

TISCO Bank Public Company Limited
Review report and interim financial information
30 September 2021

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of TISCO Bank Public Company Limited

I have reviewed the accompanying statement of financial position of TISCO Bank Public Company Limited as at 30 September 2021, the statements of comprehensive income for the three-month and nine-month periods ended 30 September 2021, and the related statements of changes in equity and cash flows for the nine-month period then ended, as well as the condensed notes to the interim financial statements (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.

Emphasis of Matter

I draw attention to Notes 1.2 and 3.6.2 to the interim financial statements regarding the COVID-19 pandemic which is impacting various businesses and industries. This situation could create uncertainties and may be impacting the operating results and cash flows in the future; and due to the impact of that situation, the Bank has elected to adopt the Accounting Guidance on Temporary Relief Measures for Entities Providing Assistance to Debtors Impacted by Situations that Affect the Thai Economy as issued by the Federation of Accounting Professions. My conclusion is not modified in respect of this matter.



Somjai Khunapasut
Certified Public Accountant (Thailand) No. 4499

EY Office Limited
Bangkok: 10 November 2021

TISCO Bank Public Company Limited

Statement of financial position

As at 30 September 2021

(Unit: Thousand Baht)

	Note	30 September 2021	31 December 2020
		(Unaudited but reviewed)	(Audited)
Assets			
Cash		1,048,585	1,215,903
Interbank and money market items - net	3.2, 3.8	25,739,432	36,960,771
Financial assets measured at fair value through profit or loss	3.3	777,152	758,539
Derivatives assets	3.4	-	62,095
Investments - net	3.5, 3.8	9,346,729	9,432,775
Loans to customers and accrued interest receivables	3.6, 3.8		
Loans to customers		215,349,992	240,771,111
Accrued interest receivables and undue interest income		1,591,465	1,669,202
Total loans to customers and accrued interest receivables		216,941,457	242,440,313
Less: Deferred revenue		(16,005,279)	(17,700,160)
Less: Allowance for expected credit loss	3.7	(10,973,009)	(10,938,183)
Total loans to customers and accrued interest receivables - net		189,963,169	213,801,970
Properties foreclosed - net		167,760	28,667
Investment properties		28,152	28,152
Premises and equipment - net	3.9	727,824	758,055
Right-of-use assets - net	3.10	372,920	466,673
Intangible assets - net		36,912	90,770
Deferred tax assets	3.24	223,834	260,769
Other assets	3.11	819,948	1,055,894
Total assets		229,252,417	264,921,033

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

TISCO Bank Public Company Limited
Statement of financial position (continued)
As at 30 September 2021

(Unit: Thousand Baht)

	Note	30 September 2021	31 December 2020
		(Unaudited but reviewed)	(Audited)
Liabilities and equity			
Liabilities			
Deposits	3.12	170,208,572	204,859,398
Interbank and money market items		7,114,470	5,517,289
Liabilities payable on demand		235,360	1,284,765
Derivatives liabilities	3.4	124,364	-
Debts issued and borrowings	3.13	8,896,919	11,196,919
Lease liabilities	3.14	364,183	447,970
Provisions	3.15	846,264	833,152
Accrued interest payable		499,410	734,307
Income tax payable		246,141	278,006
Dividend payable		-	1,889,214
Other liabilities	3.16	5,150,617	5,224,507
Total liabilities		193,686,300	232,265,527

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

TISCO Bank Public Company Limited
Statement of financial position (continued)
As at 30 September 2021

(Unit: Thousand Baht)

Note	30 September 2021 (Unaudited but reviewed)	31 December 2020 (Audited)
Equity		
Share capital		
Registered		
104 preference shares of Baht 10 each	1	1
921,567,588 ordinary shares of Baht 10 each	9,215,676	9,215,676
	<u>9,215,677</u>	<u>9,215,677</u>
Issued and fully paid-up		
104 preference shares of Baht 10 each	1	1
921,567,588 ordinary shares of Baht 10 each	9,215,676	9,215,676
	<u>9,215,677</u>	<u>9,215,677</u>
Share premium on ordinary shares	2,543,024	2,543,024
Other components of equity	302,355	309,469
Retained earnings		
Appropriated - statutory reserve	984,000	984,000
Unappropriated	22,521,061	19,603,336
Total equity	<u>35,566,117</u>	<u>32,655,506</u>
Total liabilities and equity	<u>229,252,417</u>	<u>264,921,033</u>

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



Mr. Sakchai Peechapat
(Executive Director)





Mr. Metha Pingsuthiwong
(President)

(Unaudited but reviewed)

TISCO Bank Public Company Limited

Statement of comprehensive income

For the three-month period ended 30 September 2021

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

	Note	2021	2020
Profit or loss:			
Interest income	3.18	3,291,673	3,763,412
Interest expenses	3.19	(532,719)	(803,264)
Net interest income		2,758,954	2,960,148
Fee and service income		364,816	500,949
Fee and service expenses		(17,518)	(16,881)
Net fee and service income	3.20	347,298	484,068
Net gain on financial instruments measured at fair value through profit or loss	3.21	14,280	7,340
Net gain on investments	3.22	1,214	2,593
Penalty fee income from loans		34,169	47,183
Other operating income		30,467	37,157
Total operating income		3,186,382	3,538,489
Operating expenses			
Employee expenses		637,279	549,243
Premises and equipment expenses		299,326	314,935
Taxes and duties		56,803	64,138
Intercompany supporting fee expenses	3.26	584,327	591,595
Other operating expenses		168,011	209,392
Total operating expenses		1,745,746	1,729,303
Expected credit loss	3.23	65,553	466,392
Profit from operations before income tax expenses		1,375,083	1,342,794
Income tax expenses	3.24	276,369	269,204
Profit for the period		1,098,714	1,073,590

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

(Unaudited but reviewed)

TISCO Bank Public Company Limited

Statement of comprehensive income (continued)

For the three-month period ended 30 September 2021

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

	Note	2021	2020
Other comprehensive income:			
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>			
Loss on valuation of investments in debt instruments measured at fair value through other comprehensive income		(986)	(7,444)
Income tax effects		197	1,489
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax (loss)		(789)	(5,955)
Other comprehensive income for the period (loss)		(789)	(5,955)
Total comprehensive income for the period		1,097,925	1,067,635
Earnings per share			
Basic earnings per share (Baht per share)	3.25	1.19	1.16

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

(Unaudited but reviewed)

TISCO Bank Public Company Limited

Statement of comprehensive income

For the nine-month period ended 30 September 2021

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

	Note	2021	2020
Profit or loss:			
Interest income	3.18	10,157,208	11,764,898
Interest expenses	3.19	(1,777,416)	(2,839,688)
Net interest income		8,379,792	8,925,210
Fee and service income		1,252,274	1,416,481
Fee and service expenses		(56,603)	(51,882)
Net fee and service income	3.20	1,195,671	1,364,599
Net gain on financial instruments measured at fair value through profit or loss	3.21	98,497	8,094
Net gain on investments	3.22	5,038	7,304
Penalty fee income from loans		114,086	150,761
Other operating income		96,366	106,387
Total operating income		9,889,450	10,562,355
Operating expenses			
Employee expenses		1,810,713	1,565,548
Premises and equipment expenses		915,168	947,406
Taxes and duties		174,554	206,096
Intercompany supporting fee expenses	3.26	1,748,307	1,735,242
Other operating expenses		499,059	602,395
Total operating expenses		5,147,801	5,056,687
Expected credit loss	3.23	1,098,144	1,825,094
Profit from operations before income tax expenses		3,643,505	3,680,574
Income tax expenses	3.24	729,893	738,683
Profit for the period		2,913,612	2,941,891

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

(Unaudited but reviewed)

TISCO Bank Public Company Limited
Statement of comprehensive income (continued)
For the nine-month period ended 30 September 2021

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

	Note	2021	2020
Other comprehensive income:			
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>			
Loss on valuation of investments in debt instruments measured at fair value through other comprehensive income		(7,151)	(1,035)
Income tax effects		1,430	207
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax (loss)		(5,721)	(828)
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>			
Actuarial gain (loss)		2,965	(8,244)
Income tax effects		(593)	1,649
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax (loss)		2,372	(6,595)
Other comprehensive income for the period (loss)		(3,349)	(7,423)
Total comprehensive income for the period		2,910,263	2,934,468
Earnings per share			
Basic earnings per share (Baht per share)	3.25	3.16	3.19

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

(Unaudited but reviewed)

TISCO Bank Public Company Limited

Cash flow statement

For the nine-month period ended 30 September 2021

	(Unit: Thousand Baht)	
	2021	2020
Cash flows from operating activities		
Profit from operations before income tax	3,643,505	3,680,574
Adjustments to reconcile profit from operations before income tax to net cash provided by (paid from) operating activities		
Depreciation and amortisation	223,909	259,770
Expected credit loss	2,248,488	3,106,061
Reversal of allowance for impairment of properties foreclosed	(7)	(19)
Gain on disposal of investments in securities	(31,132)	(7,304)
Unrealised (gain) loss on foreign exchange transactions and trading derivatives	29,868	(25,773)
(Gain) loss on financial instruments measured at fair value through profit or loss	(44,934)	140
Gain on disposal of equipment and intangible assets	-3,722	-1,518
Loss on write-off of equipment	2,035	814
Gain on disposal of properties foreclosed	(22,745)	(19,667)
Employee benefit expenses	38,466	100,687
Decrease in accrued income	31,794	70,410
Increase (decrease) in accrued expenses	163,522	(405,917)
Net interest income	(8,379,792)	(8,925,210)
Dividend income	(45,470)	(41,681)
Cash received on interest income	10,170,257	11,153,382
Cash paid on interest expenses	(1,654,121)	(2,592,860)
Cash received on dividend income	45,470	41,681
Cash paid on income tax	(723,637)	(780,030)
Profit from operating activities before changes in operating assets and liabilities	5,691,754	5,613,540
Operating assets (increase) decrease		
Interbank and money market items	11,220,499	8,349,585
Loans to customers	21,554,562	14,041,894
Properties foreclosed	(165,526)	(35,504)
Other assets	212,459	279,849

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

(Unaudited but reviewed)

TISCO Bank Public Company Limited**Cash flow statement (continued)****For the nine-month period ended 30 September 2021**

	(Unit: Thousand Baht)	
	2021	2020
Operating liabilities increase (decrease)		
Deposits	(34,650,826)	(12,215,643)
Interbank and money market items	1,597,181	862,879
Liabilities payable on demand	(1,049,405)	50,842
Short-term debts issued and borrowings	(2,320,000)	2,320,000
Provision for long-term employee benefits	(10,151)	(12,004)
Other liabilities	(365,795)	(370,925)
Net cash flows from operating activities	1,714,752	18,884,513
Cash flows from investing activities		
Cash paid for purchase of investments in securities	(10,818,115)	(24,905,218)
Cash received from disposal of investments in securities	10,941,413	21,282,423
Cash paid for purchase of equipment	(15,813)	(26,338)
Cash paid for purchase of intangible assets	(3,883)	(956)
Cash received from disposal of equipment	4,114	1,563
Net cash flows from (used in) investing activities	107,716	(3,648,526)
Cash flows from financing activities		
Cash received from issuance of long-term debentures	700,000	2,910,000
Cash paid for redemption of long-term debentures	(680,000)	(13,000,000)
Cash paid on lease liabilities	(120,572)	(130,795)
Dividend paid	(1,889,214)	(5,077,838)
Net cash flows used in financing activities	(1,989,786)	(15,298,633)
Net decrease in cash	(167,318)	(62,646)
Cash at beginning of the period	1,215,903	1,099,247
Cash at end of the period	1,048,585	1,036,601
	-	-
Supplemental cash flows information		
Non-cash transactions		
Right-of-use assets	27,886	51,095
Transfer-in of properties foreclosed in settlement of loans to customers	1,343,748	1,246,293

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

(Unaudited but reviewed)

TISCO Bank Public Company Limited

Statement of changes in equity

For the nine-month period ended 30 September 2021

(Unit: Thousand Baht)

	Other components of equity									
	Issued and fully paid-up			Share premium on ordinary shares	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						Appropriated	Unappropriated	
Balance as at 1 January 2020	1	9,215,676	2,543,024	3,694	306,261	309,955	984,000	18,690,004	31,742,660	
Dividend paid (Note 4)	-	-	-	-	-	-	-	(976,862)	(976,862)	
Profit for the period	-	-	-	-	-	-	-	2,941,891	2,941,891	
Other comprehensive income for the period (loss)	-	-	-	(828)	-	(828)	-	(6,595)	(7,423)	
Total comprehensive income for the period (loss)	-	-	-	(828)	-	(828)	-	2,935,296	2,934,468	
Transfer surplus on revaluation of assets to retained earnings	-	-	-	-	(1,395)	(1,395)	-	1,743	348	
Balance as at 30 September 2020	<u>1</u>	<u>9,215,676</u>	<u>2,543,024</u>	<u>2,866</u>	<u>304,866</u>	<u>307,732</u>	<u>984,000</u>	<u>20,650,181</u>	<u>33,700,614</u>	
Balance as at 1 January 2021	1	9,215,676	2,543,024	5,070	304,399	309,469	984,000	19,603,336	32,655,506	
Profit for the period	-	-	-	-	-	-	-	2,913,612	2,913,612	
Other comprehensive income for the period (loss)	-	-	-	(5,721)	-	(5,721)	-	2,372	(3,349)	
Total comprehensive income for the period (loss)	-	-	-	(5,721)	-	(5,721)	-	2,915,984	2,910,263	
Transfer surplus on revaluation of assets to retained earnings	-	-	-	-	(1,393)	(1,393)	-	1,741	348	
Balance as at 30 September 2021	<u>1</u>	<u>9,215,676</u>	<u>2,543,024</u>	<u>(651)</u>	<u>303,006</u>	<u>302,355</u>	<u>984,000</u>	<u>22,521,061</u>	<u>35,566,117</u>	

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

TISCO Bank Public Company Limited

Notes to interim financial statements

For the three-month and nine-month periods ended 30 September 2021

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 regulation as stipulated by the Bank of Thailand (“BOT”), with the Bank choosing to present condensed interim financial information. However, the Bank 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 Bank. 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 Bank’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 New financial reporting standards

1.3.1 Financial reporting standards that became effective in the current period

During the period, the Bank has adopted the revised financial reporting standards and interpretations which are effective for fiscal year beginning on or after 1 January 2021. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards.

The adoption of these financial reporting standards does not have any significant impact on the Bank's financial statements.

1.3.2 Financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2022

The Federation of Accounting Professions issued a number of revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2022. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and, for some standards, providing temporary reliefs or temporary exemptions for users.

The management of the Bank believes that the adoption of these amendments will not have any significant impact on the Bank's financial statements.

1.4 Impacts of an expiration of Accounting Guidance on Temporary Relief Measures for Accounting Alternatives in Response to the Impact of the COVID-19 Pandemic

As the temporary relief measures on accounting alternatives are no longer applicable for the period after 31 December 2020, the Bank recognised fair value of investments in non-marketable equity instruments as at 1 January 2021 totalling Baht 20 million as part of operating income in the statement of comprehensive income for the nine-month period ended 30 September 2021.

1.5 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 2020.

2. General information

2.1 The Bank's information

TISCO Bank Public Company Limited ("the Bank") is a public company incorporated and domiciled in Thailand. Its parent company is TISCO Financial Group Public Company Limited, which was incorporated in Thailand. The Bank has been licensed by the Ministry of Finance to operate a commercial banking business. Its registered address is 48/2 TISCO Tower, 1st Floor, North Sathorn Road, Silom, Bangrak, Bangkok. As at 30 September 2021, the Bank has 54 branches in Thailand (As at 31 December 2020: 58 branches).

2.2 Related party transactions

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

The Bank 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 Bank and those related parties, which are in reference to the terms and prices as charged to other customers.

3. Supplemental information

3.1 Classification of financial assets and financial liabilities

(Unit: Thousand Baht)

	As at 30 September 2021			Total
	Financial instruments measured at fair value through profit or loss	Financial instruments measured at fair value through other comprehensive income	Financial instruments measured at amortised cost	
<u>Financial assets</u>				
Cash	-	-	1,048,585	1,048,585
Interbank and money market items - net	-	-	25,739,432	25,739,432
Financial assets measured at fair value				
through profit or loss	777,152	-	-	777,152
Investments - net	-	9,346,729	-	9,346,729
Loans to customers and accrued interest				
receivables - net	-	-	189,963,169	189,963,169
Other assets - fee and service receivables	-	-	84,640	84,640
Other assets - other receivables	-	-	323,165	323,165

(Unaudited but reviewed)

(Unit: Thousand Baht)

As at 30 September 2021

	Financial instruments measured at fair value through profit or loss	Financial instruments measured at fair value through other comprehensive income	Financial instruments measured at amortised cost	Total
<u>Financial liabilities</u>				
Deposits	-	-	170,208,572	170,208,572
Interbank and money market items	-	-	7,114,470	7,114,470
Liabilities payable on demand	-	-	235,360	235,360
Derivatives liabilities	124,364	-	-	124,364
Debts issued and borrowings	-	-	8,896,919	8,896,919
Lease liabilities	-	-	364,183	364,183
Accrued interest payable	-	-	499,410	499,410

(Unit: Thousand Baht)

As at 31 December 2020

	Financial instruments measured at fair value through profit or loss	Financial instruments measured at fair value through other comprehensive income	Financial instruments measured at amortised cost	Total
<u>Financial assets</u>				
Cash	-	-	1,215,903	1,215,903
Interbank and money market items - net	-	-	36,960,771	36,960,771
Financial assets measured at fair value through profit or loss	758,539	-	-	758,539
Derivatives assets	62,095	-	-	62,095
Investments - net	-	9,432,775	-	9,432,775
Loans to customers and accrued interest receivables - net	-	-	213,801,970	213,801,970
Other assets - fee and service receivables	-	-	116,434	116,434
Other assets - other receivables	-	-	309,957	309,957
<u>Financial liabilities</u>				
Deposits	-	-	204,859,398	204,859,398
Interbank and money market items	-	-	5,517,289	5,517,289
Liabilities payable on demand	-	-	1,284,765	1,284,765
Debts issued and borrowings	-	-	11,196,919	11,196,919
Lease liabilities	-	-	447,970	447,970
Accrued interest payable	-	-	734,307	734,307

(Unaudited but reviewed)

3.2 Interbank and money market items (assets)

As at 30 September 2021 and 31 December 2020, interbank and money market items include securities purchases under resale agreements made by the Bank according to private repurchase transactions, 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	
	30 September 2021	31 December 2020
	Commercial banks	15,000,000
Specialised Financial Institutions	9,100,000	14,700,000

Fair value of securities received as collateral is as follows:

(Unit: Thousand Baht)

	Fair value of securities received as collateral as at	
	30 September 2021	31 December 2020
	Commercial banks	14,646,200
Specialised Financial Institutions	9,169,400	14,747,200

3.3 Financial assets measured at fair value through profit or loss

(Unit: Thousand Baht)

Investments	As at			
	30 September 2021		31 December 2020	
	Cost	Fair value	Cost	Fair value
Others				
Domestic marketable equity instruments	9,320	4,960	9,320	2,620
Domestic non-marketable equity instruments	220,274	772,192	246,596	755,919
	229,594	<u>777,152</u>	255,916	<u>758,539</u>
Add: Allowance for changes in value	547,558		502,623	
Total	<u>777,152</u>		<u>758,539</u>	

(Unaudited but reviewed)

Investments in non-marketable equity instruments include investments in which the Bank holds not less than 10 percent of the equity of the investees, as follows:

(Unit: Thousand Baht)

Securities' name	As at					
	30 September 2021			31 December 2020		
	Fair value of investments	Unpaid amount	Percentage of holding (%)	Fair value of investments	Unpaid amount	Percentage of holding (%)
Services:						
Jiji Press (Thailand) Co., Ltd.	1,302	300	10	1,825	300	10
Trading import and export:						
Juki (Thailand) Co., Ltd.	4,256	-	10	6,025	-	10
PDTL Trading Co., Ltd.	3,743	-	10	3,637	-	10
Wattana Inter-Trade Co., Ltd.	21,089	-	10	19,158	-	10
Real estate:						
UMI Property Co., Ltd.	3,921	-	10	4,031	-	10
Industrial:						
Siam Art Ceramic Co., Ltd.	9,540	-	10	11,268	-	10

3.4 Derivatives assets/derivatives liabilities

The Bank entered into foreign exchange contracts to manage the risk associated with financial assets, as follows:

(Unit: Thousand Baht)

Type of risks	As at					
	30 September 2021			31 December 2020		
	Fair value		Notional amount	Fair value		Notional amount
Assets	Liabilities	Assets		Liabilities		
Exchange rate	-	124,364	1,440,818	62,095	-	1,189,528
Total	-	124,364	1,440,818	62,095	-	1,189,528

All counterparties of these derivatives transactions are financial institutions.

(Unaudited but reviewed)

3.5 Investments

3.5.1 Investments classified by type of investments

As at 30 September 2021 and 31 December 2020, investments classified by type of investments are as follows:

(Unit: Thousand Baht)

	As at			
	30 September 2021		31 December 2020	
	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				
	9,323,542	9,322,359	9,401,437	9,407,960
Private sector debt securities	51,460	24,370	51,460	24,815
	9,375,002	9,346,729	9,452,897	9,432,775
Less: Allowance for changes in value	(28,273)		(20,122)	
Total	9,346,729		9,432,775	
Allowance for expected credit loss	27,460		26,460	
Investments in debt instruments measured at amortised cost				
Investments in receivables	11,745		12,047	
Less: Allowance for expected credit loss	(11,745)		(12,047)	
Total	-		-	
Total investments	9,346,729		9,432,775	

3.5.2 Investments subject to restrictions

(Unit: Million Baht)

Type of investments	As at		Type of restrictions
	30 September 2021	31 December 2020	
Government debt securities	2	2	Pledge for electricity usage

(Unaudited but reviewed)

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

As at 30 September 2021 and 31 December 2020, investments in securities of the Bank include investments in securities issued by companies with weak financial positions and poor operating results as follows:

(Unit: Thousand Baht)

	As at					
	30 September 2021			31 December 2020		
	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	51,460	24,370	27,460	51,460	24,815	26,460

3.6 Loans to customers and accrued interest receivables

3.6.1 Classified by type of loans to customers

(Unit: Thousand Baht)

	As at	
	30 September 2021	31 December 2020
Loans to customers		
Overdrafts	25,622	31,721
Loans	88,278,052	99,456,783
Hire purchase receivables	127,046,318	141,282,607
Less: Deferred revenue	(16,005,279)	(17,700,160)
Total loans to customers	199,344,713	223,070,951
Add: Accrued interest receivables and undue interest receivables	1,591,465	1,669,202
Total loans to customers and accrued interest receivables	200,936,178	224,740,153
Less: Allowance for expected credit loss	(10,973,009)	(10,938,183)
Loans to customers and accrued interest receivables - net	189,963,169	213,801,970

(Unaudited but reviewed)

3.6.2 Classified by loan classification

(Unit: Thousand Baht)

	As at			
	30 September 2021		31 December 2020	
	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)	171,551,340	6,323,783	190,435,185	5,172,224
Financial assets with significant increase in credit risk (Under-performing)	23,664,204	2,968,491	29,139,124	3,422,247
Financial assets that are credit-impaired (Non-performing)	5,720,634	1,416,635	5,165,844	1,287,313
Allowance established in excess	-	264,100	-	1,056,399
Total	200,936,178	10,973,009	224,740,153	10,938,183

During the periods of 2020 and 2021, the Bank entered into the scheme to provide assistance to affected debtors and elected to apply Accounting Guidance by the Federation of Accounting Professions on Temporary Relief Measures for Entities Providing Assistance to Debtors Impacted by Situations that Affect the Thai Economy.

As at 30 September 2021, the Bank's outstanding loan balance under the relief measures totalled Baht 17,308 million. The balance consists of the debtors under principal holiday scheme or installment reduction (subject to partial payments of principal and interest) of Baht 9,815 million, the debtors under debt moratorium scheme of Baht 78 million, and the debtors receiving other forms of debt relief of Baht 7,415 million.

In addition, the Bank has allowance established in excess resulting from the calculation of the allowance for expected credit loss as of 1 January 2020, in accordance with TFRS 9: Financial Instruments, which was lower than the amount of allowance for doubtful accounts as at 31 December 2019 as determined in accordance with the former accounting policy by Baht 2,113 million. Such amount is being released in quarterly amounts over 2 years under the straight-line method, in line with the BOT's guideline. As a result, as at 30 September 2021 the balance of allowance established in excess remained at Baht 264 million.

(Unaudited but reviewed)

3.6.3 Classified by loan classification and type of debtors

As at 30 September 2021 and 31 December 2020, loans to customers classified by loan classification and type of debtors are as follows:

(Unit: Million Baht)

	As at 30 September 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)	93,404	3,116	20,534	862	57,613	2,346	171,551	6,324
Financial assets with significant increase in credit risk (Under-performing)	15,502	1,495	4,858	573	3,304	900	23,664	2,968
Financial assets that are credit-impaired (Non-performing)	3,008	661	1,214	391	1,499	365	5,721	1,417
Total	111,914	5,272	26,606	1,826	62,416	3,611	200,936	10,709
Allowance established in excess								264
Total								10,973

(Unit: Million Baht)

	As at 31 December 2020							
	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)	102,361	2,325	22,199	827	65,875	2,020	190,435	5,172
Financial assets with significant increase in credit risk (Under-performing)	19,418	1,543	5,804	796	3,917	1,083	29,139	3,422
Financial assets that are credit-impaired (Non-performing)	2,741	602	1,053	371	1,372	315	5,166	1,288
Total	124,520	4,470	29,056	1,994	71,164	3,418	224,740	9,882
Allowance established in excess								1,056
Total								10,938

(Unaudited but reviewed)

3.6.4 Hire purchase receivables

As at 30 September 2021, receivables of the Bank under hire purchase agreements amount to Baht 111,914 million (31 December 2020: Baht 124,520 million) and mostly comprise hire purchase agreements for cars. The terms of the agreements are generally between 1 to 8 years and interest under most agreements is charged at a fixed rate as specified in agreements.

(Unit: Million Baht)

As at 30 September 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	38,054	76,017	5,803	7,172	127,046
Less: Deferred revenue ⁽¹⁾	(4,625)	(6,705)	(228)	(4,274)	(15,832)
Present value of minimum lease payment from agreements	33,429	69,312	5,575	2,898	111,214
Accrued interest receivables	590	-	-	110	700
Total	34,019	69,312	5,575	3,008	111,914
Allowance for expected credit loss					(5,272)
Net hire purchase receivables					106,642

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

(Unit: Million Baht)

As at 31 December 2020					
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	41,536	85,772	7,394	6,580	141,282
Less: Deferred revenue ⁽¹⁾	(5,279)	(7,990)	(326)	(3,932)	(17,527)
Present value of minimum lease payment from agreements	36,257	77,782	7,068	2,648	123,755
Accrued interest receivables	672	-	-	93	765
Total	36,929	77,782	7,068	2,741	124,520
Allowance for expected credit loss					(4,470)
Net hire purchase receivables					120,050

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

3.6.5 Troubled debt restructuring

As at 30 September 2021 and 31 December 2020, the Bank has outstanding balances with troubled debt restructuring debtors as follows:

	As at			
	30 September 2021		31 December 2020	
	Number of debtors	Outstanding balances (Million Baht)	Number of debtors	Outstanding balances (Million Baht)
Balances of restructured debts	5,474	1,960	8,856	2,762

3.7 Allowance for expected credit loss

As at 30 September 2021, the Bank has allowance for expected credit loss classified by type of financial assets as follows:

	(Unit: Thousand Baht)					Total
	For the nine-month period ended 30 September 2021					
	Financial assets with no significant increase in credit risk	Financial assets with significant increase in credit risk	Financial assets that are credit- impaired	Allowance established in excess	Financial assets applying a simplified approach to determine expected credit loss	
Interbank and money market items (assets)						
Balance - beginning of period	885	-	-	-	-	885
Changes from revaluation of allowance for credit loss	(388)	-	-	-	-	(388)
Balance - end of period	497	-	-	-	-	497
Investments in debt instruments measured at fair value through other comprehensive income						
Balance - beginning of period	-	-	26,460	-	-	26,460
Changes from revaluation of allowance for credit loss	-	-	1,000	-	-	1,000
Balance - end of period	-	-	27,460	-	-	27,460

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the nine-month period ended 30 September 2021

	Financial assets with no significant increase in credit risk	Financial assets with significant increase in credit risk	Financial assets that are credit- impaired	Allowance established in excess	Financial assets applying a simplified approach to determine expected credit loss	Total
Investments in debt instruments measured at amortised cost						
Balance - beginning of period	-	-	12,047	-	-	12,047
Changes from revaluation of allowance for credit loss	-	-	(302)	-	-	(302)
Balance - end of period	-	-	11,745	-	-	11,745
Loans to customers and accrued interest receivables						
Balance - beginning of period	5,172,224	3,422,247	1,287,313	1,056,399	-	10,938,183
Changes from transfers among stages	174,943	(507,802)	332,859	-	-	-
Changes from revaluation of allowance for credit loss	124,905	15,931	1,940,110	-	-	2,080,946
New financial assets	1,443,087	452,418	86,751	-	-	1,982,256
Derecognition	(591,376)	(414,303)	(130,429)	-	-	(1,136,108)
Write-off	-	-	(2,099,969)	-	-	(2,099,969)
Reduction in allowance established in excess	-	-	-	(792,299)	-	(792,299)
Balance - end of period	6,323,783	2,968,491	1,416,635	264,100	-	10,973,009
Other assets - accrued interest receivables on investments						
Balance - beginning of period	-	-	525	-	-	525
Changes from revaluation of allowance for credit loss	-	-	106	-	-	106
Write-off	-	-	(525)	-	-	(525)
Balance - end of period	-	-	106	-	-	106
Other assets - fee and service receivables						
Balance - beginning of period	-	-	-	-	-	-
Changes from revaluation of allowance for credit loss	-	-	-	-	2,647	2,647
Derecognition	-	-	-	-	(177)	(177)
Balance - end of period	-	-	-	-	2,470	2,470

3.8 Classification of assets

3.8.1 Classification of assets under the BOT's guidelines

As at 30 September 2021 and 31 December 2020, classification of financial assets is as follows:

(Unit: Thousand Baht)

	As at 30 September 2021				
	Financial assets				
	Debt instruments measured at fair value through other comprehensive income		Debt instruments measured at amortised cost	Loans to customers and accrued interest receivables	Total
	Interbank and money market items				
Financial assets with no significant increase in credit risk (Performing)	25,739,929	9,322,359	-	171,551,340	206,613,628
Financial assets with significant increase in credit risk (Under-performing)	-	-	-	23,664,204	23,664,204
Financial assets that are credit-impaired (Non-performing)	-	24,370	11,745	5,720,634	5,756,749
Total	25,739,929	9,346,729	11,745	200,936,178	236,034,581

(Unit: Thousand Baht)

	As at 31 December 2020				
	Financial assets				
	Debt instruments measured at fair value through other comprehensive income		Debt instruments measured at amortised cost	Loans to customers and accrued interest receivables	Total
	Interbank and money market items				
Financial assets with no significant increase in credit risk (Performing)	36,961,656	9,407,960	-	190,435,185	236,804,801
Financial assets with significant increase in credit risk (Under-performing)	-	-	-	29,139,124	29,139,124
Financial assets that are credit-impaired (Non-performing)	-	24,815	12,047	5,165,844	5,202,706
Total	36,961,656	9,432,775	12,047	224,740,153	271,146,631

(Unaudited but reviewed)

3.8.2 Loans to customers with weak financial position and poor operating results

	Number of debtors		Loans to customers and accrued interest receivables				Allowance for expected credit loss provided in the accounts	
	as at		as at		Collateral value as at		as at	
	30	31	30	31	30	31	30	31
	September 2021	December 2020	September 2021	December 2020	September 2021	December 2020	September 2021	December 2020
				(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	498	500	300	315	498	500
2. Non-listed companies with similar operating results and financial positions to listed companies vulnerable to delisting from the SET	10	8	705	890	439	430	87	108
Total	11	9	1,203	1,390	739	745	585	608

3.9 Premises and equipment

Movement of premises and equipment for the nine-month period ended 30 September 2021 is as follows:

(Unit: Thousand Baht)

Cost	
1 January 2021	1,576,354
Additions	15,813
Disposals/write-offs/transfers-out	(24,095)
30 September 2021	1,568,072
Accumulated depreciation	
1 January 2021	818,299
Depreciation for the period	43,617
Accumulated depreciation on disposals/write-offs/transfers-out	(21,668)
30 September 2021	840,248
Net book value	
31 December 2020	758,055
30 September 2021	727,824

3.10 Right-of-use assets

Movement of right-of-use assets for the nine-month period ended 30 September 2021 is as follows:

	(Unit: Thousand Baht)
Cost	
1 January 2021	628,334
Additions	27,886
Contract amendment	3,724
Contract termination	(38,435)
30 September 2021	<u>621,509</u>
Accumulated depreciation	
1 January 2021	161,661
Depreciation for the period	122,551
Accumulated depreciation on terminated contracts	(35,623)
30 September 2021	<u>248,589</u>
Net book value	
31 December 2020	<u>466,673</u>
30 September 2021	<u>372,920</u>

3.11 Other assets

	(Unit: Thousand Baht)	
	As at	
	<u>30 September 2021</u>	<u>31 December 2020</u>
Value added tax - net	154,813	359,789
Accrued interest receivables	29,006	17,764
Fee and service receivables	84,640	116,434
Deposits	58,435	60,503
Other receivables	323,165	309,957
Other assets	169,889	191,447
Total other assets	<u>819,948</u>	<u>1,055,894</u>

(Unaudited but reviewed)

3.12 Deposits

3.12.1 Classified by type of deposits

(Unit: Thousand Baht)

	As at	
	30 September 2021	31 December 2020
Deposits		
Current accounts	2,766,413	3,766,484
Saving accounts	47,655,539	50,319,591
Fixed accounts		
- not over 6 months	9,066,142	12,761,123
- over 6 months but not over 1 year	23,743,445	27,901,720
- over 1 year	2,423,565	3,219,474
Certificates of deposits/negotiable certificates of deposits	84,553,468	106,891,006
Total	<u>170,208,572</u>	<u>204,859,398</u>

3.12.2 As at 30 September 2021 and 31 December 2020, all outstanding deposits are deposits from domestic depositors and are in Baht.

3.13 Debts issued and borrowings

(Unit: Thousand Baht)

	As at	
	30 September 2021	31 December 2020
<u>Domestic borrowings</u>		
Subordinated unsecured debentures	6,640,000	6,620,000
Unsubordinated unsecured debentures	2,220,000	4,540,000
Bills of exchange	36,122	36,122
Promissory notes	797	797
Total	<u>8,896,919</u>	<u>11,196,919</u>

3.13.1 Subordinated unsecured debentures

As at 30 September 2021 and 31 December 2020, the Bank 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
	30 September 2021	31 December 2020		30 September 2021	31 December 2020		
	(Million units)	(Million units)		(Million Baht)	(Million Baht)		
2016	-	0.68	1,000	-	680	2026	3.875 percent per annum
2017	1.00	1.00	1,000	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	-	1,000	700	-	2031	3.25 percent per annum
Total				6,640	6,620		

3.13.2 Unsubordinated unsecured debentures

As at 30 September 2021 and 31 December 2020, the Bank has short-term and long-term unsubordinated unsecured debentures as follows:

Issued year	Type of debentures	Units as at		Face value (Baht) per unit)	Balance as at		Maturity in the year	Interest rate
		30 September 2021	31 December 2020		30 September 2021	31 December 2020		
		(Million units)	(Million units)		(Million Baht)	(Million Baht)		
2020	Short-term debenture	-	2.32	1,000	-	2,320	2021	1.30 percent per annum
2020	Long-term debenture	2.22	2.22	1,000	2,220	2,220	2022	1.40 percent per annum
Total					2,220	4,540		

3.13.3 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)

3.14 Lease liabilities

(Unit: Thousand Baht)

	As at	
	30 September 2021	31 December 2020
Beginning balance	482,940	627,281
Increase during the period	39,385	69,772
Contract amendment	124	(885)
Paid during the period	(120,572)	(182,061)
Terminated during the period	(9,677)	(31,167)
Ending balance	392,200	482,940
Less: Deferred interest expenses	(28,017)	(34,970)
Lease liabilities - net	364,183	447,970
Current portion	(115,704)	(124,470)
Lease liabilities - net of current portion	248,479	323,500

3.15 Provisions

(Unit: Thousand Baht)

	As at	
	30 September 2021	31 December 2020
Allowance for expected credit loss on loan commitments	2,478	14,716
Provision for long-term employee benefits	843,786	818,436
Total provisions	846,264	833,152

As at 30 September 2021 and 31 December 2020, allowance for expected credit loss on loan commitments is classified by stage as follows:

(Unit: Thousand Baht)

	As at			
	30 September 2021		31 December 2020	
	Loan commitments	Allowance for expected credit loss	Loan commitments	Allowance for expected credit loss
Financial assets with no significant increase in credit risk (Performing)	2,402,036	2,478	1,568,700	14,716
Financial assets with significant increase in credit risk (Under-performing)	-	-	-	-
Financial assets that are credit-impaired (Non-performing)	-	-	-	-
Total	2,402,036	2,478	1,568,700	14,716

3.16 Other liabilities

(Unit: Thousand Baht)

	As at	
	30 September 2021	31 December 2020
Withholding income tax and other tax payables	219,508	376,845
Accrued insurance premium	131,298	219,512
Deferred income	1,554,813	1,458,697
Accrued expenses	1,900,645	1,737,123
Suspense creditors	944,092	1,075,205
Other liabilities	400,261	357,125
Total other liabilities	<u>5,150,617</u>	<u>5,224,507</u>

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 parent company's share price, paid to employees whose performance impacts the Bank's operating results, as an incentive to work effectively and to build loyalty to the Bank. This vested bonus is continuously set aside for payment five years later. It is paid in cash and determined based on the average daily price of the parent company's shares over the period of five years from grant date to settlement date. As of 30 September 2021 and 31 December 2020, the Bank has accrued bonus under this scheme amounting to Baht 132 million and Baht 157 million, respectively, and recognised expenses in profit or loss during the nine-month period ended 30 September 2021 amounting to Baht 45 million.

As at 30 September 2021, the above other liabilities include advances received from Electronic Funds Transfer transactions amounting to Baht 0.1 million (31 December 2020: Baht 3 million), and the Bank maintained an asset amounting to Baht 11 million to reserve for advances received through such transactions, presented under interbank and money market items (assets) in the statement of financial position as at 30 September 2021 (31 December 2020: Baht 13 million).

3.17 Capital funds

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

The Bank 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 30 September 2021 and 31 December 2020, the Bank has allocated the additional reserve from classification as part of regulatory capital funds. The reserve has been classified to Tier 1 capital and Tier 2 capital based on method under the BOT's regulation.

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

	(Unit: Thousand Baht)	
	As at	
	30 September 2021	31 December 2020
<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	17,713,142
Other components of equity	302,355	309,469
Less: Deductions from Common Equity Tier I items	(274,789)	(366,769)
Total Common Equity Tier I capital	31,233,766	30,398,542
<u>Financial Instrument Tier I capital</u>		
Issued and fully paid-up share capital - non-cumulative preference shares	1	1
Total Tier I capital	31,233,767	30,398,543
<u>Tier II capital</u>		
Long-term subordinated debentures	6,640,000	6,620,000
Surplus of provision	696,494	741,712
Reserve for loans classified as normal	528,444	557,567
Total Tier II capital	7,864,938	7,919,279
Total capital funds	39,098,705	38,317,822

(Unaudited but reviewed)

(Unit: Percent)

Capital fund ratios	As at			
	30 September 2021		31 December 2020	
	The Bank	Requirement	The Bank	Requirement
Common Equity Tier I capital to risk assets	19.72	7.00	18.07	7.00
Tier I capital to risk assets	19.72	8.50	18.07	8.50
Total capital to risk assets	24.69	11.00	22.78	11.00

To comply with the Notification of the BOT No. Sor Nor Sor. 14/2562 regarding “Public Disclosure of Capital Maintenance for Commercial Banks (No. 2)”, the Bank has disclosed capital maintenance information as at 30 June 2021 on its website (www.tisco.co.th) in October 2021.

3.18 Interest income

Interest income in the statements of comprehensive income for the three-month and nine-month periods ended 30 September 2021 and 2020 consisted of the following:

(Unit: Thousand Baht)

	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2021	2020	2021	2020
Interbank and money market items	35,974	38,479	119,088	207,594
Investments in debt securities	14,105	24,754	44,092	77,965
Loans to customers and overdrafts	1,713,098	1,904,704	5,218,680	6,035,985
Hire purchase and finance lease	1,528,496	1,795,475	4,775,348	5,443,354
Total interest income	<u>3,291,673</u>	<u>3,763,412</u>	<u>10,157,208</u>	<u>11,764,898</u>

Interest income for the three-month and nine-month periods ended 30 September 2021 consisted of interest income on credit-impaired financial assets amounting to Baht 93 million and Baht 293 million, respectively (2020: Baht 33 million and Baht 261 million, respectively). The Bank fully recognised expected credit loss on such interest income.

(Unaudited but reviewed)

3.19 Interest expenses

Interest expenses in the statements of comprehensive income for the three-month and nine-month periods ended 30 September 2021 and 2020 consisted of the following:

(Unit: Thousand Baht)

	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2021	2020	2021	2020
Deposits	348,204	587,463	1,195,601	2,109,072
Interbank and money market items	996	2,984	3,795	10,123
Contribution fee to the Deposit Protection Agency and the Bank of Thailand	108,257	126,878	350,265	399,321
Issued debt securities				
- Subordinated debentures	64,629	62,707	188,619	196,405
- Unsubordinated debentures	7,834	19,929	30,518	114,439
Borrowings	239	230	691	684
Others	2,560	3,073	7,927	9,644
Total interest expenses	532,719	803,264	1,777,416	2,839,688

3.20 Net fee and service income

Net fee and service income in the statements of comprehensive income for the three-month and nine-month periods ended 30 September 2021 and 2020 consisted of the following:

(Unit: Thousand Baht)

	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2021	2020	2021	2020
Fee and service income				
- Acceptance, aval and guarantees	500	1,652	3,690	5,156
- Insurance service	213,052	284,150	692,954	803,224
- Others	151,264	215,147	555,630	608,101
Total fee and service income	364,816	500,949	1,252,274	1,416,481
Fee and service expenses	(17,518)	(16,881)	(56,603)	(51,882)
Net fee and service income	347,298	484,068	1,195,671	1,364,599

(Unaudited but reviewed)

3.21 Net gain on financial instruments measured at fair value through profit or loss

Net gain on financial instruments measured at fair value through profit or loss in the statements of comprehensive income for the three-month and nine-month periods ended 30 September 2021 and 2020 consisted of the following:

	(Unit: Thousand Baht)			
	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2021	2020	2021	2020
Gain (loss) on trading and foreign exchange transactions				
- Foreign currencies and derivatives on foreign exchange	9,444	3,178	11,279	(11,313)
- Debt securities	5,396	3,502	11,624	19,547
- Equity securities	(560)	660	75,594	(140)
Net gain on financial instruments measured at fair value through profit or loss	<u>14,280</u>	<u>7,340</u>	<u>98,497</u>	<u>8,094</u>

3.22 Net gain on investments

Net gain on investments in the statements of comprehensive income for the three-month and nine-month periods ended 30 September 2021 and 2020 consisted of the following:

	(Unit: Thousand Baht)			
	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2021	2020	2021	2020
Gain on derecognition				
- Debt instruments measured at fair value through other comprehensive income	-	310	472	1,695
- Debt instruments measured at amortised cost	1,214	2,283	4,566	5,609
Net gain on investments	<u>1,214</u>	<u>2,593</u>	<u>5,038</u>	<u>7,304</u>

3.23 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 and nine-month periods ended 30 September 2021 and 2020 consisted of the following:

	(Unit: Thousand Baht)			
	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2021	2020	2021	2020
Expected credit loss				
- Interbank and money market items (reversal)	(431)	(128)	(388)	195
- Investments in debt instruments measured at amortised cost (reversal)	28	85	(302)	(141)
- Investments in debt instruments measured at fair value through other comprehensive income	91	-	1,106	25,000
- Loans to customers	60,777	458,666	1,096,181	1,732,282
- Fee and service receivables	641	-	2,470	-
Loss from the modification of terms				
- Loans to customers	5,191	6,098	11,315	63,637
Loan commitments (reversal)	(744)	1,671	(12,238)	4,121
Total	<u>65,553</u>	<u>466,392</u>	<u>1,098,144</u>	<u>1,825,094</u>

3.24 Income tax expenses

Income tax expenses of the Bank for the three-month and nine-month periods ended 30 September 2021 and 2020 are as follows:

	(Unit: Thousand Baht)			
	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2021	2020	2021	2020
Current income tax:				
Income tax expenses for the period	269,048	254,584	691,772	367,710
Deferred tax:				
Deferred tax on temporary differences and reversion of temporary differences	<u>7,321</u>	<u>14,620</u>	<u>38,121</u>	<u>370,973</u>
Income tax expenses reported in the statement of comprehensive income	<u>276,369</u>	<u>269,204</u>	<u>729,893</u>	<u>738,683</u>

(Unaudited but reviewed)

A reconciliation between income tax expenses and the product of accounting profit multiplied by the applicable tax rate for the three-month and nine-month periods ended 30 September 2021 and 2020 is as follows:

(Unit: Thousand Baht)

	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2021	2020	2021	2020
Accounting profit before tax	1,375,083	1,342,794	3,643,505	3,680,574
Applicable tax rate	20%	20%	20%	20%
Accounting profit before tax multiplied by applicable tax rate	275,017	268,559	728,701	736,115
Tax effect of net tax-exempt income, net disallowed expenses and additional expense deductions allowed	1,352	645	1,192	2,568
Income tax expenses reported in the statement of comprehensive income	276,369	269,204	729,893	738,683
Weighted average tax rate	20.10%	20.05%	20.03%	20.07%

(Unaudited but reviewed)

The components of deferred tax assets are as follows:

(Unit: Thousand Baht)

	As at		Changes in deferred tax assets/liabilities reported in profit or loss for the nine-month periods ended	
			30 September	
	30 September	31 December	2021	2020
	2021	2020	2021	2020
Allowance for expected credit loss	61,479	221,915	(160,436)	(442,578)
Allowance for impairment of investments	2,589	2,589	-	-
Allowance for impairment of properties foreclosed	5,455	168	5,287	(3)
Non-accrual of interest income	7,238	7,878	(640)	(21,670)
Depreciation of assets	(18,182)	(28,002)	9,820	9,581
Finance leases	-	-	-	12
Surplus on revaluation of assets	(75,751)	(76,100)	-	-
(Surplus) deficit on changes in value of investments	163	(1,268)	-	-
Unrealised gain on derivatives	-	-	-	214
Gain on changes in value of investments in securities	(109,512)	(100,525)	(8,987)	28
Deferred commission and direct expenses incurred at the initiation of hire purchase	(196,330)	(337,546)	141,216	95,415
Unearned interest income on hire purchase	54,358	101,877	(47,519)	(11,794)
Loss on disposal of properties foreclosed	30,244	-	30,244	-
Accrued expenses	212,995	212,995	-	-
Employee benefit expenses	168,757	163,687	5,664	17,738
Others	80,331	93,101	(12,770)	(17,916)
Deferred tax assets	223,834	260,769	(38,121)	(370,973)

3.25 Earnings per share

Basic earnings per share is calculated by dividing profit for the period attributable to equity holders of the Bank (excluding other comprehensive income) by the weighted average number of ordinary shares and preference shares in issue during the period. The rights and benefits of the preference shareholders have been equal to those of the ordinary shareholders.

	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2021	2020	2021	2020
Profit attributable to equity holders of the Bank (Thousand Baht)	1,098,714	1,073,590	2,913,612	2,941,891
Weighted average number of shares (Thousand shares)	921,568	921,568	921,568	921,568
Basic earnings per share (Baht/share)	1.19	1.16	3.16	3.19

3.26 Related party transactions

The relationships between the Bank and its related parties

Name of related parties	Relationship
TISCO Financial Group Plc.	Parent company
TISCO Securities Co., Ltd.	Common shareholders
TISCO Asset Management Co., Ltd.	Common shareholders
Hi-Way Co., Ltd.	Common shareholders
TISCO Insurance Solution Co., Ltd.	Common shareholders
TISCO Information Technology Co., Ltd.	Common shareholders
TISCO Learning Center Co., Ltd.	Common shareholders
All-Ways Co., Ltd.	Common shareholders
Primus Leasing Co., Ltd. (In the process of liquidation)	Common shareholders
TISCO Tokyo Leasing Co., Ltd.	Common shareholders

(Unaudited but reviewed)

As at 30 September 2021 and 31 December 2020, the balances of accounts between the Bank and its related companies are as follows:

	(Unit: Thousand Baht)	
	As at	
	30 September 2021	31 December 2020
<u>Outstanding balances</u>		
Parent company		
TISCO Financial Group Plc.		
Loans to customers	880,000	3,780,000
Other assets	165	-
Deposits	11,799	17,391
Lease liabilities	22,019	29,107
Accrued interest payable	18	1
Dividend payable	-	1,888,978
Other liabilities	121,500	126,221
Related companies		
Other assets		
TISCO Securities Co., Ltd.	407	242
TISCO Asset Management Co., Ltd.	5,044	4,325
Hi-Way Co., Ltd.	786	900
TISCO Insurance Solution Co., Ltd.	15,435	15,361
All-Ways Co., Ltd.	36	37
TISCO Learning Center Co., Ltd.	41	-
TISCO Information Technology Co., Ltd.	84	-
Deposits		
Hi-Way Co., Ltd.	176,694	129,887
TISCO Insurance Solution Co., Ltd.	404,862	505,711
TISCO Information Technology Co., Ltd.	518,559	424,226
TISCO Learning Center Co., Ltd.	45,237	62,008
All-Ways Co., Ltd.	205,055	214,454
Primus Leasing Co., Ltd.	32,897	32,897
TISCO Tokyo Leasing Co., Ltd.	1,384	1,099
Interbank and money market items (liabilities)		
TISCO Securities Co., Ltd.	120,733	504,244
TISCO Asset Management Co., Ltd.	81,176	139,724
Lease liabilities		
TISCO Securities Co., Ltd.	882	1,060
Hi-Way Co., Ltd.	2,194	2,677

(Unaudited but reviewed)

(Unit: Thousand Baht)

As at

	30 September 2021	31 December 2020
Related companies (continued)		
Accrued interest payable		
TISCO Securities Co., Ltd.	41	16
TISCO Asset Management Co., Ltd.	46	7
Hi-Way Co., Ltd.	47	2
TISCO Insurance Solution Co., Ltd.	155	37
TISCO Information Technology Co., Ltd.	304	48
TISCO Learning Center Co., Ltd.	16	4
All-Ways Co., Ltd.	76	96
Other liabilities		
Hi-Way Co., Ltd.	213,800	212,600
TISCO Insurance Solution Co., Ltd.	10,980	13,088
TISCO Learning Center Co., Ltd.	-	1,498
All-Ways Co., Ltd.	2,618	-
Management - departmental manager upward		
Loans ⁽¹⁾	8,102	8,326
Directors and management - departmental manager upward		
Deposits	260,737	198,431
Companies which directors or their related persons have significant influence over		
Deposits	33,386	148,665
Related persons of directors and key management		
Deposits	71,628	35,880
Commitments - guarantees		
Parent company		
TISCO Financial Group Plc.	1,040	1,040
Related companies		
TISCO Securities Co., Ltd.	540	540
TISCO Asset Management Co., Ltd.	440	440
TISCO Insurance Solution Co., Ltd.	200	200
TISCO Information Technology Co., Ltd.	1,014	1,014
Commitments - undrawn overdraft facilities		
Related companies		
TISCO Securities Co., Ltd.	30,000	30,000
TISCO Asset Management Co., Ltd.	200,000	200,000

(1) Including employee welfare loans and normal loans.

(Unaudited but reviewed)

(Unit: Thousand Baht)

	As at	
	30 September 2021	31 December 2020
Related companies (continued)		
Commitments - loan credit lines ⁽²⁾		
Parent company		
TISCO Financial Group Plc.	9,500,000	8,500,000
Related companies		
TISCO Securities Co., Ltd. ⁽³⁾	5,000,000	5,000,000
TISCO Asset Management Co., Ltd. ⁽³⁾	500,000	200,000
Hi-Way Co., Ltd.	3,500,000	2,500,000
TISCO Information Technology Co., Ltd.	50,000	50,000
TISCO Insurance Solution Co., Ltd.	500,000	500,000
All-Ways Co., Ltd.	1,000,000	5,000,000
TISCO Tokyo Leasing Co., Ltd.	500,000	500,000

(2) As at 30 September 2021 and 31 December 2020, total loan balance for all credit lines granted to all companies in the Group must not exceed Baht 9,500 million and Baht 8,500 million, respectively.

(3) Subordinated loan credit lines

Loans to related companies

As at 30 September 2021 and 31 December 2020, the balances of loans between the Bank and its related companies and their movements are as follows:

(Unit: Thousand Baht)

	For the nine-month period ended 30 September 2021			
	Balance - beginning of period	Increase	Decrease	Balance - end of period
Parent company				
Loans				
TISCO Financial Group Plc.	3,780,000	60,000	(2,960,000)	880,000

(Unaudited but reviewed)

During the periods, the Bank had significant business transactions with related parties. Such transactions, which are summarised below, were concluded on bases agreed upon between the Bank and those related parties.

(Unit: Thousand Baht)

	For the three-month		For the nine-month		Terms and pricing policies
	periods ended		periods ended		
	30 September		30 September		
	2021	2020	2021	2020	
<u>Transactions occurred during the periods</u>					
Parent company					
Interest income	2,651	5,010	9,285	5,036	With reference to the terms and prices as offered to other customers
Other income	290	125	540	375	With reference to the terms and prices as offered to other customers
Risk and financial management fee expenses, human resources management fee expenses and office administration fee expenses	362,500	378,500	1,087,500	1,135,500	Determined on actual costs in compliance with the criteria specified by the BOT
Interest expenses	169	94	767	2,643	With reference to the terms and prices as offered to other customers
Other expense	2,509	2,509	7,526	7,526	With reference to the terms and prices as offered to other customers
Related companies					
Interest income	7	-	322	-	With reference to the terms and prices as offered to other customers
Insurance service income	16,000	16,214	48,003	48,648	With reference to the terms and prices as offered to other customers
Other income	15,966	18,285	67,615	46,528	With reference to the terms and prices as offered to other customers
Expenses involving loans	213,800	207,800	641,600	584,200	Determined on actual costs
Computer system advisory service expenses	157,500	176,250	472,500	528,750	Determined on actual costs in compliance with the criteria specified by the BOT
Training expenses	5,405	15,523	18,480	28,620	With reference to the prices as offered from other service providers
Interest expenses	1,037	2,094	2,525	5,554	With reference to the terms and prices as offered to other customers
Other expenses	3,444	1,062	5,420	3,251	With reference to the terms and prices as offered to other customers

(Unaudited but reviewed)

Directors' and key management's benefits

During the three-month and nine-month periods ended 30 September 2021 and 2020, the Bank had short-term benefit expenses and other employee benefit expenses to its directors and key management as follows:

(Unit: Million Baht)

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2021	2020	2021	2020
Short-term benefits	47	42	92	85
Post-employment benefits	4	4	12	11
Total	51	46	104	96

3.27 Segment information

The Bank 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 Bank's operating segments for the three-month and nine-month periods ended 30 September 2021 and 2020 is as follows:

(Unit: Million Baht)

	For the three-month period ended 30 September 2021					
	Retail banking	Corporate banking	Treasury investment and others	Total segments	Eliminations	Financial statements
Revenue						
External customers	2,819	355	12	3,186	-	3,186
Inter-segment	-	-	700	700	(700)	-
Total revenue	2,819	355	712	3,886	(700)	3,186
Operating results:						
Net interest income	2,440	324	(5)	2,759	-	2,759
Net fee and service income	330	21	(4)	347	-	347
Other operating income	49	10	721	780	(700)	80
Total operating income	2,819	355	712	3,886	(700)	3,186
Premises and equipment expenses and amortisation	(66)	(5)	(242)	(313)	-	(313)
Other operating expenses	(1,525)	(145)	(463)	(2,133)	700	(1,433)
Expected credit loss	(521)	(19)	475	(65)	-	(65)
Total operating expenses	(2,112)	(169)	(230)	(2,511)	700	(1,811)
Segment profit before income tax expenses	707	186	482	1,375	-	1,375
Income tax expenses						(276)
Profit for the period						1,099

(Unaudited but reviewed)

(Unit: Million Baht)

For the three-month period ended 30 September 2020

	Retail banking	Corporate banking	Treasury investment and others	Total segments	Eliminations	Financial statements
Revenue						
External customers	3,183	329	26	3,538	-	3,538
Inter-segment	-	-	642	642	(642)	-
Total revenue	<u>3,183</u>	<u>329</u>	<u>668</u>	<u>4,180</u>	<u>(642)</u>	<u>3,538</u>
Operating results:						
Net interest income	2,661	289	10	2,960	-	2,960
Net fee and service income	449	37	(2)	484	-	484
Other operating income	73	3	660	736	(642)	94
Total operating income	<u>3,183</u>	<u>329</u>	<u>668</u>	<u>4,180</u>	<u>(642)</u>	<u>3,538</u>
Premises and equipment expenses and amortisation	(75)	(7)	(257)	(339)	-	(339)
Other operating expenses	(1,518)	(124)	(390)	(2,032)	642	(1,390)
Expected credit loss	(504)	(37)	75	(466)	-	(466)
Total operating expenses	<u>(2,097)</u>	<u>(168)</u>	<u>(572)</u>	<u>(2,837)</u>	<u>642</u>	<u>(2,195)</u>
Segment profit before income tax expenses	<u>1,086</u>	<u>161</u>	<u>96</u>	<u>1,343</u>	<u>-</u>	<u>1,343</u>
Income tax expenses						(269)
Profit for the period						<u>1,074</u>

(Unaudited but reviewed)

(Unit: Million Baht)

For the nine-month period ended 30 September 2021

	Retail banking	Corporate banking	Treasury investment and others	Total segments	Eliminations	Financial statements
Revenue						
External customers	8,737	1,028	125	9,890	-	9,890
Inter-segment	-	-	2,124	2,124	(2,124)	-
Total revenue	<u>8,737</u>	<u>1,028</u>	<u>2,249</u>	<u>12,014</u>	<u>(2,124)</u>	<u>9,890</u>
Operating results:						
Net interest income	7,449	933	(2)	8,380	-	8,380
Net fee and service income	1,127	83	(14)	1,196	-	1,196
Other operating income	161	12	2,265	2,438	(2,124)	314
Total operating income	<u>8,737</u>	<u>1,028</u>	<u>2,249</u>	<u>12,014</u>	<u>(2,124)</u>	<u>9,890</u>
Premises and equipment expenses and amortisation	(215)	(16)	(741)	(972)	-	(972)
Other operating expenses	(4,494)	(408)	(1,398)	(6,300)	2,124	(4,176)
Expected credit loss	(767)	5	(336)	(1,098)	-	(1,098)
Total operating expenses	<u>(5,476)</u>	<u>(419)</u>	<u>(2,475)</u>	<u>(8,370)</u>	<u>2,124</u>	<u>(6,246)</u>
Segment profit (loss) before income tax expenses	<u>3,261</u>	<u>609</u>	<u>(226)</u>	<u>3,644</u>	<u>-</u>	<u>3,644</u>
Income tax expenses						(730)
Profit for the period						<u>2,914</u>

(Unaudited but reviewed)

(Unit: Million Baht)

For the nine-month period ended 30 September 2020

	Retail banking	Corporate banking	Treasury investment and others	Total segments	Eliminations	Financial statements
Revenue						
External customers	9,472	925	165	10,562	-	10,562
Inter-segment	-	-	1,935	1,935	(1,935)	-
Total revenue	<u>9,472</u>	<u>925</u>	<u>2,100</u>	<u>12,497</u>	<u>(1,935)</u>	<u>10,562</u>
Operating results:						
Net interest income	7,974	845	106	8,925	-	8,925
Net fee and service income	1,281	91	(7)	1,365	-	1,365
Other operating income	217	(11)	2,001	2,207	(1,935)	272
Total operating income	<u>9,472</u>	<u>925</u>	<u>2,100</u>	<u>12,497</u>	<u>(1,935)</u>	<u>10,562</u>
Premises and equipment expenses and amortisation	(219)	(18)	(781)	(1,018)	-	(1,018)
Other operating expenses	(4,455)	(351)	(1,167)	(5,973)	1,935	(4,038)
Expected credit loss	(2,398)	(6)	579	(1,825)	-	(1,825)
Total operating expenses	<u>(7,072)</u>	<u>(375)</u>	<u>(1,369)</u>	<u>(8,816)</u>	<u>1,935</u>	<u>(6,881)</u>
Segment profit before income tax expenses	<u>2,400</u>	<u>550</u>	<u>731</u>	<u>3,681</u>	<u>-</u>	<u>3,681</u>
Income tax expenses						(739)
Profit for the period						<u>2,942</u>

(Unaudited but reviewed)

Total assets information regarding the Bank's operating segments as at 30 September 2021 and 31 December 2020 is as follows:

(Unit: Million Baht)

	As at 30 September 2021			Total segments
	Retail banking	Corporate banking	Treasury investment and others	
Segment total assets	164,768	34,601	29,883	229,252
Premises and equipment - net	23	1	704	728

(Unit: Million Baht)

	As at 31 December 2020			Total segments
	Retail banking	Corporate banking	Treasury investment and others	
Segment total assets	186,195	36,908	41,818	264,921
Premises and equipment - net	30	2	726	758

3.28 Commitments and contingent liabilities

3.28.1 Avals, guarantees and commitments

(Unit: Thousand Baht)

	As at	
	30 September 2021	31 December 2020
Other guarantees	443,722	497,316
Undrawn client overdraft facilities	230,000	230,000
Foreign exchange contracts	1,440,818	1,189,528
Others	2,172,036	1,338,700
Total	4,286,576	3,255,544

3.28.2 Litigation

As at 30 September 2021 and 31 December 2020, the Bank has been sued for compensation totalling approximately Baht 165 million and Baht 388 million, respectively. Final judgements have not yet been reached in respect of these cases. The management of the Bank believes that no material loss to the financial statements will be incurred as a result of the mentioned lawsuits.

3.28.3 Other commitments

The Bank has commitments in relation to computer service agreements, whereby it is to pay both fixed fees and service fees which vary according to the quantity and type of services, as stipulated in the agreements.

3.29 Fair value of financial instruments**3.29.1 Fair value hierarchy**

As at 30 September 2021 and 31 December 2020, the Bank has financial assets and financial liabilities that are measured or disclosed at fair value using different levels of inputs as follows:

(Unit: Million Baht)

	As at 30 September 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	777	5	-	772	777
Investments - debt securities	9,347	-	9,323	24	9,347
<u>Financial liabilities measured at fair value</u>					
Derivatives					
Foreign exchange contracts	124	-	124	-	124
<u>Financial assets for which fair value is disclosed</u>					
Cash	1,049	1,049	-	-	1,049
Interbank and money market items - net	25,739	1,638	24,101	-	25,739
Loans to customers and accrued interest receivables	190,227 ⁽¹⁾	-	38,903	153,680	192,583
Other assets - fee and service receivables	85	-	85	-	85
Other assets - other receivables	323	-	323	-	323
<u>Financial liabilities for which fair value is disclosed</u>					
Deposits	170,209	50,422	119,787	-	170,209
Interbank and money market items	7,114	605	6,509	-	7,114
Liabilities payable on demand	235	235	-	-	235
Debts issued and borrowings	8,897	-	8,245	-	8,245
Accrued interest payable	499	72	427	-	499

(1) Book value of loans to customers and accrued interest receivables before deduction of excess provision amounting to Baht 264 million.

(Unaudited but reviewed)

(Unit: Million Baht)

As at 31 December 2020

	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	759	3	-	756	759
Derivatives					
Foreign exchange contract	62	-	62	-	62
Investments - debt securities	9,433	-	9,408	25	9,433
<u>Financial assets for which fair value is disclosed</u>					
Cash	1,216	1,216	-	-	1,216
Interbank and money market items - net					
	36,961	3,459	33,502	-	36,961
Loans to customers and accrued interest receivables					
	214,858 ⁽¹⁾	-	52,859	167,784	220,643
Other assets - fee and service receivables					
	116	-	116	-	116
Other assets - other receivables	310	-	310	-	310
<u>Financial liabilities for which fair value is disclosed</u>					
Deposits	204,859	54,086	150,773	-	204,859
Interbank and money market items	5,517	1,111	4,406	-	5,517
Liabilities payable on demand	1,285	1,285	-	-	1,285
Debts issued and borrowings	11,197	-	10,599	-	10,599
Accrued interest payable	734	7	727	-	734

(1) Book value of loans to customers and accrued interest receivables before deduction of excess provision amounting to Baht 1,056 million.

During the current period, there were no transfers within the fair value hierarchy.

(Unaudited but reviewed)

3.29.2 A reconciliation of the financial assets measured at fair value which are categorised within level 3 of the fair value hierarchy is presented as follows:

(Unit: Million Baht)

	Non-marketable equity instruments	Investments - private sector debt securities	Total
Balance as at 1 January 2021	756	25	781
Disposal during the period	(25)	-	(25)
Reduction of share capital during the period	(1)	-	(1)
Net gain (loss) recognised in profit or loss	42	(1)	41
Balance as at 30 September 2021	<u>772</u>	<u>24</u>	<u>796</u>

4. Dividend payment

	Approved by	Dividend per share		Amounts of dividend paid	Dividend payment period
		Preference share	Ordinary share	(Million Baht)	
		(Baht per share)	(Baht per share)		
Interim dividends for 2019	The 2/2020 Meeting of the Board of Directors on 10 April 2020	1.06	1.06	977	May 2020
Total dividend payment in 2020				<u>977</u>	

5. Approval of interim financial information

This interim financial information was approved by the Bank's Audit Committee on 10 November 2021.