

**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

08-Aug-2023 18:12:28

## Status

New

## Announcement Sub Title

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

## Announcement Reference

SG230808OTHR59FJ

## 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 Second Quarter 2023 Results.

## Attachments

[IFST Financial Results 2Q 2023.pdf](#)

Total size =450K MB

**Headline:** Financial Performance Quarter 2 (F45) (Reviewed)

**Security Symbol:** IFS

Announcement Details

**Summary of operating result form (F45)**

Company name	IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED			
Quarter	Quarter 2			

(In thousands)

Financial Statement	Quarter 2		For 6 Months	
Status	Reviewed		Reviewed	
Ending	30 June		30 June	
Year	2023	2022	2023	2022
Profit (loss) attributable to equity holders of the Company *	39,899	37,024	81,146	76,651
EPS (baht)	0.08	0.08	0.16	0.16

Type of report	Unqualified opinion			
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\*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.

**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION  
BY 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 June 30, 2023, and the related statements of comprehensive income for the three-month and six-month periods ended June 30, 2023, and the related statements of changes in shareholders' equity and cash flows for the six-month period ended June 30, 2023, and the condensed notes to the financial statements. The Company's management is responsible for the preparation and 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 is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

**BANGKOK**  
August 8, 2023

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 JUNE 30, 2023**

**UNIT : BAHT**

	Notes	"Unaudited" As at June 30, 2023	As at December 31, 2022
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		504,883,303	451,556,819
Factoring receivables	6	2,715,097,846	2,910,980,124
Hire purchase current receivables	7	1,597,984	1,399,404
Finance lease current receivables	8	64,107,964	60,750,417
Inventory finance receivables	9	104,639,446	149,486,256
Other current receivables		12,751,749	6,994,631
Other current assets		1,491,472	1,011,005
Total Current Assets		3,404,569,764	3,582,178,656
<b>NON-CURRENT ASSETS</b>			
Bank deposits held as collateral		164,046	163,960
Hire purchase non-current receivables	7	-	626,942
Finance lease non-current receivables	8	91,182,427	74,114,987
Investment properties		51,084,404	53,389,975
Plant and equipment		13,620,871	15,701,400
Right-of-use assets		440,250	708,073
Other intangible assets		1,474,914	1,569,953
Deferred tax assets		36,192,611	35,080,264
Properties foreclosed		4,000,000	400,000
Other non-current assets		479,947	736,446
Total Non-current Assets		198,639,470	182,492,000
<b>TOTAL ASSETS</b>		<b>3,603,209,234</b>	<b>3,764,670,656</b>

See condensed notes to the financial statements

IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT JUNE 30, 2023

UNIT : BAHT

		<b>"Unaudited"</b>	
	<b>Notes</b>	<b>As at June 30, 2023</b>	<b>As at December 31, 2022</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Short-term borrowings from financial institutions	10	1,600,000,000	1,615,000,000
Other current payables		71,147,544	117,496,379
Current portion of long-term borrowings	11	130,693,333	180,626,667
Current portion of lease liabilities		357,483	546,818
Corporate income tax payable		19,220,923	23,377,847
Other current liabilities		1,140,800	124,997
Total Current Liabilities		1,822,560,083	1,937,172,708
<b>NON-CURRENT LIABILITIES</b>			
Long-term borrowings	11	49,620,000	98,300,000
Lease liabilities		108,814	191,087
Non-current provisions for employee benefits		36,711,639	33,368,427
Other non-current liabilities		-	899,404
Total Non-current Liabilities		86,440,453	132,758,918
<b>TOTAL LIABILITIES</b>		<b>1,909,000,536</b>	<b>2,069,931,626</b>

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT JUNE 30, 2023**

UNIT : BAHT

	Notes	<b>"Unaudited"</b> As at June 30, 2023	As at December 31, 2022
<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
Share premium on ordinary shares		31,746,399	31,746,399
RETAINED EARNINGS			
Appropriated			
Legal reserve		49,350,000	49,350,000
Unappropriated		1,119,612,324	1,120,142,656
TOTAL SHAREHOLDERS' EQUITY		1,694,208,698	1,694,739,030
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>3,603,209,234</b>	<b>3,764,670,656</b>

See condensed notes to the financial statements

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2023**  
**"UNAUDITED"**

**UNIT : BAHT**

	<b>Note</b>	<b>2023</b>	<b>2022</b>
<b>REVENUES</b>			
Factoring income		67,915,177	68,297,402
Hire purchase income		40,296	43,097
Finance lease income		3,623,001	2,219,648
Factoring commission and service fees		24,163,358	27,110,233
Other income		12,037,131	11,528,702
Total Revenues		107,778,963	109,199,082
<b>EXPENSES</b>			
Selling expenses		3,922,772	6,005,737
Administrative expenses		31,558,205	27,151,818
Management benefit expenses	4	12,992,123	11,107,416
Total Expenses		48,473,100	44,264,971
<b>Profit from operating activities</b>		<b>59,305,863</b>	<b>64,934,111</b>
Finance cost		11,914,725	9,560,198
Impairment loss determined in accordance with TFRS 9 (reversal)		(27,181)	9,149,631
<b>PROFIT BEFORE INCOME TAX EXPENSE</b>		<b>47,418,319</b>	<b>46,224,282</b>
<b>INCOME TAX EXPENSE</b>		<b>7,519,706</b>	<b>9,200,255</b>
<b>PROFIT FOR THE PERIODS</b>		<b>39,898,613</b>	<b>37,024,027</b>
<b>OTHER COMPREHENSIVE INCOME</b>		<b>-</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIODS</b>		<b>39,898,613</b>	<b>37,024,027</b>
<b>BASIC EARNINGS PER SHARE</b>	<b>BAHT</b>	<b>0.08</b>	<b>0.08</b>
<b>WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES</b>	<b>SHARES</b>	<b>493,499,975</b>	<b>493,499,975</b>

See condensed notes to the financial statements

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2023**  
**"UNAUDITED"**

**UNIT : BAHT**

	Note	2023	2022
<b>REVENUES</b>			
Factoring income		133,987,194	131,835,619
Hire purchase income		89,279	78,149
Finance lease income		6,726,098	4,487,294
Factoring commission and service fees		48,745,847	51,841,784
Other income		24,293,423	22,409,089
Total Revenues		213,841,841	210,651,935
<b>EXPENSES</b>			
Selling expenses		9,005,158	10,260,649
Administrative expenses		57,796,991	51,943,515
Management benefit expenses	4	23,718,514	20,229,831
Total Expenses		90,520,663	82,433,995
<b>Profit from operating activities</b>		<b>123,321,178</b>	<b>128,217,940</b>
Finance cost		22,758,795	18,245,632
Impairment loss determined in accordance with TFRS 9		1,035,912	10,511,867
<b>PROFIT BEFORE INCOME TAX EXPENSE</b>		<b>99,526,471</b>	<b>99,460,441</b>
<b>INCOME TAX EXPENSE</b>		<b>18,380,513</b>	<b>19,809,326</b>
<b>PROFIT FOR THE PERIODS</b>		<b>81,145,958</b>	<b>79,651,115</b>



**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)**  
**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2023**  
**"UNAUDITED"**

		<b>UNIT : BAHT</b>	
	<b>Note</b>	<b>2023</b>	<b>2022</b>
OTHER COMPREHENSIVE INCOME			
ITEMS THAT WILL NOT BE RECLASSIFIED			
SUBSEQUENTLY TO PROFIT OR LOSS			
LOSS ON RE-MEASUREMENTS OF DEFINED			
BENEFIT PLANS		(1,359,680)	-
INCOME TAX RELATING TO ITEMS THAT			
WILL NOT BE RECLASSIFIED SUBSEQUENTLY		271,936	-
OTHER COMPREHENSIVE LOSS			
FOR THE PERIOD, NET OF TAX		(1,087,744)	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIODS</b>		<b>80,058,214</b>	<b>79,651,115</b>
<b>BASIC EARNINGS PER SHARE</b>	<b>BAHT</b>	0.16	0.16
<b>WEIGHTED AVERAGE NUMBER OF</b>			
<b>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 SIX-MONTH PERIOD ENDED JUNE 30, 2023**  
**"UNAUDITED"**

**UNIT : BAHT**

	Notes	Issued and Paid-up Share Capital	Premium on Ordinary Shares	Retained Earnings Appropriated Legal Reserve	Unappropriated	Total Shareholders' Equity
<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		-	-	-	79,651,115	79,651,115
Dividends paid	12.2	-	-	-	(77,972,996)	(77,972,996)
<b>Ending balance as at June 30, 2022</b>		<u>493,499,975</u>	<u>31,746,399</u>	<u>49,350,000</u>	<u>1,038,694,783</u>	<u>1,613,291,157</u>
<b>Beginning balance as at January 1, 2023</b>		493,499,975	31,746,399	49,350,000	1,120,142,656	1,694,739,030
Changes during the period						
Total comprehensive income		-	-	-	80,058,214	80,058,214
Dividends paid	12.1	-	-	-	(80,588,546)	(80,588,546)
<b>Ending balance as at June 30, 2023</b>		<u>493,499,975</u>	<u>31,746,399</u>	<u>49,350,000</u>	<u>1,119,612,324</u>	<u>1,694,208,698</u>

See condensed notes to the financial statements

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2023**  
**"UNAUDITED"**

		<b>UNIT : BAHT</b>	
	<b>Notes</b>	<b>2023</b>	<b>2022</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit for the periods		81,145,958	79,651,115
Adjustments for:			
Income tax expenses		18,380,513	19,809,326
Impairment loss determined in accordance with TFRS 9		1,035,912	10,511,867
Impairment loss from properties foreclosed		-	300,000
Loss from bad debts written-off	5.3	4,257,210	-
Gain on disposal of fixed assets		-	(709)
Loss on sell properties foreclosed		150,000	-
Loss on written-off assets		4	19
Interest expenses		22,518,533	17,978,052
Interest Income		(141,393,246)	(136,674,612)
Employee benefits expense		2,578,732	2,239,626
Depreciation and amortization		5,115,539	5,322,542
		<u>(6,210,845)</u>	<u>(862,774)</u>
Operating assets (increase) decrease			
Factoring receivables		191,444,969	130,773,030
Hire purchase receivables		425,171	(1,574,102)
Finance lease receivables	5.3	(19,640,815)	1,980,069
Inventory finance receivables		47,505,533	4,304,493
Other current receivables		(9,180,476)	(2,936,190)
Other current assets		(480,467)	(2,349,788)
Properties foreclosed	5.3	(8,257,210)	-
Other non-current assets		256,499	(415,469)
Operating liabilities increase (decrease)			
Other current payables		(45,389,343)	24,505,982
Other current liabilities		1,015,803	3,972,106
Other non-current liabilities		(899,404)	(971,025)
Cash received from operating activities		<u>150,589,415</u>	<u>156,426,332</u>

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF CASH FLOWS (CONTINUED)**  
**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2023**  
**"UNAUDITED"**

		<b>UNIT : BAHT</b>	
	<b>Notes</b>	<b>2023</b>	<b>2022</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES (CONTINUED)</b>			
Interest paid		(23,550,684)	(18,565,967)
Interest received		141,354,854	136,587,041
Employee benefits paid		(595,200)	(459,699)
Income tax paid		(19,954,491)	(18,531,949)
Net cash provided by operating activities		<u>247,843,894</u>	<u>255,455,758</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Cash paid for purchases of plant and equipment		-	(27,178)
Cash paid for purchases of other intangible assets		(285,690)	(605,754)
Cash received from disposal of assets		-	1,869
Cash received from disposal of properties foreclosed		250,000	-
Net cash used in investing activities		<u>(35,690)</u>	<u>(631,063)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Cash paid for short-term borrowings			
to financial institutions	5.2	(5,445,000,000)	(6,280,000,000)
Cash received from short-term borrowings			
from financial institutions	5.2	5,430,000,000	6,310,000,000
Cash paid for long-term borrowings	5.2	(98,613,334)	(106,953,333)
Cash paid for lease liabilities	5.2	(279,840)	(274,000)
Cash paid for dividend	12	(80,588,546)	(77,972,996)
Net cash used in financing activities		<u>(194,481,720)</u>	<u>(155,200,329)</u>
Net increase in cash and cash equivalents		53,326,484	99,624,366
Cash and cash equivalents at the beginning of the periods		<u>451,556,819</u>	<u>333,767,948</u>
<b>Cash and cash equivalents at the end of the periods</b>	5.1	<u><u>504,883,303</u></u>	<u><u>433,392,314</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 AND SIX-MONTH PERIODS ENDED JUNE 30, 2023**  
**“UNAUDITED”**

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

IFS Capital (Thailand) Public Company Limited (the “Company”) is incorporated in Thailand and has its registered office at 20<sup>th</sup> floor Lumpini Tower, 1168/55 Rama IV Road, Tungmahamek, Sathorn, Bangkok. The Company was listed on The Stock Exchange of Thailand on April 18, 2007. The business activities of the Company are factoring, hire purchase, leasing businesses and office rental.

The Company’s major shareholder are IFS Capital Limited, which was registered in Singapore with 36.49% of the Company’s shares and IFS Capital Holdings (Thailand) Limited with 36.64% of the Company’s shares. The Company’s ultimate shareholder is Philip Asset Pte. Ltd., which was incorporated 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 dated July 3, 2009 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.

**2. BASIS FOR PREPARATION AND PRESENTATION OF THE INTERIM 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, 2022, 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 and six-month periods ended June 30, 2023 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 and six-month periods ended June 30, 2023 should be read in conjunction with the audited financial statements for the year ended December 31, 2022.
- 2.5 The English version of the interim financial statements have been prepared from the Thai version of the interim financial statements prepared by law. In the event of any conflict or different interpretation of the two different languages, the Thai version interim financial statements in accordance with the Thai law is superseded.
- 2.6 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, 2023. These financial reporting standards were aimed at alignment with the corresponding Thai Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology and clarification of accounting requirements. The adoption of these financial reporting standards does not have any significant impact on the Company's interim financial statements.

- 2.7 Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective
- On August 19, 2022, Thai Financial Reporting Standard No.17 "Insurance Contracts" has been announced in the Royal Gazette and will be effective for the financial statements for the period beginning on or after January 1, 2025 onwards.

The Company's management will adopt such TFRSs in the preparation of the Company's financial statements when it becomes effective. The Company's management is in the process to assess the impact of these TFRSs on the financial statements of the Company in the period of initial application.

### **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, 2022.

### **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 other than subsidiaries, associates and joint ventures as at June 30, 2023 were as follows:

	<b>Relationships</b>
IFS Capital Limited	Major Shareholder
IFS Capital Holdings (Thailand) Limited	Major Shareholder

Significant transactions with related person or parties for the three-month and six-month periods ended June 30, 2023 and 2022 were as follows:

	<b>For the three-month periods ended June 30,</b>		<b>For the six-month periods ended June 30,</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Management benefit expenses				
Short-term benefits	12,731,405	10,871,475	23,197,071	19,757,950
Post-employment benefits	252,272	225,997	504,548	451,992
Other long-term benefits	8,446	9,944	16,895	19,889
	<u>12,992,123</u>	<u>11,107,416</u>	<u>23,718,514</u>	<u>20,229,831</u>
Dividends paid				
IFS Capital Limited	29,406,248	28,451,850	29,406,248	28,451,850
IFS Capital Holdings (Thailand) Limited	29,526,273	28,567,980	29,526,273	28,567,980
	<u>58,932,521</u>	<u>57,019,830</u>	<u>58,932,521</u>	<u>57,019,830</u>

## 5. SUPPLEMENTARY DISCLOSURE OF CASH FLOWS INFORMATION

5.1 Cash and cash equivalents as at June 30, 2023 and 2022 consisted of the following:

	<b>2023</b>	<b>2022</b>
	<b>Baht</b>	<b>Baht</b>
Cash on hand	30,000	30,000
Cash at banks - current accounts	63,523,476	30,598,614
Cash at banks - savings accounts	441,329,827	402,763,700
	<u>504,883,303</u>	<u>433,392,314</u>

5.2 Changes in liabilities from financing activities as at June 30, 2023 and 2022 consisted of the following:

	<b>As at January 1, 2023</b>	<b>Changes in cash flows</b>		<b>Non-cash items<sup>(1)</sup></b>	<b>As at June 30, 2023</b>
		<b>Cash received</b>	<b>Cash paid</b>		
Short-term borrowings from financial institutions	1,615,000,000	5,430,000,000	(5,445,000,000)	-	1,600,000,000
Long-term borrowings	278,926,667	-	(98,613,334)	-	180,313,333
Lease liabilities	737,905	-	(279,840)	8,232	466,297

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

	As at January 1, 2022	Changes in cash flows		Non-cash items <sup>(1)</sup>	As at June 30, 2022
		Cash received	Cash paid		
Short-term borrowings from					
financial institutions	1,825,000,000	6,310,000,000	(6,280,000,000)	-	1,855,000,000
Long-term borrowings	392,833,333	-	(106,953,333)	-	285,880,000
Lease liabilities	1,003,655	-	(274,000)	276,526	1,006,181

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

5.3 In 2023, the Company has transferred finance lease receivables totaling by Baht 8.26 million to properties foreclosed totaling by Baht 4.00 million and recognized loss from bad debts written-off amounted to Baht 4.26 million as administrative expenses and presented in the statement of comprehensive income for the three-month and six-month periods ended June 30, 2023.

## 6. FACTORING RECEIVABLES

Factoring receivables as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Factoring receivables	3,634,995,413	3,770,319,209
<u>Less</u> Allowance for expected credit losses	<u>(111,885,008)</u>	<u>(107,447,699)</u>
	3,523,110,405	3,662,871,510
<u>Less</u> Factoring payables	<u>(808,012,559)</u>	<u>(751,891,386)</u>
Factoring receivables, net	<u>2,715,097,846</u>	<u>2,910,980,124</u>

Factoring receivables as at June 30, 2023 and December 31, 2022 were classified by staging as follows:

	Unit : Baht		
	As at June 30, 2023		
	Factoring receivables	Allowance for expected credit losses	Expected credit loss rate (%)
Low credit risk receivables	3,136,225,479	114,763	0.00
Significant increase in credit risk receivables	385,100,093	1,789,248	0.46
Default receivables in credit risk	113,669,841	109,980,997	96.75
Total	<u>3,634,995,413</u>	<u>111,885,008</u>	
	Unit : Baht		
	As at December 31, 2022		
	Factoring receivables	Allowance for expected credit losses	Expected credit loss rate (%)
Low credit risk receivables	3,182,638,430	441,780	0.01
Significant increase in credit risk receivables	467,875,315	775,993	0.17
Default receivables in credit risk	119,805,464	106,229,926	88.67
Total	<u>3,770,319,209</u>	<u>107,447,699</u>	



Allowance for expected credit losses for the six-month period ended June 30, 2023 and for the year ended December 31, 2022 consisted of the following:

	<b>For the six-month period ended June 30, 2023</b>			<b>Unit : Baht</b>
	<b>Allowance for expected credit losses</b>			<b>Total</b>
	<b>Performing (Stage 1)</b>	<b>Under- Performing (Stage 2)</b>	<b>Non-Performing (Stage 3)</b>	
Balance as at January 1, 2023	441,780	775,993	106,229,926	107,447,699
Changes in staging	91,085	(173,038)	81,953	-
Changes in risk parameters	(402,489)	1,201,963	3,669,118	4,468,592
New financial assets originated or purchased	6,038	-	-	6,038
Financial assets derecognized	(21,651)	(15,670)	-	(37,321)
Balance as at June 30, 2023	<u>114,763</u>	<u>1,789,248</u>	<u>109,980,997</u>	<u>111,885,008</u>

	<b>For the year ended December 31, 2022</b>			<b>Unit : Baht</b>
	<b>Allowance for expected credit losses</b>			<b>Total</b>
	<b>Performing (Stage 1)</b>	<b>Under- Performing (Stage 2)</b>	<b>Non-Performing (Stage 3)</b>	
Balance as at January 1, 2022	84,539	228,731	85,763,348	86,076,618
Changes in staging	97,234	(97,336)	102	-
Changes in risk parameters	194,999	653,342	10,144,160	10,992,501
New financial assets originated or purchased	67,692	3,041	10,322,316	10,393,049
Financial assets derecognized	(2,684)	(11,785)	-	(14,469)
Balance as at December 31, 2022	<u>441,780</u>	<u>775,993</u>	<u>106,229,926</u>	<u>107,447,699</u>

## 7. HIRE PURCHASE RECEIVABLES

Hire purchase receivables as at June 30, 2023 and December 31, 2022 consisted of the following:

	<b>As at June 30, 2023 Baht</b>	<b>As at December 31, 2022 Baht</b>
Outstanding contract price	1,671,962	2,186,412
<u>Less</u> Unearned financing income	<u>(69,752)</u>	<u>(159,031)</u>
	1,602,210	2,027,381
<u>Less</u> Allowance for expected credit losses	<u>(4,226)</u>	<u>(1,035)</u>
	<u>1,597,984</u>	<u>2,026,346</u>
Due within one year	1,671,962	1,543,349
<u>Less</u> Unearned financing income	<u>(69,752)</u>	<u>(142,910)</u>
<u>Less</u> Allowance for expected credit losses	<u>(4,226)</u>	<u>(1,035)</u>
Hire purchase current receivables, net	<u>1,597,984</u>	<u>1,399,404</u>
Hire purchase non-current receivables, net	<u>-</u>	<u>626,942</u>

Hire purchase receivables as at June 30, 2023 and December 31, 2022 were classified by staging as follows:

	<b>As at June 30, 2023</b>		<b>Unit : Baht</b>
	<b>Hire purchase receivables</b>	<b>Allowance for expected credit losses</b>	<b>Expected credit loss rate (%)</b>
Significant increase in credit risk receivables	1,602,210	4,226	0.26
Total	<u>1,602,210</u>	<u>4,226</u>	

	<b>As at December 31, 2022</b>		<b>Unit : Baht</b>
	<b>Hire purchase receivables</b>	<b>Allowance for expected credit losses</b>	<b>Expected credit loss rate (%)</b>
Low credit risk receivables	2,027,381	1,035	0.05
Total	<u>2,027,381</u>	<u>1,035</u>	

Allowance for expected credit losses for the six-month period ended June 30, 2023 and for the year ended December 31, 2022 consisted of the following:

	<b>For the six-month period ended June 30, 2023</b>			<b>Unit : Baht</b>
	<b>Allowance for expected credit losses</b>			<b>Total</b>
	<b>Performing (Stage 1)</b>	<b>Under-Performing (Stage 2)</b>	<b>Non-Performing (Stage 3)</b>	
Balance as at January 1, 2023	1,035	-	-	1,035
Changes in staging	(1,035)	1,035	-	-
Changes in risk parameters	-	3,191	-	3,191
Balance as at June 30, 2023	<u>-</u>	<u>4,226</u>	<u>-</u>	<u>4,226</u>

	<b>For the year ended December 31, 2022</b>			<b>Unit : Baht</b>
	<b>Allowance for expected credit losses</b>			<b>Total</b>
	<b>Performing (Stage 1)</b>	<b>Under-Performing (Stage 2)</b>	<b>Non-Performing (Stage 3)</b>	
Balance as at January 1, 2022	359	-	-	359
New financial assets originated or purchased	1,035	-	-	1,035
Financial assets derecognized	(359)	-	-	(359)
Balance as at December 31, 2022	<u>1,035</u>	<u>-</u>	<u>-</u>	<u>1,035</u>

## 8. FINANCE LEASE RECEIVABLES

Finance lease receivables as at June 30, 2023 and December 31, 2022 consisted of the following:

	<b>As at June 30, 2023 Baht</b>	<b>As at December 31, 2022 Baht</b>
Outstanding contract price	260,925,773	242,286,267
<u>Less</u> Deposits on finance lease	(77,991,905)	(81,350,188)
<u>Less</u> Unearned financing income	<u>(18,197,451)</u>	<u>(15,878,784)</u>
	164,736,417	145,057,295
<u>Less</u> Allowance for expected credit losses	<u>(9,446,026)</u>	<u>(10,191,891)</u>
	<u>155,290,391</u>	<u>134,865,404</u>
Due within one year	96,821,789	98,937,630
<u>Less</u> Deposits on finance lease	(22,342,437)	(29,450,334)
<u>Less</u> Unearned financing income	<u>(10,371,388)</u>	<u>(8,736,879)</u>
Finance lease current receivables, net	<u>64,107,964</u>	<u>60,750,417</u>
Finance lease non-current receivables, net	<u>91,182,427</u>	<u>74,114,987</u>

Finance lease receivables as at June 30, 2023 and December 31, 2022 were classified by staging as follows:

	<b>Unit : Baht</b>		
	<b>As at June 30, 2023</b>		
	<b>Finance lease receivables</b>	<b>Allowance for expected credit losses</b>	<b>Expected credit loss rate (%)</b>
Low credit risk receivables	139,990,165	353,975	0.25
Significant increase in credit risk receivables	9,799,617	253,996	2.59
Default receivables in credit risk	14,946,635	8,838,055	59.13
Total	<u>164,736,417</u>	<u>9,446,026</u>	
	<b>Unit : Baht</b>		
	<b>As at December 31, 2022</b>		
	<b>Finance lease receivables</b>	<b>Allowance for expected credit losses</b>	<b>Expected credit loss rate (%)</b>
Low credit risk receivables	107,080,999	897,054	0.84
Significant increase in credit risk receivables	15,164,652	1,625,644	10.72
Default receivables in credit risk	22,811,644	7,669,193	33.62
Total	<u>145,057,295</u>	<u>10,191,891</u>	

Allowance for expected credit losses for the six-month period ended June 30, 2023 and for the year ended December 31, 2022 consisted of the following:

	<b>For the six-month period ended June 30, 2023</b>			<b>Unit : Baht</b>
	<b>Allowance for expected credit losses</b>			<b>Total</b>
	<b>Performing (Stage 1)</b>	<b>Under- Performing (Stage 2)</b>	<b>Non- Performing (Stage 3)</b>	
Balance as at January 1, 2023	897,054	1,625,644	7,669,193	10,191,891
Changes in staging	637,277	(638,174)	897	-
Changes in risk parameters	(1,091,735)	(733,474)	1,167,965	(657,244)
New financial assets originated or purchased	62,140	-	-	62,140
Financial assets derecognized	(150,761)	-	-	(150,761)
Balance as at June 30, 2023	<u>353,975</u>	<u>253,996</u>	<u>8,838,055</u>	<u>9,446,026</u>

	<b>For the year ended December 31, 2022</b>			<b>Unit : Baht</b>
	<b>Allowance for expected credit losses</b>			<b>Total</b>
	<b>Performing (Stage 1)</b>	<b>Under- Performing (Stage 2)</b>	<b>Non- Performing (Stage 3)</b>	
Balance as at January 1, 2022	1,575,384	59,867	7,628,310	9,263,561
Changes in staging	(791,963)	519,002	272,961	-
Changes in risk parameters	(402,091)	322,351	(232,078)	(311,818)
New financial assets originated or purchased	533,143	778,118	-	1,311,261
Financial assets derecognized	(17,419)	(40,454)	-	(57,873)
Written-off	-	(13,240)	-	(13,240)
Balance as at December 31, 2022	<u>897,054</u>	<u>1,625,644</u>	<u>7,669,193</u>	<u>10,191,891</u>

## 9. INVENTORY FINANCE RECEIVABLES

Inventory finance receivables as at June 30, 2023 and December 31, 2022 consisted of the following:

	<b>As at June 30, 2023 Baht</b>	<b>As at December 31, 2022 Baht</b>
Inventory finance receivables	109,835,561	157,341,094
<u>Less</u> Allowance for expected credit losses	<u>(5,196,115)</u>	<u>(7,854,838)</u>
Inventory finance receivables, net	<u>104,639,446</u>	<u>149,486,256</u>

Inventory finance receivables as at June 30, 2023 and December 31, 2022 were classified by staging as follows:

	As at June 30, 2023		Unit : Baht
	Inventory finance receivables	Allowance for expected credit losses	Expected credit loss rate (%)
Low credit risk receivables	85,435,384	322,966	0.38
Significant increase in credit risk receivables	19,854,453	327,425	1.65
Default receivables in credit risk	4,545,724	4,545,724	100.00
Total	109,835,561	5,196,115	

	As at December 31, 2022		Unit : Baht
	Inventory finance receivables	Allowance for expected credit losses	Expected credit loss rate (%)
Low credit risk receivables	129,595,484	1,775,244	1.37
Significant increase in credit risk receivables	23,199,886	1,533,870	6.61
Default receivables in credit risk	4,545,724	4,545,724	100.00
Total	157,341,094	7,854,838	

Allowance for expected credit losses for the six-month period ended June 30, 2023 and for the year ended December 31, 2022 consisted of the following:

	For the six-month period ended June 30, 2023			Unit : Baht
	Allowance for expected credit losses			Total
	Performing (Stage 1)	Under-Performing (Stage 2)	Non-Performing (Stage 3)	
Balance as at January 1, 2023	1,775,244	1,533,870	4,545,724	7,854,838
Changes in staging	113,152	(113,152)	-	-
Changes in risk parameters	(1,565,430)	(1,093,293)	-	(2,658,723)
Balance as at June 30, 2023	322,966	327,425	4,545,724	5,196,115

	For the year ended December 31, 2022			Unit : Baht
	Allowance for expected credit loss			Total
	Performing (Stage 1)	Under-Performing (Stage 2)	Non-Performing (Stage 3)	
Balance as at January 1, 2022	1,769,995	1,111,464	4,545,724	7,427,183
Changes in staging	854,112	(854,112)	-	-
Changes in risk parameters	(1,006,019)	1,174,790	-	168,771
New financial assets originated or purchased	157,156	101,728	-	258,884
Balance as at December 31, 2022	1,775,244	1,533,870	4,545,724	7,854,838

## 10. SHORT-TERM BORROWINGS FROM FINANCIAL INSTITUTIONS

Short-term borrowings from financial institutions as at June 30, 2023 and December 31, 2022 consisted of the following:

	<b>As at June 30, 2023 Baht</b>	<b>As at December 31, 2022 Baht</b>
Promissory notes	<u>1,600,000,000</u>	<u>1,615,000,000</u>

As at June 30, 2023 and December 31, 2022, the Company had short-term borrowings from financial institutions which bear interest rate at 2.10% to 3.30% per annum and 1.50% to 2.75% per annum, respectively.

## 11. LONG-TERM BORROWINGS

Long-term borrowings as at June 30, 2023 and December 31, 2022 consisted of the following:

	<b>As at June 30, 2023 Baht</b>	<b>As at December 31, 2022 Baht</b>
Long-term borrowings	180,313,333	278,926,667
Current portion of long-term borrowings	<u>(130,693,333)</u>	<u>(180,626,667)</u>
	<u>49,620,000</u>	<u>98,300,000</u>

As at June 30, 2023 and December 31, 2022, the Company entered into long-term borrowings with financial institutions at the floating interest rates 3.20% to 4.34% per annum and 2.62% to 3.60% per annum, respectively, and are repayable quarterly installments, the last installment of such borrowings fall due in July 2025. 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. DIVIDENDS PAID

12.1 On April 18, 2023, the Ordinary Shareholder's Meeting passed the resolutions to pay dividend at the rate of Baht 0.1633 per share on 493,499,975 shares, totaling Baht 80,588,546. Such dividend was paid on May 15, 2023.

12.2 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 77,972,996. Such dividend was paid on May 13, 2022.

### 13. COMMITMENTS

As at June 30, 2023 and December 31, 2022, the Company had the committed credit facility agreements with financial institutions for general corporate funding requirements as follows:

	<b>As at June 30, 2023 Baht</b>	<b>As at December 31, 2022 Baht</b>
Total credit facilities	<u>5,354,000,000</u>	<u>5,349,000,000</u>

As at June 30, 2023 and December 31, 2022, the Company had utilized the letters of credit for factoring, hire purchase and finance lease receivables with financial institutions amounting to Baht 1.20 million and Baht 0.50 million, respectively. However, as at June 30, 2023 and December 31, 2022, the Company had unused such credit facilities with financial institutions totaling Baht 3,018 million and Baht 2,965 million, respectively.

### 14. 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 and hire purchase receivables which carry a fixed interest rate receivables which are close to the market rate. The fair value is approximated by the outstanding balance less allowance for expected credit losses.

Long-term borrowings with floating interest rate: 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 have fair value which is determined based on the market price equivalent approach, fair value hierarchy level 2.

## 15. 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 and six-month periods ended June 30, 2023 and 2022, there is no revenue from a single external customer contributed 10% or more to the Company's total revenue.

The financial information by business segment for the three-month and six-month periods ended June 30, 2023 and 2022 were as follows:

	For the three-month period ended June 30, 2023				For the three-month period ended June 30, 2022			
	Factoring business	Hire purchase and finance lease business	Unallocated	Total	Factoring business	Hire purchase and finance lease business	Unallocated	Total
Income from operations	92,078	3,664	-	95,742	95,407	2,263	-	97,670
Other income	11,373	664	-	12,037	10,771	758	-	11,529
Total income	103,451	4,328	-	107,779	106,178	3,021	-	109,199
Selling and administrative expenses	46,537	1,935	-	48,472	43,037	1,228	-	44,265
Impairment loss determined in accordance with TFRS 9 (reversal)	1,358	(1,385)	-	(27)	8,021	1,129	-	9,150
Finance cost	11,438	477	-	11,915	9,295	265	-	9,560
Total operation expenses	59,333	1,027	-	60,360	60,353	2,622	-	62,975
Profit before income tax expenses	44,118	3,301	-	47,419	45,825	399	-	46,224
Income tax expenses	8,664	(1,144)	-	7,520	9,039	161	-	9,200
Net profit for the periods	35,454	4,445	-	39,899	36,786	238	-	37,024

Unit : Thousand Baht



Unit : Thousand Baht

	For the six-month period ended June 30, 2023				For the six-month period ended June 30, 2022			
	Factoring business	Hire purchase and finance lease business	Unallocated	Total	Factoring business	Hire purchase and finance lease business	Unallocated	Total
Income from operations	182,733	6,816	-	189,549	183,677	4,566	-	188,243
Other income	22,923	1,370	-	24,293	20,918	1,491	-	22,409
Total income	205,656	8,186	-	213,842	204,595	6,057	-	210,652
Selling and administrative expenses	87,055	3,465	-	90,520	80,064	2,370	-	82,434
Impairment loss determined in accordance with TFRS 9 (reversal)	1,779	(743)	-	1,036	9,585	927	-	10,512
Finance cost	21,888	871	-	22,759	17,721	525	-	18,246
Total operation expenses	110,722	3,593	-	114,315	107,370	3,822	-	111,192
Profit before income tax expenses	94,934	4,593	-	99,527	97,225	2,235	-	99,460
Income tax expenses	18,524	(143)	-	18,381	19,106	703	-	19,809
Net profit for the periods	76,410	4,736	-	81,146	78,119	1,532	-	79,651

Unit : Thousand Baht

	As at June 30, 2023				As at December 31, 2022			
	Factoring business	Hire purchase and finance lease business	Unallocated	Total	Factoring business	Hire purchase and finance lease business	Unallocated	Total
Total assets	2,819,737	156,888	626,584	3,603,209	3,060,466	136,892	567,313	3,764,671

## 16. APPROVAL FOR ISSUANCE OF THE FINANCIAL STATEMENTS

These financial statements have been approved for issuance by the authorized director of the Company on August 8, 2023.