



中國銀行

(泰国) 股份有限公司
BANK OF CHINA (THAI) PUBLIC COMPANY LIMITED

Bank of China (Thai) Public Company Limited

Interim Pillar 3 Disclosure

As of 30 June 2025

Introduction and Scope of Information

Bank of China (Thai) Public Company Limited (“the Bank”) has adopted Basel III Framework regarding the capital and risk assessment by using the announcement of Bank of Thailand (“BOT”). The Basel’s regulatory framework consists of three pillars:

Pillar I: provides guidelines on minimum capital requirements for credit risk, market risk and operational risk.

Pillar II: addresses the key principles of supervisory review processes and relevant internal risk assessment beyond Pillar I, with an emphasis on the bank's internal capital adequacy assessment process (ICAAP).

Pillar III: aims to reinforce market discipline through guidelines for public disclosure of key information on capital adequacy and risk exposure as well as risk assessment and management.

This report is the Interim Pillar 3 Disclosure of the Bank as of June 30, 2025, it is reported on semi-annual basis and based on the financial data at the end of June and December. The report is published and available on the bank’s website - www.bankofchina.co.th.

Capital Structure and Capital Adequacy

The Bank has maintained sufficiently capital fund to comply with BOT’s minimum capital regulatory requirements and support future business growth. At 30 June 2025, the Bank’s total capital fund was THB 14,439 million, structured of Common Equity Tier 1 (CET 1) capital of THB 13,027 million, Tier 1 capital of THB 13,027 million (there was no Additional tier 1 capital), and Tier 2 capital of THB 1,413 million.

Detailed capital components are as follow:

Common Equity Tier 1 (CET1)

- Issued and paid-up share capital (common stock) deducted by stock buyback
- Legal reserves
- Net profit after appropriated
- Other items of owner’s equity
- Items to be deducted from CET1
 - Net losses
 - Intangible assets
 - Deferred tax assets

Tier 2 Capital

The Bank issued THB 1,413 million of subordinated debentures pursuant to Tier 2 subordinated debenture to Bank of China (Hong Kong) Limited. The debenture has qualifying capital instruments under Basel III and could be fully counted as part of Tier 2 capital.

Table 1: Capital Structure

Unit: Thousand Baht

Table 1 Capital Structure	June 30, 2025	December 31, 2024
1. Tier 1 capital	13,026,569.94	11,338,741.03
1.1 Common equity tier 1 (CET1)	13,026,569.94	11,338,741.03
1.1.1 Paid-up capital (common stock) deducted by buyback of common stock	10,000,000	10,000,000
1.1.2 Warrants to buy common stock		
1.1.3 Premium (Discount) on the value of common stock (net)		
1.1.4 Legal reserves	169,413	100,861
1.1.5 Net profits (losses) after appropriated in accordance with the resolution of shareholders general meeting or the rules specified by parent of the financial group (Taking into account the impact from ECL)	3,217,156	1,914,673
1.1.6 Other items of owner's equity (1.1.6.1+1.1.6.2)	-	-
1.1.6.1 Accumulated other comprehensive income	310,311	97,918
1.1.6.2 Other items from owner changes		
1.1.7 Items of subsidiaries conducting commercial banking business, only the portion of the shareholders who have no controlling authority that can be counted as CET 1 of the financial group		
1.1.8 Adjustment items not allowed to affect the capital	(474,229)	(474,229)
1.1.9 Items to be deducted from CET1 (1.1.10.1+1.1.10.2)	196,081	300,482
1.1.9.1 Items to be deducted from CET1 *	196,081	300,482
1.1.9.2 Items to be deducted from Additional tier 1, for remaining parts, in case where Additional tier 1 is insufficient for the deductions in full		
1.2 Additional tier 1	-	-
2. Tier 2 capital	1,412,790.00	1,412,790.00
2.1 Proceeds received from issuing preferred shares with accrued dividends deducted by buyback of such preferred shares		
2.2 Warrants to buy preferred shares with accrued dividends		
2.3 Proceeds received from issuing debt instruments with claims subordinated to depositors and general creditors	1,412,790	1,412,790
3. Total regulatory capital	14,439,359.94	12,751,531.03

Capital Adequacy

Under BOT regulatory capital requirement, the Bank is required to maintain a minimum capital as follows.

Minimum capital requirement and capital buffer

(1) Minimum capital requirement

The Bank of Thailand specifies the regulations on minimum capital requirements by the ratio of total capital to total risk-weighted assets:

$$\frac{\text{Total capital}}{\text{Total risk – weighted assets}} \geq \text{minimum capital ratio}$$

A locally-registered bank and foreign commercial banks' branch shall hold capital, at the end of the day, at least equal to the ratios in the following table as from 1 January 2013 (B.E.2556) onwards:

Capital ratio	(Percent)
Locally-registered bank	
- Common equity tier 1 ratio: CET 1 ratio	4.5
- Tier 1 ratio	6.0
- Total capital ratio	8.5

(2) Capital buffer

A locally-registered bank shall hold common equity tier 1 of at least 2.5% of total risk-weighted assets, as a capital buffer, in addition to minimum capital ratio.

Capital ratio	1 Jan 2016 (B.E.2559)	1 Jan 2017 (B.E.2560)	1 Jan 2018 (B.E.2561)	1 Jan 2019 (B.E.2562)
Locally-registered bank				
CET 1 ratio	5.125	5.75	6.375	7
Tier 1 ratio	6.625	7.25	7.875	8.5
Total capital ratio	9.125	9.75	10.375	11

Total Capital Adequacy Ratio of the Bank at 30 June 2025 was 23.09%. CET1 Ratio and Tier 1 Ratio were 20.83%, which remained higher than minimum requirements of BOT.

Table 2: Capital Adequacy

Capital Adequacy	June 30, 2025	December 31, 2024
1. Total capital to risk-weighted assets	23.09%	19.96%
2. Tier 1 capital to risk-weighted assets	20.83%	17.75%
3. Common Equity Tier 1 capital to risk-weighted assets	20.83%	17.75%

Approach for Capital Requirements in Each Risk Type

Subject to BOT's approval, the Bank has adopted the Standardized Approach ("SA") to calculate the Credit Risk and Market Risk and Basic Indicator Approach ("BIA") for Operational Risk.

Table 3: Approaches

Approach implemented by risk type	Approach
Credit Risk	Standardized Approach (SA)
Market Risk	Standardized Approach (SA)
Operational Risk	Basic Indicator Approach (BIA)

Minimum Capital Requirements Classified by Risk Types

Table 4: Minimum Capital Requirement for Credit Risk

Unit: Thousand Baht

Minimum Capital Requirement for Credit Risk Classified by Assets	June 30, 2025	December 31, 2024
Performing claims		
1. Claims on sovereigns and central banks, multilateral development banks (MDBs), and non-central government public sector entities (PSEs) treated as claims on sovereigns	68,671	-
2. Claims on financial institutions , non-central government public sector entities (PSEs) treated as claims on financial institutions, and securities firms	1,132,878	1,546,752
3. Claims on corporate , non-central government public sector entities (PSEs) treated as claims on corporate	3,403,693	3,318,254
4. Claims on retail portfolios	20,112	22,287
5. Claims on housing loans	81,959	89,412
6. Other assets	44,174	36,071
Non-performing claims	30,083	7,876
First-to-default credit derivatives and Securitization	-	-
CVA	75,407	114,183
Total minimum capital requirement for credit risk	4,856,977	5,134,836

Table 5: Minimum Capital Requirement for Market Risk (Trading Book)

Unit: Thousand Baht

Minimum Capital Requirement for Market Risk for Positions in Trading Book	June 30, 2025	December 31, 2024
1. Standardized approach	8,526	5,533
2. Internal model approach	-	-
Total minimum capital requirement for market risk	8,526	5,533

Table 6: Minimum Capital Requirement for Operation Risk

Unit: Thousand Baht

Minimum Capital Requirement for Operational Risk	June 30, 2025	December 31, 2024
1. Calculate by Basic Indicator Approach	448,980	404,090
2. Calculate by Standardized Approach	-	-
3. Calculate by Alternative Standardized Approach	-	-
Total minimum capital requirement for operational risk	448,980	404,090

Table 7: Minimum capital Requirement for Each Type of Market Risk

Unit: Thousand Baht

Minimum Capital Requirement for Each Type of Market Risk	June 30, 2025	December 31, 2024
Interest rate risk	-	-
Equity position risk	-	-
Foreign exchange rate risk	8,526	5,533
Commodity risk	-	-
Total minimum capital requirements	8,526	5,533