

Krung Thai Bank Public Company Limited  
and its subsidiaries  
Review report and interim financial information  
For the three-month period ended 31 March 2021

## **Independent Auditor's Report on Review of Interim Financial Information**

To the Shareholders of Krung Thai Bank Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Krung Thai Bank Public Company Limited and its subsidiaries as at 31 March 2021, the related consolidated statements of comprehensive income, changes in equity and cash flows for the three-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of Krung Thai Bank Public Company Limited for the same period (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 Interim Financial Reporting and the Bank of Thailand's regulations. My responsibility is to express a conclusion on this interim financial information based on my review.

### **Scope of Review**

I conducted my review in accordance with Thai Standard on Review Engagements 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

## **Conclusion**

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

Ratana Jala

Certified Public Accountant (Thailand) No. 3734

EY Office Limited

Bangkok: 13 May 2021

**Krung Thai Bank Public Company Limited and its subsidiaries**

**Statement of financial position**

**As at 31 March 2021**

(Unit: Thousand Baht)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March	31 December	31 March	31 December
		2021	2020	2021	2020
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Assets</b>					
Cash	4.1	56,556,145	68,161,357	56,529,130	68,115,583
Interbank and money market items - net		590,082,010	516,791,903	589,297,229	516,320,956
Financial assets measured at fair value through profit or loss	4.2	18,619,769	13,723,789	18,834,535	14,188,472
Derivatives assets		74,362,121	74,506,773	74,362,121	74,506,773
Investments - net	4.3	277,118,663	316,987,630	277,589,236	316,894,505
Investments in subsidiaries and associated companies - net	4.4	21,740,829	29,400,185	11,052,648	11,203,675
Loans to customers and accrued interest receivables - net	4.5	2,220,270,717	2,200,513,321	2,146,364,719	2,127,089,495
Properties for sale - net		32,606,761	32,659,270	32,563,959	32,569,053
Premises and equipment - net		24,537,157	24,762,212	21,719,375	21,899,006
Right-of-use assets		4,295,293	4,474,111	3,489,328	3,571,005
Other intangible assets - net		6,432,533	6,005,144	4,452,976	3,893,939
Deferred tax assets		5,669,436	5,880,565	3,355,928	3,560,552
Accrued income		2,298,928	2,598,857	2,175,329	2,070,343
Assets classified as assets held for sale		-	-	151,027	-
Other assets - net		37,075,985	31,315,152	36,575,643	31,103,526
<b>Total assets</b>		<b>3,371,666,347</b>	<b>3,327,780,269</b>	<b>3,278,513,183</b>	<b>3,226,986,883</b>

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

(Vichai Assarasakorn)

Chairman of the Audit Committee

(Payong Srivanich)

President

**Krung Thai Bank Public Company Limited and its subsidiaries**  
**Statement of financial position (continued)**  
**As at 31 March 2021**

(Unit: Thousand Baht)

	Consolidated		Separate		
	financial statements		financial statements		
	31 March 2021	31 December 2020	31 March 2021	31 December 2020	
	Note	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Liabilities and equity</b>					
Deposits		2,438,991,620	2,463,225,282	2,441,849,884	2,466,780,410
Interbank and money market items		294,859,139	274,566,462	292,829,804	268,424,903
Liabilities payable on demand		4,677,315	4,731,953	4,677,315	4,731,953
Derivatives liabilities		68,414,004	65,471,404	68,414,004	65,471,404
Debt issued and borrowings	4.7	131,696,872	86,564,198	86,363,064	44,292,498
Lease liabilities		4,310,917	4,503,684	3,422,705	3,528,830
Provisions		19,250,368	20,286,873	17,642,384	18,740,381
Other liabilities		55,770,207	53,366,819	49,769,130	46,041,249
<b>Total liabilities</b>		<b>3,017,970,442</b>	<b>2,972,716,675</b>	<b>2,964,968,290</b>	<b>2,918,011,628</b>
<b>Equity</b>					
Share capital					
Authorised share capital					
5,500,000 preferred shares of Baht 5.15 each		28,325	28,325	28,325	28,325
13,976,061,250 ordinary shares of Baht 5.15 each		71,976,715	71,976,715	71,976,715	71,976,715
Issued and paid-up share capital					
5,500,000 preferred shares of Baht 5.15 each		28,325	28,325	28,325	28,325
13,976,061,250 ordinary shares of Baht 5.15 each		71,976,715	71,976,715	71,976,715	71,976,715
Premium on share capital					
Premium on ordinary share		20,833,734	20,833,734	20,833,734	20,833,734
Deficit from the change in the ownership interests in subsidiary		(165,255)	(165,255)	-	-
Other components of equity		23,221,815	32,179,036	16,646,765	17,789,287
Retained earnings					
Appropriated					
Legal reserve		7,200,504	7,200,504	7,200,504	7,200,504
Unappropriated		218,173,752	211,412,693	196,858,850	191,146,690
<b>Equity attributable to equity holders of the Bank</b>		<b>341,269,590</b>	<b>343,465,752</b>	<b>313,544,893</b>	<b>308,975,255</b>
Non-controlling interests		12,426,315	11,597,842	-	-
<b>Total equity</b>		<b>353,695,905</b>	<b>355,063,594</b>	<b>313,544,893</b>	<b>308,975,255</b>
<b>Total liabilities and equity</b>		<b>3,371,666,347</b>	<b>3,327,780,269</b>	<b>3,278,513,183</b>	<b>3,226,986,883</b>

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

(Vichai Assarasakorn)

Chairman of the Audit Committee

(Payong Srivanich)

President

(Unaudited but reviewed)

**Krung Thai Bank Public Company Limited and its subsidiaries**

**Statement of comprehensive income**

**For the three-month period ended 31 March 2021**

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

	Note	Consolidated		Separate	
		financial statements		financial statements	
		2021	2020	2021	2020
<b>Profit or loss</b>					
Interest income	4.13	25,296,985	30,216,719	21,781,862	26,334,732
Interest expenses	4.14	5,327,989	7,255,390	4,975,940	6,872,645
<b>Net interest income</b>		<b>19,968,996</b>	<b>22,961,329</b>	<b>16,805,922</b>	<b>19,462,087</b>
Fees and service income		7,519,801	6,752,636	5,625,035	5,363,234
Fees and service expenses		2,303,182	1,801,969	1,456,144	1,402,645
<b>Net fees and service income</b>		<b>5,216,619</b>	<b>4,950,667</b>	<b>4,168,891</b>	<b>3,960,589</b>
Gains on financial instruments measured at fair value					
through profit or loss		1,053,416	692,496	1,051,963	691,397
Gains on investments		316,661	346,539	316,661	346,539
Share of profit from investments accounted for under equity method		298,945	293,352	-	-
Dividend income		126,965	117,635	511,356	810,435
Other operating income		1,690,612	1,600,816	947,684	735,155
<b>Total operating income</b>		<b>28,672,214</b>	<b>30,962,834</b>	<b>23,802,477</b>	<b>26,006,202</b>
<b>Other operating expenses</b>					
Employee's expenses		7,097,123	7,767,613	5,756,266	6,303,566
Directors' remuneration		62,373	11,460	7,440	6,460
Premises and equipment expenses		2,132,178	2,085,362	1,243,103	1,230,583
Taxes and duties		978,268	1,046,643	845,212	950,275
Impairment losses of properties for sale		301,556	217,514	287,627	221,215
Other expenses		2,116,768	2,338,057	3,158,297	3,133,928
<b>Total other operating expenses</b>		<b>12,688,266</b>	<b>13,466,649</b>	<b>11,297,945</b>	<b>11,846,027</b>
Expected credit losses	4.15	8,057,919	8,524,411	6,880,440	7,200,376
<b>Profit before income tax</b>		<b>7,926,029</b>	<b>8,971,774</b>	<b>5,624,092</b>	<b>6,959,799</b>
Income tax	4.16	1,519,120	1,679,949	1,027,932	1,212,949
<b>Profit for the period</b>		<b>6,406,909</b>	<b>7,291,825</b>	<b>4,596,160</b>	<b>5,746,850</b>

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

(Vichai Assarasakorn)  
Chairman of the Audit Committee

(Payong Srivanich)  
President

(Unaudited but reviewed)

**Krung Thai Bank Public Company Limited and its subsidiaries**  
**Statement of comprehensive income (continued)**  
**For the three-month period ended 31 March 2021**

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

	Consolidated		Separate	
	financial statements		financial statements	
Note	2021	2020	2021	2020
<b>Other comprehensive income (loss)</b>				
<i>Transactions that will be reclassified subsequently to profit or loss</i>				
Gains (losses) on debt securities measured at fair value				
through other comprehensive income	(1,627,920)	247,543	(1,625,463)	247,543
Gains (losses) arising from translating the financial statements of foreign operations	50,601	47,906	50,601	47,906
Gains (losses) on cash flow hedges	(60,649)	(71,600)	(60,649)	(71,600)
Gains (losses) from deferred cost of hedging	(127,281)	(24,701)	(127,281)	(24,701)
Share of other comprehensive income (loss) of associate (equity method)				
for items that will be reclassified subsequently to profit or loss	(7,877,689)	(3,580,182)	-	-
Income tax relating to other comprehensive income (loss)				
for items that will be reclassified subsequently to profit or loss	363,170	(50,504)	362,679	(50,504)
<i>Transactions that will never be reclassified subsequently to profit or loss</i>				
Share of other comprehensive income (loss) of associated companies (equity method) for items that will never be reclassified subsequently to profit or loss	131,579	(1,224,904)	-	-
Gains (losses) on investments in equity securities designated to be measured at fair value through other comprehensive income	321,989	(3,826,010)	321,989	(3,631,890)
Actuarial gains (losses) on defined benefit plan	1,395,000	-	1,395,000	-
Income tax relating to other comprehensive income (loss)				
for items that will never be reclassified subsequently to profit or loss	(343,398)	718,616	(343,398)	718,616
<b>Other comprehensive income (loss) - net</b>	<b>(7,774,598)</b>	<b>(7,763,836)</b>	<b>(26,522)</b>	<b>(2,764,630)</b>
<b>Total comprehensive income (loss)</b>	<b>(1,367,689)</b>	<b>(472,011)</b>	<b>4,569,638</b>	<b>2,982,220</b>
<b>Total profit attributable to:</b>				
Equity holders of the Bank	5,578,436	6,466,532	4,596,160	5,746,850
Non-controlling interest	828,473	825,293		
	<u>6,406,909</u>	<u>7,291,825</u>		
<b>Total comprehensive income attributable</b>				
Equity holders of the Bank	(2,196,162)	(1,297,304)	4,569,638	2,982,220
Non-controlling interest	828,473	825,293		
	<u>(1,367,689)</u>	<u>(472,011)</u>		
<b>Earnings per share of the Bank</b>				
Basic earnings per share (Baht)	0.40	0.46	0.33	0.41

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

.....  
(Vichai Assarasakorn)  
Chairman of the Audit Committee

.....  
(Payong Srivanich)  
President

(Unaudited but reviewed)

## Krung Thai Bank Public Company Limited and its subsidiaries

## Statement of changes in equity

For the three-month period ended 31 March 2021

(Unit: Thousand Baht)

Consolidated financial statements													
Attributable to equity holder of the Bank													
	Issued and fully paid-up share capital	Premium on share capital	Deficit from the change in the ownership interest in subsidiary	Other components of equity					Share of other comprehensive income of associates	Retained earnings	Total equity attributable to equity holders of the Bank	Non-controlling interests	Total
				Appraisal surplus (deficit) on assets	Revaluation surplus (deficit) on investments	Gains (losses) from reclassification of investments	Hedge reserve	Gains (losses) from translating the financial statements					
<b>Balance as at 1 January 2020</b>	72,005,040	20,833,734	-	8,206,016	8,180,228	(1,877)	-	(115,736)	16,737,511	212,442,380	338,287,296	10,039,090	348,326,386
Cumulative effects of changes in accounting policies	-	-	-	-	2,129,230	1,877	(37,233)	-	190,144	(960,760)	1,323,258	(38,776)	1,284,482
<b>Balance as at 1 January 2020 - as restated</b>	72,005,040	20,833,734	-	8,206,016	10,309,458	-	(37,233)	(115,736)	16,927,655	211,481,620	339,610,554	10,000,314	349,610,868
Dividends (Note 4.8)	-	-	-	-	-	-	-	-	-	(10,528,965)	(10,528,965)	-	(10,528,965)
Total comprehensive income (loss)	-	-	-	-	(2,910,355)	-	(96,301)	47,906	(4,805,086)	6,466,532	(1,297,304)	825,293	(472,011)
<b>Balance as at 31 March 2020</b>	72,005,040	20,833,734	-	8,206,016	7,399,103	-	(133,534)	(67,830)	12,122,569	207,419,187	327,784,285	10,825,607	338,609,892
<b>Balance as at 1 January 2021</b>	72,005,040	20,833,734	(165,255)	8,579,504	9,386,416	-	178,064	(72,032)	14,107,084	218,613,197	343,465,752	11,597,842	355,063,594
Transfer to retained earnings	-	-	-	-	-	-	-	-	(66,623)	66,623	-	-	-
Total comprehensive income (loss)	-	-	-	-	(1,044,745)	-	(150,344)	50,601	(7,746,110)	6,694,436	(2,196,162)	828,473	(1,367,689)
<b>Balance as at 31 March 2021</b>	72,005,040	20,833,734	(165,255)	8,579,504	8,341,671	-	27,720	(21,431)	6,294,351	225,374,256	341,269,590	12,426,315	353,695,905

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

(Vichai Assarasakorn)

Chairman of the Audit Committee

(Payong Srivanich)

President



(Unaudited but reviewed)

**Krung Thai Bank Public Company Limited and its subsidiaries**

**Statement of changes in equity**

**For the three-month period ended 31 March 2021**

(Unit: Thousand Baht)

	Separate financial statements								
	Issued and fully paid-up share capital	Premium on share capital	Other components of equity					Retained earnings	Total
			Appraisal surplus (deficit) on assets	Revaluation surplus (deficit) on investments	Gains (losses) from reclassification of investments	Hedge reserve	Gains (losses) from translating the financial statements		
<b>Balance as at 1 January 2020</b>	72,005,040	20,833,734	8,206,016	8,006,270	(1,877)	-	(115,736)	195,290,019	304,223,466
Cumulative effects of changes in accounting policies	-	-	-	2,129,230	1,877	(37,233)	-	(1,206,562)	887,312
<b>Balance as at 1 January 2020 - as restated</b>	72,005,040	20,833,734	8,206,016	10,135,500	-	(37,233)	(115,736)	194,083,457	305,110,778
Dividends (Note 4.8)	-	-	-	-	-	-	-	(10,528,965)	(10,528,965)
Total comprehensive income (loss)	-	-	-	(2,716,235)	-	(96,301)	47,906	5,746,850	2,982,220
<b>Balance as at 31 March 2020</b>	72,005,040	20,833,734	8,206,016	7,419,265	-	(133,534)	(67,830)	189,301,342	297,564,033
<b>Balance as at 1 January 2021</b>	72,005,040	20,833,734	8,288,586	9,394,669	-	178,064	(72,032)	198,347,194	308,975,255
Total comprehensive income (loss)	-	-	-	(1,042,779)	-	(150,344)	50,601	5,712,160	4,569,638
<b>Balance as at 31 March 2021</b>	72,005,040	20,833,734	8,288,586	8,351,890	-	27,720	(21,431)	204,059,354	313,544,893

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

(Vichai Assarasakorn)

Chairman of the Audit Committee

(Payong Srivanich)

President

(Unaudited but reviewed)

**Krung Thai Bank Public Company Limited and its subsidiaries**

**Cash flow statement**

**For the three-month period ended 31 March 2021**

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
<b>Cash flows from operating activities</b>				
Profit before income tax	7,926,029	8,971,774	5,624,092	6,959,799
Adjustments to reconcile profit before income tax to net cash received (paid) from operating activities:				
Depreciation and amortisation expenses	1,357,168	1,131,034	913,799	779,490
Expected credit losses	8,057,919	8,524,411	6,880,440	7,200,376
Share of profit from investments accounted for under equity method	(298,945)	(293,352)	-	-
(Gains) losses on disposal of assets	(84)	(918)	(71)	(154)
(Gains) losses on disposal of investments	(316,661)	346,538	(316,661)	346,538
Unrealised (gains) losses on financial instruments measured at fair value through profit and loss	1,047,967	692,496	1,049,420	691,397
Losses on impairment of properties for sale	301,556	217,514	287,627	221,215
Losses on impairment of other assets	173,273	101,815	173,273	101,815
Amortisation of premium (discount) on investments	134,105	(110,524)	133,363	(108,310)
(Gains) losses on foreign currency translation	377,447	(2,231,511)	377,447	(2,231,515)
Increase (decrease) in provisions	811,993	4,919,558	743,997	4,884,861
(Increase) decrease in other accrued income	178,350	561,898	(226,566)	(37,775)
Increase (decrease) in other accrued expenses	(2,386,181)	6,649,258	(2,207,702)	7,370,860
	17,363,936	29,479,991	13,432,458	26,178,597
Net interest income	(19,968,996)	(22,961,329)	(16,805,922)	(19,462,087)
Dividend income	(126,965)	(117,635)	(511,356)	(810,435)
Proceeds from interest income	25,825,476	30,619,825	22,297,383	26,715,294
Cash paid on interest expenses	(5,321,469)	(10,873,500)	(4,945,210)	(9,320,180)
Proceeds from dividend income	84,625	46,798	256,825	46,798
Proceeds from income tax	542	-	542	-
Cash paid on income tax expenses	(625,856)	(201,950)	(525,110)	(139,284)
<b>Income from operating activities before changes in operating assets and liabilities</b>	17,231,293	25,992,200	13,199,610	23,208,703

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

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(Vichai Assarasakorn)  
Chairman of the Audit Committee

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(Payong Srivanich)  
President

(Unaudited but reviewed)

**Krung Thai Bank Public Company Limited and its subsidiaries****Cash flow statement (continued)****For the three-month period ended 31 March 2021**

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
<b>Cash flows from operating activities (continued)</b>				
(Increase) decrease in operating assets				
Interbank and money market items	(73,210,674)	(132,212,153)	(72,897,712)	(132,374,395)
Financial assets measured at fair value through profit or loss	(5,219,810)	2,901,034	(4,971,346)	2,890,158
Claims on securities	-	67,350,100	-	67,350,100
Derivatives assets	(1,063,763)	(35,194,354)	(1,063,763)	(35,194,311)
Loans to customers	(28,173,995)	(47,179,777)	(26,499,884)	(49,987,347)
Properties for sale	470,482	(741,737)	437,904	(745,360)
Other assets	(3,417,680)	(13,930,750)	(3,123,491)	(12,554,743)
Increase (decrease) in operating liabilities				
Deposits	(24,233,662)	196,658,449	(24,930,526)	196,498,227
Interbank and money market items	20,341,693	(38,927,252)	24,453,917	(33,578,835)
Liabilities payable on demand	(54,638)	132,553	(54,638)	132,553
Liabilities to deliver securities	-	(67,350,100)	-	(67,350,100)
Derivatives liabilities	2,754,670	41,661,778	2,754,670	41,661,778
Debt issued and short-term borrowings	-	428,032	-	428,032
Other liabilities	3,956,092	7,704,547	5,518,974	7,679,686
<b>Net cash provided by (used in) operating activities</b>	<b>(90,619,992)</b>	<b>7,292,570</b>	<b>(87,176,285)</b>	<b>8,064,146</b>
<b>Cash flows from investing activities</b>				
Purchase of debt securities measured at				
fair value through other comprehensive income	(15,662,447)	(102,868,593)	(15,510,847)	(103,518,993)
Proceeds from disposal of debt securities measured				
at fair value through other comprehensive income	50,923,653	86,891,395	50,805,193	87,555,069
Purchase of debt securities measured at amortised cost	(333,670)	(901,429)	(333,670)	(95,820)
Proceeds from disposal of debt securities measured at amortised cost	814,591	941,262	220,333	229,315
Purchase of investments in subsidiaries and associates	-	(635)	-	(170,381)
Proceeds from disposal of investments in subsidiaries and associates	-	11,796	-	-
Purchase of intangible assets	(764,124)	(488,403)	(718,210)	(453,749)
Purchase of premises and equipment	(201,763)	(493,636)	(153,155)	(262,619)
Proceeds from disposal of premises and equipment	97	2,735	77	177
<b>Net cash provided by (used in) investing activities</b>	<b>34,776,337</b>	<b>(16,905,508)</b>	<b>34,309,721</b>	<b>(16,717,001)</b>

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

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 (Vichai Assarasakorn)

Chairman of the Audit Committee

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 (Payong Srivanich)

President

(Unaudited but reviewed)

**Krung Thai Bank Public Company Limited and its subsidiaries**

**Cash flow statement (continued)**

**For the three-month period ended 31 March 2021**

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
<b>Cash flows from financing activities</b>				
Proceeds from debt issued and long-term borrowings	47,090,028	996,009	41,727,920	-
Repayments of debt issued and long-term borrowings	(2,300,000)	(3,800)	-	-
Repayments of lease liabilities	(602,186)	(578,860)	(498,410)	(483,561)
<b>Net cash provided by (used in) financing activities</b>	<b>44,187,842</b>	<b>413,349</b>	<b>41,229,510</b>	<b>(483,561)</b>
(Gains) losses from translating the financial statements of foreign operations	50,601	47,906	50,601	47,906
<b>Decrease in cash and cash equivalents</b>	<b>(11,605,212)</b>	<b>(9,151,683)</b>	<b>(11,586,453)</b>	<b>(9,088,510)</b>
<b>Beginning balance of cash and cash equivalents</b>	<b>68,161,357</b>	<b>68,433,721</b>	<b>68,115,583</b>	<b>68,361,786</b>
<b>Ending balance of cash and cash equivalents</b>	<b>56,556,145</b>	<b>59,282,038</b>	<b>56,529,130</b>	<b>59,273,276</b>

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

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(Vichai Assarasakorn)

Chairman of the Audit Committee

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(Payong Srivanich)

President

**Krung Thai Bank Public Company Limited and its subsidiaries**  
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**For the three-month period ended 31 March 2021**

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**Krung Thai Bank Public Company Limited and its subsidiaries**

**Notes to interim consolidated financial statements**

**For the three-month period ended 31 March 2021**

**1. General information**

Krung Thai Bank Public Company Limited (“the Bank”) is a public company limited registered in Thailand with its head office located at 35 Sukhumvit Road, Klongtoey Nua, Wattana, Bangkok. The Bank engages in commercial banking business and conducts its business through a nationwide branch network and in certain major centers of the world.

**2. Basis of preparation of the financial statements**

**2.1 Basis of preparation of the interim financial statements**

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, Accounting Guidelines promulgated by the Federation of Accounting Professions (“TFAC”), accounting practices generally accepted in Thailand including relevant Bank of Thailand’s regulations. The Bank chooses to present the interim financial statements that are the statement of financial position, comprehensive income, changes in equity, and cash flows in the same format as that used for the annual financial statements. Notes to the interim financial statements disclosed only significant information.

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

**2.2 Basis of preparation of the consolidated and separate financial statements**

The financial statements are presented in accordance with the Notification of the Bank of Thailand (“BOT”) No. SOR NOR SOR. 21/2561 dated 31 October 2018, regarding the Preparation and Announcement of Financial Statements of Commercial Banks and Parent Companies of Financial Holding Groups, including any other supplementary BOT’s Notifications; and with the regulations of the Stock Exchange of Thailand (“SET”) dated 2 October 2017, regarding the Preparation and Submission of Financial Statements and Report on Financial Position and Results of Business Operations of Listed Companies, B.E. 2560 (2017). Moreover, these financial statements are prepared in conformity with the financial reporting standards, under the Accounting Act B.E. 2547.

### The consolidated financial statements

The consolidated financial statements comprise the accounts of the Bank and those of its subsidiaries in which the Bank has a controlling interest, after eliminating significant intercompany transactions and balances. The 8 subsidiaries are KTB Law Co., Ltd., KTB General Services and Security Co., Ltd., Krung Thai Asset Management Plc., KTB Computer Services Co., Ltd., KTB Leasing Co., Ltd., KTB Advisory Co., Ltd., Krungthai Card Plc. and Infinitas by Krungthai Co., Ltd. The financial statements of the subsidiaries are prepared for the same reporting period as the Bank, using the same significant accounting policies. In cases where there are different accounting policies, the Bank has adjusted the effect of these differences in the consolidated financial statements.

The percentages of shareholdings and investments in the Bank's subsidiaries and associated companies are shown in Note 4.4 to the interim consolidated financial statements.

Investments in associated companies are accounted in the consolidated financial statements using the equity method.

### The separate financial statements

Investments in subsidiaries and associated companies are accounted in the separate financial statements using the cost method.

The Bank's financial statements for the three-month periods ended 31 March 2021 and 2020 and as at 31 December 2020 included the accounts of domestic and foreign branches, after eliminating the effects of all interbranch transactions.

### The English language interim financial statements

The interim financial statements in Thai language are the official statutory financial statements of the Bank. The interim financial statements in English language has been translated from the interim financial statements in Thai language. In case of a conflict or a difference in interpretation between the two languages, the interim financial statements in Thai language shall prevail.

## **2.3 New financial reporting standards**

### **a) Financial reporting standards that became effective in the current period**

During the period, the Bank and its subsidiaries has adopted the revised financial reporting standards and interpretations which are effective for fiscal years 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 and its subsidiaries' financial statements.

However, the Bank has adopted the temporary exemptions from applying specific hedge accounting requirements in accordance with TFRS 9 Financial Instruments and TFRS 7 Disclosure of Financial Instruments, which apply to all hedging relationships directly affected by interest rate benchmark reform. Consequently, the Bank can continue to apply hedge accounting for those hedging relationships in the period when there is uncertainty about the timing or the amount of interest rate benchmark-based cash flows of the hedged item or of the hedging instrument.

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

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

The Federation of Accounting Professions issued amendments to Thai Financial Reporting Standard 16 Leases that provide temporary exemptions from the impact of interest rate benchmark reform for a lessee, provided that all specified conditions are to be met.

The management of the Bank and its subsidiaries believe that adoption of these amendments will not have any significant impact on the Bank and its subsidiaries' financial statements.

**2.4 Significant accounting policies, judgements and estimates**

The interim financial statements are prepared by using the same accounting policies, methods of computation, and accounting judgements and estimates as were used for the financial statements for the year ended 31 December 2020 which including Accounting Guidance on Temporary Relief Measures for Entities Providing Assistance to Debtors Impacted by Situations That Affect the Thai Economy, except for the change in the accounting policy as follows:

Assets held for sale

Assets held for sale are measured by using a lower value between the carrying amount and fair value less cost of sales. Discontinued asset group is classified as assets held for sale if the carrying amount of most recoveries comes from a sale, not from continuing use of the assets. In this case, discontinued asset group must be available for immediate sale in its current state, which is subject to normal and general practice for selling those assets (or discontinued asset group) and sales must have a very high level of probability. The management of the Bank or the subsidiaries must be bound to the sales plan, which the sale must be expected to meet the conditions for the recognition of completed sales within 1 year from the date the assets are classified as assets held for sale.



### 3. Capital funds

As at 31 March 2021 and 31 December 2020, the Bank has calculated capital funds in accordance with the BOT's Basel III Framework. Since 2016, BOT has required commercial banks that are registered in Thailand to maintain the additional common equity Tier 1 ratio that exceeds the minimum capital funds by more than 2.5 percent of total risk-weighted assets, by gradually increasing the excess over the minimum capital funds by 0.625 percent each year, beginning from 1 January 2016 until the full amount was maintained on 1 January 2019.

The BOT added a rule requiring those commercial banks that have been identified as commercial banks with systematic country risk to maintain an additional capital adequacy ratio equal to 0.5 percent of risk-weighted assets from 1 January 2019 and increasing in to be 1 percent of total risk-weighted assets from 1 January 2020 onwards.

#### Capital adequacy ratios

	2021	2020
	More than %	More than %
Common equity Tier 1 ratio	8.00	8.00
Tier 1 capital fund ratio	9.50	9.50
Capital adequacy ratio	12.00	12.00

The capital funds and capital adequacy ratio information as at 31 March 2021, is preliminary information prepared using the criteria and methods prescribed by the BOT, which requires the Bank to prepare and submit such information to the BOT within 3 months from the end of the quarter, and to disclose such information as at 30 June and 31 December of each year via the Bank's website. Comparative information as at 31 December 2020, already submitted to the BOT, is as follow:

	(Unit: Million Baht)	
	Financial business group	
	31 March 2021	31 December 2020
Common equity Tier 1		
Paid-up share capital	72,005	72,005
Premium on share capital	20,834	20,834
Legal reserve	7,201	7,201
Net income after appropriation	205,207	205,207
Other components of equity	22,117	30,963
Capital deduction items on common equity Tier 1	(14,797)	(21,743)
Tier 1 capital funds - financial instruments	19,941	1,288
Total Tier 1 capital funds	332,508	315,755
Tier 2 capital funds		
Long-term subordinated debt	44,000	44,000
Allowance for assets classified as normal	22,880	22,349
Total Tier 2 capital funds	66,880	66,349
Total capital funds	399,388	382,104

(Unaudited but reviewed)

(Unit: Million Baht)

	Separate financial statements	
	31 March 2021	31 December 2020
Common equity Tier 1		
Paid-up share capital	72,005	72,005
Premium on share capital	20,834	20,834
Legal reserve	7,201	7,201
Net income after appropriation	187,929	187,929
Other components of equity	15,628	16,661
Capital deduction items on common equity Tier 1	(10,185)	(10,947)
Tier 1 capital funds - financial instruments	18,647	-
Total tier 1 capital funds	312,059	293,683
Tier 2 capital funds		
Long-term subordinated debt	44,000	44,000
Allowance for assets classified as normal	21,907	21,332
Total Tier 2 capital funds	65,907	65,332
Total capital funds	377,966	359,015

Capital adequacy ratio

	Financial business group		Separate financial statements	
	31 March 2021	31 December 2020	31 March 2021	31 December 2020
	(%)	(%)	(%)	(%)
Common equity Tier 1 ratio	15.26	15.73	14.93	15.35
Tier 1 capital fund ratio	16.24	15.79	15.88	15.35
Capital adequacy ratio	19.50	19.11	19.23	18.76

The Bank discloses information about the capital requirements of the Bank and the financial business group in accordance with the BOT's Notification regarding the Disclosure of Capital Requirements of Commercial Banks and Notification regarding the Disclosure of Capital Requirement of Financial Business Group.

Channel of disclosure                      [www.krungthai.com](http://www.krungthai.com)>Investor Relations>Financial Information>Pillar III disclosures

Date of disclosure                          30 April 2021

Information as at                            31 December 2020

#### 4. Supplementary information

##### 4.1 Supplementary information of cash and cash flows

###### 4.1.1 Cash

Cash as at 31 March 2021 and 31 December 2020 are as follows:

	(Unit: Million Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2021	31 December 2020	31 March 2021	31 December 2020
Cash	50,561	61,446	50,534	61,401
Cash received in advance from electronic money transactions and electronic money transfer services	5,995	6,715	5,995	6,715
<b>Total</b>	<b>56,556</b>	<b>68,161</b>	<b>56,529</b>	<b>68,116</b>

###### 4.1.2 Significant non-cash items for the three-month periods ended 31 March 2021 and 2020 are as follows:

	(Unit: Million Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2021	31 March 2020	31 March 2021	31 March 2020
Increase in revaluation surplus (deficit) on investments measured at fair value through other comprehensive income - net of income tax expenses	1,045	(2,910)	1,043	(2,716)
Increase (decrease) in right-of-use assets	421	(49)	411	319
Increase in properties for sale from loans repayment	250	153	250	153

## 4.1.3 Disclosures of related changes in liabilities from financing activities

(Unit: Million Baht)

Item	Consolidated financial statements			
	1 January 2021	Cash flows		31 March 2021
		from financing	Non-cash item	
Debt issued and borrowings	86,564	44,790	343	131,697
<b>Total</b>	<b>86,564</b>	<b>44,790</b>	<b>343</b>	<b>131,697</b>

(Unit: Million Baht)

Item	Separate financial statements			
	1 January 2021	Cash flows		31 March 2021
		from financing	Non-cash item	
Debt issued and borrowings	44,293	41,727	343	86,363
<b>Total</b>	<b>44,293</b>	<b>41,727</b>	<b>343</b>	<b>86,363</b>

## 4.2 Financial assets measured at fair value through profit and loss

(Unit: Million Baht)

Investments	Consolidated financial statements		Separate financial statements	
	31 March 2021	31 December 2020	31 March 2021	31 December 2020
<b>Financial assets held for trading</b>				
Government and state enterprises securities	7,765	6,497	7,765	6,497
Private debt securities	1,755	1,973	1,970	2,437
Foreign debt securities	3,966	-	3,966	-
Marketable equity securities	14	36	14	36
<b>Total</b>	<b>13,500</b>	<b>8,506</b>	<b>13,715</b>	<b>8,970</b>
<b>Others</b>				
Private debt securities	4,029	4,080	4,029	4,080
Unit trust	429	382	429	382
Marketable equity securities	662	756	662	756
<b>Total</b>	<b>5,120</b>	<b>5,218</b>	<b>5,120</b>	<b>5,218</b>
Total financial assets measured at fair value through profit and loss	18,620	13,724	18,835	14,188

### 4.3 Investments - net

The detail of investments of the Bank and its subsidiaries as of 31 March 2021 and 31 December 2020 are as follows:

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
Investments in debt securities measured at amortised cost	1,258	1,740	1,008	895
Investments in debt securities measured at fair value through other comprehensive income	260,749	300,505	261,472	301,259
Investments in equity securities designated at fair value through other comprehensive income	15,112	14,743	15,109	14,740
	<u>277,119</u>	<u>316,988</u>	<u>277,589</u>	<u>316,894</u>

#### 4.3.1 Investments in debt securities measured at amortised cost

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
	Amortised cost	Amortised cost	Amortised cost	Amortised cost
Government and state enterprise securities	250	845	-	-
Private debt securities	255	364	255	364
Foreign debt securities	801	578	801	578
Total	1,306	1,787	1,056	942
<u>Less</u> Allowance for expected credit losses	(48)	(47)	(48)	(47)
Total	<u>1,258</u>	<u>1,740</u>	<u>1,008</u>	<u>895</u>

#### 4.3.2 Investments in debt securities measured at fair value through other comprehensive income

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
	Fair value	Fair value	Fair value	Fair value
Government and state enterprise securities	209,340	256,924	209,340	256,924
Private debt securities	9,783	10,867	10,506	11,621
Foreign debt securities	41,626	32,714	41,626	32,714
Total	<u>260,749</u>	<u>300,505</u>	<u>261,472</u>	<u>301,259</u>
Allowance for expected credit losses	<u>(970)</u>	<u>(968)</u>	<u>(970)</u>	<u>(968)</u>

### 4.3.3 Investments in equity securities designated at fair value through other comprehensive income

(Unit: Million Baht)

	Consolidated financial statements			
	31 March 2021		31 December 2020	
	Fair value	Dividend income	Fair value	Dividend income
Domestic marketable equity securities	10,740	105	10,436	281
Foreign marketable equity securities	3,225	3	3,180	27
Domestic non-marketable equity securities	1,140	-	1,120	14
Foreign non-marketable equity securities	7	-	7	1
<b>Total</b>	<b>15,112</b>	<b>108</b>	<b>14,743</b>	<b>323</b>

(Unit: Million Baht)

	Separate financial statements			
	31 March 2021		31 December 2020	
	Fair value	Dividend income	Fair value	Dividend income
Domestic marketable equity securities	10,740	105	10,436	281
Foreign marketable equity securities	3,225	3	3,180	27
Domestic non-marketable equity securities	1,137	-	1,117	14
Foreign non-marketable equity securities	7	-	7	1
<b>Total</b>	<b>15,109</b>	<b>108</b>	<b>14,740</b>	<b>323</b>

During the three-month period ended 31 March 2021 and 2020, the Bank and its subsidiaries have no disposal on investments in equity securities designated at fair value through other comprehensive income.

4.3.4 The Bank and its subsidiaries have investments in securities which the Bank holds 10 percent or more of its shares, but is not classified as investments in subsidiaries and associated companies, classified by industrial sector and represented at their fair value as follows:

(Unit: Million Baht)

	Consolidated and separate financial statements	
	31 March 2021	31 December 2020
Public utilities and services	1,801	1,726
Mutual funds and REIT	890	881

4.3.5 As at 31 March 2021 and 31 December 2020, investments of the Bank and its subsidiaries in the consolidated and separate financial statements include investments in companies which have problems with their financial position and operating performance, as follows:

	Consolidated and separate financial statements							
							Allowance for expected credit losses provided	
	Number		Cost		Fair value		in the accounts	
	31 March 2021	31 December 2020	31 March 2021	31 December 2020	31 March 2021	31 December 2020	31 March 2021	31 December 2020
		Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	
1. Listed companies that are possible to delisting from the SET	3	2	832	-	33	33	847	-
2. Companies which have debt settlement problems or default on debt repayment	2	3	115	947	-	-	115	962

## 4.4 Investments in subsidiaries and associated companies - net

### 4.4.1 Separate financial statements

(Unit: Million Baht)

Name of company	Type of business	Type of shares	Percentages of shareholdings		Investments (Cost method)		Dividend for the three-month periods ended	
			31 March 2021	31 December 2020	31 March 2021	31 December 2020	31 March 2021	31 March 2020
<b>Subsidiaries</b>								
<b>Directly held</b>								
KTB Law Co., Ltd.	Legal services	Ordinary	100.00	100.00	30	30	-	-
KTB General Services and Security Co., Ltd.	General services	Ordinary	100.00	100.00	140	140	172	59
Krung Thai Asset Management Plc.	Securities business	Ordinary	100.00	100.00	211	211	-	500
KTB Computer Services Co., Ltd.	IT services	Ordinary	100.00	100.00	1,300	1,300	-	-
KTB Leasing Co., Ltd.*	Hire purchase	Ordinary	100.00	100.00	249	1,000	-	-
KTB Advisory Co., Ltd.**	Holding company	Ordinary	76.00	76.00	228	228	-	-
Krungthai Card Plc.	Credit card business	Ordinary	49.29	49.29	2,150	2,150	-	-
KTC Nano Co., Ltd.***	Nano finance	Ordinary	24.95	24.95	13	13	-	-
KTC Pico (Bangkok) Co., Ltd.***	Personal loan	Ordinary	24.95	24.95	15	15	-	-
KTC Prepaid Co., Ltd.***	Designated payment services	Ordinary	24.95	24.95	25	25	-	-
<b>Indirect held</b>								
KTC Pico (Chonburi) Co., Ltd.****	Personal loan				-	-	-	-
KTC Pico (Pathum Thani) Co., Ltd.****	Personal loan				-	-	-	-
KTC Pico (Samut Prakan) Co., Ltd.****	Personal loan				-	-	-	-
KTC Pico (Samut Sakhon) Co., Ltd.****	Personal loan				-	-	-	-
Infinitas by Krungthai Co., Ltd.*****	Digital platform services				-	-	-	-
Total					4,361	5,112	172	559
<u>Less</u> Allowance for impairment					(199)	(799)	-	-
Total					4,162	4,313	172	559
<b>Associated companies</b>								
Krungthai-AXA Life Insurance Plc.	Life insurance	Ordinary	50.00	50.00	4,072	4,072	150	-
Krungthai Panich Insurance Plc.	Non-life insurance	Ordinary	45.00	45.00	1,519	1,519	-	134
Krung Thai IBJ Leasing Co., Ltd.	Hire purchase	Ordinary	49.00	49.00	87	87	-	-
Krungthai Zmico Securities Co., Ltd.	Securities business	Ordinary	50.00	50.00	1,069	1,069	62	-
National ITMX Co., Ltd.	Service	Ordinary	19.86	19.86	36	36	-	-
BCI (Thailand) Co., Ltd.	Service	Ordinary	22.17	22.17	117	117	-	-
Total					6,900	6,900	212	134
<u>Less</u> Allowance for impairment					(10)	(10)	-	-
Total					6,890	6,890	212	134
Investments in subsidiaries and associated companies - net					11,052	11,203	384	693

\* The Bank reclassified 75.05 percent or amounting to Baht 751 million of investments in KTB Leasing Co., Ltd. that are to be sold to Krungthai Card Plc. as assets held for sale.

\*\* Under preparing of business operation plan.

\*\*\* The Bank has 24.95 percent shareholding in KTC Nano Co., Ltd., KTC Pico (Bangkok) Co., Ltd. and KTC Prepaid Co., Ltd. and has indirect holdings of 49.29 percent through Krungthai Card Plc., and which Krungthai Card Plc. held 75.05 percent in KTC Nano Co., Ltd., KTC Pico (Bangkok) Co., Ltd. and KTC prepaid Co., Ltd.

\*\*\*\* The Bank, indirectly invested by KTC Pico (Bangkok) Co., Ltd., which invested in the 100% shareholdings of KTC Pico (Chonburi) Co., Ltd., KTC Pico (Pathum Thani) Co., Ltd., KTC Pico (Samut Prakan) Co., Ltd. and KTC Pico (Samut Sakhon) Co., Ltd.

\*\*\*\*\* The Bank, indirectly invested by KTB Advisory Co., Ltd., which invested in the 100% shareholdings of Infinitas by Krungthai Co., Ltd.



## 4.4.2 Consolidated financial statements

As at 31 March 2021 and 31 December 2020, investments in associated companies, which presented under the equity method, in the consolidated financial statements consist of investments in ordinary shares of the following companies which operate in Thailand:

(Unit: Million Baht)

Name of company	31 March 2021			31 December 2020		
	Percentages	Investments	Investments	Percentages	Investments	Investments
	of shareholdings	(cost method)	(equity method)	of shareholdings	(cost method)	(equity method)
<b>Associated companies</b>						
Krungthai-AXA Life Insurance Plc.	50.00	594	16,021	50.00	594	23,816
Krungthai Panich Insurance Plc.	45.00	971	3,105	45.00	971	3,027
Krung Thai IBJ Leasing Co., Ltd.	49.00	87	814	49.00	87	790
Krungthai Zmico Securities Co., Ltd.	50.00	1,069	1,200	50.00	1,069	1,208
National ITMX Co., Ltd.	19.86	36	509	19.86	36	464
BCI (Thailand) Co., Ltd.	22.17	117	92	22.17	117	95
Total investments in associated companies - net		<u>2,874</u>	<u>21,741</u>		<u>2,874</u>	<u>29,400</u>

(Unit: Million Baht)

Name of company	For the three-month periods ended 31 March						
	2021				2020		
	Dividend income	Share profit	Retained earnings	Share of other comprehensive income	Dividend income	Share profit	Share of other comprehensive income
<b>Associated companies</b>							
Krungthai-AXA Life Insurance Plc. <sup>(1)</sup>	150	114	70	(7,829)	-	165	(4,613)
Krungthai Panich Insurance Plc. <sup>(1)</sup>	-	67	-	11	134	91	(225)
Krung Thai IBJ Leasing Co., Ltd.	-	24	-	-	-	39	-
Krungthai Zmico Securities Co., Ltd.	62	52	(3)	5	-	(24)	33
National ITMX Co., Ltd.	-	45	-	-	-	26	-
BCI (Thailand) Co., Ltd.	-	(3)	-	-	-	(4)	-
Total investments in associated companies - net	<u>212</u>	<u>299</u>	<u>67</u>	<u>(7,813)</u>	<u>134</u>	<u>293</u>	<u>(4,805)</u>

<sup>(1)</sup> The amount presents after adjustment for the effect of differences in accounting policies.

Investments in associated companies are accounted in the consolidated financial statements by using the equity method based on financial information from unaudited/ unreviewed financial statements of the associated companies.

**4.5 Loans to customers and accrued interest receivables - net**

## 4.5.1 Classified by type of loans

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
Overdrafts	152,083	155,037	152,083	155,037
Loans	1,602,767	1,592,453	1,518,408	1,504,951
Bills	599,111	581,389	604,671	590,829
Hire-purchase receivables	1,405	1,618	1	1
Finance lease receivables	914	957	-	-
Others	4,127	3,787	1,650	1,270
<u>Less</u> Deferred revenue	(394)	(399)	(82)	(66)
Total loans to customers net of deferred revenue	2,360,013	2,334,842	2,276,731	2,252,022
<u>Add</u> Accrued interest receivables	16,085	16,199	15,556	15,657
Total loans to customers net of deferred revenue, plus accrued interest receivables	2,376,098	2,351,041	2,292,287	2,267,679
<u>Less</u> Allowance for expected credit losses	(155,827)	(150,528)	(145,922)	(140,590)
Total loans to customers and accrued interest receivables - net	2,220,271	2,200,513	2,146,365	2,127,089

As at 31 March 2021, the Bank has loans to customers including loans with modification of contracts, that the Bank has elected to adopt Accounting Guidance on Temporary Relief Measures for Entities Providing Assistance to Debtors Impacted by Situations That Affect the Thai Economy in the preparation of the financial statements, representing 15 percent of total loans (31 December 2020: 16 percent of total loans).

As at 31 March 2021, the Bank has loans under the Government Policy Program, including interbank and money market items. These consist of a soft loan program to provide as working capital for SMEs, a soft loan program for replacement and improvement of machinery and increased productivity for SMEs, a program to provide financial support for entrepreneurs in the three Southern border provinces, a 6<sup>th</sup> Phase revolving funds program for energy conservation by financial institutions, a loans project for the environment and COVID-19 soft loan for personal loan and SMEs, totaled amounting to Baht 43,428 million.

## 4.5.2 Classified by loan classification

(Unit: Million Baht)

	Consolidated financial statements			
	31 March 2021		31 December 2020	
	Loans to customers and accrued interest receivables	Allowance for expected credit losses	Loans to customers and accrued interest receivables	Allowance for expected credit losses
Financial assets where there have not been a significant increase in credit risk (Performing)	2,037,043	34,902	2,013,375	32,093
Financial assets where there have been a significant increase in credit risk (Under-Performing)	225,461	42,849	223,501	41,627
Financial assets that are credit-impaired (Non-Performing)	109,111	75,496	109,407	74,204
Financial assets where applied simplified approach to calculate expected credit losses (Lifetime ECL - Simplified approach)	4,483	2,580	4,758	2,604
<b>Total</b>	<b>2,376,098</b>	<b>155,827</b>	<b>2,351,041</b>	<b>150,528</b>

(Unit: Million Baht)

	Separate financial statements			
	31 March 2021		31 December 2020	
	Loans to customers and accrued interest receivables	Allowance for expected credit losses	Loans to customers and accrued interest receivables	Allowance for expected credit losses
Financial assets where there have not been a significant increase in credit risk (Performing)	1,970,277	31,058	1,947,443	28,249
Financial assets where there have been a significant increase in credit risk (Under-Performing)	214,568	40,454	212,431	39,183
Financial assets that are credit-impaired (Non-Performing)	107,442	74,410	107,805	73,158
<b>Total</b>	<b>2,292,287</b>	<b>145,922</b>	<b>2,267,679</b>	<b>140,590</b>

(Unaudited but reviewed)

4.5.3 As at 31 March 2021 and 31 December 2020, loans of the Bank and its subsidiaries in the consolidated and separate financial statements include major loans to customers, which have problems with their financial position and operating performance, as follows:

		Consolidated and separate financial statements					
		Loans to customers and accrued interest receivables		Allowance for expected credit losses provided in the accounts			
Number							
31	31	31	31	31	31	31	31
March	December	March	December	March	December	March	December
2021	2020	2021	2020	2021	2020	2021	2020
		Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
1. Listed companies that are possible to delisting from the SET	1	-	5,793	-	5,793	-	-
2. Listed companies that have been delisted from the SET	1	1	8,406	8,410	4,734	4,736	

4.5.4 Finance lease receivables (including hire-purchase receivables and finance lease receivables)

(Unit: Million Baht)

		Consolidated financial statements							
		31 March 2021				31 December 2020			
		Amounts due under the agreement				Amounts due under the agreement			
		Not over		Over	Total	Not over		Over	Total
		1 year	1 - 5 years	5 years	Total	1 year	1 - 5 years	5 years	Total
Gross investment of leases		802	201	1,316	2,319	1,100	1,290	185	2,575
<u>Less</u> Unearned financial income					(313)				(333)
Present value of minimum lease payments					2,006				2,242
<u>Less</u> Allowance for expected credit losses					(493)				(501)
Finance lease receivables - net					1,513				1,741

(Unit: Million Baht)

		Separate financial statements							
		31 March 2021				31 December 2020			
		Amounts due under the agreement				Amounts due under the agreement			
		Not over		Over	Total	Not over		Over	Total
		1 year	1 - 5 years	5 years	Total	1 year	1 - 5 years	5 years	Total
Gross investment of leases		1	-	-	1	1	-	-	1
<u>Less</u> Unearned financial income					-				-
Present value of minimum leases payments					1				1
<u>Less</u> Allowance for expected credit losses					(1)				(1)
Finance lease receivables - net					-				-

## 4.6 Allowance for expected credit losses

(Unit: Million Baht)

Consolidated financial statements					
31 March 2021					
	Financial assets where there have not been a significant increase in credit risk (12-mth ECL)	Financial assets where there have been a significant increase in credit risk (Lifetime ECL - not credit impaired)	Financial assets that are credit- impaired (Lifetime ECL - credit impaired)	Financial assets where applied simplified approach to calculate expected credit losses (Lifetime ECL - simplified approach)	Total
<b>Interbank and money market items (assets)</b>					
Beginning balance	2,568	169	-	-	2,737
Allowance for expected credit losses during the period	(241)	124	-	-	(117)
Ending balance	2,327	293	-	-	2,620
<b>Investments in debt securities measured at amortised cost</b>					
Beginning balance	1	10	36	-	47
Allowance for expected credit losses during the period	-	1	-	-	1
Ending balance	1	11	36	-	48
<b>Investments in debt securities measured at fair value through other comprehensive income</b>					
Beginning balance	42	-	926	-	968
Allowance for expected credit losses during the period	2	-	-	-	2
Ending balance	44	-	926	-	970
<b>Loans to customers and accrued interest receivables</b>					
Beginning balance	32,093	41,627	74,204	2,604	150,528
Allowance for expected credit losses during the period	2,812	1,222	4,478	(34)	8,478
Bad debt written-off	(3)	-	(3,186)	(8)	(3,197)
Bad debt recovery	-	-	-	18	18
Ending balance	34,902	42,849	75,496	2,580	155,827
<b>Loan commitments and financial guarantees</b>					
Beginning balance	1,027	2,691	870	-	4,588
Allowance for expected credit losses during the period	808	(387)	(287)	-	134
Bad debt written-off	-	-	(13)	-	(13)
Ending balance	1,835	2,304	570	-	4,709

(Unit: Million Baht)

Consolidated financial statements						
31 December 2020						
	Financial assets where there has been a significant increase in credit risk (12-mth ECL)	Financial assets where there has been a significant increase in credit risk (Lifetime ECL - not credit impaired)	Financial assets that are credit- impaired (Lifetime ECL - credit impaired)	Financial assets where applied simplified approach to calculated expected credit losses (Lifetime ECL - simplified approach)	Allowance for doubtful accounts	Total
<b>Interbank and money market items (assets)</b>						
Beginning balance	-	-	-	-	1,235	1,235
Changes due to the adoption of new accounting standards <sup>(1)</sup>	505	1,126	4	-	(1,235)	400
	505	1,126	4	-	-	1,635
Allowance for expected credit losses during the year	2,063	(957)	(4)	-	-	1,102
Ending balance	2,568	169	-	-	-	2,737
<b>Investments in debt securities measured at amortised cost</b>						
Beginning balance	-	-	-	-	36	36
Changes due to the adoption of new accounting standards <sup>(1)</sup>	1	1	36	-	(36)	2
	1	1	36	-	-	38
Allowance for expected credit losses during the year	-	9	-	-	-	9
Ending balance	1	10	36	-	-	47
<b>Investments in debt securities measured at fair value through other comprehensive income</b>						
Beginning balance	-	-	-	-	79	79
Changes due to the adoption of new accounting standards <sup>(1)</sup>	12	8	79	-	(79)	20
	12	8	79	-	-	99
Allowance for expected credit losses during the year	30	(8)	847	-	-	869
Ending balance	42	-	926	-	-	968

Consolidated financial statements						
31 December 2020						
	Financial assets where there has been a significant increase in credit risk (12-mth ECL)	Financial assets where there has been a significant increase in credit risk (Lifetime ECL - not credit impaired)	Financial assets that are credit-impaired (Lifetime ECL - credit impaired)	Financial assets where simplified approach to calculated expected credit losses (Lifetime ECL - simplified approach)	Allowance for doubtful accounts	Total
<b>Loans to customers and accrued interest receivables</b>						
Beginning balance	-	-	-	-	135,228	135,228
Changes due to the adoption of new accounting standards <sup>(1)</sup>	24,530	43,954	62,070	2,919	(135,228)	(1,755)
	24,530	43,954	62,070	2,919	-	133,473
Allowance for expected credit losses during the year	7,802	(1,445)	36,244	(199)	-	42,402
Bad debt written-off	(239)	(882)	(24,110)	(200)	-	(25,431)
Bad debt recovery	-	-	-	84	-	84
Ending balance	32,093	41,627	74,204	2,604	-	150,528
<b>Loan commitments and financial guarantees</b>						
Beginning balance	-	-	-	-	116	116
Changes due to the adoption of new accounting standards <sup>(1)</sup>	744	663	223	-	(116)	1,514
	744	663	223	-	-	1,630
Allowance for expected credit losses during the year	283	2,029	687	-	-	2,999
Bad debt written-off	-	(1)	(40)	-	-	(41)
Ending balance	1,027	2,691	870	-	-	4,588

<sup>(1)</sup> Allowance for doubtful accounts at the beginning of the year is determined in accordance with the Bank of Thailand's regulations. Currently, they are shown as 12-mth ECL and Lifetime ECL according to the principles of TFRS 9, without retrospective adjustment.

(Unit: Million Baht)

	Separate financial statements			
	31 March 2021			
	Financial assets where there have not been a significant increase in credit risk (12-mth ECL)	Financial assets where there have been a significant increase in credit risk (Lifetime ECL - not credit impaired)	Financial assets that are credit- impaired (Lifetime ECL - credit impaired)	Total
<b>Interbank and money market items (assets)</b>				
Beginning balance	2,568	169	-	2,737
Allowance for expected credit losses during the period	(241)	124	-	(117)
Ending balance	2,327	293	-	2,620
<b>Investments in debt securities measured at amortised cost</b>				
Beginning balance	1	10	36	47
Allowance for expected credit losses during the period	-	1	-	1
Ending balance	1	11	36	48
<b>Investments in debt securities measured at fair value through other comprehensive income</b>				
Beginning balance	42	-	926	968
Allowance for expected credit losses during the period	2	-	-	2
Ending balance	44	-	926	970
<b>Loans to customers and accrued interest receivables</b>				
Beginning balance	28,249	39,183	73,158	140,590
Allowance for expected credit losses during the period	2,812	1,271	3,216	7,299
Bad debt written-off	(3)	-	(1,964)	(1,967)
Ending balance	31,058	40,454	74,410	145,922
<b>Loan commitments and financial guarantees</b>				
Beginning balance	1,027	2,691	870	4,588
Allowance for expected credit losses during the period	808	(387)	(287)	134
Bad debt written-off	-	-	(13)	(13)
Ending balance	1,835	2,304	570	4,709



(Unit: Million Baht)

Separate financial statements					
31 December 2020					
	Financial assets where there has not been a significant increase in credit risk (12-mth ECL)	Financial assets where there has been a significant increase in credit risk (Lifetime ECL - not credit impaired)	Financial assets that are credit- impaired (Lifetime ECL - credit impaired)	Allowance for doubtful accounts	Total
<b>Interbank and money market items (assets)</b>					
Beginning balance	-	-	-	1,235	1,235
Changes due to the adoption of new accounting standards <sup>(1)</sup>	505	1,126	4	(1,235)	400
	505	1,126	4	-	1,635
Allowance for expected credit losses during the year	2,063	(957)	(4)	-	1,102
Ending balance	2,568	169	-	-	2,737
<b>Investments in debt securities measured at amortised cost</b>					
Beginning balance	-	-	-	36	36
Changes due to the adoption of new accounting standards <sup>(1)</sup>	1	1	36	(36)	2
	1	1	36	-	38
Allowance for expected credit losses during the year	-	9	-	-	9
Ending balance	1	10	36	-	47
<b>Investments in debt securities measured at fair value through other comprehensive income</b>					
Beginning balance	-	-	-	79	79
Changes due to the adoption of new accounting standards <sup>(1)</sup>	12	8	79	(79)	20
	12	8	79	-	99
Allowance for expected credit losses during the year	30	(8)	847	-	869
Ending balance	42	-	926	-	968

(Unit: Million Baht)

Separate financial statements					
31 December 2020					
	Financial assets where there has not been a significant increase in credit risk (12-mth ECL)	Financial assets where there has been a significant increase in credit risk (Lifetime ECL - not credit impaired)	Financial assets that are credit- impaired (Lifetime ECL - credit impaired)	Allowance for doubtful accounts	Total
<b>Loans to customers and accrued interest receivables</b>					
Beginning balance	-	-	-	126,732	126,732
Changes due to the adoption of new accounting standards <sup>(1)</sup>	22,204	41,956	60,817	(126,732)	(1,755)
	22,204	41,956	60,817	-	124,977
Allowance for expected credit losses during the year	6,284	(1,891)	31,531	-	35,924
Bad debt written-off	(239)	(882)	(19,190)	-	(20,311)
Ending balance	28,249	39,183	73,158	-	140,590
<b>Loan commitments and financial guarantees</b>					
Beginning balance	-	-	-	116	116
Changes due to the adoption of new accounting standards <sup>(1)</sup>	744	663	223	(116)	1,514
	774	663	223	-	1,630
Allowance for expected credit losses during the year	283	2,029	687	-	2,999
Bad debt written-off	-	(1)	(40)	-	(41)
Ending balance	1,027	2,691	870	-	4,588

<sup>(1)</sup> Allowance for doubtful accounts at the beginning of the year is determined in accordance with the Bank of Thailand's regulations. Currently, they are shown as 12-mth ECL and Lifetime ECL according to the principles of TFRS 9, without retrospective adjustment.

## 4.7 Debt issued and borrowings

As at 31 March 2021 and 31 December 2020, debt issued and borrowings are classified as follows:

(Unit: Million Baht)

	Currency	Interest rate (%)	Maturity date	Consolidated financial statements					
				31 March 2021			31 December 2020		
				Domestic	Foreign	Total	Domestic	Foreign	Total
<u>Long term bonds</u>									
2015	Baht	3.68 - 4.00	2022 - 2025	2,695	-	2,695	2,695	-	2,695
2016	Baht	2.12 - 4.00	2021 - 2026	13,026	-	13,026	13,825	-	13,825
2017	Baht	2.46 - 3.80	2022 - 2027	10,988	-	10,988	10,988	-	10,988
2018	Baht	2.35 - 3.83	2021 - 2028	5,479	-	5,479	5,327	-	5,327
2019	Baht	2.40 - 3.20	2022 - 2029	4,565	-	4,565	5,974	-	5,974
2020	Baht	1.93 - 2.65	2022 - 2030	3,500	-	3,500	3,462	-	3,462
2021	Baht	1.17 - 1.40	2023 - 2024	5,081	-	5,081	-	-	-
<u>KTB subordinated debentures</u>									
No.1/2017	Baht	3.40	2027	20,235	-	20,235	20,293	-	20,293
No.1/2019	Baht	3.70	2029	24,000	-	24,000	24,000	-	24,000
Additional Tier 1									
subordinated notes	US Dollar	4.40	No maturity	-	18,666	18,666	-	-	-
Structured notes	US Dollar	0.65 - 1.05	2022 - 2028	23,432	-	23,432	-	-	-
Short-term structured note	Baht	2.08	2021	30	-	30	-	-	-
<b>Total</b>				<b>113,031</b>	<b>18,666</b>	<b>131,697</b>	<b>86,564</b>	<b>-</b>	<b>86,564</b>

(Unit: Million Baht)

	Currency	Interest rate (%)	Maturity date	Separate financial statements					
				31 March 2021			31 December 2020		
				Domestic	Foreign	Total	Domestic	Foreign	Total
<u>KTB subordinated debentures</u>									
No.1/2017	Baht	3.40	2027	20,235	-	20,235	20,293	-	20,293
No.1/2019	Baht	3.70	2029	24,000	-	24,000	24,000	-	24,000
Additional Tier 1									
subordinated notes	US Dollar	4.40	No maturity	-	18,666	18,666	-	-	-
Structured notes	US Dollar	0.65 - 1.05	2022 - 2028	23,432	-	23,432	-	-	-
Short-term structured note	Baht	2.08	2021	30	-	30	-	-	-
<b>Total</b>				<b>67,697</b>	<b>18,666</b>	<b>86,363</b>	<b>44,293</b>	<b>-</b>	<b>44,293</b>

### Structured notes

On 8 March 2021, the Bank issued and offered 7 structured notes totaling US Dollar 748 million. The notes have fixed interest rate of 0.65 percent per annum for the first year, 0.75 percent per annum for the second year, 0.85 percent per annum for the third year, 1.00 percent per annum for the fourth year and 1.05 percent per annum for the fifth year to seventh year, with payment of interest to be made every three months. The notes mature during the year 2022 to 2028 and have tenors of 1 year to 7 years. There is an option to early redeem the notes after 5 years, or after that subject to the conditions of the Bank, without the holder's consent.

Subordinated notes

On 25 March 2021, the Bank issued and offered US Dollar 600 million of subordinated notes qualified to be included in Additional Tier 1 capital of the Bank, containing the write-down/write-off provision, in accordance with the terms thereof for sales to foreign investors according to the resolution of the Annual General Meeting of shareholders held on 11 April 2012. The notes have no maturity and no fixed redemption date. The Bank has a right to early redeem after 5 years from the Issue Date, by getting the approval from Baht of Thailand. The notes have fixed distribution rate of 4.4 percent per annum until the first call date. Then, the distribution rate is subject to change to reference rate every 5 years. The Bank received net proceeds from the issued and offered of the subordinated notes amounting to US Dollar 600 million, which the Bank of Thailand had approved to include in Additional Tier 1 capital from 25 March 2021. The Bank presented such subordinated notes as financial liabilities by taking into consideration both contractual obligation and legal rights as stated in the Offering Circular of the notes.

**4.8 Dividends**

During the three-month period ended 31 March 2020, the Bank has dividend payment as follow:

(Unit: Million Baht)

Dividends	Approved by	Total dividends		Dividend per share		Payment date
		Preferred shares	Ordinary shares	Preferred shares	Ordinary shares	
Interim dividends for the year 2019	Board of Directors Meeting on 25 March 2020	5	10,524	0.9075	0.753	23 April 2020

**4.9 Commitment and contingent liabilities****4.9.1 Leases and service commitment**

As at 31 March 2021, the Bank and its subsidiaries have future rental and service charges under non-cancellable leases which have not yet effective, long-term leases and long-term service contracts as follows:

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	Over 1 - 5		Over 1 - 5	
	Within 1 year	years	Within 1 year	years
Non-cancellable leases which have not yet effective	20	64	-	-
Long term leases	174	36	49	28
Long term service contracts	1,195	1,304	613	957
<b>Total</b>	<b>1,389</b>	<b>1,404</b>	<b>662</b>	<b>985</b>

## 4.9.2 Contingent liabilities

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
Avals to bills	6,050	5,614	6,050	5,614
Guarantees of loans	3,797	4,244	3,797	4,244
Liabilities under unmatured import bills	6,314	5,450	6,314	5,450
Letters of credit	35,245	30,993	35,245	30,993
Banks' liability under acceptances	26	22	26	22
Other contingencies				
Unused overdraft credit lines	183,454	180,307	183,454	180,307
Other guarantees	205,896	173,446	205,896	173,446
Others	183,759	180,768	5,150	6,525
<b>Total</b>	<b>624,541</b>	<b>580,844</b>	<b>445,932</b>	<b>406,601</b>

As at 31 March 2021 and 31 December 2020, the Bank has contingent liabilities relating to significant lawsuits of Baht 16,830 million and Baht 17,311 million, respectively. These include lawsuits in which the Court of First Instance has already ruled and that are being appealed in the Appeal Court and the Supreme Court.

As at 31 March 2021 and 31 December 2020, the Bank has guarantees for transactions of the Bank of Baht 5,361 million and Baht 5,140 million, respectively.

## 4.10 Assets with obligations and restrictions

(Unit: Million Baht)

	Consolidated and separate financial statements	
	31 March 2021	31 December 2020
Government and state enterprise securities pledged as collateral		
Court collateral	408	447
Repurchase agreements	53,104	40,133
Collateral for Student Loan Fund	57	58
Private debt securities as collateral		
Repurchase agreements	5,176	1,456
Properties for sale (subject to purchase or sell agreements)	2,404	1,808
Properties for sale (debtor is granted the right to buy back or first right for this portion)	5,380	6,236
<b>Total</b>	<b>66,529</b>	<b>50,138</b>

#### 4.11 Related party transactions

4.11.1 The Bank has the following related parties transactions with the Bank's executives (First Vice President and above) including related persons who together with these employees as follows:

	(Unit: Million Baht)	
	Separate financial statements	
	31 March 2021	31 December 2020
Loans	148	163
Deposits	392	375

	(Unit: Million Baht)	
	Separate financial statements	
	For the three-month periods ended 31 March	
	2021	2020
Interest income	1	1

4.11.2 Interbank and money market items (assets), loans, obligations, derivatives, and other assets

The balances of interbank and money market items (assets), loans, obligations, derivatives, and other assets with related parties, which are under normal bank pricing policies, as at 31 March 2021 and 31 December 2020 are as follows:

	(Unit: Million Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2021	31 December 2020	31 March 2021	31 December 2020
<b>Interbank and money market items (assets)</b>				
<u>Associated companies</u>				
Krungthai-AXA Life insurance Plc.	1	1	1	1
Krungthai Zmico Securities Co., Ltd.	415	431	415	431
<u>Less</u> Allowance for expected credit losses	(57)	(62)	(57)	(62)
<b>Total</b>	<b>359</b>	<b>370</b>	<b>359</b>	<b>370</b>
<b>Loans</b>				
<u>Subsidiaries</u>				
KTB General Services and Security Co., Ltd.	-	-	7	7
KTB Computer Services Co., Ltd.	-	-	2,008	2,096
KTB Leasing Co., Ltd.	-	-	1,450	1,780
Krungthai Card Plc.	-	-	4,060	7,660
<u>Less</u> Allowance for expected credit losses	-	-	(12)	(21)
<b>Total</b>	<b>-</b>	<b>-</b>	<b>7,513</b>	<b>11,522</b>

(Unaudited but reviewed)

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
<u>Associated companies</u>				
Krung Thai IBJ Leasing Co., Ltd.	5,235	5,142	5,235	5,142
Krungthai Panich Insurance Plc.	1	-	1	-
<u>Less</u> Allowance for expected credit losses	(26)	(26)	(26)	(26)
<b>Total</b>	<b>5,210</b>	<b>5,116</b>	<b>5,210</b>	<b>5,116</b>
Entities with parent company or common directors or key management personnel				
	16,879	19,263	16,879	19,263
<u>Less</u> Allowance for expected credit losses	(87)	(126)	(87)	(126)
<b>Total</b>	<b>16,792</b>	<b>19,137</b>	<b>16,792</b>	<b>19,137</b>
Entities in which the Bank held shares from TDR from 10 percent or more				
	8,407	8,411	8,407	8,411
<u>Less</u> Allowance for expected credit losses	(4,734)	(4,736)	(4,734)	(4,736)
<b>Total</b>	<b>3,673</b>	<b>3,675</b>	<b>3,673</b>	<b>3,675</b>
<b>Commitments</b>				
<u>Subsidiaries</u>				
KTB General Services and Security Co., Ltd.	-	-	21	21
KTB Computer Services Co., Ltd.	-	-	5	5
KTB Leasing Co., Ltd.	-	-	1	1
Krungthai Card Plc.	-	-	1	1
<u>Associated companies</u>				
Krung Thai IBJ Leasing Co., Ltd.	2	2	2	2
Krungthai-AXA Life Insurance Plc.	1	1	1	1
Krungthai Panich Insurance Plc.	5	5	5	5
Entities with common directors or key management personnel				
	248	365	248	365
Entities in which the Bank held shares in aggregate from 10 to 20 percent				
	12	13	12	13
Entities in which the Bank held shares from TDR from 10 percent or more				
	1	1	1	1
<b>Derivatives (Notional amount)</b>				
<u>Associated companies</u>				
Krung Thai IBJ Leasing Co., Ltd.	681	731	681	731
Krungthai-AXA Life Insurance Plc.	14,042	10,614	14,042	10,614
Entities in which the Bank held shares in aggregate from 10 to 20 percent				
	2	-	2	-

(Unaudited but reviewed)

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
<b>Other assets</b>				
<u>Subsidiaries</u>				
KTB Law Co., Ltd.	-	-	17	18
KTB Leasing Co., Ltd.	-	-	1	1
Krungthai Card Plc.	-	-	334	752
Krung Thai Asset Management Plc.	-	-	149	108
KTB General Services and Security Co., Ltd.	-	-	173	-
Infinitas by Krungthai Co., Ltd.	-	-	109	-
<u>Associated companies</u>				
Krungthai-AXA Life Insurance Plc.	211	169	210	168
Krungthai Panich Insurance Plc.	37	29	31	29
Entities with parent company or common directors or key management personnel	2,511	2,511	2,511	2,511

#### 4.11.3 Deposits, interbank and money market items (liabilities) and other liabilities

The balances of deposits, interbank and money market items (liabilities) and other liabilities to related parties, which are under normal bank pricing policies, as at 31 March 2021 and 31 December 2020 are as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
<b>Deposits</b>				
<u>Parent company</u>				
Financial Institutions Development Fund	20	20	20	20
<u>Subsidiaries</u>				
KTB Law Co., Ltd.	-	-	377	401
KTB General Services and Security Co., Ltd.	-	-	791	773
KTB Computer Services Co., Ltd.	-	-	134	350
KTB Leasing Co., Ltd.	-	-	279	257
KTB Advisory Co., Ltd.	-	-	3	3
Krungthai Card Plc.	-	-	975	1,469
Infinitas by Krungthai Co., Ltd.	-	-	299	300



(Unaudited but reviewed)

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2021	31 December 2020	31 March 2021	31 December 2020
<b>Deposits (continued)</b>				
<u>Associated companies</u>				
Krung Thai IBJ Leasing Co., Ltd.	23	31	23	31
Krungthai Panich Insurance Plc.	739	245	739	245
Entities with parent company or common directors or key management personnel	7,434	10,198	7,434	10,198
Entities in which the Bank held shares in aggregate from 10 to 20 percent	1,138	595	1,138	595
Related parties in which the Bank acquired 10 percent or more of paid-up capital from TDR	197	622	197	622
<b>Interbank and money market items (liabilities)</b>				
<u>Subsidiaries</u>				
Krung Thai Asset Management Plc.	-	-	590	158
<u>Associated company</u>				
Krungthai-AXA Life Insurance Plc.	4,253	4,789	4,253	4,789
Krungthai Zmico Securities Co., Ltd.	66	42	66	42
<b>Other liabilities</b>				
<u>Subsidiaries</u>				
KTB General Services and Security Co., Ltd.	-	-	359	344
KTB Computer Services Co., Ltd.	-	-	953	638
Krungthai Card Plc.	-	-	4	2
KTB Law Co., Ltd.	-	-	76	104
Infinitas by Krungthai Co., Ltd.	-	-	121	-
<u>Associated companies</u>				
Krungthai Panich Insurance Plc.	26	12	25	12
Krungthai-AXA Life Insurance Plc.	13	14	6	7
National ITMX Co., Ltd.	33	27	33	27

## 4.11.4 Income and expenses

The Bank has significant income and expenses with related parties as follows:

	(Unit: Million Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
<b>Interest income</b>				
<u>Subsidiaries</u>				
KTB Computer Services Co., Ltd.	-	-	10	14
KTB Leasing Co., Ltd.	-	-	3	11
Krungthai Card Plc.	-	-	11	9
<u>Associated companies</u>				
Krungthai Zmico Securities Co., Ltd.	1	4	1	4
Krung Thai IBJ Leasing Co., Ltd.	10	23	10	23
Entities with parent company or common directors or key management personnel	75	64	75	64
<b>Interest expenses</b>				
<u>Subsidiaries</u>				
KTB Law Co., Ltd.	-	-	-	1
KTB General Services and Security Co., Ltd.	-	-	1	1
Krungthai Card Plc.	-	-	-	1
<u>Associated companies</u>				
Krungthai Panich Insurance Plc.	-	1	-	1
Krungthai-AXA Life Insurance Plc.	24	29	24	29
Entities with parent company or common directors or key management personnel	8	23	8	23
Entities in which the Bank held shares TDR from 10 percent or more	-	1	-	1
<b>Other income</b>				
<u>Subsidiaries</u>				
KTB General Services and Security Co., Ltd.	-	-	3	1
KTB Leasing Co., Ltd.	-	-	2	4
Krung Thai Asset Management Plc.	-	-	347	189
Krungthai Card Plc.	-	-	45	80
Infinitas by Krungthai Co., Ltd.	-	-	109	-
<u>Associated companies</u>				
Krung Thai IBJ Leasing Co., Ltd.	2	1	2	1
Krungthai Zmico Securities Co., Ltd.	2	1	2	1
Krungthai Panich Insurance Plc.	107	70	102	70
Krungthai-AXA Life Insurance Plc.	555	605	537	605

(Unaudited but reviewed)

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
<b>Other expenses</b>				
<u>Subsidiaries</u>				
KTB Law Co., Ltd.	-	-	40	100
KTB General Services and Security Co., Ltd.	-	-	596	579
KTB Computer Services Co., Ltd.	-	-	881	873
Krungthai Card Plc.	-	-	2	2
Infinitas by Krungthai Co., Ltd.	-	-	121	-
<u>Associated companies</u>				
Krung Thai IBJ Leasing Co., Ltd.	4	-	-	-
Krungthai Zmico Securities Co., Ltd.	2	1	1	1
National ITMX Co., Ltd.	85	46	85	46
Krungthai-AXA Life Insurance Plc.	18	-	-	-
Krungthai Panich Insurance Plc.	4	-	-	-

4.11.5 The Bank and its subsidiaries have no compensation or other benefits, either monetary or non-monetary, to directors and executives, except the benefits normally paid as follows:

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
Short-term employee benefits	427	428	342	337
Post-employment benefits	9	12	8	7
Total	436	440	350	344

4.11.6 Intercompany trading transactions

#### Subsidiaries

- 1) KTB Computer Services Co, Ltd. (“KTBCS”) is assigned by the Bank to provide information technology (IT) services to the Bank in relation to the implementation of various projects and systems according to the Bank’s business plan. The services providing to the Bank consist of system control and maintenance, system software development, and providing preliminary consultancy services and training in various areas. The Bank incurred service charges on a cost-plus method of Baht 847 million and Baht 840 million for the three- month periods ended 31 March 2021 and 2020, respectively.

Since 2003, the GFMS project Phase 2 has been developed and implemented on behalf of the Bank by KTBCS. The Bank and the Office of GFMS attached to the Secretariat of the Prime Minister unanimously signed on the Memorandum of Agreement upon the submission of deliverables and disbursements associated with the investments in the GFMS project on 22 September 2005. Furthermore, the Bank signed a hire-of-work contract for the implementation and maintenance with the Office of GFMS. The Bank incurred service charges of Baht 34 million and Baht 33 million for the three-month periods ended 31 March 2021 and 2020, respectively.

- 2) The Bank operates a student loan service for the Student Loans Fund, including public relations, policy, regulation, loan payment, document filling, loan notification, loan status, as well as receipt of settlement, pursuit of loan collection, and prosecution. KTB Law Co., Ltd. has been designated to prosecute debtors of the Student Loans Fund. The Bank incurred service charges of Baht 59 million for the three-month periods ended 31 March 2020.
- 3) KTB General Services and Security Co., Ltd. (“KTBGS”) is assigned by the Bank to provide collection and delivery services for all cash, foreign exchange and financial instruments, and the Bank’s asset. KTBGS also manages Krung Thai Bank Training Center and the Bank’s other buildings. The Bank incurred service charges of Baht 596 million and Baht 579 million for the three-month periods ended 31 March 2021 and 2020, respectively.
- 4) Infinitas by Krungthai Co., Ltd. is assigned by the Bank to provide services and consultation on innovation and digital solutions including management and application of information technology in various forms to serve the Bank’s strategy. The Bank incurred service charges on a cost-plus method of Baht 121 million for the three-month period ended 31 March 2021.

The Bank has entered into support service agreement with Infinitas by Krungthai Co., Ltd., whereby the Bank charges service income at the rates as mutually agreed. The Bank generated service income from such services of Baht 109 million for the three-month period ended 31 March 2021.

- 5) The Bank incurred service charges provided by its subsidiaries [including fees mentioned in No.1) to 4)] amounting to Baht 1,640 million and Baht 1,554 million for the three-month periods ended 31 March 2021 and 2020, respectively, at the rates as mutually agreed.

- 6) The Bank generated fee income from service with its subsidiaries amounting to Baht 349 million and Baht 203 million for the three-month periods ended 31 March 2021 and 2020, respectively.
- 7) The Bank generated premises rental income from its subsidiaries of Baht 1 million and Baht 4 million for the three-month periods ended 31 March 2021 and 2020, respectively, at the rates as mutually agreed.

#### **Intercompany considerations**

Intercompany income and expenses are based on the rates as mutually agreed and the amount specified in the contract, while the cost-plus method is used for certain transactions.

The consolidated financial statements include the accounts of subsidiaries after eliminating intercompany transactions and balances.

#### **Associated companies**

The Bank generated fee income under support service contracts of Baht 643 million and Baht 631 million for the three-month periods ended 31 March 2021 and 2020, respectively, at the rates as mutually agreed.

### **4.12 Operations classified by operating segment**

#### **Segment definition**

The Bank organises segments for internal management purposes, with the Management Committee of each segment being the chief operating decision-maker (CODM). Three reportable segments have been identified based on customer type and nature of business:

- 1) Retail banking segment; develops financial products and services, and also provides services for individual customers relating to deposits, loans, payment for goods and services as well as sale of products released by the Bank's subsidiaries and business alliances through its network of branches nationwide.
- 2) Wholesale banking segment; provides credit facilities and financial services to corporate clients.
- 3) Treasury and investment segment; controls the Bank's financial structure to maintain appropriate levels and enable the generation of profit from the Bank's equity investment, international business and excess liquidity, and also supervises overseas branches and companies in which the Bank has invested, among others.

Other segments comprise of middle offices, back offices, subsidiaries and associated companies.

**Accounting procedures for segment reporting**

The accounting procedures for the operating segments are based on the principle of Economic Value Management (EVM), whereby performance is measured on the same basis as that used in the internal management reports that are reviewed by the Bank's CODM. In accordance with the EVM concept, all business units are treated as profit centers, with internal service charges (ISC) between the service providing unit and service receiving unit. The Fund Transfer Pricing (FTP) concept is used to calculate the value of funds for the fund provider unit and the cost of funds for fund user unit. Income and expenses are allocated according to ownership in order to derive the net operating profit after tax (NOPAT).

(Unit: Million Baht)

Consolidated financial statements						
For the three-month period ended 31 March 2021						
	Retail banking	Wholesale banking	Treasury and investment	Support and others	Eliminations	Total
Total operating income	13,031	7,048	1,806	8,726	(1,939)	28,672
Total expenses (excluding expected credit losses)	(8,227)	(1,137)	(646)	(5,971)	1,774	(14,207)
Expected credit losses	33	(6,869)	21	(1,234)	(9)	(8,058)
Net profit	4,837	(958)	1,181	1,521	(174)	6,407

(Unit: Million Baht)

Consolidated financial statements						
For the three-month period ended 31 March 2020						
	Retail banking	Wholesale banking	Treasury and investment	Support and others	Eliminations	Total
Total operating income	14,754	7,896	1,196	9,055	(1,938)	30,963
Total expenses (excluding expected credit losses)	(7,952)	(2,076)	(470)	(6,247)	1,598	(15,147)
Expected credit losses	(3,534)	(3,865)	(389)	(1,786)	1,050	(8,524)
Net profit	3,268	1,955	337	1,022	710	7,292

(Unaudited but reviewed)

Assets and liabilities for segment of the Bank and its subsidiaries as at 31 March 2021 and 31 December 2020 are as follows.

(Unit: Million Baht)

	Consolidated financial statements					
	Retail banking	Wholesale banking	Treasury and investment	Support and others	Eliminations	Total
As at 31 March 2021						
Segment assets	1,001,167	1,271,225	913,212	190,371	(4,309)	3,371,666
Segment liabilities	1,694,459	830,992	267,143	239,588	(14,212)	3,017,970
As at 31 December 2020						
Segment assets	988,351	1,208,867	943,799	187,601	(838)	3,327,780
Segment liabilities	1,711,923	839,087	200,543	239,613	(18,449)	2,972,717

### Information about major customers

During the three-month periods ended 31 March 2021 and 2020, the Bank and its subsidiaries have no major customer with revenue of 10 percent or more of an entity's revenues.

### 4.13 Interest income

Interest income for the three-month periods ended 31 March 2021 and 2020 consist of the following:

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
Interbank and money market items	729	1,141	729	1,141
Investments and trading transactions	61	161	61	161
Investments in debt securities	917	1,301	921	1,298
Loans to customers	23,545	27,501	20,055	23,702
Hire-purchase and finance leases	29	80	-	-
Others	16	33	16	33
Total interest income	25,297	30,217	21,782	26,335

**4.14 Interest expenses**

Interest expenses for the three-month periods ended 31 March 2021 and 2020 consist of the following:

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
Deposits	2,706	4,105	2,708	4,109
Interbank and money market items	404	685	392	669
Contributions to Bank of Thailand (BOT)	1,431	1,365	1,431	1,365
Contributions to Deposit Protection				
Agency (DPA)	62	55	62	55
Debt issued				
- Subordinated debentures	366	638	366	638
- Others	335	363	-	-
Borrowings	1	1	-	-
Borrowing fees	2	5	-	-
Others	21	38	17	37
Total interest expenses	<u>5,328</u>	<u>7,255</u>	<u>4,976</u>	<u>6,873</u>

**4.15 Expected credit losses**

Expected credit losses and gains or losses from modification of contracts for financial assets for the three-month periods ended 31 March 2021 and 2020 are as follows:

(Unit: Million Baht)

	For the three-month period ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
Interbank and money market items (assets)	(117)	587	(117)	587
Investments in debt securities measured at amortised cost	1	(2)	1	(2)
Investments in debt securities measured at fair value through other comprehensive income	2	(5)	2	(5)
Loans to customers and accrued interest receivables				
- Expected credit losses	8,009	8,666	6,831	7,342
- Losses from modification of contracts	42	90	42	90
Total	<u>7,937</u>	<u>9,336</u>	<u>6,759</u>	<u>8,012</u>
Loan commitments and financial guarantee contracts	<u>121</u>	<u>(812)</u>	<u>121</u>	<u>(812)</u>
Total	<u>8,058</u>	<u>8,524</u>	<u>6,880</u>	<u>7,200</u>



#### 4.16 Income tax

The Bank has complied with its tax management policy to correctly operate tax payment, tax filing and tax benefit utilisation according to the legal regulations.

The Bank has considered tax effects both current and future of benefit from carrying amount of assets or settlement of carrying amount of liabilities. If there is probable that the Bank will get benefits from carrying amount of assets or settlement of carrying amount of liabilities, the Bank will pay higher future income tax (or lower) on the basis of amounts expected to be paid. Such the consideration is based on estimations, assumptions, regulation changes that may occur, legal interpretation and historical experience. In the future, if events change, which resulted in the Bank to change its decision on the sufficiency of accrued income tax, any changes in accrued income tax will affect to income tax in the period that the changes occur.

Income tax expenses for the three-month periods ended 31 March 2021 and 2020 are as follows:

	(Unit: Million Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
<b>Current income tax:</b>				
Interim corporate income tax	1,283	938	804	553
<b>Deferred tax:</b>				
Relating to temporary differences and reversal of temporary differences	236	742	224	660
<b>Income tax expenses reported in statements of comprehensive income</b>	<b>1,519</b>	<b>1,680</b>	<b>1,028</b>	<b>1,213</b>

(Unaudited but reviewed)

The amounts of income tax relating to each component of other comprehensive income for the three-month periods ended 31 March 2021 and 2020 are as follows:

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
Deferred tax on gains (losses) from hedge accounting	(37)	-	(37)	-
Deferred tax on gains (losses) on revaluation of investments in debt securities measured at fair value through other comprehensive income	(326)	(51)	(325)	(51)
Deferred tax on gains (losses) on revaluation of investments in equity securities designated at fair value through other comprehensive income	64	719	64	719
Deferred tax on actuarial gains and losses	279	-	279	-
	<u>(20)</u>	<u>668</u>	<u>(19)</u>	<u>668</u>

Reconciliations between income tax expenses and the product of accounting profit multiplied by the applicable tax rate for the three-month periods ended 31 March 2021 and 2020 are as follows:

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
Accounting profit before tax	7,926	8,972	5,624	6,960
Applicable tax rate	20%	20%	20%	20%
Accounting profit before tax multiplied by applicable tax rate	1,585	1,794	1,125	1,392
Effects of non-taxable revenue and non-deductible expenses - net	(66)	(114)	(97)	(179)
Income tax expenses reported in statements of comprehensive income	<u>1,519</u>	<u>1,680</u>	<u>1,028</u>	<u>1,213</u>

#### 4.17 Fair value of financial instruments

Financial assets and liabilities measured at fair value are classified by the level of fair value hierarchy as follows:

(Unit: Million Baht)

	Consolidated financial statements							
	31 March 2021				31 December 2020			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
<b>Financial assets and liabilities measured at fair value</b>								
<b>Financial assets</b>								
Financial assets								
measured at fair value								
through profit or loss	676	17,944	-	18,620	792	12,932	-	13,724
Investments in debt								
securities measured at								
fair value through other								
comprehensive income	-	260,749	-	260,749	-	300,505	-	300,505
Investments in equity								
securities designated at								
fair value through other								
comprehensive income	13,932	675	505	15,112	13,583	655	505	14,743
Derivatives assets	-	74,362	-	74,362	-	74,507	-	74,507
<b>Financial liabilities</b>								
Derivatives liabilities	-	68,414	-	68,414	-	65,471	-	65,471

(Unit: Million Baht)

	Separate financial statements							
	31 March 2021				31 December 2020			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
<b>Financial assets and liabilities measured at fair value</b>								
<b>Financial assets</b>								
Financial assets								
measured at fair value								
through profit or loss	676	18,159	-	18,835	792	13,396	-	14,188
Investments in debt								
securities measured at								
fair value through other								
comprehensive income	-	261,472	-	261,472	-	301,259	-	301,259
Investments in equity								
securities designated at								
fair value through other								
comprehensive income	13,932	672	505	15,109	13,583	652	505	14,740
Derivatives assets	-	74,362	-	74,362	-	74,507	-	74,507
<b>Financial liabilities</b>								
Derivatives liabilities	-	68,414	-	68,414	-	65,471	-	65,471

During the current period, the Bank and its subsidiaries have no changes the fair value hierarchy.

### **Fair value hierarchy**

Fair value hierarchy of the above financial assets and liabilities depends on differences in the data inputs used in valuation, and are determined as follows:

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Bank and its subsidiaries can access at the measurement date.
- Level 2 - Inputs that can be observed either directly or indirectly for those assets and liabilities other than the quoted prices in level 1.
- Level 3 - Inputs that are unobservable for those assets and liabilities.

### **Valuation techniques for Level 2 and Level 3**

The fair value of derivatives is calculated using valuation techniques that include the discounted cash flow model and option pricing model, commonly used by market participants. The information used in the valuation techniques is observable in the market, which is based on reliable sources, such as interest rates, exchange rates, volatilities, etc. Moreover, the Bank has adjusted valuation adjustments in order to appropriately reflect relevant risks such as credit valuation adjustment (CVA), market liquidity risk, based on Bid-Offer Spread (Bid-Offer Spread Adjustment), etc.

The fair value of investments in domestic debt securities is calculated using the price published by the Thai Bond Market Association ( ThaiBMA) , whilst the fair value of investments in foreign debt securities is calculated using the latest published price obtained from reliable sources.

The fair value of investments in non-marketable equity securities is determined using their latest book value from the entity's financial statements.

#### 4.18 Others

4.18.1 The Bank has certain defaulting debtors in relation to convertible preferred shares sale and purchase agreement and lending facilities with the outstanding principal amounts according to the related sale and purchase agreements and facilities agreements, as of 31 March 2021 totaling Baht 9,745 million, exclusive of the default interests. In this regard, for such outstanding principal amounts, the Bank has fully made a provision for impairment and allowance for doubtful accounts according to the Bank of Thailand's criteria and it is currently in the execution process according to the orders of the Civil Court and the Bankruptcy Court.

In addition, such debtors together with other defendants were connected to a lawsuit of the Office of the Attorney General which was submitted to the Criminal Division for Persons Holding Political Positions of the Supreme Court's (the "Supreme Court"). The Supreme Court had ordered an acceptance of the complaint on 25 July 2012 and thereafter rendered a judgement on 26 August 2015 that all defendants shall be jointly liable for damages to the Bank. The Bank had submitted a letter to the Office of the Attorney General requesting the Department of Legal Execution, the Office of the Attorney General to execute a judgement for the Bank. In January 2016, the Office of the Attorney General had submitted a motion to the Supreme Court requesting for a writ of execution for appointing the executing officers and the Supreme Court ordered and appointed the executing officers. In this respect, the Bank had notified the public prosecutor of the result of a search for all judgment debtors' property. On 5 October 2016, the public prosecutor of the Department of Special Litigation arranged a meeting for representatives from the Bank of Thailand, the Anti-Money Laundering Office (AMLO) and the Bank to consider the issues regarding the legal execution of the Supreme Court's judgement with coordination and exchange information. Each party will legally exercise its authority and the Supreme Court's order in order to enforce all defendants for the Bank's benefits and legal rights.

On 17 August 2017, a defendant of the criminal case of the Persons Holding Political Positions, who was not a defaulting debtor of the civil case, had made a payment of Baht 1,636 million to the Bank for payment of partial damages according to such criminal case. The Bank accepted the payment and recorded such payment as other revenue from a lawsuit compensation, as well as issuing a letter to such defendant demanding for payment of the remaining damages together with all relevant defendants to the Bank according to such judgement.

At present, judgments of the criminal case, other bankruptcy and civil cases have been enforced for confiscation execution of the mortgaged collaterals according to the preferred mortgage in the Bank's civil case for public auction. The court has issued an order for the Bank to receive debt payment as a mortgagee from such mortgaged collaterals according to an application for repayment of debt for the mortgaged debt submitted by the Bank. Thereafter, on 17 October 2018, the Legal Execution Department made an announcement for public auction and managed the proceedings of public auction for the mortgaged collaterals; whereby, a third party was the successful bidder for Baht 8,914 million. In 2019, the Bank has received the net amount of Baht 3,899 million from the Legal Execution Department for the mortgaged collaterals according to the preferred mortgage which were sold under the criminal case. The Bank exercised the right pursuant to Thai laws by deducting fees and litigation expenses of the Bank for Baht 1 million, and the remaining amount of Baht 3,898 million after the Legal Execution Department's deduction of expenses was considered as interest payment according to the judgment of the Bank's civil case. In this respect, on 25 September 2019, a defendant of the criminal case has filed a civil lawsuit against the Bank for taking the lawsuit amount to be recorded as the damages pursuant to the judgment of such criminal case in which the Bank submitted defending response, the Bank's action affirming. In 2020, the Bank had received net payment from the Legal Execution Department for the mortgaged collaterals which had been sold in other bankruptcy cases in the amount of Baht 3,524 million. The Bank exercised the right pursuant to Thai laws by deducting expenses in relation to auction announcement of Baht 0.02 million, and the remaining amount of Baht 3,524 million was considered as interest payment according to the judgement of the Bank's civil case. For other civil cases, currently, the Bank has received the net amount of 1,223 million Baht from the Legal Execution Department for the mortgaged collaterals according to the preferred mortgage which were sold under civil cases. The Bank exercised the right pursuant to Thai laws by deducting for interest in the amount of 1,223 million Baht according to the judgment of the Bank's civil case. On July 8, 2020, the Legal Execution Department made an announcement of public auction for the remaining 1 plot of land from the collateral in a criminal case, and managed the proceedings of public auction for such mortgaged collateral; whereby, a third party was the successful bidder for Baht 7.29 million, the buyer placed a bid deposit in full. The Bank is currently waiting for accounts receivable from the Legal Execution Department.

For the Bank's civil case, whereby the Bank was a plaintiff suing for the foreclosure of such mortgaged collaterals, the Civil Court had rendered a judgment in favor of the Bank to receive full payment of debt according to the grounds of the lawsuit together with interest on 28 September 2017. Thereafter, on 31 October 2018, the Court of Appeal had issued an appointment for the hearing of judgment which upheld the judgment of the Civil Court and the defendant had filed a petition to the Supreme Court on 25 December 2018 and the Bank had filed an answer against such defendant's petition on 25 February 2019. Currently, the Supreme Court had rendered a judgement on 5 May 2020 which upheld the judgement of the Court of Appeal.

4.18.2 In 2010, the Bank lent a company USD 96 million ( Baht 2,885 million), for which an investment in the ordinary shares of a foreign financial institution was pledged as collateral. Although these shares, accounting for 50 percent of such financial institution's authorised shares capital, were under the Bank, the Bank had no control over this financial institution. The Bank received full repayment of the loan under the contract in July 2011 but has not yet transferred such pledged ordinary shares back to the company because the company must first seek a financial institution to be a new investor of such financial institution.

4.18.3 The Bank considers factors for closing certain branch in foreign country according to advice from its legal consultants. The assets, liabilities and operating performance of such branch are not material to the Bank's financial statements.

#### **4.19 COVID-19**

The COVID-19 pandemic is impacting various businesses and industries. The situation may bring uncertainties and may impacting the Bank's and its subsidiaries' operating results and cash flows. The impact cannot be reasonably estimated at this stage.

As a result of the COVID-19 pandemic having a widespread impact on all business sectors and customer segments across Thailand, the Bank of Thailand has issued a series of measures, covering payment moratoriums, government guarantees as well as payment holidays to get bank helped affected borrowers and industries that are encountering short-term cash flow problems to resume repayment ability at the end. As at 31 March 2021, the outstanding balances of loans to customers that the Bank has assisted in accordance with the measures of the Bank of Thailand amounting to Baht 126 billion.

#### **4.20 Events after the reporting period**

On 9 April 2021, the Annual General Meeting of Shareholders of the Bank passed a resolution to pay dividend to preferred shareholders at the rate of Baht 0.4295 per share and ordinary shareholders at the rate of Baht 0.275 per share, or a total of Baht 3,846 million, to its shareholders. This transaction will be recorded in the second quarter of the year.

#### **4.21 Approval of the interim financial statements**

These interim financial statements were authorised for issue by the Audit Committee on 13 May 2021.