



PILLAR 3 – MARKET DISCIPLINE

BNP PARIBAS BANGKOK BRANCH

31 DECEMBER 2012

REGULATOR : Bank of Thailand

VALIDATION DATE : 25 April 2013

**BNP PARIBAS BANGKOK BRANCH market disclosure**

BNP Paribas considers its Group Pillar 3 communication to fully satisfy any disclosure to the Markets, especially for branches. The Group consolidated level is the most accurate one to perform analysis and should prevail to any other sub-consolidated/individual basis.

PILLAR 3 - DISCLOSURE TO THE MARKETS

BNP PARIBAS BANGKOK BRANCH

Minimum
solvency ratio: 7.5%

<i>In Thousands of THB</i>	31 December 2012		30 June 2012	
	Risk-weighted assets	Capital Requirements	Risk-weighted assets	Capital Requirements
CREDIT AND COUNTERPARTY RISK	20,264,054	1,519,804	18,496,316	1,387,224
Credit risk	20,264,054	1,519,804	18,496,316	1,387,224
Credit risk - Standardised approach	20,264,054 ✓	1,519,804	18,496,316 ✓	1,387,224
- Performing claims				
Central governments and central banks	365,995	27,450 ✓	326,363	24,477
Corporates	11,702,791	877,709 ✓	7,729,900	579,743
Institutions	8,074,237	605,568 ✓	10,338,036	775,353
Retail	7,332 ✓	550	10,869 ✓	815
<i>Other exposures</i>	7,332	550 ✓	10,869	815
Securitisation positions	-	-	-	-
Other non credit-obligation assets	113,700	8,527 ✓	91,147	6,836
- Non-performing claims				
Corporates	-	-	-	-
MARKET RISK	21,081,497 ✓	1,686,520	26,346,168 ✓	2,107,693
Internal model				
Standardised approach	21,081,497	1,686,520	26,346,168	2,107,693
OPERATIONAL RISK	1,968,276	157,462	1,594,087	127,527
Standardised approach	1,968,276	157,462	1,594,087	127,527
TOTAL	43,313,827	3,363,786	46,436,570	3,622,444

Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf (see TABLE 6: PILLAR 1 RISK-WEIGHTED ASSETS AND CAPITAL REQUIREMENTS on page 233)

BNP Paribas considers this chart to cover any extra disclosure that can be requested to one of its entities. The only purpose of what follows in the next pages is to meet Bank of Thailand requirements.

1. Capital Structure

The Capital of BNP Paribas Bangkok Branch (the Branch) is made of assets maintained in accordance with the Section 32 of the Financial Institutions Businesses Act B.E. 2551 minus deductible items as prescribed in the notification No. FPG. 14/2555 Re: Components of Capital of Branches of Foreign Commercial Banks.

The Branch maintains assets in accordance with Section 32 of the Financial Institutions Business Act B.E. 2551. They are made of Bonds issued by the Bank of Thailand and the Ministry of Finance or guaranteed by the Ministry of Finance and debt instruments issued by state organizations or state enterprises established under specific laws.

The minimum level of assets required to be maintained as capital is the lower amount between the assets maintained under Section 32 and the result of the following:

3.1. Aggregated amounts of money brought in by the head office or any other branches abroad, the reserves and the net profits transferred to the head office account but still maintained in Thailand, minus net losses not yet compensated by the head office, or

3.2. Aggregated amounts of money brought in by the head office or any other branches abroad, the reserves and the net profits transferred to the head office account but still maintained in Thailand, minus net losses not yet compensated by the head office and net balances of inter office accounts when the Branch is a creditor of the head office or any other branches, parent or subsidiary companies.

Under no circumstances, the Branch can have assets under Section 32 lower than THB 2,000 millions as prescribed in the license for operating branches of foreign commercial bank in Thailand.

Table 1 : Capital Structure of Foreign Bank Branches

Unit : THB '000

Capital Structure	31-Dec-12	30-Jun-12
1. Assets required to be maintained under Section 32	5,999,841	6,018,773
2. Sum of net capital for maintenance of assets under Section 32 and net balance of inter-office accounts (2.1+2.2)	6,315,540	6,499,513
2.1 Capital for maintenance of assets under Section 32	5,172,269	5,475,695
2.2 Net balance of inter-office accounts which the branch is the debtor (the creditor) to the head office and other branches located in other countries, the parent company and subsidiaries of the head office	1,143,272	1,023,818
3. Total regulatory capital (3.1-3.2)	5,172,269	5,475,695
3.1 Total regulatory capital before deductions (The lowest amount among item 1 item 2 and item 2.1)	5,172,269	5,475,695
3.2 Deductions	-	-

Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf (see TABLE 4: REGULATORY CAPITAL on page 231)

2. Capital adequacy

The Branch is required to comply with the Bank of Thailand's regulations and especially with the following notifications:

1. No. Sor.Nor.Sor. 12/2555 Re: Supervisory Guidelines on Capital Provision for Commercial Banks
2. No. SorNorSor. 14/2555 Components of Capital of Branches of Foreign Commercial Banks
3. No. Sor Nor Sor 15/ 2555 Re: Regulations for Credit Risk Asset Calculations for Commercial Banks Using the Standardised Approach
4. No. SorNorSor. 17/2555 Re: Regulation on the Calculation of Credit Equivalent Amount for OTC Derivatives
5. No. SorNorSor. 18/2555 Re: Regulation on Failed Trades and Non-Delivery versus Payment (Non-DvP) Transactions for Commercial Banks
6. No. SorNorSor. 94/2008 RE: Guideline on Supervision of Market Risk and Capital Requirement for Market Risk of Financial Institutions
7. No. SorNorSor. 95/2551 Re: Regulation on Minimum Capital Requirement for Operational Risk

For local regulatory reporting, the Capital Adequacy Ratio as at 31 December 2012 has been calculated using the Standardised approach for credit, market risk and operational risk. According to the new notification No. FPG. 12/2555 Re: Supervisory Guidelines on Capital Provision for Commercial Banks. The capital adequacy ratio must at all time be above 8.5% comparing to prior ratio is 7.5%. This new capital adequacy ratio is effective from 1 January 2013 onwards. The ratio is computed locally on a monthly basis to satisfy the Bank of Thailand requirements. The capital adequacy of the Branch covers the needs of activities under normal and stressed conditions. The capital is in line with the strategy, the business plans and the risk management.

Table 2 : Total Capital to Risk-weighted assets

unit : %

Ratio	31-Dec-12	30-Jun-12
Total Capital to Risk-weighted assets	11.94%	11.79%

Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf
(see TABLE 4: REGULATORY CAPITAL on page 231)

3. Risk Management

Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf
(See 5.3 Risk Management on page 237-245)

4. Credit risk disclosures

The Credit risk management policy is presented in the registration document and the financial report - BNP Paribas, Pillar 3 disclosure. Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf (see CREDIT RISK on page 245-269)

Under the standardised approach, the Branch has decided to use the following External credit assessment institution (ECAIs) notations to risk weight its exposures;

- Sovereign Exposures : Standard and Poor's
- Corporate Exposures : TRIS Rating and Fitch Ratings (Thailand)

The Procedures for Use of ECAI Credit Ratings are in line with Bank of Thailand's regulation No. Sor Nor Sor. 15/2555 Re: Regulations for Credit Risk Asset Calculations for Commercial Banks Using the Standardised Approach

Credit risk mitigation under the Standardised Approach

To mitigate the credit risk, the Branch recognizes collateral under the comprehensive approach and applies haircuts as defined by the Bank of Thailand.

Table 3 Exposure of significant on-balance sheet assets and off-balance sheet items before credit risk mitigation

Unit : THB '000

Item	Average balance during the year 2012	31-Dec-12	Average balance during the year 2011	31-Dec-11
1. On-balance sheet assets (1.1 + 1.2 + 1.3)	17,213,120	18,207,877	21,294,469	16,218,362
1.1 Net loans ^{1/}	3,351,272	4,424,707	1,884,923	2,277,836
1.2 Net Investment in debt securities ^{2/}	11,489,927	12,112,690	13,132,600	10,867,164
1.3 Deposits (including accrued interest receivables)	2,371,921	1,670,479	6,276,946	3,073,362
2. Off-balance sheet items ^{3/} (2.1 + 2.2 + 2.3)	2,127,863,367	2,008,542,411	2,174,756,578	2,247,184,323
2.1 Aval of bills, guarantees, and letter of credits	16,179,915	15,141,619	16,579,273	17,218,211
2.2 OTC derivatives ^{4/}	2,110,748,610	1,992,481,844	2,157,249,667	2,229,015,376
2.3 Undrawn committed line	934,842	918,948	927,638	950,736

^{1/} Including accrued interest receivables and net of deferred incomes, allowances for doubtful accounts and allowances for revaluation from debt restructuring and including net loans of interbank and money market.

^{2/} Excluding accrued interest receivables and net of allowances for revaluation of securities and allowances for impairment of securities

^{3/} Before multiplying credit conversion factor

^{4/} Including equity-related derivatives

Table 4 Exposure of significant on-balance sheet assets and off-balance sheet items before credit risk mitigation classified by country or geographic area of debtor

31-Dec-12

Unit: THB '000

Country or geographic area of debtor	On-balance sheet assets				Off-balance sheet items ^{3/}			
	Total	Net loans ^{1/}	Net investment in debt securities ^{2/}	Deposits	Total	Aval of bills, guarantees of borrowings, and letter of credits	OTC derivatives	Undrawn committed line
1. Thailand	18,071,792	4,353,159	12,112,690	1,605,943	943,599,742	9,178,456	933,502,338	918,948
2. Outside Thailand	136,085	71,548	-	64,537	1,064,942,670	5,963,164	1,058,979,506	-
Total	18,207,877	4,424,707	12,112,690	1,670,479	2,008,542,411	15,141,619	1,992,481,844	918,948

31-Dec-11

Unit: THB '000

Country or geographic area of debtor	On-balance sheet assets				Off-balance sheet items ^{3/}			
	Total	Net loans ^{1/}	Net investment in debt securities ^{2/}	Deposits	Total	Aval of bills, guarantees of borrowings, and letter of credits	OTC derivatives	Undrawn committed line
1. Thailand	16,028,054	2,127,375	10,867,164	3,033,514	2,015,282,260	12,205,419	2,002,126,105	950,736
2. Outside Thailand	190,309	150,461	-	39,848	231,902,063	5,012,792	226,889,271	-
Total	16,218,362	2,277,836	10,867,164	3,073,362	2,247,184,323	17,218,211	2,229,015,376	950,736

Note:

^{1/} Including accrued interest receivables and net of deferred incomes, allowances for doubtful accounts and allowances for revaluation from debt restructuring and including net loans of interbank and money market.

^{2/} Excluding accrued interest receivables and net of allowances for revaluation of securities and allowances for impairment of securities

^{3/} Before multiplying credit conversion factor

Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf (see TABLE 11 : GEOGRAPHIC BREAKDOWN OF CREDIT RISK BY COUNTERPARTY'S COUNTRY OF BUSINESS on page 251)

Table 5 Exposure of significant on-balance sheet assets and off balance sheet items before credit risk mitigation classified by residual maturity

Unit: THB '000

Item	31-Dec-12			31-Dec-11		
	Maturity not exceeding 1 year	Maturity exceeding 1 year	Total	Maturity not exceeding 1 year	Maturity exceeding 1 year	Total
1. On-balance sheet assets (1.1 - 1.2 - 1.3)						
1.1 Net loans ^{1/}	15,319,562	2,888,315	18,207,877	11,958,558	4,259,804	16,218,362
1.2 Net Investment in debt securities ^{2/}	4,169,581	255,127	4,424,707	1,875,958	401,877	2,277,836
1.3 Deposits (including accrued interest receivables)	9,479,502	2,833,188	12,112,690	7,009,238	3,857,926	10,867,164
1.670,479	1,670,479	-	1,670,479	3,073,362	-	3,073,362
2. Off-balance sheet items^{1/} (2.1 - 2.2 - 2.3)						
2.1 Aval of bills, guarantees of borrowings, and letter of credits	914,949,619	1,093,592,793	2,008,542,411	1,093,032,587	1,154,151,736	2,247,184,323
2.2 OTC derivatives	14,352,052	789,567	15,141,619	16,270,929	947,282	17,218,211
2.3 Undrawn committed line	899,678,619	1,092,803,226	1,992,481,844	1,075,810,322	1,153,204,454	2,229,015,376
918,948	918,948	-	918,948	950,736	-	950,736

^{1/} Including accrued interest receivables and net of deferred incomes, allowances for doubtful accounts and allowances for revaluation from debt restructuring and including net loans of interbank and money market.

^{2/} Excluding accrued interest receivables and net of allowances for revaluation of securities and allowances for impairment of securities

^{3/} Before multiplying credit conversion factor

The classified assets of the Branch are split in Pass, Special mention, Substandard, Doubtful, and Doubtful loss categories according to the regulation of the Bank of Thailand No.Sor Nor Sor 31/2008 Re Classification and Provision of Financial Institutions. The defaults and impairment of assets follow the provisioning rules issued by the Bank of Thailand.

The Branch calculates general provision and specific provision based on Bank of Thailand's regulation No.Sor Nor Sor 31/2008 Re Classification and Provision of Financial Institutions.

Table 6 Loans and investment in debt securities before credit risk mitigation classified by country or geographic area of debtors and by asset classification specified by the Bank of Thailand

31-Dec-12

Unit: THB '000

Geographic area of debtor	Loans including accrued interest receivables ^{1/}						Investment in debt securities Doubtful loss
	Normal	Special mentioned	Substandard	Doubtful	Doubtful loss	Total	
1. Thailand	4,382,486	-	-	-	132,991	4,515,477	2,985
2. Outside Thailand	72,222	-	-	-	-	72,222	-
Total	4,454,707	-	-	-	132,991	4,587,698	2,985

^{1/}Including outstanding amounts of loans and interest receivable receivables of interbank and money market

31-Dec-11

Unit: THB '000

Geographic area of debtor	Loans including accrued interest receivables ^{1/}						Investment in debt securities Doubtful loss
	Normal	Special mentioned	Substandard	Doubtful	Doubtful loss	Total	
1. Thailand	2,156,012	-	-	-	141,191	2,297,203	6,083
2. Outside Thailand	151,823	-	-	-	-	151,823	-
Total	2,307,836	-	-	-	141,191	2,449,027	6,083

^{1/}Including outstanding amounts of loans and interest receivable receivables of interbank and money market

Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf (see TABLE 11 : GEOGRAPHIC BREAKDOWN OF CREDIT RISK BY COUNTERPARTY'S COUNTRY OF BUSINESS on page 251)

Table 7 Provisions and bad debt written-off during period on loan & investment in debt securities classified by geographic area of debtor

31-Dec-12

Unit: THB '000

Geographic area of debtor	Loans including accrued interest receivables ^{1/}			Specific provision for investment in debt securities
	General provision ^{2/}	Specific provision	Bad debt written-off during period	
1. Thailand	-	132,991	-	2,985
2. Outside Thailand	-	-	-	-
Total	30,000	132,991	-	2,985

31-Dec-11

Unit: THB '000

Geographic area of debtor	Loans including accrued interest receivables ^{1/}			Specific provision for investment in debt securities
	General provision ^{2/}	Specific provision	Bad debt written-off during period	
1. Thailand	-	141,191	-	6,083
2. Outside Thailand	-	-	-	-
Total	30,000	141,191	-	6,083

^{1/} Including provision and bad debt written-off during period of loans including accrued interest receivables of interbank and money market

^{2/} Disclosed in total amount

**Table 8 Loans and accrued interests before credit risk mitigation classified by type of business and by asset classification specified by the Bank of Thailand
31-Dec-12**

Unit : THB '000

Type of business	Normal	Special mentioned	Substandard	Doubtful	Doubtful loss	Total
Agriculture and mining	-	-	-	-	-	-
Manufacturing and commerce	1,640,095				132,991	1,773,086
Real estate business and construction	796,994					796,994
Public utilities and services	264,456					264,456
Housing loans	6,439					6,439
Others						-
- Interbank and money market	1,728,722					1,728,722
- Others	18,002					18,002
Total	4,454,707	-	-	-	132,991	4,587,698

31-Dec-11

Unit : THB '000

Type of business	Normal	Special mentioned	Substandard	Doubtful	Doubtful loss	Total
Agriculture and mining	-	-	-	-	-	-
Manufacturing and commerce	885,468				141,191	1,026,659
Real estate business and construction	761,994					761,994
Public utilities and services	468,748					468,748
Housing loans	10,864					10,864
Others						24,920
- Interbank and money market	136,714					136,714
- Others	44,047					19,127
Total	2,307,836	-	-	-	141,191	2,449,027

Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf (see TABLE 12 : BREAKDOWN OF CREDIT RISK CORPORATE ASSET CLASS BY INDUSTRY on page 252)

Table 9 Provisions and bad debt written-off during period for loans classified by types of business

Unit : THB '000

Type of business	31-Dec-12			31-Dec-11		
	General provision ^{1/}	Specific provision	Bad debt written-off during period	General provision ^{1/}	Specific provision	Bad debt written-off during period
Agriculture and mining		-			-	
Manufacturing and commerce		132,991			141,191	
Real estate business and construction		-			-	
Public utilities and services		-			-	
Others		-			-	
- Interbank and money market		-			-	
- Others		-			-	
Total	30,000	132,991	-	30,000	141,191	-

1/ Disclosed in total amount

Table 10 Reconciliation of change in provisions on loans

Unit : THB '000

Item	31-Dec-12			31-Dec-11		
	General provision	Specific provision	Bad debt written-off during period	General provision	Specific provision	Bad debt written-off during period
Provisions at the beginning of the period	30,000	141,191		98,458	350,364	-
Bad debts written-off during the period				-	-	-
Increases or Decreases of provisions during the period		(8,200)		(68,458)	(209,173)	(277,631)
Provisions at the end of the period	30,000	132,991		30,000	141,191	171,191



Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf (see NOTES TO BALANCE SHEET 2.f COST OF RISK on page 128)

Table 11 Exposure of on-balance sheet assets* and off-balance sheet items* classified by type of assets under the SA

Unit : THB '000

Type of asset	31-Dec-12			31-Dec-11		
	On balance sheet assets	Off balance sheet item **	Total	On balance sheet assets	Off balance sheet item **	Total
1. Performing claims	34,539,665	30,570,847	65,110,512	44,341,072	34,463,092	78,804,164
1.1 Claims on sovereigns and central banks, multilateral development banks (MDBs), and non-central government public sector entities (PSEs) treated as claims on sovereigns	10,497,716	84,724	10,582,440	11,415,342	133,103	11,548,445
1.2 Claims on financial institutions, non-central government public sector entities (PSEs) treated as claims on financial institutions, and securities firms	499,581	20,705,789	21,205,370	552,952	28,126,747	28,679,699
1.3 Claims on corporates, non-central government public sector entities (PSEs) treated as claims on corporate	2,713,766	9,780,334	12,494,100	2,140,325	6,203,242	8,343,567
1.4 Claims on retail portfolios	7,332	-	7,332	15,687	-	15,687
1.5 Housing loans	-	-	-	-	-	-
1.6 Other assets	20,821,250	-	20,821,250	30,216,766	-	30,216,766
2. Non-performing claims	-	-	-	-	-	-
3. First-to-default credit derivatives and Securitisation	-	-	-	-	-	-
Total	34,539,665	30,570,847	65,110,512	44,341,072	34,463,092	78,804,164

* After multiplying with credit conversion factor and specific provision

** Including all Repo-style transactions (including Reverse repo transactions)

Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf (see TABLE 9: EXPOSURE TO CREDIT RISK BY BASEL ASSET CLASS AND APPROACH on page 246)

Credit risk exposures under the SA*

Table 12 : Exposure of net on-balance sheet assets and off-balance sheet items** after adjusted by credit risk mitigation for each type of asset, classified by risk weight under the SA

Type of asset	31-Dec-12								
	Rated outstanding amount				Unrated outstanding amount				
Risk weight (%)	0	20	50	100	150	0	20	75	100
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	8,899,023	1,593,826	84,724	4,868					
2. Claims on financial institutions, non-central government public sector entities (PSEs) treated as claims on financial institutions and securities firms		13,793,895	2,556,822	4,854,653					
3. Claims on corporates, non-central government public sector entities (PSEs) treated as claims on corporate		447,473	727,757	11,318,889					
4. Claims on retail portfolios									7,332
5. Claims on housing loans									
6. Other assets		96,200				20,630,590			94,480
Risk weight (%)			50	100	150				
Non-performing claims¹⁷									
Capital deduction items prescribed by the Bank of Thailand									

* Including insignificant credit portfolios using the SA of the commercial banks that use the IRB

** After multiplying credit conversion factor

¹⁴ For the portion claims with no credit risk mitigation of which risk weight are determined by the proportion of provision to total amount of claims

* Including insignificant credit portfolios using the SA of the commercial banks that use the IRB

** After multiplying credit conversion factor

¹⁷ For the portion claims with no credit risk mitigation of which risk weight are determined by the proportion of provision to total amount of claims



Type of asset	31-Dec-11								
	Rated outstanding amount					Unrated outstanding amount			
Risk weight (%)	0	20	50	100	150	0	20	75	100
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	11,400,233		133,103	15,109					
2. Claims on financial institutions, non-central government public sector entities (PSEs) treated as claims on financial institutions and securities firms		20,057,867	697,192	7,924,641					
3. Claims on corporates, non-central government public sector entities (PSEs) treated as claims on corporate		811,375	131,822	7,400,370					
4. Claims on retail portfolios									15,637
5. Claims on housing loans									
6. Other assets						30,116,978			99,788
Risk weight (%)			50	100	150				
Non-performing claims^{1/}									
Capital deduction items prescribed by the Bank of Thailand									

^{1/} Including insignificant credit portfolios using the SA of the commercial banks that use the IRB

^{2/} After multiplying credit conversion factor

^{3/} For the portion claims with no credit risk mitigation of which risk weight are determined by the proportion of provision to total amount of claims

Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf
 (see TABLE 15: BREAKDOWN OF IRBA CORPORATE EXPOSURES BY ASSET CLASS AND INTERNAL RATING on page 256, TABLE 11: BREAKDOWN OF IRBA RETAIL EXPOSURES BY ASSET CLASS AND INTERNAL RATING on page 260 and TABLE 17: CREDIT RISK EXPOSURE BY CLASS AND EXTERNAL RATING IN THE STANDARDISED APPROACH on page 263)

5. Market risk disclosures

Details, about how market risks of the Branch are managed, are given in Registration document and financial report - BNP Paribas, Pillar 3 disclosure.

Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf (see 5.7 MARKET RISK on page 286-300)

Table 13 Capital for market risk under the SA

unit : THB

Capital for market risk under the SA	31-Dec-12	30-Jun-12
1. Capital for Interest Rate Risk	1,629,796	2,034,253
2. Capital for Equity Price Risk	-	-
3. Capital for Foreign Exchange Risk	56,724	70,615
4. Capital for Commodity Price Risk	-	2,826
Total Capital for Market Risk	1,686,520	2,107,693

6. Operational risk disclosures

Details about the operational risk management of the Branch are given in Registration document and financial report - BNP Paribas, Pillar 3 disclosure.

Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf (see 5.10 OPERATIONAL RISK on page 209-315)

For local regulatory reporting, the Branch uses the standard approach to calculate the equivalent factors of operations risk-weighted assets as at 31 December 2012.



7. Equity exposure disclosures

Table 14 Equity exposures in banking book

Unit : THB '000

Equity exposures	31-Dec-12	31-Dec-11
1. Equity exposures		
1.1 Equities listed and publicly traded in the Stock Exchange		
- Book value	0.00	0.00
- Fair value	0.00	0.00
1.2 Other equities	0.00	0.00
2. Gains (losses) of sale of equities in the reporting period	0.00	0.00
3. Net surplus (deficit) from revaluation of available for sale equities	0.00	0.00
4. Minimum capital requirements for equity exposures classified by the calculation methods		
- SA	0.00	0.00
- IRB	0.00	0.00
5. Equity values for commercial banks applying IRB which the Bank of Thailand allows to use SA	0.00	0.00
Total	0.00	0.00

Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf (see TABLE 45: EXPOSURE TO EQUITY RISK on page 295)



8. Interest rate risk in banking book disclosures

Details about the interest rate risk in the banking book of the Branch are given in Registration document and financial report - BNP Paribas, Pillar 3 disclosure.

Table 15 The effect of changes in interest rates (change 100 bps) to net earnings

Unit : THB '000

Currency	31-Dec-12	31-Dec-11
	Impact to NII	Impact to NII
Baht	40,743	46,293
USD	6,801	(7,268)
EURO	(664)	446
Others	402	1,529
Total impact	47,283	41,001

Please refer to the BNP Paribas Group Pillar 3 information, which can be found under part 5 within the 2012 Registration Document : http://media-cms.bnpparibas.com/file/39/5/ddr_2012_gb.29395.pdf (see 5.7 MARKET RISK RELATED TO BANKING ACTIVITIES on page 294)



Appendix

BNP PARIBAS GROUP KEY DOCUMENTS & FIGURES	HYPERLINKS
Registration Document (incl. Group Pillar 3, part 5)	http://invest.bnpparibas.com/en/en/pid748/registration-document.html
Annual Report	http://invest.bnpparibas.com/en/pid738/annual-report.html
Results	http://invest.bnpparibas.com/en/pid544/results.html
Information Statement	http://invest.bnpparibas.com/en/pid741/information-statement.html