



BANGKOK BANK BERHAD
(299740-W)
(Incorporated in Malaysia)

Statement by Directors and Interim Condensed
Financial Statements
30 September 2015

299740-W

**Bangkok Bank Berhad
(Incorporated in Malaysia)**

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**Bangkok Bank Berhad
(Incorporated in Malaysia)**

**Performance review for the financial period ended 30 September 2015 and
commentary on the prospects**

Bangkok Bank Berhad (“BBB”) registered a profit before tax of RM9.0 million for the nine-month of 2015 which was higher than the RM1.2 million recorded during the previous comparative period. The higher profit was mainly from higher net interest income.

Net interest income improved by 21.13% from RM48.7 million in the nine-month of 2014 to RM58.9 million in the nine-month of 2015 mainly due to expanded lending business and investment portfolio.

Gross loan outstanding grew from RM2.9 billion at the end of December 2014 to RM3.1 billion at the nine-month ended 30 September 2015. The increase was due to new loans granted and utilisation of lending facilities.

Impaired loans increased at end of December 2014 from RM116.0 million to RM147.7 million at end of September 2015. This was mainly due to newly corporate and SME customers being classified as impaired loans totalling RM44.4 million during the nine-month of 2015. Net impaired loans ratio increased from 1.73% at the end of December 2014 to 2.11% at end of September 2015.

The Bank will continue to grow its core lending business in selected niche areas and focus on maintaining its current liquidity position.

Bangkok Bank Berhad
(Incorporated in Malaysia)

Interim condensed statements of financial position as at 30 September 2015

	Note	Group		Bank	
		30.9.2015 RM'000	31.12.2014 RM'000	30.9.2015 RM'000	31.12.2014 RM'000
Assets					
Cash and short-term funds		148,045	698,076	147,955	697,994
Deposits and placements with banks		32,196	40,000	32,196	40,000
Securities held-for-trading	12	-	49,970	-	49,970
Securities available-for-sale	13	1,087,068	1,117,435	1,087,068	1,117,435
Securities held-to-maturity	14	13	13	13	13
Loans, advances and financing	15	2,881,903	2,781,245	2,881,903	2,781,245
Derivative assets	27	17,572	21,337	17,572	21,337
Other assets	16	24,630	17,969	24,630	17,969
Statutory deposit with Bank Negara Malaysia		106,000	89,000	106,000	89,000
Investment in subsidiary		-	-	10	10
Property and equipment	17	132,421	132,674	132,421	132,674
Intangible assets		330	686	330	686
Deferred tax assets		14,104	12,809	14,104	12,809
Total assets		4,444,282	4,961,214	4,444,202	4,961,142
Liabilities and shareholder's equity					
Deposits from customers	18	3,119,866	3,114,986	3,119,866	3,114,986
Deposits and placements of banks and other financial institutions	19	419,963	958,939	419,963	958,939
Bills and acceptances payable		71,728	72,831	71,728	72,831
Derivative liabilities	27	21,307	5,282	21,307	5,282
Other liabilities	20	40,399	43,230	40,396	43,227
Total liabilities		3,673,263	4,195,268	3,673,260	4,195,265
Share capital		600,000	600,000	600,000	600,000
Statutory reserve		146,482	146,482	146,472	146,472
Revaluation reserve		(4,166)	(2,523)	(4,166)	(2,523)
Retained profits		28,703	21,987	28,636	21,928
Shareholder's equity		771,019	765,946	770,942	765,877
Total liabilities and shareholder's equity		4,444,282	4,961,214	4,444,202	4,961,142
Commitments and contingencies	26	2,738,604	2,898,077	2,738,604	2,898,077

The Interim Condensed Financial Statements should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Bangkok Bank Berhad
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Interim condensed income statements
For the financial period ended 30 September 2015

	Note	Group			
		Current Quarter		Cumulative Quarter	
		3 months ended		9 months ended	
		1.7.2015	1.7.2014	1.1.2015	1.1.2014
		to	to		
		30.9.2015	30.9.2014	30.9.2015	30.9.2014
		RM'000	RM'000	RM'000	RM'000
Interest income	21	48,834	41,306	148,088	117,869
Interest expense	22	(29,108)	(24,662)	(89,150)	(69,211)
Net interest income		19,726	16,644	58,938	48,658
Non-interest income	24	4,858	3,600	11,689	10,966
Net income		24,584	20,244	70,627	59,624
Overhead expenses	25	(10,053)	(9,437)	(30,564)	(28,700)
		14,531	10,807	40,063	30,924
Loan impairment charges, net	23	(9,860)	(15,408)	(31,040)	(29,687)
Profit/(loss) before taxation		4,671	(4,601)	9,023	1,237
Taxation		(1,030)	1,056	(2,307)	(192)
Net profit/(loss) for the period		3,641	(3,545)	6,716	1,045
Earnings/(loss) per share (sen)					
- basic		0.61	(0.89)	1.12	0.26
- diluted		0.61	(0.89)	1.12	0.26

The Interim Condensed Financial Statements should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Bangkok Bank Berhad
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Interim condensed income statements

For the financial period ended 30 September 2015 (cont'd.)

	Note	Bank			
		Current Quarter		Cumulative Quarter	
		3 months ended		9 months ended	
		1.7.2015 to 30.9.2015 RM'000	1.7.2014 to 30.9.2014 RM'000	1.1.2015 to 30.9.2015 RM'000	1.1.2014 to 30.9.2014 RM'000
Interest income	21	48,834	41,306	148,088	117,869
Interest expense	22	(29,108)	(24,662)	(89,150)	(69,211)
Net interest income		19,726	16,644	58,938	48,658
Non-interest income	24	4,850	3,594	11,676	10,954
Net income		24,576	20,238	70,614	59,612
Overhead expenses	25	(10,053)	(9,436)	(30,562)	(28,698)
		14,523	10,802	40,052	30,914
Loan impairment charges, net	23	(9,860)	(15,408)	(31,040)	(29,687)
Profit/(loss) before taxation		4,663	(4,606)	9,012	1,227
Taxation		(1,027)	1,058	(2,304)	(189)
Net profit/(loss) for the period		3,636	(3,548)	6,708	1,038
Earnings/(loss) per share (sen)					
- basic		0.61	(0.89)	1.12	0.26
- diluted		0.61	(0.89)	1.12	0.26

The Interim Condensed Financial Statements should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Bangkok Bank Berhad
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Interim condensed statements of comprehensive income
For the financial period ended 30 September 2015

	Group			
	Current Quarter 3 months ended		Cumulative Quarter 9 months ended	
	1.7.2015 to 30.9.2015 RM'000	1.7.2014 to 30.9.2014 RM'000	1.1.2015 to 30.9.2015 RM'000	1.1.2014 to 30.9.2014 RM'000
Net profit/(loss) for the period	3,641	(3,545)	6,716	1,045
Other comprehensive income				
Items that may be reclassified to profit or loss subsequently :				
Net (loss)/gain on securities available-for-sale	(5,075)	748	(2,190)	900
Income tax relating to components of other comprehensive income	1,269	(187)	547	(225)
Other comprehensive (loss)/income for the period, net of tax	(3,806)	561	(1,643)	675
Total comprehensive (loss)/income for the period, net of tax	(165)	(2,984)	5,073	1,720

The Interim Condensed Financial Statements should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Bangkok Bank Berhad
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Interim condensed statements of comprehensive income
For the financial period ended 30 September 2015 (cont'd.)

	Bank			
	Current Quarter 3 months ended		Cumulative Quarter 9 months ended	
	1.7.2015 to 30.9.2015 RM'000	1.7.2014 to 30.9.2014 RM'000	1.1.2015 to 30.9.2015 RM'000	1.1.2014 to 30.9.2014 RM'000
Net profit/(loss) for the period	3,636	(3,548)	6,708	1,038
Other comprehensive income Items that may be reclassified to profit or loss subsequently :				
Net (loss)/gain on securities available-for-sale	(5,075)	748	(2,190)	900
Income tax relating to components of other comprehensive income	1,269	(187)	547	(225)
Other comprehensive (loss)/income for the period, net of tax	(3,806)	561	(1,643)	675
Total comprehensive (loss)/income for the period, net of tax	(170)	(2,987)	5,065	1,713

The Interim Condensed Financial Statements should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Bangkok Bank Berhad
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Interim condensed statements of changes in equity
For the financial period ended 30 September 2015

	<----- Group ----->				
	Share capital RM'000	<---Non-distributable---> Statutory reserve RM'000	Revaluation reserve RM'000	Distributable: Retained profits RM'000	Total RM'000
At 1 January 2014	400,000	146,482	(2,668)	28,555	572,369
Total comprehensive income	-	-	675	1,045	1,720
At 30 September 2014	400,000	146,482	(1,993)	29,600	574,089
At 1 January 2015	600,000	146,482	(2,523)	21,987	765,946
Total comprehensive income	-	-	(1,643)	6,716	5,073
At 30 September 2015	600,000	146,482	(4,166)	28,703	771,019

The Interim Condensed Financial Statements should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Bangkok Bank Berhad
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Interim condensed statements of changes in equity
For the financial period ended 30 September 2015 (cont'd.)

	<----- Bank ----->				
	Share capital RM'000	<---Non-distributable---> Statutory reserve RM'000	Revaluation reserve RM'000	Distributable: Retained profits RM'000	Total RM'000
At 1 January 2014	400,000	146,472	(2,668)	28,510	572,314
Total comprehensive income	-	-	675	1,038	1,713
At 30 September 2014	<u>400,000</u>	<u>146,472</u>	<u>(1,993)</u>	<u>29,548</u>	<u>574,027</u>
At 1 January 2015	600,000	146,472	(2,523)	21,928	765,877
Total comprehensive income	-	-	(1,643)	6,708	5,065
At 30 September 2015	<u>600,000</u>	<u>146,472</u>	<u>(4,166)</u>	<u>28,636</u>	<u>770,942</u>

The Interim Condensed Financial Statements should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Bangkok Bank Berhad
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Interim condensed statements of cash flows
For the financial period ended 30 September 2015

	Note	Group		Bank	
		1.1.2015 to 30.9.2015 RM'000	1.1.2014 to 30.9.2014 RM'000	1.1.2015 to 30.9.2015 RM'000	1.1.2014 to 30.9.2014 RM'000
Cash flows from operating activities					
Profit before tax		9,023	1,237	9,012	1,227
Adjustments for:					
Depreciation	25	1,661	1,274	1,661	1,274
Amortisation of intangible assets	25	357	353	357	353
Allowance for losses on loans, advances and financing, net	23	31,920	29,733	31,920	29,733
Property and equipment written off		-	9	-	9
Write back of impairment losses of securities held-to-maturity	24	(45)	(42)	(45)	(42)
Unrealised loss on foreign exchange forward contracts	24	19,790	87	19,790	87
Net loss/(gain) on revaluation of securities held-for-trading	24	2	(59)	2	(59)
Net gain on disposal of securities held-for-trading	24	(132)	(88)	(132)	(88)
Net (gain)/loss on disposal of securities available-for-sale	24	(214)	66	(214)	66
Accretion of discount net of amortisation of premium	21	(2,427)	(112)	(2,427)	(112)
Gross dividend from securities available-for-sale	24	(103)	(95)	(103)	(95)
Operating profit before working capital changes		59,832	32,363	59,821	32,353
Increase in loans, advances and financing		(132,578)	(231,771)	(132,578)	(231,771)
Increase in other assets		(3,574)	(2,382)	(3,574)	(2,382)
Increase in statutory deposit with Bank Negara Malaysia		(17,000)	-	(17,000)	-
Increase in deposits from customers		4,880	443,586	4,880	443,586

The Interim Condensed Financial Statements should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

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Interim condensed statements of cash flows
For the financial period ended 30 September 2015 (cont'd.)

	Group		Bank	
	1.1.2015 to 30.9.2015 RM'000	1.1.2014 to 30.9.2014 RM'000	1.1.2015 to 30.9.2015 RM'000	1.1.2014 to 30.9.2014 RM'000
Cash flows from operating activities (cont'd)				
(Decrease)/increase in deposits and placements of banks and other financial institutions	(538,976)	189,552	(538,976)	189,552
(Decrease)/increase in bills and acceptances payable	(1,103)	106,495	(1,103)	106,495
Decrease in other liabilities	(2,831)	(3,991)	(2,831)	(3,991)
Cash (used in)/generated from operations	(631,350)	533,852	(631,361)	533,842
Taxes paid	(6,142)	(7,106)	(6,139)	(7,103)
Taxes refunded	-	3,195	-	3,195
Net cash (used in)/generated from operating activities	(637,492)	529,941	(637,500)	529,934
Cash flows from investing activities				
Purchase of property and equipment	(1,408)	(31,947)	(1,408)	(31,947)
Purchase of intangible assets	(1)	(24)	(1)	(24)
Purchase of securities held-for-trading	(189,144)	(328,632)	(189,144)	(328,632)
Purchase of securities available-for-sale	(1,918,936)	(688,245)	(1,918,936)	(688,245)
Proceeds from sale of securities held-for-trading	239,278	338,583	239,278	338,583
Proceeds from sale of securities available-for-sale	69,720	-	69,720	-
Proceeds from maturity of securities available-for-sale	1,880,000	299,875	1,880,000	299,875
Proceeds from partial redemption of securities held-to-maturity	45	42	45	42
Dividend received	103	95	103	95
Net cash generated from/(used in) investing activities	79,657	(410,253)	79,657	(410,253)

The Interim Condensed Financial Statements should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Bangkok Bank Berhad
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Interim condensed statements of cash flows
For the financial period ended 30 September 2015 (cont'd.)

	Group		Bank	
	1.1.2015 to 30.9.2015 RM'000	1.1.2014 to 30.9.2014 RM'000	1.1.2015 to 30.9.2015 RM'000	1.1.2014 to 30.9.2014 RM'000
Net (decrease)/increase in cash and cash equivalents	(557,835)	119,688	(557,843)	119,681
Cash and cash equivalents at beginning of financial period	738,076	295,570	737,994	295,502
Cash and cash equivalents at end of financial period	<u>180,241</u>	<u>415,258</u>	<u>180,151</u>	<u>415,183</u>
Cash and cash equivalents comprise:				
Cash and short-term funds	148,045	415,258	147,955	415,183
Deposits and placements with banks	32,196	-	32,196	-
	<u>180,241</u>	<u>415,258</u>	<u>180,151</u>	<u>415,183</u>

The Interim Condensed Financial Statements should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**Bangkok Bank Berhad
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Notes to the interim condensed financial statements - 30 September 2015

1. Corporate information

The principal activities of Bangkok Bank Berhad ("the Bank") are banking and related financial services. The principal activity of its subsidiary is provision of nominees services to local clients of the Bank. There have been no significant changes in the nature of the principal activities during the financial period.

The Bank is a public limited liability licensed bank, incorporated and domiciled in Malaysia. The principal place of business of the Bank is located at 105, Jalan Tun H.S. Lee, 50000 Kuala Lumpur.

The Bank is a wholly-owned subsidiary of its holding company, Bangkok Bank Public Company Limited, a bank incorporated in Thailand.

2. Basis of preparation of the financial statements

2.1 Basis of preparation

The interim condensed financial statements have been prepared under the historical cost convention except for the following assets and liabilities which are stated at fair value: securities held-for-trading, securities available-for-sale and derivatives.

The interim condensed financial statements have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and International Accounting Standard ("IAS") 34: Interim Financial Reporting issued by the IASB. These interim condensed financial statements should be read in conjunction with the audited financial statements of the Group and the Bank for the financial year ended 31 December 2014.

2.2 Changes in Accounting Policies

The accounting policies adopted are consistent with those of the previous financial year except for the adoption of the following amendments and improvements to MFRS:

For the financial period beginning 1 July 2014

Amendments to MFRS 119: *Employee Benefits (Defined Benefit Plans: Employee Contributions)*

Annual Improvements to MFRSs 2010-2012 Cycle

Annual Improvements to MFRSs 2011-2013 Cycle

The adoption of the above amendments and improvements to MFRS did not have any financial impact to the Group and the Bank.

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2. Basis of preparation of the financial statements (cont'd.)

2.3 Standards issued but not yet effective

As at the date of authorisation of these financial statements, the following Standards, Amendments and Interpretations Committee ("IC") Interpretations have been issued by the MASB but are not yet effective and have not been adopted by the Group and the Bank.

MFRSs, Interpretations and Amendments effective for annual period beginning on or after 1 January 2016

MFRS 14: *Regulatory Deferral Accounts*
Amendments to MFRS 116 and MFRS 138: *Property, Plant and Equipment and Intangible Assets*
Amendments to MFRS 11: *Accounting for Acquisitions Interests of Joint Operations*
Amendments to MFRS 116 and MFRS 141: *Agriculture: Bearer Plants*
Amendments to MFRS 127: *Equity Method in Separate Financial Statements*
Amendments to MFRS 10 and MFRS 128: *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*
Amendments to MFRSs contained in the document entitled "Annual Improvements to MFRSs 2012–2014 Cycle"

MFRSs, Interpretations and amendments effective for annual period beginning on or after 1 January 2018

MFRS 15: *Revenue from Contracts with Customers*
MFRS 9: *Financial Instruments (IFRS 9 Financial Instruments as issued by IASB in July 2014)*

The Bank plans to adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are expected to have no significant impact to the financial statements of the Group and the Bank upon their initial application other than MFRS 9.

MFRS 9 replaces MFRS 139 on the classification and measurement of financial assets and financial liabilities, impairment methodology and hedge accounting.

The Bank is in the midst of analysing the requirements of the standard and its impact.

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2. Basis of preparation of the financial statements (cont'd.)

2.4 Significant accounting judgements and estimates

In the process of applying the Group's and the Bank's accounting policies, management has exercised judgements and estimates in determining the amounts recognised in the financial statements. The most significant uses of judgements and estimates are as follows:

(i) Impairment losses on loans, advances and financing

The Group and the Bank review their individually significant loans, advances and financing at each reporting date to assess whether an impairment loss should be recorded in the income statements. In particular, judgement by management is required in the estimation of the amount and timing of future cash flows when determining the impairment loss. In estimating these cash flows, the Group and the Bank make judgement about the borrower's financial situation and the net realisable value of collateral. These estimates are based on the assumptions on a number of factors and actual results may differ, resulting in future changes in the allowance.

The Group and the Bank review their remaining loans, advances and financing collectively and estimate probability of default and loss given default based on historical data, parent bank data, rating agencies' data, etc.

The impairment loss on loans, advances and financing is disclosed in more detail in Note 15(vii).

(ii) Impairment of available-for-sale investments

The Group and the Bank review the debt securities classified as available-for-sale investments at each reporting date to assess whether they are impaired. This requires similar judgement as applied to the individual assessment of loans, advances and financing.

The Group and the Bank also record impairment charges on available-for-sale equity investments when there has been a significant or prolonged decline in the fair value below their cost. The determination of what is 'significant' or 'prolonged' requires judgement. In making this judgement, the Group and the Bank evaluate, among other factors, historical share price movements and duration and audited financial information of the equity investments to assess the extent to which the fair value of an investment is less than its cost, if any.

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2. Basis of preparation of the financial statements (cont'd.)

2.4 Significant accounting judgements and estimates (cont'd.)

(iii) Deferred tax assets

Deferred tax assets are recognised in respect of any tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits, together with future tax planning strategies.

3. Auditors' report on preceding annual financial statements

The auditors' report on the audited annual financial statements for the year ended 31 December 2014 was not subject to any qualification.

4. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group and the Bank during the financial period ended 30 September 2015.

5. Comments about seasonal or cyclical factors

The business operations of the Group and the Bank are not materially affected by any seasonal or cyclical factors.

6. Changes in estimates

There were no significant changes in estimates of amounts reported in prior financial periods that have a material effect on the financial results and position of the Group and the Bank for the financial period ended 30 September 2015.

7. Debt and equity securities

There were no issuances, repurchases and repayments of debt and equity securities during the financial period ended 30 September 2015.

8. Subsequent events

There were no material events subsequent to the end of the current period that require disclosure or adjustments to the interim condensed financial statements.

9. Changes in composition of the group

There were no changes in the composition of the Group during the reporting period.

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10. Dividends paid

No dividend was declared or paid during the financial period ended 30 September 2015.

11. Segmental information

As the Group does not have foreign operations, the Group is not required to present separate identifiable geographical segments.

12. Securities held-for-trading

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
In Malaysia:		
At fair value		
Money market instruments:		
Bank Negara Monetary Notes	-	49,970
	<u>-</u>	<u>49,970</u>

13. Securities available-for-sale

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
In Malaysia:		
At fair value		
Money market instruments:		
Government Investment Issues	358,206	149,325
Malaysian Government Securities	278,917	149,027
Negotiable Instruments of Deposit	200,000	250,000
Malaysian Treasury Bills	59,208	-
Cagamas Bonds	49,765	49,783
Bank Negara Monetary Notes	-	378,391
Unquoted securities in Malaysia:		
Private debt securities	140,100	140,037
	<u>1,086,196</u>	<u>1,116,563</u>
At cost		
Unquoted securities:		
Shares	872	872
	<u>1,087,068</u>	<u>1,117,435</u>

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14. Securities held-to-maturity

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
In Malaysia:		
At amortised cost		
Unquoted securities:		
Private debt securities	13	13

15. Loans, advances and financing

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
At amortised cost		
Overdrafts	176,501	196,349
Term loans		
- Housing loans	4,732	4,749
- Syndicated term loan	127,108	40,588
- Other term loans	1,023,149	797,758
Revolving credits	605,466	621,273
Bills receivables	13,880	12,054
Trust receipts	161,539	200,177
Bankers' acceptances	938,274	1,045,655
Other financing	179	1,100
Staff loans	1,337	1,601
	<u>3,052,165</u>	<u>2,921,304</u>
Unearned interest	(6,398)	(8,115)
Gross loans, advances and financing	<u>3,045,767</u>	<u>2,913,189</u>
Less: Allowances for impaired loans and financing		
- Individual impairment allowance	(85,135)	(66,739)
- Collective impairment allowance	(78,729)	(65,205)
Net loans, advances and financing	<u>2,881,903</u>	<u>2,781,245</u>

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15. Loans, advances and financing (cont'd.)

- (i) The maturity structure of gross loans, advances and financing are as follows:

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
Maturing within one year	1,962,580	2,140,563
One year to three years	98,007	35,057
Three years to five years	539,821	394,414
Over five years	445,359	343,155
	<u>3,045,767</u>	<u>2,913,189</u>

- (ii) Gross loans, advances and financing according to purpose are as follows:

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
Purchase of transport vehicles	584	507
Purchase of residential properties	6,596	7,021
Purchase of non-residential properties	78,098	75,010
Purchase of fixed assets other than land and building	41,685	38,701
Personal use	16,651	15,425
Construction	290,162	230,045
Mergers and acquisitions	51,259	64,243
Working capital	2,338,280	2,273,448
Others	222,452	208,789
	<u>3,045,767</u>	<u>2,913,189</u>

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15. Loans, advances and financing (cont'd.)

(iii) Gross loans, advances and financing according to type of customer are as follows:

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
Domestic non-bank financial institutions	282,761	308,900
Domestic business enterprises		
- Small medium enterprises	585,400	754,463
- Others	2,130,767	1,809,449
Individuals	46,839	40,377
	<u>3,045,767</u>	<u>2,913,189</u>

(iv) Gross loans, advances and financing according to interest/profit rate sensitivity are as follows:

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
Variable rate		
- BLR plus	478,404	541,150
- Cost-plus	2,456,411	2,207,055
- Other variable rates	110,952	164,984
	<u>3,045,767</u>	<u>2,913,189</u>

(v) All loans, advances and financing of the Group and of the Bank are to customers in Malaysia.

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15. Loans, advances and financing (cont'd.)

(vi) Movements in impaired loans, advances and financing are as follows:

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
Balance as at 1 January	116,032	27,485
Classified as impaired during the period/year	44,421	102,751
Reclassified as non-impaired during the period/year	(480)	(535)
Amount recovered	(12,252)	(8,605)
Amount written off	-	(5,064)
Balance as at end of period/year	<u>147,721</u>	<u>116,032</u>
Individual impairment allowance	<u>(85,135)</u>	<u>(66,739)</u>
Net impaired loans, advances and financing	<u>62,586</u>	<u>49,293</u>
Ratio of net impaired loans, advances and financing to gross loans, advances and financing less individual impairment allowance	<u>2.11%</u>	<u>1.73%</u>

(vii) Movements in the impairment allowances are as follows:

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
Individual impairment allowance		
Balance as at 1 January	66,739	20,882
Allowance made during the period/year (Note 23)	19,096	52,259
Amount written back (Note 23)	(700)	(1,337)
Amount written off	-	(5,065)
Balance as at end of period/year	<u>85,135</u>	<u>66,739</u>
Collective impairment allowance		
Balance as at 1 January as previously stated	65,205	63,282
Allowance made during the year period/year (Note 23)	13,524	1,923
Balance as at end of period/year	<u>78,729</u>	<u>65,205</u>
Collective impairment allowance as % of gross loans, advances and financing less individual impairment allowance	<u>2.66%</u>	<u>2.29%</u>

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15. Loans, advances and financing (cont'd.)

(vii) Movements in the impairment allowances (cont'd.)

The Bank performs individual impairment assessment based on certain obligatory and judgmental triggers that may indicate potential impairment. Loans and overdrafts are classified as impaired when repayments are in arrears for three (3) months or more from the first day of default. Trade bills, bankers acceptances and trust receipts are classified as impaired when they are due and unpaid for three (3) months from the first day of default. All impaired accounts are selected for individual impairment review on a quarterly basis. The Bank also performs quarterly individual impairment reviews for:

- Special Mention accounts that are in arrears between 1 to 3 months, whether or not there had been any rescheduling or restructuring of payment terms; and
- Watchlist accounts that had been monitored as Special Mention accounts for more than 3 times in the last 9 months.

(viii) Impaired loans, advances and financing according to purpose are as follows:

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
Purchase of residential properties	3,274	2,095
Construction	10,020	-
Working capital	134,427	113,937
	<u>147,721</u>	<u>116,032</u>

All impaired loan, advances and financing of the Bank are attributable to customers in Malaysia.

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16. Other assets

	Group		Bank	
	30.9.2015	31.12.2014	30.9.2015	31.12.2014
	RM'000	RM'000	RM'000	RM'000
Other receivables, deposits and prepayments	11,200	7,624	11,200	7,624
Tax recoverable	13,430	10,345	13,430	10,345
	<u>24,630</u>	<u>17,969</u>	<u>24,630</u>	<u>17,969</u>

17. Property and equipment

During the nine-month period ended 30 September 2015, the Group and the Bank acquired assets with a cost of RM16,126,910 (31.12.2014: RM55,794,000).

18. Deposits from customers

- (i) By type of deposit

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
Fixed deposits	2,257,011	1,930,764
Negotiable instruments of deposits	535,000	640,000
Current accounts	225,386	215,217
Savings deposits	12,934	12,520
Short term deposits	89,535	316,485
	<u>3,119,866</u>	<u>3,114,986</u>

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18. Deposits from customers (cont'd.)

- (ii) The maturity structure of fixed deposits, negotiable instruments of deposits and short term deposits is as follows:

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
Due within six months	2,702,997	2,766,006
Six months to one year	173,676	104,420
One year to three years	1,761	15,613
Over three years	3,112	1,210
	<u>2,881,546</u>	<u>2,887,249</u>

- (iii) The deposits are sourced from the following customers:

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
Domestic financial institutions	452,013	540,000
Government	100,000	100,000
Business enterprises	2,231,817	2,127,859
Individuals	336,036	345,052
Others	-	2,075
	<u>3,119,866</u>	<u>3,114,986</u>

- (iv) All the deposits from customers are unsecured.

19. Deposits and placements of banks and other financial institutions

	Group and Bank	
	30.9.2015	31.12.2014
	RM'000	RM'000
Licensed banks	419,785	957,843
Other financial institutions	178	1,096
	<u>419,963</u>	<u>958,939</u>

All the deposits and placements of banks and other financial institutions are unsecured.

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20. Other liabilities

	Group		Bank	
	30.9.2015 RM'000	31.12.2014 RM'000	30.9.2015 RM'000	31.12.2014 RM'000
Accruals	4,431	2,224	4,431	2,224
Interest payables	14,214	16,302	14,214	16,302
Other payables	21,754	24,704	21,751	24,701
	<u>40,399</u>	<u>43,230</u>	<u>40,396</u>	<u>43,227</u>

21. Interest income

	Group and Bank			
	Current Quarter 3 months ended		Cumulative Quarter 9 months ended	
	1.7.2015 to 30.9.2015 RM'000	1.7.2014 to 30.9.2014 RM'000	1.1.2015 to 30.9.2015 RM'000	1.1.2014 to 30.9.2014 RM'000
Interest income from loans, advances and financing				
- Interest income other than recoveries from impaired loans	36,144	31,322	107,637	90,414
- Interest income from impaired loans	1,040	700	3,145	1,730
Deposits and placements with banks and other financial institutions	2,491	3,121	10,675	8,452
Securities held-for-trading	33	57	101	102
Securities available-for-sale	8,982	5,789	24,103	15,758
Securities held-to-maturity	-	442	-	1,301
	<u>48,690</u>	<u>41,431</u>	<u>145,661</u>	<u>117,757</u>
Amortisation of premium net of accretion of discount				
- Securities held-for-trading	3	1	34	1
- Securities available-for-sale	141	(99)	2,393	191
- Securities held-to-maturity	-	(27)	-	(80)
	<u>48,834</u>	<u>41,306</u>	<u>148,088</u>	<u>117,869</u>

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22. Interest expense

	Group and Bank			
	Current Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	1.7.2015	1.7.2014	1.1.2015	1.1.2014
	to	to	to	
	30.9.2015	30.9.2014	30.9.2015	30.9.2014
	RM'000	RM'000	RM'000	RM'000
Deposits from customers	26,755	21,769	78,931	61,678
Deposits and placements of banks and other financial institutions	2,353	2,893	10,219	7,533
	<u>29,108</u>	<u>24,662</u>	<u>89,150</u>	<u>69,211</u>

23. Loan impairment charges, net

	Group and Bank			
	Current Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	1.7.2015	1.7.2014	1.1.2015	1.1.2014
	to	to	to	
	30.9.2015	30.9.2014	30.9.2015	30.9.2014
	RM'000	RM'000	RM'000	RM'000
Allowance for impaired loans, advances and financing				
Individual impairment:				
- made during the period (Note 15(vii))	5,513	10,672	19,096	29,087
- written back (Note 15(vii))	(518)	(445)	(700)	(957)
Collective impairment, net (Note 15(vii))	5,726	5,198	13,524	1,603
Impaired loans, advances and financing recovered	(861)	(17)	(880)	(46)
	<u>9,860</u>	<u>15,408</u>	<u>31,040</u>	<u>29,687</u>

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24. Non-interest income

	Group			
	Current Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	1.7.2015	1.7.2014	1.1.2015	1.1.2014
	to	to	to	to
	30.9.2015	30.9.2014	30.9.2015	30.9.2014
	RM'000	RM'000	RM'000	RM'000
Fee income:				
Commission	1,063	1,224	3,038	3,650
Service charges and fees	857	407	2,242	1,238
Guarantee fees	469	530	1,377	1,845
	<u>2,389</u>	<u>2,161</u>	<u>6,657</u>	<u>6,733</u>
Investment income:				
Net gain/(loss) on sale of investments:				
- Securities held-for-trading	79	29	132	88
- Securities available-for-sale	-	(66)	214	(66)
Net (loss)/gain on revaluation of securities held-for-trading	(11)	-	(2)	59
Writeback of impairment losses on securities held-to-maturity	16	6	45	42
Gross dividend from securities available-for-sale	48	40	103	95
	<u>132</u>	<u>9</u>	<u>492</u>	<u>218</u>
Foreign exchange gain	5,824	502	24,061	3,790
Unrealised (loss)/gain on foreign exchange forward contracts	(3,573)	831	(19,790)	(87)
Rental income	84	92	255	293
Gain on disposal of property	2	5	14	19
	<u>2,337</u>	<u>1,430</u>	<u>4,540</u>	<u>4,015</u>
	<u>4,858</u>	<u>3,600</u>	<u>11,689</u>	<u>10,966</u>

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24. Non-interest income (cont'd.)

	Bank			
	Current Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	1.7.2015 to 30.9.2015 RM'000	1.7.2014 to 30.9.2014 RM'000	1.1.2015 to 30.9.2015 RM'000	1.1.2014 to 30.9.2014 RM'000
Fee income:				
Commission	1,055	1,218	3,025	3,638
Service charges and fees	857	407	2,242	1,238
Guarantee fees	469	530	1,377	1,845
	<u>2,381</u>	<u>2,155</u>	<u>6,644</u>	<u>6,721</u>
Investment income:				
Net gain/(loss) on sale of investments:				
- Securities held-for-trading	79	29	132	88
- Securities available-for-sale	-	(66)	214	(66)
Net (loss)/gain on revaluation of securities held-for-trading	(11)	-	(2)	59
Writeback of impairment losses on securities held-to-maturity	16	6	45	42
Gross dividend from securities available-for-sale	48	40	103	95
	<u>132</u>	<u>9</u>	<u>492</u>	<u>218</u>
Foreign exchange gain	5,824	502	24,061	3,790
Unrealised (loss)/gain on foreign exchange forward contracts	(3,573)	831	(19,790)	(87)
Rental income	84	92	255	293
Gain on disposal of property	2	5	14	19
	<u>2,337</u>	<u>1,430</u>	<u>4,540</u>	<u>4,015</u>
	<u>4,850</u>	<u>3,594</u>	<u>11,676</u>	<u>10,954</u>

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25. Overhead expenses

	Group			
	Current Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	1.7.2015	1.7.2014	1.1.2015	1.1.2014
	to	to	to	to
	30.9.2015	30.9.2014	30.9.2015	30.9.2014
	RM'000	RM'000	RM'000	RM'000
Personnel costs				
Salaries, allowances and bonuses	5,086	5,087	14,850	15,151
Defined Contribution Plan				
- Employees Provident Fund	707	758	2,138	2,247
Others	841	478	2,461	1,658
	<u>6,634</u>	<u>6,323</u>	<u>19,449</u>	<u>19,056</u>
Establishment costs				
Depreciation	540	419	1,661	1,274
Amortisation of intangible assets	116	112	357	353
Repair and maintenance	156	164	903	515
Computerisation costs	333	269	855	875
Rental expenses	215	214	644	643
Others	407	434	1,279	1,273
	<u>1,767</u>	<u>1,612</u>	<u>5,699</u>	<u>4,933</u>
Marketing costs				
Advertising and publicity	43	99	174	231
Others	7	19	40	57
	<u>50</u>	<u>118</u>	<u>214</u>	<u>288</u>

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25. Overhead expenses (cont'd.)

	Group			
	Current Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	1.7.2015	1.7.2014	1.1.2015	1.1.2014
	to	to	to	to
	30.9.2015	30.9.2014	30.9.2015	30.9.2014
	RM'000	RM'000	RM'000	RM'000
Administration and general costs				
Communication expenses	284	278	852	824
Subscriptions	327	253	838	707
Professional fees	325	279	1,000	680
Auditors remunerations	51	55	282	290
Non-executive directors' remuneration	231	183	640	535
Insurance	62	62	430	193
Travelling	(9)	67	217	168
Others	331	207	943	1,026
	<u>1,602</u>	<u>1,384</u>	<u>5,202</u>	<u>4,423</u>
Total	<u>10,053</u>	<u>9,437</u>	<u>30,564</u>	<u>28,700</u>

The above expenses include the following statutory disclosures:

	Group			
	Current Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	1.7.2015	1.7.2014	1.1.2015	1.1.2014
	to	to	to	to
	30.9.2015	30.9.2014	30.9.2015	30.9.2014
	RM'000	RM'000	RM'000	RM'000
Directors' fee and remuneration	245	596	1,541	1,773
Hire of equipment	25	28	83	86
Auditors' remuneration				
- Statutory audit	24	26	121	120
- Other regulated related services	22	23	49	49
- Other services	7	6	112	121
	<u>7</u>	<u>6</u>	<u>112</u>	<u>121</u>

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25. Overhead expenses (cont'd.)

	Bank			
	Current Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	1.7.2015 to 30.9.2015 RM'000	1.7.2014 to 30.9.2014 RM'000	1.1.2015 to 30.9.2015 RM'000	1.1.2014 to 30.9.2014 RM'000
Personnel costs				
Salaries, allowances and bonuses	5,086	5,087	14,850	15,151
Defined Contribution Plan - Employees Provident Fund	707	758	2,138	2,247
Others	841	478	2,461	1,658
	<u>6,634</u>	<u>6,323</u>	<u>19,449</u>	<u>19,056</u>
Establishment costs				
Depreciation	540	419	1,661	1,274
Amortisation of intangible assets	116	112	357	353
Repair and maintenance	156	164	903	515
Computerisation costs	333	269	855	875
Rental expenses	215	214	644	643
Others	407	434	1,279	1,273
	<u>1,767</u>	<u>1,612</u>	<u>5,699</u>	<u>4,933</u>
Marketing costs				
Advertising and publicity	43	99	174	231
Others	7	19	40	57
	<u>50</u>	<u>118</u>	<u>214</u>	<u>288</u>

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25. Overhead expenses (cont'd.)

	Bank			
	Current Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	1.7.2015	1.7.2014	1.1.2015	1.1.2014
	to	to	to	to
	30.9.2015	30.9.2014	30.9.2015	30.9.2014
	RM'000	RM'000	RM'000	RM'000
Administration and general costs				
Communication expenses	284	278	852	824
Subscriptions	327	253	838	707
Professional fees	325	279	1,000	680
Auditors remunerations	51	54	280	288
Non-executive directors' remuneration	231	183	640	535
Insurance	62	62	430	193
Travelling	(9)	67	217	168
Others	331	207	943	1,026
	<u>1,602</u>	<u>1,383</u>	<u>5,200</u>	<u>4,421</u>
Total	<u>10,053</u>	<u>9,436</u>	<u>30,562</u>	<u>28,698</u>

The above expenses include the following statutory disclosures:

	Bank			
	Current Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	1.7.2015	1.7.2014	1.1.2015	1.1.2014
	to	to	to	to
	30.9.2015	30.9.2014	30.9.2015	30.9.2014
	RM'000	RM'000	RM'000	RM'000
Directors' fee and remuneration	245	596	1,541	1,773
Hire of equipment	25	28	83	86
Auditors' remuneration				
- Statutory audit	23	25	120	118
- Other regulated related services	22	23	49	49
- Other services	6	6	111	121
	<u>6</u>	<u>6</u>	<u>111</u>	<u>121</u>

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26. Commitments and contingencies

In the normal course of business, the Group and the Bank make various commitments and incur certain contingent liabilities with legal recourse to its customers. No material losses are anticipated as a result of these transactions.

The Group and the Bank do not enter into repo-style transactions and credit derivative contracts booked in its trading and banking books. The involvement of the Group and the Bank in derivatives are only restricted to foreign forward exchange contracts.

Risk weighted exposures of the Group and the Bank as at the reporting date are as below:

Group and Bank	Principal Amount RM'000	Positive Fair Value Derivative Contracts RM'000	Credit Equivalent Amount RM'000	Risk Weighted Amount RM'000
30 September 2015				
Direct credit substitutes	6,105	-	6,105	5,419
Transaction-related contingent items	200,302	-	100,151	94,559
Short-term self-liquidating trade-related contingencies	64,423	-	12,885	12,885
Forward foreign exchange contracts				
- less than one year	486,858	17,572	24,757	16,917
Other commitments, such as formal standby facilities and credit lines, with an original				
- maturity more than one year	118,526	-	59,263	59,250
- maturity less than one year	1,802,923	-	360,584	360,296
Any commitment that are unconditionally cancelled at any time without prior notice	59,467	-	-	-
Total	2,738,604	17,572	563,745	549,326

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26. Commitments and contingencies (cont'd.)

Group and Bank	Principal Amount RM'000	Positive Fair Value Derivative Contracts RM'000	Credit Equivalent Amount RM'000	Risk Weighted Amount RM'000
31 December 2014				
Direct credit substitutes	9,915	-	9,915	9,257
Transaction-related contingent items	188,313	-	94,156	91,536
Short-term self-liquidating trade-related contingencies	66,688	-	13,338	13,033
Forward foreign exchange contracts				
- less than one year	743,742	21,337	29,147	12,486
Other commitments, such as formal standby facilities and credit lines, with an original				
- maturity more than one year	25,462	-	12,731	12,727
- maturity less than one year	1,811,893	-	362,379	361,340
Any commitment that are unconditionally cancelled at any time without prior notice	52,064	-	-	-
Total	2,898,077	21,337	521,666	500,379

The credit equivalent amount and risk-weighted amount are arrived at using the credit conversion factors as defined in Bank Negara Malaysia's revised Risk Weighted Capital Adequacy Framework: Standardised Approach (Basel II).

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27. Fair value hierarchy

The Group and the Bank use the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities;

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair values are observable, either directly or indirectly;

Level 3: Techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

The following table shows the analysis of financial instruments recorded and disclosed at their fair values by level of hierarchy:

Group and Bank	Note	Level 1	Level 2	Level 3	Total
30 September 2015		RM'000	RM'000	RM'000	RM '000
<u>Securities held-for-trading</u>	12				
Money market instruments:					
Malaysian Government Securities		-	-	-	-
		-	-	-	-
<u>Securities available-for-sale</u>	13				
Money market instruments:					
Malaysian Government Securities			278,917		278,917
Cagamas Bonds		-	49,765	-	49,765
Government Investment Issue			358,206	-	358,206
BNM Monetary Notes		-	-	-	-
Negotiable Instruments of Deposit		-	200,000	-	200,000
Unquoted securities in Malaysia:			59,208		59,208
Private debt securities		-	140,100	-	140,100
		-	1,086,196	-	1,086,196
<u>Derivatives</u>					
Derivative financial assets					
Unrealised gain on derivatives		-	17,572	-	17,572
Derivative financial liabilities					
Unrealised loss on derivatives		-	(21,307)	-	(21,307)
		-	(3,735)	-	(3,735)

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27. Fair value hierarchy (cont'd.)

Group and Bank	Note	Level 1	Level 2	Level 3	Total
31 December 2014		RM'000	RM'000	RM'000	RM'000
<u>Securities held-for-trading</u>	12				
Money market instruments:					
BNM Monetary Notes		-	49,970	-	49,970
		-	49,970	-	49,970
<u>Securities available-for-sale</u>	13				
Money market instruments:					
Malaysian Government					
Securities		-	149,027	-	149,027
Cagamas Bonds		-	49,783	-	49,783
Government Investment Issue		-	149,325	-	149,325
BNM Monetary Notes		-	378,391	-	378,391
Negotiable Instruments of Deposit		-	250,000	-	250,000
Unquoted securities in Malaysia:					
Private debt securities		-	140,037	-	140,037
		-	1,116,563	-	1,116,563
<u>Derivatives</u>					
Derivative financial assets					
Unrealised gain on derivatives		-	21,337	-	21,337
Derivative financial liabilities					
Unrealised loss on derivatives		-	(5,282)	-	(5,282)
		-	16,055	-	16,055

Valuation methods and assumptions

The fair value of the financial assets and liabilities is the amount at which the asset could be sold or the liability transferred in a current transaction between market participants, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

(i) Securities held-for-trading, available-for-sale and held-to-maturity

The fair value of the securities available-for-sale is estimated based on broker/dealer price quotations.

(ii) Derivative financial instruments

Derivative products valued using valuation technique with significant market observable inputs which are mainly currency swaps and forward exchange contracts. The most frequently applied valuation techniques include forward pricing and swap models, using present value calculations.

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27. Fair value hierarchy (cont'd.)

Valuation methods and assumptions (cont'd)

(ii) Derivative financial instruments (cont'd)

The models incorporate various inputs including the credit quality of counterparties, foreign exchange and forward rates and interest rate curves.

28. Capital adequacy

- (i) Capital adequacy ratios of the Group and of the Bank are computed in accordance with Bank Negara Malaysia's ("BNM") revised Risk Weighted Capital Adequacy Framework ("RWCAF"): Standardised Approach for Credit Risk and Market Risk, and Basic Indicator Approach for Operational Risk (Basel II).

The implementation of Basel III in Malaysia has commenced with effect from 1 January 2013 under the new Basel III rules released on 28 November 2012 by BNM. Under the new Basel III rules, banking institutions are required to maintain higher minimum quantity and quality of capital but the requirements will be subject to a service of the transitional arrangements and be phased-in over a period of time commencing 2013 and to be fully effective by 2019. BNM is also expected to introduce additional capital buffer requirements which will comprise of capital conservation buffer of 2.5% of total risk-weighted assets ("RWA") and countercyclical capital buffer ranging between 0% - 2.5% of total RWA. Further guidance on the capital buffer requirements will be announced by BNM before 2016.

- (ii) The capital adequacy ratios of the Bank as at the reporting date, are as follows:

	30.9.2015	31.12.2014
Common equity tier-1 capital ratio	19.44%	19.93%
Total capital ratio	<u>20.64%</u>	<u>21.14%</u>

- (iii) The components of common equity tier-1 and tier-2 capital (excluding deferred tax assets) of the Bank are as follows:

	30.9.2015	31.12.2014
	RM'000	RM'000
Common Equity Tier-1 Capital		
Paid-up share capital	600,000	600,000
Statutory reserve	146,472	146,472
Unrealised losses on available-for-sale financial instruments	(4,166)	(2,523)
Retained profits	28,636	21,928
Less: Deferred tax assets (excluding those from revaluation reserve)	<u>(12,715)</u>	<u>(11,967)</u>
Total Common Equity Tier-1 Capital	<u>758,227</u>	<u>753,910</u>

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28. Capital adequacy (cont'd.)

	30.9.2015	31.12.2014
	RM'000	RM'000
Tier-2 Capital		
Collective impairment (only those attributable to non-impaired loan, advances and financing)	46,842	45,542
Total Tier-2 Capital	<u>46,842</u>	<u>45,542</u>
Total capital		
Tier-1 Capital	758,227	753,910
Tier-2 Capital	46,842	45,542
Less: Investment in subsidiary	(10)	(10)
Total Capital	<u>805,059</u>	<u>799,442</u>

- (iv) The breakdown of risk-weighted assets (excluding deferred tax assets) of the Bank in the various categories of risk-weights are as follows:

	Principal	Risk-weighted	Principal	Risk-weighted
	30.9.2015	assets	31.12.2014	assets
	RM'000	30.9.2015	RM'000	31.12.2014
		RM'000	RM'000	RM'000
0%	825,299	-	1,138,892	-
20%	519,359	103,872	798,393	159,679
35%	3,146	1,101	3,365	1,178
50%	55,349	27,675	30,564	15,281
100%	3,554,426	3,554,425	3,396,120	3,396,120
150%	40,203	<u>60,305</u>	47,402	<u>71,103</u>
Total risk-weighted assets for credit risk		3,747,378		3,643,361
Total risk-weighted assets for market risk		10,414		9,277
Total risk-weighted assets for operational risk		<u>142,606</u>		<u>129,484</u>
Total risk-weighted assets		<u>3,900,398</u>		<u>3,782,122</u>

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29. Significant related party disclosures

Significant transactions between the Group and the Bank and their related parties are as follows:

	Group and Bank			
	Current Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	1.7.2015	1.7.2014	1.1.2015	1.1.2014
	to	to	to	to
	30.9.2015	30.9.2014	30.9.2015	30.9.2014
	RM'000	RM'000	RM'000	RM'000
Income				
Interest on advances to the holding company and its branches	-	1	1	2
Expenditure				
Interest on advances from the holding company and its branches	493	359	1,353	1,015
			Group and Bank	
			30.9.2015	31.12.2014
			RM'000	RM'000
Amount due to				
Deposits and placements from the holding company and its branches			402,448	570,872
Amount due from				
Cash and short-term funds placed with the holding company and its branches			9,717	5,580

The directors are of the opinion that all the transactions above have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties.

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Statement by directors

We, Chris Chia Woon Liat and Lee Khee Joo @ Lee Ying Chong, being two of the directors of Bangkok Bank Berhad, do hereby state that, in the opinion of the directors, the accompanying financial statements set out on pages 2 to 38 are drawn up in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards so as to give a true and fair view of the financial position of the Group and of the Bank as at 30 September 2015 and of the results and the cash flows of the Group and of the Bank for the nine-month period then ended.

Signed on behalf of the Board in accordance with a resolution of the directors.

Chris Chia Woon Liat

Lee Khee Joo @ Lee Ying Chong

Kuala Lumpur, Malaysia

30 December 2015