

Krungthai Card Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month period ended 31 March 2024

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Krunthai Card Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Krunthai Card Public Company Limited and its subsidiaries as at 31 March 2024, and the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of Krunthai Card Public Company Limited for the same period (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my 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 me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 Interim Financial Reporting.

Chutiwan Chanswangphuwana
Certified Public Accountant (Thailand) No. 8265

EY Office Limited
Bangkok: 14 May 2024

Krungthai Card Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2024

(Unit: Thousand Baht)

Notes	Consolidated financial statements		Separate financial statements	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets				
Current assets				
Cash and cash equivalents	3,652,002	5,343,736	3,637,756	5,296,385
Loans to customers and accrued interest receivables, net - current portion	4	96,362,942	100,818,248	95,825,318
Short-term lending		-	-	1,508,000
Other receivables, net	833,234	861,937	712,954	731,841
Total current assets	100,848,178	107,023,921	101,684,028	107,949,664
Non-current assets				
Loans to customers and accrued interest receivables, net - non-current portion	4	1,584,858	1,764,961	-
Other non-current financial assets	5	2,001	2,001	1,991
Investments in subsidiaries and an associate, net	6	-	154,491	509,134
Long-term lending		-	-	500,000
Properties for sale, net		8,641	8,439	-
Leasehold improvements and equipment		434,647	420,951	421,526
Right-of-use assets		463,236	507,148	455,559
Intangible assets		416,248	386,831	412,475
Deferred tax assets	7.1	2,553,018	2,429,870	1,865,814
Other non-current assets		123,432	115,071	120,917
Total non-current assets		5,586,081	5,789,763	4,287,416
Total assets		106,434,259	112,813,684	105,971,444
				112,211,001

The accompanying notes are an integral part of the financial statements.

Krungthai Card Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2024

(Unit: Thousand Baht)

Notes	Consolidated financial statements		Separate financial statements	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity				
Liabilities				
Current liabilities				
Short-term borrowings	8, 10.1	3,979,973	9,457,248	3,680,532
Trade payables	10.1	2,399,612	3,490,566	2,395,392
Accrued interest expenses		290,173	341,559	289,305
Income tax payable		1,431,330	865,625	1,434,952
Accrued expenses		843,972	1,364,676	835,613
Other payables		730,234	743,272	719,738
Current portion of lease liabilities		201,618	212,134	196,738
Current portion of long-term borrowings	8, 10.1	4,500,000	4,500,000	4,500,000
Current portion of long-term debentures	9	5,325,721	7,915,120	5,325,721
Deferred income for reward points		2,751,712	2,717,564	2,751,712
Total current liabilities		22,454,345	31,607,764	22,129,703
				31,243,929
Non-current liabilities				
Lease liabilities, net of current portion		267,731	301,493	264,818
Long-term borrowings, net of current portion	8, 10.1	6,000,000	5,000,000	6,000,000
Long-term debentures, net of current portion	9	39,538,529	39,531,541	39,538,529
Provisions for employee benefits		535,654	527,403	514,030
Total non-current liabilities		46,341,914	45,360,437	46,317,377
Total liabilities		68,796,259	76,968,201	68,447,080
				76,579,555

The accompanying notes are an integral part of the financial statements.

Krungthai Card Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2024

(Unit: Thousand Baht)

Notes	Consolidated financial statements		Separate financial statements	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Authorised share capital				
2,578,334,070 ordinary shares of Baht 1.00 each	2,578,334	2,578,334	2,578,334	2,578,334
Issued and paid-up share capital				
2,578,334,070 ordinary shares of Baht 1.00 each	2,578,334	2,578,334	2,578,334	2,578,334
Share premium				
Share premium on ordinary shares	1,891,809	1,891,809	1,891,809	1,891,809
Surplus on business combination under common control				
	423,694	423,694	-	-
Other components of shareholders' equity	83	6,651	-	-
Retained earnings				
Appropriated - legal reserve	257,833	257,833	257,833	257,833
Unappropriated	32,332,819	30,523,252	32,796,388	30,903,470
Equity attributable to owners of the parent	37,484,572	35,681,573	37,524,364	35,631,446
Non-controlling interests	153,428	163,910	-	-
Total shareholders' equity	37,638,000	35,845,483	37,524,364	35,631,446
Total liabilities and shareholders' equity	106,434,259	112,813,684	105,971,444	112,211,001

The accompanying notes are an integral part of the financial statements.

(Mr. Praphaisith Tankeyura)

Director

(Mrs. Pittaya Vorapanyasakul)

Director

(Unaudited but reviewed)

Krungthai Card Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 31 March 2024

(Unit: Thousand Baht except earnings per share expressed in Baht)

Notes	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Profit or loss:				
Revenue				
Interest income	4,007,598	3,012,817	3,960,991	2,961,650
Fee and service income	1,544,448	2,136,351	1,536,763	2,127,387
Bad debt recovery	1,041,047	821,520	1,012,822	791,124
Gain on exchange rate, net	52,763	26,909	52,763	26,909
Gain on sale of investment in an associate	-	-	82,491	-
Other income	117,147	57,325	128,279	58,343
Total revenue	6,763,003	6,054,922	6,774,109	5,965,413
Expenses				
Administrative expenses	2,314,868	1,925,256	2,306,252	2,009,445
Management remuneration	10.3	54,064	59,425	47,606
Expected credit loss		1,683,422	1,366,511	1,604,704
Total expenses	4,052,354	3,351,192	3,958,562	3,270,988
Operating income				
Finance costs	451,204	390,442	449,008	386,491
Share of profit from investments in an associate	-	5,218	-	-
Profit before income tax	2,259,445	2,318,506	2,366,539	2,307,934
Income tax expense	7.2	466,928	452,371	473,621
Net profit for the period	1,792,517	1,866,135	1,892,918	1,843,262
Other comprehensive income:				
Other comprehensive income for the period				
Total comprehensive income for the period	1,792,517	1,866,135	1,892,918	1,843,262

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Krungthai Card Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the three-month period ended 31 March 2024

(Unit: Thousand Baht except earnings per share expressed in Baht)

Notes	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Profit (loss) attributable to				
Owners of the parent	1,802,999	1,871,710	1,892,918	1,843,262
Non-controlling interests	(10,482)	(5,575)		
	<u>1,792,517</u>	<u>1,866,135</u>		
Total comprehensive income (loss) attributable to				
Owners of the parent	1,802,999	1,871,710	1,892,918	1,843,262
Non-controlling interests	(10,482)	(5,575)		
	<u>1,792,517</u>	<u>1,866,135</u>		
Earnings per share of the Company				
Basic earnings per share (Baht)	0.70	0.73	0.73	0.71

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Krungthai Card Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2024

(Unit: Thousand Baht)

Consolidated financial statements										
	Owners of the parent									
	Other components of shareholders' equity									
	Surplus from the change									
	Issued and paid-up share capital	Share premium on ordinary shares	Surplus on business combination under common control	in the ownership of interest of the investments in subsidiary	Share of other comprehensive income from an associate	Retained earnings		Total owners of the parent	Non- controlling interests	Total
Beginning balance as at 1 January 2023	2,578,334	1,891,809	423,694	-	4,844	257,833	26,196,703	31,353,217	222,537	31,575,754
Profit (loss) for the period	-	-	-	-	-	-	1,871,710	1,871,710	(5,575)	1,866,135
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive income (loss) for the period	-	-	-	-	-	-	1,871,710	1,871,710	(5,575)	1,866,135
Ending balance as at 31 March 2023	2,578,334	1,891,809	423,694	-	4,844	257,833	28,068,413	33,224,927	216,962	33,441,889
Beginning balance as at 1 January 2024	2,578,334	1,891,809	423,694	83	6,568	257,833	30,523,252	35,681,573	163,910	35,845,483
Transfer to retained earnings from disposal of investments in an associate	-	-	-	-	(6,568)	-	6,568	-	-	-
Profit (loss) for the period	-	-	-	-	-	-	1,802,999	1,802,999	(10,482)	1,792,517
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive income (loss) for the period	-	-	-	-	-	-	1,802,999	1,802,999	(10,482)	1,792,517
Ending balance as at 31 March 2024	2,578,334	1,891,809	423,694	83	-	257,833	32,332,819	37,484,572	153,428	37,638,000

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Krungthai Card Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2024

(Unit: Thousand Baht)

	Separate financial statements				
	Issued and paid-up share capital	Share premium on ordinary shares	Retained earnings		
			Appropriated		Total
			Legal reserve	Unappropriated	
Beginning balance as at 1 January 2023	2,578,334	1,891,809	257,833	26,631,060	31,359,036
Profit for the period	-	-	-	1,843,262	1,843,262
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	1,843,262	1,843,262
Ending balance as at 31 March 2023	2,578,334	1,891,809	257,833	28,474,322	33,202,298
Beginning balance as at 1 January 2024	2,578,334	1,891,809	257,833	30,903,470	35,631,446
Profit for the period	-	-	-	1,892,918	1,892,918
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	1,892,918	1,892,918
Ending balance as at 31 March 2024	2,578,334	1,891,809	257,833	32,796,388	37,524,364

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Krungthai Card Public Company Limited and its subsidiaries

Statement of cash flows

For the three-month period ended 31 March 2024

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Cash flows from operating activities				
Profit before income tax	2,259,445	2,318,506	2,366,539	2,307,934
Adjustments to reconcile profit before income tax				
to net cash received (paid) from operating activities:				
Amortisation of discount on investments in debt securities	-	(1)	-	(1)
Share of profit from investments in an associate	-	(5,218)	-	-
Gain on sale of investments in an associate	-	-	(82,491)	-
Employee benefits expense	13,133	12,550	12,261	11,798
Depreciation and amortisation	135,146	132,379	132,576	129,649
(Gain) Loss on disposal and write-off of leasehold improvements	483	107	(10)	107
Expected credit loss	1,683,422	1,366,511	1,604,704	1,208,070
(Reversal for) loss on impairment of properties for sale	1,339	(84,834)	-	-
Loss on impairment of investments in subsidiaries	-	-	30,000	50,000
Interest expenses	446,837	386,021	444,641	382,070
Profit from operating activities before changes				
in operating assets and liabilities	4,539,805	4,126,021	4,508,220	4,089,627
Operating assets (increase) decrease				
Loans to customers and accrued interest receivables, net	2,951,752	(342,910)	2,796,416	590,969
Other receivables	28,938	44,626	18,887	123,335
Properties for sale	(1,541)	119,723	-	-
Other non-current assets	(8,361)	(5,210)	(8,416)	(5,211)
Operating liabilities increase (decrease)				
Trade payables	(1,126,797)	(986,082)	(1,129,696)	(1,004,430)
Accrued expenses	(520,704)	(545,039)	(519,650)	(534,191)
Other payables	(13,038)	30,376	(7,204)	18,546
Deferred income for reward points	34,148	21,992	34,148	21,992
Cash provided by operating activities	5,884,202	2,463,497	5,692,705	3,300,637
Interest expenses paid	(459,606)	(380,154)	(458,228)	(375,971)
Employee benefits paid	(4,882)	(2,373)	(4,882)	(2,373)
Income tax paid	(24,371)	(20,693)	(23,614)	(19,822)
Net cash provided by operating activities	5,395,343	2,060,277	5,205,981	2,902,471

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Krungthai Card Public Company Limited and its subsidiaries

Statement of cash flows (continued)

For the three-month period ended 31 March 2024

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Cash flows from investing activities				
Cash received from (paid for) short-term lending	-	-	187,000	(860,000)
Cash received from sale of investment in an associate	154,491	-	154,491	-
Cash paid for purchase of leasehold improvements and equipment	(18,788)	(35,177)	(18,558)	(32,098)
Cash paid for purchase of computer software	(65,666)	(28,017)	(65,666)	(28,017)
Cash received from sale of leasehold improvements and equipment	646	2	13	2
Net cash provided by (used in) investing activities	70,683	(63,192)	257,280	(920,113)
Cash flows from financing activities				
Cash paid for short-term borrowings, net	(5,494,897)	(212,997)	(5,460,672)	(212,204)
Cash received from issuance of long-term debentures	2,000,000	-	2,000,000	-
Cash paid for redemption of long-term debentures	(4,600,000)	(2,200,000)	(4,600,000)	(2,200,000)
Cash received from long-term borrowings	1,000,000	-	1,000,000	-
Cash paid for lease liabilities	(62,863)	(60,812)	(61,218)	(58,991)
Net cash used in financing activities	(7,157,760)	(2,473,809)	(7,121,890)	(2,471,195)
Net decrease in cash and cash equivalents	(1,691,734)	(476,724)	(1,658,629)	(488,837)
Cash and cash equivalents as at 1 January	5,343,736	2,181,929	5,296,385	2,173,596
Cash and cash equivalents as at 31 March	3,652,002	1,705,205	3,637,756	1,684,759

The accompanying notes are an integral part of the financial statements.

Krungthai Card Public Company Limited and its subsidiaries**Table of contents for notes to interim consolidated financial statements****For the three-month period ended 31 March 2024**

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Krungthai Card Public Company Limited and its subsidiaries
Notes to interim consolidated financial statements
For the three-month period ended 31 March 2024

1. General information

Krungthai Card Public Company Limited (“the Company”) is fully engaged in credit card, personal loan and other related businesses. The Company was registered as a listed company on the Stock Exchange of Thailand on 28 October 2002.

The Company is located at 14th Floor UBC II Building, 591 Sukhumvit Road, Klongton Nua, Wattana, Bangkok 10110.

The Company has subsidiaries which are under its control in finance and operations as mentioned in Note 6 to the interim consolidated financial statements.

2. Basis of preparation of the financial statements

2.1 Basis of preparation of the interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, Accounting Guidelines’ promulgated by the Federation of Accounting Professions (“TFAC”), and accounting practices generally accepted in Thailand. The Company chooses to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language interim financial statements.

2.2 Basis of preparation of the consolidated and separate financial statements

The consolidated financial statements

These interim consolidated financial statements include the financial statements of Krungthai Card Public Company Limited and its subsidiaries (collectively as “the Group”) and have been prepared on the same basis as that used for the consolidated financial statements for the year ended 31 December 2023, with no significant changes in the shareholding structure of subsidiaries during the period.

The separate financial statements

Investments in subsidiaries and an associate in the separate financial statements are accounted for using the cost method.

2.3 New financial reporting standards

Financial reporting standards that became effective in the current period

The revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2024, do not have any significant impact on the Groups' financial statements.

2.4 Accounting policies, judgements and estimates

The interim financial statements are prepared by using the same accounting policies, methods of computation, and accounting judgements and estimates as those used for the consolidated financial statements for the year ended 31 December 2023.

3. Supplementary disclosures of cash flows information

3.1 Non-cash items for the three-month periods ended 31 March 2024 and 2023 are as follows:

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Payable for purchase of leasehold				
improvements and equipment				
brought forward	44,657	592	44,657	592
<u>Add</u> Purchase of leasehold				
improvements and equipment	53,338	34,932	53,108	31,853
<u>Less</u> Cash paid for purchase of				
leasehold improvements and				
equipment	(18,788)	(35,177)	(18,558)	(32,098)
Payable for purchase of leasehold				
improvements and equipment carried				
forward (presented as a part of trade				
payables)	<u>79,207</u>	<u>347</u>	<u>79,207</u>	<u>347</u>
Payable for purchase of computer				
software brought forward	2,091	108,835	2,091	108,835
<u>Add</u> Purchase of computer software	66,966	24,208	66,966	24,208
<u>Less</u> Cash paid for purchase of				
computer software	(65,666)	(28,017)	(65,666)	(28,017)
Payable for purchase of computer				
software carried forward				
(presented as a part of trade				
payables)	<u>3,391</u>	<u>105,026</u>	<u>3,391</u>	<u>105,026</u>

(Unaudited but reviewed)

3.2 Changes in liabilities from financing activities for the three-month periods ended 31 March 2024 and 2023 are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements				
	Cash flow from financing activities				
	1 January	Cash received	Cash paid	Non-cash changes	31 March
	2024				2024
Short-term borrowings	9,457,248	35,545,103	(41,040,000)	17,622	3,979,973
Current portion of long-term borrowings	4,500,000	-	-	-	4,500,000
Long-term borrowings	5,000,000	1,000,000	-	-	6,000,000
Current portion of long-term debentures	7,915,120	-	(4,600,000)	2,010,601	5,325,721
Long-term debentures	39,531,541	2,000,000	-	(1,993,012)	39,538,529
Lease liabilities	513,627	-	(62,863)	18,585	469,349
Total	66,917,536	38,545,103	(45,702,863)	53,796	59,813,572

(Unit: Thousand Baht)

	Consolidated financial statements				
	Cash flow from financing activities				
	1 January	Cash received	Cash paid	Non-cash changes	31 March
	2023				2023
Short-term borrowings	10,178,974	68,197,003	(68,410,000)	10,590	9,976,567
Long-term borrowings	6,000,000	-	-	-	6,000,000
Current portion of long-term debentures	4,639,494	-	(2,200,000)	3,967,645	6,407,139
Long-term debentures	40,816,763	-	-	(3,948,558)	36,868,205
Lease liabilities	337,030	-	(60,812)	19,187	295,405
Total	61,972,261	68,197,003	(70,670,812)	48,864	59,547,316

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate financial statements				
	Cash flow from financing activities				31 March 2024
	1 January 2024	Cash received	Cash paid	Non-cash changes	
Short-term borrowings	9,123,582	34,079,328	(39,540,000)	17,622	3,680,532
Current portion of long-term borrowings	4,500,000	-	-	-	4,500,000
Long-term borrowings	5,000,000	1,000,000	-	-	6,000,000
Current portion of long-term debentures	7,915,120	-	(4,600,000)	2,010,601	5,325,721
Long-term debentures	39,531,541	2,000,000	-	(1,993,012)	39,538,529
Lease liabilities	503,545	-	(61,218)	19,229	461,556
Total	66,573,788	37,079,328	(44,201,218)	54,440	59,506,338

(Unit: Thousand Baht)

	Separate financial statements				
	Cash flow from financing activities				31 March 2023
	1 January 2023	Cash received	Cash paid	Non-cash changes	
Short-term borrowings	9,278,304	62,698,056	(62,910,260)	10,590	9,076,690
Long-term borrowings	6,000,000	-	-	-	6,000,000
Current portion of long-term debentures	4,639,494	-	(2,200,000)	3,967,645	6,407,139
Long-term debentures	40,816,763	-	-	(3,948,558)	36,868,205
Lease liabilities	323,923	-	(58,991)	17,773	282,705
Total	61,058,484	62,698,056	(65,169,251)	47,450	58,634,739

4. Loans to customers and accrued interest receivables, net

4.1 Outstanding balances of loans to customers and accrued interest receivables classified by type of business and stage are as follows:

(Unit: Thousand Baht)

Consolidated financial statements				
31 March 2024				
	Lease			
	Credit card	Personal loan	receivables	Total
Stage 1	61,072,691	26,394,533	-	87,467,224
Stage 2	7,042,961	5,690,831	-	12,733,792
Stage 3	804,338	699,383	-	1,503,721
Financial assets where applied simplified approach to calculate lifetime expected credit loss	-	-	2,985,045	2,985,045
Total loans to customers	68,919,990	32,784,747	2,985,045	104,689,782
<u>Add</u> Accrued interest receivables and undue interest receivables	292,699	364,070	-	656,769
Total loans to customers and accrued interest receivables	69,212,689	33,148,817	2,985,045	105,346,551
<u>Less</u> Allowance for expected credit loss	(3,817,239)	(2,718,949)	(862,563)	(7,398,751)
Total loans to customers and accrued interest receivables, net	65,395,450	30,429,868	2,122,482	97,947,800

(Unit: Thousand Baht)

Consolidated financial statements				
31 December 2023				
	Lease			
	Credit card	Personal loan	receivables	Total
Stage 1	65,881,613	27,092,701	-	92,974,314
Stage 2	7,399,595	6,184,918	-	13,584,513
Stage 3	850,807	1,023,954	-	1,874,761
Financial assets where applied simplified approach to calculate lifetime expected credit loss	-	-	3,188,824	3,188,824
Total loans to customers	74,132,015	34,301,573	3,188,824	111,622,412
<u>Add</u> Accrued interest receivables and undue interest receivables	308,839	414,863	-	723,702
Total loans to customers and accrued interest receivables	74,440,854	34,716,436	3,188,824	112,346,114
<u>Less</u> Allowance for expected credit loss	(4,827,267)	(4,103,585)	(832,053)	(9,762,905)
Total loans to customers and accrued interest receivables, net	69,613,587	30,612,851	2,356,771	102,583,209

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements

	31 March 2024		
	Credit card	Personal loan	Total
Stage 1	61,072,691	26,394,533	87,467,224
Stage 2	7,042,961	5,690,831	12,733,792
Stage 3	804,338	699,383	1,503,721
Total loans to customers	68,919,990	32,784,747	101,704,737
<u>Add</u> Accrued interest receivables and undue interest receivables	292,699	364,070	656,769
Total loans to customers and accrued interest receivables	69,212,689	33,148,817	102,361,506
<u>Less</u> Allowance for expected credit loss	(3,817,239)	(2,718,949)	(6,536,188)
Total loans to customers and accrued interest receivables, net	65,395,450	30,429,868	95,825,318

(Unit: Thousand Baht)

Separate financial statements

	31 December 2023		
	Credit card	Personal loan	Total
Stage 1	65,881,613	27,092,701	92,974,314
Stage 2	7,399,595	6,184,918	13,584,513
Stage 3	850,807	1,023,954	1,874,761
Total loans to customers	74,132,015	34,301,573	108,433,588
<u>Add</u> Accrued interest receivables and undue interest receivables	308,839	414,863	723,702
Total loans to customers and accrued interest receivables	74,440,854	34,716,436	109,157,290
<u>Less</u> Allowance for expected credit loss	(4,827,267)	(4,103,585)	(8,930,852)
Total loans to customers and accrued interest receivables, net	69,613,587	30,612,851	100,226,438

(Unaudited but reviewed)

4.2 Lease receivables have a contractual period from approximately 48 to 60 installments, with fixed interest calculated throughout the contract period which can be summarised as follow;

(Unit: Thousand Baht)

Consolidated financial statements							
31 March 2024							
	Portion due over one year due within one year ⁽²⁾	Portion due over two years but within two years	Portion due over three years but within three years	Portion due over four years but within four years	Portion due over five years but within five years	Total	
Lease receivables	1,289,390	673,291	634,744	495,737	279,063	114,099	3,486,324
<u>Less</u> Unearned income ⁽¹⁾	(204,483)	(130,308)	(87,194)	(49,037)	(20,620)	(9,637)	(501,279)
Present value of the minimum lease payment receivables	1,084,907	542,983	547,550	446,700	258,443	104,462	2,985,045
<u>Less</u> Allowance for expected credit loss	(547,283)	(58,044)	(69,375)	(64,240)	(57,747)	(65,874)	(862,563)
Lease receivables, net	<u>537,624</u>	<u>484,939</u>	<u>478,175</u>	<u>382,460</u>	<u>200,696</u>	<u>38,588</u>	<u>2,122,482</u>

⁽¹⁾ Net of commission and deferred initial direct costs.

⁽²⁾ The balance of lease receivables due within 1 year includes overdue receivables for which the due date has already been reached.

(Unit: Thousand Baht)

Consolidated financial statements							
31 December 2023							
	Portion due over one year due within one year ⁽²⁾	Portion due over two years but within two years	Portion due over three years but within three years	Portion due over four years but within four years	Portion due over five years but within five years	Total	
Lease receivables	1,373,286	718,095	682,520	582,422	283,471	74,767	3,714,561
<u>Less</u> Unearned income ⁽¹⁾	(220,817)	(140,920)	(94,523)	(50,207)	(16,745)	(2,525)	(525,737)
Present value of the minimum lease payment receivables	1,152,469	577,175	587,997	532,215	266,726	72,242	3,188,824
<u>Less</u> Allowance for expected credit loss	(560,659)	(66,799)	(71,038)	(96,683)	(22,608)	(14,266)	(832,053)
Lease receivables, net	<u>591,810</u>	<u>510,376</u>	<u>516,959</u>	<u>435,532</u>	<u>244,118</u>	<u>57,976</u>	<u>2,356,771</u>

⁽¹⁾ Net of commission and deferred initial direct costs.

⁽²⁾ The balance of lease receivables due within 1 year includes overdue receivables for which the due date has already been reached.

(Unaudited but reviewed)

4.3 As at 31 March 2024 and 31 December 2023, lease receivables (net of unearned income) classified by aging are as follows:

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	31 March 2024	31 December 2023
Not over 30 days	1,669,652	1,834,587
31 - 90 days	727,833	790,010
91 days and over	587,560	564,227
Total	2,985,045	3,188,824
<u>Less</u> Allowance for expected credit loss	(862,563)	(832,053)
Total	2,122,482	2,356,771

4.4 Allowance for expected credit loss

Allowance for expected credit loss for the three-month periods ended 31 March 2024 and 2023 are as follows:

	(Unit: Thousand Baht)				
	Consolidated financial statements				
	31 March 2024				
	Financial assets where applied	Financial assets where simplified	Financial assets approach to calculate lifetime expected credit loss	Financial assets approach to calculate lifetime expected credit loss	Financial assets approach to calculate lifetime expected credit loss
	assets where there has not been a significant increase in credit risk (Stage 1)	assets where there has been a significant increase in credit risk (Stage 2)	Financial assets that are credit-impaired (Stage 3)	Financial assets that are credit-impaired (Stage 3)	Financial assets that are credit-impaired (Stage 3)
Beginning balance	4,331,820	3,315,605	1,283,427	832,053	9,762,905
Changes in staging	230,157	(669,559)	439,402	-	-
Changes in risk parameters	(1,573,083)	36,509	3,860,112	96,478	2,420,016
New financial assets originated or purchased	159,176	-	-	10	159,186
Financial assets derecognised	(54,836)	(199,800)	(623,374)	(17,534)	(895,544)
Written-off	-	-	(3,999,368)	(48,444)	(4,047,812)
Ending balance	3,093,234	2,482,755	960,199	862,563	7,398,751

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated financial statements

	31 March 2023				
	Financial assets where there has not been a significant increase in credit risk (Stage 1)	Financial assets where there has been a significant increase in credit risk (Stage 2)	Financial assets that are credit-impaired (Stage 3)	Financial assets where applied simplified approach to calculate lifetime expected credit loss	
				Total	
Beginning balance	4,246,965	2,782,060	1,138,724	623,975	8,791,724
Changes in staging	134,255	(489,228)	354,973	-	-
Changes in risk parameters	(297,595)	717,271	1,498,195	152,606	2,070,477
New financial assets originated or purchased	125,841	-	-	12,384	138,225
Financial assets derecognised	(51,682)	(86,436)	(697,525)	(6,752)	(842,395)
Written-off	-	-	(1,142,503)	(81,533)	(1,224,036)
Ending balance	<u>4,157,784</u>	<u>2,923,667</u>	<u>1,151,864</u>	<u>700,680</u>	<u>8,933,995</u>

(Unit: Thousand Baht)

Separate financial statements

	31 March 2024			
	Financial assets where there has not been a significant increase in credit risk (Stage 1)	Financial assets where there has been a significant increase in credit risk (Stage 2)	Financial assets that are credit-impaired (Stage 3)	Financial assets
				Total
Beginning balance	4,331,820	3,315,605	1,283,427	8,930,852
Changes in staging	230,157	(669,559)	439,402	-
Changes in risk parameters	(1,573,083)	36,509	3,860,112	2,323,538
New financial assets originated or purchased	159,176	-	-	159,176
Financial assets derecognised	(54,836)	(199,800)	(623,374)	(878,010)
Written-off	-	-	(3,999,368)	(3,999,368)
Ending balance	<u>3,093,234</u>	<u>2,482,755</u>	<u>960,199</u>	<u>6,536,188</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements

31 March 2023

	Financial assets where there has not been a significant increase in credit risk (Stage 1)	Financial assets where there has been a significant increase in credit risk (Stage 2)	Financial assets that are credit- impaired (Stage 3)	Total
Beginning balance	4,246,961	2,782,054	1,138,723	8,167,738
Changes in staging	134,253	(489,223)	354,970	-
Changes in risk parameters	(297,594)	717,271	1,498,191	1,917,868
New financial assets originated or purchased	125,841	-	-	125,841
Financial assets derecognised	(51,680)	(86,436)	(697,523)	(835,639)
Written-off	-	-	(1,142,499)	(1,142,499)
Ending balance	<u>4,157,781</u>	<u>2,923,666</u>	<u>1,151,862</u>	<u>8,233,309</u>

5. Other financial assets

Other financial assets as at 31 March 2024 and 31 December 2023 consist of the following:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements	31 March 2024	31 December 2023	31 March 2024
Financial assets measured at amortised cost				
Government bonds	1,991	1,991	1,991	1,991
Others	10	10	-	-
Total other non-current financial assets	2,001	2,001	1,991	1,991

As at 31 March 2024, the Company has no collateral obligations on other financial assets (31 December 2023: the Company pledged government bonds totaling Baht 0.6 million with Krung Thai Bank Public Company Limited for issuing letter of guarantees to other companies for the Company's business).

(Unaudited but reviewed)

6. Investments in subsidiaries and an associate, net

As at 31 March 2024 and 31 December 2023, the Company had investments in an associate which is accounted for using equity method in the consolidated financial statements as follows:

(Unit: Thousand Baht)

	Consolidated financial statements					
	Percentage of shareholding		Cost method		Equity method	
	31 March	31 December	31 March	31 December	31 March	31 December
	2024	2023	2024	2023	2024	2023
Associate						
Krungthai Advisory Co., Ltd.	-	24.00	-	72,000	-	154,491
Total investments in an associate			-	72,000	-	154,491

During the period, the Company sold 7.20 million ordinary shares of Krungthai Advisory Co., Ltd. to Krung Thai Bank PCL., totaling of Baht 154.49 million. The Company recorded gain on disposal of Baht 82.49 million in the separate financial statement (the consolidated financial statement: none).

As at 31 March 2024 and 31 December 2023, the Company had investments in subsidiaries and an associate which are accounted for using cost method in the separate financial statements as follows:

(Unit: Thousand Baht)

	Separate financial statements			
	Percentage of shareholding		Cost method	
	31 March	31 December	31 March	31 December
	2024	2023	2024	2023
Subsidiaries				
<u>Directly held</u>				
KTC Pico (Bangkok) Co., Ltd.	100.00	100.00	57,620	57,620
KTC Nano Co., Ltd.	75.05	75.05	37,525	37,525
KTC Prepaid Co., Ltd. ⁽³⁾	75.05	75.05	75,050	75,050
KTB Leasing Co., Ltd.	75.05	75.05	551,338	551,338

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements

	Percentage of shareholding		Cost method	
	31 March	31 December	31 March	31 December
	2024	2023	2024	2023
Subsidiaries				
<u>Indirect held</u> ^{(1) (2)}				
KTC Pico (Chonburi) Co., Ltd.			-	-
KTC Pico (Pathum Thani) Co., Ltd.			-	-
KTC Pico (Samut Prakan) Co., Ltd.			-	-
KTC Pico (Samut Sakhon) Co., Ltd.			-	-
Total		721,533	721,533	
<u>Less</u> Allowance for impairment		(212,399)	(182,399)	
Total		509,134	539,134	
Associate				
Krungthai Advisory Co., Ltd.	24.00	-	-	72,000
Total		-	-	72,000
Total investments in subsidiaries and an associate, net		509,134	611,134	

⁽¹⁾ The Company held shares indirectly through KTC Pico (Bangkok) Co., Ltd. KTC Pico (Bangkok) Co., Ltd. held shares of KTC Pico (Chonburi) Co., Ltd., KTC Pico (Pathum Thani) Co., Ltd., KTC Pico (Samut Prakan) Co., Ltd., and KTC Pico (Samut Sakhon) Co., Ltd. by 100 percent.

⁽²⁾ During December 2023, KTC Pico (Chonburi) Co., Ltd., KTC Pico (Pathum Thani) Co., Ltd., KTC Pico (Samut Prakan) Co., Ltd., and KTC Pico (Samut Sakhon) Co., Ltd. had registered the dissolution with the Minister of Commerce and had completed liquidation process in February 2024.

⁽³⁾ On 26 April 2024, the Company purchased 2.495 million ordinary shares of KTC Prepaid Co., Ltd. from Krung Thai Bank PCL. resulted in the Company's percentage of shareholding increased of from 75.05 percent to 100.00 percent.

7. Deferred tax assets and income tax

7.1 Deferred tax assets

Deferred tax assets as at 31 March 2024 and 31 December 2023 are as follow.

(Unit: Thousand Baht)

	Consolidated financial statements			
			Changes in deferred tax for the three-month periods	
	31 March 2024	31 December 2023	ended 31 March 2024	2023
Deferred tax assets				
Allowance for expected credit loss	2,001,006	1,892,664	108,342	48,283
Deferred income for reward points	550,342	543,513	6,829	4,399
Difference from depreciation rate	(41,121)	(42,041)	920	(1,855)
Provision for employee benefits	107,131	105,480	1,651	2,035
Others	(64,340)	(69,746)	5,406	(3,126)
Total	2,553,018	2,429,870	123,148	49,736
Changes of deferred tax:				
Recognised in profit or loss			123,148	49,736
Recognised in other comprehensive income			-	-
Total			123,148	49,736

(Unit: Thousand Baht)

	Separate financial statements			
			Changes in deferred tax for the three-month periods	
	31 March 2024	31 December 2023	ended 31 March 2024	2023
Deferred tax assets				
Allowance for expected credit loss	1,190,873	1,089,330	101,543	24,147
Deferred income for reward points	550,342	543,513	6,829	4,399
Difference from depreciation rate	(41,121)	(42,041)	920	(1,858)
Provision for employee benefits	102,806	101,330	1,476	1,885
Others	62,914	57,409	5,505	8,786
Total	1,865,814	1,749,541	116,273	37,359
Changes of deferred tax:				
Recognised in profit or loss			116,273	37,359
Recognised in other comprehensive income			-	-
Total			116,273	37,359

7.2 Income tax expense

Income tax expense for the three-month periods ended 31 March 2024 and 2023 are as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements	financial statements	2024	2023
	2024	2023	2024	2023
Current income tax:				
Interim corporate income tax	590,076	502,107	589,894	502,031
Deferred tax:				
Relating to temporary differences and reversal of temporary differences	(123,148)	(49,736)	(116,273)	(37,359)
Income tax expense reported in profit or loss	466,928	452,371	473,621	464,672

Reconciliations between income tax expense and the product of accounting profit multiplied by the applicable tax rate for the three-month periods ended 31 March 2024 and 2023 are as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements	financial statements	2024	2023
	2024	2023	2024	2023
Accounting profit before tax	2,259,445	2,318,506	2,366,539	2,307,934
Applicable tax rate	20%	20%	20%	20%
Accounting profit before tax multiplied by applicable tax rate	451,889	463,701	473,308	461,587
Effects of non-taxable revenue and non-deductible expenses, net	15,039	(11,330)	313	3,085
Income tax expense reported in profit or loss	466,928	452,371	473,621	464,672

8. Borrowings

As at 31 March 2024 and 31 December 2023, the Group had borrowings from financial institutions and related parties which short-term borrowings have interest rates at Money Market Rate (MMR) and long-term borrowings have interest rate at Capital Market Rate.

9. Long-term debentures

Long-term debentures as at 31 March 2024 and 31 December 2023 are as follows:

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	31 March 2024	31 December 2023
Debentures	44,922,000	47,522,000
<u>Less</u> Discount on debentures	(57,750)	(75,339)
<u>Less</u> Current portion of long-term debentures	(5,325,721)	(7,915,120)
Long-term debentures, net of current portion	<u>39,538,529</u>	<u>39,531,541</u>

During the current period, the Company has issued long-term unsubordinated and unsecured debentures as follow.

Date of issuance	Amount (Million Baht)	Maturity date	Interest rate (% per annum)	Interest payable period
1 February 2024	2,000	1 Feb 2029	3.10	Every 6 months

10. Transactions with related parties

During the period, the Group had significant business transactions with related parties. Such transactions are determined at the price as normal course of business or as stipulated in the agreements.

10.1 The significant balances with related parties

The significant balances with related parties are as follows:

Related parties	(Unit: Thousand Baht)			
	Consolidated		Separate	
	31 March	31 December	31 March	31 December
Related parties	2024	2023	2024	2023
Parent company				
Krung Thai Bank PCL.				
- Deposits at a financial institution				
(a part of cash and cash equivalents)	3,277,925	4,814,599	3,269,153	4,774,026
- Other receivables	3,205	528	3,202	528
- Short-term borrowings	3,880,000	2,780,000	3,380,000	2,280,000
- Trade payables	1,188,176	1,509,092	1,188,176	1,509,092
- Accrued interest expenses	3,911	3,514	3,004	3,369
- Accrued expenses	24,877	25,893	24,683	25,529
- Other current liabilities	1,222	1,222	1,222	1,222
- Current portion of long-term borrowings	4,500,000	4,500,000	4,500,000	4,500,000
- Long-term borrowings, net of current portion	6,000,000	5,000,000	6,000,000	5,000,000
Subsidiaries				
KTC Pico (Bangkok) Co., Ltd.				
- Other receivables	-	-	-	43
- Short-term borrowings	-	-	50,158	15,932
- Accrued interest expenses	-	-	11	5
- Other current liabilities	-	-	4	4
KTC Nano Co., Ltd.				
- Other receivables	-	-	4	17
- Short-term borrowings	-	-	49,780	49,780
- Accrued interest expenses	-	-	7	11
- Other current liabilities	-	-	47	47

(Unaudited but reviewed)

(Unit: Thousand Baht)

Related parties	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Subsidiaries (continued)				
KTC Prepaid Co., Ltd.				
- Other receivables	-	-	6	24
- Short-term borrowings	-	-	100,621	100,621
- Accrued interest expenses	-	-	22	29
- Other current liabilities	-	-	14	14
KTB Leasing Co., Ltd.				
- Short-term lending	-	-	1,508,000	1,695,000
- Other receivables	-	-	970	3,096
- Long-term lending	-	-	500,000	500,000
- Trade Payable	-	-	246	-
- Accrued expenses	-	-	7	2
- Other payables	-	-	20	20
Related companies and person				
KTB General Services and Security Co., Ltd.				
- Trade payables	525	3,258	151	3,258
- Accrued expenses	4,563	2,562	4,129	2,128
Krungthai Assets Management PCL.				
- Other receivables	273	5,145	273	5,145
- Accrued expenses	17	100	17	100
Krungthai Panich Insurance PCL.				
- Other receivables	1,302	1,408	1,302	1,408
Krungthai-AXA Life Insurance PCL.				
- Other receivables	2	8	2	8
Related person				
- Short-term borrowings	99,973	79,978	99,973	79,978

10.2 The significant transactions with related parties

The significant transactions with related parties can be summarised as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 March			
	Consolidated financial statements		Separate financial statements	
Related parties	2024	2023	2024	2023
Parent company				
Krung Thai Bank PCL.				
- Fee and service income	563	713	563	713
- Other income	4,203	5,610	4,200	5,609
- Administrative expenses	52,222	35,786	52,190	34,343
- Finance costs	85,720	55,038	82,417	50,412
Subsidiaries				
KTC Pico (Bangkok) Co., Ltd.				
- Other income	-	-	13	70
- Finance costs	-	-	184	189
KTC Nano Co., Ltd.				
- Other income	-	-	57	56
- Finance costs	-	-	323	186
KTC Pico (Chonburi) Co., Ltd.				
- Other income	-	-	-	13
KTC Pico (Samut Sakhon) Co., Ltd.				
- Other income	-	-	-	7
KTC Pico (Pathum Thani) Co., Ltd.				
- Other income	-	-	-	59
KTC Pico (Samut Prakan) Co., Ltd.				
- Other income	-	-	-	7
KTC Prepaid Co., Ltd.				
- Other income	-	-	56	39
- Finance costs	-	-	652	372
KTB Leasing Co., Ltd.				
- Fee and service income	-	-	-	208
- Other income	-	-	16,220	5,688
- Administrative expenses	-	-	264	10

(Unaudited but reviewed)

(Unit: Thousand Baht)

Related parties	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements	2024	2023	financial statements
Related parties	2024	2023	2024	2023
Related companies and person				
Krungthai General Services and Security Co., Ltd.				
- Other income	3	73	3	73
- Administrative expenses	10,365	11,686	9,297	10,536
Krungthai Assets Management PCL.				
- Fee and service income	374	374	374	374
- Administrative expenses	17	17	17	17
Krungthai Panich Insurance PCL.				
- Fee and service income	4,083	3,985	4,077	3,957
Krungthai-AXA Life Insurance PCL.				
- Other income	2	947	2	947
Krungthai Mizuho Leasing Co., Ltd.				
- Administrative expenses	2,703	2,683	2,563	2,544
Related person				
- Finance costs	585	-	585	-

During the current period, the Company has no changes in the significant agreement with the related parties as disclosed in Note 27.2 to the 2023 consolidated financial statements.

10.3 Management remuneration

Management remuneration for the three-month periods ended 31 March 2024 and 2023 consist of the following:

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements	2024	2023	financial statements
	2024	2023	2024	2023
Short-term employee benefits	51,889	57,257	46,054	51,805
Post-employment benefits	2,175	2,168	1,552	1,668
Total	54,064	59,425	47,606	53,473

11. Financial information classified by operating segments

The Group's operations relate to a single business segment which is the financial services business and are carried out in a single geographic area which is Thailand. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss in the financial statements. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain exclusively to the aforementioned reportable operating segment and geographical area.

12. Fair value of financial instruments

		(Unit: Thousand Baht)					
		Consolidated financial statements					
		31 March 2024		31 December 2023			
		Book Value	Fair Value	Book Value	Fair Value		
Financial assets							
Other financial assets		2,001	2,011	2,001	2,000		
Financial liabilities							
Long-term debentures		44,864,250	45,152,726	47,446,661	47,391,897		
(Unit: Thousand Baht)							
Separate financial statements							
		31 March 2024		31 December 2023			
		Book Value	Fair Value	Book Value	Fair Value		
Financial assets							
Other financial assets		1,991	1,998	1,991	1,987		
Financial liabilities							
Long-term debentures		44,864,250	45,152,726	47,446,661	47,391,897		

Moreover, the majority of the Group's financial instruments are short-term in nature or carrying interest at rates close to the market interest rates, their fair value is not expected to be materially different from the amounts presented in the statement of financial position.

13. Events after the reporting period

On 5 April 2024, the Annual General Meeting of Shareholders of the Company passed a resolution to pay dividend for the year 2023 at Baht 1.27 per share, totaling Baht 3,274 million. The Company has already paid dividend to shareholders on 3 May 2024.

14. Approval of interim financial statements

These interim financial statements have been approved for issue by the authorised directors of the Company on 14 May 2024.