

TISCO Financial Group Public Company Limited
and its subsidiary companies
Report and interim financial statements
30 June 2015



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Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of TISCO Financial Group Public Company Limited

I have reviewed the accompanying consolidated statements of financial position of TISCO Financial Group Public Company Limited and its subsidiaries as at 30 June 2015, the related consolidated statements of comprehensive income for the three-month and six-month periods ended 30 June 2015, the related consolidated statements of changes in shareholders' equity, and cash flows for the six-month period then ended as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of TISCO Financial Group Public Company Limited for the same periods. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.



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Emphasis of matter

I draw attention to Note 1.3 and 1.4 to the financial statements regarding the change in accounting policies due to the adoption of Thai Financial Reporting Standard in year 2014. My opinion is not qualified in respect of this matter.

A handwritten signature in black ink, appearing to be 'R. Jala', written in a cursive style.

Ratana Jala
Certified Public Accountant (Thailand) No. 3734

EY Office Limited
Bangkok: 10 August 2015

TISCO Financial Group Public Company Limited and its subsidiaries

Statement of financial position

As at 30 June 2015

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2015	31 December 2014	30 June 2015	31 December 2014
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Cash		1,021,584	1,180,482	70	70
Interbank and money market items - net		37,003,331	38,057,993	489,534	529,181
Investments - net	3.3, 3.7	9,050,570	14,795,457	920,807	843,774
Investment in subsidiaries and joint venture - net	3.4	247,463	207,228	19,370,077	19,370,029
Loans to customers and accrued interest receivables	3.5, 3.7				
Loans to customers		271,012,998	286,017,305	3,154,600	3,154,300
Accrued interest receivables		553,958	572,383	-	-
Total loans to customers and accrued interest receivables		271,566,956	286,589,688	3,154,600	3,154,300
Less: Deferred revenue		(21,672,398)	(23,233,476)	-	-
Less: Allowance for doubtful accounts	3.6	(7,649,836)	(6,950,423)	-	-
Loans to customers and accrued interest receivables - net		242,244,722	256,405,789	3,154,600	3,154,300
Properties foreclosed - net		83,079	120,905	-	-
Investment properties		17,267	17,267	778,245	778,245
Premises and equipment - net		2,643,125	2,483,759	864,603	663,751
Intangible assets - net		326,676	324,927	97,216	89,997
Deferred tax assets		351,365	296,074	99,680	110,157
Securities and derivatives business receivables - net		1,636,945	1,819,258	-	-
Dividend receivable from subsidiaries		-	-	-	1,693,238
Other assets	3.8	2,656,914	1,964,366	133,186	190,777
Total assets		297,283,041	317,673,505	25,908,018	27,423,519

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

TISCO Financial Group Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 June 2015

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2015	31 December 2014	30 June 2015	31 December 2014
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Liabilities					
Deposits	3.9	184,354,142	205,383,788	-	-
Interbank and money market items - net		12,917,278	10,897,493	-	-
Liabilities payable on demand		479,866	399,916	-	-
Derivatives liabilities	3.2	46,254	40,729	-	-
Debts issued and borrowings	3.10	62,733,219	65,406,219	7,358,500	7,669,400
Provision for long-term employee benefits		459,984	403,572	103,083	85,823
Deferred tax liabilities		21,896	30,155	-	-
Securities and derivatives business payable - net		2,641,011	1,250,067	-	-
Accrued interest payable		872,798	1,129,253	27,454	40,712
Income tax payable		486,593	566,574	12,691	30,373
Other liabilities	3.11	5,842,681	6,342,046	1,304,357	1,098,690
Total liabilities		270,855,722	291,849,812	8,806,085	8,924,998

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

TISCO Financial Group Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 June 2015

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements	
	30 June 2015 (Unaudited but reviewed)	31 December 2014 (Audited)	30 June 2015 (Unaudited but reviewed)	31 December 2014 (Audited)
Shareholders' equity				
Share capital				
Registered				
	339	339	339	339
33,858 preference shares of Baht 10 each				
800,669,437 ordinary shares of Baht 10 each	8,006,694	8,006,694	8,006,694	8,006,694
	<u>8,007,033</u>	<u>8,007,033</u>	<u>8,007,033</u>	<u>8,007,033</u>
Issued and paid-up				
	336	336	336	336
33,558 preference shares of Baht 10 each				
800,621,925 ordinary shares of Baht 10 each	8,006,219	8,006,219	8,006,219	8,006,219
	<u>8,006,555</u>	<u>8,006,555</u>	<u>8,006,555</u>	<u>8,006,555</u>
Share premium				
	-	-	295	295
Share premium on preference shares				
Share premium on ordinary shares	1,018,408	1,018,408	7,031,228	7,031,228
	<u>1,018,408</u>	<u>1,018,408</u>	<u>7,031,523</u>	<u>7,031,523</u>
Other components of shareholders' equity				
	1,689,565	1,680,354	261,200	217,292
Retained earnings				
	596,300	596,300	596,300	596,300
Appropriated-statutory reserve				
Unappropriated	15,012,172	14,429,068	1,206,355	2,646,851
	<u>26,323,000</u>	<u>25,730,685</u>	<u>17,101,933</u>	<u>18,498,521</u>
Equity attributable to owners of the Company				
	104,319	93,008	-	-
Non-controlling interests of the subsidiaries				
	<u>26,427,319</u>	<u>25,823,693</u>	<u>17,101,933</u>	<u>18,498,521</u>
Total shareholders' equity				
	<u>297,283,041</u>	<u>317,673,505</u>	<u>25,908,018</u>	<u>27,423,519</u>
Total liabilities and shareholders' equity				

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



Mrs. Oranuch Apisaksirikul

(Group Chief Executive, TISCO Group)



บริษัท ทีเอสโอฟินแนเชี่ยลกรุ๊ป จำกัด (มหาชน)
TISCO Financial Group Public Company Limited

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries**Statement of comprehensive income****For the three-month period ended 30 June 2015**

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

	Note	Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
		(Restated)			
Interest income	3.13	4,263,148	4,773,268	21,591	40,247
Interest expenses	3.14	(1,814,881)	(2,396,093)	(38,200)	(63,747)
Net interest income		2,448,267	2,377,175	(16,609)	(23,500)
Fee and service income		1,347,730	1,299,360	-	-
Fee and service expenses		(45,896)	(47,774)	(3,557)	(5,771)
Net fee and service income	3.15	1,301,834	1,251,586	(3,557)	(5,771)
Net gains on trading and foreign exchange transactions	3.16	35,313	12,767	31,840	595
Net gains (losses) on investments	3.17	12,470	13,840	(12)	-
Share of profit from investment accounted for under equity method		35,205	13,319	-	-
Dividend income		13,319	43,862	-	-
Penalty fee income from loans		87,945	79,966	-	-
Income from business promotion relating to the hire purchase business		111,947	77,797	-	-
Intercompany supporting fee income	3.25	-	-	391,820	378,448
Other operating income	3.19, 3.25	18,222	13,304	16,338	16,377
Total operating income		4,064,522	3,883,616	419,820	366,149
Expenses from business promotion relating to the hire purchase business		134,756	80,592	-	-
Total net operating income		3,929,766	3,803,024	419,820	366,149
Operating expenses					
Employee's expenses		888,778	841,063	161,607	146,452
Directors' remuneration		3,100	3,445	3,100	3,445
Premises and equipment expenses		236,602	230,609	86,698	82,668
Taxes and duties		53,167	57,580	1,643	1,710
Other operating expenses	3.20	251,868	222,344	28,523	32,175
Total operating expenses		1,433,515	1,355,041	281,571	266,450
Bad debt, doubtful accounts and impairment losses	3.18	1,243,912	1,219,562	-	-
Profit from operating before income tax expenses		1,252,339	1,228,421	138,249	99,699
Income tax expenses	3.21	243,262	239,155	28,042	20,135
Profit for the period		1,009,077	989,266	110,207	79,564

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries**Statement of comprehensive income (continued)****For the three-month period ended 30 June 2015**

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

	Note	Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
		(Restated)			
Other comprehensive income	3.22				
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Gains on valuation in available-for-sale investments		60,317	74,270	40,809	27,304
Share of other comprehensive income of joint venture:					
Cash flow hedges of joint venture		(5,670)	1,179	-	-
Income tax effects	3.23	(12,063)	(14,854)	(8,162)	(5,461)
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		42,584	60,595	32,647	21,843
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Actuarial losses		(19,280)	(27,638)	(11,649)	(5,210)
Share of other comprehensive income of joint venture:					
Actuarial gains (losses) of joint venture		26	(258)	-	-
Income tax effects	3.23	3,821	5,504	2,330	1,042
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax		(15,433)	(22,392)	(9,319)	(4,168)
Other comprehensive income for the period		27,151	38,203	23,328	17,675
Total comprehensive income for the period		1,036,228	1,027,469	133,535	97,239
Profit attributable to					
Equity holders of the Company	3.24	1,003,957	991,785	110,207	79,564
Non-controlling interests of the subsidiaries		5,120	(2,519)		
		1,009,077	989,266		
Total comprehensive income attributable to					
Equity holders of the Company		1,030,882	1,029,799	133,535	97,239
Non-controlling interests of the subsidiaries		5,346	(2,330)		
		1,036,228	1,027,469		
Earnings per share of equity holders of the Company					
Basic earnings per share	3.24	1.25	1.24	0.14	0.10

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries**Statement of comprehensive income****For the six-month period ended 30 June 2015**

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

	Note	Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
		(Restated)			
Interest income	3.13	8,636,912	9,689,772	47,615	77,379
Interest expenses	3.14	(3,789,113)	(5,047,683)	(84,444)	(110,517)
Net interest income		4,847,799	4,642,089	(36,829)	(33,138)
Fee and service income		2,650,226	2,583,081	-	-
Fee and service expenses		(104,299)	(96,253)	(7,272)	(8,352)
Net fee and service income	3.15	2,545,927	2,486,828	(7,272)	(8,352)
Net gains (losses) on trading and foreign exchange transactions	3.16	32,400	20,319	21,218	(9,189)
Net gains on investments	3.17	118,581	19,180	47	-
Share of profit from investment accounted for under equity method		55,904	26,050	-	-
Dividend income		73,539	77,367	-	-
Penalty fee income from loans		207,101	168,256	-	-
Income from business promotion relating to the hire purchase business		162,696	165,048	-	-
Intercompany supporting fee income	3.25	-	-	884,544	758,665
Other operating income	3.19, 3.25	35,469	23,628	32,835	33,098
Total operating income		8,079,416	7,628,765	894,543	741,084
Expenses from business promotion relating to the hire purchase business		187,427	188,744	-	-
Total net operating income		7,891,989	7,440,021	894,543	741,084
Operating expenses					
Employee's expenses		1,879,046	1,650,273	456,887	311,613
Directors' remuneration		6,230	6,480	6,230	6,480
Premises and equipment expenses		468,017	444,530	173,387	166,254
Taxes and duties		108,720	111,873	1,645	1,712
Other operating expenses	3.20	472,071	428,841	43,580	57,381
Total operating expenses		2,934,084	2,641,997	681,729	543,440
Bad debt, doubtful accounts and impairment losses	3.18	2,215,463	2,395,321	-	-
Profit from operating before income tax expenses		2,742,442	2,402,703	212,814	197,644
Income tax expenses	3.21	534,933	469,845	43,431	40,347
Profit for the period		2,207,509	1,932,858	169,383	157,297

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries**Statement of comprehensive income (continued)****For the six-month period ended 30 June 2015**

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

	Note	Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
		(Restated)			
Other comprehensive income	3.22				
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Gains on valuation in available-for-sale investments		37,346	100,511	55,815	10,230
Share of other comprehensive income of joint venture:					
Cash flow hedges of joint venture		(15,696)	3,715	-	-
Income tax effects	3.23	(7,469)	(20,102)	(11,163)	(2,046)
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		14,181	84,124	44,652	8,184
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Actuarial losses		(20,938)	(27,638)	(11,649)	(5,210)
Share of other comprehensive income of joint venture:					
Actuarial gains (losses) of joint venture		26	(258)	-	-
Income tax effects	3.23	4,152	5,504	2,330	1,042
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax		(16,760)	(22,392)	(9,319)	(4,168)
Other comprehensive income for the period		(2,579)	61,732	35,333	4,016
Total comprehensive income for the period		2,204,930	1,994,590	204,716	161,313
Profit attributable to					
Equity holders of the Company	3.24	2,196,424	1,926,477	169,383	157,297
Non-controlling interests of the subsidiaries		11,085	6,381		
		2,207,509	1,932,858		
Total comprehensive income attributable to					
Equity holders of the Company		2,193,619	1,988,021	204,716	161,313
Non-controlling interests of the subsidiaries		11,311	6,569		
		2,204,930	1,994,590		
Earnings per share of equity holders of the Company					
Basic earnings per share	3.24	2.74	2.41	0.21	0.20

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 statement****For the six-month period ended 30 June 2015**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
		(Restated)		
Cash flows from operating activities				
Profit before income tax	2,742,442	2,402,703	212,814	197,644
Adjustments to reconcile profit before income tax to net cash provided by (paid from) operating activities				
Depreciation and amortisation	105,651	116,549	37,495	37,265
Share of profit from investment accounted for under equity method	(55,904)	(26,050)	-	-
Bad debts and doubtful accounts	3,024,549	2,914,548	-	-
Allowance for impairment of investments (reversal)	(1,414)	1,206	(47)	-
Allowance for impairment of properties foreclosed	50	72	-	-
Gain on disposal of investments in securities	(120,300)	(20,386)	-	-
Unrealised (gain) loss on foreign exchange transactions and trading derivatives	(97,168)	23,127	(21,218)	9,189
Gain on disposal of equipment	(1,500)	(4,055)	-	(216)
Loss on written-off of equipment	972	10	-	-
Loss on written-off of intangible assets	-	53	-	-
Unrealised gain from trading securities	-	(5,743)	-	-
Gain on disposal of properties foreclosed	(17,195)	(10,740)	-	-
Employee benefit expenses	43,345	26,260	6,469	5,282
(Increase) decrease in accrued income	9,870	3,915	26,838	(24,968)
Increase in accrued expenses	550,118	486,534	252,744	169,372
Net interest income	(4,847,799)	(4,642,088)	36,829	33,138
Dividend income	(73,539)	(77,367)	-	-
Cash received on interest income	8,808,216	9,707,201	47,704	77,629
Cash paid on interest expenses	(3,456,868)	(4,750,615)	(97,702)	(101,059)
Cash received on dividend income	72,227	79,455	1,693,238	1,457,244
Cash paid on income tax expenses	(682,338)	(569,972)	(59,469)	(97,638)
Profit from operating activities before changes in operating assets and liabilities	6,003,415	5,654,617	2,135,695	1,762,882
Operating assets (increase) decrease				
Interbank and money market items	1,059,268	23,805,613	39,646	338,513
Loans to customers	9,858,051	7,596,196	(300)	416,000
Securities and derivatives business receivables	182,313	(213,743)	-	-
Receivables from clearing house	(760,861)	57,902	-	-
Properties foreclosed	1,391,825	1,609,080	-	-
Other assets	-196,093	-90,717	35,386	-6,599

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 statement (continued)**

For the six-month period ended 30 June 2015

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
	(Restated)			
Operating liabilities increase (decrease)				
Deposits	(21,029,646)	(37,905,472)	-	-
Interbank and money market items	2,019,785	2,700,547	-	-
Liabilities payable on demand	79,950	249,982	-	-
Securities and derivatives business payables	1,390,944	110,107	-	-
Short-term debts issued and borrowings	(2,673,000)	6,968,600	(310,900)	1,648,900
Payable to clearing house	(815,988)	44,869	-	-
Provision for long-term employee benefits	(8,012)	(8,530)	(858)	(1,107)
Other liabilities	(714,206)	(1,098,779)	(47,075)	(36,371)
Net cash flows from (used in) operating activities	(4,212,255)	9,480,272	1,851,594	4,122,218
Cash flows from investing activities				
Cash paid for purchase of investment in securities held for investment	(9,060,386)	(14,038,579)	-	-
Cash received from disposal of investment in securities held for investment	14,985,509	8,038,970	-	-
Cash paid for purchase of equipment	(247,122)	(107,772)	(228,984)	(19,019)
Cash paid for purchase of intangible assets	(24,701)	(212,420)	(21,306)	(56,006)
Cash received from disposal of equipment	1,500	4,095	-	256
Cash paid for acquisition of subsidiaries	-	-	-	(2,446,155)
Net cash flows from (used in) investing activities	5,654,800	(6,315,706)	(250,290)	(2,520,924)
Cash flows from financing activities				
Cash received from issuance of long-term debentures	1,000,000	2,400,000	-	-
Cash paid for redemption of long-term debentures	(1,000,000)	(4,000,000)	-	-
Dividend paid	(1,601,443)	(1,601,294)	(1,601,304)	(1,601,294)
Net cash flows used in financing activities	(1,601,443)	(3,201,294)	(1,601,304)	(1,601,294)
Net increase (decrease) in cash	(158,898)	(36,728)	-	-
Cash at beginning of the period	1,180,482	1,130,971	70	70
Cash at end of the period	1,021,584	1,094,243	70	70

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2015

(Unit: Thousand Baht)

Consolidated financial statements													
Equity attributable to owners of the Company													
Other components of shareholders' equity													
Adjustment from													
business													
combination													
Surplus (deficit) on													
changes in value of													
available-for-sale													
revaluation													
Share of other													
comprehensive													
income of													
under holding													
restructuring plan													
Total other													
components													
of shareholders'													
equity													
Retained earnings													
Appropriated													
Unappropriated													
Total equity													
attributable to													
owners of													
the Company													
Equity													
attributable													
to non-controlling													
interests of													
the subsidiaries													
Total													
Note	Preference shares	Ordinary shares	Share premium	available-for-sale	Surplus on	Share of other	of entities under	Total other	Retained earnings	Unappropriated	Total equity	Equity	Total
	Issued and paid-up	on ordinary shares	investments	of assets	joint venture	under holding	of shareholders'	Appropriated	the Company	the subsidiaries	interests of		
Balance as at 1 January 2014	339	8,006,216	1,018,408	(42,028)	940,899	(7,947)	679,266	1,570,190	496,200	11,895,567	22,986,920	67,435	23,054,355
Dividend paid	4	-	-	-	-	-	-	-	-	(1,601,294)	(1,601,294)	-	(1,601,294)
Profit for the period - as restated	-	-	-	-	-	-	-	-	-	1,926,477	1,926,477	6,381	1,932,858
Other comprehensive income for the period - as restated	-	-	-	80,409	-	3,715	-	84,124	-	(22,580)	61,544	188	61,732
Total comprehensive income for the period - as restated	-	-	-	80,409	-	3,715	-	84,124	-	1,903,897	1,988,021	6,569	1,994,590
Transfer surplus on revaluation of assets													
to retained earnings	-	-	-	-	(4,998)	-	-	(4,998)	-	4,998	-	-	-
Preference shares converted to ordinary shares	(3)	3	-	-	-	-	-	-	-	-	-	-	-
Decrease in non-controlling interests													
of the subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(168)	(168)
Balance as at 30 June 2014	336	8,006,219	1,018,408	38,381	935,901	(4,232)	679,266	1,649,316	496,200	12,203,168	23,373,647	73,836	23,447,483
Balance as at 1 January 2015	336	8,006,219	1,018,408	101,480	909,249	(9,641)	679,266	1,680,354	596,300	14,429,068	25,730,685	93,008	25,823,693
Dividend paid	4	-	-	-	-	-	-	-	-	(1,601,304)	(1,601,304)	-	(1,601,304)
Profit for the period	-	-	-	-	-	-	-	-	-	2,196,424	2,196,424	11,085	2,207,509
Other comprehensive income for the period	-	-	-	29,877	-	(15,696)	-	14,181	-	(16,986)	(2,805)	226	(2,579)
Total comprehensive income for the period	-	-	-	29,877	-	(15,696)	-	14,181	-	2,179,438	2,193,619	11,311	2,204,930
Transfer surplus on revaluation of assets													
to retained earnings	-	-	-	-	(4,970)	-	-	(4,970)	-	4,970	-	-	-
Balance as at 30 June 2015	336	8,006,219	1,018,408	131,357	904,279	(25,337)	679,266	1,689,565	596,300	15,012,172	26,323,000	104,319	26,427,319

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the six-month period ended 30 June 2015

(Unit: Thousand Baht)

	Separate financial statements										
	Other components of shareholders' equity										
	Issued and paid-up		Share premium		Surplus (deficit) on change in value of available-for-sale investments	Surplus on revaluation of assets	Total other components of shareholders' equity	Retained earnings		Total	
	Preference shares	Ordinary shares	Preference shares	Ordinary shares				Appropriated	Unappropriated		
Note											
Balance as at 1 January 2014		339	8,006,216	298	7,031,225	(72,892)	230,996	158,104	496,200	2,350,582	18,042,964
Dividend paid	4	-	-	-	-	-	-	-	-	(1,601,294)	(1,601,294)
Profit for the period		-	-	-	-	-	-	-	-	157,297	157,297
Other comprehensive income for the period		-	-	-	-	8,184	-	8,184	-	(4,168)	4,016
Total comprehensive income for the period		-	-	-	-	8,184	-	8,184	-	153,129	161,313
Transfer surplus on revaluation of assets to retained earnings		-	-	-	-	-	(749)	(749)	-	749	-
Preference shares converted to ordinary shares		(3)	3	(3)	3	-	-	-	-	-	-
Balance as at 30 June 2014		<u>336</u>	<u>8,006,219</u>	<u>295</u>	<u>7,031,228</u>	<u>(64,708)</u>	<u>230,247</u>	<u>165,539</u>	<u>496,200</u>	<u>903,166</u>	<u>16,602,983</u>
Balance as at 1 January 2015		336	8,006,219	295	7,031,228	(12,198)	229,490	217,292	596,300	2,646,851	18,498,521
Dividend paid	4	-	-	-	-	-	-	-	-	(1,601,304)	(1,601,304)
Profit for the period		-	-	-	-	-	-	-	-	169,383	169,383
Other comprehensive income for the period		-	-	-	-	44,652	-	44,652	-	(9,319)	35,333
Total comprehensive income for the period		-	-	-	-	44,652	-	44,652	-	160,064	204,716
Transfer surplus on revaluation of assets to retained earnings		-	-	-	-	-	(744)	(744)	-	744	-
Balance as at 30 June 2015		<u>336</u>	<u>8,006,219</u>	<u>295</u>	<u>7,031,228</u>	<u>32,454</u>	<u>228,746</u>	<u>261,200</u>	<u>596,300</u>	<u>1,206,355</u>	<u>17,101,933</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 six-month periods ended 30 June 2015

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 have been prepared in accordance with Thai Accounting Standard No. 34 (revised 2014) "Interim Financial Reporting", with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity and cash flows in accordance with the Bank of Thailand ("BOT")'s Notification No. Sor Nor Sor. 11/2553 regarding "Preparation and Announcement of Financial Statements of Commercial Banks and Parent Companies of Financial Holding Groups", dated 3 December 2010.

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

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

1.2 Basis of consolidation

The basis of interim consolidation is the same as that for the consolidated financial statements for the year ended 31 December 2014. During the period, there was no change in the composition of the subsidiaries.

1.3 New financial reporting standards

During the period, the Company has adopted the revised (revised 2014) and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after 1 January 2015. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company's financial statements. However, some of these standards involve changes to key principles, and the management of the Company and its subsidiaries has elected to early adopt financial reporting standards relating to investments since year 2014 as follows;

IFRS 10 Consolidated Financial Statements

IFRS 10 prescribes requirements for the preparation of consolidated financial statements and replaces the part dealing with consolidated financial statements as included in TAS 27 *Consolidated and Separate Financial Statements*. This standard changes the principles used in considering whether control exists. Under this standard, an investor is deemed to have control over an investee if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns, even if it holds less than half of the shares or voting rights. This important change requires the management to exercise a lot of judgement when reviewing whether the Company and its subsidiaries have control over the investees and determine which entities have to be included for preparation of the consolidated financial statements.

IFRS 10 requires company to reassess its investments in order to reach a conclusion as to whether it has control over those investments. The Company consequently changed its conclusion as a result of the reassessment of its investment in TISCO Tokyo Leasing Company Limited as of the date that IFRS 10 was initially adopted from presenting it as an investment in a subsidiary to presenting it as a joint venture company because it does not meet the definition of control specified in IFRS 10. As a result, TISCO Tokyo Leasing Company Limited has been a joint venture company since December 2008, which is when the Company acquired the investment. The reason for this assessment is that the Company does not have absolute control over the joint venture company. In addition, the remaining 49% voting rights are held by another major shareholder and the Company has entered into a shareholders' agreement with the major shareholder to make collective decisions concerning the business operations. Therefore, considering the requirements of IFRS 10, the Company has deconsolidated TISCO Tokyo Leasing Company Limited from its consolidated financial statements and restated the consolidated statement of comprehensive income for the three-month and six-month periods ended 30 June 2014, presented as comparative information. The amounts of the adjustments affecting the financial statements are presented in notes to the financial statements no.1.4.

TFRS 11 Joint Arrangements

TFRS 11 supersedes TAS 31 *Interests in Joint Ventures*. This standard requires an entity investing in any other entity to determine whether the entity and other investors have joint control in the investment. When joint control exists, there is deemed to be a joint arrangement and the entity then needs to apply judgement to assess whether the joint arrangement is a joint operation or a joint venture and to account for the interest in the investment in a manner appropriate to the type of joint arrangement. If it is a joint operation, the entity is to recognise its shares of assets, liabilities, revenue and expenses of the joint operation, in proportion to its interest, in its separate financial statements. If it is a joint venture, the entity is to account for its investment in the joint venture using the equity method in the financial statements in which the equity method is applied or the consolidated financial statements (if any), and at cost in the separate financial statements.

TFRS 12 Disclosure of Interests in Other Entities

This standard stipulates disclosures relating to an entity's interests in subsidiaries, joint arrangements and associates, including structured entities. This standard therefore has no financial impact to the financial statements of the Company and its subsidiaries.

In addition to the above Thai Financial Reporting Standards relating to investments adopted by the Company prior to the effective date, there are also other new and revised standards that have changes in principles as follows:

TAS 19 (revised 2014) Employee Benefits

This revised standard requires that the entity recognise actuarial gains and losses immediately in other comprehensive income while the existing standard allows the entity to recognise such gains and losses immediately in either profit or loss, or in other comprehensive income, or to recognise them gradually in profit or loss.

This revised standard does not have any impact on the financial statements as the Company and its subsidiaries already recognise actuarial gains and losses immediately in other comprehensive income.

TFRS 13 Fair Value Measurement

This standard provides guidance on how to measure fair value and stipulates disclosures related to fair value measurements. Entities are to apply the guidance under this standard if they are required by other financial reporting standards to measure their assets or liabilities at fair value. The effect of the adoption of this standard is to be recognised prospectively.

This standard does not have any significant impact on the Company and its subsidiaries' financial statements.

1.4 Cumulative effect of changes in accounting policies due to the adoption of new financial reporting standard

During the year 2014, the Company and its subsidiaries made the changes, described in Note 1.3 to the financial statements, to its significant accounting policies, as a result of the early adoption of TFRS 10.

The amounts of adjustments affecting the consolidated statements of comprehensive income are summarised below.

	(Unit: Thousand Baht)	
	For the three-month period ended 30 June 2014	For the six-month period ended 30 June 2014
Consolidated statements of comprehensive income		
Profit or loss:		
Increase in share of profit from investments		
accounted for under equity method	13,319	26,050
Decrease in net operating income	39,366	77,606
Decrease in operating expenses	18,725	37,219
Other comprehensive income:		
Decrease in actuarial losses	526	526
Decrease in gains on cash flow hedge	2,402	7,581
Increase in share of other comprehensive income of joint venture	920	3,457
Profit attributable to:		
Decrease in non-controlling interests	13,863	27,113
Total comprehensive income attributable to:		
Decrease in non-controlling interests	15,298	31,190

Such changes in accounting policies have no effect on profit attributable to equity holders of the Company in the consolidated financial statements.

1.5 Significant accounting policies

The interim financial statements have been prepared using the same accounting policies and method of computation as were used for the financial statements for the year ended 31 December 2014.

2. General information

2.1 The Company's information

TISCO Financial Group Public Company Limited ("the Company") was incorporated as a holding company. The Company is the parent company of TISCO Group. 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.

3. Supplemental information

3.1 Consolidated financial statements

A list of subsidiaries included in the consolidated financial statements as at 30 June 2015 and 31 December 2014 is provided below.

Company's name	Nature of Business	Country of incorporation	(Unit: Percent)	
			Percentage of shares held by the Company as at	
			30 June 2015	31 December 2014
<u>Subsidiaries directly held by the Company</u>				
TISCO Bank Public Company Limited	Banking	Thailand	99.99	99.99
TISCO Securities Co., Ltd.	Securities business	Thailand	99.99	99.99
TISCO Asset Management Co., Ltd.	Asset management	Thailand	99.99	99.99
Hi-Way Co., Ltd.	Hire purchase and retail loan	Thailand	99.99	99.99
TISCO Information Technology Co., Ltd.	Services	Thailand	99.99	99.99
TISCO Leasing Co., Ltd.	Hire purchase and retail loan	Thailand	99.99	99.99
Primus Leasing Co., Ltd. (In the process of liquidation)	Hire purchase	Thailand	99.99	99.99
TISCO Learning Center Co., Ltd.	Services	Thailand	99.99	99.99
All-Ways Co., Ltd.	Services	Thailand	99.97	99.97
<u>Subsidiaries indirectly held by the Company</u>				
Deutsche TISCO Investment Advisory Co., Ltd.	Securities business	Thailand	51.00	51.00

3.2 Derivatives

The subsidiary company operating banking business entered into interest rate swap agreements and cross currency swap agreements to manage the risk associated with its loans to customers as follows:

Type of risk	(Unit: Thousand Baht)					
	Consolidated financial statements as at					
	30 June 2015			31 December 2014		
	Fair value		Notional amount	Fair value		Notional amount
Assets	Liabilities	Assets		Liabilities		
Exchange rate	-	888	3,377,680	-	5,219	3,296,300
Interest rate	-	45,366	1,200,000	-	35,510	1,200,000
Total	-	46,254	4,577,680	-	40,729	4,496,300

All counterparties of these derivative transactions are financial institutions.

3.3 Investments

3.3.1 Classified by type of investment

	(Unit: Thousand Baht)	
	Consolidated financial statements as at	
	30 June 2015	31 December 2014
Available-for-sale investments - fair value		
Government and state enterprise securities	5,837,342	12,060,173
Private sector debt securities	1,346,299	811,472
Domestic marketable equity securities	472,190	604,417
Other securities - domestic unit trusts	28,387	28,141
Other securities - foreign unit trusts	920,807	843,774
Less: Allowance for impairment	(1,460)	(1,460)
Total available-for-sale investments	8,603,565	14,346,517
Held-to-maturity debt securities - cost/amortised cost		
Investment in receivables	14,467	17,816
Less: Allowance for impairment	(14,261)	(17,394)
Total held-to-maturity debt securities	206	422
General investments - cost		
Domestic non-marketable equity securities	493,479	493,479
Less: Allowance for impairment	(46,680)	(44,961)
Total general investments	446,799	448,518
Investments - net	9,050,570	14,795,457
		(Unit: Thousand Baht)
	Separate financial statements as at	
	30 June 2015	31 December 2014
Available-for-sale investments - fair value		
Other securities - foreign unit trusts	920,807	843,774

In August 2014, TISCO Bank reclassified part of its investment portfolio, transferring certain long-term held-to-maturity debt securities to short-term available-for-sale securities at the fair value at the transfer date, to bring them in line with TISCO Bank's liquidity management strategy. The amortised cost of the transferred debt securities at the transfer date was approximately Baht 3,001 million. TISCO Bank recorded the difference between this amortised cost and the fair value, amounting to Baht 73 million, as unrealised gain on transfer of investment portfolio and presented it under shareholders' equity in the statement of financial position. TISCO Bank disposed of Baht 2,960 million of these investments, with a realised gain for the year 2014 by Baht 72 million. The balance of unrealised gain as at 30 June 2015 was Baht 1 million.

(Unaudited but reviewed)

3.3.2 Classified by remaining year to maturity of the debt securities

(Unit: Million Baht)

	Consolidated financial statements as at							
	30 June 2015				31 December 2014			
	Due within				Due within			
	Less than 1 year	1 - 5 years	Over 5 years	Total	Less than 1 year	1 - 5 years	Over 5 years	Total
Available-for-sale investments								
Government and state enterprise securities	5,035	802	-	5,837	11,087	973	-	12,060
Private sector debt securities	108	1,238	-	1,346	1	810	-	811
Total	5,143	2,040	-	7,183	11,088	1,783	-	12,871
Less: Allowance for impairment	(1)	-	-	(1)	(1)	-	-	(1)
Total	5,142	2,040	-	7,182	11,087	1,783	-	12,870
Held-to-maturity debt securities								
Investment in receivables	14	-	-	14	13	5	-	18
Less: Allowance for impairment	(14)	-	-	(14)	(12)	(5)	-	(17)
Total	-	-	-	-	1	-	-	1
Total debt securities	5,142	2,040	-	7,182	11,088	1,783	-	12,871

3.3.3 Investments subject to restriction

(Unit: Million Baht)

Type of investment	Consolidated financial statements as at		Type of restriction
	30 June 2015	31 December 2014	
Government debt securities	2	2	Pledged for electricity usage

(Unaudited but reviewed)

3.3.4 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 June 2015		
	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.

(Unit: Thousand Baht)

	Consolidated financial statements as at 31 December 2014		
	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.

3.3.5 Investments in which a subsidiary company operating banking business holds not less than 10 percent of the equity of the investees

(Unit: Thousand Baht)

Securities' name	Consolidated financial statements as at					
	30 June 2015			31 December 2014		
	Book value	Unpaid amounts	Percentage of holding (%)	Book value	Unpaid amounts	Percentage of holding (%)
Services:						
Jiji Press (Thailand) Co., Ltd.	814	300	10	814	300	10
K Line (Thailand) Co., Ltd.	37,335	-	10	37,335	-	10
Trading import and export:						
Shin Thai Enterprises Co., Ltd.	5,707	-	10	5,707	-	10
PDTL Trading Co., Ltd.	4,372	-	10	5,894	-	10
Wattana Inter-Trade Co., Ltd.	5,382	-	10	5,382	-	10
Real estate:						
UMI Property Co., Ltd.	4,110	-	10	4,110	-	10
Industrial:						
Siam Art Ceramic Co., Ltd.	17,127	-	10	17,358	-	10

3.4 Investment in subsidiaries and joint venture

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	as at		as at	
	30 June 2015	31 December 2014	30 June 2015	31 December 2014
Investment in subsidiaries	-	-	19,296,832	19,296,784
Investment in joint venture	247,463	207,228	73,245	73,245
	<u>247,463</u>	<u>207,228</u>	<u>19,370,077</u>	<u>19,370,029</u>

3.4.1 Investment in subsidiaries

(Unit: Million Baht)

Company's name	Nature of Business	Separate financial statements							
		Type of investment as at		Percentage of holding as at		Investment value - cost method as at		Dividend received for the six-month periods ended	
		30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	30 June 2014
				(%)	(%)				
<u>Subsidiaries directly held by the Company</u>									
TISCO Bank Public Company Limited	Banking	Ordinary shares	Ordinary shares	99.99	99.99	17,641	17,641	-	-
TISCO Securities Co., Ltd.	Securities business	Ordinary shares	Ordinary shares	99.99	99.99	1,075	1,075	-	-
TISCO Asset Management Co., Ltd.	Asset management	Ordinary shares	Ordinary shares	99.99	99.99	110	110	-	-
Hi-Way Co., Ltd.	Hire purchase and retail loan	Preference shares	Preference shares	99.99	99.99	3	3	-	-
		Ordinary shares	Ordinary shares	99.99	99.99	270	270	-	-
TISCO Information Technology Co., Ltd.	Services	Ordinary shares	Ordinary shares	99.99	99.99	22	22	-	-
TISCO Leasing Co., Ltd.	Hire purchase and retail loan	Ordinary shares	Ordinary shares	99.99	99.99	137	137	-	-
Primus Leasing Co., Ltd. (In the process of liquidation)	Hire purchase	Ordinary shares	Ordinary shares	99.99	99.99	142	142	-	-
TISCO Learning Center Co., Ltd.	Services	Ordinary shares	Ordinary shares	99.99	99.99	5	5	-	-
All-Ways Co., Ltd.	Services	Ordinary shares	Ordinary shares	99.97	99.97	1	1	-	-
						<u>19,406</u>	<u>19,406</u>	<u>-</u>	<u>-</u>
						<u>(109)</u>	<u>(109)</u>		
Less: Allowance for impairment						<u>19,297</u>	<u>19,297</u>		
Investment in subsidiaries - net									

3.4.2 Investment in joint venture

a. Details of investment in joint venture

Investment in joint venture represents investment in entity which is jointly controlled by the Company and other company. Details of this investment are as follows:

(Unit: Thousand Baht)

Jointly controlled entity	Nature of business	Consolidated financial statements					
		Shareholding percentage as at		Cost as at		Carrying amounts based on equity method as at	
		30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	31 December 2014
		(%)	(%)				
TISCO Tokyo Leasing Co., Ltd.	Leasing	49.00	49.00	73,245	73,245	247,463	207,228

(Unit: Thousand Baht)

Jointly controlled entity	Nature of business	Separate financial statements							
		Shareholding percentage as at		Cost as at		Allowance for impairment of investment as at		Carrying amounts based on cost method - net as at	
		30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	31 December 2014
		(%)	(%)						
TISCO Tokyo Leasing Co., Ltd.	Leasing	49.00	49.00	73,245	73,245	-	-	73,245	73,245

b. Share of profit/loss and dividend received

During the period, the Company recognised its share of profit/loss from investment in joint venture in the consolidated financial statements and dividend income in the separate financial statements as follows:

	Consolidated				(Unit: Thousand Baht)	
	financial statements				Separate	
					financial statements	
	Share of other comprehensive income					
	Share of profit/loss from investment in joint venture for the three-month periods ended 30 June		from investments in joint venture for the three-month periods ended 30 June		Dividend received for the three-month periods ended 30 June	
Jointly controlled entity	2015	2014	2015	2014	2015	2014
TISCO Tokyo Leasing Co., Ltd.	35,205	13,319	(5,644)	921	-	-

	Consolidated				(Unit: Thousand Baht)	
	financial statements				Separate	
					financial statements	
	Share of other comprehensive income					
	Share of profit/loss from investment in joint venture for the six-month periods ended 30 June		from investments in joint venture for the six-month periods ended 30 June		Dividend received for the six-month periods ended 30 June	
Jointly controlled entity	2015	2014	2015	2014	2015	2014
TISCO Tokyo Leasing Co., Ltd.	55,904	26,050	(15,670)	3,457	-	-

3.5 Loans to customers and accrued interest receivables

3.5.1 Classified by loans to customers type

(Unit: Thousand Baht)

	Consolidated financial statements as at	
	30 June 2015	31 December 2014
Loans to customers		
Loans	74,261,059	76,978,228
Hire purchase receivables	196,066,019	208,226,729
Finance lease receivables	956,038	1,077,970
Less: Deferred revenue	(21,672,398)	(23,233,476)
Advances received from finance lease receivables	(270,118)	(265,622)
Total loans to customers	249,340,600	262,783,829
Add: Accrued interest receivables	553,958	572,383
Less: Allowance for doubtful accounts	(7,649,836)	(6,950,423)
Loans to customers and accrued interest receivables - net	<u>242,244,722</u>	<u>256,405,789</u>

(Unit: Thousand Baht)

	Separate financial statements as at	
	30 June 2015	31 December 2014
Loans to customers		
Loans	3,154,600	3,154,300
Loans to customers and accrued interest receivables - net	<u>3,154,600</u>	<u>3,154,300</u>

3.5.2 Classified by currency and residency of debtors

(Unit: Thousand Baht)

	Consolidated financial statements as at					
	30 June 2015			31 December 2014		
	Domestic	Foreign	Total	Domestic	Foreign	Total
Baht	245,962,920	-	245,962,920	259,487,529	-	259,487,529
US Dollars	-	3,377,680	3,377,680	-	3,296,300	3,296,300
Total loans to customers net of deferred revenue	<u>245,962,920</u>	<u>3,377,680</u>	<u>249,340,600</u>	<u>259,487,529</u>	<u>3,296,300</u>	<u>262,783,829</u>

(Unit: Thousand Baht)

	Separate financial statements as at					
	30 June 2015			31 December 2014		
	Domestic	Foreign	Total	Domestic	Foreign	Total
Baht	3,154,600	-	3,154,600	3,154,300	-	3,154,300
Total loans to customers net of deferred revenue	<u>3,154,600</u>	<u>-</u>	<u>3,154,600</u>	<u>3,154,300</u>	<u>-</u>	<u>3,154,300</u>

3.5.3 Classified by loan classification of a subsidiary company operating banking business

(Unit: Million Baht)

	As at					
	30 June 2015			31 December 2014		
	Net amount			Net amount		
Loans to customers and accrued interest receivables	used for setting the allowance for doubtful accounts	Allowance for doubtful accounts ^{(1) (2)}	Loans to customers and accrued interest receivables	used for setting the allowance for doubtful accounts	Allowance for doubtful accounts ^{(1) (2)}	
Provision under BOT's guidelines						
- Pass	218,045	196,693	1,828	230,555	207,633	1,822
- Special mention	20,993	16,685	2,891	22,112	17,843	2,494
- Sub-standard	3,262	3,232	1,108	3,267	3,242	1,073
- Doubtful	1,966	1,947	597	2,057	2,033	623
- Doubtful of loss	1,089	1,032	308	578	524	177
Allowance established in excess	-	-	292	-	-	191
Total	245,355	219,589	7,024	258,569	231,275	6,380

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

⁽²⁾ As at 30 June 2015, the provisions set aside by TISCO Bank exceeded the BOT's notification No. Sor Nor Sor 31/2551 minimum requirement by a total of Baht 2,690 million (As at 31 December 2014: total of Baht 2,826 million). TISCO Bank allocated Baht 2,398 million of the excess provision to a specific provision for an individual debtors (As at 31 December 2014: total of Baht 2,635 million) and so combined with the minimum provision requirement of Baht 4,334 million (As at 31 December 2014: total of Baht 3,554 million), the total provision set aside in accordance with BOT requirements is Baht 6,732 million (As at 31 December 2014: total of Baht 6,189 million).

	Percentage of allowance for doubtful accounts set up			
	Hire purchase receivables ⁽¹⁾		Other loans ⁽²⁾	
	As at		As at	
	30 June 2015	31 December 2014	30 June 2015	31 December 2014
Pass	0.64	0.58	1	1
Special mention	3.67	3.84	2	2
Sub-standard	24.20	23.24	100	100
Doubtful	23.91	23.39	100	100
Doubtful of loss	24.00	23.33	100	100

⁽¹⁾ These percentages of allowance for doubtful accounts are average percentages used in setting up allowance for doubtful accounts, after inclusion of the allowance for doubtful accounts from assigning provision in excess of BOT's minimum requirement to specific provision for an individual debtor.

⁽²⁾ These percentages are the rates used to set aside allowance for doubtful accounts in accordance with the BOT's minimum requirement.

3.5.4 Hire purchase and finance lease receivables

As at 30 June 2015, receivables of the subsidiaries under hire purchase and finance lease agreements amount to Baht 175,311 million (31 December 2014: Baht 186,036 million) and mostly comprise hire purchase agreements for cars, and finance lease agreements for machines and equipment for business operation. The terms of the agreements are generally between 1 to 7 years and under most agreements interest is charged at a fixed rate as specified in agreements.

(Unit: Million Baht)

Consolidated financial statement as at 30 June 2015					
Amounts of installments due under the long-term lease agreements					
	Not over 1 year	Over 1 year but not over 5 years	Over 5 years	Non-performing loans	Total
Gross investment in the agreements	64,403	119,447	4,512	8,660	197,022
Less: Deferred revenue ⁽¹⁾	(8,667)	(10,436)	3	(2,341)	(21,441)
Advances received from finance lease receivables	(23)	(246)	-	(1)	(270)
Present value of minimum lease pay from agreements	55,713	108,765	4,515	6,318	175,311
Allowance for doubtful accounts ⁽²⁾					(3,433)
Net hire purchase and finance lease receivables					171,878

⁽¹⁾ Net of deferred commissions and direct expenses incurred at the initiation of hire purchase.

⁽²⁾ These allowance for doubtful accounts of the subsidiary company operating banking business included the allowance for doubtful accounts from assigning provision in excess of BOT's minimum requirement to specific provision for an individual debtor.

(Unit: Million Baht)

Consolidated financial statement as at 31 December 2014					
Amounts of installments due under the long-term lease agreements					
	Not over 1 year	Over 1 year but not over 5 years	Over 5 years	Non-performing loans	Total
Gross investment in the agreements	66,902	129,550	4,746	8,107	209,305
Less: Deferred revenue ⁽¹⁾	(9,289)	(11,508)	(38)	(2,168)	(23,003)
Advances received from finance lease receivables	(119)	(146)	-	(1)	(266)
Present value of minimum lease pay from agreements	57,494	117,896	4,708	5,938	186,036
Allowance for doubtful accounts ⁽²⁾					(3,285)
Net hire purchase and finance lease receivables					182,751

⁽¹⁾ Net of deferred commissions and direct expenses incurred at the initiation of hire purchase.

⁽²⁾ These allowance for doubtful accounts of the subsidiary company operating banking business included the allowance for doubtful accounts from assigning provision in excess of BOT's minimum requirement to specific provision for an individual debtor.

(Unaudited but reviewed)

3.5.5 Loans to customers of subsidiary companies for which the recognition of interest income has been 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 June 2015	31 December 2014	30 June 2015	31 December 2014
Loans to customers for which the recognition of interest income has been ceased ⁽¹⁾	7,735	7,308	12,007	11,494

⁽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.

(Unit: Million Baht)

Other subsidiaries	As at	
	30 June 2015	31 December 2014
Hire purchase receivables, finance lease receivables and other loans and receivables for which the recognition of interest income has been ceased	925	934

3.5.6 Deferred revenue which is presented as a deduction against loans to customers of subsidiary companies

(Unit: Million Baht)

Deferred revenue ⁽¹⁾	Consolidated financial statements as at	
	30 June 2015	31 December 2014
	21,672	23,233

⁽¹⁾ These amounts included deferred revenue of hire purchase and finance lease contracts which are stated net of commissions and direct expenses incurred at the initiation of hire purchase.

3.5.7 Troubled debt restructuring of a subsidiary company operating banking business

	For the three-month		For the six-month periods	
	periods ended 30 June		ended 30 June	
	2015	2014	2015	2014
Debtors restructured during the period				
Number of debtors restructured by modification of				
terms (number)	2,302	175	3,992	327
Loan balances before restructuring (Million Baht)	771	74	1,363	270
Loan balances after restructuring (Million Baht)	771	74	1,363	270
Loss on troubled debt restructuring (Million Baht)	-	-	-	-
Average contract period of debt restructuring (years)				
Hire purchase receivables	5	4	5	4
Mortgage loan receivables	9	2	4	2
Auto cash loan receivables	4	-	4	-
Commercial lending receivables	2	-	2	-

Supplemental information for the three-month and six-month periods ended 30 June 2015 and 2014 relating to the restructured debts is as follows:

	(Unit: Million Baht)			
	For the three-month		For the six-month	
	periods ended 30 June		periods ended 30 June	
	2015	2014	2015	2014
Interest income on restructured receivables	34	14	59	20
Receipt of principal and interest	121	81	207	139

As at 30 June 2015 and 31 December 2014, a subsidiary company operating banking business has the outstanding balances with troubled debt restructuring debtors as follows:

	(Unit: Million Baht)			
	As at			
	30 June 2015		31 December 2014	
	Number of debtors	Outstanding balance	Number of debtors	Outstanding balance
The balance of the restructured debts	6,639	2,346	2,767	1,152

3.6 Allowance for doubtful accounts

3.6.1 Allowance for doubtful accounts - classified by receivables classification

(Unit: Thousand Baht)

Consolidated financial statement as at 30 June 2015							
	Pass	Special mention	Sub-standard	Doubtful	Doubtful of loss	Allowance established in excess	Total
Balance - beginning of period	1,953,919	2,599,444	1,208,484	734,070	263,755	190,751	6,950,423
Increase in allowance for doubtful accounts during the period	26,242	418,407	402,431	1,573,428	498,248	101,293	3,020,049
Bad debt written-off	(971)	(10,837)	(363,499)	(1,602,859)	(342,470)	-	(2,320,636)
Balance - end of period	<u>1,979,190</u>	<u>3,007,014</u>	<u>1,247,416</u>	<u>704,639</u>	<u>419,533</u>	<u>292,044</u>	<u>7,649,836</u>

(Unit: Thousand Baht)

Consolidated financial statement as at 31 December 2014							
	Pass	Special mention	Sub-standard	Doubtful	Doubtful of loss	Allowance established in excess	Total
Balance - beginning of year	3,411,073	1,250,788	1,086,758	377,493	96,161	108,951	6,331,224
Increase (decrease) in allowance for doubtful accounts during the year	(1,453,621)	1,375,573	1,337,125	3,864,061	443,052	81,800	5,647,990
Bad debt written-off	(3,533)	(26,917)	(1,215,399)	(3,507,484)	(275,458)	-	(5,028,791)
Balance - end of year	<u>1,953,919</u>	<u>2,599,444</u>	<u>1,208,484</u>	<u>734,070</u>	<u>263,755</u>	<u>190,751</u>	<u>6,950,423</u>

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

(Unit: Thousand Baht)

Consolidated financial statement as at 30 June 2015				
	Individual impairment	Collective impairment	Allowance established in excess	Total
Balance - beginning of period	3,492,971	3,266,701	190,751	6,950,423
Increase in allowance for doubtful accounts during the period	791,250	2,127,506	101,293	3,020,049
Bad debt written-off	(342,598)	(1,978,038)	-	(2,320,636)
Balance - end of period	<u>3,941,623</u>	<u>3,416,169</u>	<u>292,044</u>	<u>7,649,836</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated financial statement as at 31 December 2014				
	Individual	Collective	Allowance	Total
	impairment	impairment	established in	
			excess	
Balance - beginning of year	3,058,468	3,163,805	108,951	6,331,224
Increase in allowance for doubtful accounts during the year	968,218	4,597,972	81,800	5,647,990
Bad debt written-off	(533,715)	(4,495,076)	-	(5,028,791)
Balance - end of year	3,492,971	3,266,701	190,751	6,950,423

3.6.3 Non-performing loans to customers of a subsidiary company operating banking business

(Unit: Million Baht)

	As at	
	30 June 2015	31 December 2014
Non-performing loans to customers	6,317	5,902
Allowance for doubtful accounts	2,013	1,873

3.7 Classification of assets

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

(Unit: Million Baht)

	Cost as at		Fair value as at		Allowance for possible loss provided in the accounts ⁽¹⁾ as at	
	30 June	31 December	30 June	31 December	30 June	31 December
	2015	2014	2015	2014	2015	2014
Debt instruments - debentures ⁽²⁾	1	1	-	-	1	1
Equity instruments - ordinary shares ⁽³⁾	6	6	-	-	6	6

⁽¹⁾ Allowance for possible loss 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 whose auditors have expressed opinions citing the going concern issue, or of companies which have defaulted on interest payment.

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

As at 30 June 2015 and 31 December 2014, the quality of assets of a subsidiary company operating banking business classified in accordance with the Bank of Thailand's guidelines is as follows:

	(Unit: Million Baht)									
	Loans to customers ⁽¹⁾		Investments in securities		Investments in receivables		Properties foreclosed		Total	
	as at		as at		as at		as at		as at	
	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
Pass	250,780	264,939	-	-	-	-	-	-	250,780	264,939
Special mention	20,798	21,900	-	-	-	-	-	-	20,798	21,900
Sub-standard	3,262	3,267	-	-	-	-	-	-	3,262	3,267
Doubtful	1,966	2,057	-	-	-	-	-	-	1,966	2,057
Doubtful of loss	1,089	578	48	46	14	17	18	18	1,169	659
Total	277,895	292,741	48	46	14	17	18	18	277,975	292,822

⁽¹⁾ Loans to customers included investment in debt securities under resale agreements of other commercial banks and loan to financial institutions (which are presented as part of interbank and money market items - asset in the statement of financial position).

3.7.3 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		Net amount used for setting the allowance for doubtful accounts ⁽¹⁾		Percentage of allowance for doubtful account set up ⁽²⁾		Allowance for doubtful accounts ⁽³⁾	
	as at		as at		as at		as at	
	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December
	2015	2014	2015	2014	2015	2014	2015	2014
					(%)	(%)		
Pass	149,956	159,758	149,956	159,758	0.64	0.58	952	933
Special mention	15,018	16,071	15,018	16,071	3.67	3.84	552	616
Sub-standard	2,802	2,826	2,802	2,826	24.20	23.24	678	657
Doubtful	1,775	1,840	1,775	1,840	23.91	23.39	424	430
Doubtful of loss	957	459	957	459	24.00	23.33	230	107
Total	170,508	180,954	170,508	180,954			2,836	2,743

⁽¹⁾ The subsidiary company operating banking business does not deduct the collateral value from the outstanding loan balance for calculation of 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, after inclusion of the allowance for doubtful accounts from assigning provision in excess of BOT's minimum requirement to specific provision for an individual debtor.

⁽³⁾ These allowance for doubtful accounts included the allowance for doubtful accounts from assigning provision in excess of BOT's minimum requirement to specific provision for an individual debtor.

3.7.4 Hire purchase receivables/finance lease receivables and other loan receivables of the other subsidiaries classified in accordance with the Bank of Thailand's guidelines are as follows:

(Unit: Million Baht)

	Debt balance		Allowance for doubtful accounts		Debt balance - net	
	as at		as at		as at	
	30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	31 December 2014
Pass	2,940	3,118	151	132	2,789	2,986
Special mention	735	776	116	105	619	671
Sub-standard	290	318	140	136	150	182
Doubtful	233	276	108	110	125	166
Doubtful of loss	297	254	111	87	186	167
Total	4,495	4,742	626	570	3,869	4,172

3.8 Other assets

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	as at		as at	
	30 June 2015	31 December 2014	30 June 2015	31 December 2014
Receivable from clearing house	1,052,904	292,043	-	-
Value added tax - net	314,365	366,442	1,417	1,043
Accrued interest receivables	35,712	61,426	-	-
Fee and service receivables	223,703	233,573	70,850	97,688
Refundable income tax and prepaid				
income tax	25,115	24,368	-	-
Deposits	54,031	82,097	4,079	34,080
Other receivables	504,396	496,197	-	-
Other assets	446,688	408,220	56,840	57,966
Total other assets	2,656,914	1,964,366	133,186	190,777

3.9 Deposits

3.9.1 Classified by type of deposits

	(Unit: Thousand Baht)	
	Consolidated financial statements as at	
	30 June 2015	31 December 2014
Deposits		
Current accounts	3,391,572	2,917,435
Saving accounts	52,906,511	49,606,051
Fixed accounts		
- not over 6 months	21,373,163	22,613,265
- over 6 months but not over 1 year	1,678,555	1,034,917
- over 1 year	376,864	313,129
Certificates of deposit/negotiable certificates of deposit	104,627,477	128,898,991
Total	<u>184,354,142</u>	<u>205,383,788</u>

3.9.2 Classified by remaining period of contract

	(Unit: Thousand Baht)	
	Consolidated financial statements as at	
	30 June 2015	31 December 2014
Not over 1 year ⁽¹⁾	183,877,232	204,878,240
Over 1 year	476,910	505,548
Total deposits	<u>184,354,142</u>	<u>205,383,788</u>

⁽¹⁾ Including fully-mature deposit contracts

3.9.3 As at 30 June 2015 and 31 December 2014, all outstanding deposits are deposits from domestic depositors and in Baht.

3.10 Debt issued and borrowings

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	as at		as at	
	30 June	31 December	30 June	31 December
	2015	2014	2015	2014
<u>Domestic borrowings</u>				
Subordinated unsecured debentures	6,643,000	6,643,000	-	-
Unsubordinated unsecured debentures	48,694,800	51,056,900	-	-
Bills of exchange	7,394,622	7,705,522	7,358,500	7,669,400
Promissory notes	797	797	-	-
Total	62,733,219	65,406,219	7,358,500	7,669,400

3.10.1 Subordinated unsecured debentures

As at 30 June 2015 and 31 December 2014, a subsidiary company operating banking business has long-term subordinated unsecured debentures as follows:

Year	Units as at		Face value per unit (Baht)	Balance in consolidated financial statements as at		Maturity in the year	Interest rate
	30 June	31 December		30 June	31 December		
	2015	2014		2015	2014		
	(Million units)	(Million units)		(Million Baht)	(Million Baht)		
2010	-	1.00	1,000	-	1,000	2020	5.00 percent per annum
2010	1.00	1.00	1,000	1,000	1,000	2020	4.80 percent per annum
2012	1.00	1.00	1,000	1,000	1,000	2022	4.85 percent per annum
2012	1.24	1.24	1,000	1,243	1,243	2022	4.60 percent per annum
2014	1.60	1.60	1,000	1,600	1,600	2024	6.00 percent per annum
2014	0.80	0.80	1,000	800	800	2024	6.00 percent per annum
2015	1.00	-	1,000	1,000	-	2025	4.50 percent per annum
Total				6,643	6,643		

3.10.2 Unsubordinated unsecured debentures

As at 30 June 2015 and 31 December 2014, a subsidiary company operating banking business has short-term unsubordinated unsecured debentures as follows:

Year	Units as at		Face value per unit (Baht)	Balance in consolidated financial statements as at		Maturity in the year	Interest rate
	30 June	31 December		30 June	31 December		
	2015	2014		2015	2014		
	(Million units)	(Million units)		(Million Baht)	(Million Baht)		
2014	0.75	51.057	1,000	750	51,057	2015	2.55 - 2.87 percent per annum
2015	47.945	-	1,000	47,945	-	2016	1.63 - 2.42 percent per annum
Total				48,695	51,057		

3.10.3 Bills of exchange

Bills of exchange comprise the fixed interest rate bearing are between 1.70 and 2.95 percent per annum which will gradually mature in 2015.

3.11 Other liabilities

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	as at		as at	
	30 June 2015	31 December 2014	30 June 2015	31 December 2014
Payable to clearing house	37,269	853,257	-	-
Withholding income tax and other tax payable	279,088	469,830	10,062	57,189
Accrued insurance premium	500,641	668,113	-	-
Deferred income	1,223,161	1,176,646	50	-
Accrued expenses	3,154,041	2,603,923	1,294,177	1,041,433
Suspense creditors	320,148	345,707	-	-
Other liabilities	328,333	224,570	68	68
Total other liabilities	5,842,681	6,342,046	1,304,357	1,098,690

The above accrued expenses included accrued bonus expenses which are remunerations paid to employees and management based on annual performance. These accrued bonus expenses included costs of annual bonus that are determined with reference to the Company's share price, paid to employees whose performance impacts the Company's operating results, as an incentive to work effectively and to build loyalty to the Company. This vested bonus is set aside for payment five years later. It is paid in cash and determined based on the average daily price of the Company's shares over the period of five years from grant date to settlement date. As of 30 June 2015 and 31 December 2014, the Company and its subsidiaries have issued bonus under this scheme amounting to Baht 576 million and Baht 561 million, respectively (the Company only: Baht 314 million and Baht 306 million, respectively).

3.12 Capital funds

3.12.1 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, cash liquidity and others in accordance with the regulations of the Bank of Thailand or relevant regulatory agencies.

3.12.2 TISCO Bank maintains capital adequacy ratio in compliance with Basel III principles by implementing capital to risk assets requirement based on Internal Ratings-Based Approach (IRB) for hire purchase receivables, corporate lending, equity exposure and other assets.

Regarding Capital fund as at 30 June 2015 and 31 December 2014, TISCO Bank has allocated the additional reserve from classification as part of regulatory capital fund. The reserve has been classified to Tier 1 capital and Tier 2 capital based on method under the BOT's regulation.

Capital funds of TISCO Bank (under Basel III principles) are as follows:

	(Unit: Thousand Baht)	
	As at	
	30 June 2015	31 December 2014
<u>Common Equity Tier I capital</u>		
Issued and fully paid-up share capital	9,215,676	9,215,676
Premium on share capital	2,543,024	2,543,024
Statutory reserve	984,000	984,000
Net profits after appropriation	11,014,069	9,764,407
Other components of shareholders' equity	227,568	220,913
Less: Deductions from Common Equity Tier I items	(221,521)	(125,120)
Total Common Equity Tier I capital	23,762,816	22,602,900
<u>Financial Instrument Tier I capital</u>		
Issued and paid-up share capital - non cumulative preferred shares	1	1
Total Tier I capital	23,762,817	22,602,901
<u>Tier II capital</u>		
Long-term subordinated debentures	6,643,000	6,643,000
Surplus of provision	753,086	340,412
Reserve for loans classified as pass	587,828	653,521
Total Tier II capital	7,983,914	7,636,933
Total capital funds	31,746,731	30,239,834

(Unaudited but reviewed)

(Unit: Percent)

Capital fund ratios	As at			
	30 June 2015		31 December 2014	
	TISCO Bank	Requirement	TISCO Bank	Requirement
Common Equity Tier I capital to risk assets	13.13	4.50	12.55	4.50
Tier I capital to risk assets	13.13	6.00	12.55	6.00
Total capital to risk assets	17.54	8.50	16.80	8.50

3.12.3 To comply with the Notification of the Bank of Thailand No. Sor Nor Sor. 5/2556 regarding “Public Disclosure of Capital Maintenance for Financial Business Group” the Company has disclosed capital maintenance information of financial business group as at 31 December 2014 on its website on 30 April 2015.

3.13 Interest income

Interest income in the statements of comprehensive income for the three-month and six-month periods ended 30 June 2015 and 2014 consisted of the following:

(Unit: Thousand Baht)

	Consolidated financial statements			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2015	2014	2015	2014
		(Restated)		(Restated)
Interbank and money market items	142,579	162,710	282,982	398,985
Investments in debt securities	76,949	114,553	154,839	220,476
Loans to customers	1,416,012	1,543,936	2,871,776	3,060,955
Hire purchase and finance lease	2,627,608	2,952,069	5,327,315	6,009,356
Total interest income	4,263,148	4,773,268	8,636,912	9,689,772

(Unit: Thousand Baht)

	Separate financial statements			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2015	2014	2015	2014
Interbank and money market items	1,975	11,293	5,515	15,985
Loans to customers	19,616	28,954	42,100	61,394
Total interest income	21,591	40,247	47,615	77,379

3.14 Interest expenses

Interest expenses in the statements of comprehensive income for the three-month and six-month periods ended 30 June 2015 and 2014 consisted of the following:

(Unit: Thousand Baht)

	Consolidated financial statements			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2015	2014	2015	2014
		(Restated)		(Restated)
Deposits	1,100,599	1,600,503	2,323,471	3,408,774
Interbank and money market items	66,288	71,657	132,105	150,900
Contribution fee to the Deposit Protection Agency and Bank of Thailand	297,102	328,183	588,700	670,236
Issued debt instruments				
- Subordinated debentures	83,860	119,038	169,588	247,670
- Unsubordinated debentures	228,610	211,776	490,554	457,085
Borrowings	38,422	64,936	84,695	113,018
Total interest expenses	<u>1,814,881</u>	<u>2,396,093</u>	<u>3,789,113</u>	<u>5,047,683</u>

(Unit: Thousand Baht)

	Separate financial statements			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2015	2014	2015	2014
Borrowings	<u>38,200</u>	<u>63,747</u>	<u>84,444</u>	<u>110,517</u>
Total interest expenses	<u>38,200</u>	<u>63,747</u>	<u>84,444</u>	<u>110,517</u>

3.15 Net fee and service income

Net fee and service income in the statements of comprehensive income for the three-month and six-month periods ended 30 June 2015 and 2014 consisted of the following:

(Unit: Thousand Baht)

	Consolidated financial statements			
	For the three-month		For the six-month	
	periods ended 30 June		periods ended 30 June	
	2015	2014	2015	2014
		(Restated)		(Restated)
Fee and service income				
- Acceptance, aval and guarantees	2,520	949	4,651	5,671
- Insurance service	562,777	643,971	1,089,554	1,326,402
- Brokerage fees	194,498	201,402	444,649	367,549
- Fund management	216,377	209,779	425,479	395,293
- Financial advisory	3,700	3,950	6,350	9,801
- Others	367,858	239,309	679,543	478,365
Total fee and service income	1,347,730	1,299,360	2,650,226	2,583,081
Fee and service expenses				
- Information service expenses	(6,492)	(6,614)	(12,587)	(13,186)
- Others	(39,404)	(41,160)	(91,712)	(83,067)
Total fee and service expenses	(45,896)	(47,774)	(104,299)	(96,253)
Net fee and service income	1,301,834	1,251,586	2,545,927	2,486,828

(Unit: Thousand Baht)

	Separate financial statements			
	For the three-month		For the six-month	
	periods ended 30 June		periods ended 30 June	
	2015	2014	2015	2014
Fee and service income	-	-	-	-
Fee and service expenses				
- Others	(3,557)	(5,771)	(7,272)	(8,352)
Total fee and service expenses	(3,557)	(5,771)	(7,272)	(8,352)
Net fee and service income	(3,557)	(5,771)	(7,272)	(8,352)

3.16 Net gains (losses) on trading and foreign exchange transactions

Net gains (losses) on trading and foreign exchange transactions in the statements of comprehensive income for the three-month and six-month periods ended 30 June 2015 and 2014 consisted of the following:

(Unit: Thousand Baht)

	Consolidated financial statements			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2015	2014	2015	2014
Gains (losses) on trading and foreign exchange transactions				
- Foreign currencies and derivatives on foreign exchange	40,856	14,999	46,024	17,062
- Derivatives on interest rates	(6,885)	(6,070)	(15,859)	(2,480)
- Debt securities	1,344	3,843	2,238	5,742
- Others	(2)	(5)	(3)	(5)
Net gains on trading and foreign exchange transactions	<u>35,313</u>	<u>12,767</u>	<u>32,400</u>	<u>20,319</u>

(Unit: Thousand Baht)

	Separate financial statements			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2015	2014	2015	2014
Gains (losses) on trading and foreign exchange transactions				
- Foreign currencies	31,840	595	21,218	(9,189)
Net gains (losses) on trading and foreign exchange transactions	<u>31,840</u>	<u>595</u>	<u>21,218</u>	<u>(9,189)</u>

3.17 Net gains (losses) on investments

Net gains (losses) on investments in the statements of comprehensive income for the three-month and six-month periods ended 30 June 2015 and 2014 consisted of the following:

(Unit: Thousand Baht)

	Consolidated financial statements			
	For the three-month		For the six-month	
	periods ended 30 June		periods ended 30 June	
	2015	2014	2015	2014
Gains on disposal				
- Available-for-sale investments	8,399	11,656	113,625	10,855
- Held-to-maturity debt securities	-	2	42	17
- General investments	4,281	3,590	6,633	9,514
Total	12,680	15,248	120,300	20,386
Losses on impairment				
- General investments	(210)	(1,408)	(1,719)	(1,206)
Total	(210)	(1,408)	(1,719)	(1,206)
Net gains on investments	12,470	13,840	118,581	19,180

(Unit: Thousand Baht)

	Separate financial statements			
	For the three-month		For the six-month	
	periods ended 30 June		periods ended 30 June	
	2015	2014	2015	2014
Reversal of losses (losses) on impairment				
- Investment in subsidiaries	(12)	-	47	-
Net gains (losses) on investments	(12)	-	47	-

3.18 Bad debt, doubtful accounts and impairment losses

Bad debt, doubtful accounts and impairment losses in the statements of comprehensive income for the three-month and six-month periods ended 30 June 2015 and 2014 consisted of the following:

(Unit: Thousand Baht)

	Consolidated financial statements			
	For the three-month		For the six-month	
	periods ended 30 June		periods ended 30 June	
	2015	2014	2015	2014
Interbank and money market items	4,500	(10,000)	4,500	(5,000)
Held-to-maturity debt securities	(88)	(22)	(3,133)	(1)
Loans to customers	1,239,500	1,229,584	2,214,096	2,400,322
Total	1,243,912	1,219,562	2,215,463	2,395,321

3.19 Other operating income

Other operating income in the statements of comprehensive income for the three-month and six-month periods ended 30 June 2015 and 2014 consisted of the following:

(Unit: Thousand Baht)

	Consolidated financial statements			
	For the three-month		For the six-month	
	periods ended 30 June		periods ended 30 June	
	2015	2014	2015	2014
		(Restated)		(Restated)
Gains on disposal of properties foreclosed	8,240	4,291	17,195	10,740
Others	9,982	9,013	18,274	12,888
Total	18,222	13,304	35,469	23,628

(Unit: Thousand Baht)

	Separate financial statements			
	For the three-month		For the six-month	
	periods ended 30 June		periods ended 30 June	
	2015	2014	2015	2014
Rental income	15,993	15,826	32,174	32,115
Others	345	551	661	983
Total	16,338	16,377	32,835	33,098

3.20 Other operating expenses

Other operating expenses in the statements of comprehensive income for the three-month and six-month periods ended 30 June 2015 and 2014 consisted of the following:

(Unit: Thousand Baht)

	Consolidated financial statements			
	For the three-month		For the six-month	
	periods ended 30 June		periods ended 30 June	
	2015	2014	2015	2014
		(Restated)		(Restated)
Mailing expenses	14,045	13,411	32,927	30,521
Software amortisation expenses	12,555	14,526	24,678	28,821
Legal expenses	76,457	62,088	159,354	122,573
Transportation expenses	22,441	25,476	45,177	51,549
Others	126,370	106,843	209,935	195,377
Total	251,868	222,344	472,071	428,841

(Unit: Thousand Baht)

	Separate financial statements			
	For the three-month		For the six-month	
	periods ended 30 June		periods ended 30 June	
	2015	2014	2015	2014
Mailing expenses	26	96	122	422
Software amortisation expenses	8,229	7,491	15,814	14,119
Transportation expenses	2,058	1,956	4,240	3,935
Others	18,210	22,632	23,404	38,905
Total	28,523	32,175	43,580	57,381

3.21 Income tax expenses

Income tax expenses of the Company and its subsidiaries for the three-month and six-month periods ended 30 June 2015 and 2014 are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2015	2014	2015	2014
		(Restated)		(Restated)
Current income tax:				
Income tax expenses for the period	263,812	264,428	601,772	566,526
Deferred tax:				
Deferred tax on temporary differences and reversion of temporary differences	(20,550)	(25,273)	(66,839)	(96,681)
Income tax expenses reported in the statement of comprehensive income	<u>243,262</u>	<u>239,155</u>	<u>534,933</u>	<u>469,845</u>

(Unit: Thousand Baht)

	Separate financial statements			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2015	2014	2015	2014
Current income tax:				
Income tax expenses for the period	27,495	19,985	41,787	39,683
Deferred tax:				
Deferred tax on temporary differences and reversion of temporary differences	547	150	1,644	664
Income tax expenses reported in the statement of comprehensive income	<u>28,042</u>	<u>20,135</u>	<u>43,431</u>	<u>40,347</u>

3.22 Components of other comprehensive income

(Unit: Thousand Baht)

	Consolidated financial statements			
	For the three-month periods		For the six-month periods	
	ended 30 June		ended 30 June	
	2015	2014	2015	2014
	(Restated)		(Restated)	
Other comprehensive income				
Available-for-sale investments:				
Gains during the period	68,716	85,926	150,971	111,366
Less: Reclassification adjustments for gains included in profit or loss	(8,399)	(11,656)	(113,625)	(10,855)
	60,317	74,270	37,346	100,511
Actuarial losses	(19,280)	(27,638)	(20,938)	(27,638)
Share of other comprehensive income of joint venture:				
Actuarial gains (losses) of joint venture	26	(258)	26	(258)
Cash flow hedges of joint venture	(5,670)	1,179	(15,696)	3,715
Other comprehensive income	35,393	47,553	738	76,330
Income tax effects relating to components of other comprehensive income	(8,242)	(9,350)	(3,317)	(14,598)
Net other comprehensive income for the period	27,151	38,203	(2,579)	61,732

(Unit: Thousand Baht)

	Separate financial statements			
	For the three-month periods		For the six-month periods	
	ended 30 June		ended 30 June	
	2015	2014	2015	2014
Other comprehensive income				
Available-for-sale investments:				
Gains during the period	40,809	27,304	55,815	10,230
Actuarial losses	(11,649)	(5,210)	(11,649)	(5,210)
Other comprehensive income	29,160	22,094	44,166	5,020
Income tax effects relating to components of other comprehensive income	(5,832)	(4,419)	(8,833)	(1,004)
Net other comprehensive income for the period	23,328	17,675	35,333	4,016

3.23 Income tax effects relating to components of other comprehensive income

(Unit: Thousand Baht)

Consolidated financial statements						
For the three-month periods ended 30 June						
2015			2014 (Restated)			
Tax			Tax			
Before tax	(expense)	Net of tax	Before tax	(expense)	Net of tax	
amount	benefit	amount	amount	benefit	amount	
Gains on valuation in						
available-for-sale investments	60,317	(12,063)	48,254	74,270	(14,854)	59,416
Actuarial losses	(19,280)	3,821	(15,459)	(27,638)	5,504	(22,134)
	<u>41,037</u>	<u>(8,242)</u>	<u>32,795</u>	<u>46,632</u>	<u>(9,350)</u>	<u>37,282</u>

(Unit: Thousand Baht)

Consolidated financial statements						
For the six-month periods ended 30 June						
2015			2014 (Restated)			
Tax			Tax			
Before tax	(expense)	Net of tax	Before tax	(expense)	Net of tax	
amount	benefit	amount	amount	benefit	amount	
Gains on valuation in						
available-for-sale investments	37,346	(7,469)	29,877	100,511	(20,102)	80,409
Actuarial losses	(20,938)	4,152	(16,786)	(27,638)	5,504	(22,134)
	<u>16,408</u>	<u>(3,317)</u>	<u>13,091</u>	<u>72,873</u>	<u>(14,598)</u>	<u>58,275</u>

(Unit: Thousand Baht)

Separate financial statements						
For the three-month periods ended 30 June						
2015			2014			
Tax			Tax			
Before tax	(expense)	Net of tax	Before tax	(expense)	Net of tax	
amount	benefit	amount	amount	benefit	amount	
Gains on valuation in						
available-for-sale investments	40,809	(8,162)	32,647	27,304	(5,461)	21,843
Actuarial losses	(11,649)	2,330	(9,319)	(5,210)	1,042	(4,168)
	<u>29,160</u>	<u>(5,832)</u>	<u>23,328</u>	<u>22,094</u>	<u>(4,419)</u>	<u>17,675</u>

(Unit: Thousand Baht)

	Separate financial statements					
	For the six-month periods ended 30 June					
	2015			2014		
	Before tax amount	Tax (expense) benefit	Net of tax amount	Before tax amount	Tax (expense) benefit	Net of tax amount
Gains on valuation in available-for-sale investments	55,815	(11,163)	44,652	10,230	(2,046)	8,184
Actuarial losses	(11,649)	2,330	(9,319)	(5,210)	1,042	(4,168)
	<u>44,166</u>	<u>(8,833)</u>	<u>35,333</u>	<u>5,020</u>	<u>(1,004)</u>	<u>4,016</u>

3.24 Earnings per share

Basic earnings per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares and preference shares in issue during the period. The rights and benefits of the preference shareholders have been equal to those of the ordinary shareholders.

	Consolidated financial statements			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2015	2014	2015	2014
	Profit attributable to equity holders of the Company (Thousand Baht)	1,003,957	991,785	2,196,424
Weighted average number of shares (Thousand shares)	800,655	800,655	800,655	800,655
Earnings per share (Baht/share)	1.25	1.24	2.74	2.41

	Separate financial statements			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2015	2014	2015	2014
	Profit attributable to equity holders of the Company (Thousand Baht)	110,207	79,564	169,383
Weighted average number of shares (Thousand shares)	800,655	800,655	800,655	800,655
Earnings per share (Baht/share)	0.14	0.10	0.21	0.20

3.25 Related party transactions

As at 30 June 2015 and 31 December 2014, the balances of the accounts between the Company and its related companies are as follows:

	(Unit: Thousand Baht)	
	As at	
	30 June 2015	31 December 2014
<u>Outstanding balance</u>		
(Eliminated from the consolidated financial statements)		
Subsidiary companies		
Interbank and money market items (Assets):		
TISCO Bank Public Company Limited	489,534	529,181
Dividend receivables:		
TISCO Bank Public Company Limited	-	1,105,742
TISCO Securities Co., Ltd.	-	150,000
TISCO Asset Management Co., Ltd.	-	399,998
TISCO Information Technology Co., Ltd.	-	17,499
TISCO Learning Center Co., Ltd.	-	19,999
Other assets:		
TISCO Bank Public Company Limited	70,232	89,958
TISCO Learning Center Co., Ltd.	839	79
Deutsche TISCO Investment Advisory Co., Ltd.	-	7,875
Other liabilities:		
TISCO Learning Center Co., Ltd.	88	122

Loans to related companies

As at 30 June 2015 and 1 January 2015, the balances of loans between the Company and its related companies and their movements are as follows:

	(Unit: Thousand Baht)			
	As at 1 January 2015	Increase	Decrease	As at 30 June 2015
Subsidiary companies				
Loans to customers:				
Hi-Way Co., Ltd.	1,548,000	384,000	-	1,932,000
TISCO Leasing Co., Ltd.	1,606,300	-	(383,700)	1,222,600

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate financial statements				Terms and pricing policy
	For the three-month periods ended 30 June		For the six-month periods ended 30 June		
	2015	2014	2015	2014	
Transactions occurred during the period					
(Eliminated from the consolidated financial statements)					
Subsidiary companies					
Risk and financial management fee income, human resources management fee income and office administration fee income	391,820	378,448	884,544	758,665	Determined on market price and or terms of BOT
Interest income	21,556	40,210	47,524	77,306	With reference to the terms and prices as offered to other customers
Rental income	15,741	15,582	31,668	31,634	With reference to the terms and prices as offered to other customers
Computer system advisory service expenses	42,000	44,750	84,000	89,500	Determined on market price and/or terms of BOT
Training expenses	1,059	1,497	1,657	2,243	With reference to the prices as offered from other service providers
Other expenses	1,068	975	1,532	1,292	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 June 2015	31 December 2014
Loans ⁽¹⁾	29,794	22,506

⁽¹⁾ Including employee welfare loans and normal loans

Liabilities payable to directors and key management personnel

(Unit: Thousand Baht)

	Consolidated financial statements as at	
	30 June 2015	31 December 2014
Deposits	191,008	224,784

Directors and management's benefits

During the three-month and six-month periods ended 30 June 2015 and 2014, the Company and its subsidiaries had short-term benefit paid to their directors and management during the periods and other employee benefit expenses payable to their directors and management as follows:

(Unit: Million Baht)

	Consolidated financial statements			
	For the three-month periods		For the six-month periods	
	ended 30 June		ended 30 June	
	2015	2014	2015	2014
Short-term benefits	61	55	118	108
Post-employment benefits	9	6	19	12
Total	70	61	137	120

(Unit: Million Baht)

	Separate financial statements			
	For the three-month periods		For the six-month periods	
	ended 30 June		ended 30 June	
	2015	2014	2015	2014
Short-term benefits	39	34	75	66
Post-employment benefits	6	3	12	8
Total	45	37	87	74

3.26 Segment information

The Company and its subsidiaries are organised into business units based on its products and services. During the current period, the Company and its subsidiaries have not changed the organisation of their reportable segments.

(Unaudited but reviewed)

The following tables present revenue and profit information regarding the Company and its subsidiaries' operating segments for the three-month and six-month periods ended 30 June 2015 and 2014, respectively.

	Commercial banking business	Securities business	Asset management business	Support business	Total segments	Adjustments and eliminations	Consolidated financial statement
(Unit: Million Baht)							
For the three-month period ended 30 June 2015							
Revenue							
External customers	3,474	246	318	27	4,065	-	4,065
Inter-segment	15	66	1	508	590	(590)	-
Total revenue	3,489	312	319	535	4,655	(590)	4,065
Operating results:							
Net interest income	2,456	7	2	(17)	2,448	-	2,448
Net fee and service income	794	300	313	112	1,519	(217)	1,302
Other operating income	239	5	4	440	688	(373)	315
Total operating income	3,489	312	319	535	4,655	(590)	4,065
Depreciation and amortisation	(223)	(27)	(8)	(110)	(368)	118	(250)
Other operating expenses	(1,197)	(226)	(129)	(271)	(1,823)	504	(1,319)
Bad debt, doubtful accounts and impairment losses	(1,244)	-	-	-	(1,244)	-	(1,244)
Total operating expenses	(2,664)	(253)	(137)	(381)	(3,435)	622	(2,813)
Segment profit	825	59	182	154	1,220	32	1,252
Income tax expenses							(243)
Non-controlling interests of the subsidiaries							(5)
Profit for the period - equity holders of the Company							1,004

(Unaudited but reviewed)

(Unit: Million Baht)

	Commercial banking business	Securities business	Asset management business	Support business	Total segments	Adjustments and eliminations	Consolidated financial statement
For the six-month period ended 30 June 2015							
Revenue							
External customers	6,868	607	619	(15)	8,079	-	8,079
Inter-segment	24	133	1	1,142	1,300	(1,300)	-
Total revenue	6,892	740	620	1,127	9,379	(1,300)	8,079
Operating results:							
Net interest income	4,862	17	4	(35)	4,848	-	4,848
Net fee and service income	1,538	612	611	223	2,984	(438)	2,546
Other operating income	492	111	5	939	1,547	(862)	685
Total operating income	6,892	740	620	1,127	9,379	(1,300)	8,079
Depreciation and amortisation	(439)	(47)	(16)	(226)	(728)	236	(492)
Other operating expenses	(2,384)	(453)	(245)	(660)	(3,742)	1,112	(2,630)
Bad debt, doubtful accounts and impairment losses	(2,215)	-	-	-	(2,215)	-	(2,215)
Total operating expenses	(5,038)	(500)	(261)	(886)	(6,685)	1,348	(5,337)
Segment profit	1,854	240	359	241	2,694	48	2,742
Income tax expenses							(535)
Non-controlling interests of the subsidiaries							(11)
Profit for the period - equity holders of the Company							2,196

(Unaudited but reviewed)

(Unit: Million Baht)

	Commercial banking business	Securities business	Asset management business	Support business	Total segments	Adjustments and eliminations	Consolidated financial statement
For the three-month period ended 30 June 2014 - restated							
Revenue							
External customers	3,473	210	254	(68)	3,869	15	3,884
Inter-segment	(3)	64	-	567	628	(628)	-
Total revenue	3,470	274	254	499	4,497	(613)	3,884
Operating results:							
Net interest income	2,389	9	1	(22)	2,377	-	2,377
Net fee and service income	849	260	250	124	1,483	(231)	1,252
Other operating income	232	5	3	397	637	(382)	255
Total operating income	3,470	274	254	499	4,497	(613)	3,884
Depreciation and amortisation	(230)	(21)	(6)	(111)	(368)	123	(245)
Other operating expenses	(1,068)	(235)	(116)	(271)	(1,690)	499	(1,191)
Bad debt, doubtful accounts and impairment losses	(1,223)	-	-	-	(1,223)	3	(1,220)
Total operating expenses	(2,521)	(256)	(122)	(382)	(3,281)	625	(2,656)
Segment profit	949	18	132	117	1,216	12	1,228
Income tax expenses							(239)
Non-controlling interests of the subsidiaries							3
Profit for the period - equity holders of the Company							992

(Unaudited but reviewed)

	(Unit: Million Baht)						
	Commercial banking business	Securities business	Asset management business	Support business	Total segments	Adjustments and eliminations	Consolidated financial statement
For the six-month period ended							
30 June 2014 - restated							
Revenue							
External customers	6,859	396	472	(128)	7,599	30	7,629
Inter-segment	(15)	129	1	1,124	1,239	(1,239)	-
Total revenue	6,844	525	473	996	8,838	(1,209)	7,629
Operating results:							
Net interest income	4,649	20	4	(31)	4,642	-	4,642
Net fee and service income	1,732	487	466	244	2,929	(442)	2,487
Other operating income	463	18	3	783	1,267	(767)	500
Total operating income	6,844	525	473	996	8,838	(1,209)	7,629
Depreciation and amortisation	(445)	(41)	(12)	(222)	(720)	247	(473)
Other operating expenses	(2,143)	(428)	(223)	(547)	(3,341)	983	(2,358)
Bad debt, doubtful accounts and impairment losses	(2,393)	-	-	-	(2,393)	(2)	(2,395)
Total operating expenses	(4,981)	(469)	(235)	(769)	(6,454)	1,228	(5,226)
Segment profit	1,863	56	238	227	2,384	19	2,403
Income tax expenses							(470)
Non-controlling interests of the subsidiaries							(6)
Profit for the period - equity holders of the Company							1,927

3.27 Commitments and contingent liabilities

3.27.1 Avals, guarantees and commitments

(Unit: Thousand Baht)

	Consolidated financial statements as at	
	30 June 2015	31 December 2014
Avals	13,459	7,151
Other guarantees	704,072	628,138
Undrawn client overdraft facilities	30,619	34,070
Interest rate swap agreements	1,200,000	1,200,000
Cross currency swap agreements	3,377,680	3,296,300
Total	5,325,830	5,165,659

3.27.2 Litigation

As at 30 June 2015 and 31 December 2014, the subsidiaries have been sued for compensation totaling approximately Baht 365 million and Baht 363 million, respectively. Final judgements have not yet been reached in respect of these cases. 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 mentioned lawsuits.

3.27.3 Other commitments

- a) The subsidiary companies have 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 buildings and branch offices. The terms of the agreements are generally 3 - 10 years.

As at 30 June 2015 and 31 December 2014, the subsidiary companies have future minimum lease payments required under these non-cancellable operating lease contracts as follows:

(Unit: Million Baht)

	As at	
	30 June 2015	31 December 2014
Payable within:		
Not over 1 year	147	146
Over 1 to 5 years	149	183
Over 5 years	55	60

3.28 Fair value of financial instruments

The Company and its subsidiaries apply a quoted market price in an active market to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in case of no active market of an identical asset or liability or when a quoted market price is not available, the Company and its subsidiaries measure fair value using valuation techniques that are appropriate in the circumstances and maximise the use of relevant observable inputs related to assets and liabilities that are required to be measured at fair value.

Fair value hierarchy

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy into three levels based on categories of input to be used in fair value measurement as follows:

Level 1 - Use of quoted market prices in an observable active market for such assets or liabilities

Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly

Level 3 - Use of unobservable inputs such as estimates of future cash flows

As of 30 June 2015, the Company and its subsidiaries have the following assets and liabilities that were measured at fair value or disclosed using different levels of inputs as follows:

(Unit: Million Baht)

	Consolidated financial statements			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Available-for-sale investments				
Equity instruments	472	-	-	472
Debt instruments	-	7,182	-	7,182
Unit trusts	921	29	-	950
Financial liabilities measured at fair value				
Derivatives				
Interest rate swaps	-	45	-	45
Cross currency swap	-	1	-	1

(Unaudited but reviewed)

(Unit: Million Baht)

	Separate financial statements			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Available-for-sale investments				
Unit trusts	921	-	-	921

Valuation techniques and inputs to Level 2 and Level 3 valuations

- The fair value of investments in debt instruments has been determined by using the yield curve as announced by the Thai Bond Market Association.
- The fair value of investments in non-marketable unit trusts has been determined by using the net asset value per unit amounted by fund manager.
- The fair value of derivatives has been determined by using a discounted future cash flow model and a valuation model technique. Most of the inputs used for the valuation are observable in the relevant market, such as spot rates of foreign currencies, yield curves of the respective currencies and interest rate yield curves.

During the current period, there were no transfers within the fair value hierarchy.

4. Dividend payment

	Approved by	Dividend per share		Amounts of dividend paid (Million Baht)	Dividend payment period
		Preference share	Ordinary share		
		(Baht per share)	(Baht per share)		
Annual dividends for 2013	The 2014 Annual General Meeting of the Shareholders on 22 April 2014	2.00	2.00	1,601	May 2014
Total dividend payment in year 2014				<u>1,601</u>	
Annual dividends for 2014	The 2015 Annual General Meeting of the Shareholders on 23 April 2015	2.00	2.00	1,601	May 2015
Total dividend payment in year 2015				<u>1,601</u>	

5. Approval of interim financial statements

These interim financial statements were approved by the Company's Audit Committee on 10 August 2015.