

Krung Thai Bank Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month period ended 31 March 2023

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 2023, 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 interim 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: 12 May 2023

Krung Thai Bank Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2023

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2023	31 December 2022	31 March 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Cash	4.1	58,387,113	61,590,792	58,367,535	61,565,118
Interbank and money market items - net		644,561,075	550,940,565	644,054,211	549,955,203
Financial assets measured at fair value through profit or loss	4.2	11,462,899	33,568,015	11,462,899	33,568,015
Derivatives assets		71,790,384	83,170,487	71,790,384	83,170,487
Investments - net	4.3	212,676,747	277,054,816	212,080,708	277,554,194
Investments in subsidiaries and associated companies - net	4.4	16,782,024	12,319,651	11,175,610	11,175,610
Loans to customers and accrued interest receivables - net	4.5	2,427,021,754	2,443,831,839	2,343,838,963	2,361,276,730
Properties for sale - net		40,295,983	40,829,441	40,291,820	40,790,389
Land, premises and equipment - net		31,142,951	31,199,913	28,756,785	28,659,834
Right-of-use assets - net		3,258,193	3,660,321	2,708,116	3,028,949
Other intangible assets - net		16,984,163	15,163,697	16,619,667	14,631,644
Deferred tax assets		4,094,759	4,497,292	1,494,806	1,957,578
Accrued income		2,901,010	2,490,168	2,859,501	2,451,896
Other assets - net		27,710,561	32,101,866	27,959,146	32,543,392
Total assets		3,569,069,616	3,592,418,863	3,473,460,151	3,502,329,039

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 2023

(Unit: Thousand Baht)

Note	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and equity				
Deposits	2,620,708,882	2,590,236,439	2,626,038,987	2,594,724,935
Interbank and money market items	220,228,628	277,098,585	214,470,228	272,492,597
Liabilities payable on demand	5,500,215	5,018,811	5,500,215	5,018,811
Financial liabilities measured at fair value through profit or loss	147,754	2,318,740	147,754	2,318,740
Derivatives liabilities	65,330,723	78,506,970	65,330,723	78,506,970
Debt issued and borrowings	4.6 150,588,264	151,171,799	107,712,920	106,902,043
Lease liabilities	3,263,867	3,687,832	2,654,914	3,002,514
Provisions	17,968,464	17,444,245	16,362,416	15,927,492
Other liabilities	78,477,532	74,363,410	71,337,390	67,425,344
Total liabilities	3,162,214,329	3,199,846,831	3,109,555,547	3,146,319,446
Equity				
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	(659,694)	(659,694)	-	-
Other components of equity	21,660,089	17,906,648	21,455,922	21,771,581
Retained earnings				
Appropriated				
Legal reserve	7,200,504	7,200,504	7,200,504	7,200,504
Unappropriated	268,627,685	259,018,538	242,409,404	234,198,734
Equity attributable to equity holders of the Bank	389,667,358	376,304,770	363,904,604	356,009,593
Non-controlling interests	17,187,929	16,267,262	-	-
Total equity	406,855,287	392,572,032	363,904,604	356,009,593
Total liabilities and equity	3,569,069,616	3,592,418,863	3,473,460,151	3,502,329,039
	-	-	-	-

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 2023**

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

	Note	Consolidated		Separate	
		financial statements		financial statements	
		2023	2022	2023	2022
Profit or loss					
Interest income	4.11	34,105,226	26,208,607	30,160,624	22,738,623
Interest expenses	4.12	8,486,042	5,122,954	8,157,249	4,799,965
Net interest income		25,619,184	21,085,653	22,003,375	17,938,658
Fees and service income		7,155,835	7,040,595	5,437,458	5,429,031
Fees and service expenses		2,017,308	2,072,335	1,399,012	1,544,234
Net fees and service income		5,138,527	4,968,260	4,038,446	3,884,797
Gains on financial instruments measured at fair value					
through profit or loss		1,898,741	1,748,092	1,898,833	1,748,997
Gains on investments		258,866	73,297	258,866	73,297
Share of profit from investments accounted for under equity method		398,599	387,698	-	-
Dividend income		176,189	100,724	238,489	477,174
Other operating income		1,781,875	1,321,190	987,694	499,375
Total operating income		35,271,981	29,684,914	29,425,703	24,622,298
Other operating expenses					
Employee's expenses		6,832,482	6,333,379	5,349,141	4,954,095
Directors' remuneration		86,274	66,269	24,249	7,470
Premises and equipment expenses		2,395,171	2,257,247	1,295,438	1,215,836
Taxes and duties		1,192,920	957,834	1,035,107	821,743
Impairment losses of properties for sale		276,796	235,215	361,631	240,325
Others		2,866,378	2,393,824	3,947,809	3,386,432
Total other operating expenses		13,650,021	12,243,768	12,013,375	10,625,901
Expected credit losses	4.13	8,103,570	5,470,421	6,728,964	4,416,450
Profit before income tax		13,518,390	11,970,725	10,683,364	9,579,947
Income tax	4.14	2,531,127	2,317,262	2,010,383	1,786,892
Net profit		10,987,263	9,653,463	8,672,981	7,793,055

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 2023**

(Unit: Thousand Baht except basic earnings per share expressed in Baht)				
	Consolidated		Separate	
	financial statements		financial statements	
Note	2023	2022	2023	2022
Other comprehensive income (loss)				
<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	476,442	(752,289)	463,706	(756,272)
Gains (losses) arising from translating the financial statements of				
foreign operations	(4,652)	(14,521)	(4,652)	(14,521)
Gains (losses) on cash flow hedges	(207,246)	28,145	(207,246)	28,145
Gains (losses) from deferred cost of hedging	149,029	(48,713)	149,029	(48,713)
Share of other comprehensive income (loss) of associates (equity method)				
for items that will be reclassified subsequently to profit or loss	4,288,636	(5,493,749)	-	-
Income tax relating to other comprehensive income (loss)				
for items that will be reclassified subsequently to profit or loss	(83,645)	154,571	(81,098)	155,368
<i>Transactions that will never be reclassified subsequently to profit or loss</i>				
Gains (losses) on investments in equity designated to be measured				
at fair value through other comprehensive income	(790,022)	(952,087)	(790,022)	(952,087)
Actuarial gains (losses) on defined benefit plan	(582,114)	-	(582,114)	-
Share of other comprehensive income (loss) of associates (equity method)				
for items that will never be reclassified subsequently to profit or loss	(224,863)	(447,523)	-	-
Income tax relating to other comprehensive income (loss)				
for items that will never be reclassified subsequently to profit or loss	274,427	190,417	274,427	190,417
Other comprehensive income (loss) - net	3,295,992	(7,335,749)	(777,970)	(1,397,663)
Total comprehensive income (loss)	14,283,255	2,317,714	7,895,011	6,395,392
Total profit attributable to:				
Equity holders of the Bank	10,066,596	8,780,344	8,672,981	7,793,055
Non-controlling interest	920,667	873,119		
	<u>10,987,263</u>	<u>9,653,463</u>		
Total comprehensive income attributable to:				
Equity holders of the Bank	13,362,588	1,444,595	7,895,011	6,395,392
Non-controlling interest	920,667	873,119		
	<u>14,283,255</u>	<u>2,317,714</u>		
Earnings per share of the Bank				
Basic earnings per share (Baht)	0.72	0.63	0.62	0.56

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 2023

(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				Total equity attributable to equity holders				
				Surplus (deficit) on revaluation of assets	Surplus (deficit) on revaluation of investments	Hedge reserve	Gains (losses) from translating the financial statements	Share of other comprehensive income (loss) of associates	Retained earnings	Non-controlling interests	Total	
Balance as at 1 January 2022	72,005,040	20,833,734	(659,694)	14,296,331	10,076,906	67,482	73,158	6,012,485	237,347,450	360,052,892	14,058,548	374,111,440
Transfer to retained earnings	-	-	-	-	-	-	-	(35,286)	35,286	-	-	-
Total comprehensive income (loss)	-	-	-	-	(1,363,500)	(16,455)	(14,521)	(5,941,273)	8,780,344	1,444,595	873,119	2,317,714
Balance as at 31 March 2022	<u>72,005,040</u>	<u>20,833,734</u>	<u>(659,694)</u>	<u>14,296,331</u>	<u>8,713,406</u>	<u>51,027</u>	<u>58,637</u>	<u>35,926</u>	<u>246,163,080</u>	<u>361,497,487</u>	<u>14,931,667</u>	<u>376,429,154</u>
Balance as at 1 January 2023	72,005,040	20,833,734	(659,694)	14,211,201	7,516,678	301,759	18,424	(4,141,414)	266,219,042	376,304,770	16,267,262	392,572,032
Transfer to retained earnings	-	-	-	(3,380)	-	-	-	(4,862)	8,242	-	-	-
Total comprehensive income (loss)	-	-	-	-	(250,864)	(46,574)	(4,652)	4,063,773	9,600,905	13,362,588	920,667	14,283,255
Balance as at 31 March 2023	<u>72,005,040</u>	<u>20,833,734</u>	<u>(659,694)</u>	<u>14,207,821</u>	<u>7,265,814</u>	<u>255,185</u>	<u>13,772</u>	<u>(82,503)</u>	<u>275,828,189</u>	<u>389,667,358</u>	<u>17,187,929</u>	<u>406,855,287</u>

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 (continued)

For the three-month period ended 31 March 2023

(Unit: Thousand Baht)

	Separate financial statements							Total
	Other components of equity							
	Issued and fully paid-up share capital	Premium on share capital	Surplus (deficit) on revaluation of assets	Surplus (deficit) on revaluation of investments	Hedge reserve	Gains (losses) from translating the financial statements	Retained earnings	
Balance as at 1 January 2022	72,005,040	20,833,734	14,005,413	10,084,234	67,482	73,158	214,665,316	331,734,377
Total comprehensive income (loss)	-	-	-	(1,366,687)	(16,455)	(14,521)	7,793,055	6,395,392
Balance as at 31 March 2022	<u>72,005,040</u>	<u>20,833,734</u>	<u>14,005,413</u>	<u>8,717,547</u>	<u>51,027</u>	<u>58,637</u>	<u>222,458,371</u>	<u>338,129,769</u>
Balance as at 1 January 2023	72,005,040	20,833,734	13,920,283	7,531,115	301,759	18,424	241,399,238	356,009,593
Transfer to retained earnings	-	-	(3,380)	-	-	-	3,380	-
Total comprehensive income (loss)	-	-	-	(261,053)	(46,574)	(4,652)	8,207,290	7,895,011
Balance as at 31 March 2023	<u>72,005,040</u>	<u>20,833,734</u>	<u>13,916,903</u>	<u>7,270,062</u>	<u>255,185</u>	<u>13,772</u>	<u>249,609,908</u>	<u>363,904,604</u>

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**Statements of cash flows****For the three-month period ended 31 March 2023**

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	2023	2022	2023	2022
Cash flows from operating activities				
Profit before income tax	13,518,390	11,970,725	10,683,364	9,579,947
Adjustments to reconcile profit before income tax to net cash received (paid) from operating activities:				
Depreciation and amortisation expenses	1,624,949	1,408,433	1,204,565	952,301
Expected credit losses	8,103,570	5,470,421	6,728,964	4,416,450
Share of profit from investments accounted for under equity method	(398,599)	(387,698)	-	-
(Gains) losses on disposal of assets	13,127	10,284	43	9,552
(Gains) losses on disposal of investments	(258,866)	(73,297)	(258,866)	(73,297)
Unrealised (gains) losses on financial instruments measured at fair value through profit or loss	(615,466)	203,118	(615,557)	202,212
(Reversal) losses on impairment of properties for sale	276,796	235,215	361,631	240,325
(Reversal) losses on impairment of other assets	51,583	20,949	51,818	12,172
Amortisation of premium (discount) on investments	73,731	126,708	75,476	127,692
(Gains) losses on foreign currency translation	(140,215)	(14,922)	(140,215)	(14,922)
Increase (decrease) in provisions	959,946	473,691	817,772	417,988
(Increase) decrease in other accrued income	(297,521)	171,744	(231,984)	(131,276)
Increase (decrease) in other accrued expenses	(3,484,513)	(3,478,869)	(5,236,828)	(2,766,512)
	19,426,912	16,136,502	13,440,183	12,972,632
Net interest income	(25,619,184)	(21,085,653)	(22,003,375)	(17,938,658)
Dividend income	(176,189)	(100,724)	(238,489)	(477,174)
Proceeds from interest income	33,171,699	26,289,030	29,221,789	22,817,129
Cash paid on interest expenses	(6,947,091)	(5,840,140)	(6,595,833)	(5,518,116)
Proceeds from dividend income	29,313	40,037	29,313	223,437
Cash refunded for income tax	5,577	14,428	1,174	-
Cash paid on income tax expenses	(332,555)	(210,502)	(163,875)	(122,684)
Income from operating activities before changes in operating assets and liabilities	19,558,482	15,242,978	13,690,887	11,956,566

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**Statements of cash flows (continued)****For the three-month period ended 31 March 2023**

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Cash flows from operating activities (continued)				
(Increase) decrease in operating assets				
Interbank and money market items	(93,560,562)	(108,385,920)	(94,042,359)	(108,601,003)
Financial assets measured at fair value through profit or loss	21,959,156	(2,302,711)	21,959,247	(2,033,688)
Derivatives assets	2,177,546	(4,750,150)	2,177,546	(4,750,150)
Loans to customers	7,660,416	(31,057,010)	9,676,346	(29,173,802)
Properties for sale	552,376	427,964	426,792	402,103
Other assets	4,268,374	(956,837)	4,477,627	(924,057)
Increase (decrease) in operating liabilities				
Deposits	30,907,953	98,036,675	31,749,562	98,091,414
Interbank and money market items	(56,734,964)	(69,507,506)	(57,887,376)	(67,482,430)
Liabilities payable on demand	505,484	1,432,704	505,484	1,432,704
Financial liabilities measured at fair value through profit or loss	(2,137,518)	806,757	(2,137,518)	806,757
Derivatives liabilities	(1,646,336)	4,405,532	(1,646,336)	4,405,532
Other liabilities	6,673,927	(710,890)	7,977,208	(192,170)
Net cash provided by (used in) operating activities	(59,815,666)	(97,318,414)	(63,072,890)	(96,062,224)
Cash flows from investing activities				
Acquisition of debt and equity securities measured at fair value through other comprehensive income	(30,019,760)	(22,964,080)	(29,234,087)	(22,800,080)
Proceeds from disposal of debt and equity securities measured at fair value through other comprehensive income	94,564,156	113,168,433	94,564,983	113,168,433
Acquisition of debt securities measured at amortised cost	(1,298,463)	(892,776)	(303,203)	(113,680)
Proceeds from disposal of debt securities measured at amortised cost	1,085,060	1,425,777	385,061	245,778
Acquisition of intangible assets	(5,953,970)	(382,842)	(6,034,408)	(459,172)
Acquisition of land, premises and equipment	(531,816)	(461,023)	(461,948)	(74,212)
Proceeds from disposal of land, premises and equipment	80	139	42	139
Net cash provided by (used in) investing activities	57,845,287	89,893,628	58,916,440	89,967,206

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

Statements of cash flows (continued)

For the three-month period ended 31 March 2023

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2023	2022	2023	2022
Cash flows from financing activities				
Proceeds from debt issued and borrowings	5,542,700	4,357,653	5,542,700	1,924,653
Repayment of debt issued and borrowings	(6,209,273)	(5,207,082)	(4,120,773)	(4,207,082)
Payment of lease liabilities	(562,075)	(585,897)	(458,408)	(473,666)
Net cash provided by (used in) financing activities	(1,228,648)	(1,435,326)	963,519	(2,756,095)
Losses from translating the financial statements of foreign operations	(4,652)	(14,521)	(4,652)	(14,521)
Decrease in cash and cash equivalents	(3,203,679)	(8,874,633)	(3,197,583)	(8,865,634)
Beginning balance of cash and cash equivalents	61,590,792	63,543,939	61,565,118	63,515,240
Ending balance of cash and cash equivalents	58,387,113	54,669,306	58,367,535	54,649,606

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**Table of contents for notes to interim consolidated financial statements****For the three-month period ended 31 March 2023**

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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 2023

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 (“BOT”)’s regulations. The Bank chooses to present the interim financial statements that are the statements of financial position, comprehensive income, changes in equity, and cash flows in the same format as that used for the annual financial statements. 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 interim consolidated financial statements are prepared by using the same basis as those used for the consolidated financial statements for the year ended 31 December 2022, with no significant changes in shareholding structure of subsidiaries during the period.

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 as at 31 March 2023 and 31 December 2022, and for the three-month periods ended 31 March 2023 and 2022 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 have been translated from the Thai language interim financial statements. In case of a conflict or a difference in interpretation between the two languages, the Thai language interim financial statements shall prevail.

2.3 New financial reporting standards

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

The revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2023, do not have any significant impact on the Bank and its subsidiaries' financial statements.

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

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

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

- For debt restructuring for the purpose of reducing the debt burden of debtors that involves more than just a payment timeline extension, the Bank and its subsidiaries may elect to apply temporary relief measures relating to staging assessment and setting aside of provisions. (Assistance type 1)
- For debt restructuring involving only a payment timeline extension, the Bank and its subsidiaries is required to perform staging assessment and set aside provisions in accordance with the relevant financial reporting standards. (Assistance type 2)

The Bank and its subsidiaries provide both types of assistance to debtors. For assistance type 1, the Bank and its subsidiaries have elected to apply all temporary relief measures under this accounting guidance relating to staging assessment and setting aside of provisions.

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 those used for the financial statements for the year ended 31 December 2022.

3. Capital funds

The capital fund and capital adequacy ratio information as at 31 March 2023, 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 2022, already submitted to the BOT, is as follows:

(Unaudited but reviewed)

(Unit: Million Baht)

	Financial business group	
	31 March 2023	31 December 2022
Common Equity Tier 1		
Issued and 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	239,394	239,360
Other components of equity	20,903	17,317
Capital deduction items on Common Equity Tier 1	(23,199)	(21,116)
Total Common Equity Tier1	337,138	335,601
Tier 1 capital funds - financial instruments	20,141	20,269
Total Tier 1 capital funds	357,279	355,870
Tier 2 capital funds		
Long-term subordinated debt	42,080	42,080
Allowance for assets classified as normal	24,109	24,144
Total Tier 2 capital funds	66,189	66,224
Total capital funds	423,468	422,094

(Unit: Million Baht)

	Separate financial statements	
	31 March 2023	31 December 2022
Common Equity Tier 1		
Issued and 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	217,553	217,553
Other components of equity	20,790	21,268
Capital deduction items on Common Equity Tier 1	(20,680)	(18,965)
Total Common Equity Tier1	317,703	319,896
Tier 1 capital funds - financial instruments	18,647	18,647
Total tier 1 capital funds	336,350	338,543
Tier 2 capital funds		
Long-term subordinated debt	42,080	42,080
Allowance for assets classified as normal	23,026	23,237
Total Tier 2 capital funds	65,106	65,317
Total capital funds	401,456	403,860

	Minimum rate of BOT's requirement	Capital adequacy ratio ⁽¹⁾			
		Financial business group		Separate financial statements	
		31	31	31	31
		March	December	March	December
		2023	2022	2023	2022
	(%)	(%)	(%)	(%)	(%)
Common Equity Tier 1 ratio	8.00	15.85	15.74	15.63	15.59
Tier 1 capital fund ratio	9.50	16.79	16.69	16.55	16.50
Capital adequacy ratio	12.00	19.90	19.80	19.75	19.68

⁽¹⁾ Capital and capital adequacy ratio are calculated by adjusting deferred tax assets less allowance for impairment of deferred tax assets.

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 Groups.

Channel of disclosure www.krungthai.com > Investor Relations > Financial Information > Pillar III disclosures

Date of disclosure Within 4 months after the end of reporting period.

Information as at 31 December 2022

4. Supplementary information

4.1 Supplementary information of cash and cash flows

4.1.1 Cash

Cash as at 31 March 2023 and 31 December 2022 are as follows:

	(Unit: Million Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022
Cash	44,477	50,202	44,458	50,176
Cash received in advance from electronic money transactions and electronic money transfer services	13,910	11,389	13,910	11,389
Total	58,387	61,591	58,368	61,565

4.1.2 Significant non-cash items for the three-month periods ended 31 March 2023 and 2022 are as follows:

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Increase (decrease) in revaluation surplus on investments measured at fair value through other comprehensive income - net of income tax expenses	(251)	(1,364)	(261)	(1,367)
Increase in right-of-use assets	138	346	115	307
Increase in properties for sale from loans repayment	133	650	127	640
Increase in properties for sale form asset warehousing	156	1,989	156	1,989

4.1.3 Disclosures of related changes in liabilities from financing activities

(Unit: Million Baht)

Item	Consolidated financial statements			
	1 January 2023	Cash flows from financing activities		31 March 2023
		activities	Non-cash items	
Debt issued and borrowings	151,172	(667)	83	150,588
Total	151,172	(667)	83	150,588

(Unit: Million Baht)

Item	Consolidated financial statements			
	1 January 2022	Cash flows from financing activities		31 March 2022
		activities	Non-cash items	
Debt issued and borrowings	133,817	(849)	(1,330)	131,638
Total	133,817	(849)	(1,330)	131,638

(Unaudited but reviewed)

(Unit: Million Baht)

Item	Separate financial statements			
	1 January 2023	Cash flows		31 March 2023
		from financing	Non-cash items	
Debt issued and borrowings	106,902	activities	(611)	107,713
Total	106,902	1,422	(611)	107,713

(Unit: Million Baht)

Item	Separate financial statements			
	1 January 2022	Cash flows		31 March 2022
		from financing	Non-cash items	
Debt issued and borrowings	91,392	activities	(1,344)	87,766
Total	91,392	(2,282)	(1,344)	87,766

4.2 Financial assets measured at fair value through profit or loss

(Unit: Million Baht)

Investments	Consolidated and separate	
	financial statements	
	31 March	31 December
	2023	2022
Financial assets held for trading		
Government and state enterprises securities	6,337	6,964
Private enterprises debt securities	568	1,010
Foreign debt securities	1,701	23,488
Marketable equity securities	224	4
Total	8,830	31,466
Others		
Private enterprises debt securities	2,132	1,378
Unit trust	373	385
Marketable equity securities	128	339
Total	2,633	2,102
Total financial assets measured at fair value through profit or loss	11,463	33,568

4.3 Investments - net

The detail of investments of the Bank and its subsidiaries as of 31 March 2023 and 31 December 2022 are as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022
Investments in debt securities measured at amortised cost	1,167	950	169	249
Investments in debt securities measured at fair value through other comprehensive income	194,579	258,350	194,984	259,553
Investments in equity securities designated at fair value through other comprehensive income	16,931	17,755	16,928	17,752
	<u>212,677</u>	<u>277,055</u>	<u>212,081</u>	<u>277,554</u>

4.3.1 Investments in debt securities measured at amortised cost

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	Amortised cost		Amortised cost	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022
Government and state enterprise securities	998	701	-	-
Private enterprise debt securities	36	36	36	36
Foreign debt securities	169	251	169	251
Total	1,203	988	205	287
<u>Less</u> Allowance for expected credit losses	(36)	(38)	(36)	(38)
Total	<u>1,167</u>	<u>950</u>	<u>169</u>	<u>249</u>

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

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	Fair value		Fair value	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022
Government and state enterprise securities	130,448	182,895	130,448	182,895
Private enterprise debt securities	6,687	8,255	7,092	9,458
Foreign debt securities	57,444	67,200	57,444	67,200
Total	194,579	258,350	194,984	259,553
Allowance for expected credit losses	(943)	(945)	(943)	(945)

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

(Unit: Million Baht)

	Consolidated financial statements			
	31 March 2023		31 December 2022	
	Fair value	Dividend income	Fair value	Dividend income
Domestic marketable equity securities	11,491	165	12,549	282
Foreign marketable equity securities	3,621	5	3,392	20
Domestic non-marketable equity securities	1,810	-	1,805	19
Foreign non-marketable equity securities	9	1	9	1
Total	16,931	171	17,755	322

(Unit: Million Baht)

	Separate financial statements			
	31 March 2023		31 December 2022	
	Fair value	Dividend income	Fair value	Dividend income
Domestic marketable equity securities	11,491	165	12,549	282
Foreign marketable equity securities	3,621	5	3,392	20
Domestic non-marketable equity securities	1,807	-	1,802	19
Foreign non-marketable equity securities	9	1	9	1
Total	16,928	171	17,752	322

4.3.4 As at 31 March 2023 and 31 December 2022, 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 in the accounts		
Number		Cost		Fair value				
31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022	
		Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	
1. Listed companies that are identified for delisting from the SET	2	2	832	832	36	36	847	847
2. Companies which have debt settlement problems or default on debt repayment	2	2	115	115	-	-	115	115

4.4 Investments in subsidiaries and associated companies - net

4.4.1 Separate financial statements

				Percentages of shareholdings		Investments (Cost method)		(Unit: Million Baht) Dividend for the three-month periods ended	
		Type of shares	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 March 2022	
Subsidiaries									
Directly held									
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	62	183	
Krung Thai Asset Management Plc.	Fund management	Ordinary	100.00	100.00	211	211	-	-	
KTB Computer Services Co., Ltd.	IT services	Ordinary	100.00	100.00	1,300	1,300	-	-	
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.	Electronic money services	Ordinary	24.95	24.95	25	25	-	-	
KTB Leasing Co., Ltd.	Hire purchase	Ordinary	24.95	24.95	249	249	-	-	

(Unaudited but reviewed)

								(Unit: Million Baht)	
				Percentages of		Investments		Dividend for	
				shareholdings		(Cost method)		the three-month	
				31	31	31	31	31	31
				March	December	March	December	March	March
				2023	2022	2023	2022	2023	2022
Name of company	Type of business	Type of shares							
Indirect held									
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					-	-	-	-
Arise by Infinitas Co., Ltd.	Human resource technology services					-	-	-	-
Total						4,361	4,361	62	183
<u>Less</u> Allowance for impairment						(53)	(53)	-	-
Total						4,308	4,308	62	183
Associated companies									
Krungthai-AXA Life Insurance Plc.	Life insurance	Ordinary	50.00	50.00		4,072	4,072	-	-
Krungthai Panich Insurance Plc.	Non-life insurance	Ordinary	45.00	45.00		1,519	1,519	-	-
Krungthai Mizuho Leasing Co., Ltd.	Hire purchase	Ordinary	49.00	49.00		87	87	-	-
Krungthai XSpring Securities Co., Ltd.	Securities business	Ordinary	50.00	50.00		1,069	1,069	-	193
National ITMX Co., Ltd.	Services	Ordinary	19.97	19.97		39	39	-	-
BCI (Thailand) Co., Ltd.	Services	Ordinary	22.17	22.17		117	117	-	-
Total						6,903	6,903	-	193
<u>Less</u> Allowance for impairment						(35)	(35)	-	-
Total						6,868	6,868	-	193
Investments in subsidiaries and associates - net						11,176	11,176	62	376

4.4.2 Consolidated financial statements

As at 31 March 2023 and 31 December 2022, investments in the associated companies, which presented under the equity method, in the consolidated financial statements consists of investment in ordinary shares of the following companies which operate in Thailand:

(Unit: Million Baht)

Name of company	31 March 2023			31 December 2022		
	Percentages of shareholdings	Investments (cost method)	Investment (equity method)	Percentages of shareholdings	Investments (cost method)	Investment (equity method)
Associated companies						
Krungthai-AXA Life Insurance Plc.	50.00	594	10,087	50.00	594	5,728
Krungthai Panich Insurance Plc.	45.00	971	3,521	45.00	971	3,562
Krungthai Mizuho Leasing Co., Ltd.	49.00	87	975	49.00	87	944
Krungthai XSpring Securities Co., Ltd.	50.00	1,069	1,226	50.00	1,069	1,203
National ITMX Co., Ltd.	19.97	39	907	19.97	39	813
BCI (Thailand) Co., Ltd.	22.17	117	66	22.17	117	70
Total investments in associated companies - net		<u>2,877</u>	<u>16,782</u>		<u>2,877</u>	<u>12,320</u>

(Unit: Million Baht)

Name of company	For the three-month periods ended 31 March					
	2023			2022		
	Dividend income	Share of profit (loss)	Share of other comprehensive income	Dividend income	Share of profit (loss)	Share of other comprehensive income
Associated companies						
Krungthai-AXA Life Insurance Plc. ⁽¹⁾	-	193	4,166	-	175	(5,523)
Krungthai Panich Insurance Plc. ⁽¹⁾	-	61	(102)	-	59	(416)
Krungthai Mizuho Leasing Co., Ltd.	-	31	-	-	23	-
Krungthai XSpring Securities Co., Ltd.	-	23	-	193	66	(2)
National ITMX Co., Ltd.	-	94	-	-	67	-
BCI (Thailand) Co., Ltd.	-	(4)	-	-	(3)	-
Total investments in associated companies - net	<u>-</u>	<u>398</u>	<u>4,064</u>	<u>193</u>	<u>387</u>	<u>(5,941)</u>

⁽¹⁾ Presents in the amount 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
	2023	2022	2023	2022
Overdrafts	148,898	148,371	148,898	148,371
Loans	1,766,006	1,778,011	1,674,406	1,684,813
Bills	661,509	661,794	665,209	667,024
Hire-purchase receivables	3,538	2,504	-	-
Finance lease receivables	384	402	-	-
Others	2,639	2,288	2,639	2,288
<u>Less</u> Deferred revenue	(718)	(532)	(97)	(75)
Total loans to customers net of deferred revenue	2,582,256	2,592,838	2,491,055	2,502,421
<u>Add</u> Accrued interest receivables	26,367	25,372	25,691	24,690
Total loans to customers net of deferred revenue, plus accrued interest receivables	2,608,623	2,618,210	2,516,746	2,527,111
<u>Less</u> Allowance for expected credit losses	(181,601)	(174,378)	(172,907)	(165,834)
Total loans to customers and accrued interest receivables - net	2,427,022	2,443,832	2,343,839	2,361,277

4.5.2 Classified by loans classification

(Unit: Million Baht)

	Consolidated financial statements			
	31 March 2023		31 December 2022	
	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 has not been a significant increase in credit risk (Performing)	2,276,905	46,619	2,289,507	44,720
Financial assets where there has been a significant increase in credit risk (Under-Performing)	217,505	55,146	217,522	52,526
Financial assets that are credit-impaired (Non-Performing)	110,912	79,135	108,732	76,508
Financial assets where applied simplified approach to calculate expected credit losses (Lifetime ECL - simplified approach)	3,301	701	2,449	624
Total	2,608,623	181,601	2,618,210	174,378

(Unit: Million Baht)

	Separate financial statements			
	31 March 2023		31 December 2022	
	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 has not been a significant increase in credit risk (Performing)	2,202,262	42,701	2,214,314	40,720
Financial assets where there has been a significant increase in credit risk (Under-Performing)	205,251	52,223	205,728	49,744
Financial assets that are credit-impaired (Non-Performing)	109,233	77,983	107,069	75,370
Total	2,516,746	172,907	2,527,111	165,834

4.5.3 As at 31 March 2023 and 31 December 2022, loans to customers 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					
	Number		Loans to customers and accrued interest receivables		Allowance for expected credit losses provided in the accounts	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022
1. Listed company that is identified for delisting from the SET	1	1	5,705	5,705	5,705	5,705
2. Listed companies that have been delisted from the SET	1	1	8,210	8,714	3,053	3,228

(Unaudited but reviewed)

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

(Unit: Million Baht)

	Consolidated financial statements							
	31 March 2023				31 December 2022			
	Amount due per the contract				Amount due per the contract			
	Not over		Over		Not over		Over	
1 year	1 - 5 years	5 years	Total	1 year	1 - 5 years	5 years	Total	
Gross investment of leases	1,262	2,475	185	3,922	1,001	1,778	127	2,906
<u>Less</u> Unearned financial income				(621)				(457)
Present value of minimum lease payments				3,301				2,449
<u>Less</u> Allowance for expected credit losses				(701)				(624)
Finance lease receivables - net				<u>2,600</u>				<u>1,825</u>

4.6 Debt issued and borrowings

As at 31 March 2023 and 31 December 2022, debt issued and borrowings are classified as follows:

(Unit: Million Baht)

	Currency	Interest rate	Maturity date	Consolidated financial statements					
				31 March 2023			31 December 2022		
				Domestic	Foreign	Total	Domestic	Foreign	Total
		(%)							
Long term bonds									
2015	Baht	3.90 - 4.00	2025	2,000	-	2,000	2,000	-	2,000
2016	Baht	3.00 - 4.00	2023 - 2026	8,070	-	8,070	8,070	-	8,070
2017	Baht	3.50 - 3.80	2027	5,500	-	5,500	5,500	-	5,500
2018	Baht	3.43 - 3.83	2028	3,240	-	3,240	4,128	-	4,128
2019	Baht	2.60 - 3.20	2024 - 2029	3,615	-	3,615	3,615	-	3,615
2020	Baht	2.23 - 2.65	2023 - 2030	1,700	-	1,700	1,700	-	1,700
2021	Baht	1.22 - 2.90	2024 - 2031	7,944	-	7,944	9,130	-	9,130
2022	Baht	1.59 - 3.38	2024 - 2027	10,806	-	10,806	10,127	-	10,127
KTB subordinated debentures									
No.1/2019	Baht	3.70	2029	24,000	-	24,000	24,000	-	24,000
No.1/2022	Baht	3.25	2032	18,073	-	18,073	18,073	-	18,073
Additional Tier 1 subordinated notes	US Dollar	4.40	No maturity	-	18,616	18,616	-	18,627	18,627
Structured notes	US Dollar	0.65 - 1.10	2023 - 2028	19,702	-	19,702	24,086	-	24,086
Structured notes	Baht	0.00 - 4.40 ⁽¹⁾	2023 - 2032	27,317	-	27,317	22,111	-	22,111
Structured notes	Yen	4.00	2023	5	-	5	5	-	5
Total				<u>131,972</u>	<u>18,616</u>	<u>150,588</u>	<u>132,545</u>	<u>18,627</u>	<u>151,172</u>

⁽¹⁾ Thai Baht structured notes include a Callable note, which disclose at base interest rate only.

(Unaudited but reviewed)

(Unit: Million Baht)

	Currency	Interest rate	Maturity date	Separate financial statements					
				31 March 2023			31 December 2022		
				Domestic	Foreign	Total	Domestic	Foreign	Total
		(%)							
KTB subordinated debentures									
No.1/2019	Baht	3.70	2029	24,000	-	24,000	24,000	-	24,000
No.1/2022	Baht	3.25	2032	18,073	-	18,073	18,073	-	18,073
Additional Tier 1									
subordinated notes	US Dollar	4.40	No maturity	-	18,616	18,616	-	18,627	18,627
Structured notes	US Dollar	0.65 - 1.10	2023 - 2028	19,702	-	19,702	24,086	-	24,086
Structured notes	Baht	0.00 - 4.40 ⁽¹⁾	2023 - 2032	27,317	-	27,317	22,111	-	22,111
Structured notes	Yen	4.00	2023	5	-	5	5	-	5
Total				89,097	18,616	107,713	88,275	18,627	106,902

⁽¹⁾ Thai Baht structured notes include a Callable note, which disclose at base interest rate only.

4.7 Commitment and contingent liabilities

4.7.1 Leases and service commitment

As at 31 March 2023, the Bank and its subsidiaries have future rental and service charges under non-cancellable leases which have not yet effective, long-term leases of low-value assets and long-term service contracts as follows:

	(Unit: Million Baht)			
	Consolidated financial statements		Separate financial statements	
	Within 1 year	Over 1 - 5 years	Within 1 year	Over 1 - 5 years
Non-cancellable leases which have not yet effective	4	-	-	-
Long-term leases of low-value assets	170	101	70	68
Long-term service contracts	1,735	1,077	1,030	648
Total	1,909	1,178	1,100	716

4.7.2 Contingent liabilities

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial		financial	
	statements		statements	
	31 March	31 December	31 March	31 December
	2023	2022	2023	2022
Avals to bills	6,185	6,373	6,185	6,373
Guarantees of loans	31,824	32,494	31,824	32,494
Liability under unmatured import bills	7,336	6,880	7,336	6,880
Letters of credit	22,760	23,819	22,760	23,819
Banks' liability under acceptances	15	18	15	18
Other contingencies				
Unused overdraft credit lines	143,155	146,452	143,155	146,452
Other guarantees	190,406	192,528	190,406	192,528
Others	188,994	181,513	5,171	5,133
Total	590,675	590,077	406,852	413,697

As at 31 March 2023 and 31 December 2022, the Bank has contingent liabilities relating to significant lawsuits brought against the Bank of Baht 17,728 million and Baht 18,873 million, respectively. These included lawsuits in which the Court of First Instance has already ruled and that are being appealed in the Appeal Court and the Supreme Court. In addition, the Bank has guarantees for transactions of the Bank of Baht 2,703 million and Baht 2,729 million, respectively.

4.8 Assets pledged as collateral and under restrictions

	(Unit: Million Baht)	
	Consolidated and separate	
	financial statements	
	31 March 2023	31 December 2022
Government and state enterprise bonds pledged as collateral		
Court collateral	466	493
Repurchase agreements	38,413	81,729
Collateral for Student Loan Fund	52	53
Foreign debt securities pledged as collateral		
Repurchase agreements	13,653	14,724
Properties for sale (subject to purchase or sell agreements)	318	786
Properties for sale (debtor is granted the right to buy back or first right for this portion)	16,690	17,329
Total	69,592	115,114

4.9 Related party transactions

4.9.1 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 2023	31 December 2022
Loans	101	112
Deposits	490	420

	(Unit: Million Baht)	
	Separate financial statements	
	For the three-month periods ended 31 March	
	2023	2022
Interest income	1	1

4.9.2 During the periods, the Bank and its subsidiaries had significant business transactions with their related parties. These transactions are in the ordinary course of businesses. Below is a summary of those significant transactions.

	(Unit: Million Baht)				Transfer pricing policy (For the period 2023)
	For the three-month periods ended 31 March				
	Consolidated financial statements		Separate financial statements		
	2023	2022	2023	2022	
<u>Transactions occurred during the periods</u>					
Subsidiaries					
Purchase of debt securities	-	-	19	8	At market price
Sales of debt securities	-	-	8,108	6,066	At market price
Purchase of equity securities	-	-	5	53	At market price
Sales of equity securities	-	-	-	5	At market price
Associated companies					
Purchase of debt securities	3,613	9,645	3,613	9,645	At market price
Sales of debt securities	6,904	14,974	6,904	14,974	At market price
Purchase of equity securities	167	-	167	-	At market price
Sales of equity securities	60	187	60	187	At market price
Entities with parent company or common directors or key management personnel					
Sales of debt securities	116	-	116	-	At market price

4.9.3 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 2023 and 31 December 2022 are as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	financial
	financial statements		statements	
	31 March	31 December	31 March	31 December
	2023	2022	2023	2022
Interbank and money market items (assets)				
<u>Associated companies</u>				
Krungthai-AXA Life Insurance Plc.	6,302	4,481	6,302	4,481
Krungthai XSpring Securities Co., Ltd.	-	550	-	550
<u>Less</u> Allowance for expected credit losses	(63)	(46)	(63)	(46)
Total	<u>6,239</u>	<u>4,985</u>	<u>6,239</u>	<u>4,985</u>
Loans				
<u>Subsidiaries</u>				
KTB General Services and Security Co., Ltd.	-	-	17	9
KTB Computer Services Co., Ltd.	-	-	1,725	1,852
KTB Leasing Co., Ltd.	-	-	1,100	1,100
Krungthai Card Plc.	-	-	8,600	10,130
<u>Less</u> Allowance for expected credit losses	-	-	(239)	(247)
Total	<u>-</u>	<u>-</u>	<u>11,203</u>	<u>12,844</u>
<u>Associated companies</u>				
Krungthai Mizuho Leasing Co., Ltd.	5,161	5,370	5,161	5,370
Krungthai Panich Insurance Plc.	1	1	1	1
<u>Less</u> Allowance for expected credit losses	(25)	(25)	(25)	(25)
Total	<u>5,137</u>	<u>5,346</u>	<u>5,137</u>	<u>5,346</u>
Entities with parent company or common directors or key management personnel	22,497	23,056	22,497	23,056
<u>Less</u> Allowance for expected credit losses	(54)	(105)	(54)	(105)
Total	<u>22,443</u>	<u>22,951</u>	<u>22,443</u>	<u>22,951</u>
Entities in which the Bank held shares from TDR				
from 10 percent or more	8,215	8,718	8,215	8,718
<u>Less</u> Allowance for expected credit losses	(3,053)	(3,228)	(3,053)	(3,228)
Total	<u>5,162</u>	<u>5,490</u>	<u>5,162</u>	<u>5,490</u>

(Unaudited but reviewed)

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022
Commitments				
<u>Subsidiaries</u>				
KTB General Services and Security Co., Ltd.	-	-	340	383
KTB Computer Services Co., Ltd.	-	-	5	5
Krungthai Card Plc.	-	-	1	1
<u>Associated companies</u>				
Krungthai Panich Insurance Plc.	-	5	-	5
Entities with common directors or key management personnel	59	59	59	59
Entities in which the Bank held shares from TDR from 10 percent or more	199	1	199	1
Derivatives (Notional amount)				
<u>Associated companies</u>				
Krungthai Mizuho Leasing Co., Ltd.	278	328	278	328
Krungthai-AXA Life Insurance Plc.	9,634	10,475	9,634	10,475
Krungthai XSpring Securities Co., Ltd.	2	-	2	-
Krungthai Panich Insurance Plc.	31	41	31	41
Other assets				
<u>Subsidiaries</u>				
KTB Law Co., Ltd.	-	-	8	9
Krungthai Card Plc.	-	-	397	644
Krung Thai Asset Management Plc.	-	-	67	105
Infinitas by Krungthai Co., Ltd.	-	-	1,095	973
KTB General Services and Securities Co., Ltd.	-	-	63	1
Arise by Infinitas Co., Ltd.	-	-	97	79
<u>Associated companies</u>				
Krungthai Mizuho Leasing Co., Ltd.	8	8	8	7
Krungthai-AXA Life Insurance Plc.	239	207	236	205
Krungthai Panich Insurance Plc.	48	63	42	56
Krungthai XSpring Securities Co., Ltd.	1	1	-	-
Entities with parent company or common directors or key management personnel	1,278	1,278	1,278	1,278

4.9.4 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 2023 and 31 December 2022 are as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2023	2022	2023	2022
Deposits				
<u>Subsidiaries</u>				
KTB Law Co., Ltd.	-	-	245	269
KTB General Services and Security Co., Ltd.	-	-	778	698
KTB Computer Services Co., Ltd.	-	-	683	442
KTB Leasing Co., Ltd.	-	-	15	5
KTB Advisory Co., Ltd.	-	-	3	3
Krungthai Card Plc.	-	-	1,488	1,779
Infinitas by Krungthai Co., Ltd.	-	-	2,144	1,238
Arise by Infinitas Co., Ltd.	-	-	-	76
<u>Associated companies</u>				
Krungthai Mizuho Leasing Co., Ltd.	7	-	7	-
Krungthai Panich Insurance Plc.	132	146	132	146
Entities with parent company or common directors or key management personnel	7,096	10,563	7,096	10,563
Entities in which the Bank held shares in aggregate from 10 to 20 percent	107	70	107	70
Entities in which the Bank held shares from TDR from 10 percent or more	102	364	102	364
Interbank and money market items (liabilities)				
<u>Subsidiary</u>				
Krung Thai Asset Management Plc.	-	-	518	343
<u>Associated companies</u>				
Krungthai-AXA Life Insurance Plc.	2,911	2,877	2,911	2,877
Krungthai XSpring Securities Co., Ltd.	141	102	141	102
Debt issued and borrowing				
<u>Associated company</u>				
Krungthai Panich Insurance Plc.	50	50	50	50

(Unaudited but reviewed)

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022
Other liabilities				
<u>Subsidiaries</u>				
KTB General Services and Security Co., Ltd.	-	-	321	338
KTB Computer Services Co., Ltd.	-	-	920	997
Krungthai Card Plc.	-	-	4	5
KTB Law Co., Ltd.	-	-	96	107
Infinitas by Krungthai Co., Ltd.	-	-	600	926
<u>Associated companies</u>				
Krungthai Panich Insurance Plc.	27	5	27	5
Krungthai-AXA Life Insurance Plc.	24	11	17	4
National ITMX Co., Ltd.	61	61	61	61

4.9.5 Income and expenses

During the current period, the Bank and its subsidiaries had no significant change in pricing policy of business transactions with their related parties. The Bank and its subsidiaries have 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	
	2023	2022	2023	2022
Interest income				
<u>Subsidiaries</u>				
KTB Computer Services Co., Ltd.	-	-	12	9
KTB Leasing Co., Ltd.	-	-	5	2
Krungthai Card Plc.	-	-	48	7
<u>Associated companies</u>				
Krungthai XSpring Securities Co., Ltd.	3	-	3	-
Krungthai Mizuho Leasing Co., Ltd.	27	16	27	16
Krungthai-AXA Life Insurance Plc.	20	1	20	1
Entities with parent company or common directors or key management personnel	298	118	298	118
Entities in which the Bank held shares from TDR 10 percent or more	13	5	13	5

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Interest expenses				
<u>Subsidiaries</u>				
KTB General Services and Security Co., Ltd.	-	-	1	1
Krungthai Card Plc.	-	-	1	-
Infinitas by Krungthai Co., Ltd.	-	-	1	-
<u>Associated companies</u>				
Krungthai-AXA Life Insurance Plc.	11	10	11	10
Entities with parent company or common directors or key management personnel	22	21	22	21
Other income				
<u>Subsidiaries</u>				
KTB Law Co., Ltd.	-	-	1	-
KTB General Services and Security Co., Ltd.	-	-	6	4
KTB Leasing Co., Ltd.	-	-	1	3
Krung Thai Asset Management Plc.	-	-	123	180
Krungthai Card Plc.	-	-	35	36
Infinitas by Krungthai Co., Ltd.	-	-	29	21
Arise by Infinitas Co., Ltd.	-	-	19	26
<u>Associated companies</u>				
Krungthai Mizuho Leasing Co., Ltd.	1	-	-	-
Krungthai XSpring Securities Co., Ltd.	2	2	2	1
Krungthai Panich Insurance Plc.	73	152	68	147
Krungthai-AXA Life Insurance Plc.	622	575	619	564
Other expenses				
<u>Subsidiaries</u>				
KTB Law Co., Ltd.	-	-	27	30
KTB General Services and Security Co., Ltd.	-	-	491	500
KTB Computer Services Co., Ltd.	-	-	1,060	963
Krungthai Card Plc.	-	-	5	12
Infinitas by Krungthai Co., Ltd.	-	-	58	11
<u>Associated companies</u>				
Krungthai Mizuho Leasing Co., Ltd.	3	4	-	-
Krungthai XSpring Securities Co., Ltd.	2	2	2	2
National ITMX Co., Ltd.	166	128	166	128
Krungthai-AXA Life Insurance Plc.	18	20	-	-
Krungthai Panich Insurance Plc.	3	4	-	-

4.96 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	
	2023	2022	2023	2022
Short-term employee benefits	547	430	442	339
Post-employment benefits	23	21	19	20
Total	570	451	461	359

4.10 Operations classified by operating segment

During the current period, the Bank has changed certain reported operating segments and the principle to calculate the value of operating expenses from Economic Value Management (EVM) to the cost allocation principle for the purpose of internal management of the Bank.

Revenue and profit information of the Bank and its subsidiaries by segment for the three-month periods ended 31 March 2023 and 2022 are as follows:

(Unit: Million Baht)

	Consolidated financial statements					
	For the three-month period ended 31 March 2023					
	Retail banking	Corporate banking	Treasury and investment	Support and others	Elimination	Total
Total operating income	17,769	10,151	1,153	10,185	(3,986)	35,272
Total expenses and tax expenses (excluding expected credit losses)	(7,762)	(4,452)	(574)	(7,593)	4,200	(16,181)
Expected credit losses	(4,675)	(2,050)	(136)	(1,235)	(8)	(8,104)
Net profit	5,332	3,649	443	1,357	206	10,987

(Unaudited but reviewed)

(Unit: Million Baht)

Consolidated financial statements						
For the three-month period ended 31 March 2022 ⁽¹⁾						
	Retail banking	Corporate banking	Treasury and investment	Support and others	Elimination	Total
Total operating income	13,436	8,220	2,296	7,975	(2,242)	29,685
Total expenses and tax expenses (excluding expected credit losses)	(7,780)	(3,486)	(756)	(4,654)	2,114	(14,562)
Expected credit losses	(170)	(4,132)	(84)	(1,075)	(9)	(5,470)
Net profit	5,486	602	1,456	2,246	(137)	9,653

⁽¹⁾ Restated figures from the change of the principle in allocation as mentioned above.

Assets and liabilities for segment of the Bank and its subsidiaries as at 31 March 2023 and 31 December 2022 are as follows:

(Unit: Million Baht)

Consolidated financial statements						
	Retail banking	Corporate banking	Treasury and investment	Support and others	Elimination	Total
As at 31 March 2023:						
Segment assets	1,107,248	1,439,921	880,540	159,743	(18,382)	3,569,070
Segment liabilities	1,814,840	872,400	291,765	205,809	(22,600)	3,162,214
As at 31 December 2022 ⁽¹⁾ :						
Segment assets	1,102,375	1,430,339	936,912	146,821	(24,028)	3,592,419
Segment liabilities	1,864,553	865,768	287,166	206,253	(23,893)	3,199,847

⁽¹⁾ Restated figures from the change of the principle in allocation as mentioned above.

Information about major customers

During the three-month periods ended 31 March 2023 and 2022, the Bank and its subsidiaries had no major customer with revenue of 10 percent or more of an entity's revenues.

4.11 Interest Income

Interest income for the three-month periods ended 31 March 2023 and 2022 consist of the following:

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Interbank and money market items	2,142	652	2,142	652
Investment and trading transactions	42	49	42	49
Investment in debt securities	957	908	961	914
Loans to customers	30,824	24,567	26,926	21,106
Hire-purchase and finance leases	51	15	-	-
Others	89	18	89	18
Total interest income	34,105	26,209	30,160	22,739

4.12 Interest expenses

Interest expenses for the three-month periods ended 31 March 2023 and 2022 consisted of the following:

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Deposits	2,930	2,288	2,934	2,290
Interbank and money market items	886	340	869	329
Contributions to Bank of Thailand (BOT)	3,010	1,541	3,010	1,541
Contributions to Deposit Protection Agency (DPA)	65	67	65	67
Debt issued				
- Subordinated debentures	364	346	364	346
- Others	1,079	517	768	209
Borrowings	1	1	-	-
Borrowing fees	2	2	-	-
Others	149	21	147	18
Total interest expenses	<u>8,486</u>	<u>5,123</u>	<u>8,157</u>	<u>4,800</u>

4.13 Expected credit losses

Expected credit losses and gains or losses resulting from modification of terms for financial assets for the three-month periods ended 31 March 2023 and 2022 are as follows:

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Interbank and money market items (assets)	(416)	906	(416)	906
Investments in debt securities measured at amortised cost	(2)	1	(2)	1
Investments in debt securities measured at fair value through other comprehensive income	(2)	(7)	(2)	(7)
Loans to customers and accrued interest receivables				
- Expected credit losses	9,035	4,440	7,660	3,386
- Losses from modification of contracts	39	95	39	95
Total	<u>8,654</u>	<u>5,435</u>	<u>7,279</u>	<u>4,381</u>
Loan commitments and financial guarantee contracts	(550)	35	(550)	35
Total	<u>8,104</u>	<u>5,470</u>	<u>6,729</u>	<u>4,416</u>

4.14 Income Tax

The Bank has operated in accordance with the Bank's tax management policy and has taken into account the tax effects in current and future periods of benefits derived from the carrying amounts of assets or settlement of the carrying amounts of liabilities, by using the same basis as these used for the financial statements for the year ended 31 December 2022.

Income tax recognised in profit or loss for the three-month periods ended 31 March 2023 and 2022 are as follows:

	(Unit: Million Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Current income tax:				
Interim corporate income tax	1,933	1,451	1,354	948
Adjustment in respect of income tax	5	8	-	-
Deferred tax:				
Relating to temporary differences and reversal of temporary differences	593	858	656	839
Income tax expenses reported in profit or loss	2,531	2,317	2,010	1,787

The amounts of income tax relating to each component of other comprehensive income for the three-month periods ended 31 March 2023 and 2022 are as follows:

	(Unit: Million Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Deferred tax on gains (losses) from hedge accounting	(12)	(4)	(12)	(4)
Deferred tax on gains (losses) from the changes in value of investments in debt securities measured at fair value through other comprehensive income	95	(151)	93	(151)
Deferred tax on gains (losses) from the changes in value of investments in equity securities designated at fair value through other comprehensive income	(158)	(190)	(158)	(190)
Deferred tax on actuarial	(116)	-	(116)	-
	(191)	(345)	(193)	(345)

4.15 Fair value of financial instruments

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

(Unit: Million Baht)

	Consolidated financial statements							
	31 March 2023				31 December 2022			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Financial assets								
measured at fair value								
through profit or loss	352	11,111	-	11,463	343	33,225	-	33,568
Investments in debt								
securities measured at								
fair value through other								
comprehensive income	-	194,579	-	194,579	-	258,350	-	258,350
Investments in equity								
securities designated at								
fair value through other								
comprehensive income	15,076	1,326	529	16,931	15,905	1,320	530	17,755
Derivatives assets	-	71,790	-	71,790	-	83,170	-	83,170
Financial liabilities								
Financial liabilities								
measured at fair value								
through profit or loss	-	148	-	148	-	2,319	-	2,319
Derivatives liabilities	-	65,331	-	65,331	-	78,507	-	78,507

(Unit: Million Baht)

	Separate financial statements							
	31 March 2023				31 December 2022			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Financial assets								
measured at fair value								
through profit or loss	352	11,111	-	11,463	343	33,225	-	33,568
Investments in debt								
securities measured at								
fair value through other								
comprehensive income	-	194,984	-	194,984	-	259,553	-	259,553
Investments in equity								
securities designated at								
fair value through other								
comprehensive income	15,076	1,323	529	16,928	15,905	1,317	530	17,752
Derivatives assets	-	71,790	-	71,790	-	83,170	-	83,170
Financial liabilities								
Financial liabilities								
measured at fair value								
through profit or loss	-	148	-	148	-	2,319	-	2,319
Derivatives liabilities	-	65,331	-	65,331	-	78,507	-	78,507

In determining the fair value hierarchy and valuation techniques for Level 2 and Level 3 fair value measurements, the Bank and its subsidiaries use the same criteria as those used for the financial statements for the year ended 31 December 2022.

During the current period, the Bank and its subsidiaries had no changes in the methods and assumptions used in valuation of financial instruments measured at fair value and no changes in the fair value hierarchy.

4.16 Others

4.16.1 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 2023 totaling Baht 8,748 million, exclusive of the default interests. In this regard, for such outstanding principal amounts, the Bank has fully made an allowance for expected credit losses according to the BOT'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 BOT, the Anti-Money Laundering Office ("AMLO") and the Bank to consider the issues regarding the legal execution of the Supreme Court's judgement and to coordinate and exchange information. Each party will legally exercise its authority and the Supreme Court's order to enforce all defendants for the best interest of 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. On 23 September 2022, the civil court has dismissed the civil case.

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 Baht 1,223 million 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 Baht 1,223 million according to the judgement 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 received a net amount of Baht 7.06 million, which the Bank has exercised its legal right to to considered as interest payment according to the Bank's civil judgement.

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 judgement 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 Appeal Court had issued an appointment for the hearing of judgement, which upheld the judgement of the Civil Court. 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.

4.162 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's name, the Bank had no control over this financial institution. The Bank received full repayment of the loan under the contract in July 2011 but had 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.

4.163 The Bank is in the process of closing Mumbai Branch in India. The assets, liabilities and operating performance of such branches are not material to the Bank's financial statements.

4.17 COVID-19

The COVID-19 pandemic is having a widespread impact on all business sectors and customer segments across Thailand, the BOT 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. The Bank provides assistance to debtors continuously. As at 31 March 2023, the Bank has outstanding balances of loans to customers including restructured loans amounting to Baht 57 billion that provides assistance type 1 to debtors and the Bank elects to apply accounting guidance on the guidelines regarding the provision of financial assistance to debtors affected by COVID-19 (sustainable debt resolution) in the preparation of its financial statements.

4.18 Events after the reporting period

On 7 April 2023, the Annual General Meeting of Shareholders of the Bank passed a resolution to pay dividend to preferred shareholders, at the rate of Baht 0.8365 per share and to ordinary shareholders, at the rate of Baht 0.6820 per share, or a total of Baht 9,536 million. This transaction will be recorded in the second quarter of the year.

4.19 Approval of the interim financial statements

These interim financial statements were authorised for issue by the Audit Committee on 12 May 2023.