

Statements of Financial Position
as at December 31, 2023 and 2022

	(Thousand Baht) Consolidated Financial Statements	
	31-12-23	31-12-22
ASSETS		
Cash	55,625,890	61,590,792
Interbank and money market items - net	795,165,506	550,942,565
Financial assets measured at fair value through profit or loss	25,945,606	33,568,015
Derivatives assets	69,463,150	83,170,487
Investments - net	263,707,944	277,554,814
Investments in subsidiaries and associated companies - net	13,532,731	12,319,651
Loans to customers and accrued interest receivables - net	2,425,904,942	2,442,351,839
Properties for sale - net	34,859,742	40,829,441
Land, premises and equipment - net	33,064,204	31,599,933
Right-of-use assets - net	3,796,887	3,660,221
Intangible assets - net	19,429,322	15,163,697
Deferred tax assets	2,262,544	4,497,292
Accrued income	2,407,180	2,490,168
Other assets - net	24,234,008	37,102,866
Total assets	3,877,686,453	3,192,418,663
LIABILITIES AND EQUITY		
Deposits	2,444,871,577	2,190,238,439
Interbank and money market items	392,406,008	377,085,851
Liabilities payable on demand	4,423,179	5,618,811
Financial liabilities measured at fair value through profit and loss		
Derivatives liabilities	63,936,503	78,506,970
Debt issued and borrowings	166,809,009	151,173,799
Lease liabilities	3,841,492	3,687,432
Provisions	17,004,654	17,444,245
Other liabilities	77,235,595	78,363,610
Total liabilities	3,256,838,137	3,109,846,631
EQUITY		
Share capital		
Authorized share capital		
5,500,000 preferred shares of Baht 1.15 each	78,325	78,325
13,976,024 ordinary shares of Baht 1.15 each	79,976,715	71,976,715
Issued and paid-up share capital	28,001,740	28,001,740
5,500,000 preferred shares of Baht 1.15 each	78,325	78,325
13,976,024 ordinary shares of Baht 1.15 each	79,976,715	71,976,715
Premium on share capital		
Premium on ordinary share	28,833,734	20,833,734
Deficit from the change in the ownership interests in subsidiary	(866,074)	(658,694)
Other components of equity		
Retained earnings	16,171,217	17,306,648
Appropriated		
Legal reserve	2,300,504	2,300,504
Unappropriated	286,831,656	259,038,538
Equity attributable to equity holders of the Bank	446,276,977	376,364,710
Non-controlling interest	(8,472,232)	(6,517,262)
Total equity	437,804,745	369,847,448
Total liabilities and equity	3,877,686,453	3,192,418,663

Statutory Capital Fund

	Unit: Million Baht			
	31-12-23		31-12-22	
	Amount	(%)	Amount	(%)
Common Equity Tier 1 capital	355,261	16.67	335,601	15.74
Tier 1 capital	355,261	16.67	335,601	15.69
Tier 2 capital	65,001		66,224	
Total capital funds	420,262	20.71	401,825	19.80
Risk-weighted assets	2,131,200		2,132,096	

Subsidiaries

Krungsri Law Co., Ltd.	KTC Nano Co., Ltd.
KTB General Services and Security Co., Ltd.	KTC Prepaid Co., Ltd.
Krungsri Computer Services Co., Ltd.	KTC Pico (Bangkok) Co., Ltd.
Krungsri Thai Asset Management Pct.	* KTC Pico (Chonburi) Co., Ltd.
Krungsri Card Pct.	* KTC Pico (Pathum Thani) Co., Ltd.
KTB Leasing Co., Ltd.	* KTC Pico (Samut Prakan) Co., Ltd.
KTB Advisory Co., Ltd.	* KTC Pico (Samut Sakhon) Co., Ltd.
Infiniart by Krungthai Co., Ltd.	Aria by Infiniart Co., Ltd.

* Liquidated in February 2024

Statements of Comprehensive Income
for the years ended December 31, 2023 and 2022

	(Unit: Thousand Baht except earnings per share expressed in Baht) Consolidated Financial Statements	
	31-12-23	31-12-22
Profit or loss		
Interest income	152,368,804	113,474,420
Interest expense	(38,569,453)	(23,202,168)
Net interest income	113,799,351	90,272,252
Fees and service income	28,973,547	28,796,212
Fees and service expenses	(7,995,292)	(7,788,630)
Net fees and service income	20,978,255	20,513,622
Net gains from financial instruments measured at fair value through profit or loss	5,178,178	5,232,680
Net gains on investments	395,110	238,790
Share of profit from investments accounted for under equity method	1,534,456	1,094,756
Dividend income	319,473	351,173
Other operating income	1,233,387	753,830
Total operating income	149,465,160	125,930,886
Other operating expenses		
Employer's expenses	25,765,668	25,763,257
Directors' remuneration	362,167	377,219
Premises and equipment expenses	10,288,662	9,641,874
Taxes and duties	5,079,720	4,054,120
Impairment losses of properties for sale	4,546,407	1,312,867
Others	(16,106,008)	(13,619,310)
Total other operating expenses	(62,556,632)	(54,707,647)
Expected credit losses	37,885,423	(24,337,556)
Profit before income tax	50,223,107	46,262,683
Income tax	(9,902,284)	(9,676,895)
Net Profit	40,320,823	37,205,788
Other comprehensive income (loss)		
Transactions that will be reclassified subsequently to profit or loss		
Gains (losses) on debt securities measured at fair value through other comprehensive income	(281,025)	(1,868,321)
Gains (losses) arising from translating the financial statements of foreign operations	(28,781)	(47,794)
Gains (losses) on cash flow hedges	(174,782)	128,791
Gains (losses) from deferred cost of hedging	249,418	(35,944)
Share of other comprehensive income (loss) of associate (equity method) for items that will be reclassified subsequently to profit or loss	1,607,387	(9,584,507)
Income tax relating to other comprehensive income (loss)		
for items that will be reclassified subsequently to profit or loss	101,278	339,095
Transactions that will never be reclassified subsequently to profit or loss		
Gains (losses) on investments in equity designated to be measured at fair value through other comprehensive income	(2,007,050)	(1,480,086)
Actuarial gains (losses) on defined benefits plan	90,641	1,109,473
Share of other comprehensive income (loss) of associate (equity method) for items that will never be reclassified subsequently to profit or loss	(1,304,055)	190,587
Income tax relating to other comprehensive income (loss) for items that will never be reclassified subsequently to profit or loss	239,796	34,123
Other comprehensive income (loss) - net	(6,003,173)	(11,502,781)
Total comprehensive income (loss)	39,317,650	25,633,007
Total profit attributable to:		
Equity holders of the Bank	34,615,911	33,697,736
Non-controlling interest	4,701,739	3,508,672
Total comprehensive income attributable to:	40,320,823	37,205,788
Equity holders of the Bank	35,613,962	22,097,620
Non-controlling interest	4,706,861	3,518,168
Total comprehensive income attributable to:	40,320,823	37,205,788
Earnings per share of the Bank		
Basic earnings per share (Baht)	2.62	2.41

Board of Directors (as at 29 February 2024)

Mr. Lavinon Sanevit	Mr. Teerasone Worawitwattana
Mr. Kraish Eeckhuanonchai	Mr. Wisak Sattarnwathul
Mr. Vichai Assarakorn	Ms. Siraphon Kawasut
Mr. Thawee Laohasiriwong	Mr. Atthapong Attawaradit
Mr. Pinyong Srivach	U. Gen. Nimt Sawannarat
Professor Dr. Kitpong Kittayarak	Mr. Pivut Surawattit

To: THE SHAREHOLDERS OF KRUNG THAI BANK PUBLIC COMPANY LIMITED

Opinion
I have audited the accompanying consolidated financial statements of Krung Thai Bank Public Company Limited and its subsidiaries (the Group), which comprise the consolidated statement of financial position as at 31 December 2023, and the related consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies, and have also audited the separate financial statements of Krung Thai Bank Public Company Limited for the same period.
In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Krung Thai Bank Public Company Limited and its subsidiaries and of Krung Thai Bank Public Company Limited as at 31 December 2023, their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards and the Bank of Thailand's regulations.

Basis for Opinion
I conducted my audit in accordance with the Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Financial Statements section of my report. I am independent of the Group in accordance with the Code of Ethics for Professional Accountants including Independence Standards issued by the Federation of Accounting Professions (Code of Ethics for Professional Accountants) that are relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code of Ethics for Professional Accountants. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters
Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the financial statements of the current year. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.
I have fulfilled the responsibilities described in the Auditor's Responsibilities for the Audit of Financial Statements section of my report, including in relation to these matters. Accordingly, my audit included the performance of procedures designed to respond to my assessment of the risks of material misstatement of the financial statements. The results of my audit procedures, including the procedures performed to address the matters below, provide the basis for my audit opinion on the accompanying financial statements as a whole.
Key audit matters and how audit procedures respond to each matter are described below.

Allowances for expected credit losses on loans to customers
As discussed in Note 8.B to the consolidated financial statements, as at 31 December 2023, the Group had loans to customers of Baht 2,131,200 million (representing 78 percent of total assets) and allowances for expected credit losses amounting to Baht 273,137 million, which are material amounts to the financial statements. In addition, the basis to be used for calculation of the allowance for expected credit losses involves complex calculation modelling and requires management to use significant judgement and estimates in developing expected credit loss models in compliance with Thai Financial Reporting Standards and the rules set by the Bank of Thailand. The areas of significant management judgement include the identification of criteria for assessment of a significant increase in credit risk of loans to customers, the relevant variables with modelling, the selection of the future economic scenarios to be incorporated in the models and management criteria used to adjust the allowance for expected credit losses due to the limitations of the model.
Because of the materiality and the use of judgement and estimates mentioned above, I addressed the adequacy of allowances for expected credit losses on loans to customers as a key audit matter.

I gained an understanding of, assessed and tested, on a sampling basis, the effectiveness of the Group's internal control relating to the loan origination, the calculation of allowance for expected credit losses of loans to customers, taking into account the exposure balances, complexity and credit risk of each loan portfolio. I compared the accounting policies of the Group with Thai Financial Reporting Standards and the regulations announced by the regulator. I considered and assessed the process governing model development, the financial model development, documentation and model validation report as prepared by the specialists engaged by the management of the Group and independent department of the Group, and tested, on a sampling basis, the accuracy of the data used in model development. I also assessed the methods and assumptions applied by the Group in the calculation of the allowance for expected credit losses, including the method used to incorporate management oversight to address the limitations of the model and the accuracy of allowance for expected credit losses. I tested, on a sampling basis, the controls over the information technology systems relevant to the calculation of allowance for expected credit losses.

I examined the allowances for expected credit losses by assessing, on a sampling basis, the classification of loans to customers based on the changes in credit risk initial recognition, and reclassification, on a sampling basis, the allowance for expected credit losses as at the end of the accounting period, including testing, on a sampling basis, the completeness of the data used in the calculation of allowance for expected credit losses.
Moreover, I assessed the adequacy of disclosure in accordance with the relevant financial reporting standards, as well as notifications and guidelines announced by the Bank of Thailand.

Recognition of interest income on loans to customers
For the year ended 31 December 2023, the Group recognised interest income on loans to customers amounting to Baht 134,615 million (representing 90 percent of total income). The Group recognised interest income using the effective interest rate method, which involves the use of management judgement and estimates in estimating future cash flow receipts throughout the term of the financial instruments using an appropriate, a shorter period, taking into account any discount or premium on acquisition, fees and costs that are an integral part of the effective interest rate. Moreover, the interest income was generated from various types of loans provided to a large number of customers and each type of loan processed had different terms and conditions. In addition, the recognition of interest income relies primarily on data processed by the information technology systems. I therefore focused my audit on whether interest income on loans to customers is recognised appropriately and in a timely manner, in accordance with Thai Financial Reporting Standards and the regulations announced by the Bank of Thailand.
The audit procedures I performed were to gain an understanding of, assess and test, on a sampling basis, the effectiveness of the Group's internal control relating to loan origination and interest income recognition, including relevant internal controls over information systems. I compared the accounting policies of the Group with Thai Financial Reporting Standards and the regulations announced by the regulatory agency. I also assessed the methods applied by the management to determine the future cash flow receipts and the expected loss of the financial instruments used in calculating the effective interest rate, including testing, on a sampling basis, the accuracy of the data and the calculation. In addition, I applied a sampling method to select loan agreements to consider whether the recognition was consistent with the conditions of the relevant agreement and an adjustment was made to effective interest rate. I also performed analytical procedures on interest income on loans to customers and examined, on a sampling basis, material adjustments made through journal vouchers.

Auditor's Report

Other Information
Management is responsible for the other information. The other information comprise the information included in annual report of the Bank but does not include the financial statements and my auditor's report thereon. The annual report of the Bank and the other information are expected to be made available to me after the date of this auditor's report. My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.
In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or my knowledge obtained in the audit or otherwise appears to be materially misstated.
When I read the annual report of the Bank, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance for correction of the misstatement.

Responsibilities of Management and Those Charged with Governance for the Financial Statements
Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Thai Financial Reporting Standards and the Bank of Thailand's regulations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.
In preparing the financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.
Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements
My objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users based on the financial statements.
As part of an audit in accordance with the Standards on Auditing, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.
From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current year and are therefore the key audit matters. I describe these key audit matters in my auditor's report unless law or regulation prohibits public disclosure about the matters. In extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication. I am responsible for the audit resulting in this independent auditor's report.

Signed Ratana Jala

Ratana Jala
Certified Public Accountant (Thailand) No. 3714
ET Office Limited, Bangkok
28 February 2024

Domestic deposits of that Bank are protected by the Deposit Protection Agency (DPA) in accordance with the Deposit Protection Agency Act B.E. 2551. DPA gives protection only to Thai Baht currency deposited in Thailand up to a certain amount as specified by the Act, excluding the non-resident bank accounts of non-resident persons. Hence deposits that are payable or bankable offshore locations will not obtain such protection. Other than that, in the event of receivership, winding up or equivalent proceeding of the bank, domestic and international depositors will have the same right and rank of claim.

Notes to the financial statements form an integral part of the audited financial statements and a fair understanding of the statements and the state of affairs of the Bank cannot be achieved without reference to the complete set of the Bank's audited financial statements.

A complete set of the audited financial statements, list of bank directors and list of subsidiaries of the Bank can be obtained upon request from the Singapore Branch.