

December 24, 2004

To: The President,
The Stock Exchange of Thailand

Subject: Notification of the establishment of a new company

The Board of Directors' Meeting of KASIKORNBANK Public Company Limited (the "**BANK**") No. 13/2547, held on October 28, 2004, has resolved to grant an approval for the Bank to expand its business in hire-purchase and leasing by establishing a new company.

The Bank has duly completed the establishment of a new company on December 24, 2004. The details of the newly established company are as follows:

1. Name of the established company and amount of investment
 - 1.1 Name of established company: [Kasikorn Leasing Company Limited]
 - 1.2 Amount of investment: 6,000,000 ordinary shares at the par value of 10 Baht, totaling 60,000,000 Baht
 - 1.3 Payment date: December 24, 2004
 - 1.4 Transaction amount: The net total payment compared to the net asset of the Bank and its subsidiaries is equal to 2.84% (as of September 30, 2004), so the Bank is not required to disclose the transaction according to the notification of the SET regarding rules, procedures and disclosure of information concerning the acquisition and disposition of assets of a listed company.
2. After this investment, the newly established company shall become a direct subsidiary of the Bank.
3. Details of the newly established company
 - 3.1 Nature of Business: Hire-purchase and leasing
 - 3.2 Capital / shareholding structure
 - Registered Capital: 60,000,000 Baht divided into 6,000,000 ordinary shares at the par value of 10 Baht per share.
 - Paid-up Capital: 60,000,000 Baht

<u>Shareholders</u>	<u>Type of Shares</u>	<u>Number of Shares</u>	<u>(%)</u>
1. KASIKORNBANK PCL.	Ordinary share	5,999,993	99.99
2. Mr. Prakob Taraprasert	Ordinary share	1	0.00002
3. Mrs. Satinee Srirattanapong	Ordinary share	1	0.00002
4. Miss Saowaphak Pinijpichitkul	Ordinary share	1	0.00002
5. Miss Supaneewan Chutrakul	Ordinary share	1	0.00002
6. Miss Nantaporn Sawankomthon	Ordinary share	1	0.00002
7. Mr. Sittichoke Techapahaphong	Ordinary share	1	0.00002
8. Miss Warin Suwannacheep	Ordinary share	1	0.00002
<u>Total</u>		6,000,000	100.00

4. Board of directors

1. Mr. Prasarn Trairatvorakul
2. Mr. David L. Hendrix
3. Mr. Krisada Lamsam
4. Mr. Sasawat Virapriya
5. Mrs. Duenpen Pawakranond

5. Investment objectives: To expand the Bank's business in hire-purchase and leasing in order to provide universal banking services.

6. Advantages expected from the transaction: The Bank expects to receive benefit in the form of dividend.

7. Source of fund: The Bank's working capital without the increase of capital of the Bank.

Please be informed and disclose to the investors accordingly.

Yours sincerely,

Executive Secretary and Shareholder Registration Division
Corporate Communications and Administration Department
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