

TISCO Financial Group Public Company Limited
and its subsidiary companies
Report and interim financial statements
For the three-month and nine-month periods ended
30 September 2009

Review Report of Independent Auditor

To the Shareholders of TISCO Financial Group Public Company Limited

I have reviewed the accompanying consolidated balance sheet of TISCO Financial Group Public Company Limited and its subsidiaries ("TISCO Group" after holding restructuring) as at 30 September 2009, the related consolidated statements of income for the three-month and nine-month periods ended 30 September 2009, the consolidated statements of changes in shareholders' equity and cash flows for the nine-month period ended 30 September 2009, and the separate financial statements of TISCO Financial Group Public Company Limited for the same period. These financial statements are the responsibility of the Company's management as to their correctness and the completeness of the presentation.

My responsibility is to issue a report on these financial statements based on my review.

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

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

The consolidated financial statements of TISCO Financial Group Public Company Limited and its subsidiaries for the year ended 31 December 2008 and the separate financial statements of TISCO Financial Group Public Company Limited for the period ended 31 December 2008 were audited in accordance with generally accepted auditing standards by another auditor of our firm who, under his report dated 6 February 2009, expressed an unqualified audit opinion on those statements and draw attention to the basis of preparation of the consolidated financial statements of TISCO Group after the completion of the shareholding restructuring plan. The balance sheet as at 31 December 2008, as presented herein for comparative purposes, formed an integral part of the financial statements which have been audited and reported on by that auditor.

As mentioned in Note 1.2 to the financial statements, the Company has presented the consolidated financial statements of TISCO Bank Public Company Limited and its subsidiaries (“TISCO Group” before holding restructuring) to facilitate comparison by the financial statement users. The related consolidated statements of income for the three-month and nine-month periods ended 30 September 2008, the consolidated statements of changes in shareholders’ equity and cash flows for the nine-month period ended 30 September 2008, together with notes to the consolidated financial statements, as presented herein for comparative purposes, form a part of interim financial statements which were audited by the aforementioned auditor, whose report dated 7 November 2008 stated that nothing had come to his attention that caused him to believe that the financial statements were not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

Supachai Phanyawattano
Certified Public Accountant (Thailand) No. 3930

Ernst & Young Office Limited
Bangkok: 9 November 2009

TISCO Financial Group Public Company Limited and its subsidiaries

Balance sheets

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2009	31 December 2008	30 September 2009	31 December 2008
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Cash		644,267	595,570	50	-
Interbank and money market items	3.1				
Domestic					
Interest bearing		7,373,091	13,469,083	459,553	27,992
Non-interest bearing		78,571	44,196	-	-
Foreign					
Interest bearing		66,870	77,693	-	-
Non-interest bearing		-	-	-	-
Total interbank and money market items - net		7,518,532	13,590,972	459,553	27,992
Investments	3.2,3.3,3.6				
Current investment - net		2,097,329	2,706,175	-	-
Long-term investment - net		7,148,522	2,649,307	-	-
Investment in subsidiaries - net		-	-	15,405,489	15,297,196
Net investments		9,245,851	5,355,482	15,405,489	15,297,196
Receivable from clearing house		465,336	-	-	-
Loans, receivables and accrued interest receivable	3.4,3.6				
Loans and receivables		111,845,691	103,109,706	698,000	-
Securities and derivative business receivables		816,520	667,373	-	-
Total loans and receivables		112,662,211	103,777,079	698,000	-
Accrued interest receivable		123,048	136,704	52	-
Total loans, receivables and accrued interest receivable		112,785,259	103,913,783	698,052	-
Less: Allowance for doubtful accounts	3.5.1,3.5.2	(2,052,182)	(1,854,509)	-	-
Less: Allowance for loss on debt restructuring	3.5.4	(18)	(18)	-	-
Net loans, receivables and accrued interest receivable		110,733,059	102,059,256	698,052	-
Property foreclosed - net		373,371	1,005,709	-	-
Land, premises and equipment - net		1,607,234	1,658,578	739,015	772,831
Deferred tax assets	3.16	519,650	417,082	43,982	-
Other assets	3.7	1,719,913	1,490,488	31,718	14,126
Total assets		132,827,213	126,173,137	17,377,859	16,112,145

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

TISCO Financial Group Public Company Limited and its subsidiaries

Balance sheets (continued)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>30 September 2009</u>	<u>31 December 2008</u>	<u>30 September 2009</u>	<u>31 December 2008</u>
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity				
Deposits in baht	57,530,729	58,822,618	-	-
Interbank and money market items				
Domestic - Interest bearing	6,192,210	5,727,883	316,000	2,600,000
Liability payable on demand	460,712	496,740	-	-
Borrowings	3.8			
Short-term borrowings	46,989,314	41,768,420	3,251,946	-
Long-term borrowings	5,940,950	4,899,302	-	-
Total borrowings	52,930,264	46,667,722	3,251,946	-
Payable to clearing house	-	339,141	-	-
Securities and derivative business payables	1,290,202	292,191	-	-
Accrued interest payable	517,050	878,536	3,207	-
Other liabilities	3.9	1,849,980	208,091	272,180
Total liabilities	120,771,147	114,637,099	3,779,244	2,872,180

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

TISCO Financial Group Public Company Limited and its subsidiaries

Balance sheets (continued)

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements	
	30 September 2009 (Unaudited but reviewed)	31 December 2008 (Audited)	30 September 2009 (Unaudited but reviewed)	31 December 2008 (Audited)
Shareholders' equity				
Share capital				
Registered	11,002,000	11,002,010	11,002,000	11,002,010
Issued and fully paid-up - registered				
1,097,358 preference shares of Baht 10 each	10,974	-	10,974	-
723,509,047 ordinary shares of Baht 10 each (31 December 2008 : 1,000 ordinary shares of Baht 10 each)	7,235,090	10	7,235,090	10
	7,246,064	10	7,246,064	10
Issued and fully paid-up - awaiting to register				
31 December 2008 : 183,427,226 preference shares of Baht 10 each	-	1,834,272	-	1,834,272
31 December 2008 : 541,179,179 ordinary shares of Baht 10 each	-	5,411,792	-	5,411,792
	-	7,246,064	-	7,246,064
Share premium				
Share premium of preference shares	-	-	9,657	1,614,160
Share premium of ordinary shares	-	-	5,988,054	4,383,551
	-	-	5,997,711	5,997,711
	7,246,064	7,246,074	13,243,775	13,243,785
Adjustment from business combination of entities under common control under holding restructuring plan	656,755	656,755	-	-
Revaluation surplus (deficit) on changes in the value of investment	3.11 26,607	(398,992)	-	-
Unrealised losses on cash flow hedges	(25,837)	-	-	-
Translation adjustment	86,804	78,102	-	-
Retained earnings (deficit) - unappropriated	3,942,648	3,835,779	354,840	(3,820)
Equity attributable to the company's shareholders	11,933,041	11,417,718	13,598,615	13,239,965
Non-controlling interest - equity attributable to minority shareholders of subsidiaries	123,025	118,320	-	-
Total shareholders' equity	12,056,066	11,536,038	13,598,615	13,239,965
Total liabilities and shareholders' equity	132,827,213	126,173,137	17,377,859	16,112,145
<u>Off-balance sheet items - contingencies</u>	3.20			
Aval to bills and guarantees of loans	12,300	70,697	-	-
Other commitments	2,782,653	7,477,492	-	-

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

Mr. Pliu Mangkornkanok
(Group Chief Executive Officer)

Mrs. Oranuch Apisaksirikul
(President)

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries**Income statements**

For the three-month periods ended 30 September 2009 and 2008

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

	Note	After holding	Before holding	Separate		
		restructuring	restructuring		financial statements of TISCO Financial Group Plc.	
		Consolidated	Consolidated			financial statements of TISCO Bank Plc. and its subsidiaries
		financial statements	financial statements			
and its subsidiaries	and its subsidiaries	and its subsidiaries				
2009	2008	2009				
Interest and dividend income						
Loans		300,669	331,001	53		
Interbank and money market items		22,523	83,804	538		
Hire purchase and financial lease income		1,632,955	1,423,245	-		
Investments		171,734	100,246	-		
Total interest and dividend income		2,127,881	1,938,296	591		
Interest expenses						
Deposits		217,322	411,257	-		
Interbank and money market items		47,304	38,804	9,620		
Short-term borrowings		194,846	396,414	4,376		
Long-term borrowings		69,989	43,549	-		
Total interest expenses		529,461	890,024	13,996		
Net interest and dividend income		1,598,420	1,048,272	(13,405)		
Bad debt and doubtful accounts		(317,599)	(330,973)	-		
Net interest and dividend income after bad debt and doubtful accounts		1,280,821	717,299	(13,405)		
Non-interest income						
Brokerage fees		156,902	106,940	-		
Gain (loss) on investments	3.12	(6,691)	6,282	(12,150)		
Loss on derivatives	3.13	(78)	(3)	-		
Fees and service income						
Acceptances, aval and guarantees		4,127	4,734	-		
Insurance services		159,167	163,973	-		
Fund management		165,103	113,801	-		
Others		80,696	90,149	301,727		
Loss on exchange		-	(5,063)	-		
Other income		173,024	109,140	15,785		
Total non-interest income		732,250	589,953	305,362		
Total net income		2,013,071	1,307,252	291,957		

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries**Income statements (continued)**

For the three-month periods ended 30 September 2009 and 2008

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

	After holding restructuring	Before holding restructuring	
	Consolidated financial statements of TISCO Financial Group Plc. and its subsidiaries	Consolidated financial statements of TISCO Bank Plc. and its subsidiaries	Separate financial statements of TISCO Financial Group Plc.
<u>Note</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>
Non-interest expenses			
Personnel expenses	544,995	372,535	91,710
Premises and equipment expenses	176,005	147,484	26,149
Taxes and duties	27,110	27,556	11
Fees and service expenses	99,406	65,017	2,096
Directors' remuneration	1,980	1,725	1,980
Other expenses	414,095	140,801	4,589
Total non-interest expenses	1,263,591	755,118	126,535
Income before income tax	749,480	552,134	165,422
Corporate income tax	(233,166)	(154,213)	(41,009)
Net income for the period	516,314	397,921	124,413
Net income attributable to			
Equity holders of the parent	512,679	397,921	<u>124,413</u>
Non-controlling interest of the subsidiaries	3,635	-	
	<u>516,314</u>	<u>397,921</u>	
Earnings per share	3.17		
Basic earnings per share			
Net income attributable to equity holders of the parent	<u>0.71</u>	<u>0.49</u>	<u>0.17</u>
Diluted earnings per share			
Net income attributable to equity holders of the parent	<u>0.71</u>	<u>0.48</u>	<u>0.17</u>

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries**Income statements**

For the nine-month periods ended 30 September 2009 and 2008

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

	After holding restructuring	Before holding restructuring	
	Consolidated financial statements of TISCO Financial Group Plc. and its subsidiaries	Consolidated financial statements of TISCO Bank Plc. and its subsidiaries	Separate financial statements of TISCO Financial Group Plc.
<u>Note</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>
Interest and dividend income			
Loans	938,884	872,742	53
Interbank and money market items	125,146	231,497	2,139
Hire purchase and financial lease income	4,771,185	4,217,501	-
Investments	475,629	298,935	1,391,005
Total interest and dividend income	6,310,844	5,620,675	1,393,197
Interest expenses			
Deposits	911,582	1,319,127	-
Interbank and money market items	147,497	113,974	68,627
Short-term borrowings	713,212	864,954	7,674
Long-term borrowings	210,962	150,451	-
Total interest expenses	1,983,253	2,448,506	76,301
Net interest and dividend income	4,327,591	3,172,169	1,316,896
Bad debt and doubtful accounts	(964,189)	(840,195)	-
Net interest and dividend income after bad debt and doubtful accounts	3,363,402	2,331,974	1,316,896
Non-interest income			
Brokerage fees	383,396	403,250	-
Gain (loss) on investments	3.12 (10,119)	133,999	(43,732)
Loss on derivatives	3.13 (160)	(4,218)	-
Fees and service income			
Acceptances, aval and guarantees	7,585	8,551	-
Insurance services	457,091	483,714	-
Fund management	444,108	317,635	-
Others	242,140	262,245	905,262
Gain on exchange	9,198	2,605	-
Other income	3.14 444,452	276,947	44,760
Total non-interest income	1,977,691	1,884,728	906,290
Total net income	5,341,093	4,216,702	2,223,186

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries**Income statements (continued)**

For the nine-month periods ended 30 September 2009 and 2008

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

	After holding restructuring	Before holding restructuring	
	Consolidated financial statements of TISCO Financial Group Plc. and its subsidiaries	Consolidated financial statements of TISCO Bank Plc. and its subsidiaries	Separate financial statements of TISCO Financial Group Plc.
<u>Note</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>
Non-interest expenses			
Personnel expenses	1,506,201	1,242,198	284,880
Premises and equipment expenses	519,198	424,714	78,213
Taxes and duties	87,544	80,745	1,682
Fees and service expenses	250,022	249,025	8,350
Directors' remuneration	5,920	5,890	5,920
Other expenses	856,807	393,022	15,388
3.15			
Total non-interest expenses	3,225,692	2,395,594	394,433
Income before income tax	2,115,401	1,821,108	1,828,753
Corporate income tax	(634,859)	(492,815)	(108,169)
3.16			
Net income for the period	1,480,542	1,328,293	1,720,584
Net income attributable to			
Equity holders of the parent	1,468,794	1,328,293	1,720,584
Non-controlling interest of the subsidiaries	11,748	-	-
	1,480,542	1,328,293	
Earnings per share			
3.17			
Basic earnings per share			
Net income attributable to equity holders of the parent	1.90	1.64	2.25
Diluted earnings per share			
Net income attributable to equity holders of the parent	1.90	1.63	2.25

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries**Cash flow statements****For the nine-month periods ended 30 September 2009 and 2008**

(Unit: Thousand Baht)

	After holding restructuring	Before holding restructuring	
	Consolidated financial statements of TISCO Financial Group Plc. and its subsidiaries	Consolidated financial statements of TISCO Bank Plc. and its subsidiaries	Separate financial statements of TISCO Financial Group Plc.
	<u>2009</u>	<u>2008</u>	<u>2009</u>
Cash flows from operating activities			
Income before corporate income tax	2,115,401	1,821,108	1,828,753
Adjustments to reconcile net income before corporate income tax to net cash provided by (paid from) operating activities			
Depreciation and amortisation	230,509	183,139	45,300
Bad debt and doubtful accounts	1,335,117	1,187,796	-
Allowance for impairment of investments	6,519	1,528	43,732
Allowance for impairment of property foreclosed	363,931	10,339	-
Loss (gain) on disposal of investments	30,179	(133,100)	-
Gain on exchange rate	(9,198)	(2,605)	-
Loss (gain) on disposal of equipment	(5,392)	823	-
Loss from written off of equipment	5,088	-	-
Unrealised gain on securities for trading	(7,779)	-	-
Gain on disposal of property foreclosed	(43,499)	(10,030)	-
Decrease (increase) in other accrued income	(18,192)	34,401	(221)
Increase in accrued expenses	393,670	275,095	147,595
Income from operating activities before changes in operating assets and liabilities	4,396,354	3,368,494	2,065,159
Decrease (increase) in operating assets			
Interbank and money market items	7,085,926	(7,373,764)	(431,446)
Securities purchased under resale agreements	-	2,400,000	-
Investment in securities for trading	25,570	27,720	-
Receivable from clearing house	(465,335)	9,211	-
Loans and receivables	(10,484,965)	(13,731,831)	(698,000)
Securities and derivative business receivables	(149,147)	934,929	-
Property foreclosed	1,429,045	1,294,593	-
Other assets	25,727	(349,557)	(19,871)

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries**Cash flow statements (continued)**

For the nine-month periods ended 30 September 2009 and 2008

(Unit: Thousand Baht)

	After holding restructuring	Before holding restructuring	
	Consolidated financial statements of TISCO Financial Group Plc. and its subsidiaries	Consolidated financial statements of TISCO Bank Plc. and its subsidiaries	Separate financial statements of TISCO Financial Group Plc.
	<u>2009</u>	<u>2008</u>	<u>2009</u>
Increase (decrease) in operating liabilities			
Deposits	(1,291,888)	6,946,651	-
Interbank and money market items	469,968	(2,596,260)	(2,284,000)
Liability payable on demand	(36,029)	(97,087)	-
Borrowings	(3,615,963)	14,290,395	3,251,946
Payable to clearing house	(339,141)	(433,936)	-
Securities and derivative business payables	998,011	(514,442)	-
Other liabilities	(579,123)	(111,076)	(249,764)
	(2,530,990)	4,064,040	1,634,024
Net interest and dividend income	(4,327,591)	(3,172,169)	(1,316,896)
Cash received from interest	6,573,918	5,729,024	2,024
Cash paid for interest	(2,460,789)	(2,219,044)	(73,094)
Cash paid for corporate income tax	(551,912)	(522,327)	(114,110)
Net cash flows from (used in) operating activities	(3,297,364)	3,879,524	131,948
Cash flows from investing activities			
Cash paid for purchase of investment in securities held for investment	(3,356,971)	(7,179,619)	(8,983)
Cash received from sales of investment in securities held for investment	5,340,237	4,745,148	-
Cash paid for purchase of equipment	(148,977)	(170,800)	-
Cash received from sales of equipment	28,435	2,312	-
Cash received from dividend	76,177	136,944	1,391,005
Cash received from capital returned from subsidiary	-	1,370	-
Cash paid for decrease in ordinary shares	-	-	(10)
Cash paid for acquisition of a subsidiary (Note 4.3)	(890,321)	-	(890,321)
Cash paid for acquisition of the remaining shares in accordance with the Group shareholding restructuring plan (Note 4.1)	(1,754)	-	(1,754)
Cash received from share capital reduction of a subsidiary (Note 4.6.2)	-	-	740,050
Net cash flows from (used in) investing activities	1,046,826	(2,464,645)	1,229,987
Cash flows from financing activities			
Dividend paid	(1,367,131)	(1,489,771)	(1,361,885)
Cash received from issue long-term debentures	4,000,000	-	-
Cash paid for redemption of long-term debentures	(331,000)	-	-
Cash received from exchange of warrants to purchase preference shares	-	16,623	-
Net cash flows from (used in) financing activities	2,301,869	(1,473,148)	(1,361,885)
Translation adjustment	(2,634)	748	-
Net increase (decrease) in cash	48,697	(57,521)	50
Cash at beginning of the period	595,570	439,899	-
Cash at end of the period	644,267	382,378	50
	-	-	-
Supplemental cash flows information			
Non-cash transactions			
Conversion of preference shares to ordinary shares	1,823,299	347	1,823,299

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity

For the nine-month period ended 30 September 2008

(Unit: Thousand Baht)

Before holding restructuring - Consolidated financial statements of TISCO Bank Plc. and its subsidiaries

	Equity attributable to the parent's shareholders										Non-controlling interest equity attributable to minority shareholders	Total
	Issued and fully paid-up share capital		Share premium		Revaluation surplus (deficit) on changes in value of investment	Translation adjustment	Statutory reserve	Unappropriated retained earnings	Total equity attributable to the parent's shareholders			
	Preference shares	Ordinary shares	Preference shares	Ordinary shares								
Balance as at 31 December 2007	1,827,754	5,446,171	84,925	36,500	751,139	73,873	486,800	3,666,443	12,373,605	-	12,373,605	
Incomes (expenses) recognised directly in equity												
Decrease in fair value of investments	-	-	-	-	(1,219,208)	-	-	-	(1,219,208)	-	(1,219,208)	
Increase in translation adjustment	-	-	-	-	-	748	-	-	748	-	748	
Deferred tax recognised in shareholder's equity	-	-	-	-	346,164	-	-	-	346,164	-	346,164	
Incomes (expenses) recognised directly in equity	-	-	-	-	(873,044)	748	-	-	(872,296)	-	(872,296)	
Net income for the period	-	-	-	-	-	-	-	1,328,293	1,328,293	-	1,328,293	
Total incomes (expenses) for the period	-	-	-	-	(873,044)	748	-	1,328,293	455,997	-	455,997	
Dividend paid (Note 4.2)	-	-	-	-	-	-	-	(1,489,771)	(1,489,771)	-	(1,489,771)	
Income tax from unpaid dividend	-	-	-	-	-	-	-	(1,304)	(1,304)	-	(1,304)	
Warrants converted to preference shares	7,597	-	9,026	-	-	-	-	-	16,623	-	16,623	
Preference shares converted to ordinary shares	(347)	347	-	-	-	-	-	-	-	-	-	
Balance as at 30 September 2008	<u>1,835,004</u>	<u>5,446,518</u>	<u>93,951</u>	<u>36,500</u>	<u>(121,905)</u>	<u>74,621</u>	<u>486,800</u>	<u>3,503,661</u>	<u>11,355,150</u>	-	<u>11,355,150</u>	

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity (continued)

For the nine-month period ended 30 September 2009

(Unit: Thousand Baht)

After holding restructuring - Consolidated financial statements of TISCO Financial Group Plc. and its subsidiaries										
Equity attributable to the parent's shareholders										
	Issued and fully paid-up share capital (Consist of registered part and awaiting to be registered part)		Adjustment from business combination of entities under common control under holding restructuring plan	Revaluation surplus(deficit) on changes in value of investment	Unrealised losses on cash flow hedges	Translation adjustment	Unappropriated retained earnings	Total equity attributable to the parent's shareholders	Non-controlling interest equity attributable to minority shareholders of subsidiaries	Total
	Preference shares	Ordinary shares								
Balance as at 31 December 2008	1,834,272	5,411,802	656,755	(398,992)	-	78,102	3,835,779	11,417,718	118,320	11,536,038
Incomes (expenses) recognised in equity										
Increase in fair value of investments	-	-	-	571,727	-	-	-	571,727	-	571,727
Unrealised losses on cash flow hedges	-	-	-	-	(36,910)	-	-	(36,910)	-	(36,910)
Increase in translation adjustment	-	-	-	-	-	8,702	-	8,702	-	8,702
Deferred tax recognised in shareholder's equity	-	-	-	(146,128)	11,073	-	-	(135,055)	-	(135,055)
Incomes (expenses) recognised in equity	-	-	-	425,599	(25,837)	8,702	-	408,464	-	408,464
Net income for the period	-	-	-	-	-	-	1,468,794	1,468,794	11,748	1,480,542
Total incomes (expenses) for the period	-	-	-	425,599	(25,837)	8,702	1,468,794	1,877,258	11,748	1,889,006
Dividend paid (Note 4.2)	-	-	-	-	-	-	(1,361,885)	(1,361,885)	-	(1,361,885)
Income tax from unpaid dividend	-	-	-	-	-	-	(40)	(40)	-	(40)
Preference shares converted to ordinary shares	(1,823,298)	1,823,298	-	-	-	-	-	-	-	-
Decrease ordinary shares	-	(10)	-	-	-	-	-	(10)	-	(10)
Decrease in non-controlling interest of the subsidiaries	-	-	-	-	-	-	-	-	(7,043)	(7,043)
Balance as at 30 September 2009	10,974	7,235,090	656,755	26,607	(25,837)	86,804	3,942,648	11,933,041	123,025	12,056,066

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity (continued)

For the nine-month period ended 30 September 2009

(Unit: Thousand Baht)

	Separate financial statements							Total
	Issued and fully paid-up share capital - consist of registered		Issued and fully paid-up share capital awaiting for registered		Share premium		Unappropriated retained earnings	
	Preference shares	Ordinary shares	Preference shares	Ordinary shares	Preference shares	Ordinary shares	(deficit)	
Balance as at 31 December 2008	-	10	1,834,272	5,411,792	1,614,160	4,383,551	(3,820)	13,239,965
Decrease ordinary shares	-	(10)	-	-	-	-	-	(10)
Net income for the period	-	-	-	-	-	-	1,720,584	1,720,584
Dividend paid (Note 4.2)	-	-	-	-	-	-	(1,361,885)	(1,361,885)
Income tax from unpaid dividend	-	-	-	-	-	-	(39)	(39)
Registered the issuance of preference shares and ordinary shares to the shareholders under holding restructuring under common control	1,834,272	5,411,792	(1,834,272)	(5,411,792)	-	-	-	-
Preference shares converted to ordinary shares	(1,823,298)	1,823,298	-	-	(1,604,503)	1,604,503	-	-
Balance as at 30 September 2009	<u>10,974</u>	<u>7,235,090</u>	<u>-</u>	<u>-</u>	<u>9,657</u>	<u>5,988,054</u>	<u>354,840</u>	<u>13,598,615</u>
								-

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

TISCO Financial Group Public Company Limited and its subsidiaries

Notes to interim financial statements

For the three-month and nine-month periods ended 30 September 2009

1. Basis of preparation and presentation of financial statements and significant accounting policies

1.1 Basis of preparation of interim financial statements

These interim financial statements are prepared in accordance with Accounting Standard No. 34 (revised 2007) "Interim Financial Reporting", with the Company choosing to present condensed interim financial statements. However, the Company has presented the balance sheets, the statements of income, changes in shareholders' equity and cash flows in the same format as that used for the annual financial statements.

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

The Company did not present separate statements of income for the three-month and nine-month periods ended 30 September 2008, statements of changes in shareholder's equity and cash flows for the nine-month period ended 30 September 2008, for comparative purposes, because the Company was established on 22 August 2008 and did not yet have revenues and expenses for the three-month and nine-month periods ended 30 September 2008.

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

1.2 Basis of preparation of consolidated financial statements

- a) The basis of interim consolidation is the same as that for the consolidated financial statements for the year ended 31 December 2008. The change in the shareholding structure during the period is as follows:

On 2 March 2009, the Company acquired investments in Primus Leasing Company Limited and holds 100% of this company's equity. The Company therefore has management control over this company and considers it to be a subsidiary. The balance sheet of Primus Leasing Company Limited as at 30 September 2009 and the results of its operations for the period as from 2 March 2009 to 30 September 2009 are included in the consolidated interim financial statements.

- b) For comparative purposes and to facilitate comparison by the financial statement users, the Company has presented consolidated financial statements of TISCO Bank Public Company Limited and its subsidiaries (“TISCO Group” before holding restructuring), consisting of consolidated statements of income for the three-month and nine-month periods ended 30 September 2008, and consolidated statements of changes in shareholder’s equity and cash flows for the nine-month period ended 30 September 2008 together with notes to the consolidated financial statements.

1.3 Adoption of new accounting standards

In June 2009, the Federation of Accounting Professions has issued Notification No. 12/2552, regarding the renumbering of Thai Accounting Standards to match the corresponding International Accounting Standards. Therefore the numbers of Thai Accounting Standards as used in these financial statements are corresponded to those per this notification.

The Federation of Accounting Professions has issued Notification No. 86/2551 and 16/2552, mandating the use of new accounting standards, financial reporting standard and accounting treatment guidance as follows.

1.3.1 Accounting standards, financial reporting standard and accounting treatment guidance which are effective for the current year

Framework for Preparation and Presentation of Financial Statements (revised 2007)

TAS 36 (revised 2007) Impairment of Assets

TFRS 5 (revised 2007) Non-current Assets Held for Sale and
Discontinued Operations

Accounting Treatment Guidance for Leasehold right

Accounting Treatment Guidance for Business Combination under Common Control

These accounting standards, financial reporting standard and accounting treatment guidance became effective for the financial statements for fiscal years beginning on or after 1 January 2009. The management of the Company and its subsidiaries has assessed the effect of these standards and believes that the new accounting standards, financial reporting standard and accounting treatment guidance will not have any significant impact on the financial statements for the current period.

1.3.2 Accounting standards which are not effective for the current year

		<u>Effective date</u>
TAS 20	Accounting for Government Grants and Disclosure of Government Assistance	1 January 2012
TAS 24 (revised 2007)	Related Party Disclosures	1 January 2011
TAS 40	Investment Property	1 January 2011

However, TAS 24 (revised 2007) and TAS 40 allows early adoption by the entity before the effective date. The management of the Company and its subsidiaries has assessed the effect of these standards and believes that the new accounting standards will not have any significant impact on the financial statements for the year in which they are initially applied. TAS 20 is not relevant to the business of the Company and its subsidiaries.

1.4 Significant accounting policies

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

2. General information**2.1 The Company's information**

On 22 August 2008, TISCO Group Holding Public Company Limited was incorporated as a public company under Thai law and on 4 September 2008, the Company changed its name to TISCO Financial Group Public Company Limited ("the Company"). The Company's principal activity is a holding company. Upon completion of the holding company restructuring plan on 9 January 2009, the Company became the parent company of TISCO Group in place of TISCO Bank Public Company Limited ("TISCO Bank"). On 15 January 2009, the securities of the Company were listed on the Stock Exchange of Thailand in place of those of TISCO Bank.

Its registered address is 48/49 TISCO Tower, 21st Floor, North Sathorn Road, Silom, Bangrak, Bangkok.

2.2 Related party transactions

Related parties comprise enterprises and individuals that control, or are controlled by, the Company, whether directly or indirectly, or which are under common control with the Company. They also include associated companies and individuals which directly or indirectly own a voting interest in the Company that gives them significant influence over the Company, key management personnel, directors and officers with authority in the planning and direction of the Company's operations.

The Company has significant business transactions with related parties. These transactions have been concluded on commercial terms and bases agreed upon in the ordinary course of business between the Company and those related parties, which are reference to the terms and price as charged to other customers.

The Company and its subsidiaries have neither granted credit, nor made any commitments to management-level employees (departmental managers upward), and have not granted credit to companies of which at least 10 percent of the common shares of paid up capital are held by the Company, the Company's directors or management-level employees, with the exception of loans to related party and loans to employees under the employee welfare scheme, as mentioned in Note 3.18 to the financial statements.

A subsidiary company operating banking business has neither provided any credit nor made any commitments to companies which have directors in common with such subsidiary in cases where such credit is unsecured or not fully collateralised and therefore would require approval from the Bank of Thailand.

The Company and its subsidiaries have no investments in related companies which are related by way of members of the management of the Company or of its subsidiaries being shareholders and/or authorised directors.

3. Details of financial statements

3.1 Interbank and money market items (assets)

(Unit: Million Baht)

Interbank and money market items (assets) which are pledged	Consolidated financial statements as at		Type of pledge
	30 September 2009	31 December 2008	
Cash at banks of a local subsidiary	10	10	To secure facilities provided for bank overdraft

3.2 Investments

(Unit: Thousand Baht)

	Consolidated financial statements as at			
	30 September 2009		31 December 2008	
	Cost / Book value	Fair value	Cost / Book value	Fair value
<u>Current investments</u>				
Trading securities				
Equity securities:				
Domestic marketable equity securities	3,752	12,080	35,393	37,651
Add: Allowance for changes in value	8,328		2,258	
Net equity securities	12,080		37,651	
Total trading securities	12,080		37,651	
Available-for-sales securities				
Debt securities:				
Government and state enterprise securities	1,178,638	1,178,496	416,953	418,305
Debt securities of private sector	819,454	836,558	201,617	200,109
Foreign debt securities	-	-	1,869,822	1,668,501
Total	1,998,092	2,015,054	2,488,392	2,286,915
Add (less): Allowance for changes in value	18,422		8,174	
Exchange difference	-		(208,191)	
Less: Allowance for impairment	(1,460)		(1,460)	
Debt securities - net	2,015,054		2,286,915	
Equity securities:				
Unit trust	70,000	70,193	60,000	45,747
Add (less): Allowance for changes in value	193		(14,253)	
Net equity securities	70,193		45,747	
Total available-for-sales securities	2,085,247		2,332,662	
Held-to-maturity debt securities - due within 1 year				
Debt securities:				
Government and state enterprise securities	-		335,860	
Debt securities of private sector	2		2	
Total held-to-maturity debt securities - due within 1 year	2		335,862	
Net current investments	2,097,329		2,706,175	

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements as at			
	30 September 2009		31 December 2008	
	Cost / Book value	Fair value	Cost / Book value	Fair value
Long-term investments				
Available-for-sales securities				
Debt securities:				
Debt securities of private sector	23,200	23,275	100,000	99,895
Add (less): Allowance for changes in value	75		(105)	
Debt securities - net	23,275		99,895	
Equity securities:				
Domestic marketable equity securities	908,725	1,048,829	1,086,032	767,563
Unit trusts	-	-	9,157	5,511
Total	908,725	1,048,829	1,095,189	773,074
Add (less): Allowance for changes in value	140,104		(322,115)	
Net equity securities	1,048,829		773,074	
Total available-for-sales securities	1,072,104		872,969	
Other investments				
Equity securities:				
Domestic non-marketable equity securities	709,403		712,985	
Investments in receivables	5,443,713		1,133,545	
Total	6,153,116		1,846,530	
Less: Allowance for impairment	(76,698)		(70,192)	
Total other investments	6,076,418		1,776,338	
Net long-term investments	7,148,522		2,649,307	
Net investments	9,245,851		5,355,482	

3.2.1 Held-to-maturity debt securities with the Ministry of Finance under the Tier I and Tier II capital support scheme

(Unit: Million Baht)

	Consolidated financial statements		Remark
	as at		
	30 September 2009	31 December 2008	
Government bonds	-	331	These bonds are redeemable within a 10-year period, maturing in February 2009 and May 2009, and carry interest at rate of 4% and 5% per annum.

(Unaudited but reviewed)

3.2.2 Investments subject to restriction

(Unit: Million Baht)

Type of investment	Consolidated financial statements		Type of restriction
	as at		
	30 September 2009	31 December 2008	
Government debt securities	1	6	Pledged for electricity usage

3.2.3 Investments in companies with weak financial positions and poor operating results of a subsidiary company operating banking business

(Unit: Thousand Baht)

	Consolidated financial statements		
	as at 30 September 2009		
	Cost	Fair value	Allowance for changes in Value ⁽¹⁾
Companies having problems with debt repayment or in default	7,060	-	7,060

⁽¹⁾ Allowance for changes in value of investment is calculated at cost less collateral value.

3.2.4 Investments which the subsidiary company holds not less than 20% of equity, but which are not recorded as investments in associated companies under the equity method in the consolidated financial statements, since the company does not have influence over the financial and operating policies of these funds, which are independently managed by the fund manager accorded to mutual fund management policy and operate under the supervision of the Office of Securities and Exchange Commission.

(Unit: Thousand Baht)

Security's name	As at					
	30 September 2009			31 December 2008		
	Book Value	Cost	Percentage of Holding	Book Value	Cost	Percentage of Holding
			%			%
The Krung Thai Capital Protection Fixed 6 months Fund 4	20,158	20,000	46.85	-	-	-

3.3 Investments in subsidiaries

(Unit: Million Baht)

Company's name	Nature of Business	Separate financial statements						Dividend received for the nine-month period ended
		Paid-up share capital		Percentage of shares held by the Company		Cost		
		as at		as at		as at		
		30 September 2009	31 December 2008	30 September 2009	31 December 2008	30 September 2009	31 December 2008	
<u>Subsidiary companies directly held</u>								
<u>by the Company</u>								
TISCO Bank Public Company Limited	Banking	7,282	7,282	99.53	99.51	13,246	13,244	1,021
TISCO Securities Co., Ltd.	Securities business	1,500	1,500	99.99	99.99	1,575	1,575	121
TISCO Asset Management Co., Ltd.	Asset management	100	100	99.99	99.99	110	110	192
Hi-Way Co., Ltd.	Hire purchase	100	100	99.99	99.99	273	273	55
TISCO Information Technology Co., Ltd.	Services	20	20	99.99	99.99	22	22	-
TISCO Tokyo Leasing Co., Ltd.	Leasing	60	60	49.00	49.00	73	73	1
Primus Leasing Co., Ltd.	Hire purchase	12	-	100.00	-	150	-	-
Less: Allowance for impairment						(44)	-	-
						106	-	-
Investments in subsidiaries - net						15,405	15,297	1,390

During the current period, the Company acquired a holding in Primus Leasing Company Limited and received a return of capital from this company, as mentioned in Note 4.3 to the financial statements and Note 4.6.2 to the financial statements.

Details of the cost of the investment in Primus Leasing Company Limited, as presented in the separate financial statement, are as follows:

(Unit: Million Baht)

	Paid-up share capital	Cost
Acquisition of investment (Note 4.3)	752	890
Capital returns from the reduction of a subsidiary's share capital (Note 4.6.2)	(740)	(740)
Cost	12	150

3.4 Loans, receivables and accrued interest receivable

3.4.1 Classified by type of loan and receivable

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	as at	
	30 September	31 December
	2009	2008
Loans and receivables		
Loans	21,075,524	18,200,354
Hire purchase and financial lease receivables		
Hire purchase and financial lease receivables	103,761,925	97,436,863
Add (less): Unearned income	(13,727,699)	(13,200,245)
: Deferred commissions and direct expenses		
incurred at the initiation of hire purchase	779,900	698,790
: Advances received from financial lease		
receivables	(43,959)	(26,056)
Net hire purchase and financial lease receivables	90,770,167	84,909,352
Total loans and receivables	111,845,691	103,109,706
Add: Accrued interest receivable	123,048	136,704
Less: Allowance for doubtful accounts	(2,050,560)	(1,852,875)
Less: Allowance for loss on debt restructuring	(18)	(18)
Net loans, receivables and accrued interest receivable	109,918,161	101,393,517
Securities and derivatives business receivables		
Securities business receivable:		
Customers' cash accounts	815,088	665,835
Other receivables		
Installment receivables	1,432	1,538
Total securities business receivables	816,520	667,373
Less: Allowance for doubtful accounts	(1,622)	(1,634)
Net securities business receivables	814,898	665,739
Net loans, receivables and accrued interest receivable	110,733,059	102,059,256

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements
as at
30 September 2009

Loans and receivables

Loans	698,000
Add: Accrued interest receivable	52
Net loans and accrued interest receivable	698,052

3.4.2 Loans and receivables of subsidiary companies for which the recognition of interest income has ceased

(Unit: Million Baht)

TISCO Bank	Amounts calculated under BOT's guidelines ⁽²⁾		Amounts calculated under TISCO Bank's policy	
	as at		as at	
	30 September 2009	31 December 2008	30 September 2009	31 December 2008
Loans and receivables for which the recognition of interest income has ceased ⁽¹⁾	3,554	3,241	3,707 ⁽³⁾	3,405 ⁽³⁾

⁽¹⁾ These amounts are calculated on an account by account basis.

⁽²⁾ Accrual of interest ceases when interest payments have been defaulted on for more than three months, counting from the due date.

⁽³⁾ Loans and receivables totaling Baht 1,121 million (31 December 2008: Baht 1,396 million), for which a 100 percent allowance for doubtful debts has been provided against the unsecured portion. The above amounts are calculated on an account by account basis.

(Unit: Million Baht)

Other subsidiaries	As at	
	30 September 2009	31 December 2008
Securities business loans and receivables, hire purchase receivables, financial lease receivables and other loans and receivables for which the recognition of interest income has ceased	354 ⁽¹⁾	411 ⁽¹⁾

⁽¹⁾ Baht 28 million of such amounts being loans and receivables (31 December 2008: Baht 30 million), for which a 100 percent allowance for doubtful debts has been provided.

(Unaudited but reviewed)

3.4.3 Unearned interest income which is presented as a deduction against loans and receivables of subsidiaries

(Unit: Million Baht)

Consolidated financial statements
as at

	30 September 2009	31 December 2008
Unearned interest income ⁽¹⁾	13,197	12,751

⁽¹⁾ These amounts included unearned interest income of hire purchase and finance lease contracts which is stated net of commissions and direct expenses incurred at the initiation of hire purchase.

3.4.4 Outstanding balances (net of collateral) of restructured loans and receivables and receivables which are being restructured of a subsidiary company operating banking business

(Unit: Million Baht)

As at 30 September 2009

Restructured loans and receivables ⁽¹⁾	588
Loans and receivables which are being restructured	67

⁽¹⁾ As a result of restructuring, the due date for the first repayment of these restructured loans and receivables has been rescheduled.

3.4.5 Troubled debt restructuring of a subsidiary company operating banking business

- Debt restructuring during the period

For the nine-month periods
ended 30 September

	2009	2008
Debtors restructured during the period		
Number of debtors restructured by modification of terms (number)	723	26
Loan balances before restructuring (million Baht)	679	552
Loss on troubled debt restructuring (million Baht)	-	-
Average contract period of debt restructuring (years)		
Hire purchase receivables	4	-
Mortgage loan receivables	10	6
Corporate loan receivables	2	1
Interest income on restructured receivables (million Baht)	30	43
Receipt of principal and interest (million Baht)	159	435

- The balance of the restructured debts

(Unit: Million Baht)

As at

	30 September 2009	31 December 2008
The balance of the restructured debts	1,670	1,142

3.5 Allowance for doubtful accounts / allowance for loss on debt restructuring**3.5.1 Allowance for doubtful accounts - classified by the receivables classification**

(Unit: Thousand Baht)

Consolidated financial statements as at 30 September 2009							
	Pass	Special mentioned	Sub standard	Doubtful	Doubtful of loss	General reserve	Total
Balance - beginning of period	411,506	37,822	245,648	195,792	697,002	266,739	1,854,509
Increase (decrease) in allowance for doubtful accounts during the period	312,922	106,066	425,996	494,486	(47,354)	84,254	1,376,370
Bad debt written-off	(591)	(35,632)	(435,042)	(560,422)	(104,940)	(42,070)	(1,178,697)
Balance - end of period	<u>723,837</u>	<u>108,256</u>	<u>236,602</u>	<u>129,856</u>	<u>544,708</u>	<u>308,923</u>	<u>2,052,182</u>

3.5.2 Allowance for doubtful accounts - classified by loan loss provisioning method

(Unit: Thousand Baht)

Consolidated financial statements as at 30 September 2009				
	Individual impairment	Collective impairment	General reserve	Total
Balance - beginning of period	554,750	1,033,020	266,739	1,854,509
Increase in allowance for doubtful accounts during the period	187,382	1,104,734	84,254	1,376,370
Bad debt written-off	(28,821)	(1,107,806)	(42,070)	(1,178,697)
Balance - end of period	<u>713,311</u>	<u>1,029,948</u>	<u>308,923</u>	<u>2,052,182</u>

3.5.3 Allowance for doubtful accounts / allowance for loss on debt restructuring of a subsidiary company operating banking business

(Unit: Million Baht)

Allowance for doubtful accounts / allowance for loss on debt restructuring	As at	
	30 September 2009	31 December 2008
	Amount to be provided under BOT's guidelines	1,336
Amount already recorded by TISCO Bank	1,699 ⁽¹⁾	1,604 ⁽¹⁾
Amount in excess of the required amount under BOT's guidelines	363	334

⁽¹⁾ The allowance for doubtful debts consists of allowance for doubtful debts of Baht 460 million (31 December 2008: Baht 758 million) set aside for the unsecured portion of loans amounting to Baht 1,121 million (31 December 2008: Baht 1,396 million) at the rate of 100 percent (the difference is the secured portion) and other allowances for doubtful debts amounting to Baht 1,239 million (31 December 2008: Baht 846 million) set up for the other loans and receivables.

3.5.4 Allowance for loss on debt restructuring of a subsidiary company operating banking business

(Unit: Thousand Baht)

	As at	
	30 September 2009	31 December 2008
Balance - beginning of period	18	538
Increase during the period	-	18
Write off/transfer to general reserve	-	(538)
Balance - end of period	18	18

3.5.5 Non-performing loans and receivables of a subsidiary company operating banking business

(Unit: Million Baht)

	As at	
	30 September 2009	31 December 2008
Non-performing loans and receivables	2,550	2,566
Allowance for doubtful accounts	741	911

3.6 Classification of assets

3.6.1 Investments in companies with weak financial position and poor operating results of a subsidiary company operating banking business

(Unit: Million Baht)

	Cost		Fair value		Allowance for possible loss provided in the accounts ⁽¹⁾	
	as at		as at		as at	
	30 September 2009	31 December 2008	30 September 2009	31 December 2008	30 September 2009	31 December 2008
Debt instruments - debentures ⁽²⁾	1	1	-	-	1	1
Equity instruments - ordinary shares ⁽³⁾	6	6	-	-	6	6

⁽¹⁾ Allowance for possible losses is determined based on the investment cost less collateral value.

⁽²⁾ Investments in subordinated debentures issued by financial institutions which the Bank of Thailand ordered closed on 8 December 1997.

⁽³⁾ Investments in securities of companies which are vulnerable to delisting, of companies of which the auditors have expressed opinions citing the going concern issue, or of companies which have defaulted on interest payment.

3.6.2 Classification of assets under the Bank of Thailand's guidelines of a subsidiary company operating banking business

(Unit: Million Baht)

	Debt balance		Debt balance after net of collateral		Allowance for doubtful accounts			
	as at		as at		Amounts to be provided under BOT's guidelines		Amounts already set up by TISCO Bank	
	30 September	31 December	30 September	31 December	as at		as at	
	2009	2008	2009	2008	30 September	31 December	30 September	31 December
				2009	2008	2009	2008	
Loans and receivables ⁽¹⁾⁽²⁾⁽³⁾								
Pass	105,177	105,512	83,276	92,419	578	380	580	396
Special mentioned	6,963	6,563	6,840	6,489	68	30	69	30
Substandard	783	978	755	954	167	147	167	147
Doubtful	409	378	347	337	85	139	85	139
Doubtful of loss	1,358	1,210	732	588	438	575	489	625
Total	114,690	114,641	91,950	100,787	1,336	1,271	1,390	1,337
Loss on receivables under troubled debt restructuring	-	-	-	-	-	-	-	-
Total	114,690	114,641	91,950	100,787	1,336	1,271	1,390	1,337
General reserve							309	267
Total							1,699	1,604
Investments in securities								
Doubtful of loss								
Debt instruments	2	203	2	203	2	203	2	203
Equity instruments	67	67	67	67	67	67	67	67
Total	69	270	69	270	69	270	69	270
Investments in receivables								
Doubtful of loss	16	36	16	36	16	36	16	36
Properties foreclosed								
Doubtful of loss	406	43	406	43	406	43	406	43
Total classified assets	115,181	114,990	92,441	101,136	1,827	1,620	2,190	1,953

⁽¹⁾ Allowance for doubtful accounts for loans and receivables is determined based on debt balance less collateral value in accordance with the BOT's guidelines (except for hire purchase receivables, for which TISCO Bank does not deduct the collateral value from the outstanding loan balance).

⁽²⁾ Interest receivables are not included in the pass and special mentioned debt balances.

⁽³⁾ Loans and receivables include investment in debt securities under resale agreements of BOT and other commercial banks and loans to financial institutions (which presented as part of interbank and money market items (assets) in the balance sheet).

3.6.3 Classification of assets under the Bank of Thailand's guidelines for hire purchase receivables on which a subsidiary company operating banking business sets aside provision using a collective approach

(Unit: Million Baht)

	Debt balance		Debt balance		Percentage of		Allowance for doubtful accounts	
	as at		after net of collateral value		allowance for doubtful account		as at	
	30 September	31 December	30 September	31 December	30 September	31 December	30 September	31 December
	2009	2008	2009	2008	2009	2008	2009	2008
Hire purchase receivables⁽¹⁾								
Pass	78,471	72,859	78,471	72,859	0.70	0.43	530	316
Special mentioned	6,711	6,375	6,711	6,375	0.70	0.43	65	27
Substandard	736	937	736	937	19.52	32.00	148	130
Doubtful	326	324	326	324	19.52	32.00	63	126
Doubtful of loss	360	236	360	236	19.52	32.00	67	223

⁽¹⁾ TISCO Bank does not deduct the collateral value from the outstanding loan balance for calculation allowance for doubtful accounts for hire purchase receivables.

⁽²⁾ These percentages of allowance for doubtful accounts are average percentages used in setting up allowance for doubtful accounts.

3.6.4 Loans and receivables includes debts due from companies with weak financial position and operating results of a subsidiary company operating banking business

	Number of debtors		Debt balance		Collateral value		Allowance for doubtful accounts provided	
	as at		as at		as at		in the accounts	
	30 September	31 December	30 September	31 December	30 September	31 December	30 September	31 December
	2009	2008	2009	2008	2009	2008	2009	2008
				Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
1. Listed companies vulnerable to delisting from the SET	-	-	-	-	-	-	-	-
2. Non-listed companies with similar operating results and financial positions to listed companies vulnerable to delisting from the SET	2	3	279	279	182	182	146	147
3. Listed companies whose shares have been suspended from trading	-	-	-	-	-	-	-	-
4. Listed companies under rehabilitation	1	2	83	92	12	12	73	81
5. Companies which have loan settlement problems or have defaulted on payment of debts	3	2	348	339	269	276	79	63
6. Companies whose auditor's report cited going concern issues	-	-	-	-	-	-	-	-
Total	6	7	710	710	463	470	298	291

(Unaudited but reviewed)

3.6.5 Classification of assets of the securities business of a local subsidiary in accordance with the Notification of the Office of the Securities and Exchange Commission

(Unit: Million Baht)

	Securities business		Allowance		Allowance for doubtful	
	receivables and		for doubtful accounts		accounts provided	
	accrued interest		as required by SEC		in the accounts	
	as at		as at		as at	
30 September	31 December	30 September	31 December	30 September	31 December	
2009	2008	2009	2008	2009	2008	
Doubtful	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>

3.6.6 Hire purchase receivables/financial lease receivables and other loan receivables of the other subsidiaries classified by the due date of the contracts

(Unit: Million Baht)

	Debt balance		Allowance for		Debt balance - net	
	as at		doubtful account		as at	
	30 September	31 December	30 September	31 December	30 September	31 December
	2009	2008	2009	2008	2009	2008
Current	3,145	3,026	114	11	3,031	3,015
Overdue						
1 month	314	325	30	3	284	322
2 - 3 months	355	411	39	8	316	403
4 - 6 months	159	197	70	99	89	98
7 - 12 months	103	114	45	57	58	57
Over 12 months	63	70	27	35	36	35
Debtors under litigation	<u>27</u>	<u>35</u>	<u>27</u>	<u>35</u>	<u>-</u>	<u>-</u>
Total	<u>4,166</u>	<u>4,178</u>	<u>352</u>	<u>248</u>	<u>3,814</u>	<u>3,930</u>

(Unaudited but reviewed)

3.7 Other assets

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	as at		as at	
	30 September 2009	31 December 2008	30 September 2009	31 December 2008
Value added tax - net	514,986	248,021	1,124	3,895
Accrued interest receivable	32,034	25,676	-	-
Fee and charges receivable	175,006	192,010	221	-
Prepaid income tax	140,979	124,883	-	-
Deferred computer system development cost - net	182,183	143,644	15,976	10,229
Deposits	28,993	25,865	4,020	-
Other receivables	452,822	368,940	-	-
Financial derivatives assets	-	197,909	-	-
Other assets	192,910	163,540	10,377	2
Total other assets	1,719,913	1,490,488	31,718	14,126

3.8 Borrowings

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements
	as at		as at
	30 September 2009	31 December 2008	30 September 2009
<u>Domestic borrowings</u>			
Subordinated unsecured debentures issued by the Ministry of Finance, in accordance with the conditions of the Tier II capital support scheme	-	331,000	-
Subordinated unsecured debentures	4,000,000	-	-
Unsubordinated unsecured debentures	4,000,000	4,000,000	-
Bills of exchange	44,930,264	42,299,118	3,161,946
Promissory note	-	37,604	-
Loan agreement (Note 4.6)	-	-	90,000
Total	52,930,264	46,667,722	3,251,946

3.8.1 Subordinated unsecured debentures

Year	Issuer	Type of debenture	Units		Face value per unit (Baht)	Balance in consolidated financial statements as at (Million Baht)		Maturity in the year	Interest rate
			30 September 2009	31 December 2008		30 September 2009	31 December 2008		
			2009	TISCO Bank		Subordinated and unsecured long-term debentures	2 million		
2009	TISCO Bank	Subordinated and unsecured long-term debentures	2 million	-	1,000	2,000	-	2019	5.0 percent per annum in the first to third years, 5.5 percent per annum in the forth to seventh years and 6.0 percent per annum in the eighth to tenth years.
Total						4,000	-		

3.8.2 Unsubordinated unsecured debentures

Year	Issuer	Type of debenture	Units		Face value per unit (Baht)	Balance in consolidated financial statements as at (Million Baht)		Maturity in the year	Interest rate
			30 September 2009	31 December 2008		30 September 2009	31 December 2008		
			2007	TISCO Bank		Unsubordinated and unsecured long-term debentures	3 million		
2007	TISCO Bank	Unsubordinated and unsecured long-term debentures	1 million	1 million	1,000	1,000	1,000	2012	4.04 percent per annum.
Total						4,000	4,000		

3.8.3 Bills of exchange

Bills of exchange bear fixed interest rates and float interest rates between 0.75 and 5.05 percent per annum and mature between 2009 and 2011.

The subsidiary company operating banking business has entered into interest rate swap agreements to swap the floating interest rates on some bills of exchange amounting to Baht 380 million for fixed interest rates, as mentioned in Note 3.21.5 to the financial statements.

(Unaudited but reviewed)

3.9 Other liabilities

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	as at		as at	
	30 September 2009	31 December 2008	30 September 2009	31 December 2008
Corporate income tax payable	353,619	42,247	38,079	-
Withholding tax and other tax payable	125,342	166,999	1,924	1
Accrued insurance premium	162,225	634,127	-	-
Deferred income	156,358	131,322	5,000	-
Accrued expenses	613,211	142,757	146,372	700
Other liabilities	439,225	294,816	16,716	271,479
Total other liabilities	1,849,980	1,412,268	208,091	272,180

3.10 Capital funds

The primary objectives of the Group's capital management are to maintain its ability to continue as a going concern and to maintain capital adequacy ratio in accordance with the regulations of Bank of Thailand.

Capital funds of the subsidiary company operating banking business are as follows:

(Unit: Thousand Baht)

	As at	
	30 September 2009	31 December 2008
<u>Tier I</u>		
Issued and fully paid up share capital	7,281,523	7,281,523
Premium on share capital	130,451	130,451
Statutory reserve	547,000	486,800
Retained earnings - unappropriated	2,865,070	2,491,136
Total Tier I	10,824,044	10,389,910
<u>Tier II</u>		
Subordinated long-term debentures	4,000,000	66,200
Reserve for loans classified as pass	408,437	380,640
Total Tier II	4,408,437	446,840
Total capital fund	15,232,481	10,836,750

(Unaudited but reviewed)

Capital ratios	As at			
	30 September 2009		31 December 2008	
	TISCO Bank	Requirement	TISCO Bank	Requirement
Tier I capital to risk assets	11.19%	4.25%	11.23%	4.25%
Total capital to risk assets	15.74%	8.50%	11.71%	8.50%

3.11 Surplus (Deficit) on changes in the value of investments

(Unit: Thousand Baht)

	Consolidated financial statements	
	as at	
	30 September 2009	31 December 2008
Balance - beginning of period	(496,329)	756,634
Increase (decrease) from changes in the value of securities during the period	571,727	(1,252,963)
	75,398	(496,329)
Add (Less): The effect of deferred tax assets	(48,791)	97,337
Balance - end of period	26,607	(398,992)

3.12 Gain (Loss) on investments

(Unit: Thousand Baht)

	Separate financial statements		
	Consolidated financial statements for the three-month periods ended 30 September		for the three-month period ended 30 September
	2009	2008	2009
	(Before holding restructuring)		
Reversal allowance for impairment of investments (loss)	4,668	(1,804)	(12,150)
Unrealised gain on securities for trading	4,546	-	-
Realised gain (loss) on investments	(15,905)	8,086	-
Total	(6,691)	6,282	(12,150)

(Unaudited but reviewed)

	(Unit: Thousand Baht)		
	Consolidated financial statements for the nine-month periods ended 30 September		Separate financial statements for the nine-month period ended 30 September
	2009	2008	2009
		(Before holding restructuring)	
Reversal allowance for impairment of investments (loss)	(6,519)	(1,528)	(43,732)
Unrealised gain on securities for trading	7,779	-	-
Realised gain (loss) on investments	(11,379)	135,527	-
Total	<u>(10,119)</u>	<u>133,999</u>	<u>(43,732)</u>

3.13 Loss from trading derivatives

	(Unit: Thousand Baht)	
	Consolidated financial statements for the three-month periods ended 30 September	
	2009	2008
		(Before holding restructuring)
Realised loss on derivatives trading	(78)	(3)
Total	<u>(78)</u>	<u>(3)</u>

	(Unit: Thousand Baht)	
	Consolidated financial statements for the nine-month periods ended 30 September	
	2009	2008
		(Before holding restructuring)
Realised loss on derivatives trading	(160)	(4,218)
Total	<u>(160)</u>	<u>(4,218)</u>

(Unaudited but reviewed)

3.14 Other income

	(Unit: Thousand Baht)		
	Consolidated financial statements for the nine-month periods ended 30 September		Separate financial statements for the nine-month period ended 30 September
	2009	2008	2009
	(Before holding restructuring)		
Penalty fee income from loans	145,612	105,970	-
Gains on disposal of property foreclosed	43,499	10,030	-
Rental income	35,919	16,206	44,662
Others	219,422	144,741	98
Total	<u>444,452</u>	<u>276,947</u>	<u>44,760</u>

3.15 Other expenses

	(Unit: Thousand Baht)		
	Consolidated financial statements for the nine-month periods ended 30 September		Separate financial statements for the nine-month period ended 30 September
	2009	2008	2009
	(Before holding restructuring)		
Contributions to the Financial Institutions			
Development Fund / Deposit Protection Agency	163,744	117,781	-
Allowance for impairment of property foreclosed	363,932	10,339	-
Mailing expenses	31,659	27,757	208
Loan losses from court - ordered executions	28,239	21,518	-
Transportation expenses	52,432	55,385	3,994
Advertising and promotion expenses	62,114	28,026	1,455
Others	154,687	132,216	9,731
Total	<u>856,807</u>	<u>393,022</u>	<u>15,388</u>

3.16 Corporate income tax

	Consolidated		(Unit: Thousand Baht)
	financial statements		Separate
	for the nine-month periods ended 30 September		financial statements for the nine-month period ended 30 September
	2009	2008	2009
		(Before holding restructuring)	
Income tax payable on taxable profit for the period	849,682	406,595	152,189
Add (less): Net decrease (increase) in deferred tax on temporary differences	(214,844)	76,726	(43,982)
Adjustment in respect of current income tax of prior period	21	9,494	(38)
Income tax expenses - net	<u>634,859</u>	<u>492,815</u>	<u>108,169</u>

The temporary differences giving rise to the deferred tax assets and deferred tax liabilities arose from the following.

	Consolidated		(Unit: Thousand Baht)
	financial statements		Separate
	as at		financial statements as at
	30 September 2009	31 December 2008	30 September 2009
Allowance for doubtful accounts (general reserve)	650,878	509,268	-
Allowance for doubtful accounts for VAT receivables	-	4,047	-
Allowance for impairment of investments	181,618	218,824	43,732
Allowance for impairment of property foreclosed	406,428	43,499	-
Non-accrual of interest income	683,041	689,976	-
Depreciation of assets	96,865	117,636	21,213
Financial leases	(72,894)	4,587	-
Revaluation deficit (surplus) on changes in the value of investments	(18,497)	325,994	-
Unrealised gain on derivatives	(161)	(866)	-
Unrealised losses on cash flow hedges	36,910	-	-
Deferred commissions and direct expenses of incurred at the initiation of hire purchase	(773,171)	(692,248)	-
Unrealised gain on disposal of property foreclosed	133,835	-	-
Loss on disposal of property foreclosed	100,020	112,613	-
Deferred subsidised income	112,149	52,273	-
Reduction of a subsidiary's share capital	107,175	-	107,175
Loss carried forward	108,091	-	-
Others	5,030	4,669	(362)
	<u>1,757,317</u>	<u>1,390,272</u>	<u>171,758</u>
Deferred tax assets	<u>519,650</u>	<u>417,082</u>	<u>43,982</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements
	as at		as at
	30 September 2009	31 December 2008	30 September 2009
Financial leases	-	91,183	-
Allowance for doubtful accounts	-	(3,060)	-
Loss carried forward	-	(81,390)	-
Allowance for impairment of other assets	-	(900)	-
Allowance for impairment of investments	(26,947)	-	-
Depreciation of assets	(8,179)	-	-
Revaluation surplus on changes in the value of investments	144,139	-	-
Others	(2,937)	-	-
	<u>106,076</u>	<u>5,833</u>	<u>-</u>
Deferred tax liabilities	<u>31,823</u>	<u>1,750</u>	<u>-</u>

3.17 Earnings per share

The computation of basic and diluted earnings per share is listed below.

	Consolidated financial statements					
	For the three-month periods ended 30 September					
	Net income		Weighted average number of ordinary shares		Earnings per share	
	2009	2008	2009	2008	2009	2008
		(Before holding restructuring)	(Before holding restructuring)		(Before holding restructuring)	
	Thousand Baht	Thousand Baht	Thousand shares	Thousand shares	Baht	Baht
Basic earnings per share						
Net income attributable to equity holders of the parent	512,679	397,921				
Less: Dividend paid to preference shares in preference to the ordinary shares for the period	-	(45,876)				
	<u>512,679</u>	<u>352,045</u>	724,606	728,152	0.71	0.49
Effect of dilutive potential ordinary shares						
Warrants to purchase preference shares	-	-	-	971		
Diluted earnings per share						
Net income of ordinary shareholders assuming the conversion to ordinary shares	<u>512,679</u>	<u>352,045</u>	<u>724,606</u>	<u>729,123</u>	<u>0.71</u>	<u>0.48</u>

Consolidated financial statements					
For the nine-month periods ended 30 September					
Net income		Weighted average number of ordinary shares		Earnings per share	
2009	2008	2009	2008	2009	2008
(Before holding restructuring)		(Before holding restructuring)		(Before holding restructuring)	
Thousand Baht	Thousand Baht	Thousand shares	Thousand shares	Baht	Baht
Basic earnings per share					
Net income attributable to equity holders					
of the parent					
1,468,794	1,328,293				
Less: Dividend paid to preference shares in					
preference to the ordinary shares for					
the period					
(91,704)	(137,525)				
1,377,090	1,190,768	724,606	727,996	1.90	1.64
Effect of dilutive potential ordinary shares					
Warrants to purchase preference shares					
-	-	-	1,127		
Diluted earnings per share					
Net income of ordinary shareholders					
assuming the conversion to ordinary					
shares					
1,377,090	1,190,768	724,606	729,123	1.90	1.63
Separate financial statements					
For the three-month period ended 30 September 2009					
Net income		Weighted average number of ordinary shares		Earnings per share	
Thousand Baht	Thousand Baht	Thousand shares	Thousand shares	Baht	
Basic earnings per share					
Net income attributable to equity holders of the parent					
Less: Dividend paid to preference shares in preference					
to the ordinary shares for the period					
		124,413			
		-			
		124,413	724,606		0.17
Effect of dilutive potential ordinary shares					
Warrants to purchase preference shares					
		-	-		
Diluted earnings per share					
Net income of ordinary shareholders assuming					
the conversion to ordinary shares					
		124,413	724,606		0.17

(Unaudited but reviewed)

	Separate financial statements		
	For the nine-month period ended 30 September 2009		
		Weighted average number of ordinary shares	Earnings per share
	Net income	shares	share
	Thousand Baht	Thousand shares	Baht
Basic earnings per share			
Net income attributable to equity holders of the parent	1,720,584		
Less: Dividend paid to preference shares in preference to the ordinary shares for the period	(91,704)		
	1,628,880	724,606	2.25
Effect of dilutive potential ordinary shares			
Warrants to purchase preference shares	-	-	
Diluted earnings per share			
Net income of ordinary shareholders assuming the conversion to ordinary shares	1,628,880	724,606	2.25

Dividend paid to preference shares in preference to the ordinary shares for the period calculated from the rights and benefits that the holders of preference shares receive dividend for each of the year that the Company pays dividend prior to the holders of ordinary shares at the rate of Baht 1 per share on a time proportion basis. However, since 30 June 2009, the rights and benefits of the preference shareholders are equal to those of the ordinary shareholders.

In calculating diluted earnings per share for the nine-month period ended 30 September 2009, the number of potential ordinary shares that the Company may have to issue in respect of preference share warrants has not been taken into account, because the exercise period of the warrants ended in August 2009.

3.18 Related party transactions

(Unit: Thousand Baht)

	Balance - beginning of period	Increase	Decrease	Balance - end of period
Outstanding balance as at 30 September 2009				
(Eliminated in consolidated financial statements)				
Subsidiary companies				
Interbank and money market items (assets)				
TISCO Bank Public Company Limited	27,992	455,491	(23,930)	459,553
Interbank and money market items (liabilities)				
TISCO Bank Public Company Limited	2,600,000	570,000	(3,170,000)	-
TISCO Securities Co., Ltd.	-	300,000	-	300,000
Loans				
Hi-Way Co., Ltd.	-	698,000	-	698,000
Dividend receivable				
TISCO Bank Public Company Limited	-	1,021,485	(1,021,485)	-
TISCO Securities Co., Ltd.	-	121,500	(121,500)	-
TISCO Asset Management Co., Ltd.	-	191,619	(191,619)	-
Hi-Way Co., Ltd.	-	54,930	(54,930)	-
TISCO Tokyo Leasing Co., Ltd.	-	1,470	(1,470)	-
Other assets				
TISCO Securities Co., Ltd.	-	7,036	(7,036)	-
Hi-Way Co., Ltd.	-	4,500	(4,500)	-
TISCO Information Technology Co., Ltd.	-	15,992	(12,242)	3,750
Borrowings				
Primus Leasing Co., Ltd.	-	300,000	(210,000)	90,000
TISCO Information Technology Co., Ltd.	-	60,000	-	60,000
Interest payable				
Primus Leasing Co., Ltd.	-	1,326	(759)	567
Other liabilities				
TISCO Bank Public Company Limited	-	250,125	(250,125)	-
TISCO Securities Co., Ltd.	-	35,681	(22,964)	12,717
TISCO Asset Management Co., Ltd.	-	4,500	(4,500)	-
TISCO Information Technology Co., Ltd.	-	3,768	-	3,768
TISCO Leasing Co., Ltd.	270,464	-	(270,464)	-

(Unaudited but reviewed)

(Unit: Thousand Baht)

<u>Separate financial statements</u>	<u>Terms and pricing policy</u>
--------------------------------------	---------------------------------

(For the period 2009)

**Transactions occurred during the three-month
period ended 30 September 2009**

(Eliminated in consolidated financial statements)

Subsidiary companies

Risk and financial management fee income, human resources management fee income and office administration fee income	301,500	In accordance with the centralised policy for supporting activities of the Company and related companies, which was approved by the Bank of Thailand
Interest income	525	With reference to the terms and prices as offered to other customers
Rental income	11,483	In accordance with the centralised policy for supporting activities of the Company and related companies, which was approved by the Bank of Thailand
Computer system advisory services expenses	3,750	In accordance with the centralised policy for supporting activities of the Company and related companies, which was approved by the Bank of Thailand
Interest expenses	10,201	With reference to the terms and prices as offered to other customers (carrying interest at rate between 2.50 and 4.00 percent per annum)

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements	Terms and pricing policy
-------------------------------	--------------------------

(For the period 2009)

Transactions occurred during the nine-month

period ended 30 September 2009

(Eliminated in consolidated financial statements)

Subsidiary companies

Risk and financial management fee income, human resources management fee income and office administration fee income	904,500	In accordance with the centralised policy for supporting activities of the Company and related companies, which was approved by the Bank of Thailand
Interest income	2,009	With reference to the terms and prices as offered to other customers
Rental income	33,792	In accordance with the centralised policy for supporting activities of the Company and related companies, which was approved by the Bank of Thailand
Computer system advisory service expenses	11,250	In accordance with the centralised policy for supporting activities of the Company and related companies, which was approved by the Bank of Thailand
Interest expenses	72,507	With reference to the terms and prices as offered to other customers (carrying interest at rates between 2.50 and 4.00 percent per annum)
Other expenses	3,000	With reference to the terms and prices as offered to other customers

Loans to management-level employees (departmental manager upward)

(Unit: Thousand Baht)

Consolidated financial statements

as at

	30 September 2009	31 December 2008
Loans	2,097	2,939

3.19 Financial information by segment**3.19.1 Financial information by business segment**

(Unit: Million Baht)

	For the three-month periods ended 30 September									
	Bank		Securities				Elimination		Total	
	business/financial		business		Other business					
	service business		business		Other business		Elimination		Total	
2009	2008 ⁽¹⁾	2009	2008 ⁽¹⁾	2009	2008 ⁽¹⁾	2009	2008 ⁽¹⁾	2009	2008 ⁽¹⁾	
Net interest and dividend										
income after bad debt and										
doubtful accounts	1,275	699	13	18	(13)	-	6	-	1,281	717
Non-interest income	391	348	403	259	375	50	(437)	(67)	732	590
Non-interest expenses	(1,159)	(593)	(293)	(173)	(199)	(55)	387	66	(1,264)	(755)
Corporate income tax	(156)	(123)	(36)	(31)	(41)	-	-	-	(233)	(154)
Non-controlling interests of										
the subsidiaries	-	-	-	-	-	-	(3)	-	(3)	-
Net income for the period	<u>351</u>	<u>331</u>	<u>87</u>	<u>73</u>	<u>122</u>	<u>(5)</u>	<u>(47)</u>	<u>(1)</u>	<u>513</u>	<u>398</u>

⁽¹⁾ Before holding restructuring

(Unit: Million Baht)

	For the nine-month periods ended 30 September									
	Bank		Securities				Elimination		Total	
	business/financial		business		Other business					
	service business		business		Other business		Elimination		Total	
2009	2008 ⁽¹⁾	2009	2008 ⁽¹⁾	2009	2008 ⁽¹⁾	2009	2008 ⁽¹⁾	2009	2008 ⁽¹⁾	
Net interest and dividend										
income after bad debt and										
doubtful accounts	3,296	2,962	38	53	1,317	-	(1,287)	(683)	3,364	2,332
Non-interest income	1,181	1,018	1,016	840	1,115	151	(1,334)	(124)	1,978	1,885
Non-interest expenses	(3,115)	(1,854)	(714)	(608)	(602)	(151)	1,205	217	(3,226)	(2,396)
Corporate income tax	(425)	(402)	(102)	(91)	(108)	-	-	-	(635)	(493)
Non-controlling interests of										
the subsidiaries	-	-	-	-	-	-	(12)	-	(12)	-
Net income for the period	<u>937</u>	<u>1,724</u>	<u>238</u>	<u>194</u>	<u>1,722</u>	<u>-</u>	<u>(1,428)</u>	<u>(590)</u>	<u>1,469</u>	<u>1,328</u>

⁽¹⁾ Before holding restructuring

(Unaudited but reviewed)

(Unit: Million Baht)

	As at									
	Bank business/financial									
	service business		Securities business		Other business		Elimination		Total	
	30 September 2009	31 December 2008	30 September 2009	31 December 2008	30 September 2009	31 December 2008	30 September 2009	31 December 2008	30 September 2009	31 December 2008
Investments	8,200	4,506	1,140	1,002	15,405	15,298	(15,499)	(15,451)	9,246	5,355
Loans, receivables and accrued interest receivable - net	110,009	103,997	815	666	758	-	(849)	(2,604)	110,733	102,059
Other assets	10,972	17,683	1,661	1,003	1,346	857	(1,131)	(784)	12,848	18,759
Total assets	129,181	126,186	3,616	2,671	17,509	16,155	(17,479)	(18,839)	132,827	126,173

3.19.2 Significant operating results by domestic and foreign activities

(Unit: Million Baht)

	For the three-month periods ended 30 September							
	2009				2008			
	Domestic	Foreign	Elimination	Total	(Before holding restructuring)			
	Domestic	Foreign	Elimination	Total	Domestic	Foreign	Elimination	Total
Net interest and dividend income after bad debt and doubtful accounts	1,275	-	6	1,281	717	-	-	717
Non-interest income	1,169	-	(437)	732	657	-	(67)	590
Non-interest expenses	(1,649)	(2)	387	(1,264)	(820)	(1)	66	(755)
Corporate income tax	(233)	-	-	(233)	(154)	-	-	(154)
Non-controlling interests of the subsidiaries	-	-	(3)	(3)	-	-	-	-
Net income for the period	562	(2)	(47)	513	400	(1)	(1)	398

(Unit: Million Baht)

	For the nine-month periods ended 30 September							
	2009				2008			
	Domestic	Foreign	Elimination	Total	(Before holding restructuring)			
	Domestic	Foreign	Elimination	Total	Domestic	Foreign	Elimination	Total
Net interest and dividend income after bad debt and doubtful accounts	4,651	-	(1,287)	3,364	3,014	1	(683)	2,332
Non-interest income	3,312	-	(1,334)	1,978	2,009	-	(124)	1,885
Non-interest expenses	(4,426)	(5)	1,205	(3,226)	(2,589)	(24)	217	(2,396)
Corporate income tax	(635)	-	-	(635)	(493)	-	-	(493)
Non-controlling interests of the subsidiaries	-	-	(12)	(12)	-	-	-	-
Net income for the period	2,902	(5)	(1,428)	1,469	1,941	(23)	(590)	1,328

3.20 Commitments and contingent liabilities

3.20.1 Avals, guarantees and commitments

(Unit: Thousand Baht)

Consolidated financial statements
as at

	30 September 2009	31 December 2008
Avals	12,300	70,697
Other guarantees	1,050,061	984,125
Obligations covering principal under interest rate swap agreements (Note 3.21.5)	1,722,309	2,297,717
Obligations covering principal under a call option agreement	-	15,960
Obligations for cross currency swap agreements	-	4,179,690
Undrawn client overdraft facilities	10,283	-
	<u>2,794,953</u>	<u>7,548,189</u>

3.20.2 Litigation

As at 30 September 2009, the subsidiary has been sued for compensation totaling approximately Baht 150 million. Final judgments have not yet been reached in respect of these cases.

In December 2005, a foreign subsidiary received a letter from the solicitor of one of its clients, requesting payment of damages amounting to HKD 46.6 million (equivalent to Baht 202 million as at 30 September 2009). During the current period, this case is currently under consideration of the court.

The management of the Company and its subsidiaries believe that no material losses to the consolidated financial statements will be incurred as a result of the above mentioned lawsuits and damage claims.

3.20.3 Other commitments

- a) The subsidiary company operating banking business has commitments in relation to computer service agreements, whereby it is to pay both fixed fees and service fees which vary according to the quantity and type of services, as stipulated in the agreements.
- b) The subsidiary companies have entered into several lease agreements in respect of the lease of office building and branch office. The terms of the agreements are generally between 3 and 10 years.

As at 30 September 2009, future minimum lease payments required under these non-cancellable operating leases contracts were as follows:

	<u>Million Baht</u>
Payable within:	
Less than 1 year	62
1 to 5 years	73
More than 5 years	11

3.21 Financial instruments

There have been no significant changes in the risk management policy of TISCO Group during the current period.

3.21.1 Credit risk

TISCO Group is exposed to credit risk primarily with respect to loans, receivables and guarantees of loans and others. The maximum exposure to credit risk is limited to the carrying amount of loans and receivables as stated in the balance sheets.

Quality of risk from provision of hire purchase receivables by a subsidiary operating banking business, which comprises the largest portion of credit granted by the Group, is as detailed below.

The risk of hire purchase credit that is not overdue of the subsidiary operating banking business can be classified into three groups, based on quality of risk in respect of expected losses within one year. These are "Very High Grade", "High Grade" and "Medium Grade", with "Very High Grade" credit defined as credit from which expected losses over the next year are less than or equal to 0.2% of the balance; "High Grade" as credit from which losses within one year are expected to be between 0.2% and 2.0% and "Medium Grade" as credit from which losses within one year are expected to exceed 2% of the balance.

(Unaudited but reviewed)

Credit risk of hire purchase receivables classified by quality of credit is as follows:

(Unit: Million Baht)

	As at	
	30 September 2009	31 December 2008
Neither past due nor impaired		
Very high grade	55,228	53,755
High grade	20,191	16,642
Medium grade	3,052	2,462
Sub total	78,471	72,859
Hire purchase receivables - overdue 31 - 90 days	6,711	6,375
Hire purchase receivables - overdue more than 90 days	1,422	1,497
Total	86,604	80,731

3.21.2 Market risk

3.21.2.1 Market risk - Marketable portfolio

The following table shows the VaR calculation for marketable portfolio position at the balance sheet date. The VaR that the Group measures is an estimate, using a confidence level of 99%, of TISCO potential loss that is not expected to be exceeded if the current marketable portfolio position were to be held unchanged for one year.

(Unit: Million Baht)

	Market risk	
	as at	
	30 September 2009	31 December 2008
Marketable financial assets		
Equity securities	677	581
Debts securities	54	6
Foreign currencies	11	18

3.21.2.2 Market risk sensitivity - Interest bearing assets and liabilities

The market risk sensitivity of interest bearing assets and liabilities is measured by assessing the effect of changes in interest rates on the net interest income over a period of one year, based on the fixed interest bearing asset and liability positions held by the Group at the balance sheet date. In making such assessment, changes in interest rates are applied prospectively and normal increases in assets and liabilities are not taken into account as presented below.

	(Unit: Million Baht)	
	Increase (decrease) in sensitivity of net interest income	
	as at	
	30 September 2009	31 December 2008
Change in interest rate		
Increase 1 percent	(264.36)	(241.15)
Decrease 1 percent	264.36	241.15

However, to better reflect a realistic business environment, the sensitivity to interest rate risk is adjusted taking into account that business growth and interest rate shift are actually gradual. The net interest rate sensitivity incurred would be less than those effected in net interest income as illustrated in the analysis. This market risk sensitivity of interest bearing assets and liabilities are not included in marketable debt securities, which presented in the market risk - marketable portfolio.

3.21.2.3 Interest rate risk

The Company and its subsidiaries have the following significant exposures to interest rate risk, relating to financial instruments.

(Unit: Million Baht)

Consolidated financial statements				
as at 30 September 2009				
Outstanding balances of financial instruments				
<u>Transactions</u>	Floating interest rate	Fixed interest rate	Without interest	Total
<u>Financial assets</u>				
Cash	-	-	644	644
Interbank and money market items	119	7,321	79	7,519
Investments - net	141	7,327	1,778	9,246
Receivable from clearing house	-	-	465	465
Loans and receivables	9,342	102,100	1,343	112,785
	<u>9,602</u>	<u>116,748</u>	<u>4,309</u>	<u>130,659</u>
<u>Financial liabilities</u>				
Deposits	24,464	32,910	157	57,531
Interbank and money market items	1,047	5,145	-	6,192
Liabilities payable on demand	-	-	461	461
Borrowings	-	52,930	-	52,930
Securities and derivative business payables	3	-	1,287	1,290
	<u>25,514</u>	<u>90,985</u>	<u>1,905</u>	<u>118,404</u>

(Unit: Million Baht)

Separate financial statements				
as at 30 September 2009				
Outstanding balances of financial instruments				
<u>Transactions</u>	Floating interest rate	Fixed interest rate	Without interest	Total
<u>Financial assets</u>				
Interbank and money market items	40	420	-	460
Investments - net	-	-	15,405	15,405
Loans and receivables	-	698	-	698
	<u>40</u>	<u>1,118</u>	<u>15,405</u>	<u>16,563</u>
<u>Financial liabilities</u>				
Interbank and money market items	-	316	-	316
Borrowings	-	3,252	-	3,252
	<u>-</u>	<u>3,568</u>	<u>-</u>	<u>3,568</u>

(Unaudited but reviewed)

Financial instruments which bear interest rate at fixed rates are classified below by the period from the balance sheet date to the maturity date, or the repricing date if this occurs before the maturity date.

(Unit: Million Baht)

Consolidated financial statements as at 30 September 2009							
<u>Transactions</u>	Repricing or maturity date					Total	Interest rates (%)
	At call	0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years		
	Financial assets						
Interbank and money market items	-	7,321	-	-	-	7,321	1.1719
Investments - net	107	929	1,555	4,436	300	7,327	5.5198
Loans and receivables	1,262	13,075	23,055	63,420	1,288	102,100	7.6568
	<u>1,369</u>	<u>21,325</u>	<u>24,610</u>	<u>67,856</u>	<u>1,588</u>	<u>116,748</u>	
Financial liabilities							
Deposits	4,211	20,313	7,495	891	-	32,910	3.3823
Interbank and money market items	420	2,926	1,040	759	-	5,145	2.7692
Borrowings	2,060	37,339	7,591	1,940	4,000	52,930	2.0295
	<u>6,691</u>	<u>60,578</u>	<u>16,126</u>	<u>3,590</u>	<u>4,000</u>	<u>90,985</u>	

(Unit: Million Baht)

Separate financial statements as at 30 September 2009							
<u>Transactions</u>	Repricing or maturity date					Total	Interest rates (%)
	At call	0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years		
	Financial assets						
Interbank and money market items	420	-	-	-	-	420	1.0000
Loans and receivables	698	-	-	-	-	698	2.7500
	<u>1,118</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,118</u>	
Financial liabilities							
Interbank and money market items	-	316	-	-	-	316	1.2627
Borrowings	-	2,513	739	-	-	3,252	1.6093
	<u>-</u>	<u>2,829</u>	<u>739</u>	<u>-</u>	<u>-</u>	<u>3,568</u>	

The balances of loans and receivables (including those on which interest recognition has been ceased) shown in the above table are presented before deducting allowance for doubtful accounts.

3.21.3 Liquidity risk

Counting from the balance sheet date, as at 30 September 2009, the periods to the maturity dates of financial instruments are as follows:

(Unit: Million Baht)

Consolidated financial statements as at 30 September 2009								
Transactions	At call	0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years	Unspecified	Non	Total
							performing loans	
Financial assets								
Cash	644	-	-	-	-	-	-	644
Interbank and money market items	198	7,321	-	-	-	-	-	7,519
Investments - net	698	971	1,555	4,577	300	1,145	-	9,246
Receivable from clearing house	-	465	-	-	-	-	-	465
Loans and receivables	993	13,457	23,927	67,983	2,517	-	3,908	112,785
	<u>2,533</u>	<u>22,214</u>	<u>25,482</u>	<u>72,560</u>	<u>2,817</u>	<u>1,145</u>	<u>3,908</u>	<u>130,659</u>
Financial liabilities								
Deposits	28,832	20,313	7,495	891	-	-	-	57,531
Interbank and money market items	466	3,102	1,474	1,150	-	-	-	6,192
Liabilities payable on demand	461	-	-	-	-	-	-	461
Borrowings	2,060	37,339	7,591	1,940	4,000	-	-	52,930
Securities and derivative business payables	3	1,287	-	-	-	-	-	1,290
	<u>31,822</u>	<u>62,041</u>	<u>16,560</u>	<u>3,981</u>	<u>4,000</u>	<u>-</u>	<u>-</u>	<u>118,404</u>
Off-balance sheet items								
Aval to bills and guarantees of loans	-	-	12	-	-	-	-	12
Other commitments	407	278	849	731	-	518	-	2,783

(Unit: Million Baht)

Separate financial statements as at 30 September 2009								
Transactions	At call	0 - 3 months	3 - 12 months	1 - 5 years	Over 5 years	Unspecified	Non	Total
							performing loans	
Financial assets								
Interbank and money market items	460	-	-	-	-	-	-	460
Investments - net	-	-	-	-	-	15,405	-	15,405
Loans and receivables	698	-	-	-	-	-	-	698
	<u>1,158</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,405</u>	<u>-</u>	<u>16,563</u>
Financial liabilities								
Interbank and money market items	-	316	-	-	-	-	-	316
Borrowings	-	2,513	739	-	-	-	-	3,252
	<u>-</u>	<u>2,829</u>	<u>739</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,568</u>

3.21.4 Foreign exchange risk

As at 30 September 2009, the Company and its subsidiaries had the following significant financial instruments in foreign currencies.

- a) Investment in the subsidiary indirectly owned by the Company amounting to HKD 20 million (under the cost method equivalent to Baht 62 million).
- b) Cash at bank of the subsidiary indirectly owned by the Company amounting to HKD 15 million (equivalent to Baht 67 million).

3.21.5 Derivatives

The subsidiaries have a policy to enter into transactions involving financial derivative instruments, for trading and hedging risks.

As at 30 September 2009, the subsidiaries have the following financial derivative instruments.

- a) Financial derivative instruments classified as derivatives held for trading

The subsidiary operating banking business entered into interest rate swap agreements to manage the risk associated with its interest-bearing financial liabilities. The subsidiary has signed contracts to pay interest at a fixed rate and receive interest at a floating rate, as follow:

(Unit: Million Baht)		
Maturity	Notional amount	Fair value gain (loss)
2010	380	(6)
2012	300	6

- b) Financial derivative instruments classified as derivatives for cash flow hedges

The subsidiary operating leasing business entered into interest rate swap agreements to manage the risk associated with its interest-bearing financial liabilities. Such subsidiary has signed contracts to pay interest at a fixed rate and receive interest at a floating rate, as follow:

(Unit: Million Baht)		
Maturity	Notional amount	Fair value gain (loss)
2013	1,042	(37)

(Unaudited but reviewed)

The hedged cash flows are expected to occur and when they are expected to affect income statements are in the periods as follows:

	(Unit: Million Baht)	
	Less than 1 year	1 - 4 years
Interest expenses	17	9

The net loss on cash flow hedges transferred from shareholders' equity to the income statement for the nine-month period ended 30 September 2009, and arose from interest payment under interest rate swap contracts used to hedge cash flows as follows:

	(Unit: Million Baht)
	For the nine-month period ended 30 September 2009
Interest expenses	24

3.21.6 Fair value of financial instruments

The fair value of significant financial instruments of the Company and its subsidiaries are presented below.

	(Unit: Million Baht)			
	As at			
	30 September 2009		31 December 2008	
<u>Transactions</u>	<u>Book value</u>	<u>Fair value</u>	<u>Book value</u>	<u>Fair value</u>
<u>Financial assets</u>				
Interbank and money market items	7,519	7,519	13,591	13,591
Investments - net	9,246	9,246	5,355	5,355
Loans and receivables	110,733	113,224	102,059	102,806
<u>Financial liabilities</u>				
Deposits	57,531	57,531	58,823	58,823
Interbank and money market items	6,192	6,192	5,728	5,728
Liabilities payable on demand	461	461	497	497
Borrowings	52,930	52,823	46,668	46,642
Payable to clearing house	-	-	339	339
Securities and derivative business payables	1,290	1,290	292	292

In estimating the fair value of financial instruments, an allowance for doubtful debt is deducted based on the relative risk. The book values of financial instruments are the values net of the full amount of such allowance for doubtful debt.

4. Significant events during the period and other information

4.1 Holding restructuring

The Company has performed in accordance with the shareholding restructuring plan. On 9 January 2009, the Company reported that it held 541,179,179 ordinary shares, 183,427,226 preference shares and 970,250 warrants to purchase preference shares, representing a 99.51% shareholding, in TISCO Bank.

Upon completion of the shareholding restructuring, the Company became the parent company of TISCO Group, holding 99.51% of TISCO Bank's paid up shares, and acquiring shareholdings in other subsidiary companies equal to those previously held by TISCO Bank (except those companies in the process of dissolution or liquidation). In accordance with the holding restructuring plan, the Company has already recorded assets transferred from its subsidiary companies, together with the purchase of a 49% holding in TISCO Tokyo Leasing Company Limited.

On 13 January 2009, the Company registered a paid-up share capital of Baht 7,246,064,050 (541,179,179 ordinary shares and 183,427,226 preference shares, both with a par value of Baht 10 each) with the Ministry of Commerce. In addition, on 16 January 2009 the Company registered the decrease in its initial capital of Baht 10,000 (1,000 ordinary shares with a par value of Baht 10 each) with the Ministry of Commerce in order to prevent crossholding after the completion of the shareholding restructuring of TISCO Group.

On 15 January 2009, TISCO Bank delisted its shares from the Stock Exchange of Thailand in accordance with the Group shareholding restructuring plan, and the shares of TISCO Financial Group Public Company Limited were listed on the Stock Exchange of Thailand in place of those of TISCO Bank.

On 24 April 2009, the 2009 Annual General Meeting of Shareholders of the Company passed a resolution to acquire the remaining 0.49% of shares in TISCO Bank from the minority shareholders after the completion of the shareholding restructuring of TISCO Group. The shareholders delegated authority to the Company's Board of Directors to implement the share swap process, as they consider appropriate. However, the swap price or the cash purchase price are not to exceed the book value of TISCO Bank as at the transaction date and are not to exceed the previous swap price.

During the third quarter of 2009, the Company acquired the remaining 119,620 ordinary shares of TISCO Bank (0.02% of the bank's outstanding shares) at a price of Baht 14.66 per share, totaling Baht 1.7 million, from the minority shareholders. As a result, the Company's shareholding in TISCO Bank increased to 99.53% of the bank's paid up shares and there are 3,426,225 shares of TISCO Bank held by minority shareholders (3,353,021 common shares and 73,204 preference shares), which is equivalent to 0.47% of the bank's shares in issue.

4.2 Dividend Payment

	Approved by	Dividend per share		Amounts of	Dividend
		Preference	Ordinary	dividend paid	payment period
		share	share		
		Baht per	Baht per	Million Baht	
		share	share		
Dividend declared by TISCO Bank Public Company Limited -					
Before holding restructuring					
Final dividends for 2007	The 2008 Annual General Meeting of the Shareholders on 25 April 2008	2.80	1.80	1,490	May 2008
Total				<u>1,490</u>	
Dividend declared by TISCO Financial Group Public Company Limited -					
After holding restructuring					
Final dividends for 2008	The 2009 Annual General Meeting of the Shareholders on 24 April 2009	2.00	1.00	908	May 2009
Interim dividends for 2009	The 2009 Annual General Meeting of the Shareholders on 24 April 2009	1.00	0.50	454	July 2009
Total				<u>1,362</u>	

4.3 Acquisition of subsidiary

On 2 March 2009, the Company acquired a 100% stake in Primus Leasing Company Limited from its former shareholders. As a result, the Company has management control over this company and considers it to be a subsidiary. The transaction was approved by the Company's Extraordinary General Meeting of the Shareholders No.2/2008 on 23 December 2008 and by the Bank of Thailand on 27 February 2009. In accordance with the conditions in the share purchase agreement, the purchase price depends on the audited financial statements. The Company has received the audited net asset value of Primus Leasing Company Limited as at 28 February 2009. The audited net asset value totals approximately Baht 783 million, while the net fair value of assets and liabilities of Primus Leasing Company Limited totals approximately Baht 861 million. The excess of the fair value and the net asset value is mainly due to hire purchase receivables and financial lease receivables.

The Company paid approximately Baht 890 million for its acquisition of Primus Leasing Company Limited. The difference between the purchase price and the net fair value of assets and liabilities of Primus Leasing Company Limited is considered as goodwill resulted from the acquisition. However, the management of the Company has considered that the amount of goodwill is not materially significant. In addition, the factors used in the assessment of the value of goodwill are uncertain. The Company therefore wrote-off the goodwill and recorded it as other expense in the consolidated income statement.

Fair values of net assets of Primus Leasing Company Limited as at the acquisition date (2 March 2009) are as follows:

(Unit: Million Baht)

	The adjusted net asset value after receipt of the audit results	
	Fair value	Book value (Audited)
Interbank and money market items (assets) - deposits	1,014	1,014
Hire purchase and finance leases receivables - net	5,134	5,032
Property foreclosed	10	10
Other debtors	1,250	1,250
Other assets	69	86
Total asset	7,477	7,392
Borrowings	6,200	6,200
Other liabilities	416	409
Total liabilities	6,616	6,609
Net assets	861	783

On 2 March 2009, TISCO Bank entered into an assignment agreement to acquire rights of claim over hire purchase receivables, lease receivables and property foreclosed of Primus Leasing Company Limited for a total consideration of approximately Baht 5,144 million, which was at fair value. The fair value of receivables was calculated by discounting cash flow projections under the hire purchase and lease contracts. The discount rate applied was the current new business (new car) rate of TISCO Bank. The fair value of property foreclosed was reference from market price. The purchase price was paid to that company on 24 April 2009. Primus Leasing Company Limited recorded a gain from the sale of Baht 102 million.

4.4 Preference shares converted to ordinary shares

During the nine-month period ended 30 September 2009, 182,329,868 preference shares have been converted into ordinary shares, and such conversion has been registered with the Ministry of Commerce. There are therefore 1,097,358 preference shares which are yet to be converted to ordinary shares. However, since 30 June 2009, the rights and benefits of the preference shareholders have been equal to those of the ordinary shareholders.

4.5 Warrants

Under the holding company restructuring plan, the Company received the transfer of 970,250 warrants to purchase preference shares from TISCO Bank. These warrants were allocated in the year 2004 and have an exercise price of Baht 21.88 per share.

The exercise period ended in August 2009.

4.6 Significant events of subsidiaries

4.6.1 Capital returns from a subsidiary

In January 2009, TISCO Bank received the return of capital from the reduction of registered share capital of TISCO Leasing Company Limited amounting to Baht 168 million.

In August 2009, TISCO Securities Company Limited received the return of capital from the dissolution of TISCO Global Securities Limited amounting to Baht 7 million.

4.6.2 Reduction of a subsidiary's registered share capital

A resolution passed by the Annual General Meeting of the Shareholders of Primus Leasing Company Limited, on 27 March 2009, approved a decrease in that company's registered share capital from Baht 752 million (7,518,000 ordinary shares of Baht 100 each) to Baht 188 million (1,879,500 ordinary shares of Baht 100 each). On 4 May 2009, the company registered the decrease in its registered share capital with the Ministry of Commerce.

A resolution passed by the Extraordinary General Meeting of the Shareholders of Primus Leasing Company Limited No.3/2009, on 21 May 2009, approved a decrease in that company's registered share capital from Baht 188 million (1,879,500 ordinary shares of Baht 100 each) to Baht 47 million (470,000 ordinary shares of Baht 100 each). On 23 June 2009, the company registered the decrease in its registered share capital with the Ministry of Commerce.

A resolution passed by the Extraordinary General Meeting of the Shareholders of Primus Leasing Company Limited No.4/2009, on 17 July 2009, approved a decrease in that company's registered share capital from Baht 47 million (470,000 ordinary shares of Baht 100 each) to Baht 12 million (117,500 ordinary shares of Baht 100 each). On 21 August 2009, the company registered the decrease in its registered share capital with the Ministry of Commerce.

5. Subsequent event

A resolution passed by the Extraordinary General Meeting of the Shareholders of Primus Leasing Company Limited No.5/2009, on 15 September 2009, approved a decrease in that company's registered share capital from Baht 12 million (117,500 ordinary shares of Baht 100 each) to Baht 3 million (30,000 ordinary shares of Baht 100 each). On 19 October 2009, the company registered the decrease in its registered share capital with the Ministry of Commerce.

A resolution passed by the Extraordinary General Meeting of the Shareholders of TISCO Leasing Company Limited No.1/2009, on 23 September 2009, approved a decrease in that company's registered share capital from Baht 56 million (560,000 ordinary shares of Baht 100 each) to Baht 14 million (140,000 ordinary shares of Baht 100 each). On 27 October 2009, the company registered the decrease in its registered share capital with the Ministry of Commerce. TISCO Bank received the return of capital amounting to Baht 42 million as a result of the reduction of the registered share capital of the company on 29 October 2009.

6. Approval of interim financial statements

These interim financial statements were approved by the Company's Audit Committee on 9 November 2009.