

TISCO Bank PLC

Financial Institution | Banking

17 April 2026

Issuer Credit Rating: A+/Stable

Issue Ratings:

Basel III Tier-2: A-/Stable

Rating Action

TRIS Rating affirms the issuer credit rating on TISCO Bank PLC (TISCOB) at “A+” and the ratings on its outstanding Basel III Tier-2 subordinated debentures at “A-” with a “stable” outlook. At the same time, TRIS Rating assigns a rating of “A-” to the proposed issue of Basel III Tier-2 subordinated securities of up to THB700 million maturing within 10 years. The bank intends to use the proceeds from the new securities for debt refinancing.

The issuer credit rating on TISCOB is equivalent to the group credit profile (GCP) of TISCO Group, given its status as a core subsidiary of the TISCO Group. The “A-” rating on TISCOB’s Basel III Tier-2 capital securities is two notches below the issuer credit rating on TISCOB, reflecting the subordination and the non-viability loss absorption provision in the bond indenture.

Key Rating Considerations

Core entity of TISCO Group

We view TISCOB as a “core entity” of the TISCO Group. The bank is a wholly-owned subsidiary of TISCO Financial Group PLC (TISCO), which functions as a non-operating holding company (NOHC) of TISCO Group.

TISCOB serves as a sole banking entity within the group. The bank accounts for over 95% of the group’s total assets and has contributed around 73% of its revenue and 57% of its earnings over the past three years. Under normal conditions, TISCOB distributes substantial dividends to TISCO, with a payout ratio ranging from 70% to 90%. In 2025, TISCOB paid dividends of around THB3.8 billion to TISCO.

Long-standing presence in auto financing

TISCOB has a long-standing presence and deep expertise in auto financing, particularly in new car hire purchase (HP). The bank’s new car penetration rose to 6.2% from 4.5%-4.7% range during 2021-2024, reflecting recent origination in new HP financing of electric vehicles (EVs). TISCOB continues to cultivate dealer partnerships and adapt to market conditions reinforce its competitiveness in auto finance.

At end-2025, auto loans represented around 42% of TISCOB’s total loan portfolio, highlighting the significance of this segment to its overall lending operations.

Risk management policies aligned with group

TISCOB follows the risk management framework of the TISCO Group, prioritizing risk-adjusted returns and operating cost controls, while avoiding price competition. The move to scale down its auto lending since 2019 before other players has helped the bank sustain its superior risk-adjusted returns.

TISCOB’s risk-adjusted net interest margin (NIM) of 3.8% in 2025 compared favorably with 2.2% industry average. The bank’s non-performing loan (NPL) ratio stood at 1.9%-2% in 2023-2025, the lowest among Thai commercial

banks. TISCOB recorded a return on average assets (ROAA) of 1.4% in 2025, broadly in-line with other Thai commercial banks.

Base-case Assumptions

Our base-case assumption is based on our expectation that TISCOB will remain a core subsidiary of the TISCO Group.

Rating Outlook

The “stable” outlook reflects our expectation that TISCOB will maintain its status as the core subsidiary of the TISCO Group and will continue to contribute significant revenues and profit to the group.

Rating Sensitivities

TISCOB’s credit profile could be revised downward if the TISCO Group’s GCP changes or we see any material change in TISCOB’s importance to the TISCO Group.

Company Overview

TISCOB, formerly named “TISCO Finance PLC”, was established in 1969 and was listed on the Stock Exchange of Thailand (SET) in 1983. In the aftermath of the 1997 financial crisis, TISCO Finance entered into the Tier 1 capital support scheme offered by the Ministry of Finance (MOF) in 1999. As a result, the MOF became a major shareholder with a 42.84% stake in TISCO Finance. The MOF’s shareholding in TISCO Finance was later reduced to 0.05%. In October 2004, TISCO Finance received approval from the MOF to upgrade its status to a commercial bank. TISCO Finance commenced its banking operations on 1 July 2005 and changed its name to “TISCO Bank PLC”.

In accordance with the consolidated supervision regulatory framework of the BOT, in November 2008, the restructuring plan of TISCOB’s holding company was approved by the MOF. TISCO was established in 2008 as a holding company and the parent company of the TISCO Group in place of TISCOB. On 15 January 2009, TISCO was listed on the SET in place of TISCOB as TISCOB was simultaneously delisted from the SET. TISCO later acquired 99.99% shares of TISCOB and its subsidiaries (i.e., TISCO Securities Co., Ltd. (TSC), TISCO Asset Management Co., Ltd. (TISCOASSET), Hi-Way Co., Ltd. (Hi-Way), TISCO Insurance Solution Co., Ltd., and TISCO Information Technology Co., Ltd. (TISCOIT)). The TISCO Group now offers all major types of financial services including banking, HP lending, securities brokerage, and asset management.

In 2016, the TISCO Group entered into an agreement to acquire the retail banking business of Standard Chartered Bank (Thai) PLC (SCBT). The unsecured consumer loans (credit card loans and personal loans) with combined portfolios totaling THB5.2 billion were later sold to Citibank N.A., Bangkok branch.

Financial Statistics and Key Financial Ratios¹

Unit: Mil. THB

	-----Year Ended 31 December -----				
	2025	2024	2023	2022	2021
Total assets	273,208	268,862	275,102	250,915	228,615
Average assets	271,035	271,982	263,008	239,765	246,768
Interbank and money market items	38,670	38,091	47,144	39,070	29,062
Investments	8,374	5,369	3,926	4,181	7,650
Loans and receivables	229,234	229,510	229,390	214,665	198,881
Loan loss reserves	8,082	7,465	8,897	10,683	10,666
Deposits	213,119	208,230	210,730	189,834	167,925
Borrowings ²	13,075	12,632	16,272	14,396	16,829
Shareholders' equities	36,821	36,634	36,422	35,934	34,665
Average equities	36,727	36,528	36,178	35,300	33,660
Net interest income	12,031	12,341	12,396	11,404	11,153
Net fees and service income	1,707	1,466	1,483	1,646	1,603
Non-interest income ³	2,287	1,913	1,801	2,106	1,966
Total revenue	14,318	14,255	14,198	13,510	13,119
Operating expenses ⁴	7,956	8,159	8,174	7,639	6,802
Pre-provision operating profit (PPOP)	6,362	6,096	6,023	5,871	6,316
Expected credit loss	1,648	812	(86)	110	1,300
Net profit	3,774	4,229	4,888	4,611	4,002

1 Consolidated financial statements

2 Including interbank and money market

3 Net of fee and service expenses

4 Excluding fee and service expenses

Unit: %

	-----Year Ended 31 December -----				
	2025	2024	2023	2022	2021
Earnings Capability					
Return on average assets	1.39	1.56	1.86	1.92	1.62
Net interest margins	4.41	4.49	4.63	4.65	4.42
Risk-adjusted net interest margins	3.80	4.19	4.66	4.60	3.91
Net interest income/average assets	4.44	4.54	4.71	4.76	4.52
Non-interest income ⁵ /average assets	0.84	0.70	0.68	0.88	0.80
Net fees and service income/total revenue	11.92	10.28	10.45	12.18	12.22
Cost-to-income	55.57	57.24	57.58	56.54	51.85
Capitalization					
CET-1 ratio	18.43	18.70	18.87	19.63	20.16
Total capital ratio	20.53	20.48	22.35	23.37	25.20
CET-1/total capital	89.78	91.29	84.42	84.01	80.00
Asset Quality					
Credit costs	0.72	0.36	(0.04)	0.05	0.62
Non-performing loans/total loans ⁶	1.95	2.03	1.93	1.80	2.18
Loan loss reserves/non-performing loans ⁶	182.48	161.16	202.08	278.83	247.77
Funding & Liquidity					
CASA/total deposit	14.79	14.51	15.16	24.08	29.96
Loan/total deposits ⁷	106.73	109.42	108.05	112.30	117.55
Deposits/total liabilities	90.16	89.67	88.29	88.30	86.58
Liquidity coverage ratio	160	150	167	155	168
Liquid assets/total assets	17.52	16.50	18.90	17.64	16.54
Liquid assets/total deposits	22.46	21.30	24.67	23.31	22.52

⁵ Net of fee and service expenses

⁶ Based on reported NPL, excluding accrued interests and interbank assets

⁷ Excluding bills of exchange and interbank borrowing

Related Criteria

- Group Rating Methodology, 25 August 2025
- Financial Institution Rating Methodology, 25 September 2024
- Bank Hybrid Capital Rating Methodology, 24 December 2021

TISCO Bank PLC (TISCOB)

Issuer Credit Rating:	A+
Issue Ratings:	
TISCO356A: THB1,000 million hybrid tier-2 capital securities due 2035	A-
TISCO350A: THB1,200 million hybrid tier-2 capital securities due 2035	A-
Up to THB700 million hybrid tier-2 capital securities due within 10 years	A-
Rating Outlook:	Stable

Rating History

Last Review Date: 08 August 2025

Date	Rating	Outlook/Alert
11-Apr-25	A+	Stable
30-Apr-13	A	Stable
13-May-11	A	Positive

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