

**Press Release**

**Completion of the issuance of Krungthai Bank’s inaugural Basel-III Compliant Additional Tier 1 Notes in the international capital markets**

On March 25, 2021, Krungthai Bank Public Company Limited (the “Bank”) announced the completion of the issuance of its inaugural US$600mm PerpNC5 Basel III-Compliant Additional Tier 1 Subordinated Securities (the “Notes or “AT1 Notes”) at 4.400%. The Notes have no fixed maturity, but is callable after the fifth year onwards or after March 2026. The Notes will qualify for Tier 1 capital pursuant with the capital requirements as set by the Bank of Thailand and the Bank believes that this issuance will enhance its long-term capital structure in line with its regional and international peers.

The Notes were issued through the Bank’s Cayman Island branch and were rated Ba3 by Moody’s.

The Notes achieved strong interest from international institutional investors especially in a period of heightened bond market volatility in the lead up to the March meeting of the Federal Open Market Committee on March 17. The rarity of the Bank’s access in the international capital markets, was strongly received with orderbooks growing to as much as US$3.3bln at one stage before steadying at US$2.3bln after Final Pricing Guidance.

A total of 155 accounts participated with Asian investors taking 74% of the deal, Europe, the Middle East and Africa 16% and offshore US and others 10%. About 87% went to fund managers, 7% to private banks, 4% to insurers and pension funds and 2% to banks.

Citigroup and HSBC acted as Joint Global Coordinators, Joint Bookrunners and Joint Lead Managers, with Bofa Securities and Standard Chartered Bank joining as Joint Bookrunners.

Below are some of the key transaction highlights:

* First Thai AT1 utilizing improved Bank of Thailand language allowing coupon payment if retained earnings are positive without need to seek approval from Bank of Thailand
* Largest Thai USD AT1 in RegS format
* Largest IPG to Reoffer Basel III AT1 tightening in Thailand ever and in Asia for more than 2 years
* The lowest Thai Bank AT1 coupon and yield on record, achieving minimal pricing differential to better rated Thai AT1 comparables
* Distribution demonstrated high-quality of the investors, with over 90% allocated to fund managers, insurance and pension funds achieving oversubscription of 3.8x

Marketing Strategy Team

March 26, 2021