

# **Disclosure of Capital Maintenance Information**

## **Pillar III**

For the half-year ended 31 March 2016

## I. Scope of Information Disclosure

ANZ Bank (Thai) Public Company Limited ("ANZ Thai" or "the Bank") incorporated as a commercial bank in Thailand, was given the banking license by The Ministry of Finance on 15 June 2015, whilst the Bank through its notification requirement under the banking license, has commenced its legal day-1 on Monday 29 June 2015.

The Bank hereby discloses the capital maintenance information for the six-month period ended 31 March 2016 as specified in Bank of Thailand Notification No. SorNorSor 4/2556 Re: Disclosure of Capital Maintenance Information for Commercial Banks.

## II. Capital

### 1. Capital Structure

The table below presents the Bank capital structure as at 31 March 2016 and 30 September 2015

Table 1: Capital

	Unit : THB	
Item	31-Mar-16	30-Sep-15
<b>1. Tier 1 capital</b>	<b>19,664,052,409</b>	<b>19,714,196,577</b>
<b>Common equity tier 1 (CET1)</b>	19,664,052,409	19,714,196,577
Paid-up capital (common stock) deducted by buyback of common stock	20,000,000,000	20,000,000,000
Net profits (losses)	-209,978,087	-167,883,369
Other comprehensive income	15,405,805	-1,720,987
Less deductible items on Common equity tier 1*	-141,375,309	-116,199,067
<b>2. Tier 2 capital</b>	<b>117,015,396</b>	<b>66,910,521</b>
General provision for performing loans	117,015,396	66,910,521
Less deductible items on Tier 2 capital	-	-
<b>3. Total regulatory capital (1+2)</b>	<b>19,781,067,805</b>	<b>19,781,107,099</b>

\* Intangible assets, and deferred tax asset (DTA)

### 2. Capital Adequacy

According to the Bank of Thailand's guideline in supervision of capital, commercial banks are required to meet the minimum capital adequacy ratio. For year 2016 and 2015 the minimum capital adequacy ratio is defined at 9.125% and 8.50%, respectively.

The approach applies to assess each risk for the capital adequacy as follows:

- Credit Risk                      Standardised Approach
- Market Risk                      Standardised Approach
- Operational Risk                Basic Indicator Approach

The following tables represent minimum capital requirement for credit risk, market risk and operational risk as well as capital adequacy ratio of the Bank as at 30 September 2015

**Table 2 Minimum capital requirement for credit risk classified by type of assets under the SA**

Unit : THB

Minimum capital requirement for credit risk classified by type of assets under the SA	31-Mar-16	30-Sep-15
<b>Performing claims</b>		
1 Claims on sovereigns and central banks, multilateral development banks (MDBs), and non-central government public sector entities (PSEs) treated as claims on sovereigns	-	-
2 Claims on financial institutions , non-central government public sector entities (PSEs) treated as claims on financial institutions, and securities firms	152,569,207	121,392,442
3 Claims on corporates , non-central government public sector entities (PSEs) treated as claims on corporate	806,996,079	317,222,843
4 Claims on retail portfolios	-	-
5 Claims on housing loans	-	-
6 Other assets	86,643,888	16,376,260
<b>Non-performing claims</b>	-	-
<b>First-to-default credit derivatives and Securitisation</b>	-	-
<b>Total minimum capital requirement for credit risk under the SA</b>	<b>1,046,209,173</b>	<b>454,991,545</b>

**Table 3: Minimum capital requirement for market risk for positions in the trading book (Standardized method)**

Unit : THB

Minimum capital requirement for market risk (positions in the trading book)	31-Mar-16	30-Sep-15
1. Standardized method	20,690,118	754,411
2. Internal model method	N/A	N/A
<b>Total minimum capital requirement for market risk</b>	<b>20,690,118</b>	<b>754,411</b>

**Table 4: Minimum capital requirement for operational risk (Basic Indicator Approach)**

Unit : THB

Minimum capital requirement for operational risk	31-Mar-16	30-Sep-15
1. Basic Indicator Approach	61,988,255	57,319,311
2. Standardized Approach	N/A	N/A
3. Alternative Standardized Approach	N/A	N/A
4. Advanced Measurement Approaches	N/A	N/A
<b>Total minimum capital requirement for operational risk</b>	<b>61,988,255</b>	<b>57,319,311</b>

**Table 5: Ratio of total capital to risk-weighted assets, ratio of Tier 1 capital to risk-weighted assets and ratio of Common equity tier 1 to risk-weighted assets**

Unit : %

Ratio	31-Mar-16		30-Sep-15	
	Capital ratio of the bank	Minimum capital ratio according to the BOT regulations	Capital ratio of the bank	Minimum capital ratio according to the BOT regulations
1. Total capital to risk-weighted assets	159.89	9.125	327.72	8.5
2. Tier 1 capital to risk-weighted assets	158.95	6.625	326.61	6.0
3. Common equity tier 1 to risk-weighted assets	158.95	5.125	326.61	4.5

**Table 6: Minimum capital requirements for each type of market risk under the Standardized Approach**

Unit : THB

Minimum capital requirements for market risk under the Standardized Approach	31-Mar-16	30-Sep-15
Interest rate risk	2,668,982	-
Equity position risk	-	-
Foreign exchange rate risk	18,021,136	754,411
Commodity risk	-	-
<b>Total minimum capital requirements</b>	<b>20,690,118</b>	<b>754,411</b>

### III. Composition of capital disclosure requirements

Below table is an additional disclosure of capital information in transition period under the Basel III framework.

**Table 7: Disclosure of capital information in transitional period under the Basel III**

Unit : Baht

Value of capital, inclusions, adjustments and deductions for the period of 31 March 2016		Net amount of item to be included in or deducted from capital under the Basel III
<b>1. In case of locally-registered bank<sup>1/</sup></b>		
<b>Tier 1 capital :</b>		
Common equity tier 1 (CET1)		
1.1 Items eligible for inclusion in CET1	19,805,427,718	10,270,537
1.2 adjusted by regulatory adjustment to CET1	-	-
1.3 less deduction from CET1	141,375,309	63,611,428
Net CET1	19,664,052,409	
<b>Total Tier 1 capital (CET1+ Additional tier 1)</b>	<b>19,664,052,409</b>	
<b>Tier 2 capital :</b>		
1.6 Items eligible for inclusion in Tier 2 capital	117,015,396	
1.7 less deduction from Tier 2 capital	-	
<b>Total Tier 2 capital</b>	<b>117,015,396</b>	
<b>Total capital (Tier 1 and Tier 2 capital) of locally-registered commercial bank</b>	<b>19,781,067,805</b>	