudited but reviewed)

ACL Bank Public Company Limited and its subsidiary
Statements of changes in shareholders' equity (continued)
For the three-month periods ended 31 March 2010 and 2009

(Unit: Thousand Baht)

	Separate financial statements				
	Issued and paid-up share capital		Revaluation surplus (deficit)		Total
	Preference shares	Ordinary shares	on investments	Deficit	
Balance as at 31 December 2008	5,032,744	10,871,785	(15,849)	(3,300,043)	12,588,637
Revenue (expenses) recognised directly in equity:					
Revaluation surplus on investments	-	-	25,486	-	25,486
Revenue (expenses) recognised directly in equity	-	-	25,486	-	25,486
Net income	-	-	-	56,885	56,885
Total revenue (expenses) for the period	-	-	25,486	56,885	82,371
Conversion of preference shares to ordinary shares	(7,450)	7,450	-	-	-
Balance as at 31 March 2009	<u>5,025,294</u>	<u>10,879,235</u>	<u>9,637</u>	<u>(3,243,158)</u>	<u>12,671,008</u>
Balance as at 31 December 2009	27,875	15,876,655	73,666	(2,884,496)	13,093,700
Revenue (expenses) recognised directly in equity:					
Revaluation surplus on investments	-	-	91,363	-	91,363
Revenue (expenses) recognised directly in equity	-	-	91,363	-	91,363
Net income	-	-	-	81,130	81,130
Total revenue (expenses) for the period	-	-	91,363	81,130	172,493
Conversion of preference shares to ordinary shares (Note 10)	(538)	538	-	-	-
Balance as at 31 March 2010	<u>27,337</u>	<u>15,877,193</u>	<u>165,029</u>	<u>(2,803,366)</u>	<u>13,266,193</u>

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

(Unaudited but reviewed)

ACL Bank Public Company Limited and its subsidiary**Statements of cash flows****For the three-month periods ended 31 March 2010 and 2009**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2010	2009	2010	2009
Cash flows from operating activities				
Earnings before income tax	145,223	141,796	104,704	94,518
Adjustments to reconcile earnings before income tax to net cash provided by (paid from) operating activities:				
Share of profit from investment in an associated company under equity method	(2,352)	-	-	-
Depreciation and amortisation	27,825	31,781	25,641	24,155
(Gains) losses on disposals of equipment	3	(1,742)	-	(1,724)
Gains on disposals of properties foreclosed	(5,942)	(63,575)	(5,291)	(63,223)
Gains on investments	(5,702)	(76,376)	(5,702)	(78,770)
Gains on derivatives trading	-	(1,211)	-	-
Bad debt and doubtful accounts	148,119	292,940	125,741	267,399
Reversal of loss on debt restructuring	(75)	(5,165)	(75)	(5,165)
Unrealised losses on exchange and derivatives	29,101	19,879	29,101	19,879
Losses on unwinding of derivative contracts	18,567	-	18,567	-
Decrease in expense as a result of transferring receivables under Legal Execution Department	(694)	(32)	(694)	(32)
Losses on impairment of investment	-	721	-	70,314
Losses on impairment and write-off of equipment and intangible assets	-	1,725	-	21
Losses on impairment of properties foreclosed and other assets (Reversal of allowance for impairment on properties foreclosed and other assets)	(3,194)	11,389	(4,266)	7,941
Other income from revaluation of other receivables	(1,348)	(2,072)	(1,348)	(2,072)
Provisions for liabilities	2,600	-	2,600	-
Decrease in other accrued expenses	(34,690)	(22,106)	(23,691)	(10,400)
Income from operating activities before changes in operating assets and liabilities	317,441	327,952	265,287	322,841
(Increase) decrease in operating assets				
Interbank and money market items	(2,466,600)	5,566,251	(2,534,733)	5,581,775
Current investments	(1,002,011)	1,769,071	(1,002,011)	1,731,206
Receivables from Clearing House	-	1,303	-	-
Loans	1,856,944	775,881	1,900,616	835,865
Properties foreclosed	(10,999)	11,566	7,480	17,295
Other assets	(898,552)	(325,041)	(866,472)	(305,555)

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

(Unaudited but reviewed)

ACL Bank Public Company Limited and its subsidiary**Statements of cash flows (continued)****For the three-month periods ended 31 March 2010 and 2009**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2010	2009	2010	2009
Increase (decrease) in operating liabilities				
Deposits	676,866	(4,836,169)	672,575	(4,825,569)
Interbank and money market items	5,903,227	(397,198)	5,904,200	(432,098)
Liabilities payable on demand	(348,710)	(195,427)	(348,710)	(195,427)
Payables to Clearing House	-	10,464	-	-
Securities and derivatives business payables	-	12,288	-	-
Other liabilities	850,075	237,762	868,485	226,937
Cash provided by operating activities	4,877,681	2,958,703	4,866,717	2,957,270
Interest and dividend income	(740,162)	(905,031)	(638,031)	(825,916)
Interest expenses	208,176	376,030	202,130	376,025
Cash received on interest income	720,107	829,639	618,869	750,597
Cash paid on interest expenses	(122,605)	(313,122)	(116,491)	(313,182)
Cash received (paid) on income tax	(1,134)	47,198	(761)	47,439
Net cash provided by operating activities	4,942,063	2,993,417	4,932,433	2,992,233
Cash flows from investing activities				
Increase in long-term investments	(664,754)	(1,373,396)	(664,754)	(1,373,396)
Cash received on interest income from investments	77,603	172,183	77,603	171,883
Cash received on dividend income	20,039	-	20,039	-
Cash received on disposals of equipment	-	2,501	-	2,456
Cash paid for purchases of equipment	(15,795)	(7,479)	(8,485)	(7,351)
Cash paid for acquisition of intangible assets	(5,126)	(1,129)	(2,575)	(49)
Net cash used in investing activities	(588,033)	(1,207,320)	(578,172)	(1,206,457)
Cash flows from financing activities				
Decrease in borrowings	(4,299,399)	(1,659,092)	(4,299,399)	(1,659,092)
Cash paid on interest expenses on borrowings	(68,042)	(107,129)	(68,042)	(107,129)
Net cash used in financing activities	(4,367,441)	(1,766,221)	(4,367,441)	(1,766,221)
Net increase (decrease) in cash and cash equivalents	(13,411)	19,876	(13,180)	19,555
Cash and cash equivalents at beginning of the periods	304,774	244,064	304,402	243,928
Cash and cash equivalents at end of the periods	291,363	263,940	291,222	263,483
	-	-	-	-
Supplemental cash flows information				
Non-cash transactions				
Assets received in settlement of debts	1,010	67,220	1,010	67,220
Purchases of equipment on credit	2,729	1,302	492	1,302

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

ACL Bank Public Company Limited and its subsidiary

Notes to interim financial statements

For the three-month period ended 31 March 2010

1. General information

1.1 The Bank's information

ACL Bank Public Company Limited ("the Bank") was converted the status to be a public company under Thai laws on 15 April 1993 and it has been licensed by the Ministry of Finance on 21 December 2005 to operate commercial banking business in Thailand. Its registered address is at No. 622, Sukhumvit Road, Klongton Sub-district, Klongtoey District, Bangkok. As at 31 March 2010, the Bank has altogether 19 branches, including a head office (31 December 2009: altogether 19 branches, including a head office).

As of 31 March 2010, its two major shareholders are the Ministry of Finance and Bangkok Bank Public Company Limited, with shareholding percentage of 30.61 percent and 19.26 percent, respectively (31 December 2009: shareholding percentage of 30.61 percent and 19.26 percent, respectively). However, subsequent to the balance sheet date, Industrial and Commercial Bank of China Limited, the investor who made a tender offer to purchase all shares of the Bank as described in Note 1.2 to the financial statements. Hence, as at the date of approving these financial statements, this investor holds 97.24 percent of the issued and paid-up share capital of the Bank.

As at 31 March 2010 and 31 December 2009, the Bank has only one subsidiary, which was registered to be a limited company under Thai laws, has been operating its businesses in Thailand and has core business in leasing and hire purchase businesses

1.2 The Bank's the tender offer

On 30 September 2009, the Bank was informed by an investor, who is an oversea bank ("the Investor"), that its Board of Directors resolved to approve a tender offer to shareholders of the Bank that the Investor will buy the Bank's shares from them voluntarily at Baht 11.50 per share. However, the offer will be made subject to the following conditions.

Conditions precedent to the tender offer

- (a) Receipt of the approvals, waivers, permissions or consents from the relevant agencies in Thailand and the Republic of China, necessary to enable the Investor to successfully make the offer and allow the Bank and its group to legally continue operating their businesses, after the offer is made; and
- (b) Approval by the Shareholders' meeting of the Investor.

Condition after making the tender offer

- (a) The Investor is able to acquire not less than 51 percent of the issued capital of the Bank.

During the first quarter of 2010, all conditions precedent were satisfied, and the investor submitted a tender offer to purchase all shares of the Bank on 4 March 2010. The tender offer period was from 9 March 2010 to 16 April 2010. On 21 April 2010, the investor reported the result of the tender offer to the Office of the Securities and Exchange Commission as summarised in Note 19.1 to the financial statements.

2. Basis for the preparation of the financial statements

2.1 Basis for the preparation of the interim financial statements

These interim financial statements have been prepared in accordance with Thai Accounting Standard No. 34 (revised 2007) "Interim Financial Statements", with the Bank and its subsidiary choosing to present condensed interim financial statements. However, the Bank and its subsidiary have 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.

The 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.

The interim financial statements in Thai language are the official statutory financial statements of the Bank. The interim financial statements in English language have been translated from such statutory financial statements in Thai language.

2.2 Basis of consolidation interim financial statements

These consolidated financial statements for the three-month period ended 31 March 2010 include the financial statements of ACL Bank Public Company Limited and its subsidiary and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2009. There was no change in the shareholding structure in the subsidiary during the period.

2.3 Separate financial statements

The separate financial statements, which present an investment in a subsidiary under the cost method, have been prepared solely for the benefit of the public.

3. 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 2009.

4. Investments

4.1 Classified by types of investments

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	31 March 2010		31 December 2009	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
<u>Current investments</u>				
Trading securities				
Domestic marketable equity securities	18,537	18,158	67,168	64,970
Total	18,537	18,158	67,168	64,970
Less: Allowance for revaluation	(379)	-	(2,198)	-
Trading securities - net	18,158	18,158	64,970	64,970
Available-for-sale securities				
Government and state enterprises securities	3,781,884	3,784,207	2,871,047	2,875,153
Private sector debt securities	381,693	305,804	106,725	25,197
Foreign debt securities	75,026	76,215	166,712	166,802
Total	4,238,603	4,166,226	3,144,484	3,067,152
Add: Allowance for revaluation	9,316	-	4,361	-
Less: Allowance for impairment	(81,693)	-	(81,693)	-
Available-for-sale securities - net	4,166,226	4,166,226	3,067,152	3,067,152
Held-to-maturity debt securities				
Private sector debt securities	150,000		150,000	
Total held-to-maturity debt securities	150,000		150,000	
Current investments - net	4,334,384		3,282,122	

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	31 March 2010		31 December 2009	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Long-term investments				
Available-for-sale securities				
Government and state enterprises securities	2,664,342	2,664,347	1,558,223	1,556,897
Private sector debt securities	20,179	20,809	370,136	373,827
Foreign debt securities	2,527,800	2,680,023	2,619,869	2,681,601
Domestic marketable equity securities	45,319	41,168	45,319	43,521
Total	5,257,640	5,406,347	4,593,547	4,655,846
Add: Allowance for revaluation	153,882	-	67,474	-
Less: Allowance for impairment	(5,175)	-	(5,175)	-
Available-for-sale securities - net	5,406,347	5,406,347	4,655,846	4,655,846
Held-to-maturity debt securities				
Government and state enterprises securities	1,072,032		1,105,032	
Private sector debt securities	400,000		400,000	
Total	1,472,032		1,505,032	
Less: Allowance for impairment	(222,000)		(222,000)	
Held-to-maturity debt securities - net	1,250,032		1,283,032	
General investments				
Domestic non-marketable equity securities	479,855		479,855	
Less: Allowance for impairment	(378,031)		(378,031)	
General investments - net	101,824		101,824	
Long-term investments - net	6,758,203		6,040,702	

As at 31 December 2009, investments of the Bank and its subsidiary were not subject to any restrictions on their holding and disposal, except that government bonds of Baht 1 million which the Bank had held as long-term available-for-sale securities and had placed them as collateral with the Court since 20 July 2009 in place of the bonds in which the Bank invested in accordance with an agreement with the Ministry of Finance under the Tier I capital support scheme (placed them as collateral with the Court on 14 February 2009) which were matured on 23 November 2009.

4.2 Investments in companies having problems relating to financial position and operating results

(Unit: Thousand Baht)

	Consolidated and separate financial statements					
	31 March 2010			31 December 2009		
	Cost	Fair value	Allowance for impairment	Cost	Fair value	Allowance for impairment
Companies having problems with debt repayment or defaulted payments	470,243	10,519	(459,724)	470,243	10,519	(459,724)

(Unaudited but reviewed)

4.3 Investment in subsidiary

The Bank has an investment in the following subsidiary, which is accounted for under the cost method in the separate financial statements.

(Unit: Thousand Baht)

31 March 2010					
Company's name	Type of invested in securities	Paid-up capital	Shareholding percentage	Cost method	Dividend received during the three-month period ended 31 March 2010
			%		
Leasing Sinn Asia Company Limited	Ordinary shares	1,000,000	99.99	1,000,000	-
Total investments in a subsidiary				1,000,000	-

(Unit: Thousand Baht)

31 December 2009					
Company's name	Type of invested in securities	Paid-up capital	Shareholding percentage	Cost method	Dividend received during the three-month period ended 31 March 2009
			%		
Leasing Sinn Asia Company Limited	Ordinary shares	1,000,000	99.99	1,000,000	-
Total investments in subsidiary				1,000,000	-

4.4 Disposal of investment in a subsidiary

On 28 August 2009, the Bank entered into a share subscription and share sale and purchase agreement with Finansia Syrus Securities Public Company Limited, with both parties wishing to reorganize their securities businesses, as follows:

- (a) The Bank agreed to sell all of 86,648,900 ordinary shares it holds in ACL Securities Company Limited (“subsidiary”), representing 86.65% of the issued shares of the subsidiary, for Baht 4.58 per share, or a total of Baht 397 million, which was the net book value as at 31 March 2009 of the subsidiary.
- (b) Finansia Syrus Securities Public Company Limited agreed to sell 79,000,000 newly issued ordinary shares to the Bank for Baht 3.23 per share, or a total of Baht 255 million.

The parties completed execution of these agreements and settlement of the purchase prices were made on 15 September 2009.

(Unaudited but reviewed)

In respect of the above share sale and purchase, the Bank signed a related agreement, whereby it agreed to provide a guarantee to Finansia Syrus Securities Company Limited for losses that arise from (a) Margin loan agreements, up to a maximum of 20 percent of the total balance outstanding as at the date that the subsidiary's shares were sold, which is determined proportionately to the shareholding in the subsidiary that was sold to Finansia Syrus Securities Public Company Limited, for 12 months from the date of the sale of the subsidiary's shares. Finansia Syrus Securities Public Company Limited provides the same type of guarantee back to the Bank. The balance of margin loans on the date of the sale of the subsidiary's shares was Baht 312 million, and (b) The litigation cases brought against the subsidiary by the former executive of the subsidiary, with a claim of Baht 192 million. This amount included a labour lawsuit with a claim of Baht 75 million, which ruling of the chief juristic of the central Labour Court concludes that this case does not fall under the jurisdiction of the Labour Court, as detailed in Note 16.4.4 to the financial statements. As at 31 March 2010 and 31 December 2009, the Bank's management believes that such guarantee will result in no losses.

The Bank received full payment for its sale of investment in the subsidiary on 15 September 2009 and recognised a gain of Baht 29 million on disposal of investment in a subsidiary in the consolidated financial statements for the year ended 31 December 2009.

(Unaudited but reviewed)

The net asset value of ACL Securities Company Limited on the date that the Bank sold its shares in such subsidiary (14 September 2009), was as follows:

	(Unit: Baht)
	<u>14 September 2009</u>
Assets	
Cash	35,000
Deposits at financial institutions - net	197,954,970
Investments in equity securities - net	5,710,000
Receivables from Clearing House	67,532,753
Securities and derivatives business receivables - net	534,622,823
Leasehold improvement and equipment - net	29,962,887
Intangible assets - net	7,758,318
Other assets	33,477,676
Total assets	<u>877,054,427</u>
Liabilities	
Borrowings	100,000,000
Payables to Clearing House	56,400,973
Securities and derivatives business payables	226,167,863
Accrued expenses	16,743,489
Other liabilities	5,959,902
Total liabilities	<u>405,272,227</u>
Net asset value	471,782,200
Less: Minority interest - equity attributable to minority shareholders of subsidiaries	<u>(104,044,150)</u>
Equity of the subsidiary attributable to the Bank in the consolidated financial statements	<u>367,738,050</u>
Selling price	396,851,972
Less: Equity of the subsidiary attributable to the Bank in the consolidated financial statements	<u>(367,738,050)</u>
Gains on disposal of investment in a subsidiary recognised in the consolidated financial statements	<u>29,113,922</u>
Selling price	396,851,972
Less: Investment in a subsidiary under cost method on the selling date	<u>(396,851,972)</u>
Gains on disposal of investment in a subsidiary recognised in the separate financial statements	<u>-</u>

(Unaudited but reviewed)

The consolidated statements of income and cash flows for the three-month period ended 31 March 2009, categorised by continuing operations and discontinued operations as a result of disposal of investment in a subsidiary as mentioned above, are shown below.

(Unit: Thousand Baht)

	Consolidated financial statements			Total
	For the three-month period ended 31 March 2009			
	Continuing operations	Discontinued operations	Elimination entries	
Interest and dividend income				
Loans	593,602	8,599	-	602,201
Interbank and money market items	42,723	696	(485)	42,934
Hire purchase and financial lease income	142,697	-	-	142,697
Investments	116,899	300	-	117,199
Total interest and dividend income	895,921	9,595	(485)	905,031
Interest expense				
Deposits	268,486	469	(105)	268,850
Interbank and money market items	15,096	-	(380)	14,716
Borrowings	92,464	-	-	92,464
Fees and charges	-	304	-	304
Total interest expense	376,046	773	(485)	376,334
Net interest and dividend income	519,875	8,822	-	528,697
Bad debt and doubtful accounts (reversal)	(293,058)	177	-	(292,881)
Reversal of losses on debt restructuring	5,165	-	-	5,165
Net interest and dividend income after bad debt and doubtful accounts and reversal of losses on debt restructuring	231,982	8,999	-	240,981
Non-interest income				
Brokerage fees from securities business	-	11,226	(526)	10,700
Brokerage fees from derivatives business	-	2,495	-	2,495
Gains (losses) on investments	78,048	(2,393)	-	75,655
Gains on derivatives trading	-	1,211	-	1,211
Fees and services income	19,703	3,587	-	23,290
Gains on exchange	6,557	-	-	6,557
Gains on disposals of assets	65,298	20	-	65,318
Bad debts recovery	63,116	-	-	63,116
Other income	4,738	113	-	4,851
Total non-interest income	237,460	16,259	(526)	253,193
Net revenue	469,442	25,258	(526)	494,174

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated financial statements				
For the three-month period ended 31 March 2009				
	Continuing	Discontinued	Elimination	
	operations	operations	entries	Total
Non-interest expense				
Personnel expenses	139,435	30,371	-	169,806
Premises and equipment expenses	41,447	16,439	-	57,886
Taxes and duties	30,312	340	-	30,652
Fees and service expenses	10,706	3,296	(526)	13,476
Directors' remuneration	4,380	753	-	5,133
Contributions to the Deposit Protection Fund	31,308	-	-	31,308
Losses on impairment of properties foreclosed and other assets	11,389	-	-	11,389
Other expenses	26,251	6,477	-	32,728
Total non-interest expense	295,228	57,676	(526)	352,378
Earnings (losses) before income tax	174,214	(32,418)	-	141,796
Income tax	(49,343)	-	-	(49,343)
Net income (loss)	124,871	(32,418)	-	92,453
Net income (loss) attributable to:				
Equity holders of the Bank	124,871	(28,090)	-	96,781
Minority shareholders of the subsidiaries	-	(4,328)	-	(4,328)
	124,871	(32,418)	-	92,453

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated financial statements				
For the three-month period ended 31 March 2009				
	Continuing operations	Discontinued operations	Elimination entries	Total
Cash flows from operating activities				
Earnings (losses) before income tax	174,214	(32,418)	-	141,796
Adjustments to reconcile earnings (loss) before income tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	26,165	5,616	-	31,781
Gains on disposals of equipment	(1,722)	(20)	-	(1,742)
Gains on disposals of properties foreclosed	(63,575)	-	-	(63,575)
(Gains) losses on investments	(78,048)	2,393	-	(75,655)
Gains on derivative trading	-	(1,211)	-	(1,211)
Bad debt and doubtful accounts (reversal)	293,058	(118)	-	292,940
Reversal of losses on debt restructuring	(5,165)	-	-	(5,165)
Unrealised losses on exchange and derivatives	19,879	-	-	19,879
Decrease in expenses as a result of transferring receivables under Legal Execution Department	(32)	-	-	(32)
Losses on impairment and write-off of equipment and intangible assets	21	1,704	-	1,725
Losses on impairment of properties foreclosed and other assets	11,389	-	-	11,389
Other income from revaluation of other receivables	(2,072)	-	-	(2,072)
Increase (decrease) in other accrued expenses	(23,254)	1,148	-	(22,106)
Income (loss) from operating activities before changes in operating assets and liabilities	350,858	(22,906)	-	327,952
(Increase) decrease in operating assets				
Interbank and money market items	5,574,446	6,705	(14,900)	5,566,251
Current investments	1,731,206	37,865	-	1,769,071
Receivables from Clearing House	-	1,303	-	1,303
Loans	797,007	(21,126)	-	775,881
Properties foreclosed	11,566	-	-	11,566
Other assets	(291,709)	(4,704)	(28,628)	(325,041)

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated financial statements

For the three-month period ended 31 March 2009

	Continuing operations	Discontinued operations	Elimination entries	Total
Increase (decrease) in operating liabilities				
Deposits	(4,825,335)	(10,834)	-	(4,836,169)
Interbank and money market items	(432,098)	20,000	14,900	(397,198)
Liabilities payable on demand	(195,427)	-	-	(195,427)
Payables to Clearing House	-	10,464	-	10,464
Securities and derivatives business payables	-	(16,340)	28,628	12,288
Other liabilities	237,933	(171)	-	237,762
Cash provided by operating activities	2,958,447	256	-	2,958,703
Interest and dividend income	(895,921)	(9,595)	485	(905,031)
Interest expenses	376,046	469	(485)	376,030
Cash received on interest income	820,950	9,254	(565)	829,639
Cash paid on interest expenses	(313,204)	(483)	565	(313,122)
Cash received (paid) on income tax	47,269	(71)	-	47,198
Net cash provided by (used in) operating activities	2,993,587	(170)	-	2,993,417
Cash flows from investing activities				
Increase in long-term investments	(1,373,396)	-	-	(1,373,396)
Cash received on interest income from investments	171,883	-	-	171,883
Cash received on dividend income	-	300	-	300
Cash received on disposals of equipment	2,456	45	-	2,501
Cash paid for purchases of equipment	(7,479)	-	-	(7,479)
Cash paid for acquisition of intangible assets	(949)	(180)	-	(1,129)
Net cash provided by used in investing activities	(1,207,485)	165	-	(1,207,320)
Cash flows from financing activities				
Decrease in borrowings	(1,659,092)	-	-	(1,659,092)
Cash paid for interest expenses on borrowings	(107,129)	-	-	(107,129)
Net cash used in financing activities	(1,766,221)	-	-	(1,766,221)
Net increase (decrease) in cash and cash equivalents	19,881	(5)	-	19,876
Cash and cash equivalents at beginning of the period	244,019	45	-	244,064
Cash and cash equivalents at end of the period	263,900	40	-	263,940

(Unaudited but reviewed)

4.5 Investments in an associated company

As presented in Note 4.4 to the financial statements, the Bank purchased 79,000,000 newly issued ordinary shares of Finansia Syrus Securities Public Company Limited (“the associated company”) for Baht 3.23 per share or a total of Baht 255 million. The Bank made full payment for the purchase on 15 September 2009.

4.5.1 Details of the associated company can be summarised as follows:

(Unit: Million Baht)

Company's name	Type of business	Country of incorporation	Shareholding		Consolidated financial statements		Separate financial statements	
			percentage		Equity method		Cost method	
			31 March 2010	31 December 2009	31 March 2010	31 December 2009	31 March 2010	31 December 2009
Finansia Syrus Securities Public Company Limited	Securities business	Thailand	24.51	24.51	261	259	255	255
Total investment in an associated company					261	259	255	255

(Unit: Million Baht)

Company's name	Consolidated financial statements		Separate financial statements	
	Shares of profit from investment in an associated company		Dividends received	
	For the three-month periods ended 31 March 2010	For the three-month periods ended 31 March 2009	For the three-month periods ended 31 March 2010	For the three-month periods ended 31 March 2009
Finansia Syrus Securities Public Company Limited	2	- ⁽¹⁾	-	- ⁽¹⁾

⁽¹⁾ During such period, the Bank did not have investment in such company.

The profit sharing from investment in an associated company for the three-month period ended 31 March 2010, amounting to Baht 2 million, was calculated from management accounts of the associated company as shown in Note 4.5.2 (For the three-month period ended 31 March 2009, there was no profit sharing from investment in the associated company as the Bank did not have investment in such company during such period).

(Unaudited but reviewed)

4.5.2 Financial information of the associated company as at 31 March 2010 and 31 December 2009 and for the three-month periods ended 31 March 2010 and 2009, as summarised from its financial statements, which were prepared by the management of the associated company, is presented below.

Company's name	Paid-up share capital		Total assets		Total liabilities		Total revenue for the three-month periods ended		Net income (loss) for the three-month periods ended	
	31 March 2010	31 December 2009	31 March 2010	31 December 2009	31 March 2010	31 December 2009	31 March		31 March	
							2010	2009	2010	2009
Finansia Syrus Securities Public Company Limited	1,147	516	3,010	1,950	1,863	806	214	33	4	(25)

4.5.3 As at 31 March 2010 and 31 December 2009, the fair values of the associated company, which were computed from the last bid price as at the last business day of Stock Exchange of Thailand only on the share portion held by the Bank, were Baht 175 million and 198 million, respectively.

4.6 Investment in a related company

The Bank has the following investment in a related company, where the Bank holds 10% or more of the paid-up share capital of the investee company, which is recorded as a part of general investments, is presented below.

(Unit: Thousand Baht)						
Consolidated and separate financial statements						
Company's name	Type of business	Type of invested in securities	Nature of relationship	31 March 2010		
				Paid-up capital	Shareholding percentage	Cost
%						
<u>Related company</u>						
Bangkok BTMU Company Limited	Lending and investment holding businesses	Ordinary shares	Related through the Bank's management	200,000	10	20,390
Total investment in a related company						20,390

(Unit: Thousand Baht)						
Consolidated and separate financial statements						
Company's name	Type of business	Type of invested in securities	Nature of relationship	31 December 2009		
				Paid-up capital	Shareholding percentage	Cost
%						
<u>Related company</u>						
Bangkok BTMU Company Limited	Lending and investment holding businesses	Ordinary shares	Related through the Bank's management	200,000	10	20,390
Total investment in a related company						20,390

4.7 Promissory notes from Thai Asset Management Corporation

During 2001 to 2003, the Bank transferred non-performing loans to the Thai Asset Management Corporation (“TAMC”) whereby TAMC issued non-transferable promissory notes for the value of the assets transferred. On the face of the notes indicated the amounts accounting to the transfer prices, the issuance dates (being the same as the transfer dates), and the maturity dates being 10 years after the issuance dates. The promissory notes are avaled by the Financial Institutions Development Fund (“FIDF”) and may be redeemed by TAMC prior to maturity.

The Bank is jointly responsible, together with TAMC, for future profit or loss sharing from TAMC’s management of the non-performing loans.

- If there are profits, the first portion not exceeding 20 percent of the transfer price shall be equally shared between the Bank and TAMC. The second portion shall be fully given to the Bank; provided that, when added to the first portion, the sum shall not exceed the difference between the book value and the transfer price. Any remaining profits after the second portion shall be for TAMC.
- If there are losses, the first portion not exceeding 20 percent of the transfer price shall be borne solely by the Bank. The second portion remaining after the first portion that does not exceed 20 percent of transfer price shall be equally shared and borne between the Bank and TAMC. Any remaining losses after the second portion shall be borne by TAMC.

The Bank is still jointly liable for share of the profit or loss at the end of fifth and tenth years counting from 1 July 2001.

The Bank received performance reports on non-performing loan management from TAMC. TAMC informed the Bank that there are profits or losses to share. However, such share of profits or losses was on only certain transferred non-performing loans. The Bank has therefore not recorded such share of profits or losses. Total shares of profits or losses will be known at the end of the tenth year. However, as at 31 March 2010 and 31 December 2009, the Bank estimated its share of losses of Baht 222 million and Baht 222 million, respectively, that may be arisen from the management of the non-performing loans. Such amount has been presented as an allowance for impairment against promissory notes received from TAMC, which are recorded as a part of held-to-maturity debt securities.

(Unaudited but reviewed)

On the last working day of each year, TAMC shall calculate interest based on a quarterly average deposit rate and pay interest on an annual basis at the end of every year.

As a result of transferring non-performing loans to TAMC, the Bank received promissory notes from TAMC of Baht 2,599 million, maturing on 31 October 2011, 30 November 2011, 29 March 2012, 12 April 2012, 31 October 2012, 31 March 2013 and 30 September 2013 in settlement for transfer prices of non-performing loans transferred, and the Bank classified such promissory notes as held-to-maturity debt securities. Up to 31 March 2010 and 31 December 2009, TAMC made payment and redeemed promissory notes totalling Baht 1,527 million and Baht 1,494 million, respectively. Following such redemptions, the balances of promissory notes as at 31 March 2010 and 31 December 2009 were Baht 1,072 million and Baht 1,105 million, respectively.

During the three-month periods ended 31 March 2010 and 2009, the Bank recognised interest income on promissory notes from TAMC totaling Baht 2 million and Baht 5 million, respectively.

4.8 Gains on investments

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2010	2009	2010	2009
Gains (losses) on revaluation of trading securities	1,819	(30,183)	1,819	(1,808)
Gains (losses) on sales of investments				
- Trading securities	(2,629)	27,043	(2,629)	1,062
- Available-for-sale securities	6,512	77,766	6,512	77,766
- General investments	-	1,750	-	1,750
Losses on impairment of investments				
- General investments	-	(721)	-	(721)
- Investments in a subsidiary	-	-	-	(69,593)
Total gains on investments	<u>5,702</u>	<u>75,655</u>	<u>5,702</u>	<u>8,456</u>

(Unaudited but reviewed)

4.9 Reconciliations of shareholders' equity between those stated in the consolidated financial statements and the separate financial statements

(Unit: Thousand Baht)

	31 March 2010	31 December 2009
Equity attributable to the Bank's shareholders in the separate financial statements	13,266,193	13,093,700
<u>Reconciled items</u>		
Accumulated share of gains (losses) from investments under equity method	258,338	(269,126)
Accumulated dividends received from a subsidiary	(199,785)	(199,785)
Allowance for impairment on a subsidiary	-	469,593
Gains on disposal of investment in a subsidiary (Notes 4.4)	-	29,114
Total amounts of reconciled items	58,553	29,796
Equity attributable to the Bank's shareholders in the consolidated financial statements	13,324,746	13,123,496

5. Loans and accrued interest receivables

5.1 Classified by types of loans

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2010	31 December 2009	31 March 2010	31 December 2009
Loans and receivables:				
Overdrafts	1,215,392	1,185,348	1,215,392	1,185,348
Loans	22,748,724	24,150,716	22,484,420	23,872,636
Notes receivable	11,340,678	13,586,594	20,526,378	21,090,595
Hire purchase and financial lease receivables	10,839,896	9,104,551	1,626	1,690
Total loans and receivables	46,144,690	48,027,209	44,227,816	46,150,269
Add: Accrued interest receivables	53,588	141,943	54,440	143,567
Total loans, receivables and accrued interest receivables	46,198,278	48,169,152	44,282,256	46,293,836
Less: Allowance for doubtful accounts	(1,550,980)	(1,419,467)	(1,389,451)	(1,276,578)
Allowance for revaluation on debt restructuring	(12,155)	(12,358)	(12,155)	(12,358)
Loans, receivables and accrued interest receivables before securities and derivatives business receivables - net	44,635,143	46,737,327	42,880,650	45,004,900

(Unaudited but reviewed)

5.2 Classified by types of business and loan classification

(Unit: Thousand Baht)

Consolidated financial statements						
31 March 2010						
Pass	Special- mention	Sub- standard	Doubtful	Doubtful of loss	Total	
Agriculture and mining	469,974	-	184	56,308	2,636	529,102
Manufacturing and commerce	20,035,351	384,897	592,501	814,378	454,490	22,281,617
Real estate and construction	3,885,097	85,484	20,396	57,942	565,517	4,614,436
Public utilities and services	4,677,441	434	326,988	25,309	51,905	5,082,077
Housing loans	102,070	13,623	1,968	3,133	35,020	155,814
Others	12,365,063	916,276	119,675	48,395	85,823	13,535,232
Total loans and accrued interest receivables	<u>41,534,996</u>	<u>1,400,714</u>	<u>1,061,712</u>	<u>1,005,465</u>	<u>1,195,391</u>	<u>46,198,278</u>

(Unit: Thousand Baht)

Consolidated financial statements						
31 December 2009						
Pass	Special- mention	Sub- standard	Doubtful	Doubtful of loss	Total	
Agriculture and mining	543,584	-	2,682	53,852	2,636	602,754
Manufacturing and commerce	22,740,543	814,405	385,572	534,786	446,523	24,921,829
Real estate and construction	4,154,207	117,677	11,367	292,336	364,138	4,939,725
Public utilities and services	5,246,493	14,554	320,901	8,733	51,913	5,642,594
Housing loans	103,318	18,321	2,846	6,569	34,809	165,863
Others	10,745,312	942,445	74,579	55,997	78,054	11,896,387
Total loans and accrued interest receivables	<u>43,533,457</u>	<u>1,907,402</u>	<u>797,947</u>	<u>952,273</u>	<u>978,073</u>	<u>48,169,152</u>

(Unit: Thousand Baht)

Separate financial statements						
31 March 2010						
Pass	Special- mention	Sub- standard	Doubtful	Doubtful of loss	Total	
Agriculture and mining	469,974	-	184	56,308	2,636	529,102
Manufacturing and commerce	29,222,260	120,236	592,501	814,378	454,490	31,203,865
Real estate and construction	3,885,097	85,484	20,396	57,942	565,517	4,614,436
Public utilities and services	4,677,441	434	326,988	25,309	51,905	5,082,077
Housing loans	102,070	13,623	1,968	3,133	35,020	155,814
Others	2,671,906	2,913	-	-	22,143	2,696,962
Total loans and accrued interest receivables	<u>41,028,748</u>	<u>222,690</u>	<u>942,037</u>	<u>957,070</u>	<u>1,131,711</u>	<u>44,282,256</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements						
31 December 2009						
	Pass	Special- mention	Sub- standard	Doubtful	Doubtful of loss	Total
Agriculture and mining	543,584	-	2,682	53,852	2,636	602,754
Manufacturing and commerce	30,246,531	535,962	385,572	534,786	446,523	32,149,374
Real estate and construction	4,154,206	117,677	11,367	292,336	364,138	4,939,724
Public utilities and services	5,246,493	14,554	320,901	8,733	51,913	5,642,594
Housing loans	103,318	18,321	2,846	6,569	34,809	165,863
Others	2,770,665	719	-	-	22,143	2,793,527
Total loans and accrued interest receivables	<u>43,064,797</u>	<u>687,233</u>	<u>723,368</u>	<u>896,276</u>	<u>922,162</u>	<u>46,293,836</u>

5.3 Classified by loan classification

(Unit: Thousand Baht)

Consolidated financial statements								
31 March 2010				31 December 2009				
	Loans and accrued interest receivables	Debt balance after collateral ⁽¹⁾	Provision amounts provided in the accounts		Loans and accrued interest receivables	Debt balance after collateral ⁽¹⁾	Provision amounts provided in the accounts	
		Minimum percentage				Minimum percentage		
		%				%		
Pass	41,534,996	19,578,511	1	287,641	43,533,457	22,511,114	1	300,151
Special-mention	1,400,714	312,419	2	6,249	1,907,402	604,770	2	12,096
Sub-standard	1,061,712	450,430	100	450,430	797,947	271,026	100	271,026
Doubtful	1,005,465	542,998	100	542,998	952,273	352,153	100	352,153
Doubtful of loss	1,195,391	77,863	100	77,863	978,073	60,603	100	60,603
Total	<u>46,198,278</u>	<u>20,962,221</u>		<u>1,365,181</u>	<u>48,169,152</u>	<u>23,799,666</u>		<u>996,029</u>
Specific provision in accordance with qualitative criteria				<u>185,799</u>				<u>423,438</u>
Total				<u>1,550,980</u>				<u>1,419,467</u>

⁽¹⁾ Debt balance after collateral is debt balance remaining after deducting the present value of expected future cash flows from debt collection or from collateral disposals.

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements								
31 March 2010					31 December 2009			
	Loans and accrued interest receivables	Debt balance after collateral ⁽¹⁾	Minimum percentage	Provision amounts provided in the accounts	Loans and accrued interest receivables	Debt balance after collateral ⁽¹⁾	Minimum percentage	Provision amounts provided in the accounts
			%				%	
Pass	41,028,748	27,817,063	1	278,170	43,064,797	29,234,784	1	292,348
Special-mention	222,690	83,333	2	1,667	687,233	363,464	2	7,269
Sub-standard	942,037	411,338	100	411,338	723,368	241,500	100	241,500
Doubtful	957,070	523,412	100	523,412	896,276	333,644	100	333,644
Doubtful of loss	1,131,711	14,183	100	14,183	922,162	4,692	100	4,692
Total	<u>44,282,256</u>	<u>28,849,329</u>		<u>1,228,770</u>	<u>46,293,836</u>	<u>30,178,084</u>		<u>879,453</u>
Specific provision in accordance with qualitative criteria				<u>160,681</u>				<u>397,125</u>
Total				<u>1,389,451</u>				<u>1,276,578</u>

⁽¹⁾ Debt balance after collateral is debt balance remaining after deducting the present value of expected future cash flows from debt collection or from collateral disposals.

5.4 Non-accrued loans

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2010	31 December 2009	31 March 2010	31 December 2009
Non-accrued loans (principal only)	3,253,707	2,720,069	3,021,957	2,533,581
Percentage of total loans and accrued interest receivables	5.95%	5.02%	5.73%	4.85%

(Unaudited but reviewed)

5.5 Hire purchase receivables/financial lease receivables

As at 31 March 2010 and 31 December 2009, the Bank and its subsidiary have net hire purchase and financial lease receivables amounting to Baht 10,840 million and Baht 9,105 million, respectively, the majority of which is hire purchase or financial lease contracts for motor vehicles, machinery and equipment for their customers' operating businesses. The average contract periods are 1 to 6 years and the interest rates are fixed as specified in the contracts.

(Unit: Million Baht)

Consolidated financial statements as at 31 March 2010					
Amounts due under agreements					
Not over 1 year	1-5 years	Over 5 years	Non- performing loans	Total	
Aggregate initial investments under the contracts	4,067	8,158	94	111	12,430
Unearned income ⁽¹⁾	(718)	(852)	(3)	(17)	(1,590)
Present value of minimum lease payments	3,349	7,306	91	94	10,840
Allowance for doubtful accounts					161

⁽¹⁾ Net of commissions and initial direct expenses incurred at the inception of hire purchase contracts.

(Unit: Million Baht)

Consolidated financial statements as at 31 December 2009					
Amounts due under agreements					
Not over 1 year	1-5 years	Over 5 years	Non- performing loans	Total	
Aggregate initial investments under the contracts	3,471	6,778	45	125	10,419
Unearned income ⁽¹⁾	(605)	(690)	(1)	(18)	(1,314)
Present value of minimum lease payments	2,866	6,088	44	107	9,105
Allowance for doubtful accounts					143

⁽¹⁾ Net of commissions and initial direct expenses incurred at the inception of hire purchase contracts.

(Unaudited but reviewed)

(Unit: Million Baht)

Separate financial statements as at 31 March 2010				
Amounts due under agreements				
Not over 1 year	1-5 years	Over 5 years	Non- performing loans	Total
Aggregate initial investments under the contracts	-	-	2	2
Present value of minimum lease payments	-	-	2	2
Allowance for doubtful accounts				2

(Unit: Million Baht)

Separate financial statements as at 31 December 2009				
Amounts due under agreements				
Not over 1 year	1-5 years	Over 5 years	Non- performing loans	Total
Aggregate initial investments under the contracts	-	-	2	2
Present value of minimum lease payments	-	-	2	2
Allowance for doubtful accounts				2

5.6 Unearned income

As at 31 March 2010 and 31 December 2009, unearned income is summarised as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2010	31 December 2009	31 March 2010	31 December 2009
Unearned income ⁽¹⁾	1,589,168	1,313,818	-	-

⁽¹⁾ Unearned income from hire purchase contracts is stated net of commissions and initial direct expenses incurred at the inception of contracts.

(Unaudited but reviewed)

5.7 Troubled debt restructuring

The Bank entered into troubled debt restructuring contracts with its debtors during the three-month period ended 31 March 2010 and the year ended 31 December 2009 as follows:

(Unit: Million Baht)

	Separate financial statements			
	For the three-month period ended 31 March 2010		For the year ended 31 December 2009	
	Number of debtors	Outstanding balances before restructuring	Number of debtors	Outstanding balances before restructuring
Restructured debts	6	53	54	1,300

The restructured debtors discussed above can be classified by methods of debt restructuring as follows:

(Unit: Million Baht)

	Separate financial statements							
	For the three-month period ended 31 March 2010							
	Number of debtors	Debt balances		Average period of the remaining term	Type of assets transferred	Fair value	Losses on debt restructuring ⁽¹⁾	Present value losses from debt restructuring
Modification of terms of payments	6	53	53	3 years	-	-	-	-
Total restructured debts	6	53	53			-	-	-
Loans and accrued interest receivables as at 31 March 2010	1,003		44,282					

⁽¹⁾ Losses on debt restructuring are the amounts before deducting allowance for doubtful accounts already provided for troubled debts in the accounts on the restructuring dates.

(Unaudited but reviewed)

(Unit: Million Baht)

Separate financial statements								
For the year ended 31 December 2009								
	Number of debtors	Debt balances		Average period of the remaining term of debt restructuring	Type of assets transferred	Fair value	Losses on debt restructuring ⁽¹⁾	Present value loss from debt restructuring
		Before restructuring	After restructuring					
Modification of terms of payments	50	759	703	5 years	-	-	56	-
Transfer of assets and modification of terms of payments	4	541	541 ⁽²⁾	-	Land, buildings and machinery	239 ⁽³⁾	-	-
Total restructured debts	54	1,300	1,244			239	56	-
Loans and accrued interest receivables as at 31 December 2009		<u>1,047</u>	<u>46,294</u>					

⁽¹⁾ Losses on debt restructuring are the amounts before deducting allowance for doubtful accounts already provided for troubled debts in the accounts on the restructuring dates.

⁽²⁾ As at the balance sheets date, the debtors already signed the debt restructuring agreements but the transfers of assets have yet been completed. Hence, outstanding balances still remained as at the balance sheet dates.

⁽³⁾ For debt restructuring by transfer of assets in settlement of debts, the transfer price of mortgaged and pledged assets can be determined after the debtors have fulfilled the conditions stipulated in the debt restructuring agreements. Thus, fair value is stated at the latest appraisal value and the Bank already provided for relevant allowance for doubtful accounts.

For debt restructuring by modification of terms of payments, the Bank will calculate the net realisable value on the basis of the present value of the future cash flows to be received under the new conditions, using the interest rate for prime customer in discounting.

Additional information for the three-month periods ended 31 March 2010 and 2009 relating to the restructured debts is as follows:

(Unit: Million Baht)

Separate financial statements		
	For the three-month period ended 31 March 2010	For the three-month period ended 31 March 2009
Part of debt forgiven to debtors during the periods in case that they fulfilled debt restructuring conditions during the periods	-	1
Interest income recognised in statements of income	29	52
Settlement by debtors		
Principal	57	81
Interest	27	30

(Unaudited but reviewed)

As at 31 March 2010 and 31 December 2009, troubled debtors, which the Bank has completed restructuring, can be summarised as follows:

(Unit: Million Baht)

	Separate financial statements	
	Number of debtors	Debt balances after restructuring
Balance of restructured debts up to 31 March 2010	178	2,002
Balance of restructured debts up to 31 December 2009	179	2,006

During the three-month periods ended 31 March 2010 and 2009, the Bank reversed allowance for revaluation on debt restructuring amounting to Baht 0.1 million and Baht 6 million, respectively, and amortised allowance for revaluation on debt restructuring as interest income totaling Baht 0.1 million and Baht 0.5 million, respectively.

As at 31 March 2010 and 31 December 2009, the Bank has no commitment to additionally lend to its debtors after debt restructuring.

The Bank was not able to estimate the amount of future losses on outstanding loans currently being restructured at this stage.

5.8 Loans to companies having problems with financial position and operating results

As at 31 March 2010 and 31 December 2009, the Bank had loans and accrued interest receivables due from companies having problems with their financial position and operating results, and set aside allowances for doubtful accounts as follows:

(Unit: Million Baht)

	Consolidated and separate financial statements							
	Number of loans		Debt balances		Collateral		Allowance for doubtful accounts and allowance for revaluation	
	31 March 2010	31 December 2009	31 March 2010	31 December 2009	31 March 2010	31 December 2009	31 March 2010	31 December 2009
Listed companies under rehabilitation	1	1	12	12	12	12	-	-

(Unaudited but reviewed)

6. Allowance for doubtful accounts and allowance for revaluation on debt restructuring

6.1 Allowance for doubtful accounts

(Unit: Thousand Baht)

Consolidated financial statements							
For the three-month period ended 31 March 2010							
	Pass	Special- mention	Sub- standard	Doubtful	Doubtful of loss	Specific provision in accordance with qualitative criteria	Total
Balance - beginning of the period	300,151	12,096	271,026	352,153	60,603	423,438	1,419,467
Allowance for doubtful accounts	(12,510)	(5,847)	179,404	191,432	31,128	(237,639)	145,968
Bad debt written-off	-	-	-	(587)	(13,868)	-	(14,455)
Balance - end of the period	<u>287,641</u>	<u>6,249</u>	<u>450,430</u>	<u>542,998</u>	<u>77,863</u>	<u>185,799</u>	<u>1,550,980</u>

(Unit: Thousand Baht)

Consolidated financial statements							
For the year ended period 31 December 2009							
	Pass	Special- mention	Sub- standard	Doubtful	Doubtful of loss	Specific provision in accordance with qualitative criteria	Total
Balance - beginning of the year	249,437	18,785	176,096	394,966	37,856	165,667	1,042,807
Allowance for doubtful accounts	50,714	(6,689)	102,104	(32,255)	758,624	257,771	1,130,269
Bad debt written-off	-	-	(7,174)	(10,558)	(722,769)	-	(740,501)
Decrease from disposal of investment in a subsidiary	-	-	-	-	(13,108)	-	(13,108)
Balance - end of the year	<u>300,151</u>	<u>12,096</u>	<u>271,026</u>	<u>352,153</u>	<u>60,603</u>	<u>423,438</u>	<u>1,419,467</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements							
For the three-month period ended 31 March 2010							
	Pass	Special- mention	Sub- standard	Doubtful	Doubtful of loss	Specific provision in accordance with qualitative criteria	Total
Balance - beginning of the period	292,348	7,269	241,500	333,644	4,692	397,125	1,276,578
Allowance for doubtful accounts	(14,178)	(5,602)	169,838	189,768	23,359	(236,444)	126,741
Bad debt written-off	-	-	-	-	(13,868)	-	(13,868)
Balance - end of the period	<u>278,170</u>	<u>1,667</u>	<u>411,338</u>	<u>523,412</u>	<u>14,183</u>	<u>160,681</u>	<u>1,389,451</u>

(Unit: Thousand Baht)

Separate financial statements							
For the year ended period 31 December 2009							
	Pass	Special- mention	Sub- standard	Doubtful	Doubtful of loss	Specific provision in accordance with qualitative criteria	Total
Balance - beginning of the year	243,886	13,402	151,740	382,088	4,886	155,090	951,092
Allowance for doubtful accounts	48,462	(6,133)	89,760	(48,444)	722,575	242,035	1,048,255
Bad debt written-off	-	-	-	-	(722,769)	-	(722,769)
Balance - end of the year	<u>292,348</u>	<u>7,269</u>	<u>241,500</u>	<u>333,644</u>	<u>4,692</u>	<u>397,125</u>	<u>1,276,578</u>

6.2 Allowance for revaluation on debt restructuring

(Unit: Thousand Baht)

Consolidated and separate financial statements		
	For the three-month period ended 31 March 2010	For the year ended 31 December 2009
Balance - beginning of the period/year	12,358	25,541
Decrease during the period/year	(75)	(11,937)
Amortised during the period/year	(128)	(1,246)
Balance - end of the period/year	<u>12,155</u>	<u>12,358</u>

7. Properties foreclosed

The majority of properties foreclosed are from auction bidding and settlement of debts by the restructured debtors.

In cases where the debtors restructure their debts by means of a debt/asset swap, the Bank may grant buyback options or first refusal rights to certain debtors for a certain period, at prices as agreed in the debt restructuring agreements.

For the three-month period ended 31 March 2010 and for the year ended 31 December 2009, movement of properties foreclosed can be summarised as follows:

(Unit: Thousand Baht)

Consolidated financial statements					
For the three-month period ended 31 March 2010					
Type of properties foreclosed	Balance as at 31 December 2009	Additions/ Reversal	Disposals	Balance as at 31 March 2010	Portion subject to disposal restrictions, buyback options or first refusal rights
Immovable assets	1,638,589	1,010	(28,080)	1,611,519	108,881
Movable assets	2,058	37,680	(18,550)	21,188	-
Total	1,640,647	38,690	(46,630)	1,632,707	108,881
Less: Allowance for impairment	(354,102)	499	8,595	(345,008)	(42,632)
Properties foreclosed - net	<u>1,286,545</u>	<u>39,189</u>	<u>(38,035)</u>	<u>1,287,699</u>	<u>66,249</u>

(Unit: Thousand Baht)

Consolidated financial statements					
For the year ended 31 December 2009					
Type of properties foreclosed	Balance as at 31 December 2008	Additions	Disposals	Balance as at 31 December 2009	Portion subject to disposal restrictions, buyback options or first refusal rights
Immovable assets	1,213,325	602,165	(176,901)	1,638,589	108,881
Movable assets	3,875	114,770	(116,587)	2,058	-
Total	1,217,200	716,935	(293,488)	1,640,647	108,881
Less: Allowance for impairment	(292,559)	(111,697)	50,154	(354,102)	(42,632)
Properties foreclosed - net	<u>924,641</u>	<u>605,238</u>	<u>(243,334)</u>	<u>1,286,545</u>	<u>66,249</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements					
For the three-month period ended 31 March 2010					
Type of properties foreclosed	Balance as at 31 December 2009	Additions/ Reversal	Disposals	Balance as at 31 March 2010	Portion subject to disposal restrictions, buyback options or first refusal rights
Immovable assets	1,638,589	1,010	(28,080)	1,611,519	108,881
Less: Allowance for impairment	(353,727)	4,867	5,703	(343,157)	(42,632)
Properties foreclosed - net	<u>1,284,862</u>	<u>5,877</u>	<u>(22,377)</u>	<u>1,268,362</u>	<u>66,249</u>

(Unit: Thousand Baht)

Separate financial statements					
For the year ended 31 December 2009					
Type of properties foreclosed	Balance as at 31 December 2008	Additions	Disposals	Balance as at 31 December 2009	Portion subject to disposal restrictions, buyback options or first refusal rights
Immovable assets	1,213,325	602,165	(176,901)	1,638,589	108,881
Less: Allowance for impairment	(291,577)	(91,655)	29,505	(353,727)	(42,632)
Properties foreclosed - net	<u>921,748</u>	<u>510,510</u>	<u>(147,396)</u>	<u>1,284,862</u>	<u>66,249</u>

(Unaudited but reviewed)

8. Property, premises and equipment

For the three-month period ended 31 March 2010, movement of equipment is as follows:

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Cost		
31 December 2009	488,969	453,040
Additions	20,542	8,977
Disposals/written-off	(5)	-
31 March 2010	<u>509,506</u>	<u>462,017</u>
Accumulated depreciation		
31 December 2009	(282,220)	(258,347)
Depreciation charged for the period	(13,707)	(12,037)
Accumulated depreciation on disposals/write-off	1	-
31 March 2010	<u>(295,926)</u>	<u>(270,384)</u>
Net book value		
31 December 2009	<u>206,749</u>	<u>194,693</u>
31 March 2010	<u>213,580</u>	<u>191,633</u>
Depreciation included in statements of income for the three-month periods ended		
31 March 2009	<u>17,567</u>	<u>11,225</u>
31 March 2010	<u>13,707</u>	<u>12,037</u>

(Unaudited but reviewed)

9. Quality of assets

9.1 Classification of assets in accordance with the announcement of the Bank of Thailand

As at 31 March 2010 and 31 December 2009, the quality of assets of the Bank and its subsidiary, operating leasing and hire purchase businesses, classified in accordance with the Notification of the Bank of Thailand are as follows:

(Unit: Million Baht)

Consolidated financial statements										
	Loans and accrued		Investments		Properties foreclosed		Other assets		Total	
	interest receivables ⁽¹⁾									
	31	31	31	31	31	31	31	31	31	31
	March	December	March	December	March	December	March	December	March	December
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
Pass	50,076	49,654	-	-	-	-	-	-	50,076	49,654
Special - mention	1,401	1,908	-	-	-	-	-	-	1,401	1,908
Sub-standard	1,062	798	-	-	-	-	-	-	1,062	798
Doubtful	1,005	952	-	-	-	-	1	-	1,006	952
Doubtful of loss	1,195	978	687	687	345	354	25	26	2,252	2,045
Total	54,739	54,290	687	687	345	354	26	26	55,797	55,357

⁽¹⁾ The classified debts included loans to the financial institutions, which are presented as a part of interbank and money market items (assets) in the balance sheets.

(Unit: Million Baht)

Separate financial statements										
	Loans and accrued		Investments		Properties foreclosed		Other assets		Total	
	interest receivables ⁽¹⁾									
	31	31	31	31	31	31	31	31	31	31
	March	December	March	December	March	December	March	December	March	December
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
Pass	49,569	49,185	-	-	-	-	-	-	49,569	49,185
Special - mention	223	687	-	-	-	-	-	-	223	687
Sub-standard	942	724	-	-	-	-	-	-	942	724
Doubtful	957	896	-	-	-	-	1	-	958	896
Doubtful of loss	1,132	922	687	687	343	354	3	3	2,165	1,966
Total	52,823	52,414	687	687	343	354	4	3	53,857	53,458

⁽¹⁾ The classified debts included loans to the financial institutions, which are presented as a part of interbank and money market items (assets) in the balance sheets.

(Unaudited but reviewed)

9.2 Hire purchase receivables/financial lease receivables and other receivables of a subsidiary classified by overdue aging

As at 31 March 2010 and 31 December 2009, hire purchase and financial lease receivables and other receivables of the subsidiary, engaging in hire purchase and leasing business, are classified by overdue aging, counting from the due dates specified in the contracts as follows:

(Unit: Million Baht)

	Debt balances		Allowance for doubtful accounts recorded by the subsidiary	
	31 March 2010	31 December 2009	31 March 2010	31 December 2009
Pass	9,693	7,975	15	13
Special-mention	1,178	1,220	13	19
Sub-standard	120	74	50	30
Doubtful	48	56	20	25
Doubtful of loss	64	56	64	56
Total	<u>11,103</u>	<u>9,381</u>	<u>162</u>	<u>143</u>

10. Share capital

Preference shares of the Bank are divided into Class A and Class B shares, both of which are non-cumulative dividend-paying shares. Holders of Class B preference shares are entitled to preferential receipt of dividends and return of capital over holders of Class A preference shares and ordinary shares. If the Bank reduces its capital as a result of operating losses on assets held prior to the injection of capital funds by the Ministry of Finance, the Bank is to reduce the capital of the ordinary shares and the Class A preference shares first, to the extent that this does not exceed the accumulated loss as at the date that the Ministry of Finance injected funds plus any subsequent losses on the assets held prior to that date. If the Bank reduces capital as a result of operating losses on assets acquired after the Ministry of Finance injected funds, the Bank is to reduce the capital of the ordinary shares first and the Class A preference shares and Class B preference shares proportionately. Holders of both classes of preference shares are entitled to convert the shares they hold to ordinary shares, with the conversion ratio being 1:1. All preferences have a period of 10 years, which expired in November 2009. Hence, rights of preference shareholders are now the same as those of the ordinary shareholders.

All class A preference shares were already converted into ordinary shares.

(Unaudited but reviewed)

During the three-month period ended 31 March 2010, 53,830 Class B preference shares were converted into ordinary shares. After conversion, there were 1,587,719,304 ordinary shares in issue, and 2,733,641 Class B preference shares outstanding and during the year ended 31 December 2009, 500,486,942 Class B preference shares were converted into ordinary shares. After conversion, there were 1,587,665,474 ordinary shares in issue, and 2,787,471 Class B preference shares outstanding.

The registered capital of the Bank as presented in the balance sheets as at 31 March 2010 and 31 December 2009 is the registered capital per the Bank's Memorandum of Association.

Reconciliation of number of ordinary shares and preference shares

	(Unit: Shares)	
	31 March 2010	31 December 2009
<u>Registered share capital</u>		
<u>Ordinary shares</u>		
Number of ordinary shares at the beginning of the period/year	1,087,923,532	1,087,178,532
Registered conversion of preference shares into ordinary shares	-	745,000
Number of ordinary shares at the end of the period/year	<u>1,087,923,532</u>	<u>1,087,923,532</u>
<u>Preference shares</u>		
Number of preference shares at the beginning of the period/year	502,529,413	503,274,413
Registered conversion of preference shares into ordinary shares	-	(745,000)
Number of preference shares at the end of the period/year	<u>502,529,413</u>	<u>502,529,413</u>
<u>Issued and paid-up share capital</u>		
<u>Ordinary shares</u>		
Number of ordinary shares at the beginning of the period/year	1,587,665,474	1,087,178,532
Conversion of preference shares into ordinary shares	53,830	500,486,942
Number of ordinary shares at the end of the period/year	<u>1,587,719,304</u>	<u>1,587,665,474</u>
<u>Preference shares</u>		
Number of preference shares at the beginning of the period/year	2,787,471	503,274,413
Conversion of preference shares into ordinary shares	(53,830)	(500,486,942)
Number of preference shares at the end of the period/year	<u>2,733,641</u>	<u>2,787,471</u>

On 4 May 2010, the Bank registered the conversion of 499,795,772 preference shares into ordinary shares. Hence, the registered share capital of the Bank comprises 1,587,719,304 ordinary shares and 2,733,641 preference shares.

(Unaudited but reviewed)

11. Capital funds

The primary objectives of the Bank's capital management are to maintain the Bank's ability to continue as a going concern and to maintain a capital adequacy ratio in accordance with the Act on Undertaking of Banking business B.E. 2551. As at 31 March 2010 and 31 December 2009, the capital funds are as follows:

(Unit: Thousand Baht)

	Separate financial statements	
	31 March 2010	31 December 2009
<u>Tier 1 capital</u>		
Paid-up share capital	15,904,529	15,904,529
Investments in instruments already counted as other financial institution's capital funds	(313,459)	(384,632)
Deficit	(3,143,633)	(3,143,633)
Total	<u>12,447,437</u>	<u>12,376,264</u>
<u>Tier 2 capital</u>		
Reserve for assets classified as "Pass"	278,570	293,748
Revaluation surplus on investments in available-for-sale securities	2,344	2,344
Investments in instruments already counted as other financial institution's capital funds	(280,914)	(296,092)
Total	<u>-</u>	<u>-</u>
Total capital funds	<u>12,447,437</u>	<u>12,376,264</u>

As at 31 March 2010 and 31 December 2009, the calculation of capital ratios, which are determined in accordance with the criteria regulating capital funds of commercial banks as announced in the Notification of the Bank of Thailand, are as follows:

(Unit: Percentage)

Capital ratios	Separate financial statements			
	31 March 2010		31 December 2009	
	The Bank	Requirement	The Bank	Requirement
Tier I capital to risk assets	23.71	4.25	22.64	4.25
Total capital to risk assets	23.71	8.50	22.64	8.50

In compliance with Basel II's Pillar III about concerning disclosure of capital adequacy information, under BOT Notification the Bank disclosed capital adequacy and capital risk exposure information as of 31 December 2009 through the Bank's website at www.aclbank.com on 28 April 2010.

12. Directors' remuneration

Directors' remuneration represents the benefits (exclusive of salaries and related benefits payable to executive directors) paid to the Bank and subsidiaries' directors in accordance with Section 90 of the Public Limited Companies Act.

13. Income tax

Income tax has been calculated based on earnings before income tax after adding back certain expenses and provision non-deductible for tax computation purposes and deducting tax-exempted revenue.

14. Earnings per share

Basic earnings per share is calculated by dividing net income attributable to equity holders of the Bank, after deducting dividends for the preference shareholders (if any), by the weighted average number of ordinary shares in issue during the periods.

Diluted earnings per share is calculated by dividing net income attributable to equity holders of the Bank, after adjusting for the effect of transactions related to dilutive potential ordinary shares by the sum of the weighted average number of ordinary shares in issue during the periods and the weighted average number of ordinary shares, which would need to be issued for conversion of all dilutive potential ordinary shares into ordinary shares. The calculation assumes that the conversion took place either at the beginning of the periods or on the dates the potential ordinary shares were issued. Since the rights of the preference shareholders to convert into ordinary shares expired in November 2009 resulting in the preference shareholders having the same rights as the ordinary shareholders, there was no effect of dilutive potential ordinary shares for the three-month period ended 31 March 2010.

(Unaudited but reviewed)

The following tables set forth the computation of basic and diluted earnings per share:

For the three-month periods ended 31 March 2010						
Consolidated financial statements			Separate financial statements			
	Weighted average number of ordinary shares and potential ordinary shares	Earnings per share		Weighted average number of ordinary shares and potential ordinary shares	Earnings per share	
Net income	Thousand Baht	Thousand Baht	Net income	Thousand Baht	Thousand Baht	
Basic earnings per share						
Net income attributable to						
equity holders of the Bank	109,887	1,590,453	0.07	81,130	1,590,453	0.05

For the three-month periods ended 31 March 2009						
Consolidated financial statements			Separate financial statements			
	Weighted average number of ordinary shares	Earnings per share		Weighted average number of ordinary shares	Earnings per share	
Net income	Thousand Baht	Thousand Baht	Net income	Thousand Baht	Thousand Baht	
Basic earnings per share						
Net income attributable to						
equity holders of the Bank	96,781	1,087,494	0.09	56,885	1,087,494	0.05
Effect of dilutive potential ordinary shares						
Convertible preference shares	-	502,529	-	502,529		
Diluted earnings per share						
Net income of ordinary shareholders assuming the conversion into ordinary shares						
	96,781	1,590,023	0.06	56,885	1,590,023	0.04

15. Related party transactions

As at 31 March 2010 and 31 December 2009, the Bank had significant business transactions with its subsidiary and related companies, including transactions with directors or management employees from executive vice president level upward or equal position, and entities that the referred persons have management authorities or entities in which the Bank or directors or such management employees from executive vice president level upward or equal position hold in the aggregate more than 10 percent of the issued share capital of those entities.

Relationship with related parties can be summarised as follows:

1. The shareholder of the Bank, which holds more than 10 percent, is Bangkok Bank Public Company Limited.
2. Companies, in which Bangkok Bank Public Company Limited holds more than 20 percent and over which it has management control, and that have transactions with the Bank, consist of
 - BBL Asset Management Company Limited
 - Bualuang Securities Company Limited
3. The subsidiary of the Bank is
 - Leasing Sinn Asia Company Limited
4. The Bank's associated company, as defined in the accounting standard, is a company under the significant control of investors and is not a subsidiary. In case that its investors have direct and indirect voting rights of at least 20 percent of the issued share capital of such company, it is presumed that those shareholders have significant influence over the company. The associated company of the Bank is
 - Finansia Syrus Securities Public Company Limited (is the associated company of the Bank on or after 15 September 2009)
5. The subsidiary of the Bank's associated company, which has transaction with the Bank, consist of
 - ACL Securities Company Limited

(Unaudited but reviewed)

6. The companies, which are related through the Bank's management and have transaction with the Bank, consist of

- Bangkok BTMU Company Limited
- M-Home SPV 3 Company Limited
- Billion Building Company Limited
- Siam Piwat Company Limited
- Siam Piwat Holding Company Limited

Transactions occurring during the three-month periods ended 31 March 2010 and 2009 can be summarised as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods		For the three-month periods	
	ended 31 March		ended 31 March	
	2010	2009	2010	2009
Interest income	2,105	1,632	92,970	77,483
Dividend income	20,000	-	20,000	-
Brokerage fees from derivatives business	-	8	-	-
Rental income	-	-	45	45
Other income	-	-	9	9
Interest expense	1,076	7,593	1,078	8,079
Fee and service expenses	810	71	631	531

The Bank has established guidelines whereby interest rates, fees, service and rental charges are to be set for related companies as if the transactions were being executed with unrelated parties, with the key consideration being maximisation of benefit to the Bank.

(Unaudited but reviewed)

The outstanding balances of transactions between the Bank and its subsidiary, or between the Bank or its subsidiary and their related parties can be summarised as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March	31 December	31 March	31 December
	2010	2009	2010	2009
Interbank and money market items (assets)				
Bangkok Bank Public Company Limited	128,229	124,377	112,229	45,504
Finansia Syrus Securities Public Company Limited	39,607	138,650	39,607	138,650
Investments				
Leasing Sinn Asia Company Limited	-	-	1,000,000	1,000,000
Finansia Syrus Securities Public Company Limited	261,824	259,472	255,170	255,170
Bangkok BTMU Company Limited	20,390	20,390	20,390	20,390
Loans				
Leasing Sinn Asia Company Limited	-	-	9,185,700	7,504,000
Accrued interest receivables				
Leasing Sinn Asia Company Limited	-	-	1,208	1,988
Other assets				
Bangkok Bank Public Company Limited	100	166	-	-
ACL Securities Company Limited	-	13,951	-	13,951
Leasing Sinn Asia Company Limited	-	-	21	25
Interbank and money market items (liabilities)				
ACL Securities Company Limited	7,450	241,450	7,450	241,450
Bualuang Securities Company Limited	160,000	280,000	160,000	280,000
Finansia Syrus Securities Public Company Limited	55	82	55	82
Deposits and borrowings				
Leasing Sinn Asia Company Limited	-	-	1,270	5,562
M-Home SPV 3 Company Limited	9,735	3,574	9,735	3,574
Siam Piwat Company Limited	40,000	95,000	40,000	95,000
Siam Piwat Holding Company Limited	-	50,000	-	50,000
Related persons	55,720	57,322	55,720	57,322
Accrued interest payables				
ACL Securities Company Limited	2	55	2	55
Leasing Sinn Asia Company Limited	-	-	2	-
Bualuang Securities Company Limited	225	316	225	316
M-Home SPV 3 Company Limited	20	3	20	3
Siam Piwat Company Limited	98	80	98	80
Siam Piwat Holding Company Limited	-	119	-	119
Related persons	121	98	121	98
Off-balance sheet items				
Bangkok Bank Public Company Limited				
Forward contract - bought	650,664	1,124,239	650,664	1,124,239
Forward contract - sold	469,199	728,905	469,199	728,905

For restructured debts, interest rates will be according to conditions as stipulated in debt restructuring agreements.

(Unaudited but reviewed)

The Bank's policy in setting up allowance for doubtful accounts on loans to related parties is similar to other debtors. As at 31 March 2010 and 31 December 2009, the Bank set up allowance for doubtful accounts and allowance for revaluation on loans to related parties totaling Baht 93 million and Baht 76 million, respectively.

The deposits and borrowings mentioned above are promissory notes, deposit receipts or bills of exchange, carrying interest rates of 0.625 to 2.650 percent per annum.

As at 31 March 2010 and 31 December 2009, Bangkok Bank Public Company Limited obliged to guarantee the Bank totaling Baht 0.45 million and Baht 0.37 million, respectively.

Movements of loans (included interbank and money market items - assets) to related parties during the three-month period ended 31 March 2010 are as follows:

(Unit: Thousand Baht)

	31 December 2009	Addition during the period	Repayment during the period	31 March 2010	Period of contracts
Leasing Sinn Asia Company Limited	7,504,000	1,745,200	(63,500)	9,185,700	Revolving loans
Finansia Syrus Securities Public Company Limited	140,000	-	(100,000)	40,000	16 Sep 09 - 16 Sep 10

Movements of deposits and borrowings from related companies during the three-month period ended 31 March 2010 are as follows:

(Unit: Thousand Baht)

	31 December 2009	Deposits/ borrowings during the period	Repayment during the period	31 March 2010	Period of contracts
ACL Securities Company Limited	241,450	7,000	(241,000)	7,450	At call
ACL Securities Company Limited	-	546,000	(546,000)	-	Matured
Bualuang Securities Company Limited	280,000	520,000	(640,000)	160,000	At call
Finansia Syrus Securities Public Company Limited	82	2,100	(2,127)	55	At call
Leasing Sinn Asia Company Limited	5,562	40,030	(44,322)	1,270	At call
M Home SPV 3 Company Limited	3,574	11,377	(5,216)	9,735	At call
Siam Piwat Company Limited	95,000	40,000	(95,000)	40,000	25 Jan 10 - 26 Apr 10
Siam Piwat Holding Company Limited	50,000	-	(50,000)	-	Matured
Related persons	30,882	12,179	(12,648)	30,413	At call
Related persons	26,440	26,196	(27,329)	25,307	11 Nov 09 - 8 Feb 12

(Unaudited but reviewed)

For the three-month periods ended 31 March 2010 and 2009, the Bank paid salaries, bonuses, meeting allowances and other remunerations to its key management personnel, including directors, totaling Baht 33 million and Baht 32 million, respectively.

16. Contingent liabilities and commitments

16.1 Commitments

(Unit: Million Baht)

	Consolidated and separate financial statements					
	31 March 2010			31 December 2009		
	Baht	Foreign currency	Total	Baht	Foreign currency	Total
Avals to bill	15	-	15	49	-	49
Letters of credit	54	290	344	46	150	196
Other contingencies						
Forward exchange contracts - bought	-	17,230	17,230	-	17,544	17,544
Forward exchange contracts - sold	-	19,447	19,447	-	19,826	19,826
Interest rate swap contracts	10,310	-	10,310	10,610	-	10,610
Cross currency swap contracts						
Bought contracts	-	971	971	-	1,001	1,001
Cross currency and interest rate swap contracts						
Sold contracts	-	1,178	1,178	-	1,643	1,643
Shipping guarantees	-	-	-	-	1	1
Others	884	114	998	992	46	1,038
Total	<u>11,263</u>	<u>39,230</u>	<u>50,493</u>	<u>11,697</u>	<u>40,211</u>	<u>51,908</u>

16.2 Commitments under long-term leases and service agreement

As at 31 March 2010 and 31 December 2009, the Bank and its subsidiary had the following commitments under long-term lease and service agreements for their office spaces and equipment, and other service agreements as follows:

(Unit: Million Baht)

Year	Consolidated financial statements		Separate financial statements	
	31 March	31 December	31 March	31 December
	2010	2009	2010	2009
2010	57	75	46	62
2011	21	18	13	11
2012	12	10	8	7
2013	5	4	5	4
2014 onwards	39	27	40	26

16.3 Commitments under TAMC's management of the non-performing assets

From 2001 to 2003, the Bank transferred its non-performing loans to TAMC as described in Note 4.7 to the financial statements, the Bank is still jointly liable for a share of profits or losses arising from TAMC's management of the non-performing assets, at the end of fifth and tenth years, counting from 1 July 2001. The gains or losses cannot be estimated with certainty at this stage. However, as at 31 March 2010 and 31 December 2009, the Bank estimated its share of losses of Baht 222 million and Baht 222 million respectively which may be arisen at the end of the tenth year from the management of the non-performing assets. This estimated loss amounts are presented as a part of allowance for impairment on long-term investments in held-to-maturity debt securities, which is presented as a deduction item against promissory notes received from TAMC in settlement for the transfer prices.

16.4 Contingent liabilities from litigation

As at 31 March 2010 and 31 December 2009, the Bank and its subsidiary have contingent liabilities as a result of the following litigations for claims from the Bank and its subsidiary, which have been arisen in the ordinary course of business.

16.4.1 As at 31 March 2010, a litigation claim amounting to Baht 0.4 million has been filed against the Bank, which is currently being considered by the Appeals Court and the Bank's management estimated losses of approximately Baht 0.4 million from such claim, which are recorded under "Provisions for liabilities" in the balance sheet. As at 31 March 2010, the Bank has litigation claim status and provision for liabilities, which are the same as those as at 31 December 2009.

16.4.2 As at 31 March 2010, a litigation claim amounting to Baht 243 million had been filed against the Bank. However, the Appeals Court ordered the Bank to pay the plaintiff a total of Baht 50 million plus interest at 7.5 percent per annum, calculated from 11 June 1998 onwards. Therefore, the Bank estimated its liabilities at Baht 94.6 million (31 December 2009: Baht 93.7 million), and recorded this amount under "Provisions for liabilities" in the balance sheet. The litigation claim status as at 31 March 2010 is the same as that as at 31 December 2009.

16.4.3 As at 31 March 2010, the Bank has three outstanding litigation claims totaling Baht 8.2 million. A litigation claim of Baht 5.9 million of which was ordered dismissed by the Court on 27 October 2009 but the case has yet to be finalised. The remaining claims are being considered by the Court. However as at 31 March 2010, the Bank's management expects that the Bank may incur losses from the outstanding cases, and therefore, the Bank estimated and recorded the amount of Baht 1.7 million under "Provision for liabilities" in the balance sheet (31 December 2009: The Bank recorded no provision for those claims).

16.4.4 As at 31 March 2010 and 31 December 2009, ACL Securities Company Limited (a former subsidiary of the Bank), which the Bank divested as described in Note 4.4 to the financial statements, had contingent liabilities of Baht 75 million and Baht 75 million, respectively, as a result of a litigation claim made in a Labour Law case brought by a former executive, arising in the ordinary course of business of the subsidiary. Ruling of the Chief Justice of the Central Labour Court concluded that this case did not fall under the jurisdiction of the Labor Court. Later, ACL Securities Company Limited's former executive appealed this ruling to the Chief Justice of the Central Labour Court, which dismissed the petition to appeal. The former executive appealed to the Central Labor Court again the Central Labor Court's order not to accept his appeal and ACL Securities Company Limited submitted an objection to the submission of appeal made by its former executive. The former executive has filed a request to withdraw the appeal and withdraw the appeal petition submitted to the Central Labour Court. The request is awaiting the decision of the Supreme Court, and if the Supreme Court allows the withdrawal, the case will be considered final. Hence, the Bank has not set aside any provision for liabilities in respect of this case which was the same as that as at 31 December 2009. Furthermore, the Bank and its subsidiary have insurance covering directors' and employees' responsibilities, including coverage for labor-related lawsuits.

Moreover, the former executive, being a plaintiff in the above-mentioned case, sued the Bank and ACL Securities Company Limited in a civil law case to claim for compensation of Baht 117 million on infringing the contract. This case is currently being considered by the Court. However, the lawyer of this case considers that there is less likely that the Bank and its subsidiary have to pay the claim amount, the Bank and its subsidiary therefore recorded no provision for the claim.

(Unaudited but reviewed)

16.4.5 The Bank has contingent liabilities as a result of entering into the guarantee agreement as described in Note 4.4 to the financial statements. As at 31 March 2010 and 31 December 2009, the Bank's management assessed that no loss will be incurred as a result of such guarantee, and the Bank therefore recorded no provision in the financial statements.

16.5 Other commitments

The Bank is obliged to make contributions to the Institute of Deposit Protection within one month after the period ended 30 June and 31 December of every year, at a rate of 0.2 percent of the Bank's daily average deposit balance of each period.

17. Financial information by segment

The Bank's and its subsidiary's business operations involve 3 principal segments: (1) banking business (2) securities business and (3) hire purchase/finance leases business. These operations are mainly carried on in Thailand. Below is financial information by segment of the Bank and its subsidiary for the three-month periods ended 31 March 2010 and 2009, and as of 31 March 2010 and 31 December 2009:

(Unit: Million Baht)

	For the three-month periods ended 31 March											
	Banking business		Securities business		Hire purchase/finance leases business		Total		Elimination entries		Total	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
Interest and dividend income	638	826	-	9	193	146	831	981	(91)	(76)	740	905
Interest expenses	(202)	(376)	-	-	(97)	(76)	(299)	(452)	91	76	(208)	(376)
Net interest income and dividend income	436	450	-	9	96	70	532	529	-	-	532	529
Bad debt and doubtful accounts ⁽¹⁾	(126)	(262)	-	-	(22)	(26)	(148)	(288)	-	-	(148)	(288)
Net interest income and dividend income after bad debt and doubtful accounts	310	188	-	9	74	44	384	241	-	-	384	241
Non-interest income	53	229	-	16	24	9	77	254	-	(1)	77	253
Non-interest expenses	(255)	(252)	-	(58)	(60)	(43)	(315)	(353)	-	1	(315)	(352)
Earnings (loss) before income tax	108	165	-	(33)	38	10	146	142	-	-	146	142
Income tax	(24)	(38)	-	-	(12)	(12)	(36)	(50)	-	-	(36)	(50)
Net income (loss)	84	127	-	(33)	26	(2)	110	92	-	-	110	92

⁽¹⁾ Included loss on debt structuring/reversal of loss on debt restructuring.

(Unit: Million Baht)

	Hire purchase/finance leases business									
	Banking business		Hire purchase/finance leases business		Total		Elimination entries		Total	
	31 March 2010	31 December 2009	31 March 2010	31 December 2009	31 March 2010	31 December 2009	31 March 2010	31 December 2009	31 March 2010	31 December 2009
Investments - net	12,354	10,582	-	-	12,354	10,582	(1,000)	(1,000)	11,354	9,582
Loans and accrued interest receivables - net	42,881	45,005	10,941	9,238	53,822	54,243	(9,187)	(7,506)	44,635	46,737
Other assets	12,483	9,471	162	172	12,645	9,643	(2)	(5)	12,643	9,638
Total assets	67,718	65,058	11,103	9,410	78,821	74,468	(10,189)	(8,511)	68,632	65,957

Transfer prices between business segments are as set out in Note 15 to the financial statements.

18. Financial instruments

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

18.1 Credit Risk

Credit risk is the risk that the party to a financial agreement fails to honour an obligation and consequently cause the Bank and its subsidiary to incur a financial loss. The Bank and its subsidiary have disclosed significant concentrations of credit risk in Note 5.2 to the financial statements. The maximum amount of credit risk exposure is the carrying amount of the financial assets less provision for losses as stated in the balance sheets. The risk from off-balance sheet derivative financial instruments is presented in Note 16.1 to the financial statements.

In addition, the Bank manages credit risk by the following means, including through careful consideration of credit approval process, analysis of risk factors and the ability to service debts of borrowers and performing credit review to examine process, which examines and reviews the quality of the Bank's loan portfolio so as to prevent and provide a remedy for problem loans in the future.

18.2 Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

The Bank manages interest rate risk by means of an appropriate structuring of holdings in assets and liabilities with different repricing dates, taking into account the direction of market interest rates, in order to generate a suitable yield while maintaining risk at acceptable levels.

(Unaudited but reviewed)

As at 31 March 2010 and 31 December 2009, financial assets and liabilities classified by types of interest rate are as follows:

(Unit: Million Baht)

Transactions	Consolidated financial statements as at 31 March 2010			
	Outstanding balances of financial instruments			
	Floating interest rate	Fixed interest rate	No interest	Total
Financial assets				
Interbank and money market items - net	13	8,585	369	8,967
Investments - net	850	6,530	3,974	11,354
Loans	19,555	26,314	276	46,145
Financial liabilities				
Deposits	4,792	26,244	47	31,083
Interbank and money market items	720	587	6,483	7,790
Liabilities payable on demand	-	-	26	26
Borrowings	-	14,474	-	14,474

(Unit: Million Baht)

Transactions	Consolidated financial statements as at 31 December 2009			
	Outstanding balances of financial instruments			
	Floating interest rate	Fixed interest rate	No interest	Total
Financial assets				
Interbank and money market items - net	225	5,980	294	6,499
Investments – net	1,050	5,559	2,973	9,582
Loans	20,091	27,705	231	48,027
Financial liabilities				
Deposits	7,726	22,626	54	30,406
Interbank and money market items	528	1,356	3	1,887
Liabilities payable on demand	-	-	375	375
Borrowings	-	18,774	-	18,774

(Unit: Million Baht)

Transactions	Separate financial statements as at 31 March 2010			
	Outstanding balances of financial instruments			
	Floating interest rate	Fixed interest rate	No interest	Total
Financial assets				
Interbank and money market items - net	2	8,585	353	8,940
Investments - net	850	6,530	4,968	12,348
Loans	19,555	24,629	44	44,228
Financial liabilities				
Deposits	4,793	26,244	47	31,084
Interbank and money market items	202	587	6,483	7,272
Liabilities payable on demand	-	-	26	26
Borrowings	-	14,474	-	14,474

(Unaudited but reviewed)

(Unit: Million Baht)

Separate financial statements as at 31 December 2009				
Outstanding balances of financial instruments				
Transactions	Floating interest rate	Fixed interest rate	No interest	Total
Financial assets				
Interbank and money market items - net	140	5,980	285	6,405
Investments - net	1,050	5,559	3,969	10,578
Loans	20,751	25,355	44	46,150
Financial liabilities				
Deposits	7,731	22,626	54	30,411
Interbank and money market items	9	1,356	3	1,368
Liabilities payable on demand	-	-	375	375
Borrowings	-	18,774	-	18,774

In addition, the Bank entered into interest rate swap contracts as described in Note 18.5 to the financial statements.

The periods of time from the balance sheet date to the repricing or maturity dates (whichever dates are earlier) of financial instruments which have fixed interest rates are as follows:

(Unit: Million Baht)							
Consolidated financial statements as at 31 March 2010							
Transactions	Repricing or maturity date					Total	Average interest rates
	At call	0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years		
Financial assets							
Interbank and money market items – net	-	8,545	40	-	-	8,585	1.23%
Investments – net	-	25	739	4,001	1,765	6,530	4.40%
Loans	1,761	11,778	3,464	8,824	487	26,314	5.63%
Financial liabilities							
Deposits	2,752	13,643	5,766	4,083	-	26,244	1.65%
Interbank and money market items	378	158	51	-	-	587	1.29%
Borrowings	821	8,840	4,749	64	-	14,474	1.59%

(Unit: Million Baht)							
Consolidated financial statements as at 31 December 2009							
Transactions	Repricing or maturity date					Total	Average interest rates
	At call	0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years		
Financial assets							
Interbank and money market items - net	-	5,980	-	-	-	5,980	1.20%
Investments - net	-	150	396	3,266	1,747	5,559	4.71%
Loans	2,121	12,979	4,518	7,642	445	27,705	5.31%
Financial liabilities							
Deposits	1,500	12,325	6,723	2,078	-	22,626	1.42%
Interbank and money market items	722	615	19	-	-	1,356	1.13%
Borrowings	1,073	13,128	4,440	133	-	18,774	1.57%

(Unaudited but reviewed)

(Unit: Million Baht)

Transactions	Separate financial statements as at 31 March 2010						Average interest rates
	At call	Repricing or maturity date				Total	
		0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years		
Financial assets							
Interbank and money market items - net	-	8,545	40	-	-	8,585	1.23%
Investments - net	-	25	739	4,001	1,765	6,530	4.40%
Loans	2,875	10,890	2,485	7,983	396	24,629	5.43%
Financial liabilities							
Deposits	2,752	13,643	5,766	4,083	-	26,244	1.65%
Interbank and money market items	378	158	51	-	-	587	1.29%
Borrowings	821	8,840	4,749	64	-	14,474	1.59%

(Unit: Million Baht)

Transactions	Separate financial statements as at 31 December 2009						Average interest rates
	At call	Repricing or maturity date				Total	
		0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years		
Financial assets							
Interbank and money market items - net	-	5,980	-	-	-	5,980	1.20%
Investments - net	-	150	396	3,266	1,747	5,559	4.71%
Loans	2,121	12,210	3,081	7,542	401	25,355	5.09%
Financial liabilities							
Deposits	1,500	12,325	6,723	2,078	-	22,626	1.42%
Interbank and money market items	722	615	19	-	-	1,356	1.13%
Borrowings	1,073	13,128	4,440	133	-	18,774	1.57%

In addition, the average balances of the financial assets or liabilities of the Bank generating revenues or incurring expenses, calculated based on the average balances outstanding during the periods, and the average interest and dividend rates for the three-month periods ended 31 March 2010 and 2009 can be summarised as follows:

(Unit: Million Baht)

	Separate financial statements					
	For the three-month period ended 31 March 2010			For the three-month period ended 31 March 2009		
	Average Balances	Interest and dividend	Average rate (% per annum)	Average balances	Interest and dividend	Average rate (% per annum)
Performing financial assets						
Interbank and money market items	6,675	17	1.02%	7,383	43	2.33%
Investments	11,976	102	3.41%	14,127	117	3.31%
Loans	44,983	519	4.62%	44,005	666	6.05%
Performing financial liabilities						
Deposits	31,406	100	1.27%	39,156	268	2.74%
Interbank and money market items	2,541	34	5.35%	1,755	15	3.42%
Borrowings	17,143	68	1.59%	12,729	92	2.89%

18.3 Liquidity risk

Liquidity risk is the risk that the Bank will be unable to liquidate its financial assets and/or procure sufficient funds to discharge its obligations in a timely manner, resulting in the Bank incurring a financial loss.

The Bank manages liquidity risk by means of appropriate structuring of short-term and long-term sources of fund. In addition, the Bank has a policy to maintain liquidity in line with the liquidity maintenance principles stipulated by the Bank of Thailand, to ensure that it has sufficient liquidity to meet both present and future requirements.

The periods to the maturity, counting from the balance sheet dates, of financial instruments outstanding as at 31 March 2010 and 31 December 2009, are as follows:

(Unit: Million Baht)

Consolidated financial statements as at 31 March 2010								
Transactions	At call	0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years	Non -		Total
						Unspecified	performing loans	
Financial assets								
Interbank and money market items - net	382	8,545	40	-	-	-	-	8,967
Investments - net	-	25	4,309	4,851	1,765	404	-	11,354
Loans	303	12,404	6,950	21,463	1,786	-	3,239	46,145
Financial liabilities								
Deposits	7,591	13,643	5,766	4,083	-	-	-	31,083
Interbank and money market items	7,063	158	569	-	-	-	-	7,790
Liabilities payable on demand	26	-	-	-	-	-	-	26
Borrowings	821	8,840	4,749	64	-	-	-	14,474
Off-balance sheet items								
Avals to bill and guarantees of loans	-	15	-	-	-	-	-	15
Letters of credit	-	327	17	-	-	-	-	344
Other contingencies	494	11,093	24,115	13,882	550	-	-	50,134

(Unit: Million Baht)

Consolidated financial statements as at 31 December 2009								
Transactions	At call	0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years	Non -		Total
						Unspecified	performing loans	
Financial assets								
Interbank and money market items - net	379	5,980	140	-	-	-	-	6,499
Investments - net	65	1,163	2,054	4,149	1,747	404	-	9,582
Loans	45	15,138	7,405	20,782	1,939	-	2,718	48,027
Financial liabilities								
Deposits	9,280	12,325	6,723	2,078	-	-	-	30,406
Interbank and money market items	735	615	432	105	-	-	-	1,887
Liabilities payable on demand	375	-	-	-	-	-	-	375
Borrowings	1,073	13,128	4,440	133	-	-	-	18,774
Off-balance sheet items								
Avals to bill and guarantees of loans	-	48	1	-	-	-	-	49
Letters of credit	-	187	9	-	-	-	-	196
Other contingencies	546	9,281	27,975	12,966	896	-	-	51,664

(Unaudited but reviewed)

(Unit: Million Baht)

Separate financial statements as at 31 March 2010

Transactions	At call	0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years	Unspecified	Non -	Total
							performing loans	
Financial assets								
Interbank and money market items - net	355	8,545	40	-	-	-	-	8,940
Investments - net	-	25	4,309	4,851	1,765	1,398	-	12,348
Loans	1,417	11,516	5,971	20,622	1,695	-	3,007	44,228
Financial liabilities								
Deposits	7,592	13,643	5,766	4,083	-	-	-	31,084
Interbank and money market items	7,063	158	51	-	-	-	-	7,272
Liabilities payable on demand	26	-	-	-	-	-	-	26
Borrowings	821	8,840	4,749	64	-	-	-	14,474
Off-balance sheet items								
Avals to bill and guarantees of loans	-	15	-	-	-	-	-	15
Letters of credit	-	327	17	-	-	-	-	344
Other contingencies	494	11,093	24,115	13,882	550	-	-	50,134

(Unit: Million Baht)

Separate financial statements as at 31 December 2009

Transactions	At call	0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years	Unspecified	Non -	Total
							performing loans	
Financial assets								
Interbank and money market items - net	285	5,980	140	-	-	-	-	6,405
Investments - net	65	1,163	2,054	4,149	1,747	1,400	-	10,578
Loans	705	14,369	5,968	20,681	1,895	-	2,532	46,150
Financial liabilities								
Deposits	9,285	12,325	6,723	2,078	-	-	-	30,411
Interbank and money market items	734	615	19	-	-	-	-	1,368
Liabilities payable on demand	375	-	-	-	-	-	-	375
Borrowings	1,073	13,128	4,440	133	-	-	-	18,774
Off-balance sheet items								
Avals to bill and guarantees of loans	-	48	1	-	-	-	-	49
Letters of credit	-	187	9	-	-	-	-	196
Other contingencies	546	9,281	27,975	12,966	896	-	-	51,664

18.4 Foreign exchange risk

Foreign exchange risk is the risk that changes in foreign exchange rates may result in changes in the value of financial instruments, and fluctuations in revenues or the values of financial assets and liabilities.

Since the Bank has foreign exchange transactions, it may be exposed to foreign exchange risk. However, the Bank has a policy to hedge this foreign exchange exposure through management of its net foreign exchange position and operating in accordance with a risk management policy.

(Unaudited but reviewed)

The Bank's and its subsidiary's significant foreign currency position as at 31 March 2010 and 31 December 2009 can be summarised as follows:

Consolidated and separate financial statements as at 31 March 2010								
Outstanding balances of financial instruments								
				New				
	US dollar	Euro	Yen	Pound sterling	Zealand dollar	Australian dollar	Hong Kong Dollar	Singapore Dollar
	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)
<u>In-balance foreign currency position</u>								
Interbank and money market items (assets)	46.15	0.36	5.92	1.17	1.30	1.48	0.01	0.01
Investments	2,680.02	-	-	-	-	-	-	-
Loans and accrued interest receivables	60.17	25.45	-	-	-	-	-	-
Deposits and accrued interest payables	15.14	-	-	-	-	2.09	-	-
<u>Off-balance foreign currency position</u>								
Letters of credit	281.59	8.68	-	-	-	-	0.07	0.01
Bought forward contracts	17,212.41	14.07	1.60	-	-	2.08	-	-
Sold forward contracts	19,405.56	39.52	1.60	-	-	-	-	-
Cross currency swap contracts								
Bought contracts	971.20	-	-	-	-	-	-	-
Cross currency interest rate swap contracts								
Sold contracts	1,178.06	-	-	-	-	-	-	-
Other contingencies	110.06	2.45	1.60	-	-	-	-	-
Average exchange rate as at 31 March 2010								
(Baht per 1 foreign currency unit)	32.3733	43.4116	0.3473	48.7961	22.9851	29.6431	4.1691	23.1036
Consolidated and separate financial statements as at 31 December 2009								
Outstanding balances of financial instruments								
				New				
	US dollar	Euro	Yen	Pound sterling	Zealand dollar	Australian dollar	Hong Kong Dollar	Singapore Dollar
	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)
<u>In-balance foreign currency position</u>								
Interbank and money market items (assets)	13.72	0.55	0.11	1.06	1.35	1.49	0.10	0.01
Investments	2,848.40	-	-	-	-	-	-	-
Loans and accrued interest receivables	111.72	34.89	-	-	-	-	-	-
Deposits	11.58	-	-	-	-	2.09	-	-
<u>Off-balance foreign currency position</u>								
Letters of credit	150.51	-	-	-	-	-	-	-
Bought forward contracts	17,529.49	12.05	-	-	-	2.08	-	-
Sold forward contracts	19,783.96	42.34	-	-	-	-	-	-
Cross currency swap contracts								
Bought contracts	1,001.06	-	-	-	-	-	-	-
Cross currency interest rate swap contracts								
Sold contracts	1,643.08	-	-	-	-	-	-	-
Other contingencies	42.32	4.23	1.01	-	-	-	-	-
Average exchange rate as at 31 December 2009								
(Baht per 1 foreign currency unit)	33.3688	47.7934	0.3623	53.0306	23.8741	29.7663	4.3027	23.7287

18.5 Financial derivatives

The Bank engages in financial derivatives activities as required in the normal course of business of the Bank to meet its clients' needs and to manage the risks of the Bank arising from fluctuations in foreign exchange rates and interest rates.

The Bank has a policy to mitigate risk associated with financial derivatives by stipulating policies and limits that require risk reporting and control procedures for the various types of risk, as a control over financial derivative activities. The Bank manages the credit risk associated with financial derivatives on the basis of the credit limits granted to customers in general. The same credit approval process that is used when granting loans to a customer is adopted for financial derivative customers, so that the Bank is able to maintain risk at acceptable levels.

The Bank has entered into interest rate swap contracts in order to manage risk associated with loans and investments, as follows:

	Consolidated and separate financial statements					
	31 March 2010			31 December 2009		
	Notional amount		Maturity	Notional amount		Maturity
Interest rate swap contracts						
- swap the fixed interest rates for the floating interest	8,710	Million Baht	2010 - 2013	9,010	Million Baht	2010 - 2013
- swap the floating interest rates for the fixed interest rates	1,600	Million Baht	2011 - 2012	1,600	Million Baht	2011 - 2012

The Bank has entered into cross currency interest rate swap contracts in order to manage the risk associated with investments in foreign debt securities, as follows:

	Consolidated and separate financial statements					
	31 March 2010			31 December 2009		
	Notional amount		Maturity	Notional amount		Maturity
Cross currency interest rate swap contracts						
- pay interest at a fixed rate on USD notional amounts and to receive interest at a floating rate in on Baht notional amounts	15	Million USD	2012 - 2016	28	Million USD	2011 - 2017
- pay interest at a fixed rate on USD notional amount and to receive at a fixed rate on Baht notional amounts	21	Million USD	2010 - 2016	21	Million USD	2010 - 2016

(Unaudited but reviewed)

During the three-month period ended 31 March 2010, the Bank unwinded cross currency interest rate swap contracts with notional amounts totaling USD 13 million prior to the maturity date. Such contracts were recorded as assets having the book value on the unwinding date of Baht 19 million and the Bank paid Baht 1 million to unwind those contracts cancellation. As a result, the Bank incurred losses on the unwinding of these contracts amounting to Baht 20 million, which was already recognised by the Bank as loss in the statement of income for the three-month period ended 31 March 2010.

In addition, the Bank has also entered into cross currency swap contracts for trading purposes for arbitrage profits, as follow:

	Consolidated and separate financial statements					
	31 March 2010			31 December 2009		
	Notional amount	Maturity		Notional amount	Maturity	
Cross currency swap contracts						
- pay interest at a fixed rate on Baht notional amounts and to receive interest at a fixed rate on USD notional amounts	30 Million USD	2010		30 Million USD	2010	

As at 31 March 2010 and 31 December 2009, financial derivatives, classified by their maturities, are as follows:

	(Unit: Million Baht)					
	Consolidated and separate financial statements					
	As at 31 March 2010			As at 31 December 2009		
	Less than 1 year	Over 1 year	Total	Less than 1 year	Over 1 year	Total
Forward exchange contracts						
- Bought	14,317	2,913	17,230	15,542	2,002	17,544
- Sold	16,274	3,173	19,447	17,557	2,269	19,826
Interest rate swap contracts	3,030	7,280	10,310	2,530	8,080	10,610
Cross currency swap contracts						
- Bought	971	-	971	1,001	-	1,001
Cross currency and interest rate swap contracts						
- Sold	207	971	1,178	213	1,430	1,643

18.6 Fair value

Fair value represents the amount for which an asset could be exchanged between knowledgeable and willing parties in an arm's length transaction. The Bank has estimated the fair value of their financial instruments as follows:

(a) Financial assets

The methodology used for determining the fair value is dependent upon the characteristics of the financial instruments. The fair values of financial assets are presented as the amount stated in the balance sheets, including cash, interbank and money market items and loans, which are considered to approximate their respective carrying value since they are predominantly subject to market interest rates. Financial instruments that have standard terms and conditions and which are traded on an active and liquid market, such as investment in securities, fair values are determined from the quoted market price.

(b) Financial liabilities

The fair values of financial liabilities, including deposits, borrowings and interbank and money market items, are considered to approximate their respective carrying values for the same reasons as described above.

As at 31 March 2010 and 31 December 2009, there are no material differences between the book value of financial instruments and their fair values.

19. Subsequent events

19.1 On 21 April 2010, Industrial and Commercial Bank of China Limited, who is the investor as described in Note 1.2 to the financial statements and made the tender offer to buy all shares of the Bank, reported the result of its tender offer for securities of the Bank to the Secretary of the Office of the Securities and Exchange Commission that it purchased all 1,546,568,601 shares being offered for sale in response to the tender offer, or equivalent to 97.24 percent of the issued and paid-up share capital of the Bank that carry voting rights.

However, such investor made full payment for its purchase of shares to those accepting the offer on 21 April 2010, and the registration of new shareholders with the authorities is in progress.

(Unaudited but reviewed)

19.2 The resolutions passed at the Board of Directors' Meeting No. 5/2010 held on 23 April 2010 were as follows:

19.2.1 Approving the change of the Bank's name from "ACL Bank Public Company Limited" to "Industrial and Commercial Bank of China (Thai) Public Company Limited", which is subject to further approval by the shareholders and relevant authorities.

19.2.2 Approving the voluntary delisting of the Bank's shares from the Stock Exchange of Thailand, which is subject to further approval by the shareholders and relevant authorities.

The Bank arranged to hold the Extraordinary General Meeting of the Shareholders No. 1/2010 on 26 June 2010 to consider approval of the matters as described above.

19.3 On 4 May 2010, the Bank registered the conversion of 499,795,772 preference shares into ordinary shares. Hence, the registered share capital of the Bank comprises 1,587,719,304 ordinary shares and 2,733,641 preference shares.

20. Approval of interim financial statements

These interim financial statements were authorised for issue by the Audit Committee of the Bank on 13 May 2010.