

TISCO Financial Group Public Company Limited
and its subsidiary companies
Review report and interim financial information
31 March 2022



Building a better
working world

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Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of TISCO Financial Group Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of TISCO Financial Group Public Company Limited and its subsidiaries as at 31 March 2022, and the related consolidated statements of comprehensive income, changes in 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 TISCO Financial Group 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 and the Bank of Thailand's regulations. 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 and the Bank of Thailand's regulations.

Somjai Khunapasut
Certified Public Accountant (Thailand) No. 4499

EY Office Limited
Bangkok: 12 May 2022

TISCO Financial Group Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2022

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Cash		1,094,484	1,103,425	70	-
Interbank and money market items - net	3.1, 3.8	32,510,672	30,489,211	26,121	22,584
Financial assets measured at fair value through profit or loss	3.2	2,042,777	2,081,052	1,012,388	1,048,821
Derivatives assets	3.3	3,604	-	-	-
Investments - net	3.4, 3.8	8,484,462	8,042,759	807,087	202,271
Investments in subsidiaries and joint venture - net	3.5	827,264	809,629	20,069,244	20,069,144
Loans to customers and accrued interest receivables	3.6, 3.8				
Loans to customers		220,811,493	220,419,498	3,540,000	3,310,000
Accrued interest receivables and undue interest income		1,657,988	1,712,501	-	-
Total loans to customers and accrued interest receivables		222,469,481	222,131,999	3,540,000	3,310,000
Less: Deferred revenue		(17,258,808)	(17,469,825)	-	-
Less: Allowance for expected credit loss	3.7	(11,497,213)	(11,740,174)	(4,602)	(4,303)
Total loans to customers and accrued interest receivables - net		193,713,460	192,922,000	3,535,398	3,305,697
Properties foreclosed - net		92,087	120,522	-	-
Investment properties		27,305	27,305	910,728	910,728
Premises and equipment - net		2,753,575	2,780,562	771,110	781,673
Right-of-use assets - net		739,350	752,829	530	600
Intangible assets - net		119,458	130,919	68,891	74,171
Deferred tax assets	3.19	764,961	759,729	263,944	255,234
Securities and derivatives business receivables - net		826,836	1,131,229	-	-
Dividend receivables from subsidiaries		-	-	-	4,590,530
Other assets	3.9	2,448,646	2,470,763	193,705	199,467
Total assets		246,448,941	243,621,934	27,659,216	31,460,920

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

TISCO Financial Group Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2022

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and equity					
Liabilities					
Deposits	3.10	171,434,960	166,541,926	-	-
Interbank and money market items		7,821,364	8,080,700	-	565,000
Liabilities payable on demand		219,922	274,432	-	-
Derivatives liabilities	3.3	-	3,385	-	-
Debts issued and borrowings	3.11	11,226,919	14,961,919	2,750,000	6,065,000
Lease liabilities		691,371	707,179	544	614
Provisions	3.12	1,743,342	1,728,981	302,962	303,612
Securities and derivatives business payables - net		1,226,154	1,521,353	-	-
Accrued interest payable		480,356	481,691	3,616	11,256
Income tax payable		1,014,344	661,620	34,743	14,125
Other liabilities	3.13	7,591,452	7,458,365	1,633,962	1,680,799
Total liabilities		203,450,184	202,421,551	4,725,827	8,640,406

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

TISCO Financial Group Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2022

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	Note	31 March 2022	31 December 2021	31 March 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Equity					
Share capital					
Registered					
33,858 preference shares of Baht 10 each		339	339	339	339
800,669,437 ordinary shares of Baht 10 each		8,006,694	8,006,694	8,006,694	8,006,694
		<u>8,007,033</u>	<u>8,007,033</u>	<u>8,007,033</u>	<u>8,007,033</u>
Issued and paid-up					
9,859 preference shares of Baht 10 each		99	99	99	99
800,645,624 ordinary shares of Baht 10 each		8,006,456	8,006,456	8,006,456	8,006,456
		8,006,555	8,006,555	8,006,555	8,006,555
Share premium					
Share premium on preference shares		-	-	87	87
Share premium on ordinary shares		1,018,408	1,018,408	7,031,436	7,031,436
		1,018,408	1,018,408	7,031,523	7,031,523
Other components of equity		1,829,867	1,828,088	307,260	307,442
Retained earnings					
Appropriated - statutory reserve		801,000	801,000	801,000	801,000
Unappropriated		31,339,626	29,543,039	6,787,051	6,673,994
Equity attributable to equity holders of the Company		<u>42,995,456</u>	<u>41,197,090</u>	<u>22,933,389</u>	<u>22,820,514</u>
Non-controlling interests of the subsidiaries		3,301	3,293	-	-
Total equity		<u>42,998,757</u>	<u>41,200,383</u>	<u>22,933,389</u>	<u>22,820,514</u>
Total liabilities and equity		<u>246,448,941</u>	<u>243,621,934</u>	<u>27,659,216</u>	<u>31,460,920</u>

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



Mr. Sakchai Peechapat
(Group Chief Executive)



บริษัท ทีเอสซีไฟแนนเชียลกรุ๊ป จำกัด (มหาชน)
TISCO Financial Group Public Company Limited



Mr. Metha Pingsuthiwong
(Chief Operating Officer)

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries**Statement of comprehensive income****For the three-month period ended 31 March 2022**

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

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Profit or loss:					
Interest income	3.15	3,556,193	3,776,286	15,125	16,646
Interest expenses	3.16	(494,918)	(665,989)	(7,049)	(7,182)
Net interest income		3,061,275	3,110,297	8,076	9,464
Fee and service income		1,407,396	1,735,037	-	-
Fee and service expenses		(129,362)	(192,165)	(2,703)	(5,098)
Net fee and service income	3.17	1,278,034	1,542,872	(2,703)	(5,098)
Net gain (loss) on financial instruments measured at fair value through profit or loss		(32,182)	312,617	(36,433)	12,650
Net gain (loss) on investments		(1,608)	3,422	3	-
Share of profit from investments accounted for under equity method	3.5.2	13,388	13,155	-	-
Dividend income		33,251	37,417	-	-
Penalty fee income from loans		40,080	49,469	-	-
Intercompany supporting fee income	3.20	-	-	532,535	526,428
Other operating income		27,026	32,185	19,136	19,142
Total operating income		4,419,264	5,101,434	520,614	562,586
Operating expenses					
Employee expenses		1,510,084	1,452,467	187,642	289,663
Directors' remuneration		5,230	4,710	5,230	4,710
Premises and equipment expenses		321,928	316,850	171,349	162,636
Taxes and duties		62,089	65,993	2,159	2,291
Other operating expenses		199,807	214,885	11,493	15,077
Total operating expenses		2,099,138	2,054,905	377,873	474,377
Expected credit loss	3.18	85,332	842,683	1,038	2,282
Profit from operations before income tax expenses		2,234,794	2,203,846	141,703	85,927
Income tax expenses	3.19	439,195	440,131	28,853	17,963
Profit for the period		1,795,599	1,763,715	112,850	67,964

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries**Statement of comprehensive income (continued)****For the three-month period ended 31 March 2022**

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

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Other comprehensive income:					
Transactions to be reclassified to profit or loss in subsequent periods					
Loss on valuation of investments in debt instruments measured at fair value through other comprehensive income		(1,960)	(7,145)	(20)	-
Share of other comprehensive income of joint venture - Cash flow hedges of joint venture	3.5.2	4,246	1,725	-	-
Income tax effects		392	1,429	4	-
Transactions to be reclassified to profit or loss in subsequent periods - net of income tax (loss)		2,678	(3,991)	(16)	-
Transactions not to be reclassified to profit or loss in subsequent periods					
Actuarial loss		-	(1,659)	-	-
Income tax effects		-	332	-	-
Transactions not to be reclassified to profit or loss in subsequent periods - net of income tax (loss)		-	(1,327)	-	-
Other comprehensive income for the period (loss)		2,678	(5,318)	(16)	-
Total comprehensive income for the period		1,798,277	1,758,397	112,834	67,964
Profits attributable to					
Equity holders of the Company		1,795,491	1,763,627	112,850	67,964
Non-controlling interests of the subsidiaries		108	88		
		1,795,599	1,763,715		
Total comprehensive income attributable to					
Equity holders of the Company		1,798,169	1,758,309	112,834	67,964
Non-controlling interests of the subsidiaries		108	88		
		1,798,277	1,758,397		
Earnings per share of equity holders of the Company					
Basic earnings per share (Baht per share)		2.24	2.20	0.14	0.08

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries**Cash flow statement****For the three-month period ended 31 March 2022**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from operating activities				
Profit from operations before income tax	2,234,794	2,203,846	141,703	85,927
Adjustments to reconcile profit from operations before income tax to net cash provided by (paid from) operating activities				
Depreciation and amortisation	131,210	154,126	26,219	28,132
Expected credit loss	528,256	1,269,730	1,038	2,282
Share of profit from investment accounted for under equity method	(13,388)	(13,155)	-	-
Allowance for impairment of properties foreclosed (reversal)	(255)	9	-	-
Gain on disposal of investments in securities	(46)	(31,391)	-	-
Unrealised (gain) loss on foreign exchange transactions and trading derivatives	5,019	4,182	6,874	(33,102)
(Gain) loss on financial instruments measured at fair value through profit or loss	31,401	(211,581)	29,559	20,452
Gain on disposal of equipment and intangible assets	(666)	-	-	-
Gain on write-off of equipment and intangible assets	-	(31)	-	-
Gain on disposal of properties foreclosed	(14,153)	(7,671)	-	-
Employee benefit expenses (income)	21,168	1,220	(53)	5,166
(Increase) decrease in accrued income	(6,309)	12,148	1,250	4,948
Increase in accrued expenses	445,705	418,601	53,515	181,841
Net interest income	(3,061,275)	(3,110,297)	(8,076)	(9,464)
Dividend income	(33,251)	(37,417)	-	-
Cash received on interest income	3,580,386	3,750,342	14,311	15,057
Cash paid on interest expenses	(386,919)	(628,787)	(14,686)	(6,983)
Cash received on dividend income	32,051	26,187	4,590,530	3,844,954
Cash paid on income tax	(92,016)	(91,669)	(16,900)	(16,841)
Profit from operating activities before changes in operating assets and liabilities	3,401,712	3,708,392	4,825,284	4,122,369
Operating assets (increase) decrease				
Interbank and money market items	(2,023,393)	1,485,118	(3,462)	(3,744)
Loans to customers	(1,373,390)	3,271,620	(230,000)	(540,000)
Securities and derivatives business receivables	304,393	(178,842)	-	-
Receivables from clearing house	(9,790)	(990,721)	-	-
Properties foreclosed	33,186	(1,664)	-	-
Other assets	29,524	77,590	4,512	11,766

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries**Cash flow statement (continued)****For the three-month period ended 31 March 2022**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Operating liabilities increase (decrease)				
Deposits	4,893,034	(5,321,357)	-	-
Interbank and money market items	(259,336)	(670,510)	(565,000)	(2,880,000)
Liabilities payable on demand	(54,510)	(893,309)	-	-
Securities and derivatives business payables	(295,199)	1,442,988	-	-
Short-term debts issued and borrowings	(3,315,000)	(2,949,000)	(3,315,000)	(629,000)
Payables to clearing house	370	(273,235)	-	-
Provision for long-term employee benefits	(7,994)	(5,697)	(597)	(902)
Other liabilities	(346,364)	(486,363)	(100,352)	(74,724)
Net cash flows from (used in) operating activities	977,243	(1,784,990)	615,385	5,765
Cash flows from investing activities				
Cash paid for purchase of investments in securities	(4,682,666)	(4,444,952)	(604,836)	-
Cash received from disposal of investments in securities	4,215,949	6,219,720	-	-
Cash paid for purchase of equipment	(22,219)	(15,410)	(7,252)	(4,247)
Cash paid for purchase of intangible assets	(3,296)	(3,439)	(3,054)	(1,445)
Cash received from disposal of equipment	675	48	-	-
Cash paid for acquisition of investments in subsidiaries	-	-	(100)	-
Net cash flows from (used in) investing activities	(491,557)	1,755,967	(615,242)	(5,692)
Cash flows from financing activities				
Cash received from issuance of long-term debentures	2,800,000	-	-	-
Cash paid for redemption of long-term debentures	(3,220,000)	-	-	-
Cash paid on lease liabilities	(74,627)	(65,794)	(73)	(73)
Dividend paid	-	-	-	-
Net cash flows used in financing activities	(494,627)	(65,794)	(73)	(73)
Net increase (decrease) in cash	(8,941)	(94,817)	70	-
Cash at beginning of the period	1,103,425	1,220,207	-	70
Cash at end of the period	1,094,484	1,125,390	70	70
	-	-	-	-
Supplemental cash flows information				
Non-cash transactions				
Right-of-use assets	53,809	742	-	-
Transfer-in of properties foreclosed in settlement of loans to customers	474,051	389,138	-	-

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries

Statement of changes in equity

For the three-month period ended 31 March 2022

(Unit: Thousand Baht)

Consolidated financial statements																	
Equity attributable to equity holders of the Company																	
Other components of equity																	
	Issued and paid-up		Share premium on ordinary shares	Surplus on changes in value of investments measured at fair value through other comprehensive income		Surplus on revaluation of assets		Share of other comprehensive income of joint venture		Adjustment from business combination of entities under common control under holding restructuring plan		Total	Retained earnings		Total equity attributable to equity holders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total
	Preference shares	Ordinary shares		income	of assets	joint venture	of assets	joint venture	Appropriated	Unappropriated							
Balance as at 1 January 2021	99	8,006,456	1,018,408	5,871	1,157,138	(4,358)	679,266	1,837,917	801,000	27,795,056	39,458,936	3,143	39,462,079				
Profit for the period	-	-	-	-	-	-	-	-	-	1,763,627	1,763,627	88	1,763,715				
Other comprehensive income for the period (loss)	-	-	-	(5,716)	-	1,725	-	(3,991)	-	(1,327)	(5,318)	-	(5,318)				
Total comprehensive income for the period (loss)	-	-	-	(5,716)	-	1,725	-	(3,991)	-	1,762,300	1,758,309	88	1,758,397				
Transfer surplus on revaluation of assets to retained earnings	-	-	-	-	(900)	-	-	(900)	-	1,097	197	-	197				
Balance as at 31 March 2021	99	8,006,456	1,018,408	155	1,156,238	(2,633)	679,266	1,833,026	801,000	29,558,453	41,217,442	3,231	41,220,673				
Balance as at 1 January 2022	99	8,006,456	1,018,408	2,205	1,153,487	(6,870)	679,266	1,828,088	801,000	29,543,039	41,197,090	3,293	41,200,383				
Profit for the period	-	-	-	-	-	-	-	-	-	1,795,491	1,795,491	108	1,795,599				
Other comprehensive income for the period (loss)	-	-	-	(1,568)	-	4,246	-	2,678	-	-	2,678	-	2,678				
Total comprehensive income for the period (loss)	-	-	-	(1,568)	-	4,246	-	2,678	-	1,795,491	1,798,169	108	1,798,277				
Transfer surplus on revaluation of assets to retained earnings	-	-	-	-	(899)	-	-	(899)	-	1,096	197	-	197				
Decrease in non-controlling interests of the subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(100)	(100)				
Balance as at 31 March 2022	99	8,006,456	1,018,408	637	1,152,588	(2,624)	679,266	1,829,867	801,000	31,339,626	42,995,456	3,301	42,998,757				

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

(Unaudited but reviewed)

TISCO Financial Group Public Company Limited and its subsidiaries

Statement of changes in equity (continued)

For the three-month period ended 31 March 2022

(Unit: Thousand Baht)

	Separate financial statements									
					Other components of equity					
	Issued and paid-up		Share premium		Surplus (deficit) on changes in value of investments measured at fair value through other comprehensive income	Surplus on revaluation of assets	Total	Retained earnings		Total
	Preference shares	Ordinary shares	Preference shares	Ordinary shares				Appropriated	Unappropriated	
Balance as at 1 January 2021	99	8,006,456	87	7,031,436	(1,229)	305,659	304,430	801,000	6,972,541	23,116,049
Profit for the period	-	-	-	-	-	-	-	-	67,964	67,964
Other comprehensive income for the period (loss)	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	-	67,964	67,964
Transfer surplus on revaluation of assets to retained earnings	-	-	-	-	-	(166)	(166)	-	207	41
Balance as at 31 March 2021	99	8,006,456	87	7,031,436	(1,229)	305,493	304,264	801,000	7,040,712	23,184,054
Balance as at 1 January 2022	99	8,006,456	87	7,031,436	2,457	304,985	307,442	801,000	6,673,994	22,820,514
Profit for the period	-	-	-	-	-	-	-	-	112,850	112,850
Other comprehensive income for the period (loss)	-	-	-	-	(16)	-	(16)	-	-	(16)
Total comprehensive income for the period (loss)	-	-	-	-	(16)	-	(16)	-	112,850	112,834
Transfer surplus on revaluation of assets to retained earnings	-	-	-	-	-	(166)	(166)	-	207	41
Balance as at 31 March 2022	99	8,006,456	87	7,031,436	2,441	304,819	307,260	801,000	6,787,051	22,933,389

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

TISCO Financial Group Public Company Limited and its subsidiaries

Notes to interim consolidated financial statements

For the three-month period ended 31 March 2022

1. Basis for preparation and presentation of financial statements and significant accounting policies

1.1 Basis for preparation of interim financial information

This interim financial information is prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting and with reference to the regulations stipulated by the Bank of Thailand (“BOT”), with the Company choosing to present condensed interim financial information. However, the Group has presented the statements of financial position, comprehensive income, changes in equity and cash flows in the same format as that used for the annual financial statements, and their presentation has been made in compliance with the BOT’s Notification No. Sor Nor Sor. 21/2561 regarding “Preparation and Announcement of Financial Statements of Commercial Banks and Parent Companies of Financial Holding Groups”, dated 31 October 2018.

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

The interim financial information in Thai language is the official statutory financial statements of the Company. The interim financial information in English language has been translated from the Thai language interim financial information.

1.2 Coronavirus disease 2019 pandemic

The Coronavirus disease 2019 pandemic is impacting various businesses and industries both directly and indirectly. This situation could create uncertainties and may be impacting the operating results and cash flows in the future. However, the Group’s management has continuously monitored ongoing developments and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and has used estimates and judgement in various matters in order to continuously assess the impact as the situation evolves.

1.3 Basis for preparation of interim consolidated financial statements

The basis of interim consolidation is the same as that for the consolidated financial statements for the year ended 31 December 2021 with no change in the composition of the subsidiaries during the current period.

1.4 Separate financial statements

The Company prepares the separate financial statements which present investments in subsidiaries and joint venture under the cost method.

1.5 New financial reporting standards

1.5.1 Financial reporting standards that became effective in the current period

The revised financial reporting standards which are effective for fiscal year beginning on or after 1 January 2022 do not have any significant impact on the Group's financial statements.

1.5.2 Accounting guidance that became effective in the current period

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 BOT. The accounting guidance is applicable for provisions of assistance to such debtors made during the period from 1 January 2022 to 31 December 2023 or until the BOT makes changes.

Under this accounting guidance, the Group may elect to adopt accounting treatments consistent with the circular of the BOT No. BOT.RPD2.C.802/2564 dated 3 September 2021 "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:

1. Debt restructuring for the purpose of reducing the debt burden of debtors that involves more than just a payment timeline extension. For this type of debt restructuring, the Group may elect to apply the temporary relief measures relating to staging assessment and setting aside of provisions (Assistance type 1), whereby:
 - Loans that are not yet non-performing (Non-NPL) are classified as loans with no significant increase in credit risk (Performing or Stage 1), provided that the payment terms and conditions are clearly stated in the debt restructuring agreement and the debtor is considered able to comply with the debt restructuring agreement.

- Non-performing loans (NPL) are classified as performing loans or Stage 1 if the debtor is able to make payment in accordance with the debt restructuring agreement for 3 consecutive months or installments, whichever is the longer period.
 - Additional loans provided to a debtor for use as additional working capital or to increase liquidity to enable the debtor to continue its business operations during the debt restructuring are classified as performing loans or Stage 1 if the debtor is considered able to comply with the debt restructuring agreement.
 - Loans are classified as loans with significant increase in credit risk (Under-performing or Stage 2) only when principal or interest payments are more than 30 days past due or 1 month past due, counting from the due date.
 - A new effective interest rate is applied to determine the present value of loans that have been restructured if the debt restructuring causes the existing effective interest rate to no longer reflect the estimated cash inflows from the loan.
2. Debt restructuring involving only a payment timeline extension, e.g. an extension of payment period, a provision of grace period on principal and/or interest payments, a conversion of short-term debts into long-term debts. For this type of debt restructuring, the Group is required to perform staging assessment and set aside provisions in accordance with the relevant financial reporting standards (Assistance type 2). However, the Group may elect to adopt treatments regarding significant increase in credit risk according to the appendix to the circular of the BOT No. BOT.RPD2.C. 802/2564 to assess whether a debtor is to move to under-performing stage or Stage 2.

For both types of assistance, the Group may determine expected credit loss based on the outstanding balance of the drawn down portion only.

During the three-month period ended 31 March 2022, the Group provided both types of assistance to debtors. However, it has elected to comply with the staging assessment and the setting aside of provisions in accordance with the relevant financial reporting standards, and has only adopted treatments regarding significant increase in credit risk according to the appendix to the circular of the BOT as mentioned above to assess whether a debtor is to move to under-performing stage or Stage 2 only for some types of loans.

1.6 Significant accounting policies

The interim financial information is prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2021.

2. General information

2.1 The Company's information

TISCO Financial Group Public Company Limited (“the Company”) is a holding company and is the parent company of TISCO Group. Its registered address is 48/49 TISCO Tower, 21st Floor, North Sathorn Road, Silom, Bangrak, Bangkok.

2.2 Related party transactions

Related parties comprise individuals or enterprises that control, or are controlled by, the Company, whether directly or indirectly, or which are under common control with the Company. They also include associated companies, individuals or enterprises which directly or indirectly own a voting interest in the Company that gives them significant influence over the Company, key management personnel, directors and officers with authority in the planning and direction of the Company's operations.

The Company has significant business transactions with related parties. These transactions have been concluded on commercial terms and bases agreed upon in the ordinary course of business between the Company and those related parties, which are in reference to the terms and price as charged to other customers.

3. Supplemental information

3.1 Interbank and money market items (assets)

As at 31 March 2022 and 31 December 2021, interbank and money market items include securities purchases under resale agreements according to private repurchase transactions made by the subsidiary company operating a banking business, with the securities received under the resale agreements being used as collateral, as detailed below.

	(Unit: Thousand Baht)	
	Securities purchased under resale agreements according to private repurchase transactions as at	
	31 March 2022	31 December 2021
Commercial banks	19,300,000	11,200,000
Specialised Financial Institutions	10,400,000	16,000,000

Fair value of securities received as collateral is as follows:

	(Unit: Thousand Baht)	
	Fair value of securities received as collateral as at	
	31 March 2022	31 December 2021
Commercial banks	19,254,100	11,332,000
Specialised Financial Institutions	10,490,900	16,162,500

(Unaudited but reviewed)

As at 31 March 2022 and 31 December 2021, interbank and money market items include insurance premiums received by the Group from the insured, amounting to Baht 312 million and Baht 353 million, respectively, that the Group has to remit to insurance companies. The Group cannot use, exploit, or deduct any expenses from these premiums, as specified in the broker appointment contract.

3.2 Financial assets measured at fair value through profit or loss

(Unit: Thousand Baht)

Investments	Consolidated financial statements as at			
	31 March 2022		31 December 2021	
	Cost	Fair value	Cost	Fair value
Others				
Domestic marketable equity instruments	93,088	182,309	93,088	183,023
Foreign marketable equity instruments	293,082	236,780	293,082	241,448
Domestic non-marketable equity instruments	231,289	790,261	231,289	790,261
Other securities - domestic unit trusts	54,856	57,819	54,856	58,947
Other securities - foreign unit trusts	803,120	775,608	803,120	807,373
	<u>1,475,435</u>	<u>2,042,777</u>	<u>1,475,435</u>	<u>2,081,052</u>
Add: Allowance for changes in value	567,342		605,617	
Total	<u>2,042,777</u>		<u>2,081,052</u>	

(Unit: Thousand Baht)

Investments	Separate financial statements as at			
	31 March 2022		31 December 2021	
	Cost	Fair value	Cost	Fair value
Others				
Foreign marketable equity instruments	293,082	236,780	293,082	241,448
Other securities - foreign unit trusts	803,120	775,608	803,120	807,373
	<u>1,096,202</u>	<u>1,012,388</u>	<u>1,096,202</u>	<u>1,048,821</u>
Add: Allowance for changes in value	(83,814)		(47,381)	
Total	<u>1,012,388</u>		<u>1,048,821</u>	

3.3 Derivatives assets/derivatives liabilities

The subsidiary operating a banking business entered into foreign exchange contracts to manage the risk associated with financial assets, as follows:

(Unit: Thousand Baht)

Type of risks	Consolidated financial statements as at					
	31 March 2022			31 December 2021		
	Fair value		Notional amount	Fair value		Notional amount
Assets	Liabilities	Assets		Liabilities		
Exchange rate	3,604	-	1,613,807	-	3,385	1,512,926
Total	3,604	-	1,613,807	-	3,385	1,512,926

All counterparties of these derivatives transactions are financial institutions.

3.4 Investments

3.4.1 Investments classified by type of investments

As at 31 March 2022 and 31 December 2021, investments classified by type of investments are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements as at			
	31 March 2022		31 December 2021	
	Amortised cost	Fair value	Amortised cost	Fair value
Investments in debt instruments measured at fair value through other comprehensive income				
Government and state enterprise securities	8,130,218	8,127,896	7,816,804	7,816,118
Private sector debt securities	553,466	356,566	423,121	226,641
	8,683,684	8,484,462	8,239,925	8,042,759
Less: Allowance for changes in value	(199,222)		(197,166)	
Total	8,484,462		8,042,759	
Allowance for expected credit loss	200,018		199,921	
Investments in debt instruments measured at amortised cost				
Investments in receivables	8,907		11,958	
Less: Allowance for expected credit loss	(8,907)		(11,958)	
Total	-		-	
Total investments	8,484,462		8,042,759	

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate financial statements as at			
	31 March 2022		31 December 2021	
	Amortised cost	Fair value	Amortised cost	Fair value
Investments in debt instruments measured at fair value through other comprehensive income				
Government and state enterprise securities	604,836	604,816	-	-
Private sector debt securities	371,662	202,271	371,662	202,271
	976,498	807,087	371,662	202,271
Less: Allowance for changes in value	(169,411)		(169,391)	
Total investments	807,087		202,271	
Allowance for expected credit loss	172,461		172,461	

3.4.2 Investments subject to restrictions

(Unit: Million Baht)

Type of investments	Consolidated financial statements as at		Type of restrictions
	31 March 2022	31 December 2021	
Government debt securities	2	2	Pledge for electricity usage

3.4.3 Investments in companies with weak financial positions and poor operating results

As at 31 March 2022 and 31 December 2021, investments in securities of the Group include investments in securities issued by companies with weak financial positions and poor operating results as follows:

(Unit: Thousand Baht)

	Consolidated financial statements as at					
	31 March 2022			31 December 2021		
	Cost	Fair value	Allowance for expected credit loss	Cost	Fair value	Allowance for expected credit loss
Companies having problems with debt repayment or in default	423,121	226,641	199,921	423,121	226,641	199,921

(Unit: Thousand Baht)

	Separate financial statements as at					
	31 March 2022			31 December 2021		
	Cost	Fair value	Allowance for expected credit loss	Cost	Fair value	Allowance for expected credit loss
Companies having problems with debt repayment or in default	371,662	202,271	172,461	371,662	202,271	172,461

3.5 Investments in subsidiaries and joint venture

(Unit: Thousand Baht)

	Consolidated financial statements as at		Separate financial statements as at	
	31 March	31 December	31 March	31 December
	2022	2021	2022	2021
Investments in subsidiaries	-	-	19,995,999	19,995,899
Investment in joint venture	827,264	809,629	73,245	73,245
	<u>827,264</u>	<u>809,629</u>	<u>20,069,244</u>	<u>20,069,144</u>

3.5.1 Investments in subsidiaries

(Unit: Thousand Baht)

Company's name	Type of investments	Separate financial statements					
		Percentage of holding as at		Investment value - cost method as at		Dividend received for the three-month periods ended	
		31	31	31	31	31	31
		March	December	March	December	March	March
		2022	2021	2022	2021	2022	2021
		(%)	(%)				
<u>Subsidiaries directly held by the Company</u>							
TISCO Bank Public Company Limited	Ordinary shares	99.99	99.99	17,641,310	17,641,210	-	-
TISCO Securities Co., Ltd.	Ordinary shares	99.99	99.99	1,075,065	1,075,065	-	-
TISCO Asset Management Co., Ltd.	Ordinary shares	99.99	99.99	110,075	110,075	-	-
Hi-Way Co., Ltd.	Preference shares	99.99	99.99	2,866	2,866	-	-
	Ordinary shares	99.99	99.99	770,053	770,053	-	-
TISCO Information Technology Co., Ltd.	Ordinary shares	99.99	99.99	22,117	22,117	-	-
TISCO Insurance Solution Co., Ltd.	Ordinary shares	99.99	99.99	136,655	136,655	-	-
Primus Leasing Co., Ltd (In the process of liquidation)	Ordinary shares	99.99	99.99	141,521	141,521	-	-
TISCO Learning Center Co., Ltd.	Ordinary shares	99.99	99.99	5,000	5,000	-	-
All-Ways Co., Ltd.	Ordinary shares	99.99	99.99	200,000	200,000	-	-
				<u>20,104,662</u>	<u>20,104,562</u>	<u>-</u>	<u>-</u>
Less: Allowance for impairment				<u>(108,663)</u>	<u>(108,663)</u>		
Investments in subsidiaries - net				<u>19,995,999</u>	<u>19,995,899</u>		

3.5.2 Investments in joint venture

a) Details of investments in joint venture

Investments in joint venture (TISCO Tokyo Leasing Co., Ltd., which is engaged in leasing business) represent investments in ordinary shares of an entity which is jointly controlled by the Company and another company. Details of this investment are as follows:

(Unit: Thousand Baht)

Jointly controlled entity	Consolidated financial statements					
	Shareholding percentage		Cost		Carrying amounts based on equity method	
	as at		as at		as at	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021	31 March 2022	31 December 2021
	(%)	(%)				
TISCO Tokyo Leasing Co., Ltd.	49.00	49.00	73,245	73,245	827,264	809,629

(Unit: Thousand Baht)

Jointly controlled entity	Separate financial statements			
	Shareholding percentage		Cost	
	as at		as at	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
	(%)	(%)		
TISCO Tokyo Leasing Co., Ltd.	49.00	49.00	73,245	73,245

b) Share of comprehensive income and dividend received

During the periods, the Company recognised its share of comprehensive income from investments in joint venture in the consolidated financial statements and recognised dividend income in the separate financial statements as follows:

(Unit: Thousand Baht)

Jointly controlled entity	Consolidated financial statements				Separate financial statements	
	Share of profit from investments in joint venture for the three-month periods ended 31 March		Share of other comprehensive income from investments in joint venture for the three-month periods ended 31 March		Dividend received for the three-month periods ended 31 March	
	2022	2021	2022	2021	2022	2021
	TISCO Tokyo Leasing Co., Ltd.	13,388	13,155	4,246	1,725	-

(Unaudited but reviewed)

3.6 Loans to customers and accrued interest receivables

3.6.1 Classified by type of loans to customers

(Unit: Thousand Baht)

	Consolidated financial statements as at	
	31 March	31 December
	2022	2021
Loans to customers		
Overdrafts	12,464	25,102
Loans	90,886,583	89,379,736
Hire purchase receivables	129,912,446	131,006,116
Finance lease receivables	-	8,544
Less: Deferred revenue	(17,258,808)	(17,469,825)
Total loans to customers	203,552,685	202,949,673
Add: Accrued interest receivables and undue interest income	1,657,988	1,712,501
Total loans to customers and accrued interest receivables	205,210,673	204,662,174
Less: Allowance for expected credit loss	(11,497,213)	(11,740,174)
Loans to customers and accrued interest receivables - net	193,713,460	192,922,000

(Unit: Thousand Baht)

	Separate financial statements as at	
	31 March	31 December
	2022	2021
Loans to customers		
Loans	3,540,000	3,310,000
Less: Allowance for expected credit loss	(4,602)	(4,303)
Loans to customers and accrued interest receivables - net	3,535,398	3,305,697

3.6.2 Classified by loan classification

(Unit: Thousand Baht)

	Consolidated financial statements as at		Separate financial statements as at	
	31 March	31 December	31 March	31 December
	2022	2021	2022	2021
Loans to customers and accrued interest receivables				
Loans of the subsidiary				
operating a banking business	198,769,751	198,881,036	-	-
Loans of other subsidiaries	6,440,922	6,346,138	-	-
Loans of the Company	3,540,000	3,310,000	3,540,000	3,310,000
Less: Elimination	(3,540,000)	(3,875,000)	-	-
Total	205,210,673	204,662,174	3,540,000	3,310,000

3.6.2.1 Classified by loan classification of the subsidiary operating a banking business

(Unit: Thousand Baht)

	As at			
	31 March 2022		31 December 2021	
	Loans to customers and accrued interest receivables	Allowance for expected credit loss	Loans to customers and accrued interest receivables	Allowance for expected credit loss
Financial assets with no significant increase in credit risk (Performing)	174,142,853	6,474,767	172,789,920	6,357,689
Financial assets with significant increase in credit risk (Under-performing)	20,672,733	2,811,477	21,555,713	3,002,574
Financial assets that are credit-impaired (Non-performing)	3,954,165	1,185,432	4,535,403	1,305,933
Total	198,769,751	10,471,676	198,881,036	10,666,196

(Unaudited but reviewed)

3.6.2.2 Classified by loan classification of other subsidiaries

(Unit: Thousand Baht)

	As at			
	31 March 2022		31 December 2021	
	Loans to customers and accrued interest receivables	Allowance for expected credit loss	Loans to customers and accrued interest receivables	Allowance for expected credit loss
Financial assets with no significant increase in credit risk (Performing)	4,624,982	332,400	4,443,903	345,613
Financial assets with significant increase in credit risk (Under-performing)	1,088,902	305,060	1,153,222	316,821
Financial assets that are credit-impaired (Non-performing)	727,038	388,077	749,013	414,407
Total	6,440,922	1,025,537	6,346,138	1,076,841

3.6.2.3 Classified by loan classification of the Company

(Unit: Thousand Baht)

	As at			
	31 March 2022		31 December 2021	
	Loans to customers and accrued interest receivables	Allowance for expected credit loss	Loans to customers and accrued interest receivables	Allowance for expected credit loss
Financial assets with no significant increase in credit risk (Performing)	3,540,000	4,602	3,310,000	4,303
Financial assets with significant increase in credit risk (Under-performing)	-	-	-	-
Financial assets that are credit-impaired (Non-performing)	-	-	-	-
Total	3,540,000	4,602	3,310,000	4,303

During the period of 2022, the Group entered into the scheme to provide additional assistance to affected debtors in accordance with the circular of the BOT No. BOT.RPD2.C. 802/2564 "Guidelines regarding the provision of financial assistance to debtors affected by COVID-19 (sustainable debt resolution)".

As at 31 March 2022, the Group's outstanding loan balance under the relief measures totalled Baht 14,273 million. The balance consists of the debtors under principal holiday scheme (still subject to payments of interest) or installment reduction (subject to partial payments of principal and interest), and the debtors receiving other forms of debt relief.

3.6.3 Classified by loan classification and type of debtors

As at 31 March 2022 and 31 December 2021, loans to customers of the subsidiary operating a banking business classified by loan classification and type of debtors are as follows:

(Unit: Million Baht)

	As at 31 March 2022							
	Hire purchase receivables		Loan against auto license receivables		Other loans		Total	
	Loans to customers and accrued interest receivables	Allowance for expected credit loss	Loans to customers and accrued interest receivables	Allowance for expected credit loss	Loans to customers and accrued interest receivables	Allowance for expected credit loss	Loans to customers and accrued interest receivables	Allowance for expected credit loss
Financial assets with no significant increase in credit risk (Performing)	93,598	3,280	21,929	976	58,616	2,219	174,143	6,475
Financial assets with significant increase in credit risk (Under-performing)	13,228	1,548	4,513	488	2,932	775	20,673	2,811
Financial assets that are credit-impaired (Non-performing)	1,868	545	745	264	1,341	377	3,954	1,186
Total	108,694	5,373	27,187	1,728	62,889	3,371	198,770	10,472

(Unit: Million Baht)

	As at 31 December 2021							
	Hire purchase receivables		Loan against auto license receivables		Other loans		Total	
	Loans to customers and accrued interest receivables	Allowance for expected credit loss	Loans to customers and accrued interest receivables	Allowance for expected credit loss	Loans to customers and accrued interest receivables	Allowance for expected credit loss	Loans to customers and accrued interest receivables	Allowance for expected credit loss
Financial assets with no significant increase in credit risk (Performing)	93,381	3,181	21,340	918	58,069	2,259	172,790	6,358
Financial assets with significant increase in credit risk (Under-performing)	14,085	1,642	4,481	543	2,990	817	21,556	3,002
Financial assets that are credit-impaired (Non-performing)	2,217	634	885	301	1,433	371	4,535	1,306
Total	109,683	5,457	26,706	1,762	62,492	3,447	198,881	10,666

3.6.4 Hire purchase receivables

As at 31 March 2022, receivables of the subsidiaries under hire purchase agreements amount to Baht 113,868 million (31 December 2021: Baht 114,797 million) and mostly comprise hire purchase agreements for cars. The terms of the agreements are generally between 1 to 8 years, and under most agreements interest is charged at a fixed rate as specified in agreements.

(Unit: Million Baht)

Consolidated financial statements as at 31 March 2022					
Amounts of installments due under the long-term lease agreements					
	Not over 1 year	Over 1 year but not over 5 years	Over 5 years	Financial assets that are credit-impaired	Total
Gross investment in the agreements	40,682	77,891	4,404	6,935	129,912
Less: Deferred revenue ⁽¹⁾	(5,215)	(6,856)	(167)	(4,602)	(16,840)
Present value of minimum lease payment from agreements	35,467	71,035	4,237	2,333	113,072
Accrued interest receivables	652	-	-	144	796
Total	36,119	71,035	4,237	2,477	113,868
Allowance for expected credit loss					(6,227)
Net hire purchase receivables					107,641

(1) Net of deferred commissions and direct expenses incurred at the initiation of hire purchase.

(Unit: Million Baht)

Consolidated financial statements as at 31 December 2021					
Amounts of installments due under the long-term lease agreements					
	Not over 1 year	Over 1 year but not over 5 years	Over 5 years	Financial assets that are credit-impaired	Total
Gross investment in the agreements	40,660	77,865	5,250	7,240	131,015
Less: Deferred revenue ⁽¹⁾	(5,382)	(6,933)	(195)	(4,547)	(17,057)
Present value of minimum lease payment from agreements	35,278	70,932	5,055	2,693	113,958
Accrued interest receivables	676	-	-	163	839
Total	35,954	70,932	5,055	2,856	114,797
Allowance for expected credit loss					(6,362)
Net hire purchase and finance lease receivables					108,435

(1) Net of deferred commissions and direct expenses incurred at the initiation of hire purchase.

3.6.5 Troubled debt restructuring of the subsidiary operating a banking business

As at 31 March 2022 and 31 December 2021, the subsidiary operating a banking business has outstanding balances with troubled debt restructuring debtors as follows:

	As at			
	31 March 2022		31 December 2021	
	Number of debtors	Outstanding balances (Million Baht)	Number of debtors	Outstanding balances (Million Baht)
Balances of restructured debts	2,337	1,144	4,586	1,812

3.7 Allowance for expected credit loss

As at 31 March 2022, the Group has allowance for expected credit loss classified by type of financial assets as follows:

(Unit: Thousand Baht)

	Consolidated financial statements				
	For the three-month period ended 31 March 2022				
	Financial assets with no significant increase in credit risk	Financial assets with significant increase in credit risk	Financial assets that are credit-impaired	Financial assets applying a simplified approach	Total
Interbank and money market items (assets)					
Balance - beginning of period	435	-	-	-	435
Changes from revaluation of allowance for credit loss	241	-	-	-	241
Balance - end of period	676	-	-	-	676
Investments in debt instruments measured at fair value through other comprehensive income					
Balance - beginning of period	-	-	199,921	-	199,921
New financial assets purchased or acquired	97	-	-	-	97
Balance - end of period	97	-	199,921	-	200,018

(Unit: Thousand Baht)

Consolidated financial statements					
For the three-month period ended 31 March 2022					
	Financial assets with no significant increase in credit risk	Financial assets with significant increase in credit risk	Financial assets that are credit- impaired	Financial assets applying a simplified approach	Total
Investments in debt instruments					
measured at amortised cost					
Balance - beginning of period	-	-	11,958	-	11,958
Changes from revaluation of allowance for credit loss	-	-	(3,051)	-	(3,051)
Balance - end of period	-	-	8,907	-	8,907
Loans to customers and accrued					
interest receivables					
Balance - beginning of period	6,700,439	3,319,395	1,720,340	-	11,740,174
Changes from transfers among stages	178,295	(236,666)	58,371	-	-
Changes from revaluation of allowance for credit loss	(671,080)	68,994	648,073	-	45,987
New financial assets purchased or acquired	757,002	61,090	3,085	-	821,177
Derecognition	(157,488)	(96,276)	(128,783)	-	(382,547)
Write-off	-	-	(727,578)	-	(727,578)
Balance - end of period	6,807,168	3,116,537	1,573,508	-	11,497,213
Other assets - accrued interest					
receivables on investments					
Balance - beginning of period	-	-	1,825	-	1,825
Changes from revaluation of allowance for credit loss	-	-	826	-	826
Balance - end of period	-	-	2,651	-	2,651
Other assets - other receivables					
Balance - beginning of period	-	-	-	13,295	13,295
Changes from revaluation of allowance for credit loss	-	-	-	2,857	2,857
Derecognition	-	-	-	(1,458)	(1,458)
Write-off	-	-	-	(1,059)	(1,059)
Balance - end of period	-	-	-	13,635	13,635

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements				
For the three-month period ended 31 March 2022				
	Financial assets with no significant increase in credit risk	Financial assets with significant increase in credit risk	Financial assets that are credit-impaired	Total
Interbank and money market items (assets)				
Balance - beginning of period	12	-	-	12
Changes from revaluation of allowance for credit loss	2	-	-	2
Balance - end of period	14	-	-	14
Investments in debt instruments measured at fair value through other comprehensive income				
Balance - beginning of period	-	-	172,461	172,461
Changes from revaluation of allowance for credit loss	-	-	-	-
Balance - end of period	-	-	172,461	172,461
Loans to customers and accrued interest receivables				
Balance - beginning of period	4,303	-	-	4,303
Changes from revaluation of allowance for credit loss	299	-	-	299
Balance - end of period	4,602	-	-	4,602
Other assets - accrued interest receivables on investments				
Balance - beginning of period	-	-	1,629	1,629
Changes from revaluation of allowance for credit loss	-	-	737	737
Balance - end of period	-	-	2,366	2,366

3.8 Classification of assets

3.8.1 Classification of assets under the BOT's guidelines

As at 31 March 2022 and 31 December 2021, classification of financial assets is as follows:

(Unit: Thousand Baht)

Consolidated financial statements as at 31 March 2022					
Financial assets					
	Debt instruments measured at fair value through other comprehensive income			Loans to customers and accrued interest receivables	
	Interbank and money market items	Debt instruments measured at fair value through other comprehensive income	Debt instruments measured at amortised cost		Total
Financial assets with no significant increase in credit risk (Performing)	32,511,348	8,257,821	-	178,767,835	219,537,004
Financial assets with significant increase in credit risk (Under-performing)	-	-	-	21,761,635	21,761,635
Financial assets that are credit-impaired (Non-performing)	-	226,641	8,907	4,681,203	4,916,751
Total	32,511,348	8,484,462	8,907	205,210,673	246,215,390

(Unit: Thousand Baht)

Consolidated financial statements as at 31 December 2021					
Financial assets					
	Debt instruments measured at fair value through other comprehensive income			Loans to customers and accrued interest receivables	
	Interbank and money market items	Debt instruments measured at fair value through other comprehensive income	Debt instruments measured at amortised cost		Total
Financial assets with no significant increase in credit risk (Performing)	30,489,646	7,816,118	-	176,668,823	214,974,587
Financial assets with significant increase in credit risk (Under-performing)	-	-	-	22,708,935	22,708,935
Financial assets that are credit-impaired (Non-performing)	-	226,641	11,958	5,284,416	5,523,015
Total	30,489,646	8,042,759	11,958	204,662,174	243,206,537

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements as at 31 March 2022

	Financial assets				Total
	Interbank and money market items	Debt instruments measured at fair value through other comprehensive income	Debt instruments measured at amortised cost	Loans to customers and accrued interest receivables	
Financial assets with no significant increase in credit risk (Performing)	26,135	604,816	-	3,540,000	4,170,951
Financial assets with significant increase in credit risk (Under-performing)	-	-	-	-	-
Financial assets that are credit-impaired (Non-performing)	-	202,271	-	-	202,271
Total	26,135	807,087	-	3,540,000	4,373,222

(Unit: Thousand Baht)

Separate financial statements as at 31 December 2021

	Financial assets				Total
	Interbank and money market items	Debt instruments measured at fair value through other comprehensive income	Debt instruments measured at amortised cost	Loans to customers and accrued interest receivables	
Financial assets with no significant increase in credit risk (Performing)	22,596	-	-	3,310,000	3,332,596
Financial assets with significant increase in credit risk (Under-performing)	-	-	-	-	-
Financial assets that are credit-impaired (Non-performing)	-	202,271	-	-	202,271
Total	22,596	202,271	-	3,310,000	3,534,867

3.8.2 Loans to customers with weak financial position and poor operating results of the subsidiary operating a banking business

	Number of debtors		Loans to customers and accrued interest receivables				Allowance for expected credit loss provided in the accounts				
	as at		as at		as at		as at				
	31	31	31	31	31	31	31	31			
	March	December	March	December	March	December	March	December			
2022		2021		2022		2021		2022		2021	
				(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)
1. Non-listed companies with similar operating results and financial positions to listed companies vulnerable to delisting from the SET and under rehabilitation	1	1	463	476	292	300	463	476			
2. Non-listed companies with similar operating results and financial positions to listed companies vulnerable to delisting from the SET	9	10	596	641	414	411	41	86			
Total	10	11	1,059	1,117	706	711	504	562			

3.9 Other assets

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	as at		as at	
	31 March	31 December	31 March	31 December
	2022	2021	2022	2021
Receivables from clearing house	406,227	396,437	-	-
Value added tax - net	426,225	340,884	2,395	3,017
Accrued interest receivables	15,925	30,641	-	-
Fee and service receivables	485,926	479,617	119,583	120,833
Refundable income tax and prepaid income tax	998	310	-	-
Deposits	80,924	79,607	90	90
Other receivables	683,088	715,363	128	-
Other assets	349,333	427,904	71,509	75,527
Total other assets	2,448,646	2,470,763	193,705	199,467

3.10 Deposits

(Unit: Thousand Baht)

	Consolidated financial statements as at	
	31 March 2022	31 December 2021
Deposits		
Current accounts	2,206,870	2,162,084
Saving accounts	46,008,795	46,931,704
Fixed accounts		
- not over 6 months	10,469,302	9,021,296
- over 6 months but not over 1 year	21,133,753	23,680,305
- over 1 year	3,048,095	2,189,472
Certificates of deposits/negotiable certificates of deposits	88,568,145	82,557,065
Total	171,434,960	166,541,926

3.11 Debts issued and borrowings

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	as at		as at	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
<u>Domestic borrowings</u>				
Subordinated unsecured debentures	5,640,000	6,640,000	-	-
Unsubordinated unsecured debentures	5,550,000	8,285,000	2,750,000	6,065,000
Bills of exchange	36,122	36,122	-	-
Promissory notes	797	797	-	-
Total	11,226,919	14,961,919	2,750,000	6,065,000

3.11.1 Subordinated unsecured debentures

As at 31 March 2022 and 31 December 2021, the subsidiary operating a banking business has long-term subordinated unsecured debentures with an early redemption right in accordance with the BOT's regulations as follows:

Issued year	Units as at		Face value (Baht per unit)	Balance as at		Maturity in the year	Interest rate
	31 March 2022	31 December 2021		31 March 2022	31 December 2021		
	(Million units)	(Million units)		(Million Baht)	(Million Baht)		
2017	-	1.00	1,000	-	1,000	2027	4.00 percent per annum
2017	0.60	0.60	1,000	600	600	2027	3.70 percent per annum
2019	1.20	1.20	1,000	1,200	1,200	2029	4.00 percent per annum
2019	1.20	1.20	1,000	1,200	1,200	2029	4.00 percent per annum
2020	1.25	1.25	1,000	1,250	1,250	2030	3.50 percent per annum
2020	0.69	0.69	1,000	690	690	2030	3.15 percent per annum
2021	0.70	0.70	1,000	700	700	2031	3.25 percent per annum
Total				5,640	6,640		

3.11.2 Unsubordinated unsecured debentures

As at 31 March 2022 and 31 December 2021, the Group has short-term and long-term unsubordinated unsecured debentures as follows:

Issued year	Type of debentures	Units ⁽¹⁾ as at		Balance as at				Maturity in the year	Interest rate
				Consolidated financial statements		Separate financial statements			
		31 March 2022	31 December 2021	31 March 2022	31 December 2021	31 March 2022	31 December 2021		
		(Million units)	(Million units)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)		
2020	Long-term debenture	-	2.22	-	2,220	-	-	2022	1.40 percent per annum
2021	Short-term debenture	-	6.065	-	6,065	-	6,065	2022	0.70 - 0.75 percent per annum
2022	Short-term debenture	2.75	-	2,750	-	2,750	-	2022	0.75 percent per annum
2022	Long-term debenture	2.80	-	2,800	-	-	-	2024	1.25 percent per annum
Total				5,550	8,285	2,750	6,065		

(1) Face value per unit of debentures is Baht 1,000.

3.11.3 Bills of exchange

Bills of exchange comprise bills of exchange that mature at call and bear interest at a fixed rate of 2.50 percent per annum.

(Unaudited but reviewed)

3.12 Provisions

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	as at		as at	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
Allowance for expected credit loss on loan commitments and financial guarantees	2,714	1,527	-	-
Provision for long-term employee benefits	1,740,628	1,727,454	302,962	303,612
Total provisions	1,743,342	1,728,981	302,962	303,612

3.13 Other liabilities

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	as at		as at	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
Payables to clearing house	370	-	-	-
Withholding income tax and other tax payables	241,804	584,678	18,550	118,901
Accrued insurance premium	451,599	525,971	-	-
Deferred income	1,685,609	1,594,563	-	-
Accrued expenses	3,707,015	3,261,310	1,615,317	1,561,802
Suspense creditors	925,370	1,028,283	-	-
Other liabilities	579,685	463,560	95	96
Total other liabilities	7,591,452	7,458,365	1,633,962	1,680,799

The above accrued expenses include accrued bonus expenses which are remunerations paid to employees and management based on annual performance. These accrued bonus expenses include costs of annual bonus that are determined with reference to the Company's share price, paid to employees whose performance impacts the Company's operating results, as an incentive to work effectively and to build loyalty to the Company. This vested bonus is continuously set aside for payment five years later. It is paid in cash and partly determined based on the average daily price of the Company's shares over the period of five years from grant date to settlement date. As of 31 March 2022 and 31 December 2021, the Group has accrued bonus under this scheme amounting to Baht 430 million and Baht 387 million, respectively (Separate financial statements: Baht 193 million and Baht 172 million, respectively) and recognised expenses in profit or loss during the three-month periods ended 31 March 2022 and 2021 amounting to Baht 43 million and Baht 65 million, respectively (Separate financial statements: Baht 21 million and Baht 33 million, respectively).

3.14 Capital funds

The primary objectives of the Group's capital management are to maintain its ability to continue as a going concern and to maintain capital adequacy ratio in accordance with the regulations of the BOT.

The Group maintains capital adequacy ratio in compliance with Basel III principles by implementing capital to risk assets requirement based on Internal Ratings-Based Approach (IRB) for hire purchase receivables, loan against auto license receivables, corporate lending, car inventory financing loans, other commercial loans, equity exposure and other assets.

Regarding Capital funds as at 31 March 2022 and 31 December 2021, the Financial Business Group has allocated the additional reserve from loan classification as part of regulatory capital funds. Such reserve has been allocated to Tier 1 capital and Tier 2 capital based on method under the BOT's regulation.

Capital funds of the Financial Business Group (under Basel III principles) are as follows:

	(Unit: Thousand Baht)	
	As at	
	31 March 2022	31 December 2021
<u>Common Equity Tier I capital</u>		
Issued and paid-up share capital	8,006,456	8,006,456
Premium on share capital	1,018,408	1,018,408
Statutory reserve	801,000	801,000
Net profits after appropriation	21,731,535	21,731,535
Other components of equity	1,829,867	1,828,088
Less: Deductions from Common Equity Tier I items	(957,590)	(964,409)
Total Common Equity Tier I capital	32,429,676	32,421,078
<u>Financial Instrument Tier I capital</u>		
Issued and paid-up share capital - non-cumulative preference shares	99	99
Total Tier I capital	32,429,775	32,421,177
<u>Tier II capital</u>		
Long-term subordinated debentures	5,640,000	6,640,000
Surplus of provision	714,389	705,098
Reserve for loans classified as normal	715,860	714,444
Total Tier II capital	7,070,249	8,059,542
Total capital funds	39,500,024	40,480,719

(Unaudited but reviewed)

(Unit: Percent)

Capital fund ratios	As at			
	31 March 2022		31 December 2021	
	Financial		Financial	
	Business	Requirement	Business	Requirement
	Group	Requirement	Group	Requirement
Common Equity Tier I capital to risk assets	18.39	7.00	18.56	7.00
Tier I capital to risk assets	18.39	8.50	18.56	8.50
Total capital to risk assets	22.40	11.00	23.18	11.00

Capital funds of the TISCO Bank (under Basel III principles) are as follows:

(Unit: Thousand Baht)

	As at	
	31 March	31 December
	2022	2021
<u>Common Equity Tier I capital</u>		
Issued and fully paid-up share capital	9,215,676	9,215,676
Premium on share capital	2,543,024	2,543,024
Statutory reserve	984,000	984,000
Net profits after appropriation	18,463,500	18,463,500
Other components of equity	300,973	302,640
Less: Deductions from Common Equity Tier I items	(137,761)	(137,200)
Total Common Equity Tier I capital	31,369,412	31,371,640
<u>Financial Instrument Tier I capital</u>		
Issued and fully paid-up share capital - non-cumulative preference shares	1	1
Total Tier I capital	31,369,413	31,371,641
<u>Tier II Capital</u>		
Long-term subordinated debentures	5,640,000	6,640,000
Surplus of provision	694,955	685,907
Reserve for loans classified as normal	516,883	515,890
Total Tier II capital	6,851,838	7,841,797
Total capital funds	38,221,251	39,213,438

(Unaudited but reviewed)

(Unit: Percent)

Capital fund ratios	As at			
	31 March 2022		31 December 2021	
	TISCO Bank	Requirement	TISCO Bank	Requirement
Common Equity Tier I capital to risk assets	19.96	7.00	20.16	7.00
Tier I capital to risk assets	19.96	8.50	20.16	8.50
Total capital to risk assets	24.32	11.00	25.20	11.00

To comply with the Notification of the BOT No. Sor Nor Sor. 15/2562 regarding “Public Disclosure of Capital Maintenance for Financial Business Group (No.2)”, the Company has disclosed capital maintenance information of the Financial Business Group as at 31 December 2021 on its website (www.tisco.co.th) in April 2022.

3.15 Interest income

Interest income in the statements of comprehensive income for the three-month periods ended 31 March 2022 and 2021 consisted of the following:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2022	2021	2022	2021
Interbank and money market items	35,030	43,237	77	11
Investments in debt securities	22,294	24,539	1,043	1,578
Loans and overdrafts	1,695,544	1,806,141	14,005	15,057
Hire purchase receivables	1,803,325	1,902,369	-	-
Total interest income	3,556,193	3,776,286	15,125	16,646

Interest income for the three-month periods ended 31 March 2022 and 2021 included interest income on credit-impaired financial assets amounting to Baht 71 million and Baht 95 million, respectively. The subsidiaries fully recognised expected credit loss on such interest income.

3.16 Interest expenses

Interest expenses in the statements of comprehensive income for the three-month periods ended 31 March 2022 and 2021 consisted of the following:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2022	2021	2022	2021
Deposits	307,771	452,754	-	-
Interbank and money market items	5,311	4,981	407	5,009
Contribution fee to the Deposit Protection Agency and the Bank of Thailand	103,749	123,818	-	-
Issued debt securities				
- Subordinated debentures	56,710	61,653	-	-
- Unsubordinated debentures	16,146	17,103	6,639	2,168
Borrowings	225	225	-	-
Others	5,006	5,455	3	5
Total interest expenses	494,918	665,989	7,049	7,182

3.17 Net fee and service income

Net fee and service income in the statements of comprehensive income for the three-month periods ended 31 March 2022 and 2021 consisted of the following:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2022	2021	2022	2021
Fee and service income				
- Acceptance, aval and guarantees	4,430	1,653	-	-
- Insurance service	604,159	533,162	-	-
- Brokerage fee	231,371	238,579	-	-
- Fund management	350,787	342,199	-	-
- Others	216,649	619,444	-	-
Total fee and service income	1,407,396	1,735,037	-	-
Fee and service expenses				
- Information service expenses	(4,669)	(4,527)	-	-
- Others	(124,693)	(187,638)	(2,703)	(5,098)
Total fee and service expenses	(129,362)	(192,165)	(2,703)	(5,098)
Net fee and service income	1,278,034	1,542,872	(2,703)	(5,098)

3.18 Expected credit loss

Expected credit loss and gain or loss from the modification of terms of financial assets in the statements of comprehensive income for the three-month periods ended 31 March 2022 and 2021 consisted of the following:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2022	2021	2022	2021
Expected credit loss				
- Interbank and money market items (reversal)	241	(506)	2	2
- Investments in debt instruments measured at amortised cost (reversal)	(3,051)	(82)	-	-
- Investments in debt instruments measured at fair value through other comprehensive income and accrued interest receivables	923	1,578	737	1,578
- Loans to customers	91,678	839,651	299	702
- Other receivables	340	9,630	-	-
(Gain) loss from the modification of terms				
- Loans to customers	(5,986)	1,706	-	-
Loan commitments and financial guarantees (reversal)	1,187	(9,294)	-	-
Total	85,332	842,683	1,038	2,282

3.19 Income tax expenses

Income tax expenses of the Group for the three-month periods ended 31 March 2022 and 2021 are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2022	2021	2022	2021
Current income tax:				
Income tax expenses for the period	443,838	372,701	37,518	23,275
Deferred tax:				
Deferred tax on temporary differences and reversion of temporary differences	(4,643)	67,430	(8,665)	(5,312)
Income tax expenses reported in the statement of comprehensive income	<u>439,195</u>	<u>440,131</u>	<u>28,853</u>	<u>17,963</u>

A reconciliation between income tax expenses and the product of accounting profit multiplied by the applicable tax rate for the three-month periods ended 31 March 2022 and 2021 is as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2022	2021	2022	2021
Accounting profit before tax	<u>2,234,794</u>	<u>2,203,846</u>	<u>141,703</u>	<u>85,927</u>
Applicable tax rate	20%	20%	20%	20%
Accounting profit before tax multiplied by applicable tax rate	446,959	440,769	28,341	17,185
Income tax effect:				
Tax effect of net tax-exempt income, net disallowed expenses and additional expense deductions allowed	(3,728)	(944)	512	778
Others	(4,036)	306	-	-
Income tax expenses reported in the statement of comprehensive income	<u>439,195</u>	<u>440,131</u>	<u>28,853</u>	<u>17,963</u>
Weighted average tax rate	19.65%	19.97%	20.36%	20.90%

The components of deferred tax assets/liabilities are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements			
	As at		Changes in deferred tax assets/liabilities reported in profit or loss for the three-month periods ended	
	31 March		31 March	
	2022	2021	2022	2021
Allowance for expected credit loss	251,926	260,831	(8,905)	(49,128)
Allowance for impairment of investments	24,321	24,321	-	-
Allowance for impairment of properties foreclosed	2,324	3,274	(950)	(67)
Non-accrual of interest income	5,728	5,728	-	(638)
Depreciation of assets	(59,086)	(62,684)	3,598	2,150
Gain on changes in fair value of investment properties	(4,122)	(4,122)	-	-
Surplus on revaluation of assets	(294,264)	(294,461)	-	-
Surplus on changes in value of investments	(159)	(551)	-	-
Gain on changes in value of investments	(102,403)	(108,683)	6,280	(48,448)
Deferred commissions and direct expenses incurred at the initiation of hire purchase	(165,815)	(192,791)	26,976	50,301
Loss on disposal of properties foreclosed	53,997	68,561	(14,564)	588
Unearned interest income on hire purchase	32,836	42,534	(9,698)	(17,015)
Reduction of subsidiaries' share capital	21,435	21,435	-	-
Accrued expenses	573,030	573,030	-	-
Employee benefit expenses	346,476	343,824	2,652	(903)
Others	78,737	79,483	(746)	(4,270)
Deferred tax assets	764,961	759,729	4,643	(67,430)

As at 31 March 2022 and 31 December 2021, a subsidiary has unused tax loss totalling Baht 75 million and Baht 86 million, respectively, on which deferred tax assets have not been recognised as the subsidiary believes that future taxable profits may not be sufficient to allow utilisation of the tax loss. The unused tax loss will expire by 2023 - 2025.

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate financial statements			
	As at		31 March	
	31 March	31 December	2022	2021
	2022	2021	2022	2021
		Changes in deferred tax assets/liabilities reported in profit or loss for the three-month periods ended		
Allowance for expected credit loss	35,888	35,681	207	456
Allowance for impairment of investments	21,732	21,732	-	-
Depreciation of assets	(40,951)	(43,467)	2,516	(403)
Gain on changes in fair value of investment properties	(92,082)	(92,082)	-	-
Surplus on revaluation of assets	(76,205)	(76,246)	-	-
Surplus on changes in value of investments	(610)	(614)	-	-
Loss on changes in value of investments	28,597	22,684	5,913	4,091
Reduction of subsidiaries' share capital	21,435	21,435	-	-
Accrued expenses	305,033	305,033	-	-
Employee benefit expenses	60,592	60,723	(131)	852
Others	515	355	160	316
Deferred tax assets	263,944	255,234	8,665	5,312

3.20 Related party transactions

During the periods, the Company had significant business transactions with related parties. Such transactions were concluded on bases agreed upon between the Company and those related parties, and there were no significant changes in the relationship with the related parties or in the pricing policies.

(Unaudited but reviewed)

As at 31 March 2022 and 31 December 2021, the balances of accounts between the Company and its related companies are as follows:

	(Unit: Thousand Baht)	
	Consolidated financial statements as at	
	31 March 2022	31 December 2021
<u>Outstanding balances</u>		
Joint venture company		
Deposits	2,094	1,771
Commitments - financial guarantees	7,755	-
Management - departmental managers upward		
Loans ⁽¹⁾	22,021	23,242
Directors and management - departmental managers upward		
Deposits	528,049	628,320
Companies which directors or their related persons have significant influence over		
Deposits	41,712	39,580
Related persons of directors and key management		
Deposits	56,150	70,555

(1) Including employee welfare loans and normal loans

	(Unit: Thousand Baht)	
	Separate financial statements as at	
	31 March 2022	31 December 2021
<u>Outstanding balances</u>		
(Eliminated from the consolidated financial statements)		
Subsidiaries		
Interbank and money market items - net (assets)		
TISCO Bank Public Company Limited	26,123	22,584
Loans to customers		
Hi-way Co., Ltd.	3,540,000	3,310,000
Dividend receivables		
TISCO Bank Public Company Limited	-	1,999,552
TISCO Securities Co., Ltd.	-	650,000
TISCO Asset Management Co., Ltd.	-	999,994
Hi-Way Co., Ltd.	-	471,000
TISCO Insurance Solution Co., Ltd.	-	299,990
TISCO Information Technology Co., Ltd.	-	147,995
TISCO Learning Center Co., Ltd.	-	21,999
Other assets		
TISCO Bank Public Company Limited	120,000	121,375
TISCO Learning Center Co., Ltd.	128	-
Interbank and money market items (liabilities)		
TISCO Bank Public Company Limited	-	565,000
Other liabilities		
TISCO Learning Center Co., Ltd.	410	-
TISCO Bank Public Company Limited	55	-

(Unaudited but reviewed)

The Company has credit line obligations granted to companies in the Group, consisting of TISCO Securities Co., Ltd., TISCO Asset Management Co., Ltd., Hi-Way Co., Ltd., TISCO Information Technology Co., Ltd., TISCO Insurance Solution Co., Ltd. and All-Ways Co., Ltd. As at 31 March 2022, total loan balances for all credit lines granted to all companies in the Group must not exceed Baht 12,000 million (31 December 2021: Baht 12,000 million).

Loans to related companies

As at 31 March 2022 and 31 December 2021, the balances of loans between the Company and its related companies and their movements are as follows:

(Unit: Thousand Baht)

	For the three-month period ended 31 March 2022			Balance - end of period
	Balance - beginning of period	Increase	Decrease	
Subsidiaries				
Loans				
Hi-Way Co., Ltd.	3,310,000	230,000	-	3,540,000

Borrowings from related companies

As at 31 March 2022 and 31 December 2021, the balances of borrowings between the Company and its related companies (Interbank and money market items) and their movements are as follows:

(Unit: Thousand Baht)

	For the three-month period ended 31 March 2022			Balance - end of period
	Balance - beginning of period	Increase	Decrease	
Subsidiaries				
Borrowings				
TISCO Bank Public Company Limited	565,000	-	(565,000)	-

(Unaudited but reviewed)

During the periods, the Company had significant business transactions with related parties. Significant related party transactions are summarised below.

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2022	2021	2022	2021
<u>Transactions occurred during the periods</u>				
Joint venture company				
Other income	2,118	2,049	-	-
Subsidiaries				
Interest income	-	-	14,081	15,069
Risk and financial management fee income, human resources management fee income and office administration fee income	-	-	532,535	526,428
Rental income	-	-	18,608	18,608
Computer system advisory service expenses	-	-	92,500	83,750
Training expenses	-	-	2,502	1,046
Interest expenses	-	-	407	5,010
Other expenses	-	-	527	438

Directors' and key management's benefits

During the three-month periods ended 31 March 2022 and 2021, the Group had short-term benefit expenses and post-employment benefit expenses to its directors and key management as follows:

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2022	2021	2022	2021
	Short-term benefits	86	86	44
Post-employment benefits	16	15	8	8
Total	102	101	52	53

3.21 Segment information

The Group is organised into business units based on its products and services. During the current period, there was no change in the composition of the reporting segments.

Revenue and profit information regarding the Group's operating segments for the three-month periods ended 31 March 2022 and 2021 is as follows:

(Unit: Million Baht)

	For the three-month period ended 31 March 2022						
	Commercial banking and lending business	Securities business	Asset management business	Support business	Total segments	Eliminations	Consolidated financial statements
Revenue:							
External customers	3,826	225	391	(23)	4,419	-	4,419
Inter-segment	240	-	(12)	831	1,059	(1,059)	-
Total revenue	4,066	225	379	808	5,478	(1,059)	4,419
Operating results:							
Net interest income	3,049	3	1	8	3,061	-	3,061
Net fee and service income	915	221	378	285	1,799	(521)	1,278
Other operating income	102	1	-	515	618	(538)	80
Total operating income	4,066	225	379	808	5,478	(1,059)	4,419
Premises and equipment expenses and amortisation	(363)	(20)	(7)	(208)	(598)	262	(336)
Other operating expenses	(1,885)	(128)	(158)	(401)	(2,572)	809	(1,763)
Expected credit loss	(83)	-	-	(1)	(84)	(1)	(85)
Total operating expenses	(2,331)	(148)	(165)	(610)	(3,254)	1,070	(2,184)
Segment profit before income tax expenses	1,735	77	214	198	2,224	11	2,235
Income tax expenses							(439)
Non-controlling interests of the subsidiaries							-
Profit for the period - equity holders of the Company							1,796

(Unaudited but reviewed)

(Unit: Million Baht)

For the three-month period ended 31 March 2021

	Commercial banking and lending business	Securities business	Asset management business	Support business	Total segments	Eliminations	Consolidated financial statements
Revenue:							
External customers	3,953	568	559	21	5,101	-	5,101
Inter-segment	255	2	(36)	797	1,018	(1,018)	-
Total revenue	4,208	570	523	818	6,119	(1,018)	5,101
Operating results:							
Net interest income	3,097	2	1	9	3,109	1	3,110
Net fee and service income	955	312	511	251	2,029	(486)	1,543
Other operating income	156	256	11	558	981	(533)	448
Total operating income	4,208	570	523	818	6,119	(1,018)	5,101
Premises and equipment expenses and amortisation	(384)	(19)	(7)	(198)	(608)	258	(350)
Other operating expenses	(1,597)	(183)	(211)	(485)	(2,476)	772	(1,704)
Expected credit loss	(827)	-	-	(2)	(829)	(14)	(843)
Total operating expenses	(2,808)	(202)	(218)	(685)	(3,913)	1,016	(2,897)
Segment profit before income tax expenses	1,400	368	305	133	2,206	(2)	2,204
Income tax expenses							(440)
Non-controlling interests of the subsidiaries							-
Profit for the period - equity holders of the Company							1,764

(Unaudited but reviewed)

Total assets information regarding the Group's operating segments as at 31 March 2022 and 31 December 2021 is as follows:

(Unit: Million Baht)

As at 31 March 2022							
	Commercial banking and lending business	Securities business	Asset management business	Support business	Total segments	Eliminations	Consolidated financial statements
Segment total assets	238,524	3,270	1,206	28,427	271,427	(24,978)	246,449
Premises and equipment - net	824	12	244	786	1,866	888	2,754

(Unit: Million Baht)

As at 31 December 2021							
	Commercial banking and lending business	Securities business	Asset management business	Support business	Total segments	Eliminations	Consolidated financial statements
Segment total assets	236,092	3,843	2,000	32,304	274,239	(30,617)	243,622
Premises and equipment - net	836	13	244	798	1,891	890	2,781

3.22 Commitments and contingent liabilities

3.22.1 Avals, guarantees and commitments

(Unit: Thousand Baht)

	Consolidated financial statements as at	
	31 March 2022	31 December 2021
Avals to bills	18,311	630
Other guarantees	733,604	525,695
Foreign exchange contracts	1,613,807	1,512,926
Others	1,622,457	1,012,791
Total	3,988,179	3,052,042

3.22.2 Litigation

As at 31 March 2022 and 31 December 2021, the subsidiaries have been sued for compensation totalling approximately Baht 193 million and Baht 176 million, respectively. Final judgements have not yet been reached in respect of these cases. The management of the Group believes that no material loss to the consolidated financial statements will be incurred as a result of the mentioned lawsuits.

3.22.3 Other commitments

The subsidiaries have commitments in relation to computer service agreements, whereby they are to pay both fixed fees and service fees which vary according to the quantity and type of services, as stipulated in the agreements.

3.23 Fair value of financial instruments

As at 31 March 2022 and 31 December 2021, the Group has financial assets and liabilities that are measured at fair value using different levels of inputs as follows:

(Unit: Million Baht)					
Consolidated financial statements					
As at 31 March 2022					
Book value	Fair value				Total
	Level 1	Level 2	Level 3		
<u>Financial assets measured at fair value</u>					
Financial assets measured at fair value through profit for loss					
Equity securities	1,209	419	-	790	1,209
Unit trusts	834	776	58	-	834
Derivatives					
Foreign exchange contracts	4	-	4	-	4
Investments - debt securities	8,484	-	8,257	227	8,484
(Unit: Million Baht)					
Consolidated financial statements					
As at 31 December 2021					
Book value	Fair value				Total
	Level 1	Level 2	Level 3		
<u>Financial assets measured at fair value</u>					
Financial assets measured at fair value through profit for loss					
Equity securities	1,215	425	-	790	1,215
Unit trusts	866	807	59	-	866
Investments - debt securities	8,043	-	7,816	227	8,043
<u>Financial liabilities measured at fair value</u>					
Derivatives					
Foreign exchange contracts	3	-	3	-	3

(Unaudited but reviewed)

(Unit: Million Baht)

	Separate financial statements				
	As at 31 March 2022				
	Book value	Fair value			Total
Level 1		Level 2	Level 3		
<u>Financial assets measured at fair value</u>					
Financial assets measured at fair value through profit or loss					
Equity securities	237	237	-	-	237
Unit trusts	776	776	-	-	776
Investments - debt securities	807	-	605	202	807

(Unit: Million Baht)

	Separate financial statements				
	As at 31 December 2021				
	Book value	Fair value			Total
Level 1		Level 2	Level 3		
<u>Financial assets measured at fair value</u>					
Financial assets measured at fair value through profit or loss					
Equity securities	241	241	-	-	241
Unit trusts	807	807	-	-	807
Investments - debt securities	202	-	-	202	202

Apart from the above financial assets and liabilities presented at fair value, the Group has other financial assets and liabilities presented at cost but are subject to disclosure at fair value. However, since the majority of the Group's financial assets and liabilities are short-term in nature or carrying interest at rates close to the market interest rates, fair value of financial instruments carried at cost is not expected to be materially different from the amounts presented in the statement of financial position, except for the following financial assets and liabilities for which book value is materially different from fair value.

(Unit: Million Baht)

	Consolidated financial statements as at			
	31 March 2022		31 December 2021	
	Book value	Fair value	Book value	Fair value
Financial assets				
Loans to customers and accrued interest receivables				
	193,713	198,405	192,922	197,945
Financial liabilities				
Debts issued and borrowings	11,227	10,659	14,962	14,459

For separate financial statements, since the majority of the Company's financial assets and liabilities 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.

During the current period, there were no changes in approaches or assumptions used in determining fair value of financial instruments and there were no transfers within the fair value hierarchy.

4. Subsequent events

On 25 April 2022, the 2022 Annual General Meeting of the shareholders of the Company passed a resolution approving a dividend payment of Baht 7.15 per share to holders of both ordinary shares and preference shares listed in the share register as at 3 May 2022 in respect of the operating results for the year 2021. The dividend is to be paid on 19 May 2022 and will be recorded in the accounts in the second quarter of year 2022.

5. Reclassification

The Group has reclassified some items in the statement of comprehensive income for the three-month period ended 31 March 2021 in order to correspond to the classification in the current period. The reclassification does not impact profit or equity as previously reported, as follows:

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	For the three-month period ended 31 March 2021	
	As reclassified	As previously reported
Statement of comprehensive income		
Net fee and service income		
Fee and service income	1,735,037	1,627,655
Fee and service expenses	192,165	84,783
Operating expenses		
Other operating expenses	214,885	224,515
Expected credit loss	842,683	833,053

6. Approval of interim financial information

This interim financial information was approved by the Company's Audit Committee on 12 May 2022.