

REVIEW REPORT OF THE AUDITOR AND FINANCIAL STATEMENTS  
EXPORT – IMPORT BANK OF THAILAND  
FOR THE THREE – MONTH PERIOD ENDED MARCH 31, 2012  
(TRANSLATION)

(TRANSLATION)

AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

TO : MINISTER OF FINANCE

The Office of the Auditor General has reviewed the statements of financial position, in which the equity method is applied to investment and the Bank's statements of financial position of the Export-Import Bank of Thailand as at March 31, 2012, and the related statements of comprehensive income, changes in shareholders' equity and cash flows, in which the equity method is applied to investment and the Bank's statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month periods ended March 31, 2012 and 2011. The Bank's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34: Interim Financial Reporting. The responsibility of the Office of the Auditor General is to express a conclusion on this interim financial information based on the reviews.

**Scope of review**

The Office of the Auditor General conducted the reviews in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with auditing standards and consequently does not enable to obtain assurance that the Office of the Auditor General would become aware of all significant matters that might be identified in an audit. Accordingly, the Office of the Auditor General does not express an audit opinion.

**Conclusion**

Based on the reviews, nothing has come to the attention that causes the Office of the Auditor General to believe that the interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34: Interim Financial Reporting.

Statements of financial position as at December 31, 2011 for comparative purposes

The Office of the Auditor General has previously audited the financial statements, in which the equity method is applied to investment and the Bank's financial statements of the Export-Import Bank of Thailand for the year ended December 31, 2011 in accordance with Thai auditing standards and expressed an unqualified opinion on those statements in report dated February 29, 2012. The financial statements, in which the equity method is applied to investment and the Bank's financial statements of the Export-Import Bank of Thailand as at December 31, 2011, as presented herein for comparative purposes, are components of the above mentioned financial statements. The Office of the Auditor General has not performed any auditing procedures since the date of audit report.

(Signed) *Janya Pengpreecha*

(Miss Janya Pengpreecha)

Director of Audit Office No.1

(Signed) *Atinuch Thienchaiwattana*

(Mrs. Atinuch Thienchaiwattana)

Auditor in Charge

Office of the Auditor General

May 30, 2012

EXPORT-IMPORT BANK OF THAILAND  
STATEMENTS OF FINANCIAL POSITION  
AS AT MARCH 31, 2012 AND DECEMBER 31, 2011

Unit : Baht

	<u>Notes</u>	<u>Financial Statements in which the equity method is applied to investment</u>		<u>The Bank's Financial Statements</u>	
		<u>March 31, 2012</u>	<u>December 31, 2011</u>	<u>March 31, 2012</u>	<u>December 31, 2011</u>
		<u>"Unaudited"</u>	<u>"Audited"</u>	<u>"Unaudited"</u>	<u>"Audited"</u>
		<u>"Reviewed"</u>		<u>"Reviewed"</u>	
<b>ASSETS</b>					
Cash		3,199,076	216,866	3,199,076	216,866
Interbank and money market items, net		6,928,434,792	5,060,907,518	6,928,434,792	5,060,907,518
Derivative assets	5.2	267,706,163	637,049,455	267,706,163	637,049,455
Investments, net	5.3	3,265,858,198	3,411,851,704	3,265,858,198	3,411,851,704
Investments in subsidiaries and associates, net	5.4	4,510,463	4,498,193	4,286,500	4,286,500
Loans to customers and accrued interest receivables, net	5.5				
Loans to customers		64,371,372,395	65,449,452,596	64,371,372,395	65,449,452,596
Accrued interest receivables		707,899,253	517,440,360	707,899,253	517,440,360
Total loans to customers and accrued interest receivables		65,079,271,648	65,966,892,956	65,079,271,648	65,966,892,956
<u>Less</u> Deferred revenue		8,290,974	6,499,168	8,290,974	6,499,168
<u>Less</u> Allowance for doubtful accounts	5.6	3,004,013,556	2,764,691,971	3,004,013,556	2,764,691,971
<u>Less</u> Revaluation allowance for debt restructuring	5.7	416,613,826	238,729,510	416,613,826	238,729,510
Total loans to customers and accrued interest receivables, net		61,650,353,292	62,956,972,307	61,650,353,292	62,956,972,307
Properties foreclosed, net		1,006,520,171	1,083,395,503	1,006,520,171	1,083,395,503
Premises and equipment, net		871,770,708	878,643,980	871,770,708	878,643,980
Intangible assets, net		32,449,214	28,106,870	32,449,214	28,106,870
Accrued interest receivables not related to loans		8,095,359	5,641,576	8,095,359	5,641,576
Revenue receivables		41,152,167	13,694,504	41,152,167	13,694,504
Prepaid expenses		12,029,683	10,628,356	12,029,683	10,628,356
Other assets, net		59,789,751	17,378,808	59,789,751	17,378,808
Total Assets		74,151,869,037	74,108,985,640	74,151,645,074	74,108,773,947

The notes to the financial statements are an integral part of these statements.

EXPORT-IMPORT BANK OF THAILAND  
STATEMENTS OF FINANCIAL POSITION (CONTINUED)  
AS AT MARCH 31, 2012 AND DECEMBER 31, 2011

Unit : Baht

	Notes	Financial Statements in which the equity method is applied to investment		The Bank's Financial Statements	
		March 31, 2012 "Unaudited" "Reviewed"	December 31, 2011 "Audited"	March 31, 2012 "Unaudited" "Reviewed"	December 31, 2011 "Audited"
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>					
Deposits		7,805,680,025	7,818,030,313	7,805,680,025	7,818,030,313
Interbank and money market items, net		6,674,478,596	6,172,063,578	6,674,478,596	6,172,063,578
Liabilities payable on demand		147,548,344	173,808,499	147,548,344	173,808,499
Derivative liabilities	5.2	244,186,233	315,383,489	244,186,233	315,383,489
Debt issued and borrowings	5.8	42,863,623,773	43,275,265,784	42,863,623,773	43,275,265,784
Provisions	5.9	243,515,377	242,664,965	243,515,377	242,664,965
Accrued interest payables		277,261,714	322,522,944	277,261,714	322,522,944
Allowance for export credit insurance		193,087,000	162,867,281	193,087,000	162,867,281
Other liabilities		265,812,893	348,282,988	265,812,893	348,282,988
<b>Total Liabilities</b>		<b>58,715,193,955</b>	<b>58,830,889,841</b>	<b>58,715,193,955</b>	<b>58,830,889,841</b>
Shareholders' equity					
Capital	5.10	12,800,000,000	12,800,000,000	12,800,000,000	12,800,000,000
Paid-up capital		12,800,000,000	12,800,000,000	12,800,000,000	12,800,000,000
Other components of equity		1,324,418	1,700,281	1,324,418	1,700,281
Retained earnings					
Appropriated					
Legal reserve		3,126,853,887	2,824,553,887	3,126,853,887	2,824,553,887
Unappropriated		(491,503,223)	(348,158,369)	(491,727,186)	(348,370,062)
<b>Total shareholders' equity</b>		<b>15,436,675,082</b>	<b>15,278,095,799</b>	<b>15,436,451,119</b>	<b>15,277,884,106</b>
<b>Total Liabilities and Shareholders' Equity</b>		<b>74,151,869,037</b>	<b>74,108,985,640</b>	<b>74,151,645,074</b>	<b>74,108,773,947</b>

The notes to the financial statements are an integral part of these statements.

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(Mr. Prasong Poontaneat)

Chairman

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(Mr. Kanit Sukonthaman)

President

EXPORT-IMPORT BANK OF THAILAND  
STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE THREE - MONTH PERIODS ENDED MARCH 31, 2012 AND 2011

	<u>Notes</u>	<u>Financial Statements in which the equity method is applied to investment</u>		<u>The Bank's Financial Statements</u>	
		<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
				Unit : Baht	
Interest revenue	5.16	935,971,293	613,884,671	935,971,293	613,884,671
Interest expenses	5.17	293,094,685	233,445,207	293,094,685	233,445,207
Net interest income		<u>642,876,608</u>	<u>380,439,464</u>	<u>642,876,608</u>	<u>380,439,464</u>
Fees and service revenue		<u>172,129,797</u>	<u>154,385,857</u>	<u>172,129,797</u>	<u>154,385,857</u>
Loans to customer and accrued interest receivables, net		<u>41,384,857</u>	<u>23,823,947</u>	<u>41,384,857</u>	<u>23,823,947</u>
Loans to customer	5.18	<u>130,744,940</u>	<u>130,561,910</u>	<u>130,744,940</u>	<u>130,561,910</u>
Gains on trading and foreign exchange transactions	5.19	(16,166,947)	(4,801,118)	(16,166,947)	(4,801,118)
Gains (losses) on investments	5.20	4,044,082	(10,197,420)	4,044,082	(10,197,420)
Share of profit (loss) from investments on equity method		12,270	(774,827)	-	-
Written-down debt recovered		82,400,235	80,419,707	82,400,235	80,419,707
Other operating revenue		<u>2,497,632</u>	<u>1,865,747</u>	<u>2,497,632</u>	<u>1,865,747</u>
Total operating revenue		<u>72,787,272</u>	<u>66,512,089</u>	<u>72,775,002</u>	<u>67,286,916</u>
Other operating expenses					
Personnel expenses		133,443,350	135,820,415	133,443,350	135,820,415
Directors' remuneration		747,100	715,000	747,100	715,000
Premises and equipment expenses		13,654,893	16,857,368	13,654,893	16,857,368
Taxes and duties		2,496	2,502	2,496	2,502
Loss on claims and provision for insurance service		31,216,281	5,927,714	31,216,281	5,927,714
Loss on impairment of properties foreclosed		73,665,333	31,019,422	73,665,333	31,019,422
Others		<u>3,734,911</u>	<u>30,615,382</u>	<u>3,734,911</u>	<u>30,615,382</u>
Total operating expenses		<u>256,464,364</u>	<u>220,957,803</u>	<u>256,464,364</u>	<u>220,957,803</u>
Impairment loss of loans and debt securities	5.21	<u>430,989,310</u>	<u>211,461,998</u>	<u>430,989,310</u>	<u>211,461,998</u>
Net income		<u>158,955,146</u>	<u>145,093,662</u>	<u>158,942,876</u>	<u>145,868,489</u>
Other comprehensive income (loss)					
Gain (loss) on revaluation of available-for-sale investments		(375,863)	5,199,838	(375,863)	5,199,838
Total other comprehensive income (loss)		<u>(375,863)</u>	<u>5,199,838</u>	<u>(375,863)</u>	<u>5,199,838</u>
Total comprehensive income		<u>158,579,283</u>	<u>150,293,500</u>	<u>158,567,013</u>	<u>151,068,327</u>

The notes to the financial statements are an integral part of these statements.

EXPORT-IMPORT BANK OF THAILAND  
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY  
FOR THE THREE - MONTH PERIODS ENDED MARCH 31, 2012 AND 2011  
FINANCIAL STATEMENTS IN WHICH THE EQUITY METHOD IS APPLIED TO INVESTMENT

Notes	Capital	Other Components of Equity		Appropriated Retained Earnings	Unappropriated Retained Earnings	Unit : Baht Total
		Hedging Reserves	Revaluation			
			Surplus (Deficit) on			
			Investments			
Beginning balance as at January 1, 2011	12,800,000,000	40,637,218	(6,092,885)	2,752,153,887	(733,421,701)	14,853,276,519
Effect of change in accounting policies	-	(40,637,218)	-	-	-	(40,637,218)
Balance as at January 1, 2011 after adjustment	12,800,000,000	-	(6,092,885)	2,752,153,887	(733,421,701)	14,812,639,301
Legal reserve	-	-	-	72,400,000	(72,400,000)	-
Loans to customer	-	-	5,199,838	-	145,093,662	150,293,500
Ending balance as at March 31, 2011	12,800,000,000	-	(893,047)	2,824,553,887	(660,728,039)	14,962,932,801
Beginning balance as at January 1, 2012	12,800,000,000	-	1,700,281	2,824,553,887	(348,158,369)	15,278,095,799
Legal reserve	-	-	-	302,300,000	(302,300,000)	-
Total comprehensive income	-	-	(375,863)	-	158,955,146	158,579,283
Ending balance as at March 31, 2012	12,800,000,000	-	1,324,418	3,126,853,887	(491,503,223)	15,436,675,082

The notes to the financial statements are an integral part of these statements.

EXPORT-IMPORT BANK OF THAILAND  
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY  
FOR THE THREE - MONTH PERIODS ENDED MARCH 31, 2012 AND 2011  
THE BANK'S FINANCIAL STATEMENTS

Notes	Capital	Other Components of Equity		Appropriated	Unappropriated	Unit : Baht
		Hedging Reserves	Revaluation Surplus (Deficit) on Investments	Retained Earnings	Retained Earnings	Total
Beginning balance as at January 1, 2011	12,800,000,000	40,637,218	(6,092,885)	2,752,153,887	(733,593,729)	14,853,104,491
Effect of change in accounting policies	-	(40,637,218)	-	-	-	(40,637,218)
Balance as at January 1, 2011 after adjustment	12,800,000,000	-	(6,092,885)	2,752,153,887	(733,593,729)	14,812,467,273
Legal reserve	-	-	-	72,400,000	(72,400,000)	-
Loans to customer	-	-	5,199,838	-	145,868,489	151,068,327
Ending balance as at March 31, 2011	12,800,000,000	-	(893,047)	2,824,553,887	(660,125,240)	14,963,535,600
Beginning balance as at January 1, 2012	12,800,000,000	-	1,700,281	2,824,553,887	(348,370,062)	15,277,884,106
Legal reserve	-	-	-	302,300,000	(302,300,000)	-
Total comprehensive income	-	-	(375,863)	-	158,942,876	158,567,013
Ending balance as at March 31, 2012	12,800,000,000	-	1,324,418	3,126,853,887	(491,727,186)	15,436,451,119

The notes to the financial statements are an integral part of these statements.



EXPORT-IMPORT BANK OF THAILAND  
STATEMENTS OF CASH FLOWS  
FOR THE THREE - MONTH PERIODS ENDED MARCH 31, 2012 AND 2011

	<u>Financial Statements in which</u>		<u>The Bank's Financial Statements</u>	
	<u>the equity method is</u>			
	<u>applied to investment</u>		<u>2012</u>	<u>2011</u>
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Unit : Baht				
<b>Cash flows from operating activities</b>				
Net income	158,955,146	145,093,662	158,942,876	145,868,489
Adjustments to reconcile net income to net cash from operating activities				
Depreciation and amortization	13,323,448	12,677,948	13,323,448	12,677,948
Bad debt and doubtful accounts	250,801,393	191,745,422	250,801,393	191,745,422
Loss on debt restructuring	180,125,463	19,683,085	180,125,463	19,683,085
Written-down debt recovered (reversal)	(74,219,794)	(3,285,654)	(74,219,794)	(3,285,654)
(Gain) loss on disposal of assets	(127,832)	(919,864)	(127,832)	(919,864)
Gain on sale of properties foreclosed	(1,470,000)	(8,400,311)	(1,470,000)	(8,400,311)
Loss on impairment of properties foreclosed	75,135,333	39,419,733	75,135,333	39,419,733
(Gain) Loss on foreign currency	27,499,031	(96,469,636)	27,499,031	(96,469,636)
Derivative revaluation	14,960,627	33,319,031	14,960,627	33,319,031
Loss on sale of debt securities	-	1,943,058	-	1,943,058
(Reversal) loss on impairment of general investments	(4,044,082)	8,254,362	(4,044,082)	8,254,362
Share of profit (loss) from investments on equity method	(12,270)	774,827	-	-
Amortization of premium (discount) on debt securities	(6,932,202)	2,855,077	(6,932,202)	2,855,077
Increase in provisions	1,359,272	17,862,150	1,359,272	17,862,150
Bad debt and provision for other receivables (reversal)	(38,998,254)	633,601	(38,998,254)	633,601
Loss on claims and provision for insurance service	59,669,161	5,747,078	59,669,161	5,747,078
(Increase) decrease in revenue receivables	(27,457,664)	(2,898,218)	(27,457,664)	(2,898,218)
(Increase) decrease in prepaid expenses	(1,444,722)	(1,530,842)	(1,444,722)	(1,530,842)
Increase (decrease) in other accrued expenses	12,190,580	5,593,162	12,190,580	5,593,162
	639,312,634	372,097,671	639,312,634	372,097,671
Net interest income	(642,876,608)	(385,842,294)	(642,876,608)	(385,842,294)
Proceeds from interest income	734,765,001	534,142,307	734,765,001	534,142,307
Interest expense paid	(336,137,506)	(241,886,280)	(336,137,506)	(241,886,280)
Income from operations before changes in operating assets and liabilities	395,063,521	278,511,404	395,063,521	278,511,404
(Increase) decrease in operating assets				
Interbank and money market items	(1,892,682,857)	270,597,430	(1,892,682,857)	270,597,430
Loans, net	567,498,771	(5,984,623,238)	567,498,771	(5,984,623,238)
Properties foreclosed, net	1,740,000	16,312,311	1,740,000	16,312,311
Other assets, net	(43,020,489)	(1,436,288)	(43,020,489)	(1,436,288)

The notes to the financial statements are an integral part of these statements.

EXPORT-IMPORT BANK OF THAILAND  
STATEMENTS OF CASH FLOWS (CONTINUED)  
FOR THE THREE - MONTH PERIODS ENDED MARCH 31, 2012 AND 2011

	<u>Financial Statements in which</u>		<u>The Bank's Financial Statements</u>	
	<u>the equity method is</u>			
	<u>applied to investment</u>			
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Unit : Baht				
<b>Cash flows from operating activities (continued)</b>				
Increase (decrease) in operating liabilities				
Deposits	(1,116,383)	(95,803,531)	(1,116,383)	(95,803,531)
Interbank and money market items	623,648,454	(985,260,303)	623,648,454	(985,260,303)
Liabilities payable on demand	(26,260,154)	(57,306,466)	(26,260,154)	(57,306,466)
Short-term debt issued and borrowings	327,529,456	1,243,204,558	327,529,456	1,243,204,558
Other liabilities	(78,412,976)	(3,861,301)	(78,412,976)	(3,861,301)
Net cash from operating activities	(126,012,657)	(5,319,665,424)	(126,012,657)	(5,319,665,424)
<b>Cash flows from investing activities</b>				
Purchase of investments	(1,400,000,000)	(3,265,000,000)	(1,400,000,000)	(3,265,000,000)
Proceeds from sale of investments	1,541,000,000	5,672,056,942	1,541,000,000	5,672,056,942
Purchase of premises and equipment	(6,716,783)	(4,534,100)	(6,716,783)	(4,534,100)
Proceeds from sales of premises and equipment	226,793	922,600	226,793	922,600
Purchase of intangible assets	(4,190,675)	(5,590,178)	(4,190,675)	(5,590,178)
Net cash from investing activities	130,319,335	2,397,855,264	130,319,335	2,397,855,264
<b>Cash flows from financing activities</b>				
Proceeds from long-term debt issued and borrowings	-	3,925,000,000	-	3,925,000,000
Repayments of long-term debt issued and borrowings	(1,324,468)	(1,005,406,000)	(1,324,468)	(1,005,406,000)
Net cash from financing activities	(1,324,468)	2,919,594,000	(1,324,468)	2,919,594,000
<b>Net increase (decrease) in cash and cash equivalents</b>	2,982,210	(2,216,160)	2,982,210	(2,216,160)
<b>Cash and cash equivalents at the beginning of the period</b>	216,866	2,711,230	216,866	2,711,230
<b>Cash and cash equivalents at the end of the period</b>	3,199,076	495,070	3,199,076	495,070

The notes to the financial statements are an integral part of these statements.

EXPORT-IMPORT BANK OF THAILAND  
NOTES TO FINANCIAL STATEMENTS  
FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2012 AND 2011

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**EXPORT-IMPORT BANK OF THAILAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2012 AND 2011**  
**(UNAUDITED/REVIEWED)**

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**1. GENERAL INFORMATION**

Export-Import Bank of Thailand (or “the Bank”) was established by the Export-Import Bank of Thailand Act, 1993 (B.E. 2536), which was amended by the Export-Import Bank of Thailand Act (No.2), 1999 (B.E. 2542), with the objective to provide financial supports for exports, imports and investments related to the development of the Thai economy. Its services include:

- export financing services provided through commercial banks;
- short-term and long-term credits provided directly to exporters;
- medium-term credits for export business expansion;
- short-term and medium-term credits to foreign banks to finance goods imported from Thailand;
- credit and equity financing to support Thai investments overseas that are beneficial to the country;
- export credit insurance services to Thai exporters;
- credits for overseas projects yielding economic returns to Thailand;
- investment insurance services for overseas investments of Thai investors who have been granted credit lines from the Bank; and
- stand-by claims purchase agreement services.

The Bank's Head Office is located at 1193 Phaholyothin Road, Samsen Nai, Phayathai, Bangkok 10400.

**2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS**

The interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (Revised 2009): Interim Financial Reporting, covering the statements of financial position, statements of comprehensive income, changes in shareholders' equity and cash flows as those of annual financial statements and notes on only material item.

An interim financial report provides details of recent events and changes to the annual financial statements on a year-to-date basis. As a result, a reader would need to access the Bank's most recent annual report ended December 31, 2011 to gain a full understanding of the Bank's financial position.

The financial statements are prepared in conformity with Generally Accepted Accounting Principles as prescribed in the Accounting Act, 2000 (B.E. 2543) and presented in accordance with the Notification, issued by the Bank of Thailand, No. SOR NOR SOR 11/2553 dated December 3, 2010 regarding the Preparation and Announcement of the Financial Statements of Commercial Banks and Parent Companies of Financial Holding Groups.

### 3. Capital Adequacy under the Ministerial Regulations and Basel II Standard

#### 3.1 Capital under the Ministerial Regulations

At the end of March 2012, the Bank's capital adequacy ratio (CAR) stood at 20.15 %, exceeding the minimum capital adequacy ratio stipulated in the Ministerial Regulations (not less than 8%) and the Bank's capital to insurance service contingent liabilities ratio stood at 40.83%, exceeding the minimum capital to insurance service contingent liabilities ratio stipulated in the Ministerial Regulation (not less than 20%).

#### Capital Adequacy Ratio Based on the Ministerial Regulations

Unit: Million Baht

	<u>Ministerial Regulations</u>	<u>March 31, 2012</u>	<u>December 31, 2011</u>
1. Capital *		14,973.91	14,671.61
2. Risk assets **		74,297.50	69,222.35
3. Insurance service contingent liabilities		36,676.20	31,955.45
4. Capital to risk assets (1)/(2)	Not less than 8%	20.15%	21.19%
5. Capital to insurance service contingent liabilities (1)/(3)	Not less than 20%	40.83%	45.91%

Remarks : \* Capital includes only capital under the Ministerial Regulations.

\*\* Risk assets have been calculated from credit risk assets, which excluded insurance service contingent liabilities, and the risk weight used in calculation is different from Basel II approach.

#### 3.2 Capital under Basel II Standard

The Bank's capital adequacy ratio has been calculated according to the guidelines and approach of Bank of Thailand. At the end of March 2012, the Bank's total capital to risk assets ratio stood at 14.35%, exceeding the minimum ratio stipulated in the BOT's regulation (not less than 8.5%), and the Bank's tier 1 capital to risk assets ratio stood at 13.10%, exceeding the minimum tier 1 capital to risk asset ratio stipulated in the BOT's regulation (not less than 4.25%).

#### Capital Adequacy Ratio Based on Basel II

	<u>March 31, 2012</u>	<u>December 31, 2011</u>
Total capital to risk assets	14.35%	15.41%
Tier 1 capital to risk assets	13.10%	14.16%

3.2 Capital under Basel II Standard (continued)

Capital Structure Based on Basel II		Unit: Million Baht	
	<u>March 31, 2012</u>	<u>December 31, 2011</u>	
Tier 1 Capital			
Paid-up capital	12,800.00	12,800.00	
Legal reserve	3,126.85	2,824.55	
Cumulative loss	<u>(952.94)</u>	<u>(952.94)</u>	
Total Tier 1 Capital	14,973.91	14,671.61	
Tier 2 Capital			
Allowance for pass asset-classification	1,429.10	1,295.04	
<u>Add</u> Revaluation surplus on investments in available-for-sale equity securities	0.17	0.08	
<u>(Less)</u> Revaluation deficit on investments in available-for-sale equity securities	<u>-</u>	<u>-</u>	
Total Tier 2 Capital	<u>1,429.27</u>	<u>1,295.12</u>	
Total Capital Fund	<u>16,403.18</u>	<u>15,966.73</u>	

The Bank discloses information about Basel II capital requirement according to the Bank of Thailand's Notification No. Sor Nor Sor. 25/2552 : Information Disclosures regarding Capital Fund Maintenance for Commercial Banks on the website as follows:

Location of disclosure : [www.exim.go.th](http://www.exim.go.th) > About Exim Thailand > Disclosure of Capital Adequacy Information > Disclosure of Capital Adequacy Information calculated according to Basel II

Date of disclosure : April 11, 2012

Information as at : December 31, 2011

#### 4. ESTIMATES AND ASSUMPTIONS

In preparation of the financial statements in conformity to Generally Accepted Accounting Principles (GAAP), the Bank has to set up estimates and assumptions that affect the application of accounting policies, the reported amounts of assets, liabilities, revenues and expenses, and related disclosure of contingent assets and liabilities. Therefore, the actual results may differ from these estimates.

The Bank reviews the estimates and assumptions on a regular basis. Revisions to accounting estimates are recognized in the period in which estimates are revised and in any future period affected.

#### 5. ADDITIONAL INFORMATION

##### 5.1 Supplementary Information of Cash Flow

Significant non-cash items for the three-month periods ended March 31, 2012 and 2011 are as follows:

	Unit: Million Baht	
	<u>March 31, 2012</u>	<u>March 31, 2011</u>
Increase (decrease) in revaluation surplus on investments		
in shareholders' equity	(0.38)	2.93
Increase in properties foreclosed from loan payment	-	7.65

##### 5.2 Derivatives

As at March 31, 2012 and December 31, 2011, the fair value and notional amount classified by type of risk are as follows:

	Unit: Million Baht		
	<u>March 31, 2012</u>		
<u>Type of Risk</u>	<u>Fair Value</u>		<u>Notional Amount</u>
	<u>Assets</u>	<u>Liabilities</u>	
Exchange rate	207.52	182.72	16,582.94
Interest rate	<u>60.19</u>	<u>61.47</u>	<u>11,949.09</u>
Total	<u>267.71</u>	<u>244.19</u>	<u>28,532.03</u>
	<u>December 31, 2011</u>		
<u>Type of Risk</u>	<u>Fair Value</u>		<u>Notional Amount</u>
	<u>Assets</u>	<u>Liabilities</u>	
Exchange rate	428.17	230.44	23,454.42
Interest rate	<u>208.88</u>	<u>84.94</u>	<u>11,960.75</u>
Total	<u>637.05</u>	<u>315.38</u>	<u>35,415.17</u>

## 5.2 Derivatives (continued)

As at March 31, 2012 and December 31, 2011, the proportion of derivatives transactions classified by type of counterparty based on the notional amount are as follows:

<u>Counterparty</u>	<u>March 31, 2012</u>	<u>December 31, 2011</u>
Financial institutions	81.07%	81.28%
Third parties	<u>18.93%</u>	<u>18.72%</u>
Total	<u>100.00%</u>	<u>100.00%</u>

## 5.3 Investments, Net

### 5.3.1 Available-for-Sale Investments

Unit: Million Baht

	<u>March 31, 2012</u>	<u>December 31, 2011</u>
	<u>Fair Value</u>	<u>Fair Value</u>
Government and state enterprise securities	198.11	213.31
Domestic marketable equity securities	<u>1.45</u>	<u>1.26</u>
Total	<u>199.56</u>	<u>214.57</u>

### 5.3.2 Held-to-Maturity Debt Securities

Unit: Million Baht

	<u>March 31, 2012</u>	<u>December 31, 2011</u>
	<u>Cost/Amortized Cost</u>	<u>Cost/Amortized Cost</u>
Government and state enterprise securities	2,298.04	2,416.79
Private enterprise debt securities	70.00	70.00
Foreign debt securities	<u>566.45</u>	<u>582.85</u>
	2,934.49	3,069.64
(Less) Allowance for revaluation	<u>(0.06)</u>	<u>(0.18)</u>
Total	<u>2,934.43</u>	<u>3,069.46</u>



### 5.3 Investments, Net (continued)

#### 5.3.3 General Investments

	Unit: Million Baht	
	<u>March 31, 2012</u>	<u>December 31, 2011</u>
	<u>Cost</u>	<u>Cost</u>
Mutual funds	140.11	140.11
Others	<u>0.43</u>	<u>0.43</u>
Total	140.54	140.54
( <u>Less</u> ) Allowance for impairment	<u>(8.67)</u>	<u>(12.72)</u>
Total	<u>131.87</u>	<u>127.82</u>
Total investments, net	<u><u>3,265.86</u></u>	<u><u>3,411.85</u></u>

General investments amounted Baht 140.11 million, consists of two open-ended funds as follows:

1. Mutual fund that mobilizes funds from institutional investors for investment in energy or alternative energy-related businesses. The Mutual Fund's redemption will start in the 6th year (2013) onwards in case the Fund has earned dividend income, income from sale of securities or its properties, or other income, which are not deployed for reinvestment.

As at March 31, 2012, the Bank had 6.31 million investment units, which based on the par value of 10 Baht per unit, represented Baht 63.11 million of investments.

2. Mutual fund for long-term investment in industries crucial to national development with a focus on investments in companies having high capacity in innovations and technologies for infrastructure development, manufacturing companies for import substitution, as well as companies expanding their businesses and investments overseas.

As at March 31, 2012, the Bank had 214,281.64 investment units, represented Baht 77 million of investments.

#### 5.4 Investment in Associated Company

On June 5, 2008, the Bank invested in the ordinary shares of Thai EXIM International Company Limited in the amount of Baht 4.29 million or 49% of the initial paid up capital which is Baht 8.75 million. The company, incorporated on May 27, 2008, with registered share capital of Baht 35 million, is located at EXIM Building 1193 Phaholyothin Road, Samsen Nai, Phayathai, Bangkok. The company's main objectives are to provide advisory services related to import and export businesses, claims administration and investments.

As at March 31, 2012 and December 31, 2011, the investment in Thai EXIM International Company Limited (Associated Company) presented in financial statement in which the equity method is applied to investment are Baht 4.51 million and Baht 4.50 million, respectively.

#### 5.4 Investment in Associated Company (continued)

The Bank's consolidated financial statements in which the equity method is applied to investment for the three-month period ended March 31, 2012 included financial information of the Thai Exim International Company's unreviewed financial statements.

On December 22, 2010, the extraordinary meeting of shareholders of Thai EXIM International Company Limited No. 2/2553 has approved a resolution to terminate its foreign branch's business operations and further liquidation.

On October 28, 2011, the extraordinary meeting of shareholders of Thai EXIM International Company Limited No. 2/2554 has approved the filing for liquidation and appointing the liquidator. Thai EXIM International Company Limited had formally filed for the liquidation on November 8, 2011.

On February 23, 2012, the extraordinary meeting of the shareholders of Thai EXIM International Company Limited No. 1/2555 has approved the refund of share capital in the amount of Baht 8 million to its shareholders, which equals to Baht 228.57 per share. Therefore, the Bank received the amount of Baht 3.92 million on April 10, 2012.

#### 5.5 Loans to Customers and Accrued Interest Receivables, Net

##### 5.5.1 Classified by Type of Loan

	Unit : Million Baht	
	<u>March 31, 2012</u>	<u>December 31, 2011</u>
Overdrafts	300.88	241.11
Domestic loans - customers	49,043.54	49,928.22
- export bills negotiation	776.23	835.22
- staff loans	279.61	254.79
Overseas loans - foreign government agencies	4,038.74	4,328.24
- customers operating overseas	9,779.70	9,706.95
Others	<u>152.67</u>	<u>154.92</u>
Total loans to customers	64,371.37	65,449.45
<u>(Less)</u> Deferred revenue	<u>(8.29)</u>	<u>(6.50)</u>
Total loans to customers, net of deferred revenue	64,363.08	65,442.95
<u>Add</u> Accrued interest receivables	<u>707.89</u>	<u>517.44</u>
Total loans to customers and accrued interest receivables, net of deferred revenue	65,070.97	65,960.39
<u>(Less)</u> Allowance for doubtful accounts		
- Minimum allowance by BOT's regulation	(1,360.01)	(1,306.69)
- Excess allowance	(1,644.00)	(1,458.00)
Revaluation allowance for debt restructuring	<u>(416.61)</u>	<u>(238.73)</u>
Total loans to customers and accrued interest receivables, net	<u>61,650.35</u>	<u>62,956.97</u>

### 5.5.1 Classified by Type of Loan (continued)

Overseas loans extended to foreign government agencies of amount Baht 4,038.74 million were loans extended to foreign government agencies in accordance with the Thai government policy, with interest charged from those borrowers at the rate of 1.50% p.a. and 3.00% p.a. The differences between such interest rates and the cost of fund of the Bank were subsidized by the Thai government or concerned state agencies. Moreover, in a certain project, the Bank also received an additional operating fee at 0.75% p.a. apart from the interest revenue subsidy.

The Bank provided loan facility of Baht 4,000 million to a foreign government agency in accordance with the cabinet resolution on June 8, 2004. In this regard, under Section 23 of Export-Import Bank of Thailand Act 1993 (B.E. 2536) and amended by Export-Import Bank of Thailand Act (No. 2) 1999 (B.E. 2542), the Bank will receive fund from Ministry of Finance to compensate the Bank for any damage from this particular loan. However, the total drawdown amount was Baht 3,946.14 million, while, the loan outstanding as at March 31, 2012 was Baht 2,536.81 million. After having investigated the government's policy regarding such loan, the Asset Examination Committee (ACE) filed a lawsuit with the Supreme Court's Criminal Division for Person Holding Political Positions against a particular government officer. In addition, on July 30, 2008, the Supreme Court accepted the lawsuit and imposed a temporary dismissal on the case on September 16, 2008.

### 5.5.2 Classified by Loan Classification

	Unit : Million Baht			
	<u>March 31, 2012</u>			
	<u>Loans and</u>	<u>Outstanding Debt</u>	<u>Minimum</u>	<u>Allowance</u>
	<u>Accrued Interest</u>	<u>after Deduction</u>	<u>Provision</u>	<u>for Doubtful</u>
	<u>Receivables</u>	<u>of Collateral Value</u>	<u>Rate (%)</u>	<u>Accounts</u>
1. Minimum allowance by BOT's regulation				
Pass	57,251.06	56,688.31	1,20,50	825.90
Special mentioned	54.54	52.75	2	1.05
Substandard	19.23	9.92	100	9.92
Doubtful	356.56	48.26	100	48.26
Doubtful of loss	<u>2,997.88</u>	<u>474.88</u>	100	<u>474.88</u>
Total minimum allowance by BOT's regulation	60,679.27	57,274.12		1,360.01
2. Excess allowance	-	-		<u>1,644.00</u>
Total	<u>60,679.27</u>	<u>57,274.12</u>		<u>3,004.01</u>

5.5.2 Classified by Loan Classification (continued)

Unit : Million Baht

	<u>December 31, 2011</u>			
	<u>Loans and Accrued Interest Receivables</u>	<u>Outstanding Debt after Deduction of Collateral Value</u>	<u>Minimum Provision Rate (%)</u>	<u>Allowance for Doubtful Accounts</u>
1. Minimum allowance by BOT's regulation				
Pass	58,112.23	57,726.95	1,20,50	758.09
Special mentioned	25.97	25.51	2	0.51
Substandard	5.20	3.87	100	3.87
Doubtful	369.42	54.26	100	54.26
Doubtful of loss	<u>2,965.21</u>	<u>489.96</u>	100	<u>489.96</u>
Total minimum allowance by BOT's regulation	61,478.03	58,300.55		1,306.69
2. Excess allowance	-	-		1,458.00
Total	<u>61,478.03</u>	<u>58,300.55</u>		<u>2,764.69</u>

As at March 31, 2012 and December 31, 2011, the outstanding classified loans and loans which were not required to be classified (unclassified loans) are as follows:

Unit : Million Baht

	<u>March 31, 2012</u>		<u>December 31, 2011</u>	
	<u>Loans and Accrued Interest Receivables Net of Deferred Revenue</u>	<u>As % of Loans and Accrued Interest Receivables Net of Deferred Revenue</u>	<u>Loans and Accrued Interest Receivables Net of Deferred Revenue</u>	<u>As % of Loans and Accrued Interest Receivables Net of Deferred Revenue</u>
Classified loans	60,679.27	93.25	61,478.03	93.20
Unclassified loans	<u>4,391.70</u>	6.75	<u>4,482.36</u>	6.80
Total	<u>65,070.97</u>		<u>65,960.39</u>	

Loans which are not required to be classified are loans extended to individual persons or corporate entities in accordance with the government's policy or directive or the cabinet resolution which are covered against losses under Section 23 of the Export-Import Bank of Thailand Act, 1993 (B.E. 2536), and loans which are covered by the export credit insurance.

### 5.5.2 Classified by Loan Classification (continued)

Non-performing loans are loans on which principal repayments and/or interest payments are in arrears for over three months from the due date, or loans on which principal repayments or interest payments are in arrears for not over three months from the due date, but the principal repayment or interest payment capabilities are deemed uncertain, except there are reasonable grounds that loans could be performing based on the following:

- (1) Borrowers being analyzed for repayment capabilities and approved to extend the restructuring of the interest receivable as the loan principal or to relax or restructure the loan repayment terms and conditions.
- (2) Borrowers supported by the additional agreements or contracts of the new debt repayment terms and conditions under the debt restructuring agreements.

Unit : Million Baht

<u>Loans</u>	<u>March 31, 2012</u>		<u>December 31, 2011</u>	
	<u>Loans and</u> <u>Accrued Interest</u> <u>Receivables Net of</u> <u>Deferred Revenue</u>	<u>As % of Loans</u> <u>and Accrued Interest</u> <u>Receivables Net of</u> <u>Deferred Revenue</u>	<u>Loans and</u> <u>Accrued Interest</u> <u>Receivables Net of</u> <u>Deferred Revenue</u>	<u>As % of Loans</u> <u>and Accrued Interest</u> <u>Receivables Net of</u> <u>Deferred Revenue</u>
Non-performing loans	3,373.68	5.18	3,339.83	5.06

In 2011, the Bank wrote-down debt accounts in the amount of Baht 964.98 million. As at March 31, 2012 and December 31, 2011, the outstanding balance of written-down accounts, which was not included in the financial statements, was Baht 4,115.58 million and Baht 4,201.54 million, respectively. For the three-month periods ended March 31, 2012 and 2011, the Bank recorded the recovery of written-down debt accounts in the amount of Baht 82.40 million and Baht 80.42 million, respectively.

For the three-month periods ended March 31, 2012 and 2011, the Bank wrote-off of bad debts in the amount of Baht 13.25 million and Baht 4.74 million, respectively.

### 5.5.3 Troubled Debt Restructuring

For the three-month period ended March 31, 2012 and for the year ended December 31, 2011, the Bank had restructured debts applying the adjustment of repayment conditions method as follows:

Unit : Million Baht

<u>Restructured</u> <u>Debts</u>	<u>Cases</u>	<u>March 31, 2012</u>		<u>December 31, 2011</u>		
		<u>Amount</u>	<u>As % of Loans</u> <u>and Accrued Interest</u> <u>Receivables Net of</u> <u>Deferred Revenue</u>	<u>Cases</u>	<u>Amount</u> <u>As % of Loans</u> <u>and Accrued Interest</u> <u>Receivables Net of</u> <u>Deferred Revenue</u>	
Succeeded	3	1.02	0.00	7	16.96	0.03
In - process	11	66.01	0.10	44	1,077.01	1.63

### 5.5.3 Troubled Debt Restructuring (continued)

As at March 31, 2012 and December 31, 2011, the Bank had outstanding restructured loan reclassified to normalcy for 26 cases amounting to Baht 1,768.50 million and for 24 cases amounting to Baht 1,585.61 million, respectively.

For the three-month periods ended March 31, 2012 and 2011, the Bank restructured the debt as follows:

Unit : Million Baht

<u>Types of Restructuring</u>	<u>March 31, 2012</u>			
	<u>Cases</u>	<u>Outstanding Debt</u>		<u>As at</u>
		<u>Before</u>	<u>After</u>	
		<u>Restructuring</u>	<u>Restructuring</u>	
Change of repayment conditions	3	1.02	1.02	216.54

<u>Types of Restructuring</u>	<u>March 31, 2011</u>			
	<u>Cases</u>	<u>Outstanding Debt</u>		<u>As at</u>
		<u>Before</u>	<u>After</u>	
		<u>Restructuring</u>	<u>Restructuring</u>	
Change of repayment conditions	1	1.92	1.92	4.54

For the three-month periods ended March 31, 2012 and 2011, the outstanding debt before the restructuring compared to the outstanding loans and accrued interest receivable net of deferred revenue are as follows:

Unit : Million Baht

	<u>March 31, 2012</u>		<u>March 31, 2011</u>	
	<u>Cases</u>	<u>Amount</u>	<u>Cases</u>	<u>Amount</u>
Restructured debt	3	1.02	1	1.92
Loans and accrued interest receivables net of deferred revenue	720	65,070.97	892	63,090.54

For the three-month periods ended March 31, 2012 and 2011, the Bank recognized interest income from debt restructuring in the amount of Baht 167.90 million and Baht 37.24 million, respectively.

As at March 31, 2012 and December 31, 2011, the Bank had commitments to extend additional loans to customers who had been restructured for the amount of Baht 125.42 million and Baht 129.77 million, respectively.

## 5.6 Allowance for Doubtful Accounts

Unit : Million Baht

	<u>March 31, 2012</u>						
	<u>Pass</u>	<u>Special Mention</u>	<u>Sub- Standard</u>	<u>Doubtful</u>	<u>Doubtful of Loss</u>	<u>Excess Allowance</u>	<u>Total</u>
Beginning balance	758.09	0.51	3.87	54.26	489.96	1,458.00	2,764.69
Increase (decrease) in allowance							
for doubtful accounts	<u>67.81</u>	<u>0.54</u>	<u>6.05</u>	<u>(6.00)</u>	<u>(15.08)</u>	<u>186.00</u>	<u>239.32</u>
Ending balance	<u>825.90</u>	<u>1.05</u>	<u>9.92</u>	<u>48.26</u>	<u>474.88</u>	<u>1,644.00</u>	<u>3,004.01</u>

	<u>December 31, 2011</u>						
	<u>Pass</u>	<u>Special Mention</u>	<u>Sub- Standard</u>	<u>Doubtful</u>	<u>Doubtful of Loss</u>	<u>Excess Allowance</u>	<u>Total</u>
Beginning balance	647.51	0.86	390.36	530.10	33.94	610.00	2,212.77
Increase (decrease) in allowance							
for doubtful accounts	110.58	(0.35)	(386.49)	(475.84)	1,421.00	848.00	1,516.90
Debts written down	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(964.98)</u>	<u>-</u>	<u>(964.98)</u>
Ending balance	<u>758.09</u>	<u>0.51</u>	<u>3.87</u>	<u>54.26</u>	<u>489.96</u>	<u>1,458.00</u>	<u>2,764.69</u>

As at March 31, 2012 and December 31, 2011, the Bank's allowance for doubtful accounts on loans accounted for Baht 3,004.01 million and Baht 2,764.69 million, respectively, which exceeds the minimum provisioning requirement based on debt service ability and debt quality set out by the Bank of Thailand of amount Baht 1,644.00 million and Baht 1,458.00 million, respectively (Note 5.5.2). The amount of allowance for doubtful accounts exceeds the minimum requirement due to the bank considered setting the allowance based on a prudent banking principle.

## 5.7 Revaluation Allowance for Debt Restructuring

Unit : Million Baht

	<u>March 31, 2012</u>	<u>December 31, 2011</u>
Beginning balance	238.73	220.66
Increase	180.23	77.91
Decrease	<u>(2.35)</u>	<u>(59.84)</u>
Ending balance	<u>416.61</u>	<u>238.73</u>

## 5.8 Debt Issued and Borrowings

### 5.8.1 Classified by Type of Instrument and Source of Fund

Unit : Million Baht

	<u>March 31, 2012</u>		
	<u>Domestic</u>	<u>Foreign</u>	<u>Total</u>
Bonds	-	26,833.50	26,833.50
Bills of exchange	51.82	-	51.82
Promissory notes	894.50	-	894.50
Others	<u>15,083.80</u>	<u>-</u>	<u>15,083.80</u>
Total debt issued and borrowings	<u>16,030.12</u>	<u>26,833.50</u>	<u>42,863.62</u>

  

	<u>December 31, 2011</u>		
	<u>Domestic</u>	<u>Foreign</u>	<u>Total</u>
Bonds	-	27,571.34	27,571.34
Bills of exchange	51.39	-	51.39
Promissory notes	567.40	-	567.40
Others	<u>15,085.13</u>	<u>-</u>	<u>15,085.13</u>
Total debt issued and borrowings	<u>15,703.92</u>	<u>27,571.34</u>	<u>43,275.26</u>

### 5.8.2 Classified by Type of Instrument, Currency, Maturity and Interest Rate

Unit : Million Baht

	<u>Currency</u>	<u>Maturity</u> (year)	<u>Interest Rate /</u> <u>Interest Rate Index</u>	<u>March 31, 2012</u>	<u>December 31, 2011</u>
Bonds	USD	2013 - 2017	LIBOR	26,833.50	27,571.34
Bills of exchange	THB	2012	2.85 - 3.25%	51.82	51.39
Promissory notes	THB	2012	2.70 - 3.25%	894.50	567.40
Others	THB	2012 - 2021	2.40 - 4.75%	11,833.80	11,835.13
		2012 - 2019	6M THBFIX	<u>3,250.00</u>	<u>3,250.00</u>
Total debt issued and borrowings				<u>42,863.62</u>	<u>43,275.26</u>



## 5.9 Provisions

As at March 31, 2012 and December 31, 2011, the Bank had set up provisions as follows:

	Unit : Million Baht	
	<u>March 31, 2012</u>	<u>December 31, 2011</u>
Employee benefits	111.60	107.46
Provisions for contingent liabilities	<u>131.92</u>	<u>135.20</u>
Total provisions	<u>243.52</u>	<u>242.66</u>

The Bank assesses the provision for employee benefits by using the Projected Unit Credit method. The details of the Bank's employee benefits for the period are as follows:

	Unit : Million Baht	
	<u>March 31, 2012</u>	<u>December 31, 2011</u>
Beginning Balance	107.46	95.80
Current service cost*	3.15	8.36
Interest cost*	0.99	3.97
Employees benefit paid in the period	<u>-</u>	<u>(0.67)</u>
Ending Balance	<u>111.60</u>	<u>107.46</u>

\*These items present as expenses in the statement of comprehensive income.

Principal actuarial assumptions for the Bank's employee benefits are as follows:

Average salary increase	5% - 7.5%
Average turnover rate	5% - 19%
Discount rate	2.38% - 4.27%

## 5.10 Capital

The Bank had an initial capital of Baht 2,500 million (of which Baht 843.47 million was provided by the Ministry of Finance and Baht 1,656.53 million by the Bank of Thailand).

The Bank received additional capital from the Ministry of Finance on July 31, 1998 of amount Baht 4,000 million, then, on December 30, 2008 received additional capital of amount Baht 1,300 million and on September 21, 2009 also received additional capital of amount Baht 5,000 million. Thereby, the Bank has total capital amounting to Baht 12,800 million.

### 5.11 Contingent Liabilities and Commitments

	Unit : Million Baht	
	<u>March 31, 2012</u>	<u>December 31, 2011</u>
Liabilities under immature import bills	1,966.25	167.52
Letters of credit	2,319.88	1,962.70
Export bills insured	36,027.17	31,250.64
Other contingencies		
Overdraft accounts not yet drawn	465.68	532.69
Other guarantees	3,884.45	3,853.95
Investment Insurance	863.60	887.35
Stand-by claims purchase agreement	<u>9,247.20</u>	<u>3,778.45</u>
Total other contingencies	<u>14,460.93</u>	<u>9,052.44</u>
Total	<u>54,774.23</u>	<u>42,433.30</u>

### 5.12 Related Party Transactions

There were some transactions between with related business entities and the Bank. The Bank is related to these entities through equity participation and/or joint board directorship. Significant transactions between the Bank and related business entities were charged at market price as similarly as with other normal business or the price as stipulated in the agreement if market price was not available.

For the three-month periods ended March 31, 2012 and 2011 revenue and expenses occurring between the Bank and its associated company being Thai EXIM International Company Limited are as follows:

	Unit : Million Baht	
	<u>2012</u>	<u>2011</u>
Office rent revenue	-	0.01

### 5.13 Other Benefits to Directors and Executives

The Bank pay no further benefits to directors and executives other than normal remuneration such as meeting allowance and bonus for director (if any), salary for executives, special monthly allowance for executives (if any).

#### 5.14 Long-Term Leasing Contracts

The Bank has commitment arising from lease agreement. The remaining period of the lease agreements which subsequently due after the statement of financial position date are as follow:

	Unit : Million Baht	
<u>Remaining Period</u>	<u>March 31, 2012</u>	<u>December 31, 2011</u>
Within 1 year	4.80	5.02
Over 1 - 5 years	9.12	9.86
Over 5 years	1.30	1.61

#### 5.15 Financial Position and Operational Performance Classified by Domestic and Foreign Operations

As the Bank has no foreign branches, its financial position and operational performance are totally related to local branches.

#### 5.16 Interest Revenue

Interest revenue for the three-month periods ended March 31, 2012 and 2011 are as follows:

	Unit : Million Baht	
	<u>2012</u>	<u>2011</u>
Interbank and money market items	23.96	19.34
Investment in debt securities	23.62	19.85
Loans	<u>888.39</u>	<u>574.69</u>
Total interest revenue	<u>935.97</u>	<u>613.88</u>

#### 5.17 Interest Expenses

Interest expenses for the three-month periods ended March 31, 2012 and 2011 are as follows:

	Unit : Million Baht	
	<u>2012</u>	<u>2011</u>
Deposits	33.02	22.59
Interbank and money market items	28.50	35.92
Debt issued		
- Domestic bonds	-	46.95
- Foreign bonds	122.15	56.26
- Bills of exchange	0.39	0.24
- Promissory notes	2.51	0.72
Borrowings	106.32	65.36
Borrowing fee	<u>0.20</u>	<u>5.40</u>
Total interest expenses	<u>293.09</u>	<u>233.44</u>

### 5.18 Fee and Service Revenue, Net

Net fee and service revenue for the three-month periods ended March 31, 2012 and 2011 are as follows:

	Unit : Million Baht	
	<u>2012</u>	<u>2011</u>
Fee and service revenue		
- Acceptance aval and guarantee	12.30	13.30
- Revenue from insurance	71.01	51.93
- Others	<u>88.82</u>	<u>89.16</u>
Total fee and service revenue	<u>172.13</u>	<u>154.39</u>
Fee and service expenses		
- Expense on insurance	40.50	22.78
- Others	<u>0.89</u>	<u>6.45</u>
Total fees and service expenses	<u>41.39</u>	<u>29.23</u>
Total fee and service revenue, net	<u>130.74</u>	<u>125.16</u>

### 5.19 Gains (Losses) on Trading and Foreign Exchange Transactions

Gains (losses) on trading and foreign exchange transactions for the three-month periods ended March 31, 2012 and 2011 are as follows:

	Unit : Million Baht	
	<u>2012</u>	<u>2011</u>
Foreign exchanges and derivatives	105.00	27.67
Interest rate derivatives	<u>(121.17)</u>	<u>(32.47)</u>
Total losses on trading and foreign exchange transactions	<u>(16.17)</u>	<u>(4.80)</u>

### 5.20 Gains (Losses) on Investments

Gains (losses) on investment for the three-month periods ended March 31, 2012 and 2011 are as follows:

	Unit : Million Baht	
	<u>2012</u>	<u>2011</u>
Gain (loss) on disposal of available-for-sale investment	-	(1.94)
Reversal (loss) on impairment of general investment	<u>4.04</u>	<u>(8.26)</u>
Total gains (losses) on investments	<u>4.04</u>	<u>(10.20)</u>

### 5.21 Impairment Loss of Loans and Debt Securities

Impairment loss of loans and debt for the three-month periods ended March 31, 2012 and 2011 are as follows:

	Unit : Million Baht	
	<u>2012</u>	<u>2011</u>
Interbank and money market items	11.41	-
Loans		
- Bad debts and doubtful accounts	239.40	191.76
- Loss on restructuring	<u>180.18</u>	<u>19.70</u>
Total impairment loss of loans and debt securities	<u>430.99</u>	<u>211.46</u>

### 5.22 Reclassification of Accounts

Some accounts in the statements of comprehensive income and the statement of cash flows for the three-month period ended March 31, 2011 are reclassified in order to conform with the presentation of the statements of comprehensive income and the statement of cash flows for the three-month period ended March 31, 2012.

### 5.23 Approval of the Financial Statements

These financial statements were approved by the Chairman of the Board of Directors and President on May 30, 2012.

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