

United
behind you

ANNUAL REPORT 2005

UNITED OVERSEAS BANK (THAI) PUBLIC COMPANY LIMITED
(A SUBSIDIARY OF UNITED OVERSEAS BANK LIMITED)

4 Core Values

Integrity We maintain the highest standards - ethical, moral and legal - in all our dealings with our customers and with each other, without compromise.

Teamwork We work as a team in which everyone, even the most brilliant, is united to reach our personal and corporate goals through cooperation and mutual loyalty.

Trust & Respect We earn the trust and respect of our customers and colleagues by being open, honest and honourable in all we say and do.

Performance Excellence We strive to do better everyday because we are committed to market leadership throughout our organisation and this will continue to guide our future growth and development.

United Overseas Bank (Thai) Public Company Limited

(a subsidiary of United Overseas Bank Limited)

CONTENTS

Corporate Profile & Mission	2
Financial Highlights	3
Chairman's Statement	4
Board of Directors	6
Senior Management Team	8
Organization Chart	9
The Thai Economy in 2005 and the Outlook for 2006	10
Trends in the Thai Banking Environment	11
Management Discussion and Analysis 2005	12
Financial Statements	18
Other Information	107
Risk Factors and Risk Management	115
Report of the Audit Committee	118
Opinion of the Audit Committee on the Bank's Internal Control System	119
Corporate Governance	120
Management Structure	123
Election of Bank's Board of Directors	129
Branch Networks	130
Referred Persons	142
Company Information	143

Corporate Profile

United Overseas Bank (Thai) Public Company Limited (UOB Thai) is the culmination of the successful integration of Bank of Asia and UOB Radanasin Bank on 28 November 2005.

The synergy from the integration has expanded UOB Thai's branch and ATM network. With 155 branches and 344 ATMs across Thailand, UOB Thai provides greater customer convenience and a regional platform to better support the regional banking needs of our customers.

As part of the UOB Group's extensive network of 500 offices in 18 countries and territories, UOB Thai is well-positioned to become a significant player in the Thai banking and financial industry.



Mission

United Overseas Bank's mission is to be a premier bank in the Asia-Pacific region, committed to providing quality products and excellent customer service.

UOB Thai aims to play a significant role in advancing this mission while contributing the Thailand's economic development.

Financial Highlights

(consolidated basis)

THB million

	Statutory Financial Statements (Audited)			Pro-forma* Unaudited	
	2005	2004	2003	2005	2004
Balance sheet					
Assets	196,692	163,862	170,514	196,692	216,867
Loans	159,601	118,517	122,141	159,601	160,745
Allowance for doubtful accounts and allowance for loss on trouble debt restructuring	10,922	14,016	15,440	10,922	14,744
Deposits	152,576	138,034	141,981	152,576	170,135
Liabilities	173,284	148,627	155,916	173,284	194,366
Shareholders' equity	23,408	15,235	14,597	23,408	22,502
Capital funds	24,775	16,326	16,046	24,775	23,732
Earnings performance					
Net interest income	4,660	4,131	3,846	6,476	5,975
Non-interest income	2,782	2,870	2,603	3,059	3,385
Net profit (loss)	954	761	1,818	1,238	922
Ratios (%)					
Net interest income to average assets	2.58	2.47	2.32	3.13	2.69
Return on average assets	0.53	0.46	1.10	0.60	0.42
Return on average equity	4.94	5.10	13.81	5.39	4.47
Earning (loss) per share - Basic (Baht)	0.17	0.15	0.36	0.22	0.18
Book value per share (Baht)	2.85	2.99	2.86	2.85	n.a.
Capital adequacy ratio	15.96	14.56	13.31	15.96	16.57

Note : * Summation of UOBR and BOA as if it is one single entity in 2005 and 2004

Chairman's Statement

Wee Cho Yaw

Chairman



2005 – Consolidation of Banking Operations

2005 was a year of consolidation for the UOB Group in Thailand. Initiated in late 2004, the merger and integration of the Group's two banking subsidiaries, UOB Radanasin Bank (UOBR) and Bank of Asia (BOA), continued relentlessly for a large part of 2005. Computer systems, processes and procedures were aligned where necessary.

On 28 November 2005, following the receipt of all regulatory approvals the two banks were finally merged and renamed United Overseas Bank (Thai) Public Company Limited or in short, UOB Thai. I am also happy to report that the integration of computer systems and operations were completed smoothly with minimal inconveniences to our customers on the same day.

With the merger completed, UOB Thai has a network of 155 branches and over 340 ATMs throughout the country, which are strategically located to serve our customers. In addition, there are another 342 offices in 17 other countries and territories within the UOB Group that stand ready to support UOB Thai and our Thai customers.

On January 19, 2006, UOB Thai celebrated its inauguration party with friends and customers at a leading hotel in Bangkok. Attended by the Minister of Finance, the Bank of Thailand Governor, as well as other government officials and industry leaders, the reception marked the successful merger of our two banks.

2005 Performance

Despite the distraction of merging and integrating the banking operations, the UOB Group's Thai banking operations (full year consolidation of UOBR and BOA) managed to achieve a 2% increase in its total income to THB 9,535 million in 2005. At the same time, total operating expenses (that included one-time merger related expenses of THB 588 million) were reduced by about 2% to THB 6,521 million as some of the operational synergies of the

two banks were realized. Excluding the one-time THB 588 million incurred for merger-related expenses, the operating expenses would have been reduced by 11% to THB 5,933 million. Total year-on-year loan provisions and loss on impairment of securities remained relatively unchanged at THB 1,757 million. Consequently, net profit improved by 34% to THB 1,238 million from the THB 922 million recorded in 2004.

Total loans declined marginally by 1% to THB 159.6 billion primarily from a 20% decline in total non-performing loans (NPLs) to THB 16.8 billion. UOB Thai's NPL ratio now stands at 10.5%, down from 13.0% as at end-2004. UOB Thai's capital adequacy ratio (CAR) as at end-2005 remained strong at 16.0%.

2006 Prospects

Despite concerns over high oil prices, a rising interest rate and inflationary environment and a generally more cautious business sentiment, we believe the Thai economy will continue to show its resilience. We expect GDP to be maintained at about 5% for 2006. Continued strong exports, the positive outlook of Thailand's key trading partners, increased domestic consumption and higher investments will drive the economic growth.

With the legal merger and operational integration successfully completed, UOB Thai will focus on business expansion in 2006. We will work hard to improve the UOB brand awareness in Thailand, to grow our business by offering more innovative products and services, as well as improve our service standards.

UOB Thai will further develop its core strengths in personal financial services and SME lending. We will leverage on the wide array of products and services that has been introduced by the UOB Group in other parts of the world for our Thai customers. Products and services in the pipeline include wealth management investment instruments, structured notes, cash management and asset management services.

Acknowledgement

I would like to place on record my appreciation to the various Thai Government agencies, such as the Ministry of Finance, Ministry of Commerce, Bank of Thailand, Securities Exchange Commission and the Stock Exchange of Thailand for their support and guidance in 2005 especially during our merger process.

My heartfelt thanks go to the Board of Directors for their wise counsel, and to the Management and staff for their hard work and dedication throughout the challenging year.

I would also like to thank all our customers for their support as we look forward to another year of growth together.

Finally, I thank out-going Board Director, Mr Quek Cher Teck for his contributions, and welcome our three new Directors, Dr Pongsak Hoontrakul, Mr Lee Tse Tiong and Ms Susan Hwee.

Wee Cho Yaw
Chairman
February 2006

Board of Directors

Mr. Wee Ee Cheong
Deputy Chairman

Mr. Suebtrakul Soonthornthum
Independent Director



Mr. Chinnawat Bulsuk
Independent Director

Dr. Pongsak Hoontrakul
Independent Director

Mr. Wee Cho Yaw
Chairman

Mr. Poon Hon Thang
Director

Mr. Chua Teng Hui
Director

Mr. Wong Kim Choong
Director



Mr. Lee Chin Yong
Director



Mr. Quek Cher Teck
Director



Mr. Lee Tse Tiong
Director



Senior Management Team



Mr. Wong Kim Choong
President & CEO



Mr. Chua Teng Hui
Deputy President & Deputy CEO



Mr. Goh Choo Han Dennis
Senior Executive Vice President
Institutional Banking



Mr. Lee Tse Tiong
Senior Executive Vice President
Corporate Services



Mr. Ngeo Swee Guan Steven
Senior Executive Vice President
Credit Approval and Collection

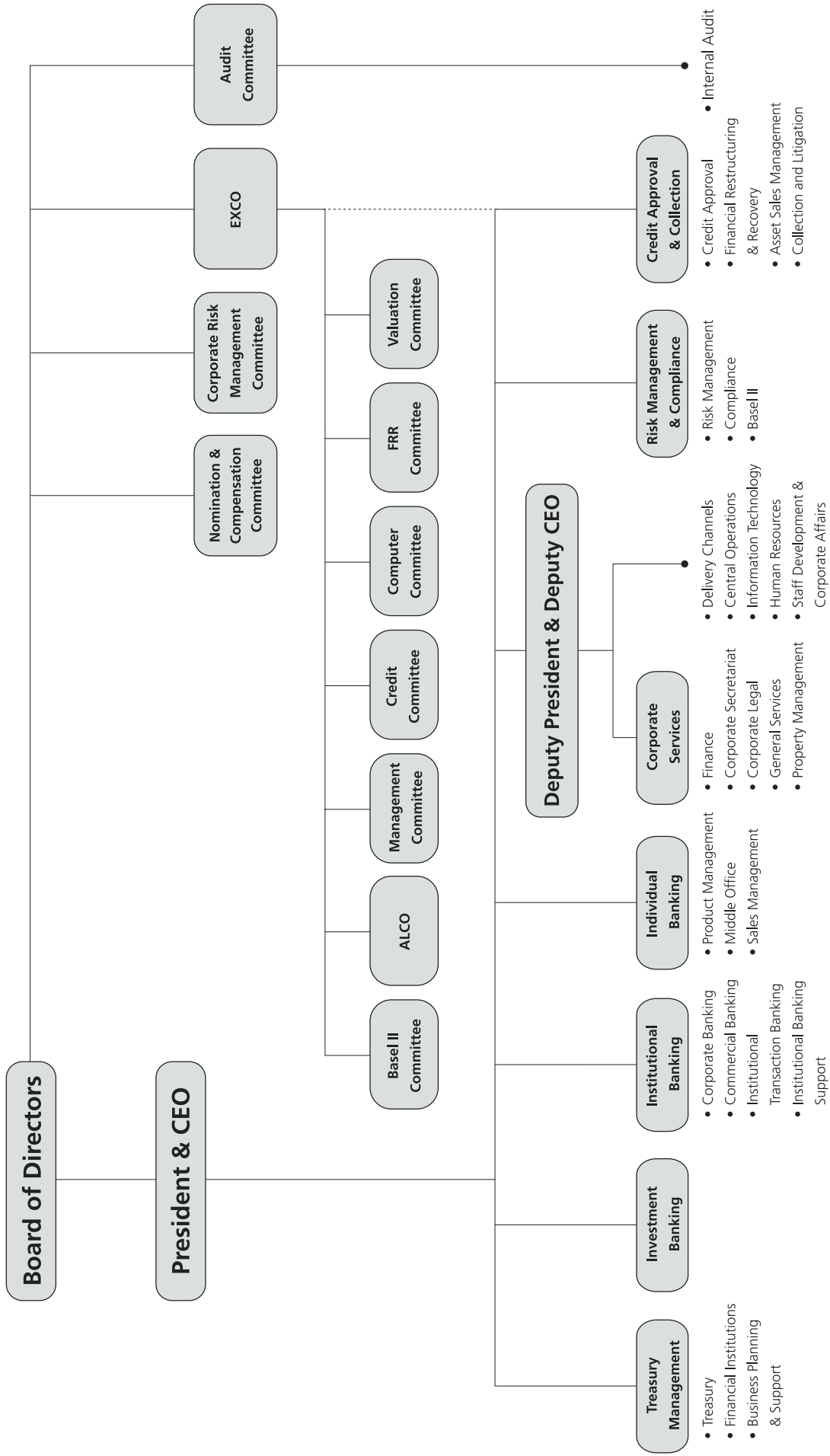


Mr. Thanachai Thanachaiary
Senior Executive Vice President
Individual Banking



Mrs. Patchanee Sutheevitanunt
Executive Vice President
Treasury Management

Organization Chart



The Thai Economy in 2005 and the Outlook for 2006

The Thai economy continued on its growth path in 2005, albeit on a slower pace compared to 2004. The 2005 Gross Domestic Product (GDP) of 4.7% was 1.4% points lower than the GDP of 6.1% achieved in 2004.

Persistent high oil prices throughout the year, the impact of the December 2004 tsunami on tourism and services sectors, the severe drought affecting several regional agricultural sectors, a rising interest rate environment and a general slowdown in global demand that dampened Thailand's exports all contributed to the slower growth rate. The Thai economy showed strong resilience in recording a 4.7% growth in the face of less favorable economic conditions.

Global oil prices surged up more than 50% in 2005 and the high oil prices was one of the primary causes in the slowdown of economic growth in oil importing countries, including Thailand and her main trading partners such as the United States, Japan and the European Union. The higher oil price was estimated to have reduced Thailand's growth rate by almost 1 percent.

Domestic price levels for goods and services increased in 2005. Inflation rate went up by 4.5% on average for the year compared to 2.7% in 2004. The lifting of the Government's diesel price stabilization program resulted in diesel prices increasing by more than 50% in 2005 and was cited as one of the main factors for increased prices of products and services.

The first half of 2005 also saw numerous efforts by the government and non-governmental organizations in re-building both the infrastructure and economic activities in the Andaman region that was hit by the tsunami on 24 December 2004. The 2005 third quarter's economic data released by the Bank of Thailand indicated that these areas had showed good signs of recovery.

Thailand's exports grew around 16% in 2005 compared to 21% in 2004. This was a result of the slower pace of economic growth in Thailand's key trading partners such as ASEAN, United States, Japan and European Union. On the other hand, imports grew at a faster pace of 26%. Consequently, Thailand's net trade balance was a negative US\$7.6 billion in 2005, and led to a current account deficit of about US\$3.2 billion for the year. Despite this deficit, Thailand's overall international reserves remained healthy at US\$52.1 billion.

Barring unexpected events, we expect Thailand to continue grow at a healthy rate of about 4.5% to 5.5% in 2006. This growth will be driven mainly by exports and investments. Exports are projected to grow by about 10%-15% with key markets continuing to be ASEAN, United States, European Union and Japan. New markets such as the Middle East, India and South America are expected to grow and contribute more significantly in the coming years. The strength of the THB will continue to be a key factor in export growth and we expect the THB to remain at around the THB 39-40 per US\$1 level.

Investments are also projected to increase in 2006, spurred by the initial phase of the planned mega-projects by the Government. Furthermore, with the capacity utilization levels of some industries having surpassed 80%, there will also be investments required to increase and improve capabilities.

Overall bank lending grew by more than 6% in 2005 and growth is expected to continue with investment expenditures in 2006. Deposit levels which grew by about 7% in 2005 is also expected to stay on a growth path.

Trends in the Thai Banking Environment

2005 saw the start of the actual consolidation among financial institutions under the Financial Sector Master Plan (FSMP) as envisioned by the Government. The UOB Group fully supports this FSMP and successfully integrated and merged its two banking subsidiaries in Thailand, the UOB Radanasin Bank PCL and Bank of Asia PCL, on 28 November 2005. The merged bank was renamed United Overseas Bank (Thai) PCL.

New banking licenses were also issued under the FSMP to upgrade finance companies and credit fonciers to banks. Most of these new banks at this point in time are retail banks that focuses on personal financial services such as housing and mortgage loans, credit cards, personal loans and hire-purchase loans. Unsurprisingly, the retail consumer loan is also one of the fastest growing and most lucrative segments in the banking industry. This resulted in increased choices for retail customers and keener competition for banking products & services, deposits, as well as higher demand for experienced banking staff.

Competition for certain segments of the retail customers was also from non-bank financial institutions, especially in the credit card, unsecured personal loan and hire-purchase of consumer goods. In 2005, Bank of Thailand introduced measures to cap interest rates chargeable by these non-bank financial institutions.

Overall demand for credit in the banking industry grew at a rate of about 6% in 2005 and the momentum is expected to continue, albeit at a slower pace, in 2006 amid a rising interest rate environment. As often experienced in a rising interest rate environment, there should be increased cautiousness in commercial monetary business decisions. Infrastructure project financing, investments and housing loans are expected to drive the demand for credit in 2006. On the other hand, deposits are expected to continue to grow steadily at about 7%-8%.

Thai interest rates moved up significantly and quickly in the last quarter of 2005, with the benchmark BOT 14-day repo rate increasing by 100 basis points from 3.25% in September 2005 to 4.25% as at end February 2006. This increase narrowed the difference between the Thai interest rate and the US Federal Fund Reserve rate to 0.25%. Correspondingly, all banks in the banking industry raised their lending and deposit rates. Thai interest rates are widely expected to peak in mid 2006.

All in all, the Thai banking environment is expected to be stable, with growth opportunities in line with expected overall economic growth of the country.

Management Discussion and Analysis 2005

United Overseas Bank (Thai) Public Company Limited (UOB Thai) is the culmination of the successful integration of Bank of Asia and UOB Radanasin Bank on 28 November 2005, following the receipt of all regulatory approvals.

Statutory Financial Results

The Statutory financial statements reported in this Annual Report is the financial position of the January to November 2005 (11 months) performance of Bank of Asia, and net profit of December 2005 (1 month) of UOBT (which is sum of Bank of Asia and UOB Radanasin). UOB Thai's Statutory net profit for 2005 was THB 954 million, 25.4% higher than the net profit of THB 761 million achieved in 2004.

Summarized Statutory Financial Results For the year ended 31 December 2005 and 2004

Profit & Loss statements	THB million		
	2005 audited	2004 audited	% change
Net income from interest and dividends	4,660	4,131	12.8
Non-interest income	2,782	2,870	(3.1)
Total income	7,442	7,001	6.3
Operating expenses	4,730	4,892	(3.3)
Operating profit	2,712	2,109	28.6
Merger-related expenses	384	-	N.M.
Operating profit before provision	2,328	2,109	10.4
Loss on impairment of securities	1,741	128	1,260.2
Provisions for doubtful debts	(387)	1,198	(132.3)
Net profit before tax	974	783	24.4
Income tax	20	22	(9.1)
Net profit after tax	954	761	25.4

Key Balance Sheet Items	THB million		
	31 Dec. 05 audited	31 Dec. 04 audited	% change
Total assets	196,692	163,862	20.0
Total loans	159,601	118,517	34.7
NPLs	16,781	18,962	(11.5)
Total deposits	152,576	138,034	10.5

The Bank's total income registered a 6.3% increase to THB 7,442 million in 2005. Higher interest and dividend income and lower interest expenses were the key factors for the improvement. Non-interest income declined 3.1% to THB 2,782 million on the back of lower treasury profits. Arising from the integration of the two banks, the Bank booked integration-related expenses of THB 384 million in 2005. However, operating expenses declined 3.3% to THB 4,730 million as the Bank began to realize some operational synergies from the integration.

Consequently, operating profit rose by 10.4% to THB 2,328 million. Excluding the one-time integration related expenses, the operating profit would have been THB 2,712 million, an increase of 28.6% over 2004.

Management Discussion and Analysis 2005

To better reflect the nature of provisions in the balance sheet, the Bank realigned some provision from the provision for doubtful accounts to impairment in securities. The higher amount of impairment for securities pertains to the Bank's investment in the 10-year Thai Asset Management Corporation (TAMC) notes, in which there is a profit/loss sharing agreement. With this re-alignment, the Bank believes that the potential loss-sharing amount has been largely provided.

Pro-forma Financial Results

As both BOA and UOBR were under the control of UOB Singapore in 2005, attached below is the pro-forma financial statements and analysis of the performance assuming the two banks were combined for the whole year.

On a pro-forma basis, UOB Thai and its subsidiaries achieved a net profit of THB 1,238 million for 2005, an increase of 34.3% over 2004. This improvement came primarily from a 33.4% increase in operating profit to THB 3,602 million and offset partially by one-time merger-related expenses of THB 588 million. Provisions were at the same level as 2004 at THB 1,756 million. Operating profit improved on a 1.9% increase in total income to THB 9,535 million, while operating expenses (excluding merger-related expenses) declined by 10.9% to THB 5,933 million as the Bank begun to realize some operational synergies.

Summarized Pro-forma Financial Results

For the year ended 31 December 2005 and 2004

Profit & Loss statements	THB million		
	2005 unaudited	2004 unaudited	% change
Net income from interest and dividends	6,476	5,975	8.4
Non-interest income	3,059	3,385	(9.6)
Total income	9,535	9,360	1.9
Operating expenses	5,933	6,659	(10.9)
Operating profit	3,602	2,701	33.4
Merger-related expenses	588	-	N.M.
Operating profit before provision	3,014	2,701	11.6
Loss on impairment of securities	1,741	128	1,260.2
Provisions for doubtful debts	15	1,629	(99.1)
Total provisions	1,756	1,757	(0.1)
Net profit before tax	1,258	944	33.3
Income tax	20	22	(9.1)
Net profit after tax	1,238	922	34.3

Key Balance Sheet Items	THB million		
	31 Dec. 05 unaudited	31 Dec. 04 unaudited	% change
Total assets	196,692	216,867	(9.3)
Total loans	159,601	160,745	(0.7)
NPLs	16,781	20,903	(19.7)
Total deposits	152,576	170,135	(10.3)

Management Discussion and Analysis 2005

Income

Total net interest income rose 8.4% over 2004 to THB 6,476 million, mainly from a decline in interest expense as total deposits declined by 10.3% to THB 152,576 million. Non-interest income in 2005 was THB 3,059 million, a decline of 9.6% from 2004, 2004 non-interest income was higher from gains from liquidation of two subsidiaries and other once-off income of THB 233 million.

Non-interest Expenses

Non-interest expense, comprising of staff and other non-interest expenses, declined 10.9% to THB 5,933 million. Personnel expenses also declined slightly due to lower headcount. The Bank also booked a one-time merger-related expense of THB 588 million, mainly for integration of systems, alignment of benefits, write-off of systems and assets no longer used and, branding and promotional expenses.

Capital expenditure for 2005 was amounted to THB 608 million, compared to THB 209 million in 2004. More than half of the capital expenditure was for integration related projects, which include improvements / enhancements to IT infrastructure, systems and premise renovations.

Dividend Payment

The Bank, with a retained loss of THB 34,420 million as of end-2005, did not declare any dividends for 2005 (in compliance with the Public Company Act that prohibits companies with negative retained earnings from declaring dividends).

Likewise, the Bank's subsidiaries did not declare any dividends in 2005.

Assets

On a pro-forma basis, the total assets of the Bank and its subsidiaries as at 31 December 2005 was THB 196,692 million, a decline of 9.3% from 31 December 2004. The decline was largely from lower holdings in government securities, which declined 42.9% from 2004 to THB 9,647 million as at end-2005. Outstanding loans declined by 0.7% to THB 159,601 million which due mainly to THB 4.1 billion reduction in NPLs to THB 16,781 million from THB 20,903 million as at end-2004. NPLs as a percentage of total loans was 10.5% as at end-2005, an improvement from the 13.0% recorded at end-2004.

The Bank's housing loan portfolio grew from 23.9% of total loan as at end-2004 to 25.2% as at end-2005. Loans to trading sector accounted for 21.2% of total loans, an increase from 20.8% as of end-2004, and loans to the manufacturing sector accounted for 18.8%, down from 19.6% as of end-2004.

Management Discussion and Analysis 2005

Loan portfolio (Pro-forma basis)

	% of total loans	
	2005	2004
Housing	25.2%	23.9%
Trading	21.2%	20.8%
Manufacturing	18.8%	19.6%
Others	9.7%	12.4%
Services	7.3%	6.6%
Bank and Finance	5.2%	4.9%
Utility	4.1%	4.9%
Real Estate	4.1%	3.5%
Construction	3.1%	2.2%
Agriculture, Forestry and Mining	1.2%	1.4%

As at end-2005 loans to the 10 largest customer groups accounted for 10.2% of total loans, marginally lower than the 10.3% recorded as at end-2004.

Loans to top 10 customer groups (Pro-forma basis)

	% to total loans	
	2005	2004
Loan to top 10 customer groups	10.2%	10.3%
Others	89.8%	89.7%
Total loans	100.0%	100.0%

Asset quality ratios (Pro-forma basis)

	%	
	2005	2004
Provision for doubtful accounts / Total loans	6.8	9.2
NPLs / Total loans	10.5	13.0
Provision for doubtful accounts / NPL	65.1	70.5

Management Discussion and Analysis 2005

NPL Management

The Bank restructured a total of THB 6,306 million problem loans in 2005. A total of THB 4.1 billion of NPLs were successfully managed out of the loan portfolio. Performing loans increased to 89.5% of total classified loans from 87.0% as at end-2004.

Classified loans* (Pro-forma basis)

	2005		2004	
	THB million	%	THB million	%
Pass	137,828	86.2	134,568	83.9
Special mention	5,311	3.3	4,949	3.1
Performing loans	143,139	89.5	139,517	87.0
Substandard	1,555	1.0	1,851	1.2
Doubtful	1,027	0.6	832	0.5
Doubtful of loss	14,199	8.9	18,220	11.4
NPLs	16,781	10.5	20,903	13.0
Total	159,920	100.0	160,420	100.0

Remarks : * included interbank and money market loans

Deposits

As at 31 December 2005, the Bank and its subsidiaries had total deposits of THB 152,576 million, a decline of 10.3% from end-2004. Total saving deposits were accounted for 56.0% of total deposits, whereas time deposit were 40.3%. The remaining 3.7% were in current deposits. Loans to deposits ratio increased to 104.6% as at end-2005.

Deposit structure (Pro-forma basis)

	% to total deposits	
	2005	2004
Current deposits	3.7%	3.1%
Saving deposits	56.0%	48.3%
Time deposits	40.3%	48.7%
- under 6 months	20.7%	25.8%
- 6 months - under 1 year	6.9%	5.3%
- 1 year and over	12.7%	17.6%
Total	100.0%	100.0%

Management Discussion and Analysis 2005

Capital Funds

The Bank's total capital fund was strengthened to THB 24,775 million. Total capital adequacy ratio was 15.96% as at end 2005, consisting of Tier 1 capital of 13.90%, and Tier 2 capital of 2.06%. This was higher than the Bank of Thailand's minimum requirement of 8.5%.

Capital adequacy ratios (Pro-forma basis)

	2005		2004	
	THB million	%	THB million	%
Total capital	24,775	15.96	23,732	16.57
Tier 1 capital	21,571	13.90	20,364	14.22
Tier 2 capital and others	3,204	2.06	3,368	2.35

Report of Independent Auditor

**To The Board of Directors and Shareholders of
United Overseas Bank (Thai) Public Company Limited
(Formerly known as "Bank of Asia Public Company Limited")**

I have audited the accompanying consolidated balance sheet of United Overseas Bank (Thai) Public Company Limited and its subsidiaries as at 31 December 2005, and the related consolidated statements of earnings, changes in shareholders' equity and cash flows for the year then ended, and the separate financial statements of United Overseas Bank (Thai) Public Company Limited for the same period. These financial statements are the responsibility of the Bank's management as to their correctness and the completeness of the presentation. My responsibility is to express an opinion on these financial statements based on my audit. The financial statements of United Overseas Bank (Thai) Public Company Limited for year ended 31 December 2004, as presented herein for comparative purpose, formed an integral part of the financial statements which were audited and reported on by another auditor who, under his report dated 15 February 2005, expressed an unqualified audit opinion on those financial statements.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of United Overseas Bank (Thai) Public Company Limited and its subsidiaries and the separate financial position of United Overseas Bank (Thai) Public Company Limited as at 31 December 2005, the results of its operation, and cash flows for the year then ended in accordance with generally accepted accounting principles.



Ratana Jala
Certified Public Accountant (Thailand)
No. 3734

Ernst & Young Office Limited
Bangkok
16 February 2006

BALANCE SHEETS

AS AT DECEMBER 31, 2005 AND 2004

		(Unit : Baht)				
		CONSOLIDATED		THE BANK ONLY		
Note		2005	2004	2005	2004	
ASSETS						
	Cash	5	4,934,239,398	3,703,172,631	4,934,193,582	3,703,079,708
	Interbank and money market items	6				
	Domestic items					
	Interest bearing		1,066,487,146	566,655,392	1,001,761,124	401,159,232
	Non-interest bearing		2,076,137,223	1,349,782,433	2,073,485,947	1,349,352,339
	Foreign items					
	Interest bearing		7,863,013,094	12,063,318,702	7,863,013,094	12,063,318,702
	Non-interest bearing		1,212,872,606	409,266,576	1,212,872,606	409,266,576
	Total interbank and money market items - net		12,218,510,069	14,389,023,103	12,151,132,771	14,223,096,849
	Securities purchased under resale agreements	7	1,000,000,000	8,400,000,000	1,000,000,000	8,400,000,000
	Investments	8				
	Current investments - net		2,579,837,528	1,872,836,937	2,557,923,682	1,872,836,937
	Long-term investments - net		6,940,496,745	11,945,536,687	6,921,667,449	11,921,240,626
	Investments in subsidiaries and associated companies - net	8.7	126,369,327	138,433,834	8,409,804,679	746,756,647
	Total investments - net		9,646,703,600	13,956,807,458	17,889,395,810	14,540,834,210
	Loans and accrued interest receivables	9				
	Loans		159,600,738,264	118,516,940,249	158,917,635,008	117,636,821,197
	Accrued interest receivables		1,000,605,703	1,053,824,935	1,005,874,595	1,056,851,606
	Total loans and accrued interest receivables		160,601,343,967	119,570,765,184	159,923,509,603	118,693,672,803
	Less : Allowance for doubtful accounts	10	(10,692,591,488)	(13,787,440,335)	(10,558,754,427)	(13,657,581,242)
	Less : Revaluation allowance for debt restructuring	11	(228,967,328)	(228,182,391)	(228,967,328)	(228,182,391)
	Loans and accrued interest receivables - net		149,679,785,151	105,555,142,458	149,135,787,848	104,807,909,170
	Properties foreclosed - net	12	13,012,144,572	13,012,248,522	13,012,144,569	13,011,110,997
	Customers' liabilities under acceptances		426,266,427	378,754,564	426,266,427	378,754,564
	Premises and equipment - net	13	3,977,663,550	2,937,872,283	3,679,876,955	2,551,010,051
	Intangible assets - net	14	729,197,828	561,062,771	723,229,322	554,881,097
	Other assets - net		1,067,055,800	968,218,899	979,240,851	912,404,503
	TOTAL ASSETS		196,691,566,395	163,862,302,689	203,931,268,135	163,083,081,149

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

BALANCE SHEETS (Continued)

AS AT DECEMBER 31, 2005 AND 2004

		(Unit : Baht)			
		CONSOLIDATED		THE BANK ONLY	
Note		2005	2004	2005	2004
LIABILITIES AND SHAREHOLDERS' EQUITY					
Deposits	16				
Deposits in Baht		151,239,952,644	136,783,535,973	151,266,760,929	136,827,353,183
Deposits in foreign currencies		1,336,086,301	1,250,008,512	1,336,086,301	1,250,008,512
Total deposits		152,576,038,945	138,033,544,485	152,602,847,230	138,077,361,695
Interbank and money market items					
Domestic items	17				
Interest bearing		6,310,984,534	2,069,434,883	13,913,673,816	1,975,694,138
Non-interest bearing		400,825,048	364,132,344	403,355,229	364,132,344
Foreign items					
Interest bearing		1,817,521,596	4,176,410	1,817,521,596	4,176,410
Non-interest bearing		978,242,225	416,968,671	978,242,225	416,968,671
Total interbank and money market items		9,507,573,403	2,854,712,308	17,112,792,866	2,760,971,563
Liabilities payable on demand		2,210,349,658	1,816,145,264	2,210,349,658	1,816,145,264
Securities sold under repurchase agreements	18	100,000,000	200,000,000	100,000,000	200,000,000
Borrowings	19				
Short-term borrowings		3,103,210,000	500,500,000	2,873,210,000	-
Long-term borrowings		2,213,081,320	2,011,819,675	2,213,081,320	2,011,819,675
Total borrowings		5,316,291,320	2,512,319,675	5,086,291,320	2,011,819,675
Bank's liabilities under acceptances		426,266,427	378,754,564	426,266,427	378,754,564
Interest payable		328,004,410	408,801,685	328,124,382	408,092,926
Accrued expenses		1,420,797,053	980,349,316	1,351,785,296	916,444,880
Other liabilities	20	1,398,333,837	1,442,661,510	1,311,035,654	1,278,476,700
TOTAL LIABILITIES		173,283,655,053	148,627,288,807	180,529,492,833	147,848,067,267

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

BALANCE SHEETS (Continued)

AS AT DECEMBER 31, 2005 AND 2004

		(Unit : Baht)			
		CONSOLIDATED		THE BANK ONLY	
Note		2005	2004	2005	2004
SHAREHOLDERS' EQUITY					
	Share capital				
	Registered share capital				
	8,217,062,166 ordinary shares				
	at par value of Baht 10 each				
	(2004 : 5,382,844,520 ordinary				
	shares at par value of Baht 10 each)	82,170,621,660	53,828,445,200	82,170,621,660	53,828,445,200
	Issued and fully paid-up share capital				
	8,217,062,166 ordinary shares				
	at par value of Baht 10 each				
	(2004 : 5,095,446,713 ordinary				
	shares at par value of Baht 10 each)	82,170,621,660	50,954,467,130	82,170,621,660	50,954,467,130
	Discount on share capital	(25,661,349,235)	(11,145,837,378)	(25,661,349,235)	(11,145,837,378)
	Revaluation surplus on fixed assets	740,810,478	745,416,749	740,810,478	745,416,749
	Revaluation surplus on investments	132,139,592	466,633,784	132,139,592	466,633,784
	Unrealised losses on cash flow				
	hedging instruments	-	(6,737,609)	-	(6,737,609)
	Retained earnings (Deficits)				
	Appropriated				
	Statutory reserve	367,591,201	367,591,201	367,591,201	367,591,201
	Other reserve	72,000,000	72,000,000	72,000,000	72,000,000
	Unappropriated (deficits)	(34,420,038,394)	(26,218,519,995)	(34,420,038,394)	(26,218,519,995)
	Equity attributable to the Bank's				
	shareholders	23,401,775,302	15,235,013,882	23,401,775,302	15,235,013,882
	Minority interests	6,136,040	-	-	-
	TOTAL SHAREHOLDERS' EQUITY	23,407,911,342	15,235,013,882	23,401,775,302	15,235,013,882
	TOTAL LIABILITIES AND				
	SHAREHOLDERS' EQUITY	196,691,566,395	163,862,302,689	203,931,268,135	163,083,081,149

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

BALANCE SHEETS (Continued)

AS AT DECEMBER 31, 2005 AND 2004

	Note	(Unit : Baht)			
		CONSOLIDATED		THE BANK ONLY	
		2005	2004	2005	2004
OFF-BALANCE SHEET ITEMS					
- CONTINGENCIES AND COMMITMENTS					
	25.1				
Avals to bills and guarantees of loans		1,187,264,446	871,116,858	1,187,264,446	871,116,858
Liabilities under unmatured import bills		1,420,576,526	1,362,973,173	1,420,576,526	1,362,973,173
Letters of credit		3,217,963,461	3,226,503,381	3,217,963,461	3,226,503,381
Other contingencies and commitments		123,133,474,617	67,538,818,576	123,133,474,617	67,538,818,576



(Kim Choong Wong)

President & Chief Executive Officer




(Lee Tse Tiong)

Director & Senior Executive Vice President

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

STATEMENTS OF EARNINGS

FOR THE YEARS ENDED 31 DECEMBER 2005 AND 2004

		(Unit : Baht)			
		CONSOLIDATED		THE BANK ONLY	
Note		2005	2004	2005	2004
	Interest and dividend income				
	Loans	5,228,483,511	4,748,874,157	5,265,385,702	4,743,221,510
	Interbank and money market items	500,902,379	247,943,586	498,499,798	246,525,107
	Hire purchase and financial lease	191,564,891	169,102,537	-	-
	Investments	298,481,972	727,069,033	298,041,222	722,635,283
	Total interest and dividend income	6,219,432,753	5,892,989,313	6,061,926,722	5,712,381,900
	Interest expenses				
	Deposits	1,298,584,045	1,421,791,401	1,298,613,556	1,421,843,069
	Interbank and money market items	83,452,523	125,209,307	87,656,634	116,628,175
	Shor-term borrowings	46,398,521	12,397,723	32,223,930	-
	Long-term borrowings	130,934,749	202,768,735	130,934,749	202,768,735
	Total interest expenses	1,559,369,838	1,762,167,166	1,549,428,869	1,741,239,979
	Net interest and dividend income	4,660,062,915	4,130,822,147	4,512,497,853	3,971,141,921
	Reversal of bad debts and doubtful accounts (bad debts and doubtful accounts)	386,812,656	(1,198,091,548)	390,946,545	(1,153,387,867)
	Net earnings interest and dividend after bad debts and doubtful accounts	5,046,875,571	2,932,730,599	4,903,444,398	2,817,754,054
	Non-interest income				
	Gains on investments	207,221,683	357,546,636	207,221,683	357,546,636
	Loss on impairment of securities	(1,741,207,353)	(128,202,992)	(1,741,207,353)	(113,202,992)
	Share of profit (loss) from investments accounted for under equity method	(8,035,160)	8,048,932	107,992,338	90,008,552
	Fees and service income				
	Acceptances, avals and guarantees	15,480,193	14,982,468	15,480,193	14,982,468
	Others	1,607,802,316	1,571,970,374	1,455,726,022	1,446,344,074
	Gains on exchange	438,101,949	333,865,446	438,101,949	333,865,446
	Gains on disposal of properties				
	foreclosed	168,062,664	85,981,442	161,822,572	84,453,289
	Rental income	243,719,834	252,494,641	90,637,531	80,505,695
	Other income	109,882,726	244,869,207	54,887,469	185,641,572
	Total non-interest income	1,041,028,852	2,741,556,154	790,662,404	2,480,144,740

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

STATEMENTS OF EARNINGS (Continued)

FOR THE YEARS ENDED 31 DECEMBER 2005 AND 2004

		(Unit : Baht)			
		CONSOLIDATED		THE BANK ONLY	
Note		2005	2004	2005	2004
Non-interest expenses					
	Personnel expenses	1,665,355,743	1,733,291,778	1,556,274,786	1,627,260,451
	Premises and equipment expenses	1,113,477,970	1,051,042,049	937,920,715	885,203,657
	Taxes and duties	252,122,549	249,830,773	250,163,824	247,120,204
	Fees and service expenses	378,093,689	388,611,210	363,577,069	362,697,965
	Directors' remuneration	6,960,000	5,350,000	6,795,000	5,110,000
	Payments to the Financial Institutions				
	Development Fund	535,196,549	573,138,112	535,196,549	573,138,112
	Losses on impairment of properties				
	foreclosed	312,216,655	184,989,681	312,146,657	184,062,295
	Reversal of loss on diminution assets	(254,515,809)	(2,005,542)	(257,582,489)	(2,289,099)
	Integration expenses	384,358,111	-	384,358,111	-
	Other expenses	721,063,780	707,556,274	651,735,787	654,807,393
	Total non-interest expenses	5,114,329,237	4,891,804,335	4,740,586,009	4,537,110,978
	Earnings before income tax and				
	minority interests	973,575,186	782,482,418	953,520,793	760,787,816
	Income tax	20,168,527	21,694,602	-	-
	Earnings before minority interests	953,406,659	760,787,816	953,520,793	760,787,816
	Losses in subsidiaries in respect of				
	minority shareholders	114,134	-	-	-
	Net earnings for the years	953,520,793	760,787,816	953,520,793	760,787,816
	Basic earnings per share				
	Net earnings	0.17	0.15	0.17	0.15

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

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEARS ENDED 31 DECEMBER 2005 AND 2004

Note	CONSOLIDATED										(Unit : Baht)
	Issued and paid-up share capital	Discount on share capital	Revaluation surplus on fixed assets	Revaluation surplus on investments	Revaluation losses on cash flow hedging instruments	Unrealised		Retained earnings (Deficits)	Minority interests	Total	
						surplus on fixed assets	surplus (deficit) on investments				
Beginning balance as of 1 January 2004	50,954,467,130	(11,145,837,378)	749,676,160	667,255,913	(86,553,929)	439,591,201	(26,981,304,891)	-	-	14,597,294,206	
Amortisation of revaluation surplus on fixed assets	-	-	(4,259,411)	-	-	1,997,080	-	-	-	(2,262,331)	
Revaluation deficits on investments	-	-	-	(200,622,129)	-	-	-	-	-	(200,622,129)	
Unrealised gains on cash flow hedging instruments	-	-	-	-	79,816,320	-	-	-	-	79,816,320	
Gains (losses) not yet recognised in the statements of earnings	50,954,467,130	(11,145,837,378)	745,416,749	466,633,784	(6,737,609)	439,591,201	(26,979,307,811)	-	-	14,474,226,066	
Net earnings for the period	-	-	-	-	-	-	760,787,816	-	-	760,787,816	
Ending balance as of 31 December 2004	50,954,467,130	(11,145,837,378)	745,416,749	466,633,784	(6,737,609)	439,591,201	(26,218,519,995)	-	-	15,235,013,882	
Amortisation of revaluation surplus on fixed assets	-	-	(4,606,271)	-	-	-	4,172,750	-	-	(433,521)	
Revaluation deficits on investments	-	-	-	(334,494,192)	-	-	-	-	-	(334,494,192)	
Reversal of unrealised losses on cash flow hedging instruments	-	-	-	-	6,737,609	-	-	-	-	6,737,609	
Gains (losses) not yet recognised in the statements of earnings	50,954,467,130	(11,145,837,378)	740,810,478	132,139,592	-	439,591,201	(26,214,347,245)	-	-	14,906,823,778	
Net earnings for the year	-	-	-	-	-	-	953,520,793	(114,134)	-	953,406,659	
Increased in share capital	2	31,216,154,530	(14,515,511,857)	-	-	-	-	-	-	16,700,642,673	
Merger adjustment	2	-	-	-	-	-	(9,159,211,942)	-	-	(9,159,211,942)	
Minority interests	-	-	-	-	-	-	-	6,250,174	-	6,250,174	
Ending balance as of 31 December 2005	82,170,621,660	(25,661,349,235)	740,810,478	132,139,592	-	439,591,201	(34,420,038,394)	6,136,040	-	23,407,911,342	

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

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEARS ENDED 31 DECEMBER 2005 AND 2004

Note	THE BANK ONLY										(Unit : Baht)	
	Issued and paid-up share capital	Discount on share capital	Revaluation surplus on fixed assets	Revaluation surplus on investments	Revaluation surplus on fixed assets	Revaluation surplus on investments	Revaluation losses on cash flow hedging instruments	Unrealised losses on cash flow hedging instruments		Retained earnings (Deficits)		Total
								Appropriated	Unappropriated			
Beginning balance as of 1 January 2004	50,954,467,130	(11,145,837,378)	749,676,160	667,255,913	(86,553,929)	439,591,201	(26,981,304,891)	14,597,294,206				
Amortisation of revaluation surplus on fixed assets	-	-	(4,259,411)	-	-	-	1,997,080	(2,262,331)				
Revaluation deficits on investments	-	-	-	(200,622,129)	-	-	-	-			(200,622,129)	
Unrealised gains on cash flow hedging instruments	-	-	-	-	-	79,816,320	-	-			79,816,320	
Gains (losses) not yet recognised in the statements of earnings	50,954,467,130	(11,145,837,378)	745,416,749	466,633,784	(6,737,609)	439,591,201	(26,979,307,811)	14,474,226,066				
Net earnings for the year	-	-	-	-	-	-	760,787,816	760,787,816				
Ending balance as of 31 December 2004	50,954,467,130	(11,145,837,378)	745,416,749	466,633,784	(6,737,609)	439,591,201	(26,218,519,995)	15,235,013,882				
Amortisation of revaluation surplus on fixed assets	-	-	(4,606,271)	-	-	-	4,172,750	(433,521)				
Revaluation deficits on investments	-	-	-	(334,494,192)	-	-	-	-			(334,494,192)	
Reversal of unrealised losses on cash flow hedging instruments	-	-	-	-	-	6,737,609	-	-			6,737,609	
Gains (losses) not yet recognised in the statements of earnings	50,954,467,130	(11,145,837,378)	740,810,478	132,139,592	-	439,591,201	(26,214,347,245)	14,906,823,778				
Net earnings for the year	-	-	-	-	-	-	953,520,793	953,520,793				
Increase in share capital	2	31,216,154,530	(14,515,511,857)	-	-	-	-	-			16,700,642,673	
Merger adjustment	2	-	-	-	-	-	(9,159,211,942)	(9,159,211,942)			(9,159,211,942)	
Ending balance as of 31 December 2005	82,170,621,660	(25,661,349,235)	740,810,478	132,139,592	-	439,591,201	(34,420,038,394)	23,401,775,302				

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

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED 31 DECEMBER 2005 AND 2004

	(Unit : Baht)			
	CONSOLIDATED		THE BANK ONLY	
	2005	2004	2005	2004
CASH FLOWS FROM OPERATING ACTIVITIES				
Net earnings for the years	953,520,793	760,787,816	953,520,793	760,787,816
Adjustments to reconcile net earnings to net cash provided by (used in) operating activities :				
Loss in subsidiaries in respect of minority shareholders	114,134	-	-	-
Share of losses (profits) of subsidiaries and associated companies accounted for under equity method	8,035,160	(8,048,932)	(107,992,338)	(90,008,552)
Depreciation	446,635,254	519,203,224	265,647,891	328,178,179
Amortisation and losses on assets written off	133,392,860	49,798,255	86,548,908	48,708,100
Amortisation of goodwill	1,654,767	1,654,767	-	-
Unrealised (gain) losses on revaluation of investments	(7,792,962)	2,736,774	(7,792,962)	2,736,774
Losses on impairment of investments	1,741,207,353	128,202,992	1,741,207,353	113,202,992
Bad debt and doubtful accounts-loans and accrued interest receivables (reversal)	(148,902,980)	1,354,782,547	(153,256,535)	1,310,078,866
Losses on impairment of assets	(248,676,811)	(2,289,099)	(251,743,492)	(2,289,099)
Interest income recognised by amortisation of revaluation allowance from debt restructuring	(5,953,427)	(51,741,064)	(5,953,427)	(51,741,064)
Gains on reversal of other liabilities	-	(135,000,000)	-	(135,000,000)
Losses on impairment of properties foreclosed	312,146,655	184,989,681	312,146,657	184,062,295
Gains on disposal of investments	(177,063,634)	(243,938,702)	(177,063,634)	(243,938,702)
Gains on liquidation	-	(97,881,725)	-	(97,881,725)
Gains on disposal of premises and equipment	(6,961,935)	(36,648,371)	(6,961,935)	(15,039,054)
Gains on translation adjustments	(4,068,171)	(17,184,317)	(4,068,171)	(17,184,317)
Amortisation of premium on long-term investments - net	49,808,284	71,484,147	49,808,284	71,484,147
Decrease in interest and dividend income receivables	45,251,361	134,021,069	43,009,139	126,146,985
Increase in accrued other income	(39,458,429)	(15,099,049)	(1,962,693)	(14,072,067)
Decrease in accrued interest expenses	(232,767,184)	(120,414,988)	(231,938,453)	(121,678,190)
Increase (decrease) in accrued other expenses	179,169,555	(40,381,690)	174,062,234	(54,589,549)
Net cash from operating activities before changes in operating assets and liabilities	2,999,290,643	2,439,033,335	2,677,217,619	2,101,963,835

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

STATEMENTS OF CASH FLOWS (Continued)

FOR THE YEARS ENDED 31 DECEMBER 2005 AND 2004

	(Unit : Baht)			
	CONSOLIDATED		THE BANK ONLY	
	2005	2004	2005	2004
(Increase) decrease in operating assets				
Interbank and money market items	4,539,458,875	(7,733,067,695)	4,440,909,920	(7,646,734,299)
Securities purchased under resale agreements	7,400,000,000	(500,000,000)	7,400,000,000	(500,000,000)
Investment in securities for trading	889,931,577	(1,138,840,203)	889,931,577	(1,138,840,203)
Loans	(4,105,967,786)	1,216,929,324	(4,292,000,377)	1,121,327,787
Properties foreclosed	913,111,997	1,159,166,426	909,272,746	1,182,851,751
Other assets	201,039,027	88,643,170	201,471,500	12,574,266
Increase (decrease) in operating liabilities				
Deposits	(17,119,112,357)	(3,935,453,284)	(17,136,121,283)	(3,961,580,472)
Interbank and money market items	2,601,200,652	(766,380,643)	2,770,946,877	(465,738,166)
Liabilities payable on demand	108,802,020	420,849,164	108,802,020	420,849,164
Securities sold under repurchase agreements	(100,000,000)	200,000,000	(100,000,000)	200,000,000
Short-term borrowings	1,650,827,641	-	1,921,327,641	-
Other liabilities	(550,994,094)	(388,719,989)	(474,107,465)	(377,789,830)
Net cash used in operating activities	(572,411,805)	(8,937,840,395)	(682,349,225)	(9,051,116,167)
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from sales of investments	9,282,227,184	38,921,325,215	9,277,176,082	38,905,930,455
Cash paid for investments in subsidiary (Note 2)	(16,700,642,673)	-	(16,700,642,673)	-
Cash paid for investments	(7,526,651,417)	(26,177,794,416)	(7,541,046,199)	(26,168,625,519)
Cash received from merger	599,085,005	-	599,085,005	-
Dividends received	2,644,462	28,389,079	2,644,462	28,389,079
Proceeds from sales of premises and equipment	10,350,957	82,085,310	11,429,364	23,096,787
Purchases of premises and equipment	(560,821,624)	(526,313,374)	(432,469,620)	(279,284,148)
Net cash provided by (used in) investing activities	(14,893,808,106)	12,327,691,814	(14,783,823,579)	12,509,506,654

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

STATEMENTS OF CASH FLOWS (Continued)

FOR THE YEARS ENDED 31 DECEMBER 2005 AND 2004

	(Unit : Baht)			
	CONSOLIDATED		THE BANK ONLY	
	2005	2004	2005	2004
CASH FLOWS FROM FINANCING ACTIVITIES				
Decrease in long-term borrowings	(3,355,996)	(2,834,800,646)	(3,355,996)	(2,903,300,646)
Cash received from share capital	16,700,642,674	-	16,700,642,674	-
Net cash provided by (used in) financing activities	16,697,286,678	(2,834,800,646)	16,697,286,678	(2,903,300,646)
NET INCREASE IN CASH AND CASH EQUIVALENTS				
EQUVALENTS	1,231,066,767	555,050,773	1,231,113,874	555,089,841
CASH AND CASH EQUIVALENTS				
AS AT 1 JANUARY	3,703,172,631	3,148,121,858	3,703,079,708	3,147,989,867
CASH AND CASH EQUIVALENTS				
AS AT 31 DECEMBER	4,934,239,398	3,703,172,631	4,934,193,582	3,703,079,708
SUPPLEMENTAL DISCLOSURES				
OF CASH FLOWS INFORMATION				
Cash paid during the years for				
Interest expenses	1,640,167,056	1,888,456,682	1,629,397,356	1,868,792,696
Income tax	34,678,390	62,318,108	11,886,188	43,041,784
Non-cash item				
Properties foreclosed received in settlement of debts from borrowers	852,225,433	407,839,665	841,242,228	407,839,665
Net assets transferred from UOBR	6,930,128,977	-	6,930,128,977	-

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

Notes to Financial Statements

31 December 2005

1. GENERAL INFORMATION

United Overseas Bank (Thai) Public Company Limited ("the Bank") is a public limited company registered in Thailand with its head office located at 191 South Sathon Road, Sathon, Bangkok. The Bank's main business is banking. As at 31 December 2005, the Bank conducts its business through a network of 154 branches covering all parts of Thailand and 1 overseas branch (2004 : 127 domestic branches and 1 overseas branch). Its major shareholder is United Overseas Bank Limited. As at 31 December 2005 and 2004, the Bank and its subsidiaries had a total staff of 3,783 persons and 2,775 persons, respectively (The Bank only : 3,655 persons and 2,649 persons, respectively).

2. MERGER

The Bank and UOB Radanasin Bank Public Company Limited ("UOBR") together with their respective major shareholder United Overseas Bank Limited, submitted their Merger Plan under the One Presence Policy ("Merger Plan") to the Ministry of Finance through the Bank of Thailand ("BOT") on 26 November 2004, seeking approval under Section 38 quarter of the Commercial Banking Act ("CBA"). The Merger Plan was approved by the Bank's Board of Directors. Subsequently, the Bank submitted a revised Merger Plan to the Bank of Thailand, which on 18 July 2005 sent a letter informing the Bank that the Ministry of Finance had no objection to the proposed business combination between the Bank and UOBR.

Accordingly, on 26 July 2005, the Bank and UOBR together proposed a Merger Project, and submitted applications for various related waivers to the Ministry of Finance through the BoT. On 5 September 2005, the Minister of Finance formally approved the Merger Project and The Minister's Decision was published in the Government Gazette on 7 September 2005.

To accord with the merger regulations stipulated in section 38 quarter of the Commercial Banking Act B.E. 2505, the Bank had to hold a meeting of shareholders within 21 days of the merger being announce in the Government Gazette. Consequently, on 28 September 2005, an Extraordinary General Meeting of the Bank's shareholders approved the combination of the businesses of the Bank and UOBR in accordance with the Merger Project approved by the Ministry of Finance. Under the Merger Plan the Bank was to be the surviving bank and to acquire 1.28 billion shares of United Overseas Bank Limited at a price of Baht 13 per share, or a totaling of Baht 16.7 billion, and to acquire all assets and assume all liabilities and commitments of UOBR at their net book value as at the last working day prior to the business transfer date entering into a business transfer agreement which provides no recourse for the transfer of assets and liabilities back to UOBR. Subsequently, UOBR was to delisted and eventually be liquidated, and the name of Bank of Asia Public Company Limited would be changed to United Overseas Bank (Thai) Public Company Limited.

In addition, the Extraordinary General Meeting of the Bank's shareholders approved a reduction of the Bank's registered capital from Baht 53,828 million to Baht 50,954 million by cancelling the registered shares which have not yet been issued, and approved an increase in the Bank's registered capital from Baht 50,954 million to Baht 82,170 million, through the issuance of 3,122 million new ordinary shares with a par value of Baht 10 each for offer to the existing shareholders in proportion to their shareholdings, in a ratio of 1 existing share : 0.6126 new shares, at Baht 5.35 per share. The Bank registered the change in its share capital with Ministry of Commerce on 14 October 2005.

The reconciliation of share capital is as follows :-

	(Unit : Shares)	
	2005	2004
Registered share capital		
Beginning balance	5,382,844,520	5,382,844,520
Reduction in a price of registered share capital	(287,397,807)	-
Increase in registered share capital	3,121,615,453	-
Ending balance	<u>8,217,062,166</u>	<u>5,382,844,520</u>
Issued and fully paid-up share capital		
Beginning balance	5,095,446,713	5,095,446,713
Increase in registered share capital	3,121,615,453	-
Ending balance	<u>8,217,062,166</u>	<u>5,095,446,713</u>

On 18 November 2005, the Bank registered increased in its paid-up capital from Baht 50,954 million to Baht 82,170 million, comprising shares with a par value of Baht 10 each, with the Ministry of Commerce. At the offer price of Baht 5.35 per share, total cash received from this capital increase was Baht 16,701 million.

On 24 November 2005, the Bank completed the purchase of 1,284 million shares of UOBR from United Overseas Bank Limited at a total cost of Baht 16,700 million. As a result, UOBR has become a 99.996% owned subsidiary of the Bank. The net book value of UOBR at the purchase date was Baht 7,541 million and the purchase price therefore exceeds the net book value of the subsidiary by Baht 9,159 million. Since the Bank and UOBR are both subsidiaries of United Overseas Bank Limited, this merger is regarded as a business combination of entities under common control, with the transferred assets and liabilities being recorded at their net book value per accounts and the excess of purchase price over net book value recorded in shareholders' equity, direct to the retained deficit account.

On 25 November 2005, the Bank entered into the Business Transfer Agreement with UOBR, which subsequently transferred all of its business, including all assets, rights, obligations and encumbrances, to the Bank. Following the merger, on 28 November 2005 the Bank registered the changed of its name to United Overseas Bank (Thai) Public Company Limited with the Ministry of Commerce.

The Bank has issued a promissory note due at call and bearing interest at a fixed rate of 0.01 percent per annum, payable on maturity, in order to pay for the transfer of the business of UOBR. As at 31 December 2005, the promissory note was presented in the balance sheet under the caption "Interbank and Money Market Items (Liabilities)".

On 29 July 2004, the Bank also submitted a plan to liquidate its Bangkok International Banking Facility ("BIBF") to the Bank of Thailand. The BoT subsequently notified the Bank, on 18 May 2005, that the Ministry of Finance had granted permission for the combination of the BIBF operation with the Bank's commercial banking operations and to return its BIBF License in due course after the Ministry of Finance completes the process of dealing with related tax matters. The process is now on-going.

Details of the assets, liabilities and off-balance sheet items which were transferred from UOBR as at the transfer date are as follows :

(Unit : Million Baht)

Assets	
Cash	599
Interbank and money market items-net	2,394
Investment-net	477
Loans and accrued interest receivable-net	40,344
Properties foreclosed-net	366
Premises and equipment-net	1,054
Intangible assets-net	123
Other assets-net	93
Total assets	<u>45,450</u>
Liabilities	
Deposits	31,651
Interbank and money market items	4,051
Liabilities payable on demand	285
Borrowings	1,156
Accrued interest payables	152
Accrued expenses	261
Unrealised loss on derivatives contracts-net	283
Other liabilities	82
Total liabilities	<u>37,921</u>
Net book value	<u>7,529</u>
<u>Off-balance sheet items-contingencies</u>	
Aval to bills and guarantees of loans	474
Liabilities under unmatured import bills	230
Letters of credit	1,252
Other contingencies	55,005

To provide additional information on the Bank's financial position and the results of its operation for comparison purposes, the pro forma condensed balance sheets and statements of earnings have been prepared and presented as though the merger between the Bank and UOBK had been made on 1 January 2004, as follows :

Condensed Balance Sheets (Pro forma)

	(Unit : Million Baht)			
	CONSOLIDATED		THE BANK ONLY	
	As at 31 December		As at 31 December	
	2005	2004	2005	2004
Assets				
Cash	4,934	4,550	4,934	4,550
Interbank and money items-net	12,219	18,839	12,151	18,673
Securities purchased under resale agreements	1,000	10,200	1,000	10,200
Investments-net	9,647	16,895	17,889	17,480
Loans and accrued interest receivable-net	149,680	147,179	149,136	146,432
Properties foreclosed-net	13,012	13,098	13,012	13,097
Customers' liabilities under acceptances	426	379	426	379
Premises and equipment-net	3,978	3,758	3,680	3,371
Intangible assets-net	729	806	723	799
Other assets-net	1,067	1,163	980	1,107
Total assets	196,692	216,867	203,931	216,088
Liabilities				
Deposits	152,576	170,135	152,603	170,179
Interbank and money market items	9,508	8,078	17,113	7,984
Liabilities payable on demand	2,210	2,269	2,210	2,269
Securities sold under repurchased agreements	100	200	100	200
Borrowings	5,316	10,019	5,086	9,518
Bank's liabilities under acceptances	426	379	426	379
Interest payable	328	487	328	487
Accrued expenses	1,421	1,146	1,352	1,082
Other liabilities	1,399	1,652	1,311	1,488
Total liabilities	173,284	194,365	180,529	193,586
Shareholders' equity	23,408	22,502	23,402	22,502
Total liabilities and shareholders' equity	196,692	216,867	203,931	216,088

Condensed Statements of Earnings (Pro forma)

	CONSOLIDATED		(Unit : Million Baht) THE BANK ONLY	
	For the year ended 31 December		For the year ended 31 December	
	2005	2004	2005	2004
Interest and dividend income	8,557	8,292	8,399	8,112
Interest expenses	(2,081)	(2,317)	(2,071)	(2,296)
Bad debt and doubtful accounts	(15)	(1,629)	(11)	(1,585)
Non-interest income	1,318	3,257	1,068	2,995
Non-interest expenses	(6,521)	(6,659)	(6,147)	(6,304)
Income tax	(20)	(22)	-	-
Net earnings for the years	1,238	922	1,238	922
Pro forma earnings per share (Baht)	0.15	0.11	0.15	0.11
No. of issued shares as at 31 December 2005 (million share)	8,217	8,217	8,217	8,217

3. BASIS OF PREPARATION OF FINANCIAL STATEMENTS AND CONSOLIDATION

3.1 Basis of the preparation of the financial statements

These financial statements have been prepared in accordance with accounting standards enunciated under the Accounting Profession Act B.E. 2547 and also have been presented in compliance with the requirement of the Notification of the Bank of Thailand ("the BOT") dated 10 May 2001 relating to the format of the balance sheet and statement of earnings of commercial banks. They have also been presented in accordance with the regulations of the Stock Exchange of Thailand and the Notifications of the Office of the Securities and Exchange Commission with regard to the preparation and submission of financial statements and reports on financial position and operating results of listed companies.

3.2 Basis of consolidation

These consolidated financial statements include the financial statements of United Overseas Bank (Thai) Public Company Limited and the following subsidiaries :-

Subsidiaries	Business Type	Country of registration	Percentage of holdings		Percentage of total assets including in consolidated totals		Percentage of income including in consolidated totals for the years ended	
			As at 31 December		As at 31 December		31 December	
			2005	2004	2005	2004	2005	2004
UOB Leasing (Thai) Co., Ltd. (Formerly known as "B.O.A. Leasing Co., Ltd.")	Leasing	Thailand	99.99	99.99	0.47	0.77	6.47	5.72
UOB Asset Management (Thai) Co., Ltd. (Formerly known as "BoA Asset Management Co., Ltd.")	Fund Management	Thailand	99.99	99.99	0.11	0.11	3.40	2.49
UOB Radanasin Bank Public Company Limited	Bank	Thailand	99.99	-	0.01	-	-	-
UBF Future Co., Ltd.	Future Index Brokerage	Thailand	74.99	-	0.01	-	-	-

Subsidiaries are entities in which the Bank has control over financial and operating policies of those entities. Subsidiaries are consolidated from the date on which effective control is transferred to the Bank and are no longer consolidated from the date of disposal. Significant accounting policies of subsidiaries are also consistent with the policies adopted by the Bank. The effects to the consolidated financial statements of all transactions between the Bank and its subsidiaries are eliminated in the consolidated financial statements, including investment in subsidiaries and share capital of subsidiaries. Minority interest is disclosed separately in shareholders' equity.

The accompanying financial statements include the accounts of all branches and of the Bank's International Banking Facility business after the elimination of significant inter-company transactions and balances.

The consolidated financial statements do not include the financial position and/or results of operations of companies in which the Bank holds more than 50% of the issued and paid up share capital as a result of debt restructuring since the Bank has intention to hold these shares temporarily and to take no control over those companies.

4. SIGNIFICANT ACCOUNTING POLICIES

Significant accounting policies adopted by the Bank and its subsidiaries are summarised below :-

4.1 Revenue recognition

(a) Interest and discount on loans

The Bank recognises interest on loans as income on an accrual basis. In accordance with the Bank of Thailand's regulation, interest in arrears for more than three months from the due date, regardless of whether the loans are covered by collateral, is not accrued as interest income but is instead recognised as income when received. In addition, interest accrued in arrears for three months is reversed against interest income.

Interest income from loans under litigation is recognised on a cash basis.

(b) Revenue recognition of subsidiaries

Income from hire-purchase and financial lease contracts are recognised on an accrual basis according to the sum-of-the year digits method except for installments overdue more than six months, which are recognised on a cash basis.

Rental income from operating lease contracts and car rent are recognised based on the term of lease except for receivables overdue more than six months, which are recognised on a cash basis.

Income from factoring receivables are recognised on an accrual basis except for overdue receivables more than six months, which are recognised on a cash basis.

Management fees and registrar fees are calculated as a percentage of the net asset value of the funds managed by a subsidiary or fixed amount as mentioned in prospectus and recognised as income on an accrual basis.

4.2 Expenses recognition

The Bank and its subsidiaries recognise expenses on an accrual basis.

4.3 Cash and cash equivalents

Cash and cash equivalents are those amounts included in the balance sheet under the caption of cash, and consist of cash on hand and cheques in transit.

4.4 Investments

The Bank and its subsidiaries classify investments in securities as either trading securities, available-for-sale securities, held-to-maturity securities, general investments (for non-marketable equity securities) or investments in subsidiaries and associated companies.

Investments classified as trading securities are stated at fair value. Unrealised gains or losses arising on the revaluation of trading securities are reflected in the statement of earnings.

Investments classified as available-for-sale securities are stated at fair value. Unrealised gains or losses arising on the revaluation of available-for-sale securities are shown as a separate component of shareholders' equity. Loss on impairment is charged to the statement of earnings.

Investments in debt securities held to maturity are separated into current or long-term investments based on residual maturity and are stated at amortised cost net of allowance for impairment. Premiums and discounts arising on the acquisition of securities held to maturity are amortised or accreted to interest income in the statement of earnings based on effective yield rate over the term of the securities. Any loss from impairment is charged to the statement of earnings.

General investments, other than investments in subsidiaries and associated companies, are stated at cost net of allowance for impairment. Loss on impairment is charged to the statement of earnings.

Investments in subsidiaries and associated companies are recorded using the equity method. Goodwill is amortised by the straight-line method over a period of 10 years. In the event that the Bank's equity interest in a subsidiary or associated company represents a share of the net liabilities of that company, the resulting amount is recorded under the heading "other liabilities" in the balance sheet.

Purchases and sales of investments are recognised on trade date except for investments in debt securities, which are recognised on settlement date.

Realised gains or losses resulting from the disposal of securities are recognised in the statement of earnings by using the weighted average cost calculation method.

Interest income in respect of coupon payments on debt securities is recognised on an accrual basis.

Dividend income is recognised in the statement of earnings on the date that the dividend is declared.

Income from equity investments and other non-fixed income investments is recognised as dividend income when it accrues.

Fair values of securities are calculated on the following bases :

For Government securities and state enterprises securities, fair values are calculated by using the Bank of Thailand formula, based on the risk free yield curve of the Bank of Thailand.

For listed equity securities, fair value is the last bid price quoted in The Stock Exchange of Thailand on the last business day of the year.

For unit trust, fair value is the Net Assets Value (NAV) as at the end of the year.

For private enterprises debt securities, the last closing prices of the Thai Bond Market Association are used as fair values. In the absence of such prices, fair values are determined by applying the aforementioned Bank of Thailand's yield curve adjusted for risk in accordance with the criteria established by the Bank of Thailand.

4.5 Securities purchased (sold) under resale (repurchase) agreements

The Bank enters into purchases (sales) of securities under agreements to resell (repurchase) securities at certain dates in the future at a fixed price. Amounts paid for securities purchased subject to a commitment to be resold at a future date are presented as securities purchased under resale agreements in the balance sheet. These receivables are shown as collateralised by the underlying security.

Securities sold under repurchase agreements presented in the balance sheet are stated at amounts received from the sale of those securities.

The difference between the sale and purchase considerations is recognised on an accrual basis over the period of the transaction and is included in interest income or expense.

4.6 Loans

Loans include overdrafts, term-loans, trade bills, hire purchase and financial lease receivables and other loans. All items categorised under loans (except for overdrafts) are disclosed as principal amount outstanding net off unearned discounts received in advance, with accrued interest income added as a single line item for all the instruments together.

Overdrafts are stated at the drawn amounts together with any accrued interest.

Discounts received in advance in respect of bills purchased and other unearned interest income are recognised on an accrual basis over the period to maturity of the bills.

4.7 Allowance for doubtful accounts

(a) For loans of banking business

The Bank of Thailand has guidelines for establishing a minimum level of allowance for doubtful accounts, which is primarily determined by applying specified percentages to the different classifications of loans in conjunction with the consideration of collateral valuation. Loan classifications are based principally on the period that a loan is past due and the ability to repayment of debtors.

The Bank has policy to classify its loans and advances at a customer level rather than by facility in recognition of the common credit risk attached to all facilities associated with a particular borrower. The Bank then determines an appropriate allowance for doubtful accounts for each customer based on this classification in accordance with the Bank's own conservative provisioning methodology.

Bad debts are written off as approved by the FRR committee as delegated by the Executive Committee and are deducted from the allowance for doubtful accounts. In case of recovery being made from bad debts, the recovery amount is added to the allowance for doubtful accounts.

(b) For subsidiaries' receivables

Allowance for doubtful accounts of a subsidiary is calculated at the determined percentage of the outstanding receivables and is an estimate of those amount which may prove to be uncollectable based on historical collection experience and a review of the current status of existing receivables.

4.8 Debt restructuring

The Bank restructures loans by means of transferring assets, transferring equity or modifying the terms of the loan.

Loans which have been restructured through a modification of terms ("modified loans") are stated at the present value of estimated future receivable cash flows using discount rates equivalent to the market interest rates applicable at the time of the restructuring.

The difference between the fair value of the loan as at the restructuring date and the previous book value is accounted for as revaluation allowance for debt restructuring and amortised to the statement of earnings as interest income based on the amount received over the remaining period.

4.9 Foreign exchange

Transactions in foreign currencies are translated at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies, which are stated at historical cost, are translated at the foreign exchange rate ruling at that date using reference exchange rates established by the Bank of Thailand.

Outstanding forward foreign exchange contracts are marked to market by comparing contract rates to forward rates established by the Bank for contracts with similar maturity. At the balance sheet date, the unrealised gains or losses on outstanding forward foreign exchange contracts, calculated as described above, are included within other assets or other liabilities in the balance sheet.

All foreign exchange gains or losses are recognised in the statement of earnings.

4.10 Derivatives

Forward foreign exchange contracts and options are marked to market using the market rates as at the balance sheet date. Cross currency interest rate swaps, interest rate swaps and forward rate agreement, the net present value method is used.

Derivative contracts are recorded as off-balance sheet transactions and the changes in fair value are recorded in the statements of earnings.

4.11 Properties foreclosed

Properties foreclosed of the Bank and a subsidiary are stated at the lower of cost or market value. Market value is determined by using the latest appraisal value. Properties foreclosed which have been received as a result of an asset swap are recorded at the lower of the legally claimable value of the loan or the latest market value of the property foreclosed.

Losses on impairment are charged to the statement of earnings. Gains or losses on the sale of properties foreclosed are recognised only when such properties are sold.

4.12 Premises and equipment

Land is stated at cost or revaluation. Premises is stated at cost or revaluation less accumulated depreciation. Equipment is stated at cost less accumulated depreciation. Premises and equipment acquired as a result of merger are stated at their book value on the transfer date which is regarded as the new acquisition cost, less accumulated depreciation and allowance for impairment (if any).

Depreciation is calculated by the straight-line method, based on the estimated useful lives of the assets, as follows :

Premises	50 years
Equipment	5 years

No depreciation is determined for land and assets under construction and installation.

Land and buildings were appraised by an independent appraiser. The last revaluation was performed in 2001. The increase resulting from the appraisal was recorded in the accounts as unrealised increment on the appraisal of land and buildings and shown as part of shareholders' equity. Amortisation of the increment on the appraisal of buildings is transferred direct to retained earnings (deficit).

4.13 Intangible assets

Intangible assets are stated at cost less accumulated amortisation. Amortisation is included as an expense in the statement of earnings and is calculated using the straight-line basis over the estimated useful lives of the assets as follows :

Leasehold rights	Over the lease period
Application softwares	5 years
Others	5 years

4.14 Provident funds and severance payment scheme

The Bank established the provident funds under the Provident Fund Act B.E. 2530 by joining "The Registered UOB Multiple Security Provident Fund" and "The Registered UOB Fixed Income Provident Fund" on 29 December 2000 and "The Registered UOB Treasury Provident Fund" on 28 November 2005.

According to the Fund's regulations, every employee, after the probation period, is entitled to apply for membership. The employees contribute to the fund at the rate of 2% or 5% of basic salary and the Bank contributes to the fund at the rate of 5% of basic salary. The employees are entitled to the benefits upon termination of employment status except when the terminated employee has violated the rules of the Bank. Contributions to this fund made by both the Bank and the employees commenced in January 2001.

The Bank's subsidiaries also established their provident funds under the Provident Fund Act B.E. 2530. The Bank's subsidiaries and their employees contribute to the fund at the same rate of between 3 - 10 percent of basic salary depending upon the number of years of services of each employee. The funds will be paid to employees upon termination in accordance with the rules of the funds.

The funds set up by the Bank and its subsidiaries are managed independently by UOB Asset Management (Thai) Co., Ltd. and therefore do not appear in the consolidated or individual balance sheets of the Bank and the relevant subsidiaries.

The Bank has a gratuities scheme which pays out every 5 years to employees with at least 5 years' continuous service, the benefit being based on monthly salary plus interest in case employees don't contribute with the Provident Fund. The Bank also has a severance payment scheme for employees who had officially joined the Bank before with at least 15 years' service, (Only Bank of Asia's employees who joined the Bank before 16 May 2005), the benefit being based on the last month's salary and the service years of the employee. Payment to the employees will be made on the retirement date. The provisions for both schemes are recorded as expenses over the period of employment.

4.15 Contributions to the Financial Institutions Development Fund

Contributions to the Financial Institutions Development Fund are recorded as expenses for the period on an accrual basis.

4.16 Basic earnings per share

Basic earnings per share are calculated by dividing net earnings for the year by the weighted average number of ordinary shares held by outside parties in issue during the year.

4.17 Offsetting

Financial assets and liabilities are offset and the net amount is reported in the balance sheet when the Bank and its subsidiaries have a legally enforceable right to set off the recognised amount and the transactions are intended to be settled on a net basis.

4.18 Use of accounting estimates

Preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates for certain accounting transactions, affecting amounts reported in the financial statements and notes related thereto. Subsequent actual results may differ from these estimates.

5. CASH

	(Unit : Million Baht)	
	CONSOLIDATED AND THE BANK ONLY	
	As at 31 December	
	2005	2004
Cash	4,171	3,225
Cheques in transit	763	478
Total	4,934	3,703

6. INTERBANK AND MONEY MARKET ITEMS (ASSETS)

(Unit : Million Baht)

	CONSOLIDATED					
	As at 31 December 2005			As at 31 December 2004		
	On demand	Term	Total	On demand	Term	Total
Domestic items						
The Bank of Thailand and Financial Institutions						
Development Fund	2,023	-	2,023	1,348	-	1,348
Commercial banks	65	11	76	36	444	480
Other banks	1	-	1	1	-	1
Finance companies, finance and securities companies, securities companies and credit foncier companies	18	428	446	-	91	91
Other financial institutions	-	598	598	-	-	-
Total domestic items	2,107	1,037	3,144	1,385	535	1,920
Add : Accrued interest receivables	-	3	3	-	-	-
Less : Allowance for doubtful accounts	-	(4)	(4)	-	(4)	(4)
Domestic items - net	2,107	1,036	3,143	1,385	531	1,916
Foreign items						
US Dollar	474	7,863	8,337	115	12,010	12,125
Yen	114	-	114	79	-	79
EURO	141	-	141	85	54	139
Pound sterling	106	-	106	43	-	43
Other currencies	378	-	378	87	-	87
Total foreign items	1,213	7,863	9,076	409	12,064	12,473
Domestic and foreign items - net	3,320	8,899	12,219	1,794	12,595	14,389

(Unit : Million Baht)

	THE BANK ONLY					
	As at 31 December 2005			As at 31 December 2004		
	On demand	Term	Total	On demand	Term	Total
Domestic items						
The Bank of Thailand and Financial Institutions Development Fund	2,023	-	2,023	1,348	-	1,348
Commercial banks	54	1	55	4	401	405
Other banks	1	-	1	1	-	1
Financial companies, finance and securities companies, securities companies and credit foncier companies	-	400	400	-	-	-
Other financial institutions	-	598	598	-	-	-
Total domestic items	2,078	999	3,077	1,353	401	1,754
Add : Accrued interest receivables	-	2	2	-	-	-
Less : Allowance for doubtful accounts	-	(4)	(4)	-	(4)	(4)
Domestic items - net	2,078	997	3,075	1,353	397	1,750
Foreign items						
US Dollar	474	7,863	8,337	115	12,010	12,125
Yen	114	-	114	79	-	79
EURO	141	-	141	85	54	139
Pound sterling	106	-	106	43	-	43
Other currencies	378	-	378	87	-	87
Total foreign items	1,213	7,863	9,076	409	12,064	12,473
Domestic and foreign items - net	3,291	8,860	12,151	1,762	12,461	14,223

7. SECURITIES PURCHASED UNDER RESALE AGREEMENTS

(Unit : Million Baht)

	CONSOLIDATED AND THE BANK ONLY	
	As at 31 December	
	2005	2004
Government and Bank of Thailand bonds	200	3,900
Financial Institutions Development Fund bonds	800	4,500
Total	1,000	8,400

8. INVESTMENTS

8.1 Classified by types of investment

(Unit : Million Baht)

CONSOLIDATED
As at 31 December

	2005		2004	
	Cost/ amortised cost	Fair value	Cost/ amortised cost	Fair value
Current investments				
Securities for trading				
Government and state enterprises securities	625	631	1,514	1,513
Add (less) : Allowance for revaluation	6	-	(1)	-
Total	631	631	1,513	1,513
Available-for-sale securities				
Government and state enterprises securities	1,458	1,452	256	256
Private enterprises debt securities	496	497	102	104
Total	1,954	1,949	358	360
Add (less) : Allowance for revaluation	(5)	-	2	-
Total	1,949	1,949	360	360
Total current investments - net	2,580		1,873	
Long - term investments				
Available-for-sale securities				
Government and state enterprises securities	2,177	2,099	2,409	2,419
Private enterprises debt securities	376	300	1,291	1,169
Marketable domestic equity securities	460	448	527	763
Unit trusts	1,265	1,124	1,919	1,782
Total	4,278	3,971	6,146	6,133
Add (less) : Allowance for revaluation	(3)	-	323	-
Less : Allowance for impairment of securities	(304)	-	(336)	-
Total	3,971	3,971	6,133	6,133

(Unit : Million Baht)

CONSOLIDATED

As at 31 December

	2005		2004	
	Cost/ amortised cost	Fair value	Cost/ amortised cost	Fair value
Held-to-maturity debt instruments				
Thai Asset Management Corporation promissory notes	4,507		5,742	
Less : Allowance for impairment of securities	(1,770)		-	
Total	2,737		5,742	
General investment				
Non-marketable domestic equity securities	358		201	
Non-marketable foreign equity securities	15		10	
Total	373		211	
Less : Allowance for impairment of securities	(141)		(141)	
Total	232		70	
Total long - term investments - net	6,940		11,945	

(Unit : Million Baht)

THE BANK ONLY

As at 31 December

	2005		2004	
	Cost/ amortised cost	Fair value	Cost/ amortised cost	Fair value
Current investments				
Securities for trading				
Government and state enterprises securities	625	631	1,514	1,513
Add (less) : Allowance for revaluation	6	-	(1)	-
Total	631	631	1,513	1,513
Available-for-sale securities				
Government and state enterprises securities	1,436	1,430	256	256
Private enterprises debt securities	496	497	102	104
Total	1,932	1,927	358	360
Add (less) : Allowance for revaluation	(5)	-	2	-
Total	1,927	1,927	360	360
Total current investments - net	2,558		1,873	

(Unit : Million Baht)

THE BANK ONLY
As at 31 December

	2005		2004	
	Cost/ amortised cost	Fair value	Cost/ amortised cost	Fair value
Long - term investments				
Available-for-sale securities				
Government and state enterprises securities	2,177	2,099	2,409	2,419
Private enterprises debt securities	366	291	1,276	1,154
Marketable domestic equity securities	460	448	527	763
Unit trusts	1,252	1,116	1,905	1,774
Total	4,255	3,954	6,117	6,110
Add : Allowance for revaluation	3	-	329	-
Less : Allowance for impairment of securities	(304)	-	(336)	-
Total	3,954	3,954	6,110	6,110
Held-to-maturity debt instruments				
Thai Asset Management Corporation promissory notes	4,507		5,742	
Less : Allowance for impairment of securities	(1,770)		-	
Total	2,737		5,742	
General investment				
Non-marketable domestic equity securities	342		185	
Non-marketable foreign equity securities	15		10	
Total	357		195	
Less : Allowance for impairment of securities	(126)		(126)	
Total	231		69	
Total long - term investments - net	6,922		11,921	

Since the Bank used the accounting policy in recording sales and purchases of investments in debt securities on settlement date, therefore as at 31 December 2005, the Bank has commitments to purchase debt securities of Baht 2,328 million (2004 : Baht 347 million) and commitments to sell debt securities of Baht 1,473 million (2004 : Baht 30 million), which have not been recorded in the book of accounts.

The Bank has commitments in relation to an investment agreement to purchase investment units denominated in US Dollar currency. As at 31 December 2005, the Bank was committed to pay Baht 30 million, (2004 : Baht 30 million) converted using, the exchange rate ruling on the balance sheet date, for such investment.

As at 31 December 2005, the Bank also has a commitment in relation to sale agreement of available-for-sale marketable equity securities, received as a result of debt restructuring, amounting to Baht 20 million (2004 : Baht 22 million). Such agreement requires the Bank to deliver the securities in 2006.

8.2 Classified by the remaining period to maturity of the debt securities

Investments in debt instruments, excluding trading debt instruments, classified by remaining maturities are as follows :-

(Unit : Million Baht)				
CONSOLIDATED				
As at 31 December 2005				
remaining within				
1 year	1 - 5 years	Over 5 years	Total	
Available-for-sale securities				
Government and state enterprises securities	1,458	2,086	91	3,635
Private enterprises debt securities	553	319	-	872
Unit trusts	5	829	-	834
Total	2,016	3,234	91	5,341
Add (less) : Allowance for revaluation	(6)	54	(6)	42
Less : Allowance for impairment of securities	(63)	(11)	-	(74)
Total	1,947	3,277	85	5,309
Held-to-maturity debt instruments				
Thai Asset Management Corporation promissory notes	-	-	4,507	4,507
Less : Allowance for impairment of securities	-	-	(1,770)	(1,770)
Total	-	-	2,737	2,737

(Unit : Million Baht)				
CONSOLIDATED				
As at 31 December 2004				
remaining within				
1 year	1 - 5 years	Over 5 years	Total	
Available-for-sale securities				
Government and state enterprises securities	256	2,327	82	2,665
Private enterprises debt securities	164	1,229	-	1,393
Unit trusts	5	1,455	-	1,460
Total	425	5,011	82	5,518
Add : Allowance for revaluation	2	143	-	145
Less : Allowance for impairment of securities	(67)	(52)	-	(119)
Total	360	5,102	82	5,544
Held-to-maturity debt instruments				
Thai Asset Management Corporation promissory notes	-	-	5,742	5,742
Total	-	-	5,742	5,742

(Unit : Million Baht)

THE BANK ONLY

As at 31 December 2005

remaining within

	1 year	1 - 5 years	Over 5 years	Total
Available-for-sale securities				
Government and state enterprises securities	1,436	2,086	91	3,613
Private enterprises debt securities	553	309	-	862
Unit trusts	5	829	-	834
Total	1,994	3,224	91	5,309
Add (less) : Allowance for revaluation	(6)	54	(6)	42
Less : Allowance for impairment of securities	(63)	(11)	-	(74)
Total	1,925	3,267	85	5,277
Held-to-maturity debt instruments				
Thai Asset Management Corporation promissory notes	-	-	4,507	4,507
Less : Allowance for impairment of securities	-	-	(1,770)	(1,770)
Total	-	-	2,737	2,737

(Unit : Million Baht)

THE BANK ONLY

As at 31 December 2004

remaining within

	1 year	1 - 5 years	Over 5 years	Total
Available-for-sale securities				
Government and state enterprises securities	256	2,327	82	2,665
Private enterprises debt securities	164	1,214	-	1,378
Unit trusts	5	1,455	-	1,460
Total	425	4,996	82	5,503
Add : Allowance for revaluation	2	143	-	145
Less : Allowance for impairment of securities	(67)	(52)	-	(119)
Total	360	5,087	82	5,529
Held-to-maturity debt instruments				
Thai Asset Management Corporation promissory notes	-	-	5,742	5,742
Total	-	-	5,742	5,742

As at 31 December 2005, the Bank has an investment in private sector debenture, which are in default, amounting to Baht 57 million (2004 : Baht 57 million) classified as available-for-sale securities in long-term investments and has already fully been provided allowance for impairment.

8.3 Revaluation surplus on investments

		(Unit : Million Baht)	
		CONSOLIDATED AND THE BANK ONLY	
		As at 31 December	
		2005	2004
Revaluation surplus on investments : -			
Debt securities		136	168
Equity securities		39	270
Total		175	438
Revaluation deficit on investments : -			
Debt securities		(93)	(23)
Equity securities		(88)	(86)
Total		(181)	(109)
Revaluation surplus in respect of available-for-sale securities transferred from held-to-maturity portfolio			
		138	138
Total		132	467

8.4 Investments in companies with problems in respect of financial position and results of operations

		(Unit : Million Baht)				
		CONSOLIDATED AND THE BANK ONLY				
		As at 31 December 2005		As at 31 December 2004		
		Cost/ amortised cost	Allowance for Fair value	Cost/ amortised cost	Allowance for Fair value	Allowance for revaluation/ impairment of securities
Financial institutions controlled						
by or ordered of BOT to						
decrease or increase capital						
Debt instruments		33	-	33	-	34
Companies which have certain						
problems in repayment or						
defaulted repayment						
Common stock		61	-	61	-	61
Debt instruments		24	-	24	-	28
Investment in unlisted companies						
with financial position and						
operations that are the same						
as companies which are						
under SET delisting criteria						
Common stock		39	-	39	-	39
		157	-	157	-	162

8.5 Investments in equity securities in which the Bank and its subsidiaries holds over 10% of the paid-up capital, excluding investments in subsidiaries and associated companies, are as follows :

CONSOLIDATED						
As at 31 December 2005						
Company name	Business	Type of securities	Paid-up share capital (Million Baht)	% of investment	Carrying value* (Million Baht)	Dividend for the year (Million Baht)
Related companies						
1. Wing Fat Co., Ltd.	Leather manufacturer	Common stock	70	14.29	-	-
2. Asia Dhanavadh Warehouse Co., Ltd.	Warehouse services	Common stock	30	13.33	4	-
3. Piyalai Holdings Co., Ltd.	Real estate	Common stock	600	10.00	-	-
4. JAT Leasing Co., Ltd.	Hire-purchase	Common stock	90	10.00	-	-
Investments from trouble debt restructuring						
1. N.Y. Sugar Co., Ltd.	Sugar manufacturer	Common stock	900	30.00	-	-

*Carrying value represents the cost less the allowance for impairment (if any)

CONSOLIDATED
As at 31 December 2004

Company name	Business	Type of securities	Paid-up share capital (Million Baht)	% of investment	Carrying value* (Million Baht)	Dividend for the year (Million Baht)
Related companies						
1. Wing Fat Co., Ltd.	Leather manufacturer	Common stock	70	14.29	-	-
2. Asia Dhanavadh Warehouse Co., Ltd.	Warehouse services	Common stock	30	13.33	4	-
3. Piyalai Holdings Co., Ltd.	Real estate	Common stock	600	10.00	-	-
4. JAT Leasing Co., Ltd.	Hire-purchase	Common stock	90	10.00	-	-
5. Advance CCC Services Co., Ltd.	Services	Common stock	2	10.00	-	-
Investments from trouble debt restructuring						
1. N.Y. Sugar Co., Ltd.	Sugar manufacturer	Common stock	900	30.00	-	-
2. Distar Electric Corporation Public Co., Ltd.	Electrical part manufacturer	Common stock	230	12.70	61	-

*Carrying value represents the cost less the allowance for impairment (if any)

THE BANK ONLY
As at 31 December 2005

Company name	Business	Type of securities	Paid-up share capital (Million Baht)	% of investment	Carrying value* (Million Baht)	Dividend for the year (Million Baht)
Related companies						
1. Wing Fat Co., Ltd.	Leather manufacturer	Common stock	70	14.29	-	-
2. Asia Dhanavadh Warehouse Co., Ltd.	Warehouse services	Common stock	30	13.33	4	-
3. Piyalai Holdings Co., Ltd.	Real estate	Common stock	600	10.00	-	-

Investments from trouble debt restructuring

1. N.Y. Sugar Co., Ltd.	Sugar manufacturer	Common stock	900	30.00	-	-
-------------------------	--------------------	--------------	-----	-------	---	---

*Carrying value represents the cost less the allowance for impairment (if any)

THE BANK ONLY
As at 31 December 2004

Company name	Business	Type of securities	Paid-up share capital (Million Baht)	% of investment	Carrying value* (Million Baht)	Dividend for the year (Million Baht)
Related companies						
1. Wing Fat Co., Ltd.	Leather manufacturer	Common stock	70	14.29	-	-
2. Asia Dhanavadh Warehouse Co., Ltd.	Warehouse services	Common stock	30	13.33	4	-
3. Piyalai Holdings Co., Ltd.	Real estate	Common stock	600	10.00	-	-
4. Advance CCC Services Co., Ltd.	Services	Common stock	2	10.00	-	-
Investments from trouble debt restructuring						
1. N.Y. Sugar Co., Ltd.	Sugar manufacturer	Common stock	900	30.00	-	-
2. Distar Electric Corporation Public Co., Ltd.	Electrical part manufacturer	Common stock	230	12.70	61	-

*Carrying value represents the cost less the allowance for impairment (if any)

Advance CCC Services Co., Ltd. registered for liquidation on 30 November 2004 and was liquidated on 25 January 2005.

As at 31 December 2005 and 2004, the Bank has 30% shareholding in N.Y. Sugar Co., Ltd. as a result of debt restructuring. The Bank intends to hold such investment on a temporary basis and does not have significant involvement in management of this company. Therefore, the Bank does not treat such company as its associated company and has not accounted for it using the equity accounting method.

8.6 Investments in unit trusts in which the Bank and its subsidiaries hold more than 10% of the paid-up capital, excluding investments in subsidiaries and associated companies, classified by type of fund, are as follows :

	(Unit : Million Baht)	
	CONSOLIDATED AND THE BANK ONLY	
	As at 31 December	
	2005	2004
Investment in equity fund	154	149
Investment in fixed income fund	100	466
Investment in flexible fund	861	927

8.7 Investments in subsidiaries and associated companies

Company's name	Nature of business	Paid-up share capital		Percentage of Holding		Investment value				Dividend received			
		As at 31 December		As at 31 December		As at 31 December		As at 31 December		For the year ended			
		2005	2004	2005	2004	2005	2004	2005	2004	2005	2004		
		Million	Million	%	%	Million	Million	Million	Million	Million	Million	Baht	Baht
		Baht	Baht			Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Consolidated													
Associated company													
AXA Insurance Public Co., Ltd.	Non-life insurance	353	353	22.06	22.06	121	121	126	138	3	3	28	28
Investments in associated company - net													
		121	121			126	138	3	28				
The Bank Only													
Subsidiaries													
UOB Leasing (Thai) Co., Ltd.	Leasing	320	320	99.99	99.99	320	320	556	476	-	-	-	-
UOB Asset Management (Thai) Co., Ltd.	Fund management	100	100	99.99	99.99	136	136	168	133	-	-	-	-
UOB Radanasin Bank Plc.	Bank	12,847	-	99.99	-	16,700	-	7,542	-	-	-	-	-
UBF Future Co., Ltd.	Futures index brokerage	25	-	74.99	-	19	-	18	-	-	-	-	-
Associated company													
AXA Insurance Public Co., Ltd.	Non-life insurance	353	353	22.06	22.06	121	121	126	138	3	3	28	28
Investments in subsidiaries and associated companies - net													
		17,296	577			8,410	747	3	28				

9. LOANS AND ACCRUED INTEREST RECEIVABLE

9.1 Classified by loan type

	(Unit : Million Baht)			
	CONSOLIDATED		THE BANK ONLY	
	As at 31 December		As at 31 December	
	2005	2004	2005	2004
Overdrafts	16,463	15,724	16,463	15,724
Loans	91,367	63,229	91,278	63,127
Trade bills	48,171	35,513	50,452	37,983
Hire-purchase receivables	231	272	-	-
Financial lease receivables	2,228	2,319	-	-
Others	1,141	1,460	725	803
Total	159,601	118,517	158,918	117,637
Add : accrued interest receivables	1,001	1,054	1,006	1,057
Less : allowance for doubtful accounts	(10,693)	(13,788)	(10,559)	(13,658)
Less : revaluation allowance for debt restructuring	(229)	(228)	(229)	(228)
Total	149,680	105,555	149,136	104,808

9.2 Classified by the remaining periods of contracts

	(Unit : Million Baht)			
	CONSOLIDATED		THE BANK ONLY	
	As at 31 December		As at 31 December	
	2005	2004	2005	2004
Not over 1 year*	99,764	68,231	100,075	67,856
Over 1 year	59,837	50,286	58,843	49,781
Total	159,601	118,517	158,918	117,637
Add : accrued interest receivables	1,001	1,054	1,006	1,057
Total loans and accrued interest receivables	160,602	119,571	159,924	118,694

*Including contracts without maturity date and expired contracts

9.3 Classified by currencies and residential status of debtors

(Unit : Million Baht)

	CONSOLIDATED					
	As at 31 December 2005			As at 31 December 2004		
	Domestic	Overseas	Total	Domestic	Overseas	Total
Baht	152,916	-	152,916	114,798	-	114,798
US Dollar	6,377	-	6,377	3,321	-	3,321
Other currencies	308	-	308	398	-	398
Total	159,601	-	159,601	118,517	-	118,517
Add : accrued interest receivables	1,001	-	1,001	1,054	-	1,054
Total loans and accrued interest receivables	160,602	-	160,602	119,571	-	119,571

(Unit : Million Baht)

	THE BANK ONLY					
	As at 31 December 2005			As at 31 December 2004		
	Domestic	Overseas	Total	Domestic	Overseas	Total
Baht	152,233	-	152,233	113,918	-	113,918
US Dollar	6,377	-	6,377	3,321	-	3,321
Other currencies	308	-	308	398	-	398
Total	158,918	-	158,918	117,637	-	117,637
Add : accrued interest receivables	1,006	-	1,006	1,057	-	1,057
Total loans and accrued interest receivables	159,924	-	159,924	118,694	-	118,694

9.4 Classified by types of business and classified loans

(Unit : Million Baht)

THE BANK ONLY						
As at 31 December 2005						
	Normal	Special mention	Sub- standard	Doubtful	Doubtful of loss	Total
Agriculture and mining	1,139	3	13	105	625	1,885
Manufacturing and commerce	52,481	1,393	653	610	8,822	63,959
Real estate and construction	8,718	70	3	13	2,795	11,599
Public utilities and services	14,372	2,746	259	35	825	18,237
Housing loans	38,897	485	208	214	537	40,341
Others	21,218	614	419	50	596	22,897
Total	<u>136,825</u>	<u>5,311</u>	<u>1,555</u>	<u>1,027</u>	<u>14,200</u>	<u>158,918</u>
Add : accrued interest receivables	<u>474</u>	<u>31</u>	<u>3</u>	<u>32</u>	<u>466</u>	<u>1,006</u>
Total loans and accrued interest receivables	<u><u>137,299</u></u>	<u><u>5,342</u></u>	<u><u>1,558</u></u>	<u><u>1,059</u></u>	<u><u>14,666</u></u>	<u><u>159,924</u></u>

(Unit : Million Baht)

THE BANK ONLY						
As at 31 December 2004						
	Normal	Special mention	Sub- standard	Doubtful	Doubtful of loss	Total
Agriculture and mining	1,038	177	11	44	778	2,048
Manufacturing and commerce	40,687	535	1,087	374	11,367	54,050
Real estate and construction	4,130	28	25	15	2,888	7,086
Public utilities and services	10,403	1,635	117	89	967	13,211
Housing loans	21,093	158	34	47	321	21,653
Others	18,639	151	118	19	662	19,589
Total	<u>95,990</u>	<u>2,684</u>	<u>1,392</u>	<u>588</u>	<u>16,983</u>	<u>117,637</u>
Add : accrued interest receivables	<u>317</u>	<u>50</u>	<u>6</u>	<u>24</u>	<u>660</u>	<u>1,057</u>
Total loans and accrued interest receivables	<u><u>96,307</u></u>	<u><u>2,734</u></u>	<u><u>1,398</u></u>	<u><u>612</u></u>	<u><u>17,643</u></u>	<u><u>118,694</u></u>

As at 31 December 2005 and 2004, loan and accrued interest receivable of a subsidiary, amounting to Baht 2,965 million and Baht 3,352 million, respectively, are classified as personal loan (other business) related to finance lease and hire-purchase receivable, which mostly are overdue less than 1 month.

9.5 Classified by loan classification in accordance with the Notification of the Bank of Thailand

(Unit : Million Baht)

THE BANK ONLY						
As at 31 December 2005						
	Loans and accrued interest receivables	Other claims	Total	Outstanding balance (after deduction of collateral value)	% Provision set by the Bank of Thailand	Provision
Pass	137,299	13	137,312	47,902	1	479
Special mention	5,342	1	5,343	2,802	2	56
Substandard	1,558	1	1,559	968	20	194
Doubtful	1,059	3	1,062	319	50	160
Doubtful of loss	14,666	88	14,754	7,389	100	7,389
Additional provision over and above the minimum requirement of the BOT	-	-	-	-		2,281
Total	159,924	106	160,030	59,380		10,559

(Unit : Million Baht)

THE BANK ONLY						
As at 31 December 2004						
	Loans and accrued interest receivables	Other claims	Total	Outstanding balance (after deduction of collateral value)	% Provision set by the Bank of Thailand	Provision
Pass	96,307	11	96,318	38,177	1	382
Special mention	2,734	1	2,735	1,865	2	37
Substandard	1,398	1	1,399	943	20	189
Doubtful	612	2	614	237	50	119
Doubtful of loss	17,643	99	17,742	9,099	100	9,099
Additional provision over and above the minimum requirement of the BOT	-	-	-	-		3,832
Total	118,694	114	118,808	50,321		13,658

As at 31 December 2005 and 2004, Provision of loans is included provision of other claims amounting to Baht 90 million and Baht 100 million, respectively.

As at 31 December 2005 and 2004, a subsidiaries has the allowance for doubtful accounts amounting to Baht 134 million and Baht 130 million, respectively.

In June 2003, the Bank was subjected to a qualitative review of its loan portfolio by the Bank of Thailand ("BOT"). If this review approach continue to be applied to the selected borrowers identified by the BOT for their position as at 31 December 2005 and 2004, part of the provision included in "Additional provision in excess of the minimum requirement of the BOT", amounted to Baht 1,239 million and Baht 1,652 million, respectively, would have been additionally treated as provision within the minimum requirement of the BOT. Should the reclassification had been performed as at 31 December 2005 and 2004, the total of "Additional provision in excess of the minimum requirement of the BOT" would then be reduced to Baht 1,042 million and Baht 2,180 million, respectively. However, there is no formal notification from BOT ordering the Bank to provide such additional provision in accordance with the above mentioned approach.

As at 31 December 2005 and 2004, the amount of deferred interest attributable to bills purchased at a discount, hire purchase contracts and financial lease receivables, which have been set off against amount recorded as receivables in the balance sheets of the Bank and a subsidiary, are Baht 236 million and Baht 258 million, respectively and for the Bank only are Baht 13 million and Baht 16 million, respectively.

9.6 Non-performing loans

As at 31 December 2005 and 2004, the Bank had the following non-performing loans, according to the criteria set up by the BOT :-

	(Unit : Million Baht)	
	THE BANK ONLY	
	As at 31 December	
	2005	2004
Non-performing loans (principal only)	16,781	18,962
Percentage of total loans*	10.49	16.06

*Including interbank and money market loans.

Non-performing loans as at 31 December 2005 and 2004, according to the BOT's criteria, as mentioned above were presented in accordance with the notification of the BOT dated 16 January 2003, defining the non-performing loans to be the debts classified as substandard, doubtful and doubtful of loss and excluded outstanding loans for which debt restructuring agreements have been made and conditions to upgrade to 'pass' class or 'special mention' class in accordance with the BOT's criteria have already been fulfilled.

As at 31 December 2005 and 2004, a subsidiary had the non-performing loans amounting to Baht 157 million and Baht 167 million, respectively, which represented 5.30% and 4.99% of total loans, respectively. The non-performing loans are classified by revenue recognition of a subsidiary as described in Note 4.1.

9.7 Debtors with weak financial status and operating performance problems

The Bank had loans and accrued interest receivable due from companies which have certain problems in their financial position and results of operations against which an allowance for doubtful accounts has been made as follows :

(Unit : Million Baht)

THE BANK ONLY
As at 31 December 2005

	Number of companies	Outstanding balance	Collateral	Allowance for doubtful accounts
Listed companies which are under SET delisting criteria	2	118	40	79
Companies which have a problem in repayment of debts or defaulted repayment	254	10,682	5,304	6,201

(Unit : Million Baht)

THE BANK ONLY
As at 31 December 2004

	Number of companies	Outstanding balance	Collateral	Allowance for doubtful accounts
Listed companies which are under SET delisting criteria	1	3	-	3
Companies which have a problem in repayment of debts or defaulted repayment	341	15,374	7,246	8,175

The Bank does not have an adequate information in its possession to disclose loans and accrued interest receivable due from the companies which have going concern problems identified by their auditors, and the non-listed companies for which the financial position and results of operations are the same as the companies which are under delisting criteria of the Stock Exchange of Thailand (SET) as of 31 December 2005 and 2004.

9.8 Troubled debt restructuring

During the years ended 31 December 2005 and 2004, the Bank entered into troubled debt restructuring agreements with debtors. The number of debtors and their debt balances (including recorded accrued interest receivables) before restructuring can be summarised below :-

	(Unit : Million Baht)	
	THE BANK ONLY	
	For the year ended 31 December	
	2005	2004
Debt balances before restructuring	6,306	9,576
Total number of customers	4,341	1,198

Detail of the restructured debtors for the year ended 31 December 2005 referred to above only loss on restructuring, can be classified by method of troubled debt restructuring as follows :-

	(Unit : Million Baht)				
Type of restructuring	Number of customers subject to restructuring	Debt balances before restructuring	Type of assets/ equity acquired	Fair value of assets/ equity acquired	Debt balances as at the end of year
Transfer of assets or debt for equity conversion	15	901	Cash	521	-
Modification of terms	6	2,314	{ Cash Land	{ 105 74	2,131
Transfer of assets and modification of terms	2	403	{ Cash Land	{ 11 73	29
Total	<u>23</u>	<u>3,618</u>		<u>784</u>	<u>2,160</u>

During the year, the Bank recorded losses on restructuring in relation to certain particular customers as utilisation of allowance for doubtful accounts rather than as a charge in the statements of earnings for the year, amounting of Baht 674 million since the Bank had already fully provided allowance for those loans.

The Bank received the repayment of principal and interest for the year ended 31 December 2005, amounting to Baht 125 million (only 8 customers), and has commitment of additional funds to debtors amounting to Baht 1,088 million.

The debts restructured by means of modification of the term of repayment and combination of methods referred to above during the year ended 31 December 2005 can be classified by the term of repayment under the restructuring agreement as follows :

	THE BANK ONLY		
	Debt Balances (Million Baht)		
	Number of debtors	Before restructuring	After restructuring
Term of repayment according to the restructuring agreements			
Not more than 5 years	3,922	5,003	3,174
5 - 10 years	175	939	246
10 - 15 years	125	150	155
More than 15 years	119	214	241
Total	4,341	6,306	3,816

As at 31 December 2005 and 2004, the troubled debtors for which the Bank completed the restructuring can be summarised as follows :-

	(Unit : Million Baht)	
	THE BANK ONLY	
	Number of debtors	Debt balances after restructuring
Balance of restructured debts up to 31 December 2005	8,456	7,903
Balance of restructured debts up to 31 December 2004	4,286	7,841

9.9 Transfer of Assets to the Thai Asset Management Corporation (TAMC)

On 12 October 2001, the Bank entered into an agreement with the Thai Asset Management Corporation (TAMC) to transfer non-performing loans in accordance with the Emergency Decree on the Thai Asset Management Corporation B.E. 2544. Under the agreement, the Bank will receive a ten-year non-transferable promissory note availed by the Financial Institutions Development Fund, which bore interest at a rate based on the quarterly average deposit rate of the 5 major Thai commercial banks payable annually on the last working day of the year. The face value of the promissory note will be determined based on the lower of (a) the collateral value or (b) the net book value of the loans including three months accrued interest receivable as determined by the TAMC.

In accordance with the Emergency Decree on the Thai Asset Management Corporation B.E. 2544, the TAMC and the Bank will jointly be responsible for any profits or losses arising from managing the impaired assets in accordance with the conditions specified in the agreement at the end of the fifth year and at the end of the tenth year commencing 1 July 2001. The calculation of such profits or losses shall take into consideration the cost of transfer and all operating expenses of the TAMC, including interest on the promissory note. In the event that the TAMC incurs losses on the impaired assets transferred to it by the Bank, the Bank will be responsible for the first portion of losses, not exceeding 20% of the transfer price. The second portion of losses, not exceeding 20% of the transfer price, will be equally shared between the TAMC and the Bank. The remaining losses will be absorbed by the TAMC. In the event that the TAMC makes profits on the impaired assets transferred to it by the Bank,

the first portion of profits, not exceeding 20% of the transfer price, will be equally shared between the TAMC and the Bank. Should there be any profits remaining, the Bank is entitled to the remaining profits up to an amount not exceeding the sum of the book value of the assets transferred less the transfer price and the Bank's share of the first portion of the profits.

On 20 May 2004, the TAMC issued a letter to the Bank informing that it was reviewing whether to reduce, by Baht 1,660 million, the value of machinery and inventory which had been pledged as collateral relating to a major debtor. The receivable relating to this debtor was one of the assets transferred to the TAMC in October 2001. The letter argues that, as the pledged machinery and inventory was never moved to the location of the pledgee, the pledge agreement had been made with no intention of actual obligation and, as such, was invalid.

Based on legal advice received from independent legal counsel, the Bank's management assesses as remote, the possibility that the Bank will have to accept a reduction in the value of the promissory note from the TAMC because of the TAMC's contention that the above pledge of assets was invalid. As such, the Bank expected no loss, as a result of that mentioned matter.

For the years ended 31 December 2005 and 2004, the Bank did not have any additional non-performing loans transferred to the TAMC, however there are adjustments made to the promissory note issued as a result of changes in collateral valuation amounting to Baht 21 million and Baht 38 million, respectively. In addition, during the year ended 31 December 2005, the Bank received a payment from TAMC for a principal and interest amounting to Baht 1,214 million and Baht 61 million, respectively (2004 : principal of Baht 619 million and interest of Baht 209 million, respectively).

Overall, the Bank had transferred non-performing loans to the TAMC, with a gross book value (before deduction of allowance for doubtful accounts) as of their transfer dates totaling Baht 10,582 million, with the total transfer price based on the lower of collateral value or net book value of loans and accrued interest receivable totaling of Baht 6,399 million. As at 31 December 2005 and 2004, the outstanding of TAMC's promissory note was Baht 4,507 million and Baht 5,742 million, respectively as described in Note 8.1.

10. ALLOWANCE FOR DOUBTFUL ACCOUNTS

(Unit : Million Baht)

THE BANK ONLY							
As at 31 December 2005							
	Pass	Special mention	Sub- standard	Doubtful	Doubtful of loss	Additional provision	Total
Beginning balance	382	37	189	119	9,099	3,832	13,658
Doubtful accounts (reversal)	(7)	10	(33)	(4)	1,432	(1,551)	(153)
Transferred from merger company	105	9	38	45	250	-	447
Reversal due to debt restructuring	-	-	-	-	(1,055)	-	(1,055)
Reversal due to contingent liabilities	-	-	-	-	(110)	-	(110)
Reversal due to loan to interbank and money market	(1)	-	-	-	-	-	(1)
Bad debts written off	-	-	-	-	(2,217)	-	(2,217)
Additional loss from loan transfer to TAMC	-	-	-	-	(21)	-	(21)
Others	-	-	-	-	11	-	11
Ending balance	<u>479</u>	<u>56</u>	<u>194</u>	<u>160</u>	<u>7,389</u>	<u>2,281</u>	<u>10,559</u>

(Unit : Million Baht)

THE BANK ONLY							
As at 31 December 2004							
	Pass	Special mention	Sub- standard	Doubtful	Doubtful of loss	Additional provision	Total
Beginning balance	403	12	88	579	10,276	3,724	15,082
Doubtful accounts (reversal)	(21)	25	101	(460)	1,557	108	1,310
Reversal of accrued interest of overdrafts	-	-	-	-	(42)	-	(42)
Reversal due to debt restructuring	-	-	-	-	(1,100)	-	(1,100)
Reversal due to loan to interbank and money market loans	-	-	-	-	(4)	-	(4)
Reversal due to allowance for reevaluation of other assets	-	-	-	-	(60)	-	(60)
Bad debts written off	-	-	-	-	(1,481)	-	(1,481)
Additional loss from loan transfer to TAMC	-	-	-	-	(38)	-	(38)
Others	-	-	-	-	(9)	-	(9)
Ending balance	<u>382</u>	<u>37</u>	<u>189</u>	<u>119</u>	<u>9,099</u>	<u>3,832</u>	<u>13,658</u>

As at 31 December 2005 and 2004, the allowance for doubtful accounts of a subsidiaries is as follow :-

	(Unit : Million Baht)	
	As at 31 December	
	2005	2004
Beginning balance	130	79
Doubtful accounts	19	45
Bad debt recovery	(12)	-
Others	(3)	6
Ending balance	<u>134</u>	<u>130</u>

11. REVALUATION ALLOWANCE FOR DEBT RESTRUCTURING

	(Unit : Million Baht)	
	CONSOLIDATED AND THE BANK ONLY	
	As at 31 December	
	2005	2004
Beginning balance	228	280
Increase (from merger)	7	-
Amortisation	(6)	(52)
Ending balance	<u>229</u>	<u>228</u>

12. PROPERTIES FORECLOSED

Properties foreclosed represent properties from debtors as a result of debt restructuring or properties obtained as a result of a successful bid for the mortgaged assets of debtors at auction.

Under the debt restructuring agreements, in cases where the debtors restructure their debts by means of a debt/asset swap, the Bank grants buyback options or first refusal rights to certain debtors for a certain period, at prices as agreed in the debt restructuring agreements. The buyback prices are normally agreed to be the transfer prices of the properties on the restructuring dates or plus interest.

As at 31 December 2005 and 2004, the details of properties foreclosed are as follows :-

(Unit : Million Baht)

CONSOLIDATED					
As at 31 December 2005					
Type of properties foreclosed	Beginning balance	Addition*	Disposal	Ending balance	Obligations with regard to buy back options or first refusal rights
Immovable	13,289	1,755	(1,458)	13,586	1,188
Movable	10	16	(24)	2	-
Total	13,299	1,771	(1,482)	13,588	1,188
Others	77	29	(3)	103	10
Total properties foreclosed	13,376	1,800	(1,485)	13,691	1,198
Less : Allowance for impairment	(364)	(322)	7	(679)	(25)
Total properties foreclosed - net	<u>13,012</u>	<u>1,478</u>	<u>(1,478)</u>	<u>13,012</u>	<u>1,173</u>

*Including properties foreclosed received from merger amounting to Baht 366 million.

(Unit : Million Baht)

CONSOLIDATED					
As at 31 December 2004					
Type of properties foreclosed	Beginning balance	Addition	Disposal	Ending balance	Obligations with regard to buy back options or first refusal rights
Immovable	14,244	1,323	(2,278)	13,289	1,712
Movable	10	6	(6)	10	-
Total	14,254	1,329	(2,284)	13,299	1,712
Others	52	32	(7)	77	10
Total properties foreclosed	14,306	1,361	(2,291)	13,376	1,722
Less : Allowance for impairment	(360)	(185)	181	(364)	(26)
Total properties foreclosed - net	<u>13,946</u>	<u>1,176</u>	<u>(2,110)</u>	<u>13,012</u>	<u>1,696</u>

(Unit : Million Baht)

THE BANK ONLY
As at 31 December 2005

Type of properties foreclosed	Beginning balance	Addition*	Disposal	Ending balance	Obligations with regard to buy back options or first refusal rights
Immovable	13,289	1,755	(1,458)	13,586	1,188
Movable	-	-	-	-	-
Total	13,289	1,755	(1,458)	13,586	1,188
Others	77	29	(3)	103	10
Total properties foreclosed	13,366	1,784	(1,461)	13,689	1,198
Less : Allowance for impairment	(355)	(322)	-	(677)	(25)
Total properties foreclosed - net	<u>13,011</u>	<u>1,462</u>	<u>(1,461)</u>	<u>13,012</u>	<u>1,173</u>

*Including properties foreclosed received from merger amounting to Baht 366 million.

(Unit : Million Baht)

THE BANK ONLY
As at 31 December 2004

Type of properties foreclosed	Beginning balance	Addition	Disposal	Ending balance	Obligations with regard to buy back options or first refusal rights
Immovable	14,273	1,294	(2,278)	13,289	1,712
Movable	-	-	-	-	-
Total	14,273	1,294	(2,278)	13,289	1,712
Others	52	32	(7)	77	10
Total properties foreclosed	14,325	1,326	(2,285)	13,366	1,722
Less : Allowance for impairment	(352)	(184)	181	(355)	(26)
Total properties foreclosed - net	<u>13,973</u>	<u>1,142</u>	<u>(2,104)</u>	<u>13,011</u>	<u>1,696</u>

13. PREMISES AND EQUIPMENT

(Unit : Million Baht)

	CONSOLIDATED				
	Land	Premises	Equipment	Assets under construction and installation	Total
<u>Cost</u>					
31 December 2004	514	1,235	2,872	59	4,680
Transferred from merger	894	655	769	-	2,318
Acquisition	-	-	202	358	560
Transfer in (out)	-	(654)	614	-	(40)
Disposal and write-off	-	(68)	(446)	-	(514)
31 December 2005	<u>1,408</u>	<u>1,168</u>	<u>4,011</u>	<u>417</u>	<u>7,004</u>
<u>Increase from revaluation</u>					
31 December 2004	694	72	-	-	766
Write-off	(1)	-	-	-	(1)
31 December 2005	<u>693</u>	<u>72</u>	<u>-</u>	<u>-</u>	<u>765</u>
<u>Accumulated depreciation</u>					
31 December 2004	-	(675)	(1,603)	-	(2,278)
Transferred from merger	-	(268)	(621)	-	(889)
Depreciation charged for the year	-	(54)	(393)	-	(447)
Transfer in (out)	-	238	(205)	-	33
Disposal and write-off	-	16	383	-	399
31 December 2005	<u>-</u>	<u>(743)</u>	<u>(2,439)</u>	<u>-</u>	<u>(3,182)</u>
<u>Impairment loss</u>					
31 December 2004	(63)	(162)	(5)	-	(230)
Transferred from merger	(304)	(71)	-	-	(375)
Increase	-	-	(11)	-	(11)
Decrease	2	4	-	-	6
31 December 2005	<u>(365)</u>	<u>(229)</u>	<u>(16)</u>	<u>-</u>	<u>(610)</u>
<u>Net book value</u>					
31 December 2004	<u>1,145</u>	<u>470</u>	<u>1,264</u>	<u>59</u>	<u>2,938</u>
31 December 2005	<u>1,736</u>	<u>268</u>	<u>1,556</u>	<u>417</u>	<u>3,977</u>
Depreciation charge included in the statement of earnings for the years ended :-					
31 December 2004				<u>519</u>	
31 December 2005				<u>447</u>	

As at 31 December 2005, certain premises and equipment items of the Bank and its subsidiaries have been fully depreciated but are still in use. The original cost, before deducting accumulated depreciation, of those assets amounted to Baht 1,363 million (2004 : Baht 754 million).

(Unit : Million Baht)

THE BANK ONLY

	Land	Premises	Equipment	Assets under construction and installation	Total
<u>Cost</u>					
31 December 2004	514	1,235	1,902	59	3,710
Transferred from merger	894	655	769	-	2,318
Acquisition	-	-	74	358	432
Transfer in (out)	-	(654)	603	-	(51)
Disposal and write-off	-	(68)	(221)	-	(289)
31 December 2005	1,408	1,168	3,127	417	6,120
<u>Increase from revaluation</u>					
31 December 2004	694	72	-	-	766
Write-off	(1)	-	-	-	(1)
31 December 2005	693	72	-	-	765
<u>Accumulated depreciation</u>					
31 December 2004	-	(675)	(1,025)	-	(1,700)
Transferred from merger	-	(268)	(621)	-	(889)
Depreciation charged for the year	-	(54)	(212)	-	(266)
Transfer in (out)	-	238	(205)	-	33
Disposal and write-off	-	16	206	-	222
31 December 2005	-	(743)	(1,857)	-	(2,600)
<u>Impairment loss</u>					
31 December 2004	(63)	(162)	-	-	(225)
Transferred from merger	(304)	(71)	-	-	(375)
Increase	-	-	(11)	-	(11)
Decrease	2	4	-	-	6
31 December 2005	(365)	(229)	(11)	-	(605)
<u>Net book value</u>					
31 December 2004	1,145	470	877	59	2,551
31 December 2005	1,736	268	1,259	417	3,680
Depreciation charge included in the statement of earnings for the years ended :-					
31 December 2004					328
31 December 2005					266

As at 31 December 2005, certain premises and equipment items of the Bank have been fully depreciated but are still in use. The original cost, before deducting accumulated depreciation, of those assets amounted to Baht 1,315 million (2004 : Baht 712 million).

14. INTANGIBLE ASSETS

As at 31 December 2005 and 2004, the intangible assets are as follows :-

	(Unit : Million Baht)			
	CONSOLIDATED			
	Leasehold rights	Application software	Others	Total
<u>Cost</u>				
31 December 2004	338	640	8	986
Increase/transfer in (out)	10	342	(1)	351
31 December 2005	348	982	7	1,337
<u>Accumulated amortisation</u>				
31 December 2004	(184)	(241)	-	(425)
Transfer in (out)	22	(84)	-	(62)
Amortisation for the year	(16)	(105)	-	(121)
31 December 2005	(178)	(430)	-	(608)
<u>Net book value</u>				
31 December 2004	154	399	8	561
31 December 2005	170	552	7	729
Remaining useful lives (years)	2 - 26	1 - 5	3	
<u>Amortisation for the years ended</u>				
31 December 2004				(105)
31 December 2005				(121)

	(Unit : Million Baht)			
	THE BANK ONLY			
	Leasehold rights	Application software	Others	Total
<u>Cost</u>				
31 December 2004	338	640	2	980
Increase/transfer in	9	342	-	351
31 December 2005	347	982	2	1,331
<u>Accumulated amortisation</u>				
31 December 2004	(184)	(241)	-	(425)
Transfer in (out)	22	(84)	-	(62)
Amortisation for the year	(16)	(105)	-	(121)
31 December 2005	(178)	(430)	-	(608)
<u>Net book value</u>				
31 December 2004	154	399	2	555
31 December 2005	169	552	2	723
Remaining useful lives (years)	2 - 26	1 - 5	3	
<u>Amortisation for the years ended</u>				
31 December 2004				(105)
31 December 2005				(121)

15. CLASSIFIED ASSETS

(Unit : Million Baht)

THE BANK ONLY					
As at 31 December 2005					
	Investments	Loans*	Properties foreclosed	Other assets	Total
Classifications					
Pass	-	137,828	-	13	137,841
Special mention	-	5,311	-	1	5,312
Substandard	-	1,555	-	4	1,559
Doubtful	-	1,027	-	35	1,062
Doubtful of loss	2,367	14,199	367	635	17,568
Total	<u>2,367</u>	<u>159,920</u>	<u>367</u>	<u>688</u>	<u>163,342</u>

(Unit : Million Baht)

THE BANK ONLY					
As at 31 December 2004					
	Investments	Loans*	Properties foreclosed	Other assets	Total
Classifications					
Pass	-	96,394	-	11	96,405
Special mention	-	2,685	-	1	2,686
Substandard	-	1,392	-	40	1,432
Doubtful	-	587	-	26	613
Doubtful of loss	508	16,983	325	854	18,670
Total	<u>508</u>	<u>118,041</u>	<u>325</u>	<u>932</u>	<u>119,806</u>

* Including interbank and money market loans and excluding accrued interest receivable of non-performing loan, which is grouped under other assets.

16. DEPOSITS

16.1 Classified by types of deposits

	(Unit : Million Baht)			
	CONSOLIDATED		THE BANK ONLY	
	As at 31 December		As at 31 December	
	2005	2004	2005	2004
Current accounts	5,696	4,381	5,696	4,385
Savings accounts	85,442	72,377	85,448	72,416
Fixed deposits				
- Less than 6 months	31,518	33,704	31,539	33,704
- 6 months to less than 1 year	10,490	3,270	10,490	3,270
- Over 1 year	19,430	24,302	19,430	24,302
Total	<u>152,576</u>	<u>138,034</u>	<u>152,603</u>	<u>138,077</u>

16.2 Classified by the remaining period of contracts

	(Unit : Million Baht)			
	CONSOLIDATED		THE BANK ONLY	
	As at 31 December		As at 31 December	
	2005	2004	2005	2004
Not over 1 year	147,848	131,000	147,875	131,043
Over 1 year	4,728	7,034	4,728	7,034
Total	<u>152,576</u>	<u>138,034</u>	<u>152,603</u>	<u>138,077</u>

16.3 Classified by currencies and residential status of depositors

	(Unit : Million Baht)					
	CONSOLIDATED					
	As at 31 December 2005			As at 31 December 2004		
	Domestic	Overseas	Total	Domestic	Overseas	Total
Baht	148,454	2,786	151,240	134,140	2,644	136,784
US Dollar	793	205	998	651	223	874
Others	104	234	338	99	277	376
Total	<u>149,351</u>	<u>3,225</u>	<u>152,576</u>	<u>134,890</u>	<u>3,144</u>	<u>138,034</u>

(Unit : Million Baht)

THE BANK ONLY

	As at 31 December 2005			As at 31 December 2004		
	Domestic	Overseas	Total	Domestic	Overseas	Total
Baht	148,481	2,786	151,267	134,183	2,644	136,827
US Dollar	793	205	998	651	223	874
Others	104	234	338	99	277	376
Total	149,378	3,225	152,603	134,933	3,144	138,077

17. INTERBANK AND MONEY MARKET ITEMS (LIABILITIES)

(Unit : Million Baht)

CONSOLIDATED

	As at 31 December 2005			As at 31 December 2004		
	On demand	Term	Total	On demand	Term	Total
Domestic items						
The Bank of Thailand and Financial Institutions						
Development Fund	-	1,028	1,028	509	180	689
Commercial banks	1,302	488	1,790	674	98	772
Other banks	6	-	6	43	-	43
Finance companies, finance and securities companies, securities companies and credit fancier companies	2,237	247	2,484	767	-	767
Other financial institutions	995	409	1,404	62	101	163
Total domestic items	4,540	2,172	6,712	2,055	379	2,434
Foreign items						
US Dollar	46	-	46	25	-	25
Yen	-	1,815	1,815	-	-	-
Other currencies	935	-	935	396	-	396
Total foreign items	981	1,815	2,796	421	-	421
Total domestic and foreign items	5,521	3,987	9,508	2,476	379	2,855

(Unit : Million Baht)

THE BANK ONLY

	As at 31 December 2005			As at 31 December 2004		
	On demand	Term	Total	On demand	Term	Total
Domestic items						
The Bank of Thailand and Financial Institutions						
Development Fund	-	1,028	1,028	509	180	689
Commercial banks	8,907	488	9,395	680	98	778
Other banks	6	-	6	43	-	43
Finance companies, finance and securities companies, securities companies and credit foncier companies	2,237	247	2,484	767	-	767
Other financial institutions	995	409	1,404	62	1	63
Total domestic items	12,145	2,172	14,317	2,061	279	2,340
Foreign items						
US Dollar	46	-	46	25	-	25
Yen	-	1,815	1,815	-	-	-
Other currencies	935	-	935	396	-	396
Total foreign items	981	1,815	2,796	421	-	421
Total domestic and foreign items	13,126	3,987	17,113	2,482	279	2,761

18. SECURITIES SOLD UNDER REPURCHASE AGREEMENTS

(Unit : Million Baht)

CONSOLIDATED AND
THE BANK ONLY

As at 31 December

	2005	2004
Government Saving Bank Bonds	100	200

19. BORROWINGS

As at 31 December 2005 and 2004, borrowings comprising only domestic borrowings in Baht currency are classified by type of securities, maturity and interest rate as follows :-

(Unit : Million Baht)

CONSOLIDATED			
As at 31 December 2005			
Types	Maturity	Interest rate per annum	Amount
Short – term borrowings			
Bills of exchange	25 Jan. 2006 – 26 Oct. 2006	3.00 – 3.88%	2,873
Bills of exchange	11 Jan. 2006 – 11 Apr. 2006	3.00 – 3.30%	230
Total short-term borrowings			<u>3,103</u>
Long – term borrowings			
Bills of exchange	3 Aug. 2007	4.50%	100
Bills of exchange - net	26 Oct. 2007	-	105
Subordinated debentures	15 Aug. 2008	6.50%	2,000
Term loan agreement	31 Oct. 2007	-	3
Term loan agreement	31 Mar. 2009	-	5
Total long – term borrowings			<u>2,213</u>
Total borrowings			<u><u>5,316</u></u>

(Unit : Million Baht)

CONSOLIDATED			
As at 31 December 2004			
Types	Maturity	Interest rate per annum	Amount
Short – term borrowings			
Bills of exchange	10 Jan. 2005 - 21 Jun. 2005	2.50 - 3.05%	500
Total short – term borrowings			<u>500</u>
Long – term borrowings			
Subordinated debentures	15 Aug. 2008	6.50%	2,000
Term loan agreement	31 Oct. 2007	-	5
Term loan agreement	31 Mar. 2009	-	7
Total long – term borrowings			<u>2,012</u>
Total borrowings			<u><u>2,512</u></u>

(Unit : Million Baht)

THE BANK ONLY
As at 31 December 2005

Types	Maturity	Interest rate per annum	Amount
Short – term borrowings			
Bills of exchange	25 Jan. 2006 – 26 Oct. 2006	3.00 – 3.88%	2,873
Total short – term borrowings			2,873
Long – term borrowings			
Bills of exchange	3 Aug. 2007	4.50%	100
Bills of exchange - net	26 Oct. 2007	-	105
Subordinated debentures	15 Aug. 2008	6.50%	2,000
Term loan agreement	31 Oct. 2007	-	3
Term loan agreement	31 Mar. 2009	-	5
Total long – term borrowings			2,213
Total borrowings			5,086

(Unit : Million Baht)

THE BANK ONLY
As at 31 December 2004

Types	Maturity	Interest rate per annum	Amount
Long – term borrowings			
Subordinated debentures	15 Aug. 2008	6.50%	2,000
Term loan agreement	31 Oct. 2007	-	5
Term loan agreement	31 Mar. 2009	-	7
Total borrowings			2,012

Subordinated debentures sold to local specific investors

On 15 August 2001, the Bank offered 2 million units of subordinated debenture at Baht 1,000 per unit, totaling Baht 2,000 million through private placement. The debenture has a 7-year term, carries a floating interest rate calculated based on the average of the deposit rate for one year of four major commercial banks and the Bank plus 2.50 percent per annum with a minimum guaranteed rate of 6.50 percent per annum and is due for redemption on 15 August 2008.

20. OTHER LIABILITIES

	(Unit : Million Baht)			
	CONSOLIDATED		THE BANK ONLY	
	As at 31 December		As at 31 December	
	2005	2004	2005	2004
Deposits	125	170	98	137
Accrued unrealised loss on derivative contracts	106	-	106	-
Bills Collection - branch	152	211	152	211
Accounts payable - others	343	178	327	178
Rental income received in advance	21	117	-	-
Others	651	767	628	752
Total	<u>1,398</u>	<u>1,443</u>	<u>1,311</u>	<u>1,278</u>

21. STATUTORY RESERVE

Under the Public Company Limited Act B.E. 2535, the Bank and its subsidiary are required to set aside to a statutory reserve at least 5 percent of its net earnings, after deducting any balance of deficit brought forward, until such reserve reaches 10 percent of the Bank's registered share capital.

In addition, under the Civil and Commercial Code, the subsidiaries are required to set aside a statutory reserve at least 5 percent of their net earnings each time dividend is declared until the reserve reach 10 percent of registered share capital. The statutory reserve cannot be used for dividend payment.

22. OTHER RESERVE

The Bank allocates part of its net earnings to become other reserves which are classified or considered to be general reserve with no specific purpose.

23. CAPITAL FUND

		(Unit : Million Baht)	
		THE BANK ONLY	
		As at 31 December	
		2005	2004
Tier 1 capital			
Paid-up share capital and discount on share capital		56,509	39,809
Statutory reserve		368	368
Other reserve		72	72
Deficit		(26,219)	(27,119)
Less : Merger adjustment		(9,159)	-
		21,571	13,130
Tier 2 capital			
Unrealised increment on land appraisal (70%)		485	486
Unrealised increment on buildings appraisal (50%)		24	26
Provision for pass loans and receivables		1,940	1,401
Revaluation surplus on investment in available-for-sale equity securities (45%)		(45)	83
Subordinated debentures		800	1,200
		3,204	3,196
Total capital fund		24,775	16,326
Tier 1 capital ratio	%	13.90	11.71
Total capital ratio	%	15.96	14.56
Minimum tier 1 capital ratio requirement	%	4.25	4.25
Minimum total capital ratio requirement	%	8.50	8.50

24. GAINS ON INVESTMENTS

		(Unit : Million Baht)	
		CONSOLIDATED AND	
		THE BANK ONLY	
		As at 31 December	
		2005	2004
Gains on disposal of investments		199	360
Gain (Loss) on revaluation of investments		8	(2)
Net gains on investment		207	358

25. COMMITMENTS AND CONTINGENCIES LIABILITIES

25.1 Commitments

(Unit : Million Baht)

**CONSOLIDATED AND
THE BANK ONLY**

As at 31 December 2005

	Baht currency	Foreign currencies	Total
Aval to bills	506	-	506
Guarantees of loans	35	646	681
Other guarantees	12,637	559	13,196
Letters of credit	118	3,100	3,218
Foreign exchange contracts			
Bought	-	24,505	24,505
Sold	-	29,703	29,703
Forward rate agreements			
Sold	-	821	821
Interest rate swap contracts	26,879	3,057	29,936
Cross currency interest rate swap contracts			
Bought	-	2,716	2,716
Sold	-	1,643	1,643
Foreign Exchange Options			
Bought	-	287	287
Sold	-	205	205
Equity Options			
Bought	115	-	115
Sold	115	-	115
Undrawn overdraft amount	19,892	-	19,892
Liability under unmatured import bills	53	1,368	1,421
Total	60,350	68,610	128,960

(Unit : Million Baht)

CONSOLIDATED AND
THE BANK ONLY
As at 31 December 2004

	Baht currency	Foreign currencies	Total
Aval to bills	754	-	754
Guarantees of loans	5	112	117
Other guarantees	10,129	682	10,811
Letters of credit	82	3,145	3,227
Foreign exchange contracts			
Bought	-	10,965	10,965
Sold	-	23,446	23,446
Interest rate swap contracts	5,000	-	5,000
Undrawn overdraft amount	17,316	-	17,316
Liability under unmatured import bills	36	1,327	1,363
Total	<u>33,322</u>	<u>39,677</u>	<u>72,999</u>

25.2 Commitments under long-term lease agreements

As at 31 December 2005 and 2004, the Bank and its subsidiaries had land/building lease agreements for branch offices and vehicles lease agreements, for which the lease terms range from 3 – 30 years and are renewable. The Bank and its subsidiaries also had committed to pay future rental payments. Those are summarised as follows :-

(Unit : Million Baht)

	CONSOLIDATED		THE BANK ONLY	
	As at 31 December		As at 31 December	
	2005	2004	2005	2004
Land and building rental commitments	263	162	232	154
Car rental commitments	17	2	107	142
Total	<u>280</u>	<u>164</u>	<u>339</u>	<u>296</u>

25.3 Other commitments

The Bank has the contractual commitments in respect of purchasing and servicing of information technology systems as well as other services including those related to the Merger Plan (as described in Note 2). Outstanding balance of these major contractual commitments as at 31 December 2005 and 2004, were approximately Baht 223 million and Baht 135 million, respectively.

As at 31 December 2005 and 2004, the Bank also has commitments in relation to various "to-sale and to-purchase" agreements of its properties foreclosed, net book value of which were Baht 249 million and Baht 899 million, respectively. The estimated gains from those agreements are Baht 47 million and Baht 42 million, respectively, which the Bank recognises sale transactions and gain arising there from on the transfer dates.

In addition, the Bank has commitments in respect of the loss sharing under the Non-performing Loan Transfer Agreement made with TAMC as discussed in Note 9.9.

26. ASSETS PLEDGED AS COLLATERAL

	(Unit : Million Baht)	
	CONSOLIDATED AND THE BANK ONLY	
	As at 31 December	
	<u>2005</u>	<u>2004</u>
Government bonds		
Pledged as collateral for securities sold under repurchase agreement	969	521
Pledged as collateral for Government departments	1,408	1,195

27. LITIGATION

In the ordinary course of business, the Bank is a defendant in a number of lawsuits against it. These include cases of labor and wrongful acts brought against the Bank, totaling Baht 1,015 million and Baht 695 million as at 31 December 2005 and 2004, respectively. The Bank's management believes that the liability (if any) resulting from the lawsuits will not have a material impact to the Bank's financial position or results of operations.

28. RELATED PARTY TRANSACTIONS

During the years, the Bank had significant business transactions with its subsidiaries, associated, related companies (related by ways of shareholding and/or common shareholders and/or common directors) and related persons (directors or executives from level of Senior Vice President upwards). Such transactions, have been concluded on the arm's length terms and conditions. Interest rates on loans to employees are calculated based on the Bank's employee welfare policy.

In addition, the Bank also has loans to its executive officers from Senior Vice President level upwards and their close family members with the outstanding balance as at 31 December 2005 and 2004 of Baht 36 million and 30 million, respectively and the average balance for the year then ended of Baht 25 million and 45 million, respectively.

On 27 July 2004 ABN AMRO Bank, the former major shareholder of the Bank, completed the sale of all its shares in the Bank, representing 80.77% of the issued shares of the Bank, to United Overseas Bank Limited ("UOB"). Accordingly, UOB has become a current major shareholder of the Bank since then.

On 9 August 2004, UOB made a tender offer for the remaining shares from minor shareholders at a price of Baht 5.35 per share. Completion of this transaction occurred on 8 October 2004, as a result of which UOB purchased an additional 780 million shares, representing 15.31% of total shares, for a total sum of Baht 4,175 million. Accordingly, UOB increased its shareholding in the Bank from 80.77% to 96.09%.

Subsequently to the tender offer as mentioned in a previous paragraph, UOB had continued purchasing shares of the Bank. Accordingly, as at 31 December 2005 UOB's stake in the Bank was approximately 98.52%.

Significant transactions, outstanding balances, income and expenses incurred with related parties, apart from those disclosed in the other notes, consisted of the following :-

(Unit : Million Baht)

	CONSOLIDATED							
	For the year ended 31 December							
	2005				2004			
Associated company	Related Companies	Group of major shareholder (UOB)	Total	Associated company	Group of major shareholder (UOB)	Former major shareholder (ABN AMRO)	Total	
Interest income	-	99	22	121	-	2	1	3
Gain on exchange	-	-	183	183	-	-	-	-
Commission and service income	20	-	-	20	20	-	-	20
Interest expenses	-	3	-	3	-	-	132	132
Other expenses	-	-	1	1	-	-	-	-
Insurance expenses	4	-	11	15	15	10	-	25
Commission and service expenses	-	11	19	30	-	-	45	45
Premises and equipment expenses	-	-	7	7	-	-	9	9

(Unit : Million Baht)

THE BANK ONLY
For the year ended 31 December

	2005					2004				
	Subsidiaries	Associated company	Related Companies	Group of major shareholder (UOB)	Total	Subsidiaries	Associated company	Group of major shareholder (UOB)	Former major shareholder (ABN AMRO)	Total
Interest income	74	-	99	22	195	56	-	2	1	59
Gain on exchange	-	-	-	183	183	-	-	-	-	-
Commission and service income	78	20	-	-	98	86	20	-	-	106
Interest expenses	-	-	3	-	3	-	-	-	132	132
Rental expenses	37	-	-	-	37	41	-	-	-	41
Other expenses	-	-	-	1	1	-	-	-	-	-
Insurance expenses	-	4	-	11	15	-	15	10	-	25
Commission and service expenses	8	-	11	19	38	-	-	-	45	45
Premises and equipment expenses	-	-	-	7	7	-	-	-	9	9

The outstanding balances of significant related party transactions as at 31 December 2005 and 2004, are as follows :-

(Unit : Million Baht)

	CONSOLIDATED												
	As at 31 December 2005						As at 31 December 2004						
	Average loans outstanding	Outstanding loans	Interbank and money market items (assets)	Commitment/ off-balance sheet	Deposits	Interbank and money market items (liabilities)	Other liabilities	Average loans outstanding	Outstanding loans	Interbank and money market items (assets)	Commitment/ off-balance sheet	Deposits	Interbank and money market items (liabilities)
Associated company													
AXA Insurance Plc.	-	-	-	-	33	-	-	-	-	-	-	29	-
Related companies													
Wing Fat Co., Ltd.	367	367	-	1	-	-	-	367	367	-	1	-	-
Asia Dhanavadh Warehouse Co., Ltd.	-	-	-	-	7	-	-	-	-	-	-	19	-
Piyalai Holdings Co., Ltd.	574	574	-	-	-	-	-	574	574	-	-	-	-
JAT Leasing Co., Ltd.	2	1	-	-	-	-	-	7	10	-	-	-	-
N.Y. Sugar Co., Ltd.	1,790	1,776	-	2	19	-	-	2,005	1,853	-	2	10	-
First Andaman Co., Ltd.	186	186	-	-	-	-	-	186	186	-	-	-	-
Loxley Plc.	30	59	-	52	6	-	-	-	-	-	-	-	-
TNT Logistics (Thailand) Co., Ltd.	-	-	-	-	137	-	-	-	-	-	-	-	-
The Muangthai Life Assurance Co., Ltd.	-	-	-	-	-	4	-	-	-	-	-	-	-
Siam City Securities Co., Ltd.	-	-	-	-	-	203	-	-	-	-	-	-	-
Underwaterworld Pattaya Co., Ltd.	-	-	-	-	158	-	-	-	-	-	-	-	-
Haw Par Tiger Balm (Thailand) Limited	-	-	-	-	14	-	-	-	-	-	-	-	-
United B MEC (Thai) Co., Ltd.	-	-	-	1	3	-	-	-	-	-	-	-	-
Major shareholder													
United Overseas Bank Limited	-	-	1,507	9,994	-	1,841	317	-	-	280	525	-	-
United Overseas Bank Group of Companies	-	-	22	11	-	19	-	200	200	-	-	-	4

(Unit : Million Baht)

THE BANK ONLY

	As at 31 December 2005						As at 31 December 2004							
	Average loans outstanding	Outstanding loans	Interbank and money market items (assets)	Commitment/off-balance sheet	Deposits	Interbank and money market items (liabilities)	Other liabilities	Average loans outstanding	Outstanding loans	Interbank and money market items (assets)	Commitment/off-balance sheet	Deposits	Interbank and money market items (liabilities)	Pricing policy of loans
Subsidiary companies	2,314	2,282	-	5	2	-	-	2,313	2,470	-	43	44	-	3.0 – 5.2% p.a.
UOB Leasing (Thai) Co., Ltd.	-	-	-	-	-	-	-	-	-	-	-	-	-	N/A
UOB Asset Management (Thai) Co., Ltd	-	-	-	-	-	73	-	-	-	-	-	-	-	N/A
UBF Future Co., Ltd.	-	-	-	-	25	-	-	-	-	-	-	-	-	N/A
UOB Radanasin Bank Plc.	221	-	-	-	-	7,532	-	-	-	-	-	-	-	Money Market reference rate
Associated company	-	-	-	-	-	-	-	-	-	-	-	29	-	N/A
AXA Insurance Plc.	-	-	-	-	33	-	-	-	-	-	-	-	-	N/A
Related companies	367	367	-	1	-	-	-	367	367	-	1	-	-	NPL
Wing Fat Co., Ltd.	-	-	-	-	-	-	-	-	-	-	-	19	-	N/A
Asia Dhanavadh Warehouse Co., Ltd.	-	-	-	-	7	-	-	-	-	-	-	-	-	N/A
Piyalai Holdings Co., Ltd.	574	574	-	-	-	-	-	574	574	-	-	-	-	NPL
N.Y. Sugar Co., Ltd.	1,790	1,776	-	2	19	-	-	2,005	1,853	-	2	10	-	MLR – 2% or 12-month fixed deposit rate + 2.75%
First Andaman Co., Ltd.	186	186	-	-	-	-	-	186	186	-	-	-	-	NPL
Loxley Plc.	30	59	-	52	6	-	-	-	-	-	-	-	-	4.5 – 6.23% p.a.
TNT Logistics (Thailand) Co., Ltd.	-	-	-	-	137	-	-	-	-	-	-	-	-	N/A
The Muangthai Life Assurance Co., Ltd.	-	-	-	-	-	4	-	-	-	-	-	-	-	N/A
Siam City Securities Co., Ltd.	-	-	-	-	-	203	-	-	-	-	-	-	-	N/A
Underwaterworld Pattaya Co., Ltd.	-	-	-	-	158	-	-	-	-	-	-	-	-	N/A
Haw Par Tiger Balm (Thailand) Limited	-	-	-	-	-	14	-	-	-	-	-	-	-	N/A
United B MEC (Thai) Co., Ltd.	-	-	-	1	3	-	-	-	-	-	-	-	-	N/A
Major shareholder	-	-	1,507	9,994	-	1,841	317	-	-	280	525	-	-	Money Market reference rate
United Overseas Bank Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	Money Market reference rate
United Overseas Bank Group of Companies.	-	-	22	11	-	19	-	200	200	-	-	-	4	Money Market reference rate

29. BENEFITS OF DIRECTORS AND MANAGEMENT

As at 31 December 2005 and 2004, the Bank and its subsidiaries had not paid other benefits except for normal staff benefits to their directors and management.

30. CORPORATE INCOME TAX

After adjusting earnings for accounting purposes for non-tax deductible expenses and tax-exempt revenues in the tax computation, there is no income tax payable for the year ended 31 December 2005 and 2004 of the Bank since the tax loss brought forward from previous year exceeds the net earnings for the year.

Corporate income tax of the subsidiaries on the net earnings for the years have been calculated after adding back certain expenses which are disallowable for tax computation purpose.

31. BASIC EARNINGS PER SHARE

The Bank had the basic earnings per share as follows :

	CONSOLIDATED AND THE BANK ONLY	
	For the year ended 31 December	
	2005	2004
Net earnings (Million Baht)	954	761
Weighted average number of ordinary shares (shares)	5,617,141,350	5,095,446,713
Basic earnings per share (Baht)	0.17	0.15

32. FINANCIAL POSITIONS AND RESULTS OF OPERATIONS CLASSIFIED BY TYPE OF BUSINESSES

Financial position as at 31 December 2005 and 2004, classified by type of business are as follows :

(Unit : Million Baht)

	CONSOLIDATED					
	As at 31 December 2005					
	Bank	Leasing	Others	Total	Eliminated transaction	Consolidated total
Total assets	211,473	3,214	247	214,934	(18,242)	196,692
Interbank and money market items - net (assets)	19,683	13	155	19,851	(7,632)	12,219
Investments - net	17,889	18	23	17,930	(8,283)	9,647
Loans and accrued interest receivable - net	149,136	2,832	-	151,968	(2,288)	149,680
Deposits	152,603	-	-	152,603	(27)	152,576
Interbank and money market items (liabilities)	17,113	2,282	-	19,395	(9,887)	9,508
Borrowings	5,086	230	-	5,316	-	5,316
Total contingencies - off - balance sheet	128,960	-	-	128,960	-	128,960

(Unit : Million Baht)

	CONSOLIDATED					
	As at 31 December 2004					
	Bank	Leasing	Others	Total	Eliminated transaction	Consolidated total
Total assets	163,083	3,773	181	167,037	(3,175)	163,862
Interbank and money market items - net (assets)	14,223	74	142	14,439	(50)	14,389
Investments - net	14,541	23	1	14,565	(608)	13,957
Loans and accrued interest receivable - net	104,808	3,222	-	108,030	(2,475)	105,555
Deposits	138,077	-	-	138,077	(43)	138,034
Interbank and money market items (liabilities)	2,761	2,570	-	5,331	(2,476)	2,855
Borrowings	2,012	500	-	2,512	-	2,512
Total contingencies - off - balance sheet	72,999	-	-	72,999	-	72,999

(Unit : Million Baht)

THE BANK ONLY

As at 31 December 2005

	Domestic	Overseas	Total
Total assets	203,928	3	203,931
Interbank and money market items - net (assets)	12,151	-	12,151
Investments - net	17,889	-	17,889
Loans and accrued interest receivable - net	149,136	-	149,136
Deposits	152,603	-	152,603
Interbank and money market items (liabilities)	17,113	-	17,113
Borrowings	5,086	-	5,086
Total contingencies - off - balance sheet	128,960	-	128,960

(Unit : Million Baht)

THE BANK ONLY

As at 31 December 2004

	Domestic	Overseas	Total
Total assets	163,080	3	163,083
Interbank and money market items - net (assets)	14,223	-	14,223
Investments - net	14,541	-	14,541
Loans and accrued interest receivable - net	104,808	-	104,808
Deposits	138,077	-	138,077
Interbank and money market items (liabilities)	2,761	-	2,761
Borrowings	2,012	-	2,012
Total contingencies - off - balance sheet	72,999	-	72,999

Results of operations for the years ended 31 December 2005 and 2004 classified by type of business :

(Unit : Million Baht)

CONSOLIDATED						
For the year ended 31 December 2005						
	<u>Bank</u>	<u>Leasing</u>	<u>Others</u>	<u>Total</u>	<u>Eliminated transaction</u>	<u>Consolidated total</u>
Interest and dividend income	6,062	229	3	6,294	(75)	6,219
Interest expenses	(1,549)	(85)	-	(1,634)	75	(1,559)
Net interest and dividend income	4,513	144	3	4,660	-	4,660
Non-interest income	791	240	243	1,274	(233)	1,041
Non-interest expenses	(4,349)	(304)	(190)	(4,843)	116	(4,727)
Earnings (loss) before income tax	<u>955</u>	<u>80</u>	<u>56</u>	<u>1,091</u>	<u>(117)</u>	<u>974</u>

(Unit : Million Baht)

CONSOLIDATED						
For the year ended 31 December 2004						
	<u>Bank</u>	<u>Leasing</u>	<u>Others</u>	<u>Total</u>	<u>Eliminated transaction</u>	<u>Consolidated total</u>
Interest and dividend income	5,712	235	2	5,949	(56)	5,893
Interest expenses	(1,741)	(77)	-	(1,818)	56	(1,762)
Net interest and dividend income	3,971	158	2	4,131	-	4,131
Non-interest income	2,480	259	213	2,952	(210)	2,742
Non-interest expenses	(5,690)	(359)	(167)	(6,216)	126	(6,090)
Earnings (loss) before income tax	<u>761</u>	<u>58</u>	<u>48</u>	<u>867</u>	<u>(84)</u>	<u>783</u>

	(Unit : Million Baht)		
	THE BANK ONLY		
	For the year ended 31 December 2005		
	Domestic	Overseas	Total
Interest and dividend income	6,062	-	6,062
Interest expenses	(1,549)	-	(1,549)
Net interest and dividend income	4,513	-	4,513
Non-interest income	791	-	791
Non-interest expenses	(4,346)	(3)	(4,349)
Earnings (loss) before income tax	958	(3)	955

	(Unit : Million Baht)		
	THE BANK ONLY		
	For the year ended 31 December 2004		
	Domestic	Overseas	Total
Interest and dividend income	5,712	-	5,712
Interest expenses	(1,737)	(4)	(1,741)
Net interest and dividend income	3,975	(4)	3,971
Non-interest income	2,478	2	2,480
Non-interest expenses	(5,687)	(3)	(5,690)
Earnings (loss) before income tax	766	(5)	761

33. DISCLOSURE OF FINANCIAL INSTRUMENTS

The Bank is a party to financial instruments with off-balance sheet risk in the normal course of business to meet the financing needs of its customers and to reduce its own exposure to fluctuations in foreign exchange rates and interest rates. These financial instruments with off-balance sheet risk include commitments to extend credit, standby letters of credit, financial guarantees, forward foreign exchange contracts and so on. These instruments involve, to varying degrees, elements of credit risk, interest rate risk and foreign exchange risk in excess of the amount already recognised in the financial statements. The contracts or notional amounts of those instruments reflect the extent of the Bank's involvement in particular classes of financial instruments.

The Bank enters into derivative contracts as part of its risk management strategy primarily to manage the market risk arising from the Bank's underlying assets and liabilities and to offset risk created by its customers. The utilisation of derivative contracts for these purposes is governed by the Board's approved guidelines and parameters set by the Assets and Liabilities Committee.

Accounting Policies

Details of significant accounting policies and methods adopted, including criteria for recognition, the basis of measurement and the basis on which revenues and expenses are recognised in respect of each class of financial assets and financial liabilities, are disclosed in Note 4.

Credit Risk

Credit risk refers to the risk that a counterparty default on its contractual obligations resulting in a financial loss to the Bank and its subsidiaries. The Bank and its subsidiaries have adopted the policy of only dealing with creditworthy counterparts and obtaining sufficient collateral or other securities, where appropriate, as a means of mitigating the risk of financial losses from defaults.

In the case of recognised financial assets, the carrying amount of the assets recorded in the balance sheet, net of allowance for doubtful accounts, represents the Bank's and its subsidiaries' maximum exposure to credit risk.

Furthermore, the Bank's exposure to credit loss in the event of nonperformance by the counterparties to the financial instruments for commitments to extend credit, standby letters of credit, and financial guarantees is represented by the contractual notional amount of those instruments. The Bank uses the same credit policies in making commitments and conditional obligations as it does for the on-balance sheet instruments. For derivatives, the contract or notional amounts do not represent exposure to credit loss. The Bank controls the credit risk of its derivatives through credit approvals, limits, and monitoring procedures set by its Credit Committee. Credit risk also arises from the possibility that the counterparty to off-balance sheet financial instruments will not adhere to the terms of the contract with the Bank when settlement becomes due.

The following table shows the credit equivalent of unmatured off-balance sheet financial instruments in accordance with the BOT's ruling :-

	(Unit : Million Baht)	
	CONSOLIDATED AND THE BANK ONLY	
	As at 31 December	
	2005	2004
Foreign exchange contracts	566	388
Forward rate agreements	4	-
Interest rate swap contracts	247	50
Cross currency interest rate swap contracts	151	-
Options	21	-
Avals to bills	506	754
Guarantees of loans	681	75
Performance guarantees	6,117	4,938
Bid guarantees	369	338
Liability under unmatured import bills	284	273
Import letters of credit	644	645
Others	55	97
Total	9,645	7,558

Interest Rate Risk

Interest rate risk arises from the potential for a change in interest rates to have an adverse effect on the net interest earnings of the Bank and its subsidiaries in the current reporting year, and in the future. Interest rate risk arises from the structure and characteristics of the Bank and its subsidiaries' assets, liabilities, shareholders' equity and interest rate linked derivative contracts, and in the maturity mismatch in repricing dates of their assets and liabilities.

The Bank and its subsidiaries' exposure to interest rate risk showing the remaining period to the earlier of contractual repricing dates or maturity dates, and average rate of return, where applicable, for classes of financial assets and financial liabilities subject to interest rate risk is set out below :

Remaining periods to earlier of repricing dates or contractual maturity dates.

		CONSOLIDATED						(Unit : Million Baht)
		As at 31 December 2005						
	Floating rate/ Within 3 months	3-12 months	1-5 years	More than 5 years	Non-interest bearing	Non-accrual loans	Total	Average rate of return per annum (%)
Financial assets								
Cash	-	-	-	-	4,934	-	4,934	-
Interbank and money market items-net	8,279	624	-	-	3,316	-	12,219	1.86
Securities purchased under resale agreement	1,000	-	-	-	-	-	1,000	3.95
Investments – net	2,809	2,007	3,643	210	978	-	9,647	1.23
Loans	109,180	23,503	2,600	532	3,326	20,460	159,601	4.45
Financial liabilities								
Deposits	124,956	17,196	4,728	-	5,696	-	152,576	0.97
Interbank and money market items	8,058	68	-	-	1,381	-	9,507	0.96
Liabilities payable on demand	-	-	-	-	2,210	-	2,210	-
Securities sold under repurchase agreements	100	-	-	-	-	-	100	4.09
Short-term borrowings	-	3,103	-	-	-	-	3,103	3.81
Long-term borrowings	-	-	2,100	-	113	-	2,213	6.50
Off-balance sheet financial instruments								
Interest rate contracts*								
- floating rate payer	9,253	5,875	-	-	-	-	15,128	3.75
- fixed rate payer	2,477	4,362	13,208	-	-	-	20,047	4.07
- floating rate payee	15,489	4,479	-	-	-	-	19,968	4.03
- fixed rate payee	1,940	3,961	9,281	-	-	-	15,182	3.62

*Including forward rate agreements, interest rate swap contracts and cross currency interest rate swap contracts.

Remaining periods to earlier of repricing dates or contractual maturity dates.

(Unit : Million Baht)

CONSOLIDATED

As at 31 December 2004

	Floating rate/ Within 3 months	3-12 months	1-5 years	More than 5 years	Non-interest bearing	Non-accrual loans	Total	Average rate
								of return per annum (%)
Financial assets								
Cash	-	-	-	-	3,703	-	3,703	-
Interbank and money market items – net	12,572	58	-	-	1,759	-	14,389	2.01
Securities purchased under resale agreement	8,400	-	-	-	-	-	8,400	1.96
Investments – net	663	1,068	3,426	5,876	2,924	-	13,957	1.45
Loans	76,031	13,502	2,680	-	1,633	24,671	118,517	3.63
Financial liabilities								
Deposits	110,491	14,752	8,398	-	4,393	-	138,034	1.03
Interbank and money market items	1,954	120	-	-	781	-	2,855	0.38
Liabilities payable on demand	-	-	-	-	1,816	-	1,816	-
Securities sold under repurchase agreements	200	-	-	-	-	-	200	2.07
Short-term borrowings	189	311	-	-	-	-	500	2.58
Long-term borrowings	-	-	2,000	-	12	-	2,012	6.46
Off-balance sheet financial instruments								
Interest rate swap contracts								
- fixed rate payer	-	-	5,000	-	-	-	5,000	3.44
- floating rate payee	4,000	1,000	-	-	-	-	5,000	1.99

Remaining periods to earlier of repricing dates or contractual maturity dates.

		THE BANK ONLY							(Unit : Million Baht)
		As at 31 December 2005							
	Floating rate/ Within 3 months	3-12 months	1-5 years	More than 5 years	Non-interest bearing	Non-accrual loans	Total	Average rate of return per annum (%)	
Financial assets									
Cash	-	-	-	-	4,934	-	4,934	-	
Interbank and money market items – net	8,254	611	-	-	3,286	-	12,151	2.09	
Securities purchased under resale agreement	1,000	-	-	-	-	-	1,000	3.95	
Investments – net	2,809	1,985	3,643	210	9,242	-	17,889	1.23	
Loans	109,008	24,142	1,606	532	3,326	20,304	158,918	4.35	
Financial liabilities									
Deposits	124,982	17,197	4,728	-	5,696	-	152,603	0.97	
Interbank and money market items	15,664	68	-	-	1,381	-	17,113	0.89	
Liabilities payable on demand	-	-	-	-	2,210	-	2,210	-	
Securities sold under repurchase agreements	100	-	-	-	-	-	100	4.09	
Short-term borrowings	-	2,873	-	-	-	-	2,873	3.87	
Long-term borrowings	-	-	2,100	-	113	-	2,213	6.50	
Off-balance sheet financial instruments									
Interest rate contracts*									
- floating rate payer	9,253	5,875	-	-	-	-	15,128	3.75	
- fixed rate payer	2,477	4,362	13,208	-	-	-	20,047	4.07	
- floating rate payee	15,489	4,479	-	-	-	-	19,968	4.03	
- fixed rate payee	1,940	3,961	9,281	-	-	-	15,182	3.62	

*Including forward rate agreements, interest rate swap contracts and cross currency interest rate swap contracts.

Remaining periods to earlier of repricing dates or contractual maturity dates.

(Unit : Million Baht)

THE BANK ONLY

As at 31 December 2004

	Floating rate/ Within 3 months	3-12 months	1-5 years	More than 5 years	Non-interest bearing	Non-accrual loans	Total	Average rate
								of return per annum (%)
Financial assets								
Cash	-	-	-	-	3,703	-	3,703	-
Interbank and money market items – net	12,411	53	-	-	1,759	-	14,223	2.02
Securities purchased under resale agreement	8,400	-	-	-	-	-	8,400	1.96
Investments – net	663	1,068	3,426	5,876	3,508	-	14,541	1.44
Loans	75,918	13,240	2,321	-	1,633	24,525	117,637	3.51
Financial liabilities								
Deposits	110,534	14,752	8,398	-	4,393	-	138,077	1.03
Interbank and money market items	1,960	20	-	-	781	-	2,761	0.30
Liabilities payable on demand	-	-	-	-	1,816	-	1,816	-
Securities sold under repurchase agreements	200	-	-	-	-	-	200	2.07
Long-term borrowings	-	-	2,000	-	12	-	2,012	6.46
Off-balance sheet financial instruments								
Interest rate swap contracts								
- fixed rate payer	-	-	5,000	-	-	-	5,000	3.44
- floating rate payee	4,000	1,000	-	-	-	-	5,000	1.99

Liquidity Risk

Liquidity risk is the risk that the Bank and its subsidiaries may not be able to meet their obligations as they fall due as a result of inability to release their assets or to cover funding requirements at an appropriate price resulting in losses to the Bank and its subsidiaries. The Bank's Assets and Liabilities Committee sets policies and supervises the management of liquidity risk.

A maturity analysis of financial assets, financial liabilities and off-balance sheet items is as follows :

(Unit : Million Baht)

	CONSOLIDATED						Total
	As at 31 December 2005						
	Call	Within 3 months	3-12 months	1-5 years	More than 5 years	No maturity	
Financial assets							
Cash	-	-	-	-	-	4,934	4,934
Interbank and money market items – net	3,315	8,280	624	-	-	-	12,219
Securities purchased under resale agreements	-	1,000	-	-	-	-	1,000
Investments – net	-	72	1,707	2,980	2,948	1,940	9,647
Loans	45,335	38,102	16,327	18,948	40,889	-	159,601
Financial liabilities							
Deposits	91,117	39,534	17,197	4,728	-	-	152,576
Interbank and money market items	7,254	1,556	397	300	-	-	9,507
Liabilities payable on demand	2,210	-	-	-	-	-	2,210
Securities sold under repurchase agreements	-	100	-	-	-	-	100
Short-term borrowings	-	755	2,348	-	-	-	3,103
Long-term borrowings	-	-	-	2,213	-	-	2,213
Off-balance sheet financial instruments							
Avals to bills	-	395	110	1	-	-	506
Guarantee of loans	-	8	318	257	-	98	681
Other guarantees	1,118	1,862	4,274	545	111	5,286	13,196
Letters of credit	117	2,631	398	-	-	72	3,218
Foreign exchange contracts	-	34,162	18,280	1,766	-	-	54,208
Forward rate agreements	-	-	821	-	-	-	821
Interest rate swap contracts	-	3,763	5,736	20,437	-	-	29,936
Cross currency interest rate swap contracts	-	324	1,886	2,149	-	-	4,359
Foreign Exchange Options	-	-	492	-	-	-	492
Equity Options	-	-	-	230	-	-	230
Undrawn overdraft amount	19,892	-	-	-	-	-	19,892
Liabilities under unmatured import bills	-	918	503	-	-	-	1,421

(Unit : Million Baht)

CONSOLIDATED

As at 31 December 2004

	Call	Within 3 months	3-12 months	1-5 years	More than 5 years	No maturity	Total
Financial assets							
Cash	3,703	-	-	-	-	-	3,703
Interbank and money market items - net	1,791	12,539	59	-	-	-	14,389
Securities purchased under resale agreements	-	8,400	-	-	-	-	8,400
Investments - net	-	663	1,068	3,426	5,876	2,924	13,957
Loans	29,453	29,182	9,742	17,728	32,412	-	118,517
Financial liabilities							
Deposits	76,762	38,122	16,116	7,034	-	-	138,034
Interbank and money market items	2,143	588	124	-	-	-	2,855
Liabilities payable on demand	1,816	-	-	-	-	-	1,816
Securities sold under repurchase agreements	-	200	-	-	-	-	200
Short-term borrowings	154	35	311	-	-	-	500
Long-term borrowings	-	-	-	2,012	-	-	2,012
Off-balance sheet financial instruments							
Avals to bills	-	584	106	64	-	-	754
Guarantee of loans	5	-	41	1	70	-	117
Other guarantees	863	1,591	3,768	518	3,948	123	10,811
Letters of credit	149	2,632	316	-	130	-	3,227
Foreign exchange contracts	-	26,868	7,543	-	-	-	34,411
Interest rate swap contracts	-	-	-	5,000	-	-	5,000
Undrawn overdraft amount	17,316	-	-	-	-	-	17,316
Liabilities under unmatured import bills	-	987	376	-	-	-	1,363

(Unit : Million Baht)

THE BANK ONLY

As at 31 December 2005

	Call	Within 3 months	3-12 months	1-5 years	More than 5 years	No maturity	Total
Financial assets							
Cash	-	-	-	-	-	4,934	4,934
Interbank and money market items – net	3,286	8,254	611	-	-	-	12,151
Securities purchased under resale agreements	-	1,000	-	-	-	-	1,000
Investments – net	-	72	1,685	2,980	2,948	10,204	17,889
Loans	45,360	37,749	16,966	17,954	40,889	-	158,918
Financial liabilities							
Deposits	91,144	39,534	17,197	4,728	-	-	152,603
Interbank and money market items	14,940	1,805	68	300	-	-	17,113
Liabilities payable on demand	2,210	-	-	-	-	-	2,210
Securities sold under repurchase agreements	-	100	-	-	-	-	100
Short-term borrowings	-	570	2,303	-	-	-	2,873
Long-term borrowings	-	-	-	2,213	-	-	2,213
Off-balance sheet financial instruments							
Avals to bills	-	395	110	1	-	-	506
Guarantee of loans	-	8	318	257	-	98	681
Other guarantees	1,118	1,862	4,274	545	111	5,286	13,196
Letters of credit	117	2,631	398	-	-	72	3,218
Foreign exchange contracts	-	34,162	18,280	1,766	-	-	54,208
Forward rate agreements	-	-	821	-	-	-	821
Interest rate swap contracts	-	3,763	5,736	20,437	-	-	29,936
Cross currency interest rate swap contracts	-	324	1,886	2,149	-	-	4,359
Foreign Exchange Options	-	-	492	-	-	-	492
Equity Options	-	-	-	230	-	-	230
Undrawn overdraft amount	19,892	-	-	-	-	-	19,892
Liabilities under unmatured import bills	-	918	503	-	-	-	1,421

(Unit : Million Baht)

THE BANK ONLY
As at 31 December 2004

	Call	Within 3 months	3-12 months	1-5 years	More than 5 years	No maturity	Total
Financial assets							
Cash	3,703	-	-	-	-	-	3,703
Interbank and money market items – net	1,760	12,410	53	-	-	-	14,223
Securities purchased under resale agreements	-	8,400	-	-	-	-	8,400
Investments - net	-	663	1,068	3,426	5,876	3,508	14,541
Loans	29,577	28,799	9,480	17,369	32,412	-	117,637
Financial liabilities							
Deposits	76,805	38,122	16,116	7,034	-	-	138,077
Interbank and money market items	2,149	588	24	-	-	-	2,761
Liabilities payable on demand	1,816	-	-	-	-	-	1,816
Securities sold under repurchase agreements	-	200	-	-	-	-	200
Long-term borrowings	-	-	-	2,012	-	-	2,012
Off-balance sheet financial instruments							
Avals to bills	-	584	106	64	-	-	754
Guarantee of loans	5	-	41	1	70	-	117
Other guarantees	863	1,591	3,768	518	3,948	123	10,811
Letters of credit	149	2,632	316	-	130	-	3,227
Foreign exchange contracts	-	26,868	7,543	-	-	-	34,411
Interest rate swap contracts	-	-	-	5,000	-	-	5,000
Undrawn overdraft amount	17,316	-	-	-	-	-	17,316
Liabilities under unmatured import bills	-	987	376	-	-	-	1,363

Estimated Fair Value of Financial Instruments

The fair values of financial instruments have been estimated by the Bank and its subsidiaries using available market information and appropriate valuation methodologies.

The following is a summary of carrying amount and estimated fair value of financial instruments :

	(Unit : Million Baht)			
	As at 31 December 2005			
	CONSOLIDATED		THE BANK ONLY	
	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets				
Cash	4,934	4,934	4,934	4,934
Interbank and money market items – net	12,219	12,219	12,151	12,151
Securities purchased under resale agreements	1,000	1,000	1,000	1,000
Investments – net	9,647	9,647	17,889	17,889
Loans and accrued interest receivable – net	149,680	149,680	149,136	149,136
Financial liabilities				
Deposits	152,576	152,576	152,603	152,603
Interbank and money market items	9,508	9,508	17,113	17,113
Liabilities payable on demand	2,210	2,210	2,210	2,210
Securities sold under repurchase agreements	100	100	100	100
Short-term borrowings	3,103	3,103	2,873	2,873
Long-term borrowings	2,213	2,216	2,213	2,216

(Unit : Million Baht)

As at 31 December 2004

	CONSOLIDATED		THE BANK ONLY	
	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets				
Cash	3,703	3,703	3,703	3,703
Interbank and money market items – net	14,389	14,389	14,223	14,223
Securities purchased under resale agreements	8,400	8,400	8,400	8,400
Investments – net	13,957	13,957	14,541	14,541
Loans and accrued interest receivable – net	105,555	105,555	104,808	104,808
Financial liabilities				
Deposits	138,034	138,034	138,077	138,077
Interbank and money market items	2,855	2,855	2,761	2,761
Liabilities payable on demand	1,816	1,816	1,816	1,816
Securities sold under repurchase agreement	200	200	200	200
Short – term borrowings	500	500	-	-
Long-term borrowings	2,012	2,234	2,012	2,234

The fair values of off-balance sheet financial instruments are as follows :

(Unit : Million Baht)

**CONSOLIDATED AND
THE BANK ONLY**

As at 31 December 2005

	Notional value	Fair value*
Foreign exchange contracts	54,208	37
Forward rate agreements	821	2
Interest rate swap contracts	29,936	(66)
Cross currency interest rate swap contracts	4,359	(78)
Foreign exchange options	492	(1)
Equity options	230	-

(Unit : Million Baht)

CONSOLIDATED AND
THE BANK ONLY

As at 31 December 2004

	Notional value	Fair value *
Foreign exchange contracts	34,411	217
Interest rate swap contracts	5,000	(7)

*Fair value represents gain (loss) from mark to market as at the balance sheets date

Methods and assumptions in estimating market value or fair value of financial instruments

The following methods and assumptions were used by the Bank and its subsidiaries in estimating market value or fair value of financial instruments as disclosed herein :

Cash and interbank and money market items

The carrying amounts of cash and interbank and money market items which have remaining maturities of less than 1 year or bear floating rates of interest approximate their fair value. Fair value for fixed rate instruments with remaining maturities greater than 1 year is estimated by using a discounted cash flow calculation applying average interest rates currently being offered on similar instruments.

Securities purchased under resale agreements

The carrying amount of securities purchased under resale agreements estimates fair value.

Investments

Fair value for securities is based on quoted market prices, where available. If quoted market prices are not available, market value is based on quoted market prices of comparable instruments after adjusting for risk involved or the net asset values of such securities.

Loans

For floating-rate loans that reprice frequently and have no significant change in credit risk, fair value is based on carrying values. The fair value of fixed rate loans that reprice within 1 year from the balance sheet date is the carrying value at the balance sheet date. Fair value for other fixed interest rate loans is estimated using discounted cash flow analysis and using average interest rates currently being offered for loans with similar terms to borrowers of similar credit quality.

Fair value of hire-purchase and financial lease receivables is estimated by using discounted cash flow analysis and using interest rates currently being offered with average remaining years to maturity.

Accrued interest receivable

Fair value of accrued interest receivable is based on carrying values.

Deposit liabilities

The fair value of deposits which is payable on demand by the depositor, is equal to the carrying value of such deposits. The fair value of floating-rate, certificates of deposit (CDs) and fixed rate deposits repricing within 3 months approximate their carrying value at the reporting date. Fair value for other fixed rate deposits is estimated using a discounted cash flow calculation that applies the currently average deposit rates of the four major commercial banks to a schedule of aggregate expected monthly maturities on time deposits.

Interbank and money market items (liabilities)

The carrying amount of interbank and money market items which have remaining maturities of less than 1 year and/or bear floating rates of interest approximates their fair value at the reporting date. Fair value for fixed rate instruments with remaining maturities greater than 1 year is estimated by using a discounted cash flow calculation applying average interest rates currently being offered on similar instruments.

Securities sold under repurchase agreements

The carrying value of securities sold under repurchase agreements approximates fair value.

Borrowings

The fair value of borrowings with remaining maturities less than 1 year approximates their carrying value at the reporting date. Fair value of borrowings with remaining maturities greater than 1 year is estimated using discounted cash flow analysis based on the average current borrowing rates for similar types of borrowing arrangements.

Fair value of off-balance sheet financial instruments

Commitments to avar, guarantee, and letters of credit

These financial instruments are generally no intend to sold or traded such that estimated fair values are not readily ascertainable. Fair value of these items was not calculated for the following reasons :

- (i) very few of the commitments extending beyond 1 year would commit the Bank to a predetermined rate of interest;
- (ii) the fees attaching to these commitments are the same as those currently charged to enter into similar arrangements; and
- (iii) the quantum of fees collected under these arrangements, upon which fair value would be determined, is not material.

Other off-balance sheet financial instruments

The fair values of foreign exchange contracts were obtained from quoted market prices of similar foreign exchange contracts. For the other derivative contracts, the fair value is estimated using discounted cash flow.

34. RECLASSIFICATION OF ACCOUNTS

The presentation of the financial statements has been made in compliance with the requirement of the Notification of the Bank of Thailand relating to the format of the financial statements of commercial banks dated 10 May 2001.

Certain amounts in the financial statements, as presented herein for comparative purposes, have been reclassified to conform to the current year classification, with no effect on net earnings or shareholders' equity previously reported by another auditor.

35. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorised for issue by the Board of Directors on 16 February 2006.

Other Information

1. Companies in which United Overseas Bank (Thai) holds 10% or more of the number of paid up shares

1. UOB Asset Management (Thai) Co., Ltd.

Business	: Provides asset management for funds, including mutual funds (equity and fixed income) and provident funds
Location	: 5 th Fl., Bangkok City Tower Building, 179/6-10 South Sathon Road, Thungmahamek, Sathon, Bangkok 10120
Telephone	: 0-2679-5577
Facsimile	: 0-2679-5571-5
Paid-up Capital	: THB 100,000,000 (10,000,000 ordinary shares)
UOB Thai's Holding	: 99.99%

2. UOB Leasing (Thai) Co., Ltd.

Business	: Provides leasing, and factoring services, primarily to small and medium-sized companies
Location	: 29 th Fl., United Center Building, 323 Silom Road, Bangrak, Bangkok 10500
Telephone	: 0-2266-7290-9
Facsimile	: 0-2266-7300
Paid-up Capital	: THB 320,000,000 (32,000,000 ordinary shares)
UOB Thai's Holding	: 99.99%

3. AXA Insurance PCL

Business	: Non-life insurance company
Location	: 23 rd Fl., Lumpini Tower Building, 1168/67 Rama IV Road, Thungmahamek, Sathon, Bangkok 10120
Telephone	: 0-2285-6376-82
Facsimile	: 0-2285-6383
Paid-up Capital	: THB 352,642,100 (3,526,421 ordinary shares)
UOB Thai's Holding	: 22.06%

4. ASIA Dhanavadh Warehouse Co., Ltd.

Business	: Provides warehousing services
Location	: 2194/97 Charoen Krung Road, Bang Khoe Laem, Bangkok 10120
Telephone	: 0-2289-4610-1
Facsimile	: 0-2291-9860
Paid-up Capital	: THB 30,000,000 (30,000 ordinary shares)
UOB Thai's Holding	: 13.33%

Other Information

5. Piyalai Holdings Ltd.

Business	: Engages in activities related to properties and real estate developments
Location	: 22 nd Fl., Wall Street Tower Building, 33/114 Surawong Road, Bangkok 10500
Telephone	: 0-2233-1666 Ext. 2220-1
Facsimile	: 0-2233-3895
Paid-up Capital	: THB 600,000,000 (6,000,000 ordinary shares)
UOB Thai's Holding	: 10.00%

6. N.Y. Sugar Co., Ltd.

Business	: Sugar mill
Location	: 164 Soi Sukhumvit 23 (Prasarnmitt), Sukhumvit Road, Klong Toey Nuar, Wattana, Bangkok 10110
Telephone	: 0-2260-4951-9
Facsimile	: 0-2260-4950
Paid-up Capital	: THB 900,000,000 (90,000 ordinary shares)
UOB Thai's Holding	: 30.00% (from debt restructuring)

7. UBF Future Co., Ltd.

Business	: Trading in future contract
Location	: 191 South Sathorn Road, Bangkok 10120
Telephone	: 0-2286-5848
Facsimile	: 0-2285-1098
Paid-up Capital	: THB 25,000,000 (1,000,000 ordinary shares)
UOB Thai's Holding	: 74.99%

8. UOB Radanasin Bank Public Company Limited

Business	: Commercial banking service
Location	: 690 Sukhumvit Road, Bangkok 10110
Telephone	: 0-2620-2000
Facsimile	: 0-2259-6088
Paid-up Capital	: THB 12,846,648,210 (1,284,664,821 ordinary shares)
UOB Thai's Holding	: 99.99%
Remark	: UOB Thai expects to return the UOBR banking license to the authorities in 2006 and thereafter proceed with the liquidation process of UOBR.

Other Information

2. Directors and Senior Management

2.1 Information on Directors

Name	Period	Experience*
1. Mr. Wee Cho Yaw	Jul 04 - Present 1974 - Present	<ul style="list-style-type: none"> Chairman of the Board of Directors (Authorized Signatory), United Overseas Bank (Thai) Public Company Limited Chairman and CEO, United Overseas Bank Ltd., Singapore
2. Mr. Wee Ee Cheong	Jul 04 - Present 2000 - Present	<ul style="list-style-type: none"> Deputy Chairman of the Board of Directors (Authorized Signatory), United Overseas Bank (Thai) Public Company Limited Deputy Chairman and President, United Overseas Bank Ltd., Singapore
3. Dr. Pongsak Hoontrakul	Jun 05 - Present May 02 - May 05 2001 - Present Apr 00 - Present	<ul style="list-style-type: none"> Independent Director and Chairman of the Audit Committee, United Overseas Bank (Thai) Public Company Limited Independent Director and Member of the Audit Committee, UOB Radanasin Bank Public Company Limited Principal Founder & CEO, A2Z Professional Travel Ltd. Principal Founder & CEO, Taipan1.com Ltd.
4. Mr. Suebtrakul Soonthornthum	Aug 04 - Present 1992 - Present	<ul style="list-style-type: none"> Independent Director, Member of the Audit Committee, and Chairman of Nomination and Compensation Committee, United Overseas Bank (Thai) Public Company Limited Senior Executive Vice President, Loxley Public Company Limited
5. Mr. Chinnawat Bulsuk	Aug 04 - Present 2003 - Present 2000 - 2002	<ul style="list-style-type: none"> Independent Director and Member of the Audit Committee, United Overseas Bank (Thai) Public Company Limited CEO, The Ocean General Insurance Co., Ltd. Managing Director, The Ocean General Insurance Co., Ltd.
6. Mr. Lee Chin Yong	Aug 04 - Present 2003 - Present 1998 - 2003	<ul style="list-style-type: none"> Director (Authorized Signatory), United Overseas Bank (Thai) Public Company Limited Senior Executive Vice President, United Overseas Bank Ltd., Singapore CEO, United Overseas Bank (Malaysia) Berhad
7. Mr. Poon Hon Thang	Aug 04 - Present 2000 - Present 1992 - 2000	<ul style="list-style-type: none"> Director, United Overseas Bank (Thai) Public Company Limited Senior Executive Vice President, United Overseas Bank Ltd., Singapore Executive Vice President, United Overseas Bank Ltd., Singapore

Note : * Bank of Asia Public Company Limited is reflected as United Overseas Bank (Thai) Public Company Limited for simplicity.

Other Information

Name	Period	Experience*
8. Mr. Quek Cher Teck	Feb 05 - Jan 06 2005 - Present 1994 - 2004	<ul style="list-style-type: none"> • Director, United Overseas Bank (Thai) Public Company Limited • Executive Vice President, United Overseas Bank Ltd., Singapore • Managing Director, UOB Venture Management Pte. Ltd.
9. Mr. Wong Kim Choong	Aug 04 - Present 2003 - 2004 1998 - 2003	<ul style="list-style-type: none"> • Director and President & CEO (Authorized Signatory), United Overseas Bank (Thai) Public Company Limited • Deputy CEO, United Overseas Bank (Malaysia) Berhad • Head of the Commercial Lending Division, United Overseas Bank (Malaysia) Berhad
10. Mr. Chua Teng Hui	Jul 04 - Present 1999 - Jul 04	<ul style="list-style-type: none"> • Director and Deputy President & Deputy CEO (Authorized Signatory), United Overseas Bank (Thai) Public Company Limited • CEO, United Overseas Bank, Philippines
11. Mr. Lee Tse Tiong	Sep 05 - Present Oct 04 - Sep 05 Jan - Oct 04 2000 - 2003	<ul style="list-style-type: none"> • Director and Senior Executive Vice President (Authorized Signatory), United Overseas Bank (Thai) Public Company Limited • Senior Executive Vice President–Corporate Services, United Overseas Bank (Thai) Public Company Limited • Managing Director, Group Finance, DBS Thai Danu Bank Public Company Limited • Vice President, DBS Thai Danu Bank Public Company Limited

2.2 Information on Management Team

Name	Education	Period	Experience*
1. Mr. Goh Choo Han Dennis	Bachelor Degree	Aug 04 - Present 2003 - 2004 2002 - 2003 2000 - 2002	<ul style="list-style-type: none"> • Senior Executive Vice President–Institutional Banking, United Overseas Bank (Thai) Public Company Limited • Senior Vice President, United Overseas Bank Ltd., Singapore • Director, Standard Chartered Bank, Singapore Branch • CEO, Iteru Net Pte Ltd., Singapore

Note : * Bank of Asia Public Company Limited is reflected as United Overseas Bank (Thai) Public Company Limited for simplicity.

Other Information

Name	Education	Period	Experience*
2. Mr. Ngeo Swee Guan Steven	Bachelor Degree	Aug 04 - Present 1999 - 2004	<ul style="list-style-type: none"> • Senior Executive Vice President–Credit Approval & Collection, United Overseas Bank (Thai) Public Company Limited • Senior Vice President, UOB Radanasin Bank Public Company Limited
3. Mr. Thanachai Thanachaiary	Bachelor Degree	Sep 04 - Present Jan 04 - Present Jan 04 - Aug 04 2003 2000 - 2002	<ul style="list-style-type: none"> • Senior Executive Vice President–Individual Banking, United Overseas Bank (Thai) Public Company Limited • Chairman of Audit Committee, Siam City Securities Co., Ltd. • Executive Director and Consultant, ITF (Thailand) Co., Ltd. • Consultant, Thai Kayha Credit Foncier Co., Ltd. • Consultant, Ayudhaya Investment and Trust Public Company Limited • President, Adkinson Securities Public Company Limited • Executive Vice President, UOB Radanasin Public Company Limited
4. Mrs. Patchanee Sutheevitanunt	Master Degree	Nov 05 - Present Feb 98 - Nov 05	<ul style="list-style-type: none"> • Executive Vice President–Treasury Management, United Overseas Bank (Thai) Public Company Limited • Head of Treasury Group, UOB Radanasin Bank Public Company Limited
5. Mr. Khoo Wah Sun	Bachelor Degree	Nov 05 - Present Mar 04 - Nov 05 Jan 98 - Feb 04	<ul style="list-style-type: none"> • Executive Vice President–Commercial Banking, United Overseas Bank (Thai) Public Company Limited • Head of Commercial Banking, UOB Radanasin Bank Public Company Limited • Regional Manager, United Overseas Bank (Malaysia) Bhd, South Regional Centre, Johore (Malaysia)

Note : * Bank of Asia Public Company Limited is reflected as United Overseas Bank (Thai) Public Company Limited for simplicity.

Other Information

Name	Education	Period	Experience*
6. Ms. Ngamjitt Sirijindalert	Master Degree	Jan 06 - Present Apr 03 - 2005 2000 - Apr 03	<ul style="list-style-type: none"> • Executive Vice President–Middle Office, Individual Banking • Executive Vice President–Strategic Project • Senior Vice President, United Overseas Bank (Thai) Public Company Limited
7. Mrs. Pimolrat Tangkosakul	Master Degree	Jan 06 - Present 2000 - 2005 2000	<ul style="list-style-type: none"> • Executive Vice President–Staff Development & Corporate Affairs • Executive Vice President–Human Resources • Senior Vice President, United Overseas Bank (Thai) Public Company Limited
8. Mr. Somkid Jiranuntarat	Master Degree	Apr 03 - Present 2002 - Apr 03 2001 - 2002 1990 - 2000	<ul style="list-style-type: none"> • Executive Vice President–Information Technology • Senior Vice President, United Overseas Bank (Thai) Public Company Limited • CEO, SETTRADE.COM Co., Ltd. • Vice President, The Stock Exchange of Thailand (SET)
9. Mr. Chong Kim Khong William	Bachelor Degree	Nov 05 - Present Nov 99 - Nov 05	<ul style="list-style-type: none"> • Senior Vice President–Risk Management & Compliance, United Overseas Bank (Thai) Public Company Limited • Vice President, UOB Radanasin Bank Public Company Limited
10. Mr. Lek Ruangnaovarat	Master Degree	Nov 05 - Present May 98 - Nov 05	<ul style="list-style-type: none"> • Senior Vice President–Internal Audit, United Overseas Bank (Thai) Public Company Limited • First Vice President, UOB Radanasin Bank Public Company Limited
11. Mr. Lim Keng Teck	Master Degree	Nov 05 - Present Apr 00 - Nov 05	<ul style="list-style-type: none"> • Senior Vice President–Human Resources, United Overseas Bank (Thai) Public Company Limited • First Vice President, UOB Radanasin Public Company Limited
12. Mrs. Manida Raweeruengrong	Master Degree	Nov 05 - Present Nov 00 - Nov 05	<ul style="list-style-type: none"> • Senior Vice President–Central Operations, United Overseas Bank (Thai) Public Company Limited • Vice President, UOB Radanasin Public Company Limited

Note : * Bank of Asia Public Company Limited is reflected as United Overseas Bank (Thai) Public Company Limited for simplicity.

Other Information

Name	Education	Period	Experience*
13. Ms. Montira Utarapichat	Master Degree	2000 - Present 1995 - 1999	<ul style="list-style-type: none"> Senior Vice President–Treasury Management Vice President, United Overseas Bank (Thai) Public Company Limited
14. Mr. Sanchai Apisaksirikul	Master Degree	2006 - Present Jun 01 - 2005 Nov 00 - May 01	<ul style="list-style-type: none"> Senior Vice President–Finance Senior Vice President- Budgeting and Financial Planning Vice President, United Overseas Bank (Thai) Public Company Limited

Note : * Bank of Asia Public Company Limited is reflected as United Overseas Bank (Thai) Public Company Limited for simplicity.

2.3 Shares in United Overseas Bank (Thai)'s subsidiaries and associated companies held by Senior Management

The Bank's directors and senior management do not have any share in the Bank's subsidiaries and associated companies.

3. Director's and Senior Management's remuneration in 2005

3.1 Directors' remuneration

		THB	
	Board of Directors	Audit Committee	Nomination & Compensation Committee
Mr. Wee Cho Yaw	1,040,000	-	-
Mr. Wee Ee Cheong	730,000	-	52,500
Dr. Ammar Siamwalla (resigned 19 May 2005)	80,000	240,000	-
Dr. Pongsak Hoontrakul (appointed 1 Jun. 2005)	440,000	480,000	-
Mr. Suebtrakul Soonthornthum	720,000	210,000	210,000
Mr. Chinnawat Bulsuk	720,000	210,000	-
Mr. Lee Chin Yong	310,000	-	52,500
Mr. Poon Hon Thang	310,000	-	-
Mr. Quek Cher Teck (appointed 15 Feb. 2005)	280,000	-	-
Mr. Wong Kim Choong	310,000	-	-
Mr. Chua Teng Hui	310,000	-	-
Mr. Lee Tse Tiong (appointed 28 Sep. 2005)	90,000	-	-
Total	5,340,000	1,140,000	315,000

Other Information

3.2 Management's remunerations

Remuneration of the Bank's management team (54 persons of Senior Vice President rank and above) totaled THB 246,887,000 for 2005.

3.3 Other remuneration

- No -

4. Auditor's remuneration

In 2005, the Bank and its subsidiaries paid a total of THB 10,996,197 audit fee, and THB 600,000 non-audit fee to Ernst & Young Office Limited.

5. Structure of Group's Revenue

Type of service / Type of revenue	Earned by	% Holding by United Overseas Bank (Thai)	2005		2004		2003	
			Amounts in Baht	% of total revenue	Amounts in Baht	% of total revenue	Amounts in Baht	% of total revenue
Interest and dividend income	UOB Thai		5,987,157,761	105.02	5,656,353,642	82.31	6,067,470,460	94.08
	UOBAMT	99.99	2,740,905	0.05	1,413,482	0.02	819,521	0.01
	UOBLT	99.99	229,534,088	4.03	235,222,188	3.42	160,538,079	2.49
	Total interest and dividend		6,219,432,754	109.09	5,892,989,313	85.75	6,228,828,060	96.58
Interest expense			1,559,369,839	27.35	1,762,167,166	25.64	2,383,071,569	36.95
Net interest and dividend income			4,660,062,915	81.74	4,130,822,147	60.11	3,845,756,491	59.63
Bad debt and doubtful accounts and loss on debt restructuring			386,812,656	6.78	(1,198,091,548)	(17.43)	57,864,228	0.90
Fees and service income	UOB Thai		1,393,084,363	24.44	1,375,333,496	20.01	1,266,534,636	19.64
	UOBAMT	99.99	230,198,147	4.04	211,619,346	3.08	161,076,784	2.50
			1,623,282,509	28.47	1,586,952,842	23.09	1,427,611,419	22.14
Gain on exchange	UOB Thai		438,101,950	7.68	333,865,446	4.86	349,634,148	5.42
			438,101,950	7.68	333,865,446	4.86	349,634,148	5.42
Investment in securities	UOB Thai		(1,542,020,830)	(27.05)	252,392,576	3.67	312,327,185	4.84
	UOBLT	99.99	0	0.00	(15,000,000)	(0.22)	-	0.00
			(1,542,020,830)	(27.05)	237,392,576	3.45	312,327,185	4.84
Other income	UOB Thai		313,589,246	5.50	352,125,906	5.12	286,517,459	4.44
	UOBAMT	99.99	13,695,358	0.24	1,648,346	0.02	1,771,818	0.03
	UOBLT	99.99	194,380,619	3.41	229,571,038	3.34	225,562,387	3.50
			521,665,224	9.15	583,345,289	8.49	513,851,664	7.97
			5,701,091,768	100.00	6,872,378,301	100.00	6,449,180,906	100.00

6. Related Party Transactions

Details of all related-party transactions are disclosed in Note 28 in the Financial Statements.

Risk Factors and Risk Management

The management of risk is fundamental to the financial soundness and integrity of the Bank. Risk management forms an essential element of the Bank's overall strategy. The risk management philosophy of the Bank is that all risks must be identified, measured, monitored and managed within a robust risk management framework, and that returns must commensurate with the risks taken.

The risk management corporate governance structure takes the form of overall responsibility by the Board of Directors in providing guidance regarding strategies and risk appetite for an integrated view of the Bank's risk exposures. The Corporate Risk Management Committee, a sub-committee with delegated authority from the Board, establishes policies and strategies covering all aspects of risk affecting the Bank, reviews the adequacy of risk policies and highlight new risks and exceptional risk events to the Audit Committee and the Board from time to time. Other internal committees established to directly oversee day to day risk related matters include Credit Committee and Asset and Liability Committee ("ALCO").

To this end, a centralized Risk Management & Compliance Group, which is independent of the business units as well as the support units, performs the primary roles of implementing risk policies and procedures, monitoring to ensure compliance by the business and support units with these policies and procedures. Regular reporting on risk exposures, compliance with risk policies & procedures are updated to the management and various risk related committees.

In 2005, the risk management function of the Bank was further strengthened with the alignment of policies, practices as well as systems and tools as part of the merger exercise with UOB Radanasin Bank. In line with the UOB Group's plan to adopt the more advanced approaches for Basel II compliance, the risk management framework and systems of the Bank are expected to be further improved and enhanced in the coming year.

The key types of risk closely monitored by the Bank include :-

• Credit Risk

Credit risk is defined as the potential loss arising from any failure by customers to fulfill their obligations, as and when they fall due. These obligations may arise from on-balance sheet or off balance sheet exposures such as direct lending, trade finance, receivables under derivative and foreign exchange contracts and other credit related activities.

Through the Credit Committee, the Bank establishes well defined risk parameters for accepting credit risk, credit policies and procedures to ensure that a well diversified and high quality credit portfolio is maintained.

The Bank also has in place a rigorous process to regularly review, monitor and report credit exposures including risk concentrations, industry sector exposures, level of non-performing loans as well as adequacy of provisions.

The key operating units directly involved in managing credit risk include :-

(1) Credit Risk Management Division

This unit is primarily responsible for preparing and proposing credit risk policies and guidelines for consideration and approval by the Credit Committee and/or Corporate Risk Management Committee. Other responsibilities include monitoring and reviewing credit risk exposures, performing analysis on credit portfolio performance for fine-tuning policies and risk acceptance criteria as well as preparing various credit risk related reports to management. This unit also performs credit review and audit to ensure that all credits accepted are in compliance with established policies, control procedures and proper legal documentation.

(2) Credit Approval Division

This unit's main responsibility is to provide independent analysis of the credit proposals submitted by the business units. Through the issuance of a separate credit advice

Risk Factors and Risk Management

to the approving authority, credit analysts under this unit address the degree of risks and concerns in each risk aspect of the borrower in order to evaluate whether the assessed risks lie within acceptable range of the Bank. The credit advice may also cover suggestion for the restructuring or adjustment of the credit facilities, collateral and other facility terms and conditions to best represent the risk profiles of the borrower.

(3) Financial Restructuring and Recovery Division

This unit focuses on loan restructuring and recovery of the larger non performing commercial loans with the aim of minimizing damages and losses to the Bank. Non performing loans are transferred to this unit for intensive follow up and negotiation with the borrower from the early stages of loan default. Depending on the level of co-operation from the borrower, legal proceedings may be commenced against the borrower for loan repayment as well as collateral enforcement. All restructured loans continue to be closely monitored by this unit until they have demonstrated good payment record.

(4) Collection Division

This division monitors and follows up on all delinquent consumer loans as well as the small retail and SME loans. Through the collection system, details of delinquent accounts are auto-routed to the collectors for immediate actions the moment borrowers go into default. Debt restructuring and legal actions may also be employed in order to maximize recovery to the Bank.

(5) Litigation Department

The Litigation Department, a unit within the Collections Division, undertakes and oversees all legal actions and related activities of the Bank. Besides undertaking legal actions against defaulted borrowers on behalf of the Bank, this unit is also in charge of putting up a legal defence against all legal suits filed against the Bank.

• Liquidity Risk

Liquidity risk is defined as the potential loss arising from the Bank's inability to meet its contractual obligations

when due. Liquidity risk arises in the general funding of the Bank's activities and in the management of its assets. The Bank maintains sufficient liquidity to fund its day to day operations, meet customer deposit withdrawals, meet customers' demand for new loans and repay borrowings as they mature.

The management of liquidity risk is carried out throughout the year by a combination of cash flow management, maintenance of high quality liquid assets and other short term investments that can be readily converted to cash, diversification of the funding sources and proactive management of the core deposit base. Liquidity contingency funding plan is drawn up to ensure that alternative funding sources are in place to minimize liquidity risk under any given liquidity crisis scenario.

The Asset and Liability Committee ("ALCO") formulates key strategies and policies on liquidity risk management, sets up control limits and reviews the Bank's asset liability structure on a regular basis. The Asset Liability Management Division under Treasury Management Group undertakes the day to day management of the Bank's liquidity cash flows while the Market & Liquidity Risk Management Division independently monitors and reports liquidity risk exposures to the ALCO on a regular basis.

• Balance Sheet Risk

Balance sheet risk is defined as the potential change in earnings arising from the effect of movements in interest rates and foreign exchange rates on the structural banking book of the Bank that is not of a trading nature.

The ALCO establishes policies and strategies to manage and control the balance sheet interest rate risk exposure which may include adjusting lending and deposit rates and the structure and proportion of assets and liabilities. Exposure to currency risk is managed actively by setting limits for both overnight and intra-day position.

The Market & Liquidity Risk Management Division monitors and reviews balance sheet interest rate risk exposures by

Risk Factors and Risk Management

analyzing the mismatches in interest rate re-pricing of the Bank's assets and liabilities and the potential earnings impact as a result of interest rate changes using analytical tools such as maturity/repricing schedules. Reports on asset and liability yield and balance sheet risk exposures are submitted to the ALCO on a regular basis.

• Market Risk

Market risk is defined as the potential loss in market value of a given portfolio arising from changes in market prices, namely foreign exchange rates, interest rates, equity prices and option volatility rates. The Bank is exposed to market risk in its trading and investment portfolios as the value of its trading and investment positions are sensitive to changes in market prices and rates.

Market risk is managed by using a framework of market risk management policies and risk control procedures, as well as risk and loss limits. Risk and loss limits are proposed by the respective trading desks under Treasury Management Group, reviewed by the Market & Liquidity Risk Management Division and approved by the ALCO and the Board of Directors annually. The monitoring of market risk trading limits and the reporting of any limit excess and ratification are carried out independently by the Middle Office Division on a daily basis.

Market risk is measured using the Value-at-risk (VaR) methodologies on all major trading portfolios of the Bank. In addition, stress testing is also performed on the trading portfolios which serve to provide early warning of potential worst case losses so as to facilitate proactive management of these risks in the rapidly changing financial markets.

• Operational Risk

Operational risk is defined as the potential loss arising from breakdown in the Bank's internal control or corporate governance that results in error, fraud, failure/delay to perform, or compromise of the Bank's interests by its employees. Other aspects of operational risk include major failure of information technology systems or events such as fire, flood or other disasters. Potential loss may be in the form of financial loss or other damages, for example, loss of public confidence that will impact the Bank's credibility and ability to transact, maintain liquidity and obtain new business.

The Bank manages operational risk through an internal framework of policies, control procedures and measures. This framework encompasses the identification of significant operational risk exposures and management controls, ongoing conduct of self assessment by business and support units as well as vigilant monitoring and reporting.

Included in the overall framework of operational risk is the disciplined product program process aimed at ensuring the risks associated with each new product/service are identified, analysed and managed before it is approved for launch. In addition, in line with the increasing need to outsource internal operations in order to achieve cost efficiency, an outsourcing policy has also been established to regulate the outsourcing of services to third parties.

The Bank continues to emphasize on staff training, improvement and upgrade in systems, processes and procedures as part of overall operational risk management.

Report of the Audit Committee

The Audit Committee of United Overseas Bank (Thai) Pcl. comprises three independent directors :

Dr. Pongsak Hoontrakul, the Chairman, Mr. Suebtrakul Soonthornthum and Mr. Chinnawat Bulsuk as Committee members.

All Committee members are non-executive directors and non-employees of the Bank.

In the year 2005, the Committee held five meetings to review the Bank's internal controls and discussed financial and operational audit issues with the internal auditors and the Bank's external auditors. Relevant management members were invited to attend the meetings to provide additional information and clarification of the internal control systems.

Major matters discussed at the meeting were as follows :

- Reviewed the major items of the financial reports
- Approved and monitored the financial reports and reviewed the reliability of those reports
- Proposed the revised Audit Committee Charter for the Board of Directors' approval
- Approved the revised Internal Audit Charter and IA Codes of Ethics
- Approved and monitored the Internal Audit Year Plan
- Acknowledged major audit findings regarding the compliance with internal and external regulations
- Acknowledged the quarterly audit reports and major findings
- Reviewed the adequacy and effectiveness of the Bank's internal control systems by discussion with the senior management regarding the Assessment on the Adequacy of the Internal Control System
- Reviewed the reasonableness of the connected transactions
- Proposed the Bank's external auditor and audit fees to the Board of Directors

The Committee has continually reviewed and assessed the Bank's key risks, controls and monitoring system through the Bank's Internal Audit Sector and by discussion with external auditor and senior management. From the evaluation of the Bank's internal control system (including the merger integration approach and framework), it concluded that the Bank's internal controls in the area of financial reporting and risk management are adequate and reliable and that the Bank continues to improve the overall control framework within the Bank. In addition, the Internal Audit Function is ISO9001: 2000 certified.



Dr. Pongsak Hoontrakul

Chairman of the Audit Committee

February 16, 2006

Opinion of the Audit Committee on the Bank's Internal Control System

The Board of Directors has reviewed the opinion and the Assessment Form on the Adequacy of Internal Control System prepared by the Audit Committee during the Board of Directors' Meeting no. 553 held on February 16, 2006. Participants in the meeting included the Audit Committee members comprising the three independent directors and non-employees of the Bank.

The Audit Committee's opinion on the internal control system of the Bank and its subsidiaries was summarized from the evaluation of the Bank's internal control system in five sections as follows :

- Organization Control and Environment Measure
- Risk Management Measure
- Management Control Activities
- Information and Communication Measure
- Monitoring

The Audit Committee is of the opinion that the Bank has in place an adequate internal control system. The Audit Committee has been regularly notified of ongoing issues as they arise.

The external auditor of the Bank is Ms. Ratana Jala, certified public account of Ernst & Young Office Limited which examined the Financial Statements as at December 31, 2005. Ernst & Young has given the opinion in the Audit Report that the financial statements as at December 31, 2005 present fairly, in all material respects, the financial position of the Bank, the results of operations and cash flows for the years then ended in conformity with generally accepted accounting principles.



Dr. Pongsak Hoontrakul
Chairman of the Audit Committee
February 16, 2006

Corporate Governance

UOB Thai, a subsidiary of the UOB Group is committed to maintain the highest standard of corporate governance. The Board believes that good corporate governance is essential for sustaining its business performance and safeguarding the interests of its stakeholders. The Board's commitment to good corporate governance is reflected in the adoption of all of the Stock Exchange of Thailand's (SET) principles of Good Corporate Governance as detailed below.

1. Policy on Corporate Governance

We believe that best practice in corporate governance promotes the interests of the Bank as a whole, as well as supporting a sustainable business culture and working environment.

The Board, the management and the employees base their operational functions on integrity, trust & respect, teamwork and performance excellence in the best interests of both the Bank and in terms of accountability to our shareholders.

2. Shareholders: Rights and Equitable Treatment

The Bank organizes an Annual Shareholders' Meeting every April to inform and to ensure equal treatment for all shareholders. The shareholders' meeting is held at an easily accessible location and all shareholders receive reasonable notice of any impending shareholders' meetings and have adequate time to study the meeting agenda and accompanying documents.

3. Various Groups of Stakeholders

UOB Thai has played a significant role in the Thai business and social environment for numerous years, with a wide range of stakeholders that include not only its Board of Directors, management, employees, business partners, shareholders, external auditors and government agencies but also more than one million customers. Internally, the Board recognizes that it is vital to strike the right balance between the rights and claims of shareholders, the Board, the management, employees as well as customers.

4. Shareholders' Meetings

Shareholders' meetings are conducted in a free and open fashion. The agenda for shareholders' meeting is circulated to all shareholders in advance in compliance with all regulations. Questions and comments are encouraged at the meeting.

5. Leadership and Vision

The Board of Directors' duties are to set out the Bank's policies and operational objectives. These include overseeing management to ensure they operate in accordance with the Bank's policies, relevant laws, articles of association and any policies passed at shareholders' meetings. The Board itself manages the Bank through the Executive Committee whose main responsibility involves monitoring the Bank's progress in carrying out the business plan.

The Management Committee is responsible for establishing the master plan and policies for conducting business and managing the Bank's operations. The committee also sets up the financial plan and annual budget, and follows up monitoring the performance against strategy and budget and recommends remedial actions as necessary. Setting up HR policies and plans, and business strategies including targets of markets, growth, market share and channels required are also among the committee's responsibilities.

6. Conflicts of Interests

The Bank regards conflicts of interests as a factor that can have a profoundly negative impact on the Bank's good reputation as well as being contrary to the Bank's policy in managing its operation with integrity, transparency, morality and good business ethics.

7. Business Ethics and Supervision of the Use of Inside Information

The Bank established Code of Conduct in 2002 as a set of principles that apply to employees at all levels. This code is not only for investment in securities, but also in relation to gifts and entertainment, the prevention of money-laundering, and external functions and employment.

Corporate Governance

To avoid any conflicts of interest, all employees are required to follow this code of conduct.

Both the Board of Directors and management fully understand and appreciate the vital role of confidentiality in regard to the Bank's information. The Bank places comprehensive restrictions on the disclosure and use of inside information to ensure confidentiality for the Bank, its clients and business partners. Using such information for individual benefit is strictly prohibited.

In fact, the restriction on disclosure and use of inside information for individual benefit is integral to the Bank's Code of Conduct, and included in the Rules and Regulations for Securities Investment to be complied by the Bank's staff. In accordance to Securities and Exchange Commission's regulation, all directors and the management team are prohibited to use inside information for personal benefit. In addition, all directors and the management team are also obliged to declare all transactions pertaining to Bank's shares by reporting any securities investments in the Bank to the Office of the Securities and Exchange Commission within 3 days from the execution date.

8. Balance of Power for Non-executive Directors

The Board of Directors' meetings take place at a minimum of once every three months in line with the Public Limited Companies Act B.E. 2535. As at 31 December 2005 the Board members comprised of eleven directors, i.e. the Chairman, three independent directors, three executive directors comprising the President and CEO, and Deputy President and Deputy CEO, Senior Executive Vice President and four non-executive directors. No fewer than half of the total member of directors constitute a quorum for the Board of Directors' meeting.

One of the independent directors of the Bank has attended the Director Certification Program (DCP), and the other two independent directors attended the Director Accreditation Program (DAP) organized by the Thai Institute of Directors.

9. Aggregation or Segregation of Positions

Different persons occupy the positions of Chairman, and President/CEO. The Chairman of the Bank is a Chairman of the Board. The President/CEO serves as the Chairman of the Management Committee and is responsible for implementing and fulfilling the business plan and other programs / policies as approved by the Board of Directors.

10. Remuneration for Directors and the Management

Remuneration for the directors is reviewed by the Nomination and Compensation Committee and recommended to the Board for approval. It is the policy of the Nomination and Compensation Committee to set remuneration in line with market practice. Directors fees are further proposed to the shareholders for approval.

11. Board of Directors Meetings

The Secretary of the Board is obliged to send the Board meeting invitations to Board members at least seven days prior to the date of the meetings. However, in urgent cases, meetings can take place with shorter notice using electronic media for sending the invitation. The minutes of the meeting shall be kept at the Bank's Head Office.

In 2005, the Bank's Board of Directors held 5 meetings, and the Audit Committee held 5 meetings. The attendance of each director is as follows :

<u>Board of Directors' meeting</u>	<u>Meetings attended</u>
1. Mr. Wee Cho Yaw	4/5
2. Mr. Wee Ee Cheong	2/5
3. Dr. Pongsak Hoontrakul (appointed on 1 Jun. 05)	3/3
4. Mr. Suebtrakul Soonthornthum	4/5
5. Mr. Chinnawat Bulsuk	5/5
6. Mr. Lee Chin Yong	5/5
7. Mr. Poon Hon Thang	3/5
8. Mr. Quek Cher Teck (appointed on 15 Feb. 05)	3/4
9. Mr. Wong Kim Choong	5/5
10. Mr. Chua Teng Hui	4/5

Corporate Governance

- | | |
|---|-----|
| 11. Mr. Lee Tse Tiong
<i>(appointed on 28 Sep. 05)</i> | 1/1 |
| 12. Dr. Ammar Siamwalla
<i>(resigned 19 May 05)</i> | 2/2 |

<u>Audit Committee's meeting</u>	<u>Meetings attended</u>
1. Dr. Pongsak Hoontrakul <i>(appointed on 1 Jun. 05)</i>	3/3
2. Mr. Chinnawat Bulsuk	5/5
3. Mr. Suebtrakul Soonthornthum	5/5
4. Dr. Ammar Siamwalla <i>(resigned 19 May 05)</i>	2/2

12. Committees

The Board has established the Audit and Nomination and Compensation committees, both of which are chaired by independent directors. In addition, the Bank has complied with the Bank of Thailand directive to establish a Corporate Risk Management Committee to make recommendations to the Board of Directors on all types of risks in the Bank's operations. Membership details of all three committees are highlighted in the Management Structure section in this report.

13. Control Systems and Internal Audit

The Board of Directors has recognized the utmost importance of having good internal control systems, risk management, compliance and internal audit. The Bank also set up Crisis Management Team, Computer Committee, and BASEL II Steering Committee in addition to the Management Committee, Assets and Liabilities Management Committee, Credit Committee, Financial Restructuring and Recovery Committee, Asset Valuation and Provisioning Committee, Valuation Committee and Investigation Committee in order to ensure the Bank's objectives are accomplished. The BASEL II Steering Committee has been instructed to prepare for the new Bank of International Settlement's (BIS) regulations that will come into force in the near future.

The Audit Division is an independent unit that reports to the Board of Directors. The Audit Committee is responsible for reviewing and assessing the Bank's key risk control mechanisms, as well as monitoring the internal audit system through the Audit Division. The current audit methodologies are in line with the United Overseas Bank Group's audit standards.

14. Directors' Reporting

The Board of Directors is responsible for the consolidated financial statements of the Bank and its subsidiaries and for the financial information presented in this annual report. The aforementioned financial statements were prepared in accordance with accepted accounting standards defined by the Institute of Certified Accountants and Auditors of Thailand, applying appropriate and consistent accounting policies and with careful judgement and best estimates. Important information is adequately disclosed in the notes to financial statements.

The Board of Directors has appointed an Audit Committee comprising independent directors responsible for the quality of financial statements and internal control system, whose comments on these issues are adequately included in the Audit Committee Report in this annual report.

The Board of Directors has provided for and maintained an efficient internal control system to ensure that accounting records are accurate, complete and adequate to protect the Bank's assets and uncover weaknesses in order to prevent operational risk or materially irregular operations.

15. Relations with Investors

The Bank has established an investor relations unit since 1999, which represents the Bank in communicating and maintaining good relationships with shareholders, investors, rating agencies, analysts and other interested parties. Investor Relations handles all queries from these parties, and also meets with all investors and interest parties upon requests. The Bank also provides its comprehensive details of performance and policy to public via its Investor Relations section in the Bank's website (www.uob.co.th).

Management Structure

The Bank's management structure consists of the Board of Directors, Audit Committee, Nomination and Compensation Committee, Corporate Risk Management Committee and Executive Committee. In addition, the Bank has installed other major committees to direct various businesses of the Bank. These are the Management Committee, Assets and Liabilities Committee (ALCO), Credit Committee, Financial Restructuring and Recovery Committee, Computer Committee, Asset Valuation and Provisioning Committee, Valuation Committee 1 and 2, BASEL II Steering Committee, Crisis Management Team, and Investigation Committee.

Board of Directors

The Board of Directors comprises eleven directors, three of whom are independent directors. The Board meets at least once every three months and no fewer than half of the total number constitute a quorum for meetings.

The Board of Directors' duties are to set the Bank's policies and operational objectives, and to oversee management to ensure it operates in accordance with the Bank's policies, relevant laws, articles of association, and the shareholders' resolutions.

The Board of Directors consists of :

1. Mr. Wee Cho Yaw	Chairman
2. Mr. Wee Ee Cheong	Deputy Chairman
3. Dr. Pongsak Hoontrakul	Independent Director
4. Mr. Suebtrakul Soonthornthum	Independent Director
5. Mr. Chinnawat Bulsuk	Independent Director
6. Mr. Lee Chin Yong	Director
7. Mr. Poon Hon Thang	Director
8. Mr. Quek Cher Teck	Director
9. Mr. Wong Kim Choong	Director
10. Mr. Chua Teng Hui	Director
11. Mr. Lee Tse Tiong	Director
M.R. Rajanikorn Rajani	Secretary

An Independent Director is defined as follows :

- A director (with related persons) who holds not more than 0.5% of issued shares with voting right of Bank, its subsidiaries and associated companies.

- Free of any interest in management or a person having the power to control the Bank, its subsidiaries or associated companies; not an employee, auditor, consultant or legal advisor to the Bank in the past 1 year.
- Free of any present, direct or indirect, financial or any other interest in the management of the Bank, its subsidiaries or associated companies that may affect the director's independent judgement.
- Not a relative of senior executives or major shareholders of the Bank, its subsidiary and associated companies and should not be appointed as a representative of the directors nominated by major shareholders to oversee the benefits of the major shareholders.

Audit Committee

The Audit Committee is appointed by the Board of Directors. Its main responsibilities are to ensure that the Bank has an adequate internal audit system and operates in accordance with the regulations imposed by the Securities and Exchange Commission and other governing laws. The committee is also responsible for the nomination of the Bank's auditors, determining the auditors' remuneration and for the accuracy of the disclosure of information on related-party transactions or transactions where conflict of interest may occur.

The committee consists of :

1. Dr. Pongsak Hoontrakul	Chairman
2. Mr. Chinnawat Bulsuk	Member
3. Mr. Suebtrakul Soonthornthum	Member

Nomination and Compensation Committee

The Nomination and Compensation Committee is appointed by the Boards of Directors. The committee is responsible for setting up the policies, criteria and selection procedure for the nomination of the Bank's directors and management. The committee also considers and makes recommendation on appropriate persons for those designated positions, and reviews their appropriate remuneration including other benefits.

Management Structure

The committee consists of :

- | | |
|--------------------------------|----------|
| 1. Mr. Suebrakul Soonthornthum | Chairman |
| 2. Mr. Wee Ee Cheong | Member |
| 3. Mr. Lee Chin Yong | Member |

Executive Committee

The Executive Committee is empowered by the Board of Directors to have the authority to a) set credit discretionary limits, b) approve or ratify approvals for credit applications and debt restructuring cases, and c) delegate to the Asset Liability Committee (ALCO) the responsibility to review the Bank's ALCO Work, and bring any significant matter to the Board of Director's attention. The Executive Committee also empowers the Bank's President and Chief Executive Officer to set up any necessary committee(s), appoints or makes changes to members of the committee(s) and determines the scope of responsibilities of the committee(s), other than the committee(s) which are required by the regulatory authorities and sets up by The Board of Directors. In addition, the committee is also responsible for monitoring the progress of the Bank's business plan.

The committee consists of :

- | | |
|------------------------|-----------------|
| 1. Mr. Wee Cho Yaw | Chairman |
| 2. Mr. Wee Ee Cheong | Deputy Chairman |
| 3. Mr. Lee Chin Yong | Member |
| 4. Mr. Poon Hon Thang | Member |
| 5. Mr. Wong Kim Choong | Member |

Corporate Risk Management Committee

The committee is responsible for establishing policies and strategies covering all aspects of corporate risk management that may affect the reputation of the Bank. The committee proposes to the Board of Directors to consider matters regarding risk management as a whole, and ensures that these strategies can be measured, followed up, and monitored to stand at an appropriate level. The committee also reviews the adequacy of risk policies, risk management procedures, including the efficiency of these procedures, and regularly reports to the audit committee in addressing areas for improvement.

The committee consists of :

- | | |
|----------------------------------|--|
| 1. Mr. Wong Kim Choong | President & CEO
as Chairman |
| 2. Mr. Chua Teng Hui | Deputy President &
Deputy CEO
as Vice Chairman |
| 3. Mr. Goh Choo Han Dennis | Senior Executive
Vice President |
| 4. Mr. Lee Tse Tiong | Senior Executive
Vice President |
| 5. Mr. Ngeo Swee Guan Steven | Senior Executive
Vice President |
| 6. Mr. Thanachai Thanachaiyart | Senior Executive
Vice President |
| 7. Mrs. Patchanee Sutheevitanunt | Executive
Vice President |
| 8. Mr. Chen Yun Ming | Senior Vice President |

Management Committee

The Management Committee is responsible for establishing the Bank's operating master plan and policies for conducting business. The committee also sets up the financial plan and budget, and follows up performance against strategy and budget and recommends remedial actions as necessary. Setting up HR policies and plan, and business strategies including targets of market, growth and market share and channels required are also part of the committee's responsibilities.

The committee consists of :

- | | |
|------------------------------|--|
| 1. Mr. Wong Kim Choong | President & CEO
as Chairman |
| 2. Mr. Chua Teng Hui | Deputy President &
Deputy CEO
as Vice Chairman |
| 3. Mr. Goh Choo Han Dennis | Senior Executive
Vice President |
| 4. Mr. Lee Tse Tiong | Senior Executive
Vice President |
| 5. Mr. Ngeo Swee Guan Steven | Senior Executive
Vice President |

Management Structure

6. Mr. Thanachai Thanachaiary	Senior Executive Vice President	4. Mr. Lee Tse Tiong	Senior Executive Vice President
7. Mrs. Patchanee Sutheevitanunt	Executive Vice President	5. Mr. Ngeo Swee Guan Steven	Senior Executive Vice President
8. Mr. Khoo Wah Sun	Executive Vice President	6. Mr. Thanachai Thanachaiary	Senior Executive Vice President
9. Ms. Ngamjitt Sirijindalert	Executive Vice President	7. Mrs. Patchanee Sutheevitanunt	Executive Vice President
10. Mrs. Pimolrat Tangkosakul	Executive Vice President	8. Mr. Chong Kim Khong William	Senior Vice President
11. Mr. Somkid Jiranuntarat	Executive Vice President	9. Ms. Montira Utarapichat	Senior Vice President
12. Mr. Chong Kim Khong William	Senior Vice President		
13. Mr. Lek Ruangnaovaratt	Senior Vice President		
14. Mr. Lim Keng Teck	Senior Vice President		

Assets and Liabilities Committee (ALCO)

The Assets and Liabilities Committee is responsible for managing the Bank's interest rate risk exposure within the authorized limits delegated from the Bank's Executive Committee and to ensure that the Interest Rate Risk Management Policy and Liquidity Management Policy have been complied with. The committee is also responsible for managing risk exposure arising from trading activities and ensure that Market Risk Trading Limit Policy has been complied with. This committee's duties also includes defining, monitoring and controlling the Bank's risk management of the aforementioned exposures, manage and review the Investment Portfolio of the banking book, and define overall interest rate structure of both deposits and loans including other interest rates for the Bank's products.

The committee consists of :

1. Mr. Wong Kim Choong	President & CEO as Chairman
2. Mr. Chua Teng Hui	Deputy President & Deputy CEO as Vice Chairman
3. Mr. Goh Choo Han Dennis	Senior Executive Vice President

Credit Committee

The committee is responsible for defining the risk management structure and policies for the Bank commercial and consumer lending and related activities, as well as ensuring the risk management activities are performed in accordance with the Bank's policies and directives. The committee is also responsible for reviewing and approving the Bank's credit under its own authority, or recommend for approval to higher approving authorities. Credit Committee has authority to establish one or more Credit Sub-Committees, appoint members, and delegate authority and responsibilities to such Credit Sub-Committee. Part of its responsibilities includes reviews and where appropriate approves or recommends for approval to higher authority the Credit Delegation Limit, product programs, and enhancement of product programs of commercial and consumer loans, as well as non-standard consumer loans. Monthly review on the Bank's commercial loan portfolio, consumer loan portfolios, and Collection Division monthly report was also the responsibilities of the committee.

The committee consists of :

1. Mr. Wong Kim Choong	President & CEO as Chairman
2. Mr. Ngeo Swee Guan Steven	Senior Executive Vice President as Vice Chairman
3. Mr. Goh Choo Han Dennis	Senior Executive Vice President
4. Ms. Pojanee Rungsang	Senior Vice President

Management Structure

Financial Restructuring and Recovery Committee

The committee is responsible for reviewing, and where appropriate approving financial restructuring and recovery cases under its own authority or recommend for approval to higher approving authorities. The committee also reviews all issues that related to Financial Restructuring and Recovery (FRR), and establishes FRR Sub-Committee and appoint members, delegate authority and responsibilities to the Sub-Committee.

The committee consists of :

- | | |
|------------------------------|--|
| 1. Mr. Wong Kim Choong | President & CEO
as Chairman |
| 2. Mr. Ngeo Swee Guan Steven | Senior Executive
Vice President
as Vice Chairman |
| 3. Ms. Vajee Pramualrat | Senior Vice President |
| 4. Ms. Pojanee Rungsang | Senior Vice President |
| 5. Ms. Saviga Chittabuddhi | Vice President |

Computer Committee

The committee is responsible for approving the Bank's IT budget and directions, ensuring proper IT infrastructure, prioritizing IT budget and resources for business expansion, operation efficiency, customer service, and management information. The committee also follows up the progress of major IT projects, and allocates appropriate resources needed for ensuring project success.

The committee consists of :

- | | |
|------------------------------|--|
| 1. Mr. Wong Kim Choong | President & CEO
as Chairman |
| 2. Mr. Chua Teng Hui | Deputy President &
Deputy CEO
as Vice Chairman |
| 3. Mr. Goh Choo Han Dennis | Senior Executive
Vice President |
| 4. Mr. Lee Tse Tiong | Senior Executive
Vice President |
| 5. Mr. Ngeo Swee Guan Steven | Senior Executive
Vice President |

- | | |
|-------------------------------|------------------------------------|
| 6. Mr. Thanachai Thanachaiary | Senior Executive
Vice President |
| 7. Mr. Somkid Jiranuntarat | Executive
Vice President |
| 8. Mr. Boonkear Sornint | Senior Vice President |

Asset Valuation and Provisioning Committee

The committee is responsible for considering and reviewing the valuation of assets and provisions proposed by relevant business units on a monthly basis. The committee also reviews the latest projections of NPLs and/or deteriorating loans for possible loan provisioning requirements, and considers the write-offs proposed by other relevant business units on a monthly basis or such other intervals which the committee deems appropriate, as well as control to asset valuation and provisions in line with rules of good governance and the Sarbenes Oxley Act.

The committee consists of :

- | | |
|------------------------------|--|
| 1. Mr. Wong Kim Choong | President & CEO
as Chairman |
| 2. Mr. Ngeo Swee Guan Steven | Senior Executive
Vice President
as Vice Chairman |
| 3. Mr. Chua Teng Hui | Deputy President &
Deputy CEO |
| 4. Mr. Goh Choo Han Dennis | Senior Executive
Vice President |
| 5. Mr. Lee Tse Tiong | Senior Executive
Vice President |
| 6. Ms. Kulvadee Kulanet | Senior Vice President |
| 7. Ms. Onanong Udomkarnthong | Senior Vice President |
| 8. Ms. Apinya Wattanavekin | Vice President |
| 9. Ms. Somsri Likitpreeda | Vice President |

Valuation Committee 1 and 2

The Valuation Committee 1 is responsible for establishing the Bank's valuation policy to be proposed to the relevant approving authority, controlling and monitoring valuation procedure in accordance with the approved policy, and approving the valuation of collateral and property

Management Structure

foreclosed having fair market value greater than or equal to THB 20 million. The committee also approves the Bank's assets and block valuation of real estate projects, and nominates members of Valuation Committee 2 to approve the valuation of collateral and property foreclosed having fair market value less than THB 20 million. Delegate approval authority for construction cost estimate and progressive construction, together with provide consultancy and information regarding leasehold and freehold estate in the Bank's possession are also the responsibility of the Valuation Committee 1.

The Valuation Committee 1 consists of :

- | | |
|---------------------------------|--------------------------------------|
| 1. Ms. Kulvadee Kulanet | Senior Vice President
as Chairman |
| 2. Mr. Sangkom Siripun | Vice President
as Vice Chairman |
| 3. Ms. Saviga Chittabuddhi | Vice President |
| 4. Ms. Walaiporn Panyadhanya | Vice President |
| 5. Ms. Wimonwadee Manasan | Vice President |
| 6. Mr. Witthawat Phetgajaysaeng | Vice President |

The Valuation Committee 2 consists of :

- | | |
|----------------------------------|---|
| 1. Ms. Wimonwadee Manasan | Vice President
as Chairman |
| 2. Mr. Pote Ratanaprug | Assistant
Vice President
as Vice Chairman |
| 3. Mr. Wanchai Kanittanon | Assistant
Vice President |
| 4. Mr. Saravut Somboonsup | Manager |
| 5. Mr. Wichien Cha-Emthai | Manager |
| 6. Mr. Chalee Petchthai | Manager |
| 7. Mr. Kampanat Jariyakulpivat | Manager |
| 8. Mr. Meelap Sudlapa | Manager |
| 9. Mr. Pairot Hnupichai | Manager |
| 10. Mr. Surachai Chawanapoothorn | Manager |

BASEL II Steering Committee

The committee is responsible for overseeing that the New Capital Accord is properly implemented by December 2006 under the Standardized Approach and subsequently under the Foundation and Advanced Internal Ratings-Based Approach. The committee has authority to appoint working groups to carry out the preparation for and the implementation of the New Accord, to review the work done, and to decide on the recommendations by the working groups. The committee is also in charge of reporting the work progress and obstacles to the Management Committee, and the Board of Directors.

The committee consists of :

- | | |
|-------------------------------|--|
| 1. Mr. Wong Kim Choong | President & CEO
as Chairman |
| 2. Mr. Ngeo Swee Guan Steven | Senior Executive
Vice President
as Vice Chairman |
| 3. Mr. Chua Teng Hui | Deputy President &
Deputy CEO |
| 4. Mr. Goh Choo Han Dennis | Senior Executive
Vice President |
| 5. Mr. Lee Tse Tiong | Senior Executive
Vice President |
| 6. Mr. Thanachai Thanachaiary | Senior Executive
Vice President |
| 7. Mr. Somkid Jiranuntarat | Executive
Vice President |
| 8. Mr. Lek Ruangnaovarat | Senior Vice President |

Crisis Management Team

The Crisis Management Team's primary responsibility is to establish a Crisis Management plan and coordinate the overall requirements in the event of a crisis. The plan will include the necessary business resumption and disaster recovery measures and event information flows. The team is tasked to ensure that these plans are disseminated throughout the Bank and adequate to minimize losses and disruption to business in the event of a crisis.

Management Structure

The committee consists of :

- | | |
|----------------------------------|---|
| 1. Mr. Chua Teng Hui | Deputy President &
Deputy CEO
as Crisis Director |
| 2. Mr. Ngeo Swee Guan Steven | Senior Executive
Vice President
as Deputy Crisis Director |
| 3. Mr. Goh Choo Han Dennis | Senior Executive
Vice President |
| 4. Mr. Lee Tse Tiong | Senior Executive
Vice President |
| 5. Mr. Thanachai Thanachaiary | Senior Executive
Vice President |
| 6. Mrs. Patchanee Sutheevitanunt | Executive
Vice President |
| 7. Mrs. Pimolrat Tangkosakul | Executive
Vice President |
| 8. Mr. Somkid Jiranuntarat | Executive
Vice President |
| 9. Mrs. Manida Raweeruengrong | Senior Vice President |
| 10. Ms. Woo Siew Peng | Senior Vice President |

Investigation Committee

The Investigation Committee's authorities are consisted of 1) requesting document, objects and person from all unites in the Bank in order investigate for finding the facts accordingly, 2) requesting the Bank Internal Audit to verify the facts of event, 3) requesting through Head of Human Resource for transferring or suspending the duty of staff concerned temporarily. The committee is responsible for preparing memorandum of testimony or statement given by the wrong doers, the parties concerned and witnesses to support the investigation report. Preparing the disciplinary letters to inform the wrong doers and the concerned parties, and an investigation report for submission to the CEO for final decision are also the responsibility of this committee.

The committee consists of four permanent members as follow :

1. One representative from _____ as Chair Person
Internal Audit Sector
2. One representative from
Staff Development &
Corporate Affairs Sector
3. One representative from
Litigation Department
4. One representative from
Operational Risk Management
Department

Election of Bank's Board of Directors

In the election of directors, each shareholder shall have one vote for each share held. Each shareholder must exercise all of his votes to elect one or several candidates as directors. He may not distribute his votes among the candidates (such that one candidate receives more votes than another). Those candidates who receive the most votes shall be elected as directors, in number equal to the number of directors to be elected at such election. If there are tied votes, such that the number of candidates receiving the most votes would exceed the number of directors to be elected at such election, the chairman shall have a casting vote.

If a vacancy occurs in the Board of Directors for reasons other than retirement by rotation, the Board of Directors shall elect a person who has the required qualifications and who does not have a prohibited characteristic under the Public Limited Companies Act as a replacement at the next meeting of the Board of Directors, unless the duration of the remaining term of such director is less than two months. Such replacement director shall hold office for the remaining term of office of the director whom he replaces. The resolution of the Board of Directors as above shall be passed by a vote of not less than three fourths of the number of the remaining directors.

Branch Networks

HEAD OFFICE

Sathon Head Office

(8.30am-5.00pm)

191 South Sathon Road, Sathon, Bangkok 10120

Telephone : 0-2343-3000 ext. 2682, 2684, 2686

Facsimile : 0-2287-2973-4

BANGKOK METROPOLITAN BRANCH OFFICES

All Seasons Place (Sub Branch)

87 M Thai tower 3rd floor, All Seasons Place,

Wittayu Road, Pathumwan, Bangkok 10330

Telephone : 0-2257-0116-8

Facsimile : 0-2257-0149

Amarin Plaza

(Mon.-Fri. 8.30am-5.00pm, Sat. 11.00am-5.00pm)

500 1st Floor, Amarin Plaza, Ploenchit Road,

Pathum Wan, Bangkok 10500

Telephone : 0-2252-6292-3, 0-2251-8579, 0-2256-9045-6

Facsimile : 0-2252-7871

Anusavaree Chaisamoraphoom

911/1-3 Phaholyothin Road, Phaya Thai, Bangkok 10400

Telephone : 0-2271-0089, 0-2271-3447, 0-2271-2662,

0-2619-5916

Facsimile : 0-2271-0088

Asoke

163 Ratchapark Building (1st floor), Sukhumvit 21 Road,

Wattana, Bangkok 10110

Telephone : 0-2258-3259, 0-2258-3261, 0-2258-3263,

0-2258-3265

Facsimile : 0-2258-9552

Bang Bon

72/65-68 Mu 6, Eakchai-Bangbon Road,

Bang Bon, Bangkok 10150

Telephone : 0-2898-0423-5, 0-2415-6984

Facsimile : 0-2898-0426

Bang Kapi (Sub Branch)

177/22-23 Mu 3, Ladphrao Road,

Bang Kapi, Bangkok 10240

Telephone : 0-2378-0973-4, 0-2375-0201, 0-2375-0203

Facsimile : 0-2378-0975

Bangbuathong

28/33-35 Mu 4, Bangkruay-Sainoi Road,

Bangbuathong, Nonthaburi 11110

Telephone : 0-2920-2451-5

Facsimile : 0-2920-2450

Bangkae

455/9-11 Petchkasem Road (Soi 51-53),

Bangkae, Bangkok 10160

Telephone : 0-2455-2091, 0-2455-2095, 0-2455-2097

Facsimile : 0-2455-2108

Bangmod

1/2 Mu 9, Rama II Road, Jomthong, Bangkok 10150

Telephone : 0-2867-0203-5

Facsimile : 0-2867-0914

Bangna K.M.2

21/235-236 Mu 12, Bang Na-Trad Road,

Bangna, Bangkok 10260

Telephone : 0-2396-1931, 0-2393-9825, 0-2399-0178-81

Facsimile : 0-2393-6147

Bangplee

(Mon.-Fri. 10.00am-5.00pm)

89 Mu 9, BIG C Center Bangplee,

Taeparak KM 13 Road, Bangplee, Samutprakarn 10540

Telephone : 0-2752-4505, 0-2752-4507-9

Facsimile : 0-2752-4504

Bangrak

1249/19, 1249/50, 1249/59 Jems Tower Building,

Charoen Krung Road, Bangrak, Bangkok 10500

Telephone : 0-2237-5050-1, 0-2237-8577-8, 0-2234-5265,

0-2266-9896-7

Facsimile : 0-2266-9667

Branch Networks

BTS Mochit (Sub Branch)

(everyday 9.30am-8.00pm)

BTS Mochit, Phaholyothin Road, Chatuchak, Bangkok 10900

Telephone : 0-2617-4005-6, 0-2617-4009

Facsimile : 0-2617-4007

BTS On Nut (Sub Branch)

(everyday 9.30am-8.00pm)

BTS On Nut, Sukhumvit Road, Klong Toey, Bangkok 10110

Telephone : 0-2741-4206-7, 0-2741-4210

Facsimile : 0-2741-4208

Buntudthong

56/20, 56/59-62 Rama I Road, Pathumwan, Bangkok 10330

Telephone : 0-2214-1733, 0-2214-2067, 0-2214-2252,
0-2214-1292

Facsimile : 0-2215-4836

Chaengwatana

99/349 Mu 2, Na Nakorn Building,

Chaengwatana Road, Donmuang, Bangkok 10210

Telephone : 0-2576-1057-60, 0-2576-1490, 0-2576-1544-5

Facsimile : 0-2576-1533

City Complex

(Mon.-Fri. 8.30am-5.00pm, Sat. 11.00am-5.00pm)

831 City Complex Building, Petchburi Road,

Rajathevee, Bangkok 10400

Telephone : 0-2255-0746, 0-2255-0749, 0-2653-8522,

0-2252-1211

Facsimile : 0-2255-0748

Dao Khanong (Sub Branch)

1057/9-10 Taksin Road, Thon Buri, Bangkok 10600

Telephone : 0-2460-0157, 0-2460-0159, 0-2460-0243

Facsimile : 0-2460-0245

Department of Industrial Works (Sub Branch)

75/6 Department of Industrial Works Building,

Rama VI Road, Rajathevee, Bangkok 10400

Telephone : 0-2640-9723-4, 0-2640-9727

Facsimile : 0-2640-9725

Hua Mark

1929/3-5 Ramkamhaeng Road, Bang Kapi, Bangkok 10240

Telephone : 0-2318-8561-4, 0-2718-4624, 0-2319-3062

Facsimile : 0-2318-0139

Imperial (Ladphrao 81)

2539 Basement Floor, Imperial World Department Store,

Ladphrao Road, Wang Thong Lang, Bangkok 10310

Telephone : 0-2934-8686-9, 0-2934-8691

Facsimile : 0-2934-8690

Klong Toey

1472-1474 Rama IV Department Store, Rama IV Road,

Klong Toey, Bangkok 10110

Telephone : 0-2249-0886-7

Facsimile : 0-2249-4075

Ladphrao

1558 Ladphrao Road, Wang Thong Lang, Bangkok 10310

Telephone : 0-2514-2709, 0-2514-2964, 0-2539-5800,

0-2530-1120

Facsimile : 0-2539-2003

Lumphini (208 Building)

208 Building, Witthayu Road, Pathumwan, Bangkok 10330

Telephone : 0-2256-7071-5

Facsimile : 0-2256-7076

Muang Thong Thani

339 Maungthongthani, Bondstreet Road,

Parkkred, Nonthaburi 11120

Telephone : 0-2503-4940-3

Facsimile : 0-2503-4914

Ngam Wong Wan (Sub Branch)

207/15 Mu 6, Ngam Wong Wan Road,

Luksi, Bangkok 10210

Telephone : 0-2591-7902, 0-2591-0770, 0-2591-0772

Facsimile : 0-2591-0771

Branch Networks

Nong Khaem

77/207 Mu 2, Phetchkasem Road,
Nong Khaem, Bangkok 10160
Telephone : 0-2420-7941-4
Facsimile : 0-2420-7940

Nonthaburi

32/16-19 Pracharat Road, Muang, Nonthaburi 11000
Telephone : 0-2525-1770-2, 0-2968-4592-4
Facsimile : 0-2526-2993

On Nut

1468, 1470 Mu 6 On Nut Road,
Suanluang, Bangkok 10250
Telephone : 0-2332-3134-7
Facsimile : 0-2331-8519

On Nut 17

847-849 Sukhumvit 77 Road (On Nut Soi 17),
Suanluang, Bangkok 10250
Telephone : 0-2742-5071-5
Facsimile : 0-2742-5070

Pattanakarn

309/1-4 Pattanakarn Road, Praves, Bangkok 10250
Telephone : 0-2322-0439, 0-2322-0441-3
Facsimile : 0-2322-0438

Phaholyothin K.M. 26

1/737 Mu 17, Soi Amporn, Phaholyothin KM 26,
Lam Luk Ka, Pathum Thani 12150
Telephone : 0-2532-3645-50, 0-2532-3644
Facsimile : 0-2532-3641

Phaholyothin Soi 19

555 Rasa Tower Building, Phaholyothin Road,
Chatuchak, Bangkok 10900
Telephone : 0-2937-0300-4
Facsimile : 0-2937-0305

Phahurad

(Mon.-Fri. 8.30am-5.00pm, Sat. 11.00am-5.00pm)
2/30-33, 4/11-14 The Old Siam Plaza, Burapa Road,
Phra Nakhon, Bangkok 10200
Telephone : 0-2222-0176-9, 0-2222-4113-4,
0-2223-1854-5, 0-2223-6233, 0-2221-7236
Facsimile : 0-2223-0708

Phetchakasem 35

(Mon.-Fri. 8.30am-5.00pm, Sat. 11.00am-5.00pm)
607 Phetchakasem Road, Phasi Charoen, Bangkok 10160
Telephone : 0-2454-8690-5
Facsimile : 0-2454-8696

Phra Pinklao

30 Charansnidvongs Road, Bangplad, Bangkok 10700
Telephone : 0-2434-7110-3
Facsimile : 0-2434-7114

Pracha-U-Thit Soi 16

459/15-17 Prachauthit Road (Soi 16),
Rat Burana, Bangkok 10140
Telephone : 0-2428-0037, 0-2428-3653-5
Facsimile : 0-2427-1778

Rajchaprarop

(8.30am-5.00pm)
120/126 Rajchaprarop Road, Rajthevee, Bangkok 10400
Telephone : 0-2656-3071-2, 0-2656-3068
Facsimile : 0-2251-0404

Rajchawong

219/2 Rajawongse Road,
Sampandhawongse, Bangkok 10100
Telephone : 0-2221-7515, 0-2622-7388-90
Facsimile : 0-2622-7392

Branch Networks

Rangsit

(Mon.-Fri. 8.30am-5.00pm, Sat.-Sun. 11.00am-5.00pm)
94 Mu 2, Future Park Rangsit Building,
Tanya Buri, Pathum Thani 12110
Telephone : 0-2958-0562-7
Facsimile : 0-2958-0568

Ramintra K.M.9

(Mon.-Fri. 8.30am-5.00pm, Sat.-Sun. 11.00am-5.00pm)
5/5-6 Mu 7, Fashion Island Department Store,
Ramintra Road, Kunnayao, Bangkok 10230
Telephone : 0-2947-5307-9, 0-2947-5311
Facsimile : 0-2947-5310

Ratchada-Huay Khwang

167/8 Ratchadaphisek Road, Din Daeng, Bangkok 10320
Telephone : 0-2276-9408-11, 0-2276-9414
Facsimile : 0-2276-9413

Ratchada-Sathupradit

127/1 Nonsee Road, Yannawa, Bangkok 10120
Telephone : 0-2681-1111-5
Facsimile : 0-2681-1110

Ratchada-Thaphra

299 Hansawat Building, Ratchadapisake Road,
Thonburi, Bangkok 10600
Telephone : 0-2476-9945-9
Facsimile : 0-2476-9944

Sam Yaek

601 Charoen Krung Road,
Sampandhawongse, Bangkok 10100
Telephone : 0-2222-5111-6
Facsimile : 0-2222-1354

Samrong

999/99 Mu 1, Sukhumvit Road, Muang, Samut Prakan 10270
Telephone : 0-2384-7656, 0-2384-4510, 0-2394-0422,
0-2394-0428
Facsimile : 0-2384-4352

Saphan Khao

325/168 Lukluang Road, Dusit, Bangkok 10300
Telephone : 0-2282-3665, 0-2282-3796, 0-2282-4374,
0-2282-3694-5
Facsimile : 0-2282-1914

Sathon 2

179/3 Bangkok City Tower Building, South Sathon Road,
Sathon, Bangkok 10120
Telephone : 0-2679-5700-2, 0-2679-5704
Facsimile : 0-2679-5703

Senanikom

126/19 Phaholyothin 32 Road (Soi Senanikom 1),
Chatuchak, Bangkok 10900
Telephone : 0-2561-3100-1, 0-2579-6248, 0-2561-1054
Facsimile : 0-2579-9088

Seri Center (Sub Branch)

(Mon.-Fri. 8.30am-5.00pm, Sat.-Sun. 11.00am-5.00pm)
12/90 Mu 6, Seri Center Building, Srinakarin Road,
Praves, Bangkok 10260
Telephone : 0-2746-0816-8
Facsimile : 0-2746-0819

Si Phraya

(8.30am-5.00pm)
295 Si Phraya Road, Bangrak, Bangkok 10500
Telephone : 0-2235-2884-7, 0-2236-6805
Facsimile : 0-2235-2882

Siam Paragon

(everyday 10.00am-7.00pm)
991 Siam Paragon Shopping Center, Unit M14 Main Level,
Rama 1 Road, Pathumwan, Bangkok 10330
Telephone : 0-2129-4570-2
Facsimile : 0-2129-4573

Branch Networks

Siam Square (Sub Branch)

(Mon.-Fri. 8.30am-5.00pm, Sat. 11.00am-5.00pm)
410-410/1 Siam Square Soi 6, Rama 1 Road,
Pathumwan, Bangkok 10500
Telephone : 0-2251-3343, 0-2251-2145, 0-2251-2278,
0-2254-6800
Facsimile : 0-2251-2280

Silom II

14 Silom Road, Bangrak, Bangkok 10500
Telephone : 0-2632-8801-3, 0-2632-8805
Facsimile : 0-2632-8804

Silom Complex (Sub Branch)

(8.30am-5.00pm)
191 Silom Complex Building, Silom Road,
Bangrak, Bangkok 10500
Telephone : 0-2231-3139-40, 0-2231-3100-1
Facsimile : 0-2231-3137

Si Yeak Sriwara

573/139 Soi Ramkhamhaeng 39, Prachauthit Road,
Wang Thong Lang, Bangkok 10310
Telephone : 0-2934-7941-4
Facsimile : 0-2934-7945

Soi Chokechai 4 (Sub Branch)

141/3-4 Soi Chokechai 4 (Ladphrao 53),
Wang Thong Lang, Bangkok 10310
Telephone : 0-2539-6111-3
Facsimile : 0-2539-3500

Soi Sukhumvit 101/1

(8.30am-5.00pm)
339/101-102 Soi Sukhumvit 101/1,
Sukhumvit Road, Pra Khanong, Bangkok 10260
Telephone : 0-2361-6418-20, 0-2393-9952, 0-2399-4968
Facsimile : 0-2399-5132

Soi Yoo Dee

597/113-114 Trok Watchannai, Chan Road,
Bang Khoe Laem, Bangkok 10120
Telephone : 0-2292-1627-8, 0-2291-4904-5
Facsimile : 0-2291-4906

Songwad

1252-4 Songwad Road, Sampandhawongse, Bangkok 10100
Telephone : 0-2225-6254-7, 0-2226-3606-7
Facsimile : 0-2225-6256

Sri Yan (Sub Branch)

468-468/1 Nakhon Chai Sri Road, Dusit, Bangkok 10300
Telephone : 0-2243-0914-5, 0-2241-3467, 0-2243-3725
Facsimile : 0-2241-3425

Srinakarin

395/5 Srinakarin Road, Muang, Samutprakarn 10270
Telephone : 0-2385-7312-5
Facsimile : 0-2385-7316

St. Louis 3 (Sub Branch)

9/10 Trok Chan Saphan 3, Chan Road,
Sathon, Bangkok 10120
Telephone : 0-2212-7024, 0-2211-1407
Facsimile : 0-2211-0815

Sukhumvit 4 (Sub Branch)

(8.30am-5.00pm)
142 Sukhumvit Road, Klong Toey, Bangkok 10110
Telephone : 0-2653-2178-9, 0-2253-5137, 0-2653-2218
Facsimile : 0-2653-2181

Sukhumvit 25

1 Ban Chang Glass House Building, Soi Sukhumvit 25,
Klong Toey, Bangkok 10110
Telephone : 0-2258-0270-1, 0-2260-6117-9,
0-2258-9330-2
Facsimile : 0-2258-4582

Branch Networks

Sukhumvit 26

690 Sukhumvit Road, Klongtoey, Bangkok 10110
Telephone : 0-2620-2000, 0-2260-5368-9, 0-260-5371-2
Facsimile : 0-2260-5368

Sukhumvit 83

2149 2nd Floor, Market Plus Building, Soi Sukhumvit 83,
Pra Khanong, Bangkok 10260
Telephone : 0-2742-5812-5, 0-2742-5818
Facsimile : 0-2742-5816

Sukhumvit 101 (Piyarom Park)

(Mon.-Fri. 8.30am-5.00pm, Sat. 11.00am-5.00pm)
3079/25 Soi Piyabuttra, Sukhumvit Road,
Phra Khanong, Bangkok 10260
Telephone : 0-2730-5100-3, 0-2730-5105
Facsimile : 0-2730-5106

Suksawat

86/17-19 Suksawat Road, Rat Burana, Bangkok 10140
Telephone : 0-2468-4797, 0-2477-2411-2, 0-2477-2408
Facsimile : 0-2468-6028

Surawong

289 Surawong Road, Bangrak, Bangkok 10500
Telephone : 0-2233-9730-5, 0-2234-9543, 0-2233-8686,
0-2233-6537
Facsimile : 0-2235-5208

Taksin

43,45,47 Taksin Road, Thon Buri, Bangkok 10600
Telephone : 0-2438-6429, 0-2438-0063, 0-2439-1864,
0-2437-2387
Facsimile : 0-2438-6426

Talard Si Mummuang

355/33-35 Mu 8, Phaholyothin Road,
Lam Luk Ka, Pathum Thani 12130
Telephone : 0-2536-7850, 0-2536-7852, 0-2536-7854-6
Facsimile : 0-2536-7853

Thai Wah Tower (Sub Branch)

21/63-66 Thai Wah Tower 1 Building, South Sathon Road,
Sathon, Bangkok 10120
Telephone : 0-2285-0092-4
Facsimile : 0-2285-0095

Thanon Asoke-Dindaeng

729 Asoke-Dindaeng Road, Dindaeng, Bangkok 10320
Telephone : 0-2248-6935-7
Facsimile : 0-2248-6933

Thanon Khaolarm (Sub Branch)

2214, 2216 Khaolarm Road,
Sampanthawongse, Bangkok 10100
Telephone : 0-2238-2540-2
Facsimile : 0-2238-2543

Thanon Krungthonburi

77/2 Sinsathorn Tower, Krungthonburi Road,
Klongsarn, Bangkok 10600
Telephone : 0-2440-0345-9
Facsimile : 0-2440-0350

Thanon Phaholyothin 8 (Sub Branch)

(8.30am-5.00pm)
414 G Floor, Shinawatra Tower 1 Building,
Phaholyothin Road, Phayathai, Bangkok 10400
Telephone : 0-2616-9760-2, 0-2357-1690
Facsimile : 0-2357-1490

Thanon Phraram 6 (Sub Branch)

118/1 Tipco Tower Building, Rama 6 Road,
Phaya Thai, Bangkok 10400
Telephone : 0-2357-3460-3
Facsimile : 0-2357-3464

Thanon Phraram 9

100/1 Ground Floor, Worrasombat Building, Rama 9 Road,
Huay Khwang, Bangkok 10310
Telephone : 0-2645-0683-5
Facsimile : 0-2645-0440

Branch Networks

Thanon Pracha-U-Thit

147/1-4 Mu 8, Pracha-U-Thit Road,
Rat Burana, Bangkok 10140
Telephone : 0-2873-1457-60, 0-2873-1439
Facsimile : 0-2873-1440

Thanon Ramkhamhaeng 2 (Sub Branch)

(8.30am-5.00pm)
143 Mu 8, Ramkhamhaeng 2 Road, Praves, Bangkok 10260
Telephone : 0-2316-9735-6
Facsimile : 0-2316-9739

Thanon Ramkhamhaeng 81/1

2945/1 Ramkhamhaeng Road, Bangkapi, Bangkok 10240
Telephone : 0-2374-1374-7
Facsimile : 0-2732-2010

Thanon Sri Wara

314 Soi Ladphrao 94 (Panjamit), Sri Wara Road,
Wang Thong Lang, Bangkok 10310
Telephone : 0-2559-3600-5, 0-2935-6025-6
Facsimile : 0-2559-3606

Thanon Sukhaphiban 3

198/3 Ramkhamhaeng Road (Sukhaphiban 3),
Bangkapi, Bangkok 10240
Telephone : 0-2375-8725, 0-2375-8794, 0-2375-8799,
0-2377-9183
Facsimile : 0-2375-8795

Thanon Tiwanond

121/2 Mu 4, Tiwanon Road, Muang, Nonthaburi 11000
Telephone : 0-2968-8586-9, 0-2968-8584, 0-2527-4706
Facsimile : 0-2968-8583

Thanon Vorachak (Sub Branch)

94-96 Vorachak Road,
Pom Prap Sattru Phai, Bangkok 10100
Telephone : 0-2221-5223, 0-2225-9086, 0-2225-9088
Facsimile : 0-2225-9087

Thanon Yaowaraj (Sub Branch)

(Mon.-Fri. 8.30am-5.00pm, Sat. 11.00am-5.00pm)
422, 424 Yaowaraj Road,
Sampandhawongse, Bangkok 10100
Telephone : 0-2226-2930-1, 0-2226-5855
Facsimile : 0-2226-2933

Thonglor

283/15-17, 283/65, Soi Thonglor 13, Sukhumvit 55 Road,
Wattana, Bangkok 10250
Telephone : 0-2712-7150-5
Facsimile : 0-2712-7156

Tops Bangna (Sub Branch)

(everyday 9.30am-8.00pm)
1090 Mu 12, Central City Department Store,
Bangna-Trad Road, Bangna, Bangkok 10260
Telephone : 0-2361-7851-3
Facsimile : 0-2361-7854

Tops Bangrak (Sub Branch)

(everyday 9.30am-8.00pm)
1522 Robinson Bangrak Department Store,
Charoen Krung Road, Bangrak, Bangkok 10500
Telephone : 0-2630-6482-3
Facsimile : 0-2630-6484

Tops Chidlom (Sub Branch)

(everyday 9.30am-8.00pm)
22 Central Chidlom Department Store, Ploenchit Road,
Pathum Wan, Bangkok 10330
Telephone : 0-2254-7120-2
Facsimile : 0-2254-7123

Tops Lad Phrao

(everyday 9.30am-8.00pm)
1697 Central Lad Phrao Department Store,
Phaholyothin Road, Chatuchak, Bangkok 10900
Telephone : 0-2937-1727-9
Facsimile : 0-2937-1730

Branch Networks

Tops Phra Pra Daeng

(everyday 9.30am-8.00pm)
360/14 Mu 7, Major Phra Pra Daeng Building,
Suksawat Road, Ratburana, Bangkok 10140
Telephone : 0-2818-1970-2
Facsimile : 0-2818-1973

Tops Pinklao (Sub Branch)

(everyday 9.30am-8.00pm)
7/1 Central Pinklao Department Store,
Baromratchonnane Road, Bangkok-noi, Bangkok 10700
Telephone : 0-2884-8030-2
Facsimile : 0-2884-8033

Tops Rama 2 (Sub Branch)

(everyday 9.30am-8.00pm)
128 Mu 6, Central Plaza Rama 2 Department Store,
Rama 2 Road, Bang Khun Thien, Bangkok 10150
Telephone : 0-2872-4710-4
Facsimile : 0-2872-4715

Tops Ramintra (Sub Branch)

(everyday 9.30am-8.00pm)
109/9 Mu 3, Central Ramintra Department Store,
Ramintra Road, Bangkhen, Bangkok 10220
Telephone : 0-2522-6646-8
Facsimile : 0-2522-6649

Tops Ratchadaphisek (Sub Branch)

(everyday 9.30am-8.00pm)
139 Robinson Ratchadaphisek Department Store,
Ratchadaphisek Road, Din Daeng, Bangkok 10310
Telephone : 0-2246-5058-9, 0-2246-5101
Facsimile : 0-2246-5578

Tops Sukhaphiban 3 (Sub Branch)

(everyday 9.30am-8.00pm)
7/4 Mu 1, Tops Supermarket Sukhaphiban 3,
Ramkhamhaeng Road, Saphansoong, Bangkok 10240
Telephone : 0-2729-4982-3
Facsimile : 0-2372-1636

Tops Thanon Witthayu (Sub Branch)

(everyday 9.30am-8.00pm)
231 2nd Floor, CRC Tower Building, 87/2 Witthayu Road,
Pathumwan, Bangkok 10330
Telephone : 0-2255-5392-4
Facsimile : 0-2255-5395

Wiphawadi-Rangsit 9 (Sub Branch)

21 T.S.T. Tower Building, Wiphawadi-Rangsit Road,
Chatuchak, Bangkok 10900
Telephone : 0-2273-8120-1, 0-2273-8939-40
Facsimile : 0-2273-8122

UPCOUNTRY BRANCH OFFICE

CENTRAL AREA

Lop Buri (Sub Branch)

21/11-12 Mu 1, Phaholyothin Road, Muang, Lop Buri 15000
Telephone : 0-3641-4248-9
Facsimile : 0-3641-4251

Nakhon Pathom

(8.30am-5.00pm)
63-65 Rajvithi Road, Muang, Nakhon Pathom 73000
Telephone : 0-3425-1184-6, 0-3425-1178
Facsimile : 0-3425-1187

Phra Nakhon Si Ayutthaya

255 Mu 5, Rojana Road, Phra Nakhon Si Ayutthaya,
Phra Nakhon Si Ayutthaya 13000
Telephone : 0-3524-6116, 0-3524-6030, 0-3522-9049
Facsimile : 0-3524-1546

Phrapathomjedee

45-47 Saiphra Road, Phrapathomjedee,
Muang, Nakhon Pathom 73000
Telephone : 0-3427-2353-4, 0-3421-9236-7
Facsimile : 0-3425-7504

Branch Networks

Sam Chuk

225/2 Mu 2, Sam Chuk, Suphan Buri 72130
Telephone : 0-3557-1055, 0-3557-1980, 0-3557-1990
Facsimile : 0-3557-1044

Samut Sakhon

927/403 Sethakit 1 Road, Muang, Samut Sakhon 74000
Telephone : 0-3481-0514, 0-3481-0516, 0-3481-0275
Facsimile : 0-3481-0513

Samut Songkhram (Sub Branch)

125/104 Tang Kao Muang Road,
Muang, Samut Songkhram 75000
Telephone : 0-3471-8111, 0-3471-8222, 0-3471-8626
Facsimile : 0-3471-8627

Saraburi

427 Phaholyothin Road, Muang, Saraburi 18000
Telephone : 0-3621-2137-8, 0-3631-2055-6
Facsimile : 0-3622-1636

WESTERN AREA

Damnoen Saduak

234 Mu 8, Bangpare-Samut Songkhram Road,
Damnoen Saduak, Ratchaburi 70130
Telephone : 0-3225-4444, 0-3225-4930, 0-3225-4332,
0-3224-1333
Facsimile : 0-3225-4913

Kanchanaburi (Sub Branch)

River Khwae Hotel, 284/15-16 Sangchutoe Road,
Muang, Kanchanaburi 71000
Telephone : 0-3452-1621-3
Facsimile : 0-3452-1624

Phetchaburi

28 Panich Charoen Road, Muang, Phetchaburi 76000
Telephone : 0-3241-5883-4, 0-3242-5959, 0-3242-5169
Facsimile : 0-3242-8517

Tops Ratchaburi

(everyday 9.30am-8.00pm)
265 Robinson Ratchaburi Department Store,
Srisuriyawong Road, Muang, Ratchaburi 70000
Telephone : 0-3231-0321-3
Facsimile : 0-3231-0324

EASTERN AREA

Baan Bung

403 Chon Buri- Baan Bung Road,
Baan Bung, Chon Buri 20170
Telephone : 0-3844-3628, 0-3844-3072, 0-3875-0979-80,
0-3875-1118-9
Facsimile : 0-3844-3039

Baan Chang

51/12 Mu 5, Sukhumvit Road, Baan Chang, Rayong 21130
Telephone : 0-3860-3120-3
Facsimile : 0-3860-3119

Bang Lamung

90/27 Mu 5, Pattaya-Naglue Road,
Bang Lamung, Chon Buri 20150
Telephone : 0-3842-8418, 0-3842-9333, 0-3842-7748-9,
0-3842-0273
Facsimile : 0-3842-3332

Bang Pakong

139 Mu 9, Bang Pakong, Chachoengsao 24130
Telephone : 0-3853-1297-8, 0-3853-2882
Facsimile : 0-3853-2086

Chachoengsao

94/3 Chumphon Road, Muang, Chachoengsao 24000
Telephone : 0-3851-1621-2, 0-3881-8149,
0-3851-4627-8
Facsimile : 0-3851-1623

Chanthaburi

82/9 Thachalab Road, Muang, Chanthaburi 22000
Telephone : 0-3931-2822, 0-3934-6616, 0-3934-6434-5
Facsimile : 0-3932-1201

Branch Networks

Chon Buri

804 Kor. Chetchamnong Road, Muang, Chon Buri 20000

Telephone : 0-3827-3601-6

Facsimile : 0-3827-3607

Chon Buri 2

116/110 Mu 3, Sukhumvit Road, Muang, Chon Buri 20000

Telephone : 0-3879-7457-9, 0-3879-7462

Facsimile : 0-3879-7461

Eastern Seaboard

24/1 Mu 4, Thanon Hemaraj Avenue,

Pluak Daeng, Rayong 21140

Telephone : 0-3895-5284-6, 0-3895-5288

Facsimile : 0-3895-5287

Pattaya (Sub Branch)

(8.30am-5.00pm)

325/115-116 Mu 10, Pattaya Sai 2 Road,

Bang Lamung, Chon Buri 20260

Telephone : 0-3842-9464, 0-3871-0414, 0-3841-0027

Facsimile : 0-3842-9400

Rayong

144/39-41 Sukhumvit Road, Muang, Rayong 21000

Telephone : 0-3861-4730-3, 0-3861-4735-6

Facsimile : 0-3861-4734

Sriracha

135/19 Sukhumvit Road, Sriracha, Chon Buri 20110

Telephone : 0-3832-4500-2, 0-3832-4504

Facsimile : 0-3832-4503

Tops Sriracha (Sub Branch)

(everyday 9.30am-8.00pm)

90/1 Robinson Sriracha Department Store, Sukhumvit Road,

Sriracha, Chon Buri 20110

Telephone : 0-3832-8458, 0-3832-8459-60

Facsimile : 0-3832-8461

NORTHERN AREA

Chiang Mai

149-149/1-3 Chang-Klarn Road, Muang, Chiang Mai 50100

Telephone : 0-5327-0029-30, 0-5328-2903, 0-5382-1080-1

Facsimile : 0-5328-2015

Chiang Mai - Huaikaew

137 Huay Kaew Road, Muang, Chiang Mai 50200

Telephone : 0-5321-1091-4

Facsimile : 0-5321-1095

Chiang Rai

643/5 Mu 3, Uttrakit Road, Muang, Chiang Rai 57000

Telephone : 0-5371-6786, 0-5371-1414, 0-5371-6557,
0-5371-6777

Facsimile : 0-5371-5429

Lampang

255 Boonwat Road, Muang, Lampang 52000

Telephone : 0-5421-8383, 0-5422-7383, 0-5421-8454,
0-5421-8373

Facsimile : 0-5422-7637

Nakhon Sawan

532-534 Kosi Road, Muang, Nakhon Sawan 60000

Telephone : 0-5621-4109, 0-5621-4690, 0-5621-4709,
0-5631-4234-5

Facsimile : 0-5621-3224

Pa Sang

232 Mu 1, Lamphun-Pa Sang Road,

Pa Sang, Lamphun 51120

Telephone : 0-5352-0282, 0-5352-0337

Facsimile : 0-5352-0283

Phitsanulok

112/39-41 Akartodsrod Road, Muang, Phitsanulok 65000

Telephone : 0-5522-5153-5

Facsimile : 0-5522-5156

Branch Networks

Thanon Highway-Chiang Mai

1/99 Chiang Mai-Lampang Road,
Muang, Chiang Mai 50000
Telephone : 0-5330-4701-4, 0-5330-4706
Facsimile : 0-5330-4705

Tops Airport (Sub Branch)

(everyday 9.30am-8.00pm)
Tops Market Place Airport Chiang Mai,
2 Robinson Department Store Chiang Mai,
Mahidol Road, Muang, Chiang Mai 50100
Telephone : 0-5390-4567-9
Facsimile : 0-5390-4570

NORTH EAST AREA

Khon Kaen

34, 34/1-2 Namuang Road, Muang, Khon Kaen 40000
Telephone : 0-4323-7620-1, 0-4333-4577, 0-4323-7609
Facsimile : 0-4323-7435

Nakhon Ratchasima

2-4 Choopol Road, Muang, Nakhon Ratchasima 30000
Telephone : 0-4426-8873-7
Facsimile : 0-4425-5476

Nakhon Ratchasima 2

545 Friendship Highway,
Muang, Nakhon Ratchasima 30000
Telephone : 0-4426-3487-91
Facsimile : 0-4426-3493

Roiet

427-429 Phadungpanich Road, Muang, Roiet 45000
Telephone : 0-4351-5850-2
Facsimile : 0-4351-5854

Sakon Nakhon

1551/9-10 Sukkasem Road, Muang, Sakon Nakhon 47000
Telephone : 0-4271-6350, 0-4271-6303
Facsimile : 0-4271-6728

Surin

79,81,83 Chitbumrung Road, Muang, Surin 32000
Telephone : 0-4453-8384, 0-4451-1848
Facsimile : 0-4451-1081

Ubon Ratchathani

177 Ubparat Road, Muang, Ubon Ratchathani 34000
Telephone : 0-4524-3830-1, 0-4524-4270-1
Facsimile : 0-4524-3832

Udon Thani

(8.30am-5.00pm)
359 Phosri Road, Muang, Udon Thani 41000
Telephone : 0-4222-1333, 0-4222-3613, 0-4234-3425,
0-4224-9590
Facsimile : 0-4224-4062

Waeng Yai (Sub Branch)

209 Mu 3, Sai Chonbod-Kudroo Road,
Waeng Yai, Khon Kaen 40330
Telephone : 0-4349-6124-5
Facsimile : 0-4349-6126

Khonkaen - Thanon Mittraparb

81/1 Mitraparb Road, Muang, Khon Kaen 40000
Telephone : 0-4324-1613, 0-4324-1686, 0-4324-1268,
0-4324-2547
Facsimile : 0-4323-8435

SOUTHERN AREA

Hat Pa Tong (Sub Branch)

159, 161, 163 Rat-U-Thit 200 years Road,
Krathu, Phuket 83150
Telephone : 0-7634-0489, 0-7634-0142-3
Facsimile : 0-7634-1169

Hat Yai

164 Nipat-utit 1 Road, Hat Yai, Songkhla 90110
Telephone : 0-7424-3032, 0-7424-5033, 0-7424-3810
Facsimile : 0-7423-5606

Branch Networks

Nakhon Sri Thammarat

1719-1721 Rajdamnern Road,
Muang, Nakhon Sri Thammarat 80000
Telephone : 0-7535-6112, 0-7535-6860-1
Facsimile : 0-7531-1691

Pak Phanang

415/1 Chainam Road,
Pak Phanang, Nakhon Sri Thammarat 80140
Telephone : 0-7551-7324, 0-7551-7064, 0-7533-3886
Facsimile : 0-7551-7248

Phuket

206 Phuket Road, Muang, Phuket 83000
Telephone : 0-7621-1566, 0-7621-1577, 0-7621-4901-2,
0-7621-0970-1
Facsimile : 0-7621-4903

Surat Thani

191/1-3 Chonkasem Road, Muang, Surat Thani 84000
Telephone : 0-7728-6292-7
Facsimile : 0-7728-6298

Tops Hat Yai Thanon Sanehanusorn (Sub Branch)

(everyday 9.30am-8.00pm)
1 Central Hat Yai Department Store,
Sanehanusorn Road, Hat Yai, Songkhla 90110
Telephone : 0-7422-5441-3
Facsimile : 0-7422-5444

Trang

Tammarin Thana Hotel, 69/8 Huay Yod Road,
Muang, Trang 92000
Telephone : 0-7521-7782-4
Facsimile : 0-7521-7785

Tops Phuket (Sub Branch)

(everyday 9.30am-8.00pm)
36 Robinson Ocean Phuket Department Store,
Thilok-Utit 1 Road, Muang, Phuket 83000
Telephone : 0-7621-0492, 0-7621-0526, 0-7621-0534,
0-7621-0575
Facsimile : 0-7621-0596

Yala

(8.30am-3.00pm)
8-12 Pipitpakdi Road, Muang, Yala 95000
Telephone : 0-7321-2218, 0-7321-2414
Facsimile : 0-7321-3764

INTERNATIONAL BRANCH

Cayman Islands

Scotiabank Building, Cardinal Avenue,
George Town, Cayman Islands
Telephone : 0-2343-3371, 0-2343-3362
Facsimile : 0-2285-1414
Contact address : 191 South Sathon Road,
Sathon, Bangkok 10120
Thailand
Telex. : 84351 BKASIA TH
S.W.I.F.T. : BKASTHBK

DISTRIBUTION CHANNELS

Branches
• Domestic : 155
• Overseas : 1
ATM : 344
Foreign Exchange Kiosks : 14
UOB Phone Banking : 0-2285-1555
Website : www.uob.co.th

Referred Persons

Auditor

Miss Ratana Jala
Certified Public Accountant (Thailand) No. 3734
Ernst & Young Office Limited
33rd Fl., Lake Rajada Office Complex
193/136-137, Rajadapisek Road,
Klong Toey, Bangkok 10110
G.P.O. Box 1047 Bangkok 10501
Telephone : 0-2264-0777, 0-2266-9190
Facsimile : 0-2264-0789-90, 0-2661-9192

Registrar

Thailand Securities Depository Co., Ltd.
4, 7th Fl., The Stock Exchange of Thailand Building,
62 Ratchadapisek Road, Klong Toey, Bangkok 10110
Telephone : 0-2229-2800, 0-2654-5599
Facsimile : 0-2359-1259

Company Information

Name	United Overseas Bank (Thai) Public Company Limited
Public Company Registration Number	0107535000176
Nature of Business	Commercial Bank
Registration Address	191 South Sathon Road, Sathon, Bangkok 10120
Telephone	0-2343-3000
Facsimile	0-2287-2973-4
Telex	84351 BKASIA TH
S.W.I.F.T.	BKASTHBK
Website	www.uob.co.th
Number of Employees	3,655 persons

	2005	2004	2003
Share Capital			
Registered Capital (Shares)	8,217,062,166	5,382,844,520	5,382,844,520
Paid-up Capital (Shares)	8,217,062,166	5,095,446,713	5,095,446,713
Trading Information			
Average Daily Turnover (Shares)	215,080	6,689,199	10,391,823
High / Low Price (Baht)	5.75 / 5.15	6.10 / 4.12	6.70 / 4.54
Closing Price (Baht)	5.35	5.35	5.20
Market Capitalization (Baht Million)	43,961	27,261	26,496

Major Shareholders as at September 14th, 2005

(The latest closing date of the shareholder register book)

	<u>No. of shares held</u>	<u>% of total shares</u>
United Overseas Bank Ltd. Singapore	4,965,510,170	97.45
Thai NVDR Co., Ltd.	8,496,130	0.17
TIPCO Asphalt Pcl.	7,506,433	0.15
Mrs. Sasalak Supasorn	4,375,863	0.09
Major General Sanan Kajornprasas	4,000,046	0.08
Univest Property Co., Ltd.	3,680,000	0.07
Univest Holding Co., Ltd	3,680,000	0.07
Mr. Pramote Thitayangkura	3,247,159	0.06
Mr. Montri Triwatanakul	2,555,118	0.05
Mr. Pisit Pruekpaiboon	2,373,697	0.05
	<u>5,005,424,616</u>	<u>98.23</u>

Company Information

Credit Ratings

Summary

International Ratings	Long-term	Short-term	Outlook
Moody's Investors Service	Baa1	Prime-2	Stable
Fitch Ratings	A-	F2	Stable
Standard & Poor's	BBB	A2	Positive
Capital Intelligence	BBB-	A2	Positive

Moody's Investors Service

Bank deposits	- Long-term	Baa1
	- Short-term	Prime-2
Financial strength (BFSR)		D
Outlook		Stable

Fitch Ratings

Foreign currency	- Long-term	A-
	- Short-term	F2
Individual		C/D
Support		1
Outlook		Stable
National Ratings		
Senior debt	- Long-term	AA+(tha)
	- Short-term	F1+(tha)
Subordinated (THB 2.0 bn, Due 2008)		AA(thai)
Outlook		Stable

Standard & Poor's

Counterparty	- Long-term	BBB
	- Short-term	A2
Outlook		Positive

Capital Intelligence

Long-term		BBB-
Short-term		A2
Financial strength		BB+
Support		2
Outlook		Positive



United Overseas Bank (Thailand) Public Company Limited

HEAD OFFICE

191 South Sathon Road,
Sathon, Bangkok 10120,
Thailand

Telephone : 0-2343-3000
Facsimile : 0-2287-2973-4
Website : www.uob.co.th