

Krungthai Card Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month and six-month periods ended
30 June 2023

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Krungthai Card Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Krungthai Card Public Company Limited and its subsidiaries as at 30 June 2023, and the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, and the related consolidated statements of changes in shareholders' equity and cash flows for the six-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 Krungthai Card Public Company Limited for the same periods (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 No 34 Interim Financial Reporting.

Ratana Jala

Certified Public Accountant (Thailand) No. 3734

EY Office Limited

Bangkok: 11 August 2023

Krungthai Card Public Company Limited and its subsidiaries
Statement of financial position
As at 30 June 2023

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Notes	30 June 2023	31 December 2022	30 June 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		1,855,362	2,181,929	1,836,293	2,173,596
Loans to customers and accrued interest receivables, net - current portion	4	94,159,436	94,013,966	93,511,413	93,577,010
Short-term lending		-	-	2,032,000	746,000
Other receivables, net		438,019	485,292	293,492	431,967
Total current assets		96,452,817	96,681,187	97,673,198	96,928,573
Non-current assets					
Loans to customers and accrued interest receivables, net - non-current portion	4	2,203,768	1,387,838	-	-
Other non-current financial assets	5	1,999	1,998	1,989	1,988
Investments in subsidiaries and an associate, net	6	122,842	105,745	723,800	780,943
Properties for sale		15,374	39,052	-	-
Leasehold improvements and equipment		348,472	348,077	333,018	334,788
Right-of-use assets		512,687	330,911	501,833	317,920
Intangible assets		386,596	483,335	380,996	476,589
Deferred tax assets	7.1	2,421,381	2,344,336	1,745,070	1,669,654
Other non-current assets		79,181	73,512	76,581	70,910
Total non-current assets		6,092,300	5,114,804	3,763,287	3,652,792
Total assets		102,545,117	101,795,991	101,436,485	100,581,365

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 30 June 2023

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Notes	30 June 2023	31 December 2022	30 June 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Liabilities					
Current liabilities					
Short-term borrowings	8, 11.1	9,539,328	10,178,974	8,739,287	9,278,304
Trade payables	11.1	724,911	1,820,142	704,154	1,777,688
Accrued interest expenses		273,657	280,402	273,606	279,987
Income tax payable		947,614	924,158	953,537	928,515
Accrued expenses		1,015,015	1,286,830	998,369	1,261,320
Other payables		759,354	808,525	747,018	805,209
Current portion of lease liabilities		211,056	161,484	204,881	155,256
Current portion of long-term debentures	9	6,417,345	4,639,494	6,417,345	4,639,494
Deferred income for reward points		2,645,006	2,587,146	2,645,006	2,587,146
Total current liabilities		22,533,286	22,687,155	21,683,203	21,712,919
Non-current liabilities					
Lease liabilities, net of current portion		306,690	175,546	301,897	168,667
Long-term borrowings	8, 11.1	6,000,000	6,000,000	6,000,000	6,000,000
Long-term debentures, net of current portion	9	40,876,787	40,816,763	40,876,787	40,816,763
Provisions for employee benefits		550,957	540,773	532,658	523,980
Total non-current liabilities		47,734,434	47,533,082	47,711,342	47,509,410
Total liabilities		70,267,720	70,220,237	69,394,545	69,222,329

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 30 June 2023

(Unit: Thousand Baht)

Notes	Consolidated financial statements		Separate financial statements	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	(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 equity	4,844	4,844	-	-
Retained earnings				
Appropriated - legal reserve	257,833	257,833	257,833	257,833
Unappropriated	26,909,342	26,196,703	27,313,964	26,631,060
Equity attributable to owners of the parent	32,065,856	31,353,217	32,041,940	31,359,036
Non-controlling interests	211,541	222,537	-	-
Total shareholders' equity	32,277,397	31,575,754	32,041,940	31,359,036
Total liabilities and shareholders' equity	102,545,117	101,795,991	101,436,485	100,581,365

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

(Mr. Praphaisith Tankeyura)

Director

(Mr. Rathian Srimongkol)

Director

(Unaudited but reviewed)

Krungthai Card Public Company Limited and its subsidiaries**Statement of comprehensive income****For the three-month period ended 30 June 2023**

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

	Notes	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Profit or loss:					
Revenue					
Interest income		3,160,832	2,818,961	3,097,071	2,792,162
Fee and service income		2,137,188	1,933,062	2,132,748	1,919,915
Bad debt recovery		765,468	851,205	741,318	836,763
Gain on exchange rate, net		27,662	8,924	27,662	8,924
Other income		148,512	122,838	155,230	120,454
Total revenue		6,239,662	5,734,990	6,154,029	5,678,218
Expenses					
Administrative expenses		2,047,228	1,909,301	2,010,043	1,915,581
Management remuneration	11.3	87,660	76,942	79,841	73,467
Expected credit loss		1,438,366	1,038,709	1,397,238	1,013,900
Total expenses		3,573,254	3,024,952	3,487,122	3,002,948
Operating income		2,666,408	2,710,038	2,666,907	2,675,270
Finance costs		414,846	333,642	410,207	331,900
Share of profit from investments in an associate		11,879	3,574	-	-
Profit before income tax		2,263,441	2,379,970	2,256,700	2,343,370
Income tax expense	7.2	463,029	479,374	452,154	473,769
Net profit for the period		1,800,412	1,900,596	1,804,546	1,869,601
Other comprehensive income:					
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		1,800,412	1,900,596	1,804,546	1,869,601

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 30 June 2023

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

Notes	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Profit (loss) attributable to				
Owners of the parent	1,805,833	1,893,755	1,804,546	1,869,601
Non-controlling interests	(5,421)	6,841		
	<u>1,800,412</u>	<u>1,900,596</u>		
Total comprehensive income (loss) attributable to				
Owners of the parent	1,805,833	1,893,755	1,804,546	1,869,601
Non-controlling interests	(5,421)	6,841		
	<u>1,800,412</u>	<u>1,900,596</u>		
Earnings per share of the Company				
Basic earnings per share (Baht)	<u>0.70</u>	<u>0.73</u>	<u>0.70</u>	<u>0.73</u>

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****For the six-month period ended 30 June 2023**

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

	Notes	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Profit or loss:					
Revenue					
Interest income		6,173,649	5,430,735	6,058,721	5,389,166
Fee and service income		4,273,539	3,742,370	4,260,135	3,719,580
Bad debt recovery		1,586,988	1,707,961	1,532,442	1,677,532
Gain on exchange rate, net		54,571	17,784	54,571	17,784
Other income		205,837	192,611	213,573	184,836
Total revenue		12,294,584	11,091,461	12,119,442	10,988,898
Expenses					
Administrative expenses		3,972,484	3,651,446	4,019,488	3,618,065
Management remuneration	11.3	147,085	132,603	133,314	126,192
Expected credit loss		2,804,877	2,083,804	2,605,308	2,044,007
Total expenses		6,924,446	5,867,853	6,758,110	5,788,264
Operating income		5,370,138	5,223,608	5,361,332	5,200,634
Finance costs		805,288	670,913	796,698	667,004
Share of profit from investments in an associate		17,097	7,616	-	-
Profit before income tax		4,581,947	4,560,311	4,564,634	4,533,630
Income tax expense	7.2	915,400	915,287	916,826	912,228
Net profit for the period		3,666,547	3,645,024	3,647,808	3,621,402
Other comprehensive income:					
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		3,666,547	3,645,024	3,647,808	3,621,402

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 six-month period ended 30 June 2023

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

		Consolidated financial statements		Separate financial statements	
	Notes	2023	2022	2023	2022
Profit (loss) attributable to					
Owners of the parent		3,677,543	3,641,027	3,647,808	3,621,402
Non-controlling interests		(10,996)	3,997		
		<u>3,666,547</u>	<u>3,645,024</u>		
Total comprehensive income (loss) attributable to					
Owners of the parent		3,677,543	3,641,027	3,647,808	3,621,402
Non-controlling interests		(10,996)	3,997		
		<u>3,666,547</u>	<u>3,645,024</u>		
Earnings per share of the Company					
Basic earnings per share (Baht)		1.43	1.41	1.41	1.40

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 equity

For the six-month period ended 30 June 2023

(Unit: Thousand Baht)

Consolidated financial statements										
Owners of the parent										
		Issued and paid-up share capital	Share premium on ordinary shares	Surplus on business combination under common control	Other components of equity - share of other comprehensive income from an associate	Retained earnings		Total owners of the parent	Non- controlling interests	Total
Notes						Appropriated - legal reserve	Unappropriated			
Beginning balance as at 1 January 2022		2,578,334	1,891,809	423,694	-	257,833	21,684,687	26,836,357	248,043	27,084,400
Dividend paid	10	-	-	-	-	-	(2,578,174)	(2,578,174)	-	(2,578,174)
Profit for the period		-	-	-	-	-	3,641,027	3,641,027	3,997	3,645,024
Other comprehensive income for the period		-	-	-	-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	-	3,641,027	3,641,027	3,997	3,645,024
Ending balance as at 30 June 2022		2,578,334	1,891,809	423,694	-	257,833	22,747,540	27,899,210	252,040	28,151,250
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
Dividend paid	10	-	-	-	-	-	(2,964,904)	(2,964,904)	-	(2,964,904)
Profit (loss) for the period		-	-	-	-	-	3,677,543	3,677,543	(10,996)	3,666,547
Other comprehensive income for the period		-	-	-	-	-	-	-	-	-
Total comprehensive income (loss) for the period		-	-	-	-	-	3,677,543	3,677,543	(10,996)	3,666,547
Ending balance as at 30 June 2023		2,578,334	1,891,809	423,694	4,844	257,833	26,909,342	32,065,856	211,541	32,277,397

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 equity (continued)

For the six-month period ended 30 June 2023

(Unit: Thousand Baht)

Separate financial statements						
		Issued and paid-up share capital	Share premium on ordinary shares	Retained earnings Appropriated - legal reserve	Unappropriated	Total
Notes						
Beginning balance as at 1 January 2022		2,578,334	1,891,809	257,833	22,059,741	26,787,717
Dividend paid	10	-	-	-	(2,578,174)	(2,578,174)
Profit for the period		-	-	-	3,621,402	3,621,402
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	3,621,402	3,621,402
Ending balance as at 30 June 2022		2,578,334	1,891,809	257,833	23,102,969	27,830,945
Beginning balance as at 1 January 2023		2,578,334	1,891,809	257,833	26,631,060	31,359,036
Dividend paid	10	-	-	-	(2,964,904)	(2,964,904)
Profit for the period		-	-	-	3,647,808	3,647,808
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	3,647,808	3,647,808
Ending balance as at 30 June 2023		2,578,334	1,891,809	257,833	27,313,964	32,041,940

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 six-month period ended 30 June 2023**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flows from operating activities				
Profit before income tax	4,581,947	4,560,311	4,564,634	4,533,630
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)	(1)	(1)
Share of profit from investments in an associate	(17,097)	(7,616)	-	-
Employee benefits expense	25,101	22,358	23,595	21,385
Depreciation and amortisation	259,555	280,544	254,017	274,665
Loss on disposal and write-off of leasehold improvements and equipment, net	124	552	124	719
Expected credit loss	2,804,877	2,083,804	2,605,308	2,044,007
Reversal of Loss on impairment of properties for sale	(81,264)	(52,266)	-	-
Loss on impairment of investments in subsidiaries	-	-	57,143	-
Interest expenses	796,431	661,750	787,842	657,842
Profit from operating activities before changes in operating assets and liabilities	8,369,673	7,549,436	8,292,662	7,532,247
Operating assets (increase) decrease				
Loans to customers and accrued interest receivables, net	(3,765,945)	(4,395,161)	(2,539,711)	(4,286,818)
Other receivables	46,940	91,295	138,475	92,947
Properties for sale	104,942	85,798	-	-
Other non-current assets	(5,669)	4,779	(5,671)	4,854
Operating liabilities increase (decrease)				
Trade payables	(996,896)	(344,056)	(975,200)	(339,171)
Accrued expenses	(271,815)	(204,306)	(262,951)	(200,925)
Other payables	(49,171)	(601,690)	(58,191)	(618,917)
Deferred income for reward points	57,860	55,637	57,860	55,637
Cash provided by operating activities	3,489,919	2,241,732	4,647,273	2,239,854
Interest expenses paid	(731,692)	(645,149)	(722,873)	(640,961)
Employee benefits paid	(14,917)	(15,275)	(14,917)	(15,275)
Income tax paid	(968,988)	(771,638)	(967,220)	(769,538)
Net cash provided by operating activities	1,774,322	809,670	2,942,263	814,080

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 six-month period ended 30 June 2023**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flows from investing activities				
Cash paid for short-term lending, net	-	-	(1,286,000)	-
Cash received from redemption of financial assets	-	3,000	-	3,000
Cash paid for purchase of leasehold improvements and equipment	(68,813)	(45,651)	(65,734)	(44,685)
Cash paid for purchase of computer software	(75,889)	(67,108)	(75,889)	(66,479)
Cash received from sale of leasehold improvements and equipment	6	880	6	153
Net cash used in investing activities	(144,696)	(108,879)	(1,427,617)	(108,011)
Cash flows from financing activities				
Cash received from (paid for) short-term borrowings, net	(667,935)	3,213,140	(567,306)	3,511,406
Cash received from issuance of long-term debentures	4,000,000	3,000,000	4,000,000	3,000,000
Cash paid for redemption of long-term debentures	(2,200,000)	(5,000,000)	(2,200,000)	(5,000,000)
Cash paid for lease liabilities	(123,354)	(125,517)	(119,739)	(121,700)
Dividend paid	(2,964,904)	(2,578,174)	(2,964,904)	(2,578,174)
Net cash used in financing activities	(1,956,193)	(1,490,551)	(1,851,949)	(1,188,468)
Net decrease in cash and cash equivalents	(326,567)	(789,760)	(337,303)	(482,399)
Cash and cash equivalents as at 1 January	2,181,929	2,362,884	2,173,596	2,018,849
Cash and cash equivalents as at 30 June	1,855,362	1,573,124	1,836,293	1,536,450

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 and six-month periods ended 30 June 2023

Note	Contents	Page
1.	General information	1
2.	Basis of preparation of the financial statements.....	1
3.	Supplementary disclosures of cash flows information	3
4.	Loans to customers and accrued interest receivables, net.....	6
5.	Other financial assets	10
6.	Investments in subsidiaries and an associate, net	11
7.	Deferred tax assets and income tax.....	12
8.	Borrowings	14
9.	Long-term debentures	15
10.	Dividend	15
11.	Transactions with related parties	16
12.	Financial information classified by operating segments	21
13.	Fair value of financial instruments.....	22
14.	Coronavirus Disease 2019 Pandemic (COVID-19)	22
15.	Approval of interim financial statements.....	22

Krungthai Card Public Company Limited and its subsidiaries

Notes to interim consolidated financial statements

For the three-month and six-month periods ended 30 June 2023

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 2022, 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

a) 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 2023, do not have any significant impact on the Groups' financial statements.

b) Accounting Guidance on Guidelines regarding the Provision of Financial Assistance to Debtors Affected by COVID-19

The Federation of Accounting Professions has announced Accounting Guidance on Guidelines regarding the Provision of Financial Assistance to Debtors Affected by COVID-19. Its objectives are to provide temporary relief measures and an alternative for all entities providing assistance to debtors in accordance with guidelines of the Bank of Thailand. The accounting guidance is applicable for provisions of assistance to such debtor made during the period from 1 January 2022 to 31 December 2023 or until the Bank of Thailand makes changes.

Under this accounting guidance, entity may elect to adopt accounting treatments consistent with the circular of the Bank of Thailand No. BOT.RPD2.C.802/2564 “Guidelines regarding the provision of financial assistance to debtors affected by COVID-19 (sustainable debt resolution)”. The assistance to debtors can be classified into 2 groups by debt restructuring method as follows:

- For debt restructuring for the purpose of reducing the debt burden of debtors that involves more than just a payment timeline extension, entity may elect to apply the temporary relief measures relating to staging assessment and setting aside of provisions. (Assistance type 1)

- For debt restructuring involving only a payment timeline extension, entity is required to perform staging assessment and set aside provisions in accordance with the relevant financial reporting standards. (Assistance type 2)

For the debtor who has been in the Assistance type 1, entity can apply accounting treatments as set out in this accounting guidance from 1 January 2022 to 31 December 2023.

2.4 Significant accounting policies

These interim financial statements are prepared by using the same accounting policies and method of computation as those used for the financial statements for the year ended 31 December 2022.

3. Supplementary disclosures of cash flows information

3.1 Non-cash items for the six-month periods ended 30 June 2023 and 2022 are as follows:

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Payable for purchase of leasehold improvements and equipment brought forward	592	19,399	592	19,317
<u>Add</u> Purchase of leasehold improvements and equipment	68,263	26,933	65,184	26,049
<u>Less</u> Cash paid for purchase of leasehold improvements and equipment	(68,813)	(45,651)	(65,734)	(44,685)
Payable for purchase of leasehold improvements and equipment carried forward (presented as a part of trade payables)	42	681	42	681
Payable for purchase of computer software brought forward	108,835	32,517	108,835	32,517
<u>Add</u> Purchase of computer software	72,080	45,622	72,080	44,993
<u>Less</u> Cash paid for purchase of computer software	(75,889)	(67,108)	(75,889)	(66,479)
<u>Less</u> Terminate contract of work in process	(94,000)	-	(94,000)	-
Payable for purchase of computer software carried forward (presented as a part of trade payables)	11,026	11,031	11,026	11,031

3.2 Changes in liabilities from financing activities for the six-month periods ended 30 June 2023 and 2022 are as follows:

(Unit: Thousand Baht)

Consolidated financial statements					
	1 January 2023	Cash flow from financing activities		Non-cash changes	30 June 2023
		Cash received	Cash paid		
Short-term borrowings	10,178,974	114,402,065	(115,070,000)	28,289	9,539,328
Long-term borrowings	6,000,000	-	-	-	6,000,000
Current portion of long-term debentures	4,639,494	-	(2,200,000)	3,977,851	6,417,345
Long-term debentures	40,816,763	4,000,000	-	(3,939,976)	40,876,787
Lease liabilities	337,030	-	(123,354)	304,070	517,746
Total	61,972,261	118,402,065	(117,393,354)	370,234	63,351,206

(Unit: Thousand Baht)

Consolidated financial statements					
	1 January 2022	Cash flow from financing activities		Non-cash changes	30 June 2022
		Cash received	Cash paid		
Short-term borrowings	9,129,971	65,583,140	(62,370,000)	4,426	12,347,537
Long-term borrowings	1,500,000	-	-	-	1,500,000
Current portion of long-term debentures	9,500,000	-	(5,000,000)	2,198,329	6,698,329
Long-term debentures	34,273,049	3,000,000	-	(2,169,972)	35,103,077
Lease liabilities	366,193	-	(125,517)	202,479	443,155
Total	54,769,213	68,583,140	(67,495,517)	235,262	56,092,098

(Unit: Thousand Baht)

Separate financial statements					
Cash flow from					
financing activities					
	1 January	Cash	Cash	Non-cash	30 June
	2023	received	paid	changes	2023
Short-term borrowings	9,278,304	104,603,226	(105,170,532)	28,289	8,739,287
Long-term borrowings	6,000,000	-	-	-	6,000,000
Current portion of long-term debentures	4,639,494	-	(2,200,000)	3,977,851	6,417,345
Long-term debentures	40,816,763	4,000,000	-	(3,939,976)	40,876,787
Lease liabilities	323,923	-	(119,739)	302,594	506,778
Total	61,058,484	108,603,226	(107,490,271)	368,758	62,540,197

(Unit: Thousand Baht)

Separate financial statements					
Cash flow from					
financing activities					
	1 January	Cash	Cash	Non-cash	30 June
	2022	received	paid	changes	2022
Short-term borrowings	8,230,492	58,383,707	(54,872,301)	4,426	11,746,324
Long-term borrowings	1,500,000	-	-	-	1,500,000
Current portion of long-term debentures	9,500,000	-	(5,000,000)	2,198,329	6,698,329
Long-term debentures	34,273,049	3,000,000	-	(2,169,972)	35,103,077
Lease liabilities	351,548	-	(121,700)	200,634	430,482
Total	53,855,089	61,383,707	(59,994,001)	233,417	55,478,212

4. Loans to customers and accrued interest receivables, net

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

(Unit: Thousand Baht)

Consolidated financial statements				
30 June 2023				
	Credit card	Personal loan	Lease receivables	Total
Stage 1	60,740,998	26,189,053	-	86,930,051
Stage 2	6,810,857	5,832,213	-	12,643,070
Stage 3	832,509	974,624	-	1,807,133
Financial assets where applied simplified approach to calculate lifetime expected credit loss	-	-	3,539,969	3,539,969
Total loans to customers	68,384,364	32,995,890	3,539,969	104,920,223
<u>Add</u> Accrued interest receivables and undue interest receivables	279,338	389,015	-	668,353
Total loan to customers and accrued interest receivables	68,663,702	33,384,905	3,539,969	105,588,576
<u>Less</u> Allowance for expected credit loss	(4,599,714)	(3,937,458)	(688,200)	(9,225,372)
Total loans to customers and accrued interest receivables, net	64,063,988	29,447,447	2,851,769	96,363,204

(Unit: Thousand Baht)

Consolidated financial statements				
31 December 2022				
	Credit card	Personal loan	Lease receivables	Total
Stage 1	62,185,315	25,557,642	-	87,742,957
Stage 2	6,258,300	5,432,004	-	11,690,304
Stage 3	730,130	896,498	-	1,626,628
Financial assets where applied simplified approach to calculate lifetime expected credit loss	-	-	2,448,679	2,448,679
Total loans to customers	69,173,745	31,886,144	2,448,679	103,508,568
<u>Add</u> Accrued interest receivables and undue interest receivables	288,068	396,892	-	684,960
Total loan to customers and accrued interest receivables	69,461,813	32,283,036	2,448,679	104,193,528
<u>Less</u> Allowance for expected credit loss	(4,431,299)	(3,736,450)	(623,975)	(8,791,724)
Total loans to customers and accrued interest receivables, net	65,030,514	28,546,586	1,824,704	95,401,804

(Unit: Thousand Baht)

Separate financial statements			
30 June 2023			
	Credit card	Personal loan	Total
Stage 1	60,740,998	26,189,031	86,930,029
Stage 2	6,810,857	5,832,212	12,643,069
Stage 3	832,509	974,623	1,807,132
Total loans to customers	68,384,364	32,995,866	101,380,230
<u>Add</u> Accrued interest receivables and undue interest receivables	279,338	389,014	668,352
Total loan to customers and accrued interest receivables	68,663,702	33,384,880	102,048,582
<u>Less</u> Allowance for expected credit loss	(4,599,714)	(3,937,455)	(8,537,169)
Total loans to customers and accrued interest receivables, net	64,063,988	29,447,425	93,511,413

(Unit: Thousand Baht)

Separate financial statements			
31 December 2022			
	Credit card	Personal loan	Total
Stage 1	62,185,315	25,557,560	87,742,875
Stage 2	6,258,300	5,431,990	11,690,290
Stage 3	730,130	896,497	1,626,627
Total loans to customers	69,173,745	31,886,047	101,059,792
<u>Add</u> Accrued interest receivables and undue interest receivables	288,068	396,888	684,956
Total loan to customers and accrued interest receivables	69,461,813	32,282,935	101,744,748
<u>Less</u> Allowance for expected credit loss	(4,431,299)	(3,736,439)	(8,167,738)
Total loans to customers and accrued interest receivables, net	65,030,514	28,546,496	93,577,010

- 4.2 As at 30 June 2023 and 31 December 2022, lease receivables (net of unearned income) classified by aging are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements	
	30 June 2023	31 December 2022
Not over 30 days	2,811,707	2,009,912
31 - 90 days	406,001	219,694
91 days and over	322,261	219,073
Total	3,539,969	2,448,679
<u>Less</u> Allowance for expected credit loss	(688,200)	(623,975)
Total	2,851,769	1,824,704

4.3 Allowance for expected credit loss

Allowance for expected credit loss for the six-month periods ended 30 June 2023 and 2022 are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements				
	30 June 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	236,761	(390,777)	154,016	-	-
Changes in risk parameters	(430,886)	1,180,137	2,947,218	190,207	3,886,676
New financial assets originated or purchased	275,407	-	-	24,717	300,124
Financial assets derecognised	(137,355)	(490,896)	(738,321)	(15,683)	(1,382,255)
Written-off	-	-	(2,235,881)	(135,016)	(2,370,897)
Ending balance	4,190,892	3,080,524	1,265,756	688,200	9,225,372

(Unit: Thousand Baht)

Consolidated financial statements

	30 June 2022				
	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	3,917,623	2,365,051	1,066,053	2,342,559	9,691,286
Changes in staging	282,089	(369,859)	87,770	-	-
Changes in risk parameters	(344,110)	839,716	2,396,786	52,881	2,945,273
New financial assets originated or purchased	262,921	-	-	3,735	266,656
Financial assets derecognised	(107,388)	(365,420)	(638,406)	(16,539)	(1,127,753)
Written-off	-	-	(1,836,752)	(124,747)	(1,961,499)
Ending balance	4,011,135	2,469,488	1,075,451	2,257,889	9,813,963

(Unit: Thousand Baht)

Separate financial statements

	30 June 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	236,761	(390,775)	154,014	-
Changes in risk parameters	(430,885)	1,180,138	2,947,214	3,696,467
New financial assets originated or purchased	275,407	-	-	275,407
Financial assets derecognised	(137,353)	(490,894)	(738,319)	(1,366,566)
Written-off	-	-	(2,235,877)	(2,235,877)
Ending balance	4,190,891	3,080,523	1,265,755	8,537,169

(Unit: Thousand Baht)

	Separate financial statements			
	30 June 2022			
Financial assets				
where there has	Financial assets			
not been	where there has	Financial assets		
a significant	been a significant	that are credit-		
increase in credit	increase in credit	impaired		
risk (Stage 1)	risk (Stage 2)	(Stage 3)	Total	
Beginning balance	3,917,564	2,365,030	1,066,053	7,348,647
Changes in staging	282,098	(369,848)	87,750	-
Changes in risk parameters	(344,090)	839,709	2,396,666	2,892,285
New financial assets originated				
or purchased	262,921	-	-	262,921
Financial assets derecognised	(107,379)	(365,414)	(638,406)	(1,111,199)
Written-off	-	-	(1,836,613)	(1,836,613)
Ending balance	4,011,114	2,469,477	1,075,450	7,556,041

5. Other financial assets

Other financial assets as at 30 June 2023 and 31 December 2022 consist of the following:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
Financial assets measured at amortised cost				
Government bonds	1,989	1,988	1,989	1,988
Others	10	10	-	-
Total other non-current financial assets	1,999	1,998	1,989	1,988

As at 30 June 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 (31 December 2022: Baht 0.6 million).

6. Investments in subsidiaries and an associate, net

As at 30 June 2023 and 31 December 2022, 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	
	30	31	30	31	30	31
	June	December	June	December	June	December
	2023	2022	2023	2022	2023	2022
Associate						
Krungthai Advisory Co., Ltd.	24.00	24.00	72,000	72,000	122,842	105,745
Total investments in an associate			72,000	72,000	122,842	105,745

As at 30 June 2023 and 31 December 2022, 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	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
Subsidiaries				
<u>Directly held</u>				
KTC Pico (Bangkok) Co., Ltd.	75.05	75.05	45,030	45,030
KTC Nano Co., Ltd.	75.05	75.05	37,525	37,525
KTC Prepaid Co., Ltd.	75.05	75.05	75,050	75,050
KTB Leasing Co., Ltd.	75.05	75.05	551,338	551,338
<u>Indirectly held*</u>				
KTC Pico (Chonburi) Co., Ltd.			-	-
KTC Pico (Pathum Thani) Co., Ltd.			-	-
KTC Pico (Samut Prakan) Co., Ltd.			-	-
KTC Pico (Samut Sakhon) Co., Ltd.			-	-
Total			708,943	708,943
<u>Less</u> Allowance for impairment			(57,143)	-
Total			651,800	708,943
Associate				
Krungthai Advisory Co., Ltd.	24.00	24.00	72,000	72,000
Total			72,000	72,000
Total investments in subsidiaries and an associate, net			723,800	780,943

* 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.

7. Deferred tax assets and income tax

7.1 Deferred tax assets

Deferred tax assets as at 30 June 2023 and 31 December 2022 are as follow.

(Unit: Thousand Baht)

	Consolidated financial statements			
			Changes in deferred tax for the six-month periods	
	30 June	31 December	ended 30 June	
	2023	2022	2023	2022
Deferred tax assets				
Allowance for expected credit loss	1,899,271	1,821,174	78,097	(23,354)
Deferred income for reward points	529,001	517,429	11,572	11,128
Difference from depreciation rate	(40,298)	(38,714)	(1,584)	3,780
Provision for employee benefits	110,191	108,155	2,036	1,416
Others	(76,784)	(63,708)	(13,076)	(2,705)
Total	2,421,381	2,344,336	77,045	(9,735)
Changes of deferred tax:				
Recognised in profit or loss			77,045	(9,735)
Recognised in other comprehensive income			-	-
Total			77,045	(9,735)

(Unit: Thousand Baht)

	Separate financial statements			
			Changes in deferred tax for the six-month periods	
	30 June	31 December	ended 30 June	
	2023	2022	2023	2022
Deferred tax assets				
Allowance for expected credit loss	1,115,024	1,061,498	53,526	(18,911)
Deferred income for reward points	529,001	517,429	11,572	11,128
Difference from depreciation rate	(40,298)	(38,698)	(1,600)	3,784
Provision for employee benefits	106,531	104,796	1,735	1,223
Others	34,812	24,629	10,183	(3,900)
Total	1,745,070	1,669,654	75,416	(6,676)
Changes of deferred tax:				
Recognised in profit or loss			75,416	(6,676)
Recognised in other comprehensive income			-	-
Total			75,416	(6,676)

7.2 Income tax expense

Income tax expense for the three-month and six-month periods ended 30 June 2023 and 2022 are as follows:

(Unit: Thousand Baht)				
For the three-month periods ended 30 June				
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Current income tax:				
Interim corporate income tax	490,669	471,624	490,562	471,638
Adjustment in respect of prior period income tax	(331)	(278)	(351)	(278)
Deferred tax:				
Relating to temporary differences and reversal of temporary differences	(27,309)	8,028	(38,057)	2,409
Income tax expense reported in profit or loss	463,029	479,374	452,154	473,769

(Unit: Thousand Baht)				
For the six-month periods ended 30 June				
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Current income tax:				
Interim corporate income tax	992,776	905,830	992,593	905,830
Adjustment in respect of prior period income tax	(331)	(278)	(351)	(278)
Deferred tax:				
Relating to temporary differences and reversal of temporary differences	(77,045)	9,735	(75,416)	6,676
Income tax expense reported in profit or loss	915,400	915,287	916,826	912,228

Reconciliations between income tax expense and the product of accounting profit multiplied by the applicable tax rate for the three-month and six-month periods ended 30 June 2023 and 2022 are as follows:

(Unit: Thousand Baht)				
For the three-month periods ended 30 June				
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Accounting profit before tax	2,263,441	2,379,970	2,256,700	2,343,370
Applicable tax rate	20%	20%	20%	20%
Accounting profit before tax multiplied by applicable tax rate	452,688	475,994	451,340	468,674
Effects of non-taxable revenue and non-deductible expenses, net	10,672	3,658	1,165	5,373
Adjustment in respect of prior period income tax	(331)	(278)	(351)	(278)
Income tax expense reported in profit or loss	463,029	479,374	452,154	473,769

(Unit: Thousand Baht)				
For the six-month periods ended 30 June				
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Accounting profit before tax	4,581,947	4,560,311	4,564,634	4,533,630
Applicable tax rate	20%	20%	20%	20%
Accounting profit before tax multiplied by applicable tax rate	916,389	912,062	912,927	906,726
Effects of non-taxable revenue and non-deductible expenses, net	(658)	3,503	4,250	5,780
Adjustment in respect of prior period income tax	(331)	(278)	(351)	(278)
Income tax expense reported in profit or loss	915,400	915,287	916,826	912,228

8. Borrowings

As at 30 June 2023 and 31 December 2022, 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 30 June 2023 and 31 December 2022 are as follows:

	(Unit: Thousand Baht)	
	Consolidated and separate	
	financial statements	
	30 June 2023	31 December 2022
Debentures	47,362,000	45,562,000
<u>Less</u> Discount on debentures	(67,868)	(105,743)
<u>Less</u> Current portion of long-term debentures	(6,417,345)	(4,639,494)
Long-term debentures, net of current portion	<u>40,876,787</u>	<u>40,816,763</u>

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

Date of issuance	Amount	Maturity date	Interest rate	Interest payable period
	(Million Baht)		(% per annum)	
29 May 2023	4,000	29 May 2026	2.90	Every 6 Months

10. Dividend

Dividends declared during the six-month periods ended 30 June 2023 and 2022 consisted of the follows:

Dividends	Approved by	Total dividends	Dividend per share	Date of payment
		(Million Baht)	(Baht)	
<u>2023</u>				
Final dividends for the year 2022	Annual General Meeting of the shareholders on 7 April 2023	2,965	1.15	3 May 2023
<u>2022</u>				
Final dividends for the year 2021	Annual General Meeting of the shareholders on 7 April 2022	2,578	1.00	6 May 2022

11. 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.

11.1 The significant balances with related parties

The significant balances with related parties are as follows:

Related parties	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2023	2022	2023	2022
Parent company				
Krung Thai Bank PCL.				
- Deposits at a financial institution				
(a part of cash and cash equivalents)	1,648,980	1,779,468	1,635,408	1,773,570
- Other receivables	5,371	5,348	5,371	5,348
- Short-term borrowings	5,290,000	5,230,000	4,290,000	4,130,000
- Trade payables	366,876	627,159	366,695	627,159
- Accrued interest expenses	698	1,533	639	1,104
- Accrued expenses	28,859	16,202	28,686	15,815
- Other current liabilities	1,222	1,467	1,222	1,467
- Long-term borrowings	6,000,000	6,000,000	6,000,000	6,000,000
Subsidiaries				
KTC Pico (Bangkok) Co., Ltd.				
- Other receivables	-	-	22	81
- Short-term borrowings	-	-	50,057	50,411
- Accrued interest expenses	-	-	3	4
- Other current liabilities	-	-	47	44
KTC Nano Co., Ltd.				
- Other receivables	-	-	9	27
- Short-term borrowings	-	-	49,780	49,600
- Accrued interest expenses	-	-	-	2
- Other current liabilities	-	-	47	44
KTC Pico (Chonburi) Co., Ltd.				
- Other receivables	-	-	9	27
- Other current liabilities	-	-	3	3
KTC Pico (Samut Sakhon) Co., Ltd.				
- Other receivables	-	-	9	27

(Unit: Thousand Baht)				
Related parties	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
Subsidiaries (continued)				
KTC Pico (Pathum Thani) Co., Ltd.				
- Other receivables	-	-	9	27
- Other current liabilities	-	-	14	13
KTC Pico (Samut Prakan) Co., Ltd.				
- Other receivables	-	-	9	27
KTC Prepaid Co., Ltd.				
- Other receivables	-	-	12	27
- Short-term borrowings	-	-	100,122	99,319
- Accrued interest expenses	-	-	6	8
- Other current liabilities	-	-	26	26
KTB Leasing Co., Ltd.				
- Short-term lendings	-	-	2,032,000	746,000
- Other receivables	-	-	1,441	4,360
- Accrued expenses	-	-	2	5
Related companies and person				
KTB General Services and Security Co., Ltd.				
- Trade payables	2,170	428	2,009	428
- Accrued expenses	4,807	2,781	4,132	2,400
Krunghai Assets Management PCL.				
- Other receivables	384	4,162	384	4,162
- Accrued expenses	35	82	35	82
Krunghai Panich Insurance PCL.				
- Other receivables	1,507	1,256	1,507	1,256
Krunghai-AXA Life Insurance PCL.				
- Other receivables	1,366	1,162	1,366	1,162
Related person				
- Short-term borrowings	49,984	-	49,984	-

11.2 The significant transactions with related parties

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

Related parties	(Unit: Thousand Baht)			
	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Parent company				
Krung Thai Bank PCL.				
- Fee and service income	620	1,104	620	1,104
- Other income	10,758	20,737	10,743	20,591
- Administrative expenses	46,905	36,159	46,338	34,985
- Finance costs	57,974	11,841	52,452	9,373
Subsidiaries				
KTC Pico (Bangkok) Co., Ltd.				
- Other income	-	-	53	121
- Finance costs	-	-	237	86
KTC Nano Co., Ltd.				
- Other income	-	-	54	86
- Finance costs	-	-	235	85
KTC Pico (Chonburi) Co., Ltd.				
- Other income	-	-	9	14
KTC Pico (Samut Sakhon) Co., Ltd.				
- Other income	-	-	2	7
KTC Pico (Pathum Thani) Co., Ltd.				
- Other income	-	-	56	66
KTC Pico (Samut Prakan) Co., Ltd.				
- Other income	-	-	2	55
KTC Prepaid Co., Ltd.				
- Other income	-	-	37	85
- Finance costs	-	-	474	171
KTB Leasing Co., Ltd.				
- Fee and service income	-	-	73	-
- Other income	-	-	10,548	1,333
- Administrative expenses	-	-	279	71
- Finance costs	-	-	-	457

(Unit: Thousand Baht)				
For the three-month periods ended 30 June				
Related parties	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Related companies and person				
KTB Computer Services Co., Ltd.				
- Administrative expenses	-	56	-	-
Krungthai General Services and Security Co., Ltd.				
- Other income	33	-	33	-
- Administrative expenses	12,050	12,213	10,792	11,241
Krungthai Assets Management PCL.				
- Fee and service income	503	304	503	304
- Administrative expenses	18	19	18	19
Krungthai Panich Insurance PCL.				
- Fee and service income	4,847	3,964	4,828	3,941
Krungthai-AXA Life Insurance PCL.				
- Fee and service income	-	7,177	-	7,177
- Other income	992	323	992	323
Krungthai Mizuho Leasing Co., Ltd.				
- Administrative expenses	2,533	2,777	2,393	2,647
Related person				
- Finance costs	64	-	64	-

(Unit: Thousand Baht)				
For the six-month periods ended 30 June				
Related parties	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Parent company				
Krung Thai Bank PCL.				
- Fee and service income	1,333	1,988	1,333	1,988
- Other income	16,368	32,232	16,352	32,086
- Administrative expenses	82,691	74,772	80,681	70,804
- Finance costs	113,012	23,155	102,864	18,246
Subsidiaries				
KTC Pico (Bangkok) Co., Ltd.				
- Other income	-	-	123	242
- Finance costs	-	-	426	175
KTC Nano Co., Ltd.				
- Other income	-	-	110	172
- Finance costs	-	-	421	173

(Unit: Thousand Baht)

Related parties	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Subsidiaries (continued)				
KTC Pico (Chonburi) Co., Ltd.				
- Other income	-	-	22	27
KTC Pico (Samut Sakhon) Co., Ltd.				
- Other income	-	-	9	14
KTC Pico (Pathum Thani) Co., Ltd.				
- Other income	-	-	115	143
KTC Pico (Samut Prakan) Co., Ltd.				
- Other income	-	-	9	133
KTC Prepaid Co., Ltd.				
- Other income	-	-	76	170
- Finance costs	-	-	846	348
KTB Leasing Co., Ltd.				
- Fee and service income	-	-	281	-
- Other income	-	-	16,236	2,586
- Administrative expenses	-	-	289	118
- Finance costs	-	-	-	457
Related companies and person				
KTB Computer Services Co., Ltd.				
- Administrative expenses	-	139	-	-
Krungthai General Services and Security Co., Ltd.				
- Other income	106	-	106	-
- Administrative expenses	23,736	24,971	21,328	22,968
Krungthai Assets Management PCL.				
- Fee and service income	877	540	877	540
- Administrative expenses	35	35	35	35
Krungthai Panich Insurance PCL.				
- Fee and service income	8,832	7,289	8,785	7,266
Krungthai-AXA Life Insurance PCL.				
- Fee and service income	-	14,476	-	14,476
- Other income	1,939	857	1,939	857
Krungthai Mizuho Leasing Co., Ltd.				
- Administrative expenses	5,216	5,724	4,937	5,445
Related person				
- Finance costs	64	-	64	-

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 2022 consolidated financial statements.

11.3 Management remuneration

Management remuneration for the three-month and six-month periods ended 30 June 2023 and 2022 consist of the following:

(Unit: Thousand Baht)

	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Short-term employee benefits	85,373	75,246	78,170	71,951
Post-employment benefits	2,287	1,696	1,671	1,516
Total	87,660	76,942	79,841	73,467

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Short-term employee benefits	142,630	129,144	129,975	123,057
Post-employment benefits	4,455	3,459	3,339	3,135
Total	147,085	132,603	133,314	126,192

12. 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.

13. Fair value of financial instruments

(Unit: Thousand Baht)

	Consolidated financial statements			
	30 June 2023		31 December 2022	
	Book Value	Fair Value	Book Value	Fair Value
Financial assets				
Other financial assets	1,999	2,005	1,998	2,041
Financial liabilities				
Long-term debentures	47,294,132	47,085,475	45,456,256	45,553,792

(Unit: Thousand Baht)

	Separate financial statements			
	30 June 2023		31 December 2022	
	Book Value	Fair Value	Book Value	Fair Value
Financial assets				
Other financial assets	1,989	1,993	1,988	2,029
Financial liabilities				
Long-term debentures	47,294,132	47,085,475	45,456,256	45,553,792

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.

14. Coronavirus Disease 2019 Pandemic (COVID-19)

The COVID-19 pandemic resulted in the economic impact, including public income and the ability to pay debt of debtors. The Bank of Thailand announced the relief measures to assist credit customers affected by the COVID-19 pandemic. The Group has considered to provide supports to customers following the relief measures for loans to customers affected from the impact of COVID-19 continuously which consistent with the announcement of the Bank of Thailand, for example, the reduction of the minimum repayment, the reduction of interest rate, extending credit limit, postponement of installment payment, and replacement of low-interest rate long-term loans.

The Group closely monitors the pandemic situation and reasonably estimate the potential impact to the Group. The Group's management believes that the Group will be able to continue as a going concern and meet their obligations as these fall due.

15. Approval of interim financial statements

These interim financial statements have been approved for issue by the authorised directors of the Company on 11 August 2023.