

**GENERAL ANNOUNCEMENT::ANNOUNCEMENT BY SUBSIDIARY, IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**

## Issuer &amp; Securities

## Issuer/Manager

IFS CAPITAL LIMITED

## Securities

IFS CAPITAL LIMITED - SG1A35000706 - I49

## Stapled Security

No

## Announcement Details

## Announcement Title

General Announcement

## Date &amp; Time of Broadcast

11-May-2022 19:31:53

## Status

New

## Announcement Sub Title

Announcement by Subsidiary, IFS Capital (Thailand) Public Company Limited

## Announcement Reference

SG220511OTHRVQRE

## Submitted By (Co./ Ind. Name)

Chionh Yi Chian/Angeline Ng

## Designation

Company Secretary/Assistant Company Secretary

## Description (Please provide a detailed description of the event in the box below)

Please see attached announcement issued by IFS Capital (Thailand) Public Company Limited on its First Quarter 2022 Results.

## Attachments

[IFST-1Q 2022 Results.pdf](#)

Total size =383K MB



IFS Capital (Thailand)  
Public Company Limited

IFS 115 / 2022

11<sup>th</sup> May 2022

Subject: Explanation of the Operating Results for Quarter 1/2022

To: The President  
The Stock Exchange of Thailand

We, IFS Capital (Thailand) Public Company Limited, would like to submit herewith the Reviewed Financial Statements for the Quarter 1/2022 ended 31<sup>st</sup> March 2022 as certified by our auditor, Deloitte Touche Tohmatsu Jaiyos Audit Co., Ltd., and to clarify the significant variance of the operating results as follows:

(Unit: Million Baht)

|  | For the 1 <sup>st</sup> Quarter ended 31 <sup>st</sup> March |              |                       |               |
|--|--|--------------|-----------------------|---------------|
|  | 2022   | 2021         | Increase / (decrease) | % Change      |
| <b>Revenues</b>                          |  |              |                       |               |
| Factoring Income                         | 63.54  | 57.38        | 6.16                  | 10.73         |
| Hire Purchase Income                     | 0.04   | 0.11         | (0.08)                | (68.35)       |
| Finance Lease Income                     | 2.27   | 2.58         | (0.32)                | (12.26)       |
| Factoring Commission and Service Fee     | 24.73  | 22.17        | 2.56                  | 11.53         |
| Other Income                             | 10.88  | 9.91         | 0.97                  | 9.79          |
| <b>Total Revenues</b>                    | <b>101.45</b>  | <b>92.16</b> | <b>9.29</b>           | <b>10.08</b>  |
| Finance Costs                            | 8.69   | 8.05         | 0.64                  | 7.94          |
| <b>Income Before Operating Expenses</b>  | <b>92.77</b>   | <b>84.12</b> | <b>8.65</b>           | <b>10.28</b>  |
| <b>Expenses</b>                          |  |              |                       |               |
| Selling Expenses                         | 4.25   | 3.53         | 0.72                  | 20.37         |
| Administration Expenses                  | 24.79  | 26.78        | (1.99)                | (7.42)        |
| Management Benefit Expenses              | 9.12   | 9.19         | (0.07)                | (0.71)        |
| <b>Total Expenses</b>                    | <b>38.17</b>   | <b>39.50</b> | <b>(1.33)</b>         | <b>(3.37)</b> |
| <b>Profit Before Allowances for ECL</b>  | <b>54.60</b>   | <b>44.61</b> | <b>9.98</b>           | <b>22.38</b>  |
| Allowance (Reversal) for ECL             | 1.36   | 0.32         | 1.04                  | 323.73        |
| <b>Profit Before Income Tax Expenses</b> | <b>53.24</b>   | <b>44.29</b> | <b>8.94</b>           | <b>20.19</b>  |
| Income Tax Expense                       | 10.61  | 8.81         | 1.79                  | 20.36         |
| <b>Profit for The Periods</b>            | <b>42.63</b>   | <b>35.48</b> | <b>7.15</b>           | <b>20.15</b>  |

#### Quarterly to Quarterly Analysis

For the 1<sup>st</sup> quarter of 2022, the Company reported a Net Profit of Baht 42.63 million, an increase of Baht 7.15 million or 20.15% from the same period last year. The main reasons for the increase in the Company's Net Profit were:

- 1) total revenues increased by Baht 9.29 million or 10.28% due to higher business volume,
- 2) total operating expenses decreased by Baht 1.33 million or 3.37% due to no loss on impairment of assets of last year.
- 3) partly offset by a slight increase in the allowance for ECL of Baht 1.04 million and a slight increase in finance cost of Baht 0.64 million as a result of higher borrowing to support higher business volume.

As a result, the Earnings Per Share (EPS) showed an increase to Baht 0.09 per share (1Q/21: Baht 0.07 per share) or an increase of 28.57%.

Please be informed accordingly.

Sincerely yours,

(Mr. Tan Ley Yen)  
Director and CEO

**Headline:** Financial Performance Quarter 1 (F45) (Reviewed)

**Security Symbol:** IFS

Announcement Details

**Financial Statement (F45)**

|   |   |        |  |
|---|---|--------|--|
| Company name  | IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED |        |  |
| Quarter   | Quarter 1                                     |        |  |
| (In thousands)  |   |        |  |
| Financial Statement   | Quarter 1                                     |        |  |
| Status  | Reviewed                                      |        |  |
| Ending  | 31 March                                      |        |  |
| Year  | 2022  | 2021   |  |
| Profit (loss) attributable to equity holders of the Company * | 42,627  | 35,478 |  |
| EPS (baht)  | 0.09  | 0.07   |  |
| Type of report  | Unqualified opinion                           |        |  |

\*For consolidated financial statements

Please review financial statement (Full Version) before making investment decision

"The company hereby certifies that the information above is correct and complete. In addition, the company has already reported and disseminated its financial statements in full via the SET Electronic Listed Company Information Disclosure (SET Portal)."

Signature \_\_\_\_\_

(Mr. Tan Ley Yen)

Director and CEO

Authorized Persons to Disclose Information

This announcement was prepared and disseminated by listed company or issuer through the electronic system which is provided for the purpose of dissemination of the information and related documents of listed company or issuer to the Stock Exchange of Thailand only. The Stock Exchange of Thailand has no responsibility for the correctness and completeness of any statements, figures, reports or opinions contained in this announcement, and has no liability for any losses and damages in any cases. In case you have any inquiries or clarification regarding this announcement, please directly contact listed company or issuer who made this announcement.

**REVIEW REPORT ON INTERIM FINANCIAL INFORMATION  
OF THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

**TO THE BOARD OF DIRECTORS  
IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**

We have reviewed the statement of financial position of IFS Capital (Thailand) Public Company Limited as at March 31, 2022 and the related statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended and the condensed notes to the financial statements. The Company's management is responsible for the preparation and fair presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

**Scope of Review**

We conducted our review in accordance with Thai Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the aforementioned interim financial information has not been prepared in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

**BANGKOK  
May 9, 2022**

Lasita Magut  
Certified Public Accountant (Thailand)  
Registration No. 9039  
**DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.**

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2022**

UNIT : BAHT

|                                       | Notes | <b>"Unaudited"</b><br>As at<br>March 31,<br>2022 | As at<br>December 31,<br>2021 |
|---------------------------------------|-------|--|-------------------------------|
| <b>ASSETS</b>                         |       |  |                               |
| <b>CURRENT ASSETS</b>                 |       |  |                               |
| Cash and cash equivalents             |       | 344,749,085                                      | 333,767,948                   |
| Factoring receivables                 | 6     | 3,026,531,774                                    | 3,250,475,374                 |
| Hire purchase current receivables     | 7     | 840,012  | 1,527,326                     |
| Finance lease current receivables     | 8     | 55,319,048                                       | 56,135,048                    |
| Inventory finance receivables         | 9     | 123,922,489                                      | 113,146,443                   |
| Other current assets                  |       | 9,454,235  | 6,767,303                     |
| Total Current Assets                  |       | 3,560,816,643                                    | 3,761,819,442                 |
| <b>NON-CURRENT ASSETS</b>             |       |  |                               |
| Bank deposits held as collateral      |       | 163,803  | 163,632                       |
| Finance lease non-current receivables | 8     | 56,755,676                                       | 55,819,773                    |
| Investment properties                 |       | 56,880,176                                       | 58,026,593                    |
| Plant and equipment                   |       | 17,883,148                                       | 19,009,578                    |
| Right-of-use assets                   |       | 1,110,444  | 978,806                       |
| Other intangible assets               |       | 14,595,713                                       | 1,869,693                     |
| Deferred tax assets                   |       | 31,609,014                                       | 32,066,577                    |
| Properties foreclosed                 |       | 800,000  | 800,000                       |
| Other non-current assets              |       | 992,692  | 417,891                       |
| Total Non-current Assets              |       | 180,790,666                                      | 169,152,543                   |
| <b>TOTAL ASSETS</b>                   |       | <b>3,741,607,309</b>                             | <b>3,930,971,985</b>          |

See condensed notes to the financial statements

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT MARCH 31, 2022**

UNIT : BAHT

|   | Notes | <b>"Unaudited"</b>                  |  |
|---|-------|-------------------------------------|--|
|   |       | <b>As at<br/>March 31,<br/>2022</b> | <b>As at<br/>December 31,<br/>2021</b> |
| <b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>       |       |                                     |  |
| <b>CURRENT LIABILITIES</b>                        |       |                                     |  |
| Short-term borrowings from financial institutions | 10    | 1,635,000,000                       | 1,825,000,000                          |
| Other current payables                            |       | 45,761,525                          | 41,626,268                             |
| Current portion of long-term borrowings           | 11    | 188,966,667                         | 205,566,666                            |
| Current portion of lease liabilities              |       | 535,867                             | 467,932                                |
| Corporate income tax payable                      |       | 30,817,156                          | 20,665,647                             |
| Other current liabilities                         |       | 1,082,087                           | 37,610                                 |
| Total Current Liabilities                         |       | 1,902,163,302                       | 2,093,364,123                          |
| <b>NON-CURRENT LIABILITIES</b>                    |       |                                     |  |
| Long-term borrowings                              | 11    | 146,260,000                         | 187,266,667                            |
| Lease liabilities                                 |       | 602,656                             | 535,723                                |
| Non-current provisions for employee benefits      |       | 37,441,821                          | 36,322,005                             |
| Other non-current liabilities                     |       | 899,404                             | 1,870,429                              |
| Total Non-current Liabilities                     |       | 185,203,881                         | 225,994,824                            |
| <b>TOTAL LIABILITIES</b>                          |       | <b>2,087,367,183</b>                | <b>2,319,358,947</b>                   |

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT MARCH 31, 2022**

UNIT : BAHT

|   | Note | <b>"Unaudited"</b><br>As at<br>March 31,<br>2022 | As at<br>December 31,<br>2021 |
|---|------|--|-------------------------------|
| <b>LIABILITIES AND SHAREHOLDERS' EQUITY (CONTINUED)</b> |      |  |                               |
| SHAREHOLDERS' EQUITY                                    |      |  |                               |
| SHARE CAPITAL   |      |  |                               |
| Authorized share capital                                |      |  |                               |
| 493,500,000 ordinary shares of Baht 1 each              |      | 493,500,000                                      | 493,500,000                   |
| Issued and paid-up share capital                        |      |  |                               |
| 493,499,975 ordinary shares of Baht 1 each              |      | 493,499,975                                      | 493,499,975                   |
| ADDITIONAL PAID-UP CAPITAL                              |      |  |                               |
| Premium on ordinary shares                              |      | 31,746,399                                       | 31,746,399                    |
| RETAINED EARNINGS                                       |      |  |                               |
| Appropriated  |      |  |                               |
| Legal reserve   |      | 49,350,000                                       | 49,350,000                    |
| Unappropriated  |      | 1,079,643,752                                    | 1,037,016,664                 |
| TOTAL SHAREHOLDERS' EQUITY                              |      | 1,654,240,126                                    | 1,611,613,038                 |
| <b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>       |      | <b>3,741,607,309</b>                             | <b>3,930,971,985</b>          |

See condensed notes to the financial statements

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022**  
**"UNAUDITED"**

UNIT : BAHT

|   | Note          | 2022              | 2021              |
|---|---------------|-------------------|-------------------|
| <b>REVENUES</b>   |               |                   |                   |
| Factoring income  |               | 63,538,217        | 57,382,145        |
| Hire purchase income                                    |               | 35,052            | 110,745           |
| Finance lease income                                    |               | 2,267,646         | 2,584,622         |
| Factoring commission and service fees                   |               | 24,731,551        | 22,174,998        |
| Other income  |               | 10,880,387        | 9,909,852         |
| Total Revenues  |               | 101,452,853       | 92,162,362        |
| <b>EXPENSES</b>   |               |                   |                   |
| Selling expenses  |               | 4,254,912         | 4,048,738         |
| Administrative expenses                                 |               | 24,791,697        | 26,265,499        |
| Management benefit expenses                             | 4             | 9,122,415         | 9,187,579         |
| Total Expenses  |               | 38,169,024        | 39,501,816        |
| <b>Profit from operating activities</b>                 |               | <b>63,283,829</b> | <b>52,660,546</b> |
| Finance cost  |               | 8,685,434         | 8,046,269         |
| Impairment loss determined in<br>accordance with TFRS 9 |               | 1,362,236         | 321,487           |
| <b>PROFIT BEFORE INCOME TAX EXPENSE</b>                 |               | <b>53,236,159</b> | <b>44,292,790</b> |
| <b>INCOME TAX EXPENSE</b>                               |               | <b>10,609,071</b> | <b>8,814,694</b>  |
| <b>PROFIT FOR THE PERIODS</b>                           |               | <b>42,627,088</b> | <b>35,478,096</b> |
| <b>OTHER COMPREHENSIVE INCOME</b>                       |               | <b>-</b>          | <b>-</b>          |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE PERIODS</b>       |               | <b>42,627,088</b> | <b>35,478,096</b> |
| <b>BASIC EARNINGS PER SHARE</b>                         | <b>BAHT</b>   | 0.09              | 0.07              |
| <b>WEIGHTED AVERAGE NUMBER OF<br/>ORDINARY SHARES</b>   | <b>SHARES</b> | 493,499,975       | 493,499,975       |

See condensed notes to the financial statements



**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022**  
**"UNAUDITED"**

UNIT : BAHT

|  | Note | Issued and<br>Paid-up<br>Share Capital | Premium on<br>Ordinary<br>Shares | Retained Earnings             |                      | Total                   |
|--|------|--|----------------------------------|-------------------------------|----------------------|-------------------------|
|  |      |  |                                  | Appropriated<br>Legal Reserve | Unappropriated       | Shareholders'<br>Equity |
| <b>Beginning balance as at January 1, 2021</b> |      | 493,499,975                            | 31,746,399                       | 49,350,000                    | 953,282,818          | 1,527,879,192           |
| Changes during the period                      |      |  |                                  |                               |                      |                         |
| Total comprehensive income                     |      | -                                      | -                                | -                             | 35,478,096           | 35,478,096              |
| <b>Ending balance as at March 31, 2021</b>     |      | <u>493,499,975</u>                     | <u>31,746,399</u>                | <u>49,350,000</u>             | <u>988,760,914</u>   | <u>1,563,357,288</u>    |
| <b>Beginning balance as at January 1, 2022</b> |      | 493,499,975                            | 31,746,399                       | 49,350,000                    | 1,037,016,664        | 1,611,613,038           |
| Changes during the period                      |      |  |                                  |                               |                      |                         |
| Total comprehensive income                     |      | -                                      | -                                | -                             | 42,627,088           | 42,627,088              |
| <b>Ending balance as at March 31, 2022</b>     |      | <u>493,499,975</u>                     | <u>31,746,399</u>                | <u>49,350,000</u>             | <u>1,079,643,752</u> | <u>1,654,240,126</u>    |

See condensed notes to the financial statements

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022**  
**"UNAUDITED"**

UNIT : BAHT

|   | Note | 2022         | 2021          |
|---|------|--------------|---------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>             |      |              |               |
| Profit for the periods                                  |      | 42,627,088   | 35,478,096    |
| Adjustments for:  |      |              |               |
| Income tax expenses                                     |      | 10,609,071   | 8,814,694     |
| Impairment loss determined in<br>accordance with TFRS 9 |      | 1,362,236    | 321,487       |
| Gain on disposal of fixed assets                        |      | (706)        | (691,589)     |
| Loss on written-off assets                              |      | -            | 3,217,172     |
| Interest expenses                                       |      | 8,567,055    | 7,928,858     |
| Employee benefits expense                               |      | 1,119,816    | 1,067,865     |
| Depreciation and amortization                           |      | 2,602,813    | 2,522,955     |
|   |      | 66,887,373   | 58,659,538    |
| Operating assets (increase) decrease                    |      |              |               |
| Factoring receivables                                   |      | 222,489,669  | (146,147,638) |
| Hire purchase receivables                               |      | 687,445      | 1,056,714     |
| Finance lease receivables                               | 5.4  | 82,391       | 7,921,545     |
| Inventory finance receivables                           |      | (10,886,776) | 6,793,078     |
| Other current assets                                    |      | (2,686,932)  | 333,751       |
| Bank deposits held as collateral                        |      | (171)        | (241)         |
| Other non-current assets                                |      | (574,801)    | (754,564)     |
| Operating liabilities increase (decrease)               |      |              |               |
| Other current payables                                  |      | (3,597,723)  | 11,046,648    |
| Other current liabilities                               |      | 1,044,477    | (3,811,567)   |
| Other non-current liabilities                           |      | (971,025)    | 762,750       |
| Cash received from (paid for) operating activities      |      | 272,473,927  | (64,139,986)  |
| Interest expense paid                                   |      | (9,199,390)  | (8,042,363)   |
| Net cash provided by (used in) operating activities     |      | 263,274,537  | (72,182,349)  |

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF CASH FLOWS (CONTINUED)**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022**  
**"UNAUDITED"**

UNIT : BAHT

|  | Notes | 2022                      | 2021                      |
|--|-------|---------------------------|---------------------------|
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                |       |                           |                           |
| Cash paid for purchases of equipment                       |       | (27,178)                  | (77,310)                  |
| Cash paid for purchases of other intangible assets         | 5.2   | (4,527,345)               | (109,782)                 |
| Cash received from disposal of assets                      |       | 1,869                     | 691,589                   |
| Net cash provide by (used in) investing activities         |       | <u>(4,552,654)</u>        | <u>504,497</u>            |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                |       |                           |                           |
| Cash paid for short-term borrowings                        |       |                           |                           |
| to financial institutions                                  | 5.3   | (2,750,000,000)           | (2,790,000,000)           |
| Cash received from short-term borrowings                   |       |                           |                           |
| from financial institutions                                | 5.3   | 2,560,000,000             | 2,820,000,000             |
| Cash paid for long-term borrowings                         | 5.3   | (57,606,666)              | (53,686,667)              |
| Cash paid for lease liabilities                            | 5.3   | (130,592)                 | (67,110)                  |
| Cash paid for interest expenses under lease agreements     | 5.3   | (3,488)                   | (6,330)                   |
| Net cash used in financing activities                      |       | <u>(247,740,746)</u>      | <u>(23,760,107)</u>       |
| Net increase (decrease) in cash and cash equivalents       |       | 10,981,137                | (95,437,959)              |
| Cash and cash equivalents at the beginning of the periods  |       | 333,767,948               | 390,619,301               |
| <b>Cash and cash equivalents at the end of the periods</b> | 5.1   | <u><u>344,749,085</u></u> | <u><u>295,181,342</u></u> |

See condensed notes to the financial statements

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED  
CONDENSED NOTES TO THE FINANCIAL STATEMENTS  
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022  
“UNAUDITED”**

**1. THE COMPANY’S OPERATION AND GENERAL INFORMATION**

IFS Capital (Thailand) Public Company Limited (the “Company”) was incorporated in March 1991, under the laws of Thailand and registered as a Public Company Limited with the Ministry of Commerce on April 18, 2007. The Company’s office is located at 20<sup>th</sup> floor Lumpini Tower, 1168/55 Rama IV Road, Tungmahamek, Sathorn, Bangkok. The business activities of the Company are factoring, hire purchase, finance lease businesses and office rental.

The major shareholders are IFS Capital Holdings (Thailand) Limited with 36.64% shareholdings and IFS Capital Limited (registered in Singapore) with 36.49% shareholdings. The Company’s ultimate shareholder is Phillip Asset Pte. Ltd. (registered in Singapore).

The Company has been foreign and submitted the request to do business under Section 17 of the Foreign Business Act B.E. 2542 and obtained the license of foreign business operations from the Department of Business Development to do business in category 3 (21) service business as follows:

- 1) Factoring
- 2) Leasing and hire purchase businesses only to the existing customers committed under the leasing and hire purchase agreements
- 3) Leasing and hire purchase of vehicles and machineries used in industry, tools used in transport of goods, vessels and carriages used in agriculture to new clients
- 4) Service businesses of office rental including utility and facility

Thus, the Company has to comply with the conditions specified in the certificate of foreign business operations.

**Coronavirus Disease 2019 Pandemic**

The Coronavirus disease 2019 (“COVID-19”) pandemic is resulting in an economic slowdown and adversely impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the group operates. Nevertheless, the Company’s management will continue to monitor the ongoing development and regularly assess the financial impact in respect of valuation of assets, provisions and contingent liabilities.

## **2. BASIS OF PREPARATION AND PRESENTATION OF THE FINANCIAL STATEMENTS**

- 2.1 These interim financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No.34 “Interim Financial Reporting” and accounting practices generally accepted in Thailand. The Company presents the condensed notes to interim financial statements and the additional information is disclosed in accordance with the regulations of the Office of the Securities and Exchange Commission.
- 2.2 The statement of financial position as at December 31, 2021, presented herein for comparison, have been derived from the financial statements of the Company for the year then ended which had been previously audited.
- 2.3 The unaudited results of operations presented in the three-month period ended March 31, 2022 are not necessarily an indication nor anticipation of the operating results for the full year.
- 2.4 Certain financial information which is normally included in the annual financial statements prepared in accordance with TFRS, but which is not required for interim reporting purposes, has been omitted. Therefore, the interim financial statements for the three-month period ended March 31, 2022 should be read in conjunction with the audited financial statements for the year ended December 31, 2021.
- 2.5 Thai Financial Reporting Standards affecting the presentation and disclosure in the current period financial statements

During the period, the Company has adopted the revised financial reporting standards issued by the Federation of Accounting Professions which are effective for fiscal years beginning on or after January 1, 2022. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology and accounting requirements for interest rate reform - Phrase 2. The adoption of these financial reporting standards does not have any significant impact on the Company’s interim financial statements.

## **3. SIGNIFICANT ACCOUNTING POLICIES**

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended December 31, 2021.

#### 4. RELATED PARTY TRANSACTIONS

The accompanying financial statements include certain transactions with related companies. The relationship may be that of shareholding or the companies may have the same group of shareholders or directors. The financial statements reflect the effects of these transactions in the normal business practice, and the price rates, interest rates, terms and conditions are considered to be at arms length, for related party as approved by the Board or the shareholders.

Relationships with related parties as at March 31, 2022 were as follows:

|   | <b>Relationships</b> |
|---|----------------------|
| IFS Capital Limited                     | Major Shareholder    |
| IFS Capital Holdings (Thailand) Limited | Related Company      |

Significant transactions with related parties for the three-month period ended March 31, 2022 and 2021 were as follows:

|                             | <b>For the three-month periods ended March 31,</b> |                  |
|-----------------------------|--|------------------|
|                             | <b>2022</b>  | <b>2021</b>      |
|                             | <b>Baht</b>  | <b>Baht</b>      |
| Management benefit expenses |  |                  |
| Short-term benefits         | 8,886,475  | 8,777,875        |
| Post-employment benefits    | 225,995  | 216,138          |
| Other long-term benefits    | 9,945  | 193,566          |
|                             | <u>9,122,415</u>                                   | <u>9,187,579</u> |

#### 5. SUPPLEMENTARY DISCLOSURE OF CASH FLOWS INFORMATION

5.1 Cash and cash equivalents as at March 31, 2022 and 2021 consisted of the following:

|                                  | <b>2022</b>        | <b>2021</b>        |
|----------------------------------|--------------------|--------------------|
|                                  | <b>Baht</b>        | <b>Baht</b>        |
| Cash on hand                     | 30,000             | 30,000             |
| Cash at banks - current accounts | 14,253,252         | 7,233,642          |
| Cash at banks - savings accounts | 330,465,833        | 287,917,700        |
|                                  | <u>344,749,085</u> | <u>295,181,342</u> |

5.2 Non-cash transactions of intangible assets for the three-month periods ended March 31, were as follows:

|  | <b>2022</b>      | <b>2021</b> |
|--|------------------|-------------|
|  | <b>Baht</b>      | <b>Baht</b> |
| Other payables for purchasing intangible assets as at January 1, | -                | -           |
| <u>Add</u> Purchase of intangible assets                         | 12,896,152       | -           |
| <u>Less</u> Cash paid for purchases of intangible assets         | (4,527,345)      | -           |
| Other payables for purchasing intangible assets as at March 31,  | <u>8,368,807</u> | <u>-</u>    |

5.3 Changes in liabilities from financing activities as at March 31, 2022 and 2021 consisted of the following:

|   | <b>As at<br/>January 1,<br/>2022</b> | <b>Changes in cash flows</b> |                  | <b>Non-cash<br/>items<sup>(1)</sup></b> | <b>As at<br/>March 31,<br/>2022</b> |
|---|--------------------------------------|------------------------------|------------------|---|-------------------------------------|
|   |                                      | <b>Cash received</b>         | <b>Cash paid</b> |   |                                     |
| Short-term borrowings from financial institutions | 1,825,000,000                        | 2,560,000,000                | (2,750,000,000)  | -                                       | 1,635,000,000                       |
| Long-term borrowings                              | 392,833,333                          | -                            | (57,606,666)     | -                                       | 335,226,667                         |
| Lease liabilities                                 | 1,003,655                            | -                            | (134,080)        | 268,948                                 | 1,138,523                           |

(1) Non-cash items were arisen from car and photocopy machine rental agreements.

|   | <b>As at<br/>January 1,<br/>2021</b> | <b>Changes in cash flows</b> |                  | <b>Non-cash<br/>items<sup>(1)</sup></b> | <b>As at<br/>March 31,<br/>2021</b> |
|---|--------------------------------------|------------------------------|------------------|---|-------------------------------------|
|   |                                      | <b>Cash received</b>         | <b>Cash paid</b> |   |                                     |
| Short-term borrowings from financial institutions | 1,425,000,000                        | 2,820,000,000                | (2,790,000,000)  | -                                       | 1,455,000,000                       |
| Long-term borrowings                              | 403,580,000                          | -                            | (53,686,667)     | -                                       | 349,893,333                         |
| Lease liabilities                                 | -                                    | -                            | (73,440)         | 1,415,811                               | 1,342,371                           |

(1) Non-cash items were arisen from car rental agreements.

5.4 In 2021, the Company has transferred lease receivables totaling by Baht 6.22 million to property foreclosed amounted to Baht 3.00 million and recognized the remaining balance amounted to Baht 3.22 million as administrative expenses in the statement of comprehensive income for the three-month period ended March 31, 2021.

## 6. FACTORING RECEIVABLES

Factoring receivables as at March 31, 2022 and December 31, 2021 consisted of the following:

|  | <b>As at<br/>March 31,<br/>2022<br/>Baht</b> | <b>As at<br/>December 31,<br/>2021<br/>Baht</b> |
|--|--|---|
| Factoring receivables                            | 4,038,776,880                                | 4,219,541,529                                   |
| <u>Less</u> Allowance for expected credit losses | (87,530,549)                                 | (86,076,618)                                    |
|  | <u>3,951,246,331</u>                         | <u>4,133,464,911</u>                            |
| <u>Less</u> Factoring payables                   | (924,714,557)                                | (882,989,537)                                   |
| Factoring receivables, net                       | <u><u>3,026,531,774</u></u>                  | <u><u>3,250,475,374</u></u>                     |

Factoring receivables as at March 31, 2022 and December 31, 2021 were classified by staging as follows:

|   | Unit : Baht                      |  |   |
|---|----------------------------------|--|---|
|   | <b>As at March 31, 2022</b>      |  |   |
|   | <b>Factoring<br/>receivables</b> | <b>Recognized amount<br/>as allowance for<br/>expected credit losses</b> | <b>Allowance<br/>for expected<br/>credit losses</b> |
| Low credit risk receivables                     | 3,398,711,332                    | 2,599,628,744  | 374,615   |
| Significant increase in credit risk receivables | 554,452,070                      | 428,436,273  | 1,559,253   |
| Default receivables in credit risk              | 85,613,478                       | 85,596,681   | 85,596,681  |
| Total   | <u>4,038,776,880</u>             | <u>3,113,661,698</u>   | <u>87,530,549</u>                                   |

|   | Unit : Baht                      |  |   |
|---|----------------------------------|--|---|
|   | <b>As at December 31, 2021</b>   |  |   |
|   | <b>Factoring<br/>receivables</b> | <b>Recognized amount<br/>as allowance for<br/>expected credit losses</b> | <b>Allowance<br/>for expected<br/>credit losses</b> |
| Low credit risk receivables                     | 3,728,032,826                    | 2,951,458,005  | 84,539  |
| Significant increase in credit risk receivables | 405,745,355                      | 298,414,708  | 228,731   |
| Default receivables in credit risk              | 85,763,348                       | 85,763,348   | 85,763,348  |
| Total   | <u>4,219,541,529</u>             | <u>3,335,636,061</u>   | <u>86,076,618</u>                                   |

Allowance for expected credit losses for the three-month period ended March 31, 2022 and for the year ended December 31, 2021 consisted of the following:

|   | Unit : Baht  |  |                                     |                   |
|---|--|--|-------------------------------------|-------------------|
|   | <b>For the three-month period ended March 31, 2022</b> |  |                                     |                   |
|   | <b>Allowance for expected credit losses</b>            |  |                                     |                   |
|   | <b>Performing<br/>(Stage 1)</b>                        | <b>Under-<br/>Performing<br/>(Stage 2)</b> | <b>Non-Performing<br/>(Stage 3)</b> | <b>Total</b>      |
| Balance as at January 1, 2022                   | 84,539   | 228,731                                    | 85,763,348                          | 86,076,618        |
| Changes in staging                              | (1,654)  | 1,654                                      | -                                   | -                 |
| Changes in risk parameters                      | 286,130  | 1,329,624                                  | (166,667)                           | 1,449,087         |
| New financial assets originated<br>or purchased | 6,091  | -  | -                                   | 6,091             |
| Financial assets derecognized                   | (491)  | (756)                                      | -                                   | (1,247)           |
| Balance as at March 31, 2022                    | <u>374,615</u>   | <u>1,559,253</u>                           | <u>85,596,681</u>                   | <u>87,530,549</u> |

|   | Unit : Baht                                 |  |                                     |                   |
|---|---|--|-------------------------------------|-------------------|
|   | <b>For the year ended December 31, 2021</b> |  |                                     |                   |
|   | <b>Allowance for expected credit losses</b> |  |                                     |                   |
|   | <b>Performing<br/>(Stage 1)</b>             | <b>Under-<br/>Performing<br/>(Stage 2)</b> | <b>Non-Performing<br/>(Stage 3)</b> | <b>Total</b>      |
| Balance as at January 1, 2021                   | 61,471                                      | 100,827                                    | 86,950,440                          | 87,112,738        |
| Changes in staging                              | 36,216                                      | (36,216)                                   | -                                   | -                 |
| Changes in risk parameters                      | (23,143)                                    | 164,120                                    | (616,512)                           | (475,535)         |
| New financial assets originated<br>or purchased | 12,443                                      | -  | -                                   | 12,443            |
| Financial assets derecognized                   | (2,448)                                     | -  | -                                   | (2,448)           |
| Written-off                                     | -   | -  | (570,580)                           | (570,580)         |
| Balance as at December 31, 2021                 | <u>84,539</u>                               | <u>228,731</u>                             | <u>85,763,348</u>                   | <u>86,076,618</u> |



7. HIRE PURCHASE RECEIVABLES

Hire purchase receivables as at March 31, 2022 and December 31, 2021 consisted of the following:

|  | <b>As at<br/>March 31,<br/>2022<br/>Baht</b> | <b>As at<br/>December 31,<br/>2021<br/>Baht</b> |
|--|--|---|
| Outstanding contract price                       | 867,495                                      | 1,589,992                                       |
| <u>Less</u> Unearned financing income            | <u>(27,255)</u>                              | <u>(62,307)</u>                                 |
|  | 840,240                                      | 1,527,685                                       |
| <u>Less</u> Allowance for expected credit losses | <u>(228)</u>                                 | <u>(359)</u>                                    |
| Hire purchase current receivables, net           | <u>840,012</u>                               | <u>1,527,326</u>                                |

Hire purchase receivables as at March 31, 2022 and December 31, 2021 were classified by staging as follows:

|                             | <b>Unit : Baht</b>                   |  |   |
|-----------------------------|--------------------------------------|--|---|
|                             | <b>As at March 31, 2022</b>          |  |   |
|                             | <b>Hire purchase<br/>receivables</b> | <b>Recognized amount<br/>as allowance for<br/>expected credit losses</b> | <b>Allowance<br/>for expected<br/>credit losses</b> |
| Low credit risk receivables | 840,240                              | 867,495  | 228   |
| Total                       | <u>840,240</u>                       | <u>867,495</u>   | <u>228</u>  |

|                             | <b>Unit : Baht</b>                   |  |   |
|-----------------------------|--------------------------------------|--|---|
|                             | <b>As at December 31, 2021</b>       |  |   |
|                             | <b>Hire purchase<br/>receivables</b> | <b>Recognized amount<br/>as allowance for<br/>expected credit losses</b> | <b>Allowance<br/>for expected<br/>credit losses</b> |
| Low credit risk receivables | 1,527,685                            | 1,589,992  | 359   |
| Total                       | <u>1,527,685</u>                     | <u>1,589,992</u>   | <u>359</u>  |

Allowance for expected credit losses for the three-month period ended March 31, 2022 and for the year ended December 31, 2021 consisted of the following:

|                               | <b>Unit : Baht</b>                                     |  |  |              |
|-------------------------------|--|--|--|--------------|
|                               | <b>For the three-month period ended March 31, 2022</b> |  |  |              |
|                               | <b>Allowance for expected credit losses</b>            |  |  |              |
|                               | <b>Performing<br/>(Stage 1)</b>                        | <b>Under-<br/>Performing<br/>(Stage 2)</b> | <b>Non-<br/>Performing<br/>(Stage 3)</b> | <b>Total</b> |
| Balance as at January 1, 2022 | 359  | -  | -  | 359          |
| Changes in risk parameters    | <u>(131)</u>   | <u>-</u>                                   | <u>-</u>                                 | <u>(131)</u> |
| Balance as at March 31, 2022  | <u>228</u>   | <u>-</u>                                   | <u>-</u>                                 | <u>228</u>   |

| For the year ended December 31, 2021 |                                   |                                 |          | Unit : Baht |
|--------------------------------------|-----------------------------------|---------------------------------|----------|-------------|
| Allowance for expected credit losses |                                   |                                 |          |             |
| Performing<br>(Stage 1)              | Under-<br>Performing<br>(Stage 2) | Non-<br>Performing<br>(Stage 3) | Total    |             |
| Balance as at January 1, 2021        | 15,562                            | 23,404                          | -        | 38,966      |
| Changes in risk parameters           | (15,203)                          | -                               | -        | (15,203)    |
| Financial assets derecognized        | -                                 | (23,404)                        | -        | (23,404)    |
| Balance as at December 31, 2021      | <u>359</u>                        | <u>-</u>                        | <u>-</u> | <u>359</u>  |

## 8. FINANCE LEASE RECEIVABLES

Finance lease receivables as at March 31, 2022 and December 31, 2021 consisted of the following:

|  | As at<br>March 31,<br>2022<br>Baht | As at<br>December 31,<br>2021<br>Baht |
|--|------------------------------------|---------------------------------------|
| Outstanding contract price                       | 205,637,529                        | 213,603,281                           |
| <u>Less</u> Deposits on finance lease            | (72,217,469)                       | (80,291,569)                          |
| <u>Less</u> Unearned financing income            | (12,284,069)                       | (12,093,330)                          |
|  | <u>121,135,991</u>                 | <u>121,218,382</u>                    |
| <u>Less</u> Allowance for expected credit losses | (9,061,267)                        | (9,263,561)                           |
|  | <u>112,074,724</u>                 | <u>111,954,821</u>                    |
| Due within one year                              | 81,854,365                         | 91,309,965                            |
| <u>Less</u> Deposits on finance lease            | (19,289,274)                       | (28,318,141)                          |
| <u>Less</u> Unearned financing income            | (7,246,043)                        | (6,856,776)                           |
| Finance lease current receivables, net           | <u>55,319,048</u>                  | <u>56,135,048</u>                     |
| Finance lease non-current receivables, net       | <u>56,755,676</u>                  | <u>55,819,773</u>                     |

Finance lease receivables as at March 31, 2022 and December 31, 2021 were classified by staging as follows:

|   | Unit : Baht                  |   |  |
|---|------------------------------|---|--|
|   | As at March 31, 2022         |   |  |
|   | Finance lease<br>receivables | Recognized amount<br>as allowance for<br>expected credit losses | Allowance<br>for expected<br>credit losses |
| Low credit risk receivables                     | 96,196,332                   | 105,494,037   | 1,396,532                                  |
| Significant increase in credit risk receivables | 14,992,309                   | 16,848,936  | 687,385                                    |
| Default receivables in credit risk              | 9,947,350                    | 9,947,350   | 6,977,350                                  |
| Total   | <u>121,135,991</u>           | <u>132,290,323</u>  | <u>9,061,267</u>                           |
|   | Unit : Baht                  |   |  |
|   | As at December 31, 2021      |   |  |
|   | Finance lease<br>receivables | Recognized amount<br>as allowance for<br>expected credit losses | Allowance<br>for expected<br>credit losses |
| Low credit risk receivables                     | 108,712,772                  | 119,532,430   | 1,575,384                                  |
| Significant increase in credit risk receivables | 1,407,300                    | 1,452,835   | 59,867                                     |
| Default receivables in credit risk              | 11,098,310                   | 11,098,310  | 7,628,310                                  |
| Total   | <u>121,218,382</u>           | <u>132,083,575</u>  | <u>9,263,561</u>                           |

Allowance for expected credit losses for the three-month period ended March 31, 2022 and for the year ended December 31, 2021 consisted of the following:

|   | <b>For the three-month period ended March 31, 2022</b> |  |  | <b>Unit : Baht</b> |
|---|--|--|--|--------------------|
|   | <b>Allowance for expected credit losses</b>            |  |  |                    |
|   | <b>Performing<br/>(Stage 1)</b>                        | <b>Under-<br/>Performing<br/>(Stage 2)</b> | <b>Non-<br/>Performing<br/>(Stage 3)</b> | <b>Total</b>       |
| Balance as at January 1, 2022                   | 1,575,384  | 59,867                                     | 7,628,310                                | 9,263,561          |
| Changes in staging                              | (266,787)  | 266,787                                    | -  | -                  |
| Changes in risk parameters                      | (109,148)  | 360,731                                    | (650,960)                                | (399,377)          |
| New financial assets originated<br>or purchased | 197,524  | -  | -  | 197,524            |
| Financial assets derecognized                   | (441)  | -  | -  | (441)              |
| Balance as at March 31, 2022                    | <u>1,396,532</u>                                       | <u>687,385</u>                             | <u>6,977,350</u>                         | <u>9,061,267</u>   |

|   | <b>For the year ended December 31, 2021</b> |  |  | <b>Unit : Baht</b> |
|---|---|--|--|--------------------|
|   | <b>Allowance for expected credit losses</b> |  |  |                    |
|   | <b>Performing<br/>(Stage 1)</b>             | <b>Under-<br/>Performing<br/>(Stage 2)</b> | <b>Non-<br/>Performing<br/>(Stage 3)</b> | <b>Total</b>       |
| Balance as at January 1, 2021                   | 623,733                                     | 3,996,623                                  | 4,008,582                                | 8,628,938          |
| Changes in staging                              | 3,124,193                                   | (3,137,266)                                | 13,073                                   | -                  |
| Changes in risk parameters                      | (2,583,586)                                 | 39,687                                     | 1,902,679                                | (641,220)          |
| New financial assets originated<br>or purchased | 412,964                                     | -  | 1,703,976                                | 2,116,940          |
| Financial assets derecognized                   | (1,920)                                     | (839,177)                                  | -  | (841,097)          |
| Balance as at December 31, 2021                 | <u>1,575,384</u>                            | <u>59,867</u>                              | <u>7,628,310</u>                         | <u>9,263,561</u>   |

## 9. INVENTORY FINANCE RECEIVABLES

Inventory finance receivables as at March 31, 2022 and December 31, 2021 consisted of the following:

|  | <b>As at<br/>March 31,<br/>2022<br/>Baht</b> | <b>As at<br/>December 31,<br/>2021<br/>Baht</b> |
|--|--|---|
| Inventory finance receivables                    | 131,460,402                                  | 120,573,626                                     |
| <u>Less</u> Allowance for expected credit losses | <u>(7,537,913)</u>                           | <u>(7,427,183)</u>                              |
| Inventory finance receivables, net               | <u>123,922,489</u>                           | <u>113,146,443</u>                              |

Inventory finance receivables as at March 31, 2022 and December 31, 2021 were classified by staging as follows:

|   | Unit : Baht                          |  |   |
|---|--------------------------------------|--|---|
|   | <b>As at March 31, 2022</b>          |  |   |
|   | <b>Inventory finance receivables</b> | <b>Recognized amount as allowance for expected credit losses</b> | <b>Allowance for expected credit losses</b> |
| Low credit risk receivables                     | 110,307,204                          | 110,307,204  | 2,148,631                                   |
| Significant increase in credit risk receivables | 16,607,474                           | 17,107,474   | 843,558                                     |
| Default receivables in credit risk              | 4,545,724                            | 4,545,724  | 4,545,724                                   |
| Total   | <u>131,460,402</u>                   | <u>131,960,402</u>   | <u>7,537,913</u>                            |

|   | Unit : Baht                          |  |   |
|---|--------------------------------------|--|---|
|   | <b>As at December 31, 2021</b>       |  |   |
|   | <b>Inventory finance receivables</b> | <b>Recognized amount as allowance for expected credit losses</b> | <b>Allowance for expected credit losses</b> |
| Low credit risk receivables                     | 105,016,027                          | 105,016,027  | 1,769,995                                   |
| Significant increase in credit risk receivables | 11,011,875                           | 11,511,875   | 1,111,464                                   |
| Default receivables in credit risk              | 4,545,724                            | 4,545,724  | 4,545,724                                   |
| Total   | <u>120,573,626</u>                   | <u>121,073,626</u>   | <u>7,427,183</u>                            |

Allowance for expected credit losses for the three-month periods ended March 31, 2022 and for the year ended December 31, 2021 consisted of the following:

|  | Unit : Baht   |                                   |                                 |                  |
|--|---|-----------------------------------|---------------------------------|------------------|
|  | <b>For the three-month periods ended March 31, 2022</b> |                                   |                                 |                  |
|  | <b>Allowance for expected credit losses</b>             |                                   |                                 |                  |
|  | <b>Performing (Stage 1)</b>                             | <b>Under-Performing (Stage 2)</b> | <b>Non-Performing (Stage 3)</b> | <b>Total</b>     |
| Balance as at January 1, 2022                | 1,769,995   | 1,111,464                         | 4,545,724                       | 7,427,183        |
| Changes in staging                           | (48,173)  | 48,173                            | -                               | -                |
| Changes in risk parameters                   | 385,896   | 487,861                           | -                               | 873,757          |
| New financial assets originated or purchased | 40,913  | 200,581                           | -                               | 241,494          |
| Financial assets derecognized                | -   | (1,004,521)                       | -                               | (1,004,521)      |
| Balance as at March 31, 2022                 | <u>2,148,631</u>  | <u>843,558</u>                    | <u>4,545,724</u>                | <u>7,537,913</u> |

|                                 | Unit : Baht                                 |                                   |                                 |                  |
|---------------------------------|---|-----------------------------------|---------------------------------|------------------|
|                                 | <b>For the year ended December 31, 2021</b> |                                   |                                 |                  |
|                                 | <b>Allowance for expected credit losses</b> |                                   |                                 |                  |
|                                 | <b>Performing (Stage 1)</b>                 | <b>Under-Performing (Stage 2)</b> | <b>Non-Performing (Stage 3)</b> | <b>Total</b>     |
| Balance as at January 1, 2021   | 1,774,775                                   | 204,844                           | 4,545,724                       | 6,525,343        |
| Change in staging               | (42,788)                                    | 42,788                            | -                               | -                |
| Changes in risk parameters      | 38,008                                      | 919,832                           | -                               | 957,840          |
| Written-off                     | -   | (56,000)                          | -                               | (56,000)         |
| Balance as at December 31, 2021 | <u>1,769,995</u>                            | <u>1,111,464</u>                  | <u>4,545,724</u>                | <u>7,427,183</u> |

## 10. SHORT-TERM BORROWINGS FROM FINANCIAL INSTITUTIONS

Short-term borrowings from financial institutions as at March 31, 2022 and December 31, 2021 consisted of the following:

|                  | <b>As at<br/>March 31,<br/>2022<br/>Baht</b> | <b>As at<br/>December 31,<br/>2021<br/>Baht</b> |
|------------------|--|---|
| Promissory notes | <u>1,635,000,000</u>                         | <u>1,825,000,000</u>                            |

As at March 31, 2022 and December 31, 2021, the Company had short-term borrowings from financial institutions which bear interest rate at 1.50% to 2.32% per annum and 1.50% to 2.90% per annum.

## 11. LONG-TERM BORROWINGS

Long-term borrowings as at March 31, 2022 and December 31, 2021 consisted of the following:

|   | <b>As at<br/>March 31,<br/>2022<br/>Baht</b> | <b>As at<br/>December 31,<br/>2021<br/>Baht</b> |
|---|--|---|
| Long-term borrowings                    | 335,226,667                                  | 392,833,333                                     |
| Current portion of long-term borrowings | <u>(188,966,667)</u>                         | <u>(205,566,666)</u>                            |
|   | <u>146,260,000</u>                           | <u>187,266,667</u>                              |

As at March 31, 2022 and December 31, 2021, the Company entered into long-term borrowings with financial institutions at the floating interest rates 2.62% to 2.80% per annum and 2.61% to 3.60% per annum, respectively, and are repayable quarterly installments, the last installment of such borrowings fall due in June 2024. The Company has to comply with the conditions specified in the borrowing agreements with each financial institution that the Company has to maintain its debt to equity ratio at the rate prescribed in the agreements.

## 12. COMMITMENTS

As at March 31, 2022 and December 31, 2021, the Company had the committed credit facility agreements with financial institutions for general corporate funding requirements as follows:

|                         | <b>As at<br/>March 31,<br/>2022<br/>Baht</b> | <b>As at<br/>December 31,<br/>2021<br/>Baht</b> |
|-------------------------|--|---|
| Total credit facilities | <u>5,342,000,000</u>                         | <u>5,133,000,000</u>                            |

As at March 31, 2022 and December 31, 2021, the Company had utilized the letters of credit with financial institutions amounting to Baht 0.50 million in each year, for factoring, hire purchase and finance lease receivables. However, as at March 31, 2022 and December 31, 2021, the Company had unused such credit facilities with financial institutions totaling Baht 2,980 million and Baht 2,766 million, respectively.

### **13. FAIR VALUE MEASUREMENTS**

Considerable judgment is necessarily required in estimation of fair value of financial assets or financial liabilities. Accordingly, the estimated fair value presented herein is not necessarily indicative of the amount that could be realized in a current market exchange. The use of different market assumptions and/or estimation methodologies may have a material effect on the estimated fair value. The following methods and assumptions were used by the Company in estimating fair values of financial instruments.

#### **1. Financial assets or financial liabilities not measured at fair value**

Cash and cash equivalents, other current assets, bank deposits held as collateral, short-term borrowings from financial institutions, other current payables and other current liabilities; the fair values approximate their carrying amounts due to the relatively short period to maturity.

Factoring receivables, finance lease receivables and inventory finance receivables, which carry a floating interest rate receivable except for hire purchase receivables which carry a fixed interest rate receivables. The fair value is approximated by the outstanding balance less allowance for expected credit losses.

Long-term borrowings: the fair values approximate their carrying amount presented in the statement of financial position.

#### **2. Non-financial assets measured at cost but their fair values**

Investment properties has fair value which is determined based on the market price equivalent approach, fair value hierarchy level 2.

### **14. FINANCIAL INFORMATION BY SEGMENT**

The business segment results are prepared based on the Management of the Company. The operating results by business segment provided to Chief Operating Decision Maker to make decisions about allocating resources to, and assessing the performance of, operating segments is measured in accordance with Thai Financial Reporting Standard.

The business segments are described below:

Factoring business: is a short-term loan that provides liquidity to the business immediately and enables the business to increase its turnover in the form of buying accounts receivables. The factoring facility is applicable to both domestic and international sales.

Hire purchase and finance lease business: are long-term loans for invested in business industry.

Others: encompasses a range of activities from corporate decisions, income and expenses not attributed to the business segments described.

For the three-month periods ended March 31, 2022 and 2021, there is no revenue from a single external customer contributed 10% or more to the Company's total revenue.



**16. EVENT AFTER THE REPORTING PERIOD**

On April 20, 2022, the Ordinary Shareholder's Meeting passed the resolutions to pay dividend at the rate of Baht 0.158 per share on 493,499,975 shares, totaling Baht 77.97 million. The Company will pay such dividend to shareholders on May 13, 2022.

**17. APPROVAL FOR ISSUANCE OF THE FINANCIAL STATEMENTS**

These financial statements have been approved for issuance by the authorized director of the Company on May 9, 2022.