

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

Financial Statements

For the Year Ended December 31, 2021

and Report of Certified Public Accountant

M.R. & ASSOCIATES CO., LTD.

Certified Public Accountants

REPORT OF CERTIFIED PUBLIC ACCOUNTANT

To the Shareholders and the Board of Directors of Thitikorn Public Company Limited

Opinion

I have audited the consolidated financial statements of Thitikorn Public Company Limited and its subsidiaries (“the Group”), which comprise the consolidated statement of financial position as at December 31, 2021, and the consolidated statement of comprehensive income, the consolidated statement of changes in shareholders’ equity and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies. In addition, I have also audited the separate financial statements of Thitikorn Public Company Limited, which comprise the separate statement of financial position as at December 31, 2021, and the separate statement of comprehensive income, the separate statement of changes in shareholders’ equity and the separate statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of Thitikorn Public Company Limited and its subsidiaries as at December 31, 2021, and their consolidated financial performance and their consolidated cash flows for the year then ended, and the accompanying separate financial statements present fairly, in all material respects, the financial position of Thitikorn Public Company Limited as at December 31, 2021, and its financial performance and its cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the “Auditor’s Responsibilities for the Audit of the Consolidated Financial Statements and the Separate Financial Statements” section of my report. I am independent of the Group in accordance with the Code of Ethics for Professional Accountants issued by the Federation of Accounting Professions together with the ethical requirements that are relevant to my audit of the consolidated financial statements and the separate financial statements, and I have fulfilled my other ethical responsibilities in accordance with such Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the consolidated financial statements and the separate financial statements of the current period. These matters were addressed in the context of my audit of the consolidated financial statements and the separate financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Accuracy and Completeness of Interest Income on Hire Purchase and Related Hire Purchase Receivables

Risk Description

The Company and its three subsidiaries operate in hire purchase of motorcycle and automobile as well as the related or similar lending (loan) activities and have large number of retail customers as hire purchase receivables. Income on hire purchase of the Company and its subsidiaries is interest on hire purchase whereby Thai Financial Reporting Standards specify that such interest shall be systematically recognized as income on an accrual basis throughout the contract term based on the effective interest rate method, which is complex and associated with the large number of transactions and accounting entries that initiate the significant risk in connection with accuracy and completeness of interest income on hire purchase and hire purchase receivables which are material items in the consolidated financial statements and the separate financial statements. Accordingly, the Group has applied the information systems which are specifically designed to serve the calculation and recognition of such income, together with the manual operating processes, in order to ensure the accuracy and completeness, in all material respects, of the related accounting entries. Significant accounting policies and other information relating to interest income on hire purchase and hire purchase receivables were disclosed in Notes 3, 6 and 26 to the financial statements.

Responses to the Risk

I have performed the following key audit procedures as responses to the identified and assessed significant risk in order that such risk shall be managed to appropriate and acceptable level and enable the consolidated financial statements and separate financial statements to be free from material misstatement:

- Gather understanding and assess the Group's internal control elements as well as accounting policies with respect of revenue cycle.
- Test and conclude about the design and operating effectiveness of internal controls with respect of revenue cycle.
- Test of general controls and application processing of the information technology and systems used by the Group on processing of the accounting entries with respect of revenue cycle.
- Perform the substantive audit procedures in the areas of interest income on hire purchase and the related hire purchase receivables in order to obtain the assurance on accuracy and completeness, in all material respects, of the related accounting entries as well as existence or occurrence, right and obligation, cutoff for proper accounting period, proper classification and fair presentation of entries in the consolidated financial statements and the separate financial statements.
- Perform the analytical review on information relating to changes in interest income on hire purchase and the related hire purchase receivables between periods, review of certain ratios and connectivity of information in the consolidated financial statements and the separate financial statements.

Adequacy and prudence of allowance for impairment of hire-purchase contract receivables

Risk description

The Thai Financial Reporting Standard no. 9, Financial Instruments, (“TFRS 9”) has become effective since 2020 which features change in significant principle for considering and estimating the allowance for impairment of financial assets whereby the most significant part in the Group’s financial statements is hire-purchase contract receivables. In consideration and estimate of impairment loss for the expected credit loss of hire-purchase contract receivables, the Group applies the principle pertaining to TFRS 9 which is complicate and required significant management’s judgement and also relates to use of voluminous past information and statistics of the Group together with management’s forward looking on significant relevant economic factors. Such entirely compiled information is used for processing and generating the expected credit loss model for hire-purchase contract receivables. Hence, the accounting estimate formed by such model may contain high level of uncertainty and is significant risk that directly affects adequacy and prudence of allowance for impairment of hire-purchase contract receivables in the financial statements.

Significant accounting policies and other information relating to allowance for impairment of hire-purchase contract receivables were disclosed in Notes 3 and 6 to the financial statements.

Responses to the risk

I have performed the following key audit procedures as responses to the identified and assessed significant risk in order that such risk shall be managed to the appropriate and acceptable level and enable the financial statements to be free from material misstatement:

- Read of documents and reports, inquiries and having the consultation meetings with relevant personnel in order to gather understanding in significant principles relating to TFRS 9 as well as the methods used by the Group in compilation of past information and statistics for processing and generating the model.
- Sampling for test of accuracy and completeness of the compiled past information and statistics, including information on defaults, bad debts, bad debt recovery, and classification for outstanding periods of hire-purchase contract receivable balances.
- Review and assessment of the reasonableness and acceptability on conclusion reached from information processing as well as significant assumptions and forecasts, determined by management and its advisory company, which are used for generating the model.
- Test computation of the figures attributable to the conclusion reached from information processing and information resulted in the model.
- Test computation of figures resulted from use of model as well as analysis for adequacy and prudence of allowance for impairment with hire-purchase contract receivable balances and in conjunction with other surrounding information on hands.

Other Matter

The comparative consolidated financial statements of Thitikorn Public Company Limited and its subsidiaries and the comparative separate financial statements of Thitikorn Public Company Limited for the year ended December 31, 2020 were audited by another auditor in my office, whose report dated February 23, 2021, expressed an unmodified opinion on those statements.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Registration Statement and the Annual Report, but does not include the consolidated financial statements and the separate financial statements as well as my auditor's report thereon. The aforesaid other information is expected to be made available to me after the date of this auditor's report.

My opinion on the consolidated financial statements and the separate financial statements does not cover the other information and I will not express any form of assurance conclusion thereon.

In connection with my audit of the consolidated financial statements and the separate financial statements, my responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements and the separate financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

When I read the aforesaid other information, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance in order that they shall acknowledge and arrange the correction on such misstatement as appropriate.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements and the Separate Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements and the separate financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of the consolidated financial statements and the separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements and the separate financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, the matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements and the Separate Financial Statements

My objectives are to obtain reasonable assurance about whether the consolidated financial statements and the separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements and separate financial statements.

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

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

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the consolidated financial statements and the separate financial statements of the current period and are, therefore, the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

(Mr. Methee Ratanasrimetha)
Certified Public Accountant
Registration No. 3425

M.R. & ASSOCIATES CO., LTD.
Bangkok
February 22, 2022

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT DECEMBER 31, 2021 AND 2020

ASSETS

ASSETS	Note	In Thousand Baht			
		Consolidated		The Company Only	
		2021	2020	2021	2020
CURRENT ASSETS					
Cash and cash equivalents	5, 31	681,650	1,813,140	524,253	1,531,513
Trade receivables					
- Current portion of hire-purchase contract receivables - net	4, 6, 27	1,920,106	2,645,325	1,221,525	1,813,616
- Current portion of loan receivables - net	6, 27	84,249	237,608	77,373	229,345
- Current portion of nano finance receivables - net	6, 27	31,593	15,295	-	-
- Microfinance receivables - net	6	522	1,122	-	-
- Other trade receivables	7	12,451	25,865	12,111	25,163
Receivables from and short-term loans to related parties	4	-	-	219,982	454,713
Current portion of loans to other parties	11, 27	58,781	-	58,781	-
Merchandises		1,606	5,108	1,606	4,941
Asset foreclosed - net	8	33,662	56,966	29,306	56,624
Other current financial asset - fixed deposits at banks	5, 31	1,900,000	400,000	1,900,000	400,000
Other current assets		14,942	8,797	13,461	7,580
Total Current Assets		4,739,562	5,209,226	4,058,398	4,523,495
NON-CURRENT ASSETS					
Restricted deposits at financial institutions	9	34,747	34,323	-	-
Hire-purchase contract receivables - net	4, 6, 27	1,892,258	1,623,263	1,254,144	1,128,175
Loan receivables - net	6, 27	15,387	60,106	5,736	48,899
Nano finance receivables - net	6, 27	5,266	8,564	-	-
Investments in subsidiaries accounted for using the cost method - net	1, 10	-	-	321,129	322,787
Loans to other parties - net	11, 27	1,415	25,752	1,415	25,752
Property for lease - net	15	17,304	17,708	-	-
Assets not used in operations	15	14,282	14,282	5,708	5,708
Property, plant and equipment - net	4, 12, 26	104,315	131,895	73,689	99,641
Right-of-use assets - net	4, 13	85,009	101,148	66,305	81,329
Intangible assets - net	4, 14, 26	3,605	5,886	2,647	4,354
Deferred tax assets - net	24	64,178	122,805	63,029	113,605
Other non-current assets		1,651	1,868	1,245	1,538
Total Non-Current Assets		2,239,417	2,147,600	1,795,047	1,831,788
TOTAL ASSETS		6,978,979	7,356,826	5,853,445	6,355,283

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

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT DECEMBER 31, 2021 AND 2020

LIABILITIES AND SHAREHOLDERS' EQUITY

		In Thousand Baht			
		Consolidated		The Company Only	
	Note	2021	2020	2021	2020
CURRENT LIABILITIES					
Bank overdrafts and short-term borrowings from financial institutions	16	88,454	154,846	1,688	233
Trade payables		41,854	36,728	37,750	22,677
Current portion of long-term loans	17	240,382	196,297	-	-
Current portion of lease liabilities	4, 18	43,162	37,724	36,949	32,303
Current portion of debentures	19, 27	400,000	670,000	400,000	670,000
Payables to and short-term loans from related parties	4	11,062	37,390	688,164	603,987
Income tax payable		45,968	36,241	11,218	1,009
Deposits and advances from customers		176,397	164,981	139,101	135,939
Accrued expenses and other current financial liabilities					
- Accrued sales promotions and rewards		34,505	41,404	30,309	34,758
- Others		47,736	93,764	20,469	43,827
Total Current Liabilities		1,129,520	1,469,375	1,365,648	1,544,733
NON-CURRENT LIABILITIES					
Long-term loans - net of current portion	17	151,156	53,772	-	-
Lease liabilities - net of current portion	4, 18	26,108	45,506	17,049	36,485
Debentures - net of current portion	19, 27	-	400,000	-	400,000
Liability for post-employment benefits	20	15,235	31,891	12,815	26,081
Total Non-Current Liabilities		192,499	531,169	29,864	462,566
Total Liabilities		1,322,019	2,000,544	1,395,512	2,007,299
SHAREHOLDERS' EQUITY					
Share capital - common shares, Baht 1 par value					
Authorized share capital - 500,000,000 shares, Baht 1 par value		500,000	500,000	500,000	500,000
Issued and fully paid-up share capital - 500,000,000 shares, Baht 1 par value		500,000	500,000	500,000	500,000
Premium on shares	21	972,987	972,987	972,987	972,987
Retained earnings					
- Appropriated for legal reserve	21	50,000	50,000	50,000	50,000
- Unappropriated		4,152,674	3,890,913	2,934,946	2,824,997
Other component of equity					
- Difference on financial statement conversion of subsidiaries		(42,513)	(78,825)	-	-
- Gain on change in proportion of investment in subsidiary	10	6,352	6,352	-	-
Equity attributable to Owners of the Parent		5,639,500	5,341,427	4,457,933	4,347,984
Non-controlling interests	10	17,460	14,855	-	-
Total Shareholders' Equity		5,656,960	5,356,282	4,457,933	4,347,984
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		6,978,979	7,356,826	5,853,445	6,355,283

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

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020

		In Thousand Baht			
		Consolidated		The Company Only	
	Note	2021	2020	2021	2020
REVENUES					
Interest income on hire purchase	4	1,370,848	1,993,555	960,820	1,481,084
Interest income on loan		5,741	12,382	2,963	9,843
Interest income on nano finance		12,094	787	-	-
Interest income on microfinance		202	116	-	-
Sales of merchandises		34,584	191	34,584	191
Other income	4, 22	578,908	541,122	584,737	585,597
Total Revenues		2,002,377	2,548,153	1,583,104	2,076,715
EXPENSES					
Cost of sales		31,296	191	31,296	191
Distribution costs		919	-	919	-
Administrative expenses	4, 10, 18, 20, 30	1,059,745	1,361,147	974,169	1,198,174
Bad debt and loss on impairment of trade receivables	6	252,424	639,724	134,529	531,149
Total Expenses		1,344,384	2,001,062	1,140,913	1,729,514
Profit from Operating Activities		657,993	547,091	442,191	347,201
Finance Costs	4, 18	34,241	73,309	36,249	66,713
PROFIT BEFORE INCOME TAX EXPENSE		623,752	473,782	405,942	280,488
Income Tax Expense	24	149,391	103,793	85,998	53,056
PROFIT FOR THE YEAR		474,361	369,989	319,944	227,432
Other Comprehensive Income (Loss)					
<i>Item that will be subsequently reclassified to profit or loss</i>					
- Difference on financial statement conversion of subsidiaries		36,312	(35,076)	-	-
<i>Item that will not be reclassified subsequently to profit or loss</i>					
- Actuarial loss on re-measurement of liability for post-employment benefits - net of income tax effect by Baht 1,062 thousand for consolidated and Baht 913 thousand for the company only in 2020	20, 24	-	(4,250)	-	(3,653)
Other Comprehensive Income (Loss) for the Year		36,312	(39,326)	-	(3,653)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		510,673	330,663	319,944	223,779
Profit Attributable to:					
Owners of the parent		471,756	367,579	319,944	227,432
Non-controlling interests		2,605	2,410	-	-
Profit for the Year		474,361	369,989	319,944	227,432
Total Comprehensive Income Attributable to:					
Owners of the parent		508,068	328,253	319,944	223,779
Non-controlling interests		2,605	2,410	-	-
Total Comprehensive Income for the Year		510,673	330,663	319,944	223,779
Basic Earnings per Share (Baht)		0.944	0.735	0.640	0.455
Weighted average number of common shares		500,000,000	500,000,000	500,000,000	500,000,000

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

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020

Consolidated (In Thousand Baht)										
	Note	Issued and Fully Paid-up Share Capital	Premium on Common Shares	Retained Earnings		Other Components of Equity		Equity Attributable to Owners of the Parent	Non-Controlling Interests	Total Shareholders' Equity
				Appropriated for Legal Reserve	Unappropriated	Difference on Financial Statement Conversion of Subsidiaries	Gain on Change in Proportion of Investment in Subsidiary			
Beginning Balance as at January 1, 2020		500,000	972,987	50,000	3,802,584	(43,749)	2,362	5,284,184	16,435	5,300,619
Change in proportion of investment in subsidiary	10	-	-	-	-	-	3,990	3,990	(3,990)	-
Payment of dividends	25	-	-	-	(275,000)	-	-	(275,000)	-	(275,000)
Profit for the year		-	-	-	367,579	-	-	367,579	2,410	369,989
Other comprehensive loss for the year		-	-	-	(4,250)	(35,076)	-	(39,326)	-	(39,326)
Ending Balance as at December 31, 2020		500,000	972,987	50,000	3,890,913	(78,825)	6,352	5,341,427	14,855	5,356,282
Payment of dividends	25	-	-	-	(209,995)	-	-	(209,995)	-	(209,995)
Profit for the year		-	-	-	471,756	-	-	471,756	2,605	474,361
Other comprehensive income for the year		-	-	-	-	36,312	-	36,312	-	36,312
Ending Balance as at December 31, 2021		500,000	972,987	50,000	4,152,674	(42,513)	6,352	5,639,500	17,460	5,656,960

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

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020

The Company Only (In Thousand Baht)						
	Note	Issued and Fully Paid-up Share Capital	Premium on Shares	Retained Earnings		Total
				Appropriated for Legal Reserve	Unappropriated	
Beginning Balance as at January 1, 2020		500,000	972,987	50,000	2,876,218	4,399,205
Payment of dividends	25	-	-	-	(275,000)	(275,000)
Profit for the year		-	-	-	227,432	227,432
Other comprehensive loss for the year		-	-	-	(3,653)	(3,653)
Ending Balance as at December 31, 2020		500,000	972,987	50,000	2,824,997	4,347,984
Payment of dividends	25	-	-	-	(209,995)	(209,995)
Profit for the year		-	-	-	319,944	319,944
Ending Balance as at December 31, 2021		500,000	972,987	50,000	2,934,946	4,457,933

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

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit for the Year	474,361	369,989	319,944	227,432
Adjustments				
Income tax expense	149,391	103,793	85,998	53,056
Depreciation and amortization	85,390	92,286	70,166	82,394
Expenses for post-employment benefits	2,927	3,607	2,594	3,114
Loss on impairment of investment in subsidiary	-	-	4,658	-
Gain on re-measurement of lease liabilities	(1,976)	-	(2,087)	-
Loss on cancellation of lease agreements	295	-	256	-
Bad debt and loss on impairment of trade receivables	252,424	639,724	134,529	531,149
Decrease in allowance for diminution in value of asset foreclosed	(12,274)	(53,535)	(14,011)	(53,681)
Loss on write-off asset	20	924	-	-
Gain on sales of equipment	(4,665)	(547)	(4,308)	(443)
Interest income from trade receivables	(1,388,885)	(2,006,840)	(963,783)	(1,490,927)
Other interest income	(12,448)	(9,320)	(30,629)	(39,883)
Interest expense	34,241	73,309	36,249	66,713
Decrease (increase) in operating assets				
Trade receivables - hire-purchase contract receivables	154,676	2,275,687	281,913	2,061,519
Trade receivables - loan receivables	162,332	(102,561)	159,413	(100,432)
Trade receivables - nano finance receivables	(15,526)	(23,715)	-	-
Trade receivables - microfinance receivables	313	(721)	-	-
Trade receivables - other	13,414	29,603	13,052	29,395
Other receivables from related parties	-	-	1,508	361
Merchandises	3,502	(4,702)	3,335	(4,701)
Asset foreclosed	35,578	170,137	41,329	170,625
Other current assets	(4,204)	11,279	(3,940)	6,775
Other non-current assets	315	(100)	293	49
Increase (decrease) in operating liabilities				
Trade payables	5,126	15,283	15,073	8,782
Other payables to related parties	9,672	(978)	975	(1,948)
Deposits and advances from customers	11,416	3,337	3,162	14,304
Accrued expenses and other current financial liabilities	(46,747)	(27,657)	(21,847)	(25,480)
Liability for post-employment benefits	(19,583)	(13,653)	(15,860)	(12,518)
Net cash flows provided by (used in) operations	(110,915)	1,544,629	117,982	1,525,655
Interest received from trade receivables	1,476,568	2,081,495	1,049,185	1,572,311
Income tax paid	(81,135)	(116,851)	(25,213)	(51,419)
Net Cash Flows Provided by Operating Activities	1,284,518	3,509,273	1,141,954	3,046,547

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
CASH FLOWS FROM INVESTING ACTIVITIES				
Increase in other current financial asset - fixed deposits at banks	(1,500,000)	(400,000)	(1,500,000)	(400,000)
Increase in restricted deposits at financial institutions	(424)	(713)	-	-
Increase in short-term loans to related parties	-	-	(10,000)	(42,000)
Collections from short-term loans to related parties	-	-	243,000	204,529
Increase in investment in subsidiaries	-	-	(3,000)	(16,952)
Increase in loans to other parties	(40,000)	(1,415)	(40,000)	(1,415)
Collections from loans to other parties	5,556	23,013	5,556	23,013
Purchases of fixed assets	(10,394)	(20,352)	(5,119)	(22,114)
Additions to right-of-use assets	(805)	(1,200)	(77)	(1,200)
Purchases of intangible assets	(403)	(1,057)	-	-
Proceeds from sales of equipment	5,283	992	4,823	852
Proceeds from right-of-use assets	290	57	290	57
Other interest received	10,507	9,560	28,911	40,504
Net Cash Flows Used in Investing Activities	(1,530,390)	(391,115)	(1,275,616)	(214,726)
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase (decrease) in bank overdrafts and short-term borrowings from financial institutions	(66,392)	(8,342)	1,455	(20,598)
Increase in short-term loans from related party	-	-	142,000	140,000
Repayments of short-term loans from related party	(36,000)	-	(59,000)	(69,000)
Increase in long-term loans	375,890	261,050	-	-
Repayments of long-term loans	(234,421)	(325,291)	-	-
Payments of lease liabilities	(41,278)	(42,478)	(37,089)	(37,393)
Redemption of debentures	(670,000)	(1,800,000)	(670,000)	(1,800,000)
Interest paid	(39,383)	(91,133)	(40,969)	(84,228)
Dividends paid	(209,995)	(275,000)	(209,995)	(275,000)
Net Cash Flows Used in by Financing Activities	(921,579)	(2,281,194)	(873,598)	(2,146,219)
DIFFERENCE ON FINANCIAL STATEMENT CONVERSION OF SUBSIDIARIES	35,961	(45,036)	-	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(1,131,490)	791,928	(1,007,260)	685,602
Cash and Cash Equivalents at Beginning of Year	1,813,140	1,021,212	1,531,513	845,911
CASH AND CASH EQUIVALENTS AT END OF YEAR	681,650	1,813,140	524,253	1,531,513
Supplemental disclosures of cash flow information				
a. Cash and cash equivalents at end of year				
Cash in hand	17,490	15,893	12,863	12,202
Current accounts at banks	141,254	262,301	19,859	39,488
Savings deposits at banks	522,906	1,434,946	491,531	1,379,823
Short-term fixed deposit at bank	-	100,000	-	100,000
Total	681,650	1,813,140	524,253	1,531,513
b. Non-cash transactions				
Increase in payables on purchase of fixed assets	1,038	1,096	1,038	1,096
Initial recognition of right-of-use assets and lease liabilities	-	125,708	-	106,181
Right-of-use assets transferred from other current assets	-	8,069	-	4,638
Right-of-use assets transferred from other non-current assets	-	12,136	-	8,603
Increase in right-of-use assets from new lease liabilities	1,348	-	854	-
Increase in right-of-use assets and lease liabilities from re-measurement of lease liabilities	26,913	-	21,882	-

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

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
December 31, 2021 and 2020

1. GENERAL INFORMATION

Thitikorn Public Company Limited (“the Company”) was incorporated in Thailand on August 4, 1972 and has its registered office at 69 Ramkhamhaeng Road, Huamark, Bangkok, Bangkok 10240, Thailand. The Company has been listed on the Stock Exchange of Thailand since 2003.

The major shareholder is Sinthonglor Company Limited (incorporated in Thailand which holds 42.36% of the Company’s shares).

The Company and its subsidiaries principally engage in vehicle hire-purchase business and related other services. Details of the Company’s subsidiaries are as follows:

Name of Companies	Type of Business	Paid-up Share Capital (In Thousand Baht)		Percentage of Direct and Indirect Holdings (%)	
		December 31, 2021	December 31, 2020	December 31, 2021	December 31, 2020
C. V. A. Co., Ltd.	Hire-purchase motorcycle business and related services including vehicle modification services	50,000	50,000	99.99	99.99
Chayapak Co., Ltd.	Hire-purchase automobile and motorcycle business	40,000	40,000	99.99	99.99
TK Ngern Tan Jai Co., Ltd.	Nano finance and personal loan businesses (personal loan license approved on January 10, 2022)	50,000	50,000	99.99	99.99
TK Broker Co., Ltd.	Non-life insurance broker business	3,000	-	99.99	-
Sabaidee Leasing Co., Ltd. (Lao PDR)	Hire-purchase motorcycle business	58,013*	58,013*	86.89	86.89
Suosdey Finance PLC. (Cambodia)	Hire-purchase motorcycle business	132,209**	132,209**	99.95	99.95
Mingalaba Thitikorn Microfinance Co., Ltd. (Myanmar)	Microfinance business	4,705***	4,705***	99.00	99.00

*KIP 15,250 million ** USD 4 million *** Kyat 200 million

Significant intercompany transactions between the Company and its subsidiaries were eliminated in the preparation of the consolidated financial statements.

2. BASIS OF FINANCIAL STATEMENT PREPARATION

The accompanying financial statements are prepared in Thai Baht, which are the currency used in the operations of the Group, and in the Thai language in accordance with the financial reporting standards in Thailand including interpretations and guidelines promulgated by the Federation of Accounting Professions (“TFAC”), applicable rules and regulations of the Securities and Exchange Commission. Accordingly, the accompanying financial statements are intended solely to present the financial position, financial performance, and cash flows in accordance with the financial reporting standards in Thailand.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
December 31, 2021 and 2020

Except as disclosed in the significant accounting policies, the accompanying financial statements have been prepared under the historical cost convention.

Starting from January 1, 2021, the Group has adopted Thai Accounting Standards (TAS), Thai Financial Reporting Standards (TFRS), Thai Accounting Interpretation (TSIC), and Thai Financial Reporting Interpretation (TFRIC), newly revised by TFAC, which became effective from the accounting period starting on or after January 1, 2021. The aforesaid adoption of newly revised TAS / TFRS / TSIC / TFRIC did not have any material effect to the financial statements of the Group.

In addition, TFAC revised and issued TAS / TFRS / TSIC / TFRIC as well as accounting guidance with effective from the accounting period starting on or after January 1, 2022 which the important part for the year 2022 related to (1) the practical expedient relating to COVID-19-related rent concessions for lessee in respect of TFRS 16 and (2) the Interest Rate Benchmark (IBOR) Reform-Phase 2 which relates to certain significant TFRSs e.g. TFRS 4, TFRS 7, TFRS 9 and TFRS 16 whereby the Group had not yet adopted in the preparation of the accompanying financial statements and has no policy to early adopt before effective period. Management of the Group has preliminarily assessed and believed that there will be no material effect to the financial statements of the Group upon adoption of the aforesaid TAS / TFRS / TSIC / TFRIC as well as accounting guidance.

The Group disclosed information for the year ended December 31, 2020 for being the comparative information in the financial statements for the year ended December 31, 2021 in the form of corresponding figures.

For convenience of the readers, an English translation of the financial statements has been prepared from the Thai language statutory financial statements that are issued for domestic financial reporting purposes.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries (together referred to as “the Group”).

Significant intercompany transactions between the Company and its subsidiaries included in the consolidated financial statements have been eliminated.

Subsidiaries

Subsidiaries are those companies controlled by the Company. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of a company as well as the variable returns from a company so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases. Accounting policies of the subsidiaries were necessarily transformed for uniformity with the Company’s policies.

Accounting for acquisitions of non-controlling interests

Changes in a parent's ownership interest in a subsidiary that do not result in the loss of control are accounted for within equity. When an entity loses control of a subsidiary, investment retained in the former subsidiary is measured at its fair value while any gain or loss is recognized in the statement of comprehensive income.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

Notes to Financial Statements (Continued)

December 31, 2021 and 2020

Goodwill

The excess of business combination cost over the fair values of assets and liabilities of the acquired subsidiary is accounted for as goodwill from business combination in the consolidated financial statements (if any). Goodwill is presented as non-current asset in the consolidated statement of financial position at cost net of allowance for impairment (if any).

Foreign Currencies

Transactions in foreign currencies

Transactions in foreign currencies are translated to Thai Baht at the exchange rates ruling at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies at the statement of financial position date are translated to Thai Baht at the foreign exchange rates ruling at that date. Foreign exchange differences arising on translation are recognized in the statement of comprehensive income.

Non-monetary assets and liabilities denominated in foreign currencies which are carried under historical cost convention are translated to Thai Baht at the exchange rates ruling at the dates of the transactions.

Foreign entity

Assets and liabilities of foreign entity are translated to Thai Baht at the exchange rates ruling at the end of reporting period.

Revenues and expenses of foreign entity are translated to Thai Baht at the exchange rates ruling at the dates of the transactions.

Differences arising on foreign currency translation or conversion are recognized as other comprehensive income or loss and separately presented as other component of equity until the investment is disposed.

Cash and Cash Equivalents

Cash and cash equivalents are carried in the statement of financial position at cost include cash on hand and cash at financial institutions. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash with original maturity of three months or less and without restriction of use or being collateral and that are subject to a low or an insignificant risk of change in value.

Restricted or collateralized deposits at banks were presented as a separate item under non-current assets in the statements of financial position.

Hire-purchase Receivables, Loan Receivables, Nano Finance Receivables and Microfinance Receivables and Allowance for Impairment for Expected Credit Loss

Hire-purchase receivables, loan receivables, nano finance receivables and microfinance receivables are stated at net realizable value which resulted from carrying book value less unearned interest income and allowance for impairment for expected credit loss. The Group provides allowance for impairment for expected credit loss in accordance with the policies discussed in the section of financial instruments. Bad debts are written off when incurred.

Other Trade Receivables and Allowance for Impairment for Expected Credit Loss

Other trade receivables are stated at their invoice values less expected credit loss (if any)

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
December 31, 2021 and 2020

The Group provides allowance for impairment for expected credit loss in accordance with the policies discussed in the section of financial instruments.

Merchandises

Merchandises, featuring motorcycles, are stated at the lower of cost (specific method) net of allowance for diminution in value (if any) and net realizable value. Net realized value is the estimated selling price in the ordinary course of business less the estimated costs to complete and to make the sale.

Allowance for diminution in value is estimated based on physical conditions of the deteriorated, damaged, obsolete, and slow-moving merchandises (if any).

Asset Foreclosed

Asset foreclosed is stated at the receivable balance net of allowance for diminution in value.

The Group estimate allowance for diminution in value of asset foreclosed as follows:

- Outstanding less than one year 30%
- Outstanding longer than one year 100%

Investments in Subsidiaries

Investments in subsidiaries in the separate financial statements of the Company are accounted for using the cost method and are stated at cost less allowance for impairment.

Property, Plant and Equipment, Property for Lease, and Depreciation

Owned assets

Land is stated at cost less allowance for impairment (if any). Plant and equipment are stated at cost less accumulated depreciation and allowance for impairment (if any). When assets are retired or disposed of, their carrying values are eliminated from the accounts and any gain or loss resulting from their retirement or disposal is included in the statement of comprehensive income. Costs of asset dismantlement, removal, and restoration (if any) are included as part of asset cost and subject to depreciation.

Depreciation

Depreciation is charged to the statement of comprehensive income on a straight-line method over the useful lives of each part of an item separately for each significant part of plant and equipment. The useful lives of the assets are as follows:

Buildings and building improvements (for use and lease)	20 years
Buildings and building improvements on rented land	10 years, 20 years, and over the lease terms
Furniture, fixtures and office equipment	5 years and 10 years
Vehicles for use and for lease	5 years

No depreciation has been charged for land and construction in progress.

Depreciation methods, residual values, and useful lives are reviewed at each financial year-end and adjusted if appropriate. In determining the depreciable amount, residual value of particular asset is measured at amount estimated receivable currently for the asset if the asset is already of the age and in the condition expected at the end of its useful life.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
December 31, 2021 and 2020

Right-of-use Asset

The Group measures right-of-use asset at cost less accumulated depreciation and allowance for impairment (if any) with adjustment pertaining to re-measurement of lease liabilities (if any).

At the commencement date, cost of the right-of-use asset comprised (1) the amount of initial measurement of lease liability, (2) lease payments made at or before the commencement date, less any lease incentives received, (3) initial direct costs incurred by the lessee (if any) and (4) an estimate of costs to be incurred in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease (if any and being material).

Depreciation is charged as expense in profit or loss and calculated by the straight-line method attributable to the related lease terms which are the leases of building space the terms are between 1 years 2 months and 9 years 4 months.

Intangible Assets

Leasehold rights

Leasehold rights (balances as at the end of 2021 and 2020 were insignificant) are stated at cost less accumulated amortization and allowance for impairment (if any), which are amortized on a straight-line method over the useful lives which are the lease terms.

Software licenses

Software licenses are stated at cost less accumulated amortization and allowance for impairment (if any), which are amortized on a straight-line method over the useful lives of 5 years.

Amortization

Amortization is charged as part of administrative expenses in the statement of comprehensive income on a straight-line method over the useful lives of particular intangible assets. Intangible assets with an indefinite useful life (if any) are not amortized but are tested for indication of impairment at each reporting date. Amortization methods, residual values, and useful lives are reviewed at each financial year-end and adjusted if appropriate.

Impairment of Non-Financial Assets

The carrying amounts of the Group's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts (the higher of asset's fair value less costs to sell or value in use) shall be estimated and reviewed. The review is made for individual assets or for the cash-generating unit.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
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In case that the carrying amount of an asset exceeds its recoverable amount, the Group recognizes the impairment losses by reducing the carrying amount of the asset to its recoverable amount and by recording the devaluation in the statement of comprehensive income. The reversal of impairment losses recognized in prior years is recorded as part of other income when there is an indication that the impairment losses recognized for the assets no longer exist or have decreased. The reversal of the impairment losses shall not exceed the carrying amount of the asset, net of depreciation or amortization, that would have been determined had no impairment losses been recognized for the asset in prior years.

Trade and Other Payables

Trade and other payables are stated at cost.

Lease Liabilities

At the commencement date, the Group measures lease liability at the present value of the lease payments that are not paid at that date. The lease payments shall be discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Group's incremental borrowing rates (average interest rates on borrowings with similar term and characteristics to the underlying asset) shall be used. The lease payments that are not paid comprised (1) fixed payments (less any lease incentives receivable), (2) variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date (if any), (3) amounts expected to be payable under residual value guarantees (if any), (4) exercise price of a purchase option if it is reasonably certain to exercise that option (if any) and (5) payments of penalties for terminating the lease, if the lease term reflects the Group exercising an option to terminate the lease (if any).

After the commencement date, the Group measures the lease liability by (1) increasing the carrying amount to reflect interest on the lease liability (if any), (2) reducing the carrying amount to reflect the lease payments made (if any) and (3) re-measuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments (if any). Interest on lease liability and variable lease payments not included in the measurement of the lease liability is charged as expense in profit or loss.

Lease fees attributable to short-term lease (not exceeding 12 months from commencement date) and lease of low-value asset are charged as expense in profit or loss on the straight-line method over the related lease terms.

Deferred interest, presented as deduction to lease liability, is amortized as finance cost over the lease term by the effective interest rate method. Each installment payment under the lease liability shall be separated into parts of principal and interest.

Employee Benefits

Short-term benefits

Salaries, wages, bonuses and contributions to social security fund are recognized as an expense upon their occurrences and on an accrual basis.

Post-employment benefits

Obligations on defined contribution plan which is the provident fund are recognized as an expense in the statement of comprehensive income when contribution to the fund on an accrual basis.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
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Obligations on post-employment benefits which are defined benefit plan that will be settled to the employees upon retirement or termination are calculated by estimating the amount of future benefits that employees have earned in return for their service in the prior and current periods. The benefits are discounted using the project unit credit method to determine present value of obligations. The calculation is annually performed, or at least every three years, by the qualified actuary. Expenses from the estimated liability for post-employment benefits comprise current service cost, part service cost and interest cost, which are recognized as profit or loss whereas actuarial gain/loss on measurement is recognized as other comprehensive income or loss in the statement of comprehensive income.

Provisions

A provision is recognized in the statement of financial position when the Group has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

Fair Value Measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Principal market is the market with the greatest volume and level of activity for the asset or liability. Market participants comprise buyers and sellers in the principal or most advantageous market for the asset or liability whereby market participants are independent of each other, knowledgeable and having a reasonable understanding, able to enter into a transaction for the asset or liability, and willing to enter into a transaction for the asset or liability.

To increase the consistency and comparability in fair value measurements and related disclosures in the financial statements, the fair value hierarchy is categorized into 3 levels with respect of the inputs to valuation techniques used to measure the fair value. The fair value hierarchy gives the highest priority to quoted prices (unadjusted) in active markets for identical assets or liabilities ("Level 1 inputs"), secondary priority to other observable inputs ("Level 2 inputs"), and the lowest priority to unobservable inputs ("Level 3 inputs").

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 inputs are unobservable inputs for the asset or liability.

Financial Instruments

Recognition and measurement

The Group initially measures financial assets at fair value, plus transaction costs in case of financial assets that are not measured at fair value through profit or loss. Financial assets shall be classified and measured with respect to the business model on asset management and characteristics of the asset's contractual cash flows which is divided into three categories i.e. amortized cost, fair value through other comprehensive income, and fair value through profit or loss. Upon changes in business model on financial asset management are known, the affected financial assets shall be considered for proper reclassification.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
December 31, 2021 and 2020

The Group initially measures financial liabilities at fair value net of transaction costs. Financial liabilities shall be classified and measured at amortized cost except for financial liabilities measured at fair value through profit or loss (such liabilities include derivative liabilities). Reclassification of financial liabilities is prohibited.

Classification and measurement

Assets classified and measured at amortized cost

- Cash and cash equivalents and fixed deposits at banks
- Restricted deposits at financial institutions
- Trade and other receivables
- Loans
- Advances and deposits or guarantees that are refundable

Assets classified and measured at fair value through other comprehensive income - none

Assets classified and measured at fair value through profit or loss - none

Liabilities classified and measured at amortized cost

- Bank overdrafts and short-term borrowings from financial institutions
- Lease liabilities, other borrowings and debentures
- Trade and other payables
- Advances received and deposits or guarantees received with payment obligation

Liabilities classified and measured at fair value through profit or loss - none

Impairment

Impairment loss from the expected credit loss of financial assets shall be recognized under General approach in the following stages:

- Stage 1 (performing): the 12-month expected credit loss shall be recognized in profit or loss. Interest income (if any) shall be calculated base on gross carrying amount without netting the allowance for expected credit loss.
- Stage 2 (under-performing): upon significant rise in credit risk and not being at low level, the Group shall recognize the full lifetime expected credit loss in profit or loss. Interest income (if any) shall be calculated based on the same principle to Stage 1.
- Stage 3 (credit-impaired): upon significant rise in credit risk of financial asset that is considered as credit impaired, The Group shall recognize the full lifetime expected credit loss in profit or loss. Interest income (if any) shall be calculated base on gross carrying amount net of the allowance for impairment.

For trade receivables, contract assets and lease or other similar receivables, The Group is able to adopt Simplified approach by recognizing the full lifetime expected credit loss for financial assets considered as aforesaid. In consideration and measurement of expected credit loss for both General approach and Simplified approach, the historical credit loss shall be combined with the forward looking information pertaining to the assets and significant factors relating to economic environment. The Group has used General approach for such group of assets.

For receivables and loans, the Group categorizes the population by focusing on aging balance information whereby the past records were captured for historical credit loss each of aging balance for a period of approximately 4-5 years to create the business model and determine various variables that are fit to the Group which was conducted in coordination with the contracted independent external advisory company.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
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Hedge accounting

Hedge accounting is aimed for reflecting the impacts in the financial statements that are caused in risk management activities using the financial instruments on management of exposures to the risks and such risks shall affect profit or loss and/or other comprehensive income. Relationships and related accounting treatment of hedge accounting are divided into three categories i.e. fair value hedge, cash flows hedge, and hedge of net investment in foreign entity.

Derivative financial instruments are used to manage fair value risk exposed by change in foreign exchange rates arising from operating activities. Derivatives are not intended to use for trading purpose. However, derivatives that do not qualify for hedge accounting are accounted for as trading instruments. Derivatives are recognized initially at fair value and then are re-measured at fair value. Gain or loss on re-measurement to fair value is recognized as profit or loss. The Group did not use derivatives in 2021 and 2020.

The fair value of derivatives is the quoted market price at the statement of financial position date, which is the Level 2 inputs of the fair value hierarchy whereby such price is the present value of the quoted derivative price where market approach was used as valuation technique and core information used in evaluation was the adjusted exchange rates in market to fit for the issued instrument which was computed by bank who was the counterparty.

Revenue Recognition

Revenue is recognized when it is probable that the economic benefits associated with the transaction will flow to the Group and the amount of the revenue as well as related cost can be measured reliably whereby there is consideration about characteristics, amount, timing as well as uncertainty of revenue and contractual cash flows from contract with customer.

Interest income from hire-purchase receivable is the unearned interest income and is systematically recognized over time as revenue in each installment period based on the effective interest rate method. Income from each installment is recognized on an accrual basis (based on the due date of the installment irrespective of actual collection).

Interest income from loan receivables, nano finance receivables and microfinance receivables is the unearned interest income and is recognized over time as revenue under the time proportion based on the effective interest rate method.

Sales are recognized at a point in time as revenue when the significant risks and rewards of ownership as well as control in goods have been transferred to buyer. No revenue is recognized if there is continuing control or management involvement with the goods or there are significant uncertainties in economic benefits from sales or amount of revenue and associated costs cannot reasonably measured or the probable return of goods.

Rental income on operating lease is recognized over time on a straight-line basis over the lease term.

Dividend income is recognized at a point in time on the date the Group's right to receive payments is established which in the case of investment in quoted securities is usually the ex-dividend date.

Other interest income is recognized over time on a time proportion basis that reflects effective yield on the asset, if significant.

The following revenues are considered about risk and high uncertainty and, therefore, are recognized upon cash collection i.e. bad debt recovery in cash, collection fee income, delay payment fee income.

Other income is recognized on an accrual basis.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
December 31, 2021 and 2020

Expense Recognition

Other expenses are recognized on an accrual basis.

Income Tax

Income tax on the profit or loss for the year, which is recognized in the statement of comprehensive income, is current tax and deferred tax.

Current tax

Current tax is the amount of tax payable or recoverable which is calculated from taxable profit or loss for the year, using tax rates enacted at the statement of financial position date, and any adjustment to tax payable in respect of previous years.

Deferred tax

Deferred tax is provided on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Temporary differences are not recognized for the initial recognition of assets and liabilities that affect neither accounting nor taxable profit to the extent that they will probably not reverse in the foreseeable future. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, at the tax rates that are expected to apply to the period when the deferred tax asset is realized or the tax liability is settled based on tax rates that have been enacted as at the statement of financial position date.

A deferred tax asset is recognized only to the extent that it is probable that future taxable profit will be available against which the asset can be utilized. Deferred tax asset is reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Use of Estimates

In order to prepare financial statements in conformity with the accounting standard and the financial reporting standards in Thailand, management needs to make estimates and set assumptions that affect income, expenditure, assets and liabilities in order to disclose information on the valuation of assets, liabilities and contingent liabilities. Actual outcomes may, therefore, differ from the estimates used.

The estimates and underlying assumptions used in the preparation of these financial statements are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period and in the period of the revision and future periods if the revision affects both current and future periods.

The significant estimates and underlying assumptions used in preparation of these financial statements which may be affected by significant uncertainty are as follows:

- Allowance for impairment of trade and other receivables
- Allowance for losses on diminution in value of merchandises and asset foreclosed
- Allowance for impairment of investment in subsidiary
- Useful lives and residual values of building and equipment, right-of-use assets, property for lease and intangible assets
- Consideration on renewal option of lease agreements and discount rates of lease liabilities
- Assumptions used in calculation and estimate of liability for post-employment benefits
- Expected amount and periods that deferred tax assets will be realized and the amount of benefits to be derived from accumulated tax losses
- Fair values and fair value measurements of financial assets, financial liabilities and other financial instruments.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
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About the pandemic of Coronavirus Disease 2019 (COVID-19), the Group's management has still after the situation and continuously assessed the impacts from such matter. However, the COVID-19 situation has been highly uncertain and may affect, whether directly or indirectly, to the environment of business operations of the Group as well as estimates and judgements used for assessing values of assets, liabilities or provisions and contingent liabilities in the financial statements that are changeable depending on the assessment of COVID-19 situation in each period done by the Group's management.

Basic Earnings per Share

Basic earnings per share is calculated by dividing profit attributable to owners of the parent by the weighted average number of common shares outstanding during the year.

4. TRANSACTIONS WITH RELATED PARTIES

Related parties are those parties controlled by the Company or have power control over the Company, directly or indirectly or significant influence, to govern the financial and operating policies of a company.

Types of relationship of related parties are as follows:

Company / Person Name	Type of Business	Type of Relationship
<u>Related companies</u>		
Sinthonglor Co., Ltd.	Holding company	Major shareholder and Co-directors & Co-shareholders
C. V. A. Co., Ltd.	Hire-purchase motorcycle business and related services including vehicle modification services	Subsidiary
Chayapak Co., Ltd.	Hire-purchase automobile and motorcycle business	Subsidiary
TK Ngern Tan Jai Co., Ltd.	Nano finance and personal loan businesses	Subsidiary
TK Broker Co., Ltd.	Non-life insurance broker business	Subsidiary
Sabaidee Leasing Co., Ltd. (Lao PDR)	Hire-purchase motorcycle business	Subsidiary through direct and indirect shareholding
Suosdey Finance PLC. (Cambodia)	Hire-purchase motorcycle business	Subsidiary
Mingalaba Thitikorn Microfinance Co., Ltd. (Myanmar)	Microfinance business	Subsidiary
S. P. International Co., Ltd.	Sale of automobile and related services	Co-directors & Co-shareholders
SPSU Public Co., Ltd.	Holding company	Co-directors & Co-shareholders
Lexus Bangkok Co., Ltd.	Sale of automobile	Co-directors & Co-shareholders
Toyota Pathumthani Toyota's Dealer Co., Ltd.	Sale of automobile and related services	Co-directors & Co-shareholders
Napas Co., Ltd.	Transportation service for motorcycle	Co-shareholders
Thitiphol Co., Ltd.	Sale of spare parts of motorcycle	Co-shareholders
Software Development Co., Ltd.	Sales of computer and services relating to computer programs	Co-shareholders
Siam Brewery Co., Ltd.	Production of beer for domestic sales	Co-directors & Co-shareholders
<u>Related persons</u>		
Prin Phonprapha	-	Relative of the Company's directors
Key management	-	Key management are persons having authority and responsibility for planning, directing and controlling the activities of the entity, either directly or indirectly, including the Company's director (whether as executive or otherwise)

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
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Pricing policies for each transaction with related parties are as follows:

Type of Transaction	Pricing Policies
Interest income on hire purchase	Market price
Management fee income	Mutually agreed prices
Sales promotion income	Mutually agreed prices
Rental income	Contract price
Interest income	MOR - 3% for domestic, 6% and 9% per annum in abroad
Other income	Cost
Rental (short-term contract) and services	Contract price
Management fee	Contract price
Utility expenses	Cost
Stationery expense	Cost
Other expenses	Mutually agreed prices
Service expenses	Mutually agreed prices
Interest expense	MOR - 3% for domestic and 6% per annum in abroad
Key management's remunerations	Mutually agreed prices
Purchase of vehicles for hire-purchases	Market price
Purchase of office equipment	Mutually agreed prices
Purchase of computer program	Mutually agreed prices
Sales of office equipment	Mutually agreed prices
Sales of asset foreclosed (forfeited vehicles)	Mutually agreed prices

Transactions with related parties for the years ended December 31, 2021 and 2020 are as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Interest income on hire purchase				
Related company	106	97	-	-
Management fee income				
Subsidiary	-	-	33,002	31,878
Sales promotion income				
Related companies	-	126	-	-
Rental income				
Related company	432	432	-	-
Interest income				
Subsidiaries	-	-	18,254	30,773
Other income				
Subsidiary	-	-	42	19
Rental (short-term contract) and services				
Subsidiary	-	-	864	864
Related company	13,108	13,447	13,108	13,447
Total	13,108	13,447	13,972	14,311
Gross amount (lease fee) paid for lease liabilities				
Related companies	20,094	20,177	20,094	20,177
Related person	1,800	1,800	1,800	1,800
Total	21,894	21,977	21,894	21,977
Management fee				
Related companies	7,912	8,100	6,348	6,660

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
December 31, 2021 and 2020

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Utility expenses				
Related company	3,250	3,170	3,250	3,170
Stationery expense				
Related companies	2,168	6,005	2,154	5,943
Other expenses				
Related companies	7,474	8,744	5,443	7,055
Service expenses				
Subsidiary	-	-	135,112	128,808
Related companies	25,989	25,801	24,805	24,556
Total	25,989	25,801	159,917	153,364
Interest expense				
Subsidiary	-	-	18,089	17,405
Directors	380	2,569	-	-
Related companies	1,745	2,626	1,745	2,626
Related person	96	182	96	182
Total	2,221	5,377	19,930	20,213
Key management's remunerations				
Short-term benefits	32,292	33,157	32,292	33,157
Post-employment benefits	582	986	582	986
Total	32,874	34,143	32,874	34,143
Purchase of vehicles for hire-purchases				
Related companies	80,866	67,433	-	-
Purchase of office equipment				
Related companies	442	819	442	819
Purchase of computer program				
Related companies	-	770	-	-
Sales of office equipment				
Subsidiary	-	-	83	385
Sales of asset foreclosed (forfeited vehicles)				
Related company	-	467	-	-

Outstanding balances with related parties as at December 31, 2021 and 2020 are as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Hire-purchase contract receivable - net				
Related company	1,737	1,481	-	-
Receivables and short-term loans				
Accrued interest income				
Subsidiary	-	-	82	305
Advances				
Subsidiaries	-	-	3,480	4,988

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
December 31, 2021 and 2020

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Short-term loans				
Subsidiaries (interest rate at 2.875%, 6% and 9% p.a. in 2021 and 2.875% - 3.875%, 6% and 9% p.a. in 2020)	-	-	216,420	449,420
Total	-	-	219,982	454,713
Payables and short-term loans				
Accrued interest expense				
Subsidiary	-	-	1,630	1,428
Accrued expenses				
Subsidiary	-	-	12,514	11,261
Related companies	11,057	1,117	825	835
Total	11,057	1,117	13,339	12,096
Payables on purchase of fixed assets				
Related company	5	273	5	273
Short-term loans				
Subsidiary (interest rate at 2.875% p.a. in 2021 and 2.875% - 3.875% p.a. in 2020)	-	-	673,190	590,190
Directors (interest rate at 6% p.a.)	-	36,000	-	-
Total	-	36,000	673,190	590,190
Total	11,062	37,390	688,164	603,987
Lease liabilities - net				
Related companies	21,163	41,401	21,163	41,401
Related person	900	2,700	900	2,700
Total	22,063	44,101	22,063	44,101

Movements of loans from and loans to related parties during the year are as follows:

	Consolidated (In Thousand Baht)			
	December 31, 2020	Increase	Decrease	December 31, 2021
Short-term loans from related persons				
Directors	36,000	-	36,000	-
	The Company Only (In Thousand Baht)			
	December 31, 2020	Increase	Decrease	December 31, 2021
Short-term loans to subsidiaries				
Suosdey Finance PLC.	157,181	-	-	157,181
Sabaidee Leasing Co., Ltd.	144,000	-	144,000	-
Chayapak Co., Ltd.	121,000	10,000	99,000	32,000
Mingalaba Thitikorn Microfinance Co., Ltd.	27,239	-	-	27,239
Total	449,420	10,000	243,000	216,420
Short-term loans from subsidiary				
C.V.A. Co., Ltd.	590,190	142,000	59,000	673,190

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**Notes to Financial Statements (Continued)****December 31, 2021 and 2020**

The Company has been guarantor for (1) short-term loan credit facilities granted by two commercial banks of Suosdey Finance PLC. amounting to USD 8.1 million (which had not yet been drawdown as at December 31, 2021) and long-term loan credit facilities granted by three commercial banks of such subsidiary totalling USD 31.3 million (drawdown of approximately USD 22.9 million as at December 31, 2021) and (2) short-term loan credit facility granted by a local bank of Sabaidee Leasing Co., Ltd., amounting to Kip 17,000 million (pertaining to percentage of shareholding) (which had not yet been drawdown as at December 31, 2021) and long-term loan credit facilities granted by a commercial bank of such subsidiary totalling Kip 8,000 million (drawdown of approximately Kip 5,600 million as at December 31, 2021). There has been no intercompany charge on these guarantees.

In addition, (1) at the Management Board's meeting on March 9, 2021, the Management Board passed the resolution to approve the Company being guarantor for loan credit facilities, granted by other commercial bank, of Suosdey Finance PLC., amounting to USD 10 million (drawdown of approximately USD 1.7 million as at December 31, 2021) and no intercompany charge on this guarantee and (2) at the Management Board's meeting on May 25, 2021, the Management Board passed the resolution to approve the Company being guarantor for loan credit facilities, granted by a commercial bank, of Sabaidee Leasing Co., Ltd., amounting to KIP 46,300 million (pertaining to percentage of shareholding), which had drawdown of approximately KIP 29,038 million as at December 31, 2021 and no intercompany charge on this guarantee.

**5. CASH AND CASH EQUIVALENTS AND OTHER CURRENT FINANCIAL ASSET -
FIXED DEPOSITS AT BANKS**

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Cash	17,490	15,893	12,863	12,202
Current accounts (no interest)	141,254	262,301	19,859	39,488
Savings deposits at banks (interest at 0.125% - 1.125% p.a. in 2021 and 0.05% - 0.625% p.a. in 2020)	522,906	1,434,946	491,531	1,379,823
Fixed deposits at banks (bear interest at 0.5% p.a. in 2020)	-	100,000	-	100,000
Total	681,650	1,813,140	524,253	1,531,513
6-month fixed deposits at banks (interest at 0.55% - 0.7% p.a. in 2021 and 0.55% p.a. in 2020)	1,900,000	400,000	1,900,000	400,000

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
December 31, 2021 and 2020

6. HIRE-PURCHASE CONTRACT, LOAN, NANO FINANCE, AND MICROFINANCE RECEIVABLES - NET

Hire-Purchase Contract Receivables

	Consolidated (In Thousand Baht)					
	2021			2020		
	Total	Current	Long-term	Total	Current	Long-term
Hire-purchase contract receivables	5,758,653	3,190,135	2,568,518	6,294,782	4,077,800	2,216,982
Accrued interest	60,119	60,119	-	68,363	68,363	-
Less Unearned income	(1,653,079)	(1,078,598)	(574,481)	(1,575,736)	(1,135,299)	(440,437)
Net	4,165,693	2,171,656	1,994,037	4,787,409	3,010,864	1,776,545
Less Allowance for impairment for expected credit loss	(353,329)	(251,550)	(101,779)	(518,821)	(365,539)	(153,282)
Net	3,812,364	1,920,106	1,892,258	4,268,588	2,645,325	1,623,263

	The Company Only (In Thousand Baht)					
	2021			2020		
	Total	Current	Long-term	Total	Current	Long-term
Hire-purchase contract receivables	3,878,988	2,106,704	1,772,284	4,543,392	2,923,163	1,620,229
Accrued interest	38,010	38,010	-	48,792	48,792	-
Less Unearned income	(1,161,131)	(732,906)	(428,225)	(1,191,670)	(837,735)	(353,935)
Net	2,755,867	1,411,808	1,344,059	3,400,514	2,134,220	1,266,294
Less Allowance for impairment for expected credit loss	(280,198)	(190,283)	(89,915)	(458,723)	(320,604)	(138,119)
Net	2,475,669	1,221,525	1,254,144	2,941,791	1,813,616	1,128,175

Hire-purchase contract receivables as at December 31, 2021 and 2020 were classified by staging as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Performing receivables	3,447,244	3,592,232	2,198,163	2,351,934
Under-performing receivables	430,116	758,239	357,616	694,741
Credit-impaired receivables	288,333	436,938	200,088	353,839
Total	4,165,693	4,787,409	2,755,867	3,400,514
Less Allowance for impairment for expected credit loss	(353,329)	(518,821)	(280,198)	(458,723)
Net	3,812,364	4,268,588	2,475,669	2,941,791

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
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The Group determines allowance for impairment for expected credit loss of hire-purchase contract receivables and loan receivables as at December 31, 2021, in accordance with the principle of TFRS 9 “Financial Instruments”. Such principle is not compliance with the accounting guidance for determination of allowance of doubtful accounts for consumer finance business, which was mutually defined by the Securities and Exchange Commission (SEC) and the Institute of Certified Accountants and Auditors of Thailand (“ICAAT”) in 2004, because the Group is able to forfeit or repossess a portion of collaterals, which are motorcycles and automobiles, from debtors. As at December 31, 2021, the Group had allowance for impairment for expected credit loss at 8.48% (10.17 % for the Company only) of total hire-purchase contract receivables before deducting allowance for impairment for expected credit loss and 13.19% (15.32% for the Company only) of total loan receivables before deducting allowance for impairment for expected credit loss.

Loan Receivables

Consolidated (In Thousand Baht)						
	2021			2020		
	Total	Current	Long-term	Total	Current	Long-term
Loan receivables	117,948	100,678	17,270	347,098	281,313	65,785
Less Unearned income	(3,173)	(1,774)	(1,399)	(6,823)	(5,036)	(1,787)
Net	114,775	98,904	15,871	340,275	276,277	63,998
Less Allowance for impairment for expected credit loss	(15,139)	(14,655)	(484)	(42,561)	(38,669)	(3,892)
Net	99,636	84,249	15,387	297,714	237,608	60,106

The Company Only (In Thousand Baht)						
	2021			2020		
	Total	Current	Long-term	Total	Current	Long-term
Loan receivables	98,211	92,021	6,190	323,672	270,820	52,852
Less Unearned income	(67)	(67)	-	(3,169)	(3,074)	(95)
Net	98,144	91,954	6,190	320,503	267,746	52,757
Less Allowance for impairment for expected credit loss	(15,035)	(14,581)	(454)	(42,259)	(38,401)	(3,858)
Net	83,109	77,373	5,736	278,244	229,345	48,899

Loan receivables as at December 31, 2021 and 2020 were classified by staging as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Performing receivables	68,375	251,130	54,831	233,330
Under-performing receivables	29,905	51,303	27,671	50,213
Credit-impaired receivables	16,495	37,842	15,642	36,960
Total	114,775	340,275	98,144	320,503
Less Allowance for impairment for expected credit loss	(15,139)	(42,561)	(15,035)	(42,259)
Net	99,636	297,714	83,109	278,244

The abovementioned loan receivables are repayable monthly at the fixed equally amount per month. The characteristics of agreements or contracts of such receivables are relevant to and continuant with the hire-purchase contract receivables.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
December 31, 2021 and 2020

Nano Finance Receivables

	Consolidated (In Thousand Baht)					
	2021			2020		
	Total	Current	Long-term	Total	Current	Long-term
Nano finance receivables	47,229	41,210	6,019	30,983	21,058	9,925
Less Unearned income	(7,531)	(6,957)	(574)	(6,854)	(5,580)	(1,274)
Net	39,698	34,253	5,445	24,129	15,478	8,651
Less Allowance for impairment for expected credit loss	(2,839)	(2,660)	(179)	(270)	(183)	(87)
Net	36,859	31,593	5,266	23,859	15,295	8,564

Nano finance receivables as at December 31, 2021 and 2020 were classified by staging as follows:

	Consolidated (In Thousand Baht)	
	2021	2020
Performing receivables	34,038	24,076
Under-performing receivables	2,749	15
Credit-impaired receivables	2,911	38
Total	39,698	24,129
Less Allowance for impairment for expected credit loss	(2,839)	(270)
Net	36,859	23,859

Microfinance Receivables

	Consolidated (In Thousand Baht)					
	2021			2020		
	Total	Current	Long-term	Total	Current	Long-term
Microfinance receivables	869	869	-	1,319	1,319	-
Less Unearned income	(11)	(11)	-	(149)	(149)	-
Net	858	858	-	1,170	1,170	-
Less Allowance for impairment for expected credit loss	(336)	(336)	-	(48)	(48)	-
Net	522	522	-	1,122	1,122	-

Microfinance receivables as at December 31, 2021 and 2020 were classified by staging as follows:

	Consolidated (In Thousand Baht)	
	2021	2020
Performing receivables	-	974
Under-performing receivables	-	196
Credit-impaired receivables	858	-
Total	858	1,170
Less Allowance for impairment for expected credit loss	(336)	(48)
Net	522	1,122

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
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During 2020, the Company and its subsidiaries in Thailand, Lao PDR and Cambodia, whose business are engaged in providing credit to retail customers, launched and applied several measures with respect to the governmental aim of each country in order to relief the impacts on receivables from pandemic situation of the COVID-19 by rendering assistance and compromising on payments of principal and interest to certain hire-purchase contract receivables, loan receivables and nano finance receivables, whose status of balance is in line with frame of the policy specified by the Company and its subsidiaries. The aforesaid measures are deferral of installment payment (principal and interest) for three months, reduction in installment payment to the specified minimum amounts and giving special discount in addition to normal rate for customers who prefer to early settle the account balance.

7. OTHER TRADE RECEIVABLE

Other trade receivables aged by outstanding balances as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Current	12,451	25,865	12,111	25,163

8. ASSET FORECLOSED - NET

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Balance not exceeding one year	48,105	81,379	41,866	80,891
Balance exceeding one year	2,175	4,479	2,175	4,479
Total	50,280	85,858	44,041	85,370
Less Allowance for diminution in value	(16,618)	(28,892)	(14,735)	(28,746)
Net	33,662	56,966	29,306	56,624

9. RESTRICTED DEPOSITS AT FINANCIAL INSTITUTIONS

As at December 31, 2021 and 2020, two local subsidiaries have collateralized their fixed deposits totalling Baht 25 million with a local bank as guarantees for their overdraft lines with such bank. Such deposits bear interest between 0.25% - 1.00% p.a.

As at December 31, 2021 and 2020, two foreign subsidiaries have collateralized their deposits totalling approximately Baht 9.7 million and Baht 9.3 million, respectively, with the National Bank of each country as guarantees for establishment and doing business in each country. Such deposits bear interest between 0.25% - 1.00% p.a.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Notes to Financial Statements (Continued)
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10. INVESTMENTS IN SUBSIDIARIES ACCOUNTED FOR USING THE COST METHOD - NET

	The Company Only					
	Paid-up Share Capital (In Thousand Baht)		Percentage of Direct Shareholding		Cost of Investments (In Thousand Baht)	
	2021	2020	2021	2020	2021	2020
C.V.A. Co., Ltd.	50,000	50,000	99.99	99.99	49,993	49,993
Chayapak Co., Ltd.	40,000	40,000	99.99	99.99	43,993	43,993
TK Ngern Tan Jai Co., Ltd.	50,000	50,000	99.99	99.99	49,997	49,997
TK Broker Co., Ltd.	3,000	-	99.99	-	3,000	-
Sabaidee Leasing Co., Ltd. (Lao PDR)	58,013	58,013	73.77*	73.77*	42,001	42,001
Suosdey Finance PLC. (Cambodia)	132,209	132,209	99.95	99.95	132,145	132,145
Mingalaba Thitikorn Microfinance Co., Ltd. (Myanmar)	4,705	4,705	99.00	99.00	4,658	4,658
Total					325,787	322,787
Less Allowance for impairment					(4,658)	-
Net					321,129	322,787

* Total percentage of direct and indirect shareholding through its two wholly-owned (99.99%) subsidiaries is 86.89%.

At the Board of Directors' meeting on November 12, 2018, the Board of Directors passed the resolution to approve the budget for the increase in the authorized share capital of Sabaidee Leasing Co., Ltd. for an additional amount of Kip 5,000 million whereby such subsidiary increased its share capital and registered the increase in share capital on October 27, 2020. As a result from this increase in share capital that was entirely invested by the Company, the percentage of shareholding of the Company in such subsidiary increased from 80.50% to 86.89%.

At the general shareholders' meeting on April 23, 2020, the shareholders passed the resolution approving the acquisition of a private company, whose business is engaged in microfinance in Myanmar, whereby the Company's management has been during the process to consider for the appropriate value for the acquisition. Subsequently, at the general shareholders' meeting on April 26, 2021, the shareholders passed the resolution approving the change in certain conditions relating to the investment proportion on plan for acquisition of such company, as the other subsidiary.

At the Board of Directors' meeting on May 11, 2021, the Board of Director passed the resolution approving the establishment of the other subsidiary, i.e. TK Broker Co., Ltd., in order to undertake non-life insurance broker business. Subsequently, on August 13, 2021, such subsidiary has been established and registered under the laws of Thailand with the authorized share capital of Baht 3 million (divided into 30,000 common shares at Baht 100 par value) of which 99.99% of shareholding is attributable to the Company while the rest is attributable to directors and management of the Company, totalling 3 persons.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**Notes to Financial Statements (Continued)****December 31, 2021 and 2020**

At the Board of Directors' meeting on November 9, 2021, the Board of Director passed the resolution approving the cancellation of the resolution to increase the authorized share capital of Mingalaba Thitikorn Microfinance Co., Ltd., amounting to Kyat 1,320 million (approximately Baht 33 million), to support the business expansion that was previously approved in the Board of Directors' meeting on November 9, 2017. In 2021, the management has assessed the situation and provided allowance for impairment of investment in Mingalaba Thitikorn Microfinance Co., Ltd. in full amount (approximately Baht 4.66 million, which was presented as part of administrative expenses for the year 2021) in respect of capital deficiency whereby the management considered the projected proceeds on cash flows projection from such subsidiary.

11. LONG-TERM LOANS TO OTHER PARTIES - NET

	Consolidated and The Company Only (In Thousand Baht)	
	2021	2020
Long-term loans to other parties	60,196	25,752
Less Current portion	(58,781)	-
Net	1,415	25,752

This account comprised (1) the unsecured loans to 21 agents in 2021 and 28 agents in 2020. These loans bear interest rate at 9% p.a. in 2021 and 2020 and mature during the years 2022 to 2023 and (2) the secured loan amounted to Baht 40 million to a local non-related company whose business is engaged in rendering the equipped with a baggage conveyor system and connected to an explosives detection system in the airport, which bear interest at 8% per annum and mature in November 2022. This loan was approved in the meetings of the Company's Board of Directors' meeting on November 9, 2021.

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Notes to Financial Statements (Continued)
December 31, 2021 and 2020

12. PROPERTY, PLANT AND EQUIPMENT - NET

	Consolidated (In Thousand Baht)							
	Land	Buildings and building improvements	Buildings and building improvements on rented land	Furniture, fixtures and office equipment	Vehicles for use	Vehicles for lease	Construction in progress	Total
Cost								
Balance as at December 31, 2019	12,617	24,221	347,954	156,012	120,312	11,216	4,928	677,260
Acquisitions	-	-	861	7,517	-	-	10,881	19,259
Disposals	-	-	(40)	(3,760)	(1,512)	-	-	(5,312)
Transfers in (out)	-	-	13,823	1,986	-	-	(15,809)	-
Balance as at December 31, 2020	12,617	24,221	362,598	161,755	118,800	11,216	-	691,207
Acquisitions	-	-	3,040	5,416	527	-	373	9,356
Disposals	-	-	(565)	(1,261)	(11,769)	-	-	(13,595)
Balance as at December 31, 2021	12,617	24,221	365,073	165,910	107,558	11,216	373	686,968
Accumulated depreciation								
Balance as at December 31, 2019	-	24,164	276,968	122,447	91,071	7,951	-	522,601
Depreciation for the year	-	19	17,583	13,552	9,594	827	-	41,575
Accumulated depreciation for assets disposed	-	-	(39)	(3,351)	(1,474)	-	-	(4,864)
Balance as at December 31, 2020	-	24,183	294,512	132,648	99,191	8,778	-	559,312
Depreciation for the year	-	19	16,840	11,202	7,542	650	-	36,253
Accumulated depreciation for assets disposed	-	-	(560)	(687)	(11,665)	-	-	(12,912)
Balance as at December 31, 2021	-	24,202	310,792	143,163	95,068	9,428	-	582,653
Net book value								
December 31, 2020	12,617	38	68,086	29,107	19,609	2,438	-	131,895
December 31, 2021	12,617	19	54,281	22,747	12,490	1,788	373	104,315

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Notes to Financial Statements (Continued)
December 31, 2021 and 2020

	The Company Only (In Thousand Baht)						
	Land	Buildings and building improvements	Buildings and building improvements on rented land	Furniture, fixtures and office equipment	Vehicles for use	Construction in progress	Total
Cost							
Balance as at December 31, 2019	7,802	15,291	328,018	141,042	97,069	4,929	594,151
Acquisitions	-	-	1,799	8,338	-	10,881	21,018
Disposals	-	-	(40)	(3,760)	(1,464)	-	(5,264)
Transfers in (out)	-	-	15,795	15	-	(15,810)	-
Balance as at December 31, 2020	7,802	15,291	345,572	145,635	95,605	-	609,905
Acquisitions	-	-	107	3,974	-	-	4,081
Disposals	-	-	(565)	(1,152)	(11,619)	-	(13,336)
Balance as at December 31, 2021	7,802	15,291	345,114	148,457	83,986	-	600,650
Accumulated depreciation							
Balance as at December 31, 2019	-	15,291	267,380	113,805	78,212	-	474,688
Depreciation for the year	-	-	22,803	10,547	7,081	-	40,431
Accumulated depreciation for assets disposed	-	-	(39)	(3,351)	(1,465)	-	(4,855)
Balance as at December 31, 2020	-	15,291	290,144	121,001	83,828	-	510,264
Depreciation for the year	-	-	15,669	8,966	4,883	-	29,518
Accumulated depreciation for assets disposed	-	-	(559)	(643)	(11,619)	-	(12,821)
Balance as at December 31, 2021	-	15,291	305,254	129,324	77,092	-	526,961
Net book value							
December 31, 2020	7,802	-	55,428	24,634	11,777	-	99,641
December 31, 2021	7,802	-	39,860	19,133	6,894	-	73,689

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As at December 31, 2021 and 2020, cost of building and equipment of the Group that has been fully depreciated but still in use amounting to approximately Baht 454.5 million and Baht 443.4 million, respectively (Baht 422.5 million and Baht 411.3 million, respectively, for the Company only).

13. RIGHT-OF-USE ASSETS - NET

	Leased Building Space (In Thousand Baht)	
	Consolidated	The Company Only
Cost		
Balance as at December 31, 2019	-	-
Additions	147,113	120,622
Deductions	(390)	(390)
Balance as at December 31, 2020	146,723	120,232
Additions	31,042	24,900
Deductions	(2,529)	(2,102)
Balance as at December 31, 2021	175,236	143,030
Accumulated depreciation		
Balance as at December 31, 2019	-	-
Depreciation for the year	45,908	39,236
Accumulated depreciation for assets deducted	(333)	(333)
Balance as at December 31, 2020	45,575	38,903
Depreciation for the year	46,049	38,941
Accumulated depreciation for assets deducted	(1,397)	(1,119)
Balance as at December 31, 2021	90,227	76,725
Net book value		
December 31, 2020	101,148	81,329
December 31, 2021	85,009	66,305

14. INTANGIBLE ASSETS - NET

	Consolidated (In Thousand Baht)		
	Leasehold Rights	Software Licenses	Total
Cost			
Balance as at December 31, 2019	9,815	68,133	77,948
Acquisitions	-	1,057	1,057
Balance as at December 31, 2020	9,815	69,190	79,005
Acquisitions	-	403	403
Balance as at December 31, 2021	9,815	69,593	79,408
Accumulated amortization			
Balance as at December 31, 2019	9,456	59,265	68,721
Amortization for the year	200	4,198	4,398
Balance as at December 31, 2020	9,656	63,463	73,119
Amortization for the year	74	2,610	2,684
Balance as at December 31, 2021	9,730	66,073	75,803
Net book value			
December 31, 2020	159	5,727	5,886
December 31, 2021	85	3,520	3,605

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	The Company Only (In Thousand Baht)		
	Leasehold Rights	Software Licenses	Total
Cost			
Balance as at December 31, 2019	7,794	65,052	72,846
Acquisitions	-	-	-
Balance as at December 31, 2020	7,794	65,052	72,846
Acquisitions	-	-	-
Balance as at December 31, 2021	7,794	65,052	72,846
Accumulated amortization			
Balance as at December 31, 2019	7,434	58,331	65,765
Amortization for the year	200	2,527	2,727
Balance as at December 31, 2020	7,634	60,858	68,492
Amortization for the year	74	1,633	1,707
Balance as at December 31, 2021	7,708	62,491	70,199
Net book value			
December 31, 2020	160	4,194	4,354
December 31, 2021	86	2,561	2,647

As at December 31, 2021 and 2020, cost of intangible assets of the Group that has been fully amortized but still in use amounting to approximately Baht 68.2 million and Baht 62.4 million, respectively (Baht 65.6 million and Baht 62.2 million, respectively, for the Company only).

15. PROPERTY FOR LEASE AND ASSETS NOT USED IN OPERATIONS

A local subsidiary has property for lease, comprising land and buildings, which were transferred from assets not used in operations in March 2013 at the carrying amount. The details of such assets are as follows:

	Consolidated (In Thousand Baht)				
	Balance as at December 31, 2020	Movements during the Year			Balance as at December 31, 2021
		Addition	Deduction	Transfer	
Cost					
Land	12,800	-	-	-	12,800
Buildings and building improvements	8,075	-	-	-	8,075
Total cost	20,875	-	-	-	20,875
Accumulated depreciation					
Buildings and building improvements	3,167	404	-	-	3,571
Net	17,708				17,304

Depreciation for each of the years ended December 31, 2021 and 2020 amounted to approximately Baht 0.4 million.

The latest appraisal value of property for lease, appraised by The Valuation & Consultants Company Limited using comparative market price method (Market Approach) as per their reports in December 2020, amounted to approximately Baht 39.4 million.

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Assets not used in operations consists of land and commercial buildings of the Company and the aforesaid local subsidiary which have been temporarily not used in operations as at December 31, 2021 and 2020, totalling approximately Baht 14.3 million (Baht 5.7 million for the Company only). The latest appraisal value of such assets, appraised by The Valuation & Consultants Company Limited using comparative market price method (Market Approach) as per their reports in February 2019, amounted to totalling approximately Baht 85.6 million (Baht 39.9 million for the Company only).

**16. BANK OVERDRAFTS AND SHORT-TERM BORROWINGS
FROM FINANCIAL INSTITUTIONS**

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Bank overdrafts	1,688	233	1,688	233
Short-term loans from banks	86,766	154,613	-	-
Total	88,454	154,846	1,688	233

As at December 31, 2021 and 2020, the Group had credit facilities with several financial institutions as follows:

	2021	2020
Bank overdrafts (million Baht)	188.0	188.0
Short-term loans (million Baht)	2,145.0	2,145.0
Short-term loans (million USD)	8.5	8.1
Short-term loans (million KIP)	63,300.0	17,000.0

Such loans bear interest rates ranging between 2.94% - 5.75% p.a. in 2021 and 3.05% - 5.95% p.a. in 2020. In addition, the Company has to comply with the specified conditions of the loan facilities which include maintaining Debt-to-Equity ratio at the rate not exceeding 7:1 for the annual separate financial statements.

A portion of overdraft lines discussed above is secured by certain directors of the Group.

Overdraft lines of two local subsidiaries are secured by the fixed deposits as discussed in Note 9.

17. LONG -TERM LOANS - NET

	Consolidated (In Thousand Baht)	
	2021	2020
Long-term loans of a foreign subsidiary	391,538	250,069
Less Current portion	(240,382)	(196,297)
Net	151,156	53,772

As at December 31, 2021 and 2020, (1) the subsidiary in Cambodia had the balance of long-term loans with four and three foreign banks amounting to U.S. Dollar 11.2 million and U.S. Dollar 8.3 million, respectively (total credit facilities amount of U.S. Dollar 43.9 million as at the end of 2021), which is guaranteed in full amount by the Company. These loans bear interest at LIBOR plus 2.5%, 2.75% and 3.75% p.a. and interest is payable quarterly whereas loan principals are repayable during 2022 to 2024 and (2) the subsidiary in Lao PDR had the balance of long-term loan with a foreign bank amounting to KIP 5,600 million and KIP 200 million, respectively, under credit facilities amounting to KIP 8,000 million, which is guaranteed pertaining to percentage of shareholding by the Company. This loan bears interest at LIBOR plus 4% p.a. and interest is payable quarterly whereas loan principals are repayable in 2023.

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18. LEASE LIABILITIES

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Lease liabilities				
- Due for payments within one year	45,575	41,224	38,729	35,176
- Due for payments within 2 - 5 years	27,398	47,967	17,859	38,387
Total	72,973	89,191	56,588	73,563
<u>Less</u> deferred interest	(3,703)	(5,961)	(2,590)	(4,775)
Lease liabilities - net of deferred interest	69,270	83,230	53,998	68,788
<u>Less</u> current portion	(43,162)	(37,724)	(36,949)	(32,303)
Net	26,108	45,506	17,049	36,485

During 2021 and 2020, the Group cash outflow from leases (gross amount of lease fees) in the consolidated financial statements amounting to approximately Baht 48.0 million and Baht 46.7 million, respectively, and in the separate financial statements amounting to approximately Baht 41.1 million and Baht 40.8 million, respectively.

The Group had lease fees attributable to short-term leases for the year 2021 and 2020 which were presented as part of administrative expenses in the consolidated financial statements amounted to approximately Baht 1.7 million and Baht 4.0 million, respectively, and in the separate financial statements amounted to approximately Baht 0.9 million.

Amortized interest for the years 2021 and 2020, which was presented as part of finance costs in the consolidated statements of comprehensive income, amounted to approximately Baht 4.9 million and Baht 5.8 million, respectively (for the Company only amounted to approximately Baht 4.0 million and Baht 4.9 million, respectively).

19. DEBENTURES

Consolidated and The Company Only					
Date of Issuance / Year of Redemption	Interest Payment	Interest Rate Per Annum (%)	Number of Unit (Baht 1,000 Each)	In Thousand Baht	
				2021	2020
February 23, 2018 / 2021	Semi-annually	2.27	600,000	-	600,000
September 5, 2018 / 2021	Quarterly	2.64	70,000	-	70,000
July 19, 2019 / 2022	Semi-annually	2.70	400,000	400,000	400,000
Total				400,000	1,070,000
Less Current portion				(400,000)	(670,000)
Net				-	400,000

As at December 31, 2021 and 2020, the total amount for issuance and offering of the Company's debentures was Baht 7,450 million, which was approved by the shareholders' meetings in September 2017, April 2018 and April 2019.

Under the conditions of the issuances of debentures, the Company has to comply with the specified conditions which include maintaining Debt-to-Equity ratio at the rate not exceeding 7:1 for the annual separate financial statements.

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20. LIABILITY FOR POST-EMPLOYMENT BENEFITS

The Group has obligations on post-employment benefits which were reassessed and recomputed by the qualified actuary during 2020. Movements of liability for post-employment benefits for the years ended December 31, 2021 and 2020 are as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Liability for post-employment benefits as at January 1	31,891	36,625	26,081	30,919
Current service cost	2,339	2,933	2,074	2,543
Interest cost	588	674	520	571
Actuarial loss on measurement	-	5,312	-	4,566
Expense recognized in statement of comprehensive income	2,927	8,919	2,594	7,680
Employee benefits paid during the year	(19,583)	(13,653)	(15,860)	(12,518)
Liability for post-employment benefits as at December 31	15,235	31,891	12,815	26,081

Significant assumptions used in calculation of liability for post-employment benefits are as follows:

- Discount rate 1.50% (in Thailand) and 2.10% p.a. (in abroad)
- Salary escalation rate 5.90% (in Thailand) and 6.74% p.a. (in abroad)
- Employee turnover rate 0% - 67% (in Thailand) and 0% - 22% p.a. (in abroad)

The abovementioned actuarial loss on measurement in the 2020 consolidated financial statements comprised of (1) loss from changes in financial assumptions amounting to approximately Baht 3,707 thousand, (2) loss from experience adjustment amounting to approximately Baht 2,589 thousand, and (3) gain from changes in demographic assumptions amounting to approximately Baht 984 thousand.

The abovementioned actuarial loss on measurement in the 2020 separate financial statements comprised of (1) loss from changes in financial assumptions amounting to approximately Baht 3,307 thousand, (2) loss from experience adjustment amounting to approximately Baht 2,159 thousand, and (3) gain from changes in demographic assumptions amounting to approximately Baht 900 thousand.

The abovementioned changes in significant assumptions may affect the sensitivity of the balance of provision or liability for post-employment benefits in respect of the information as per the calculation report of the qualified actuary as follows:

Significant Assumptions	Liability May Increase (Decrease) from Changes in Significant Assumptions (In Thousand Baht)			
	If Assumption Increased		If Assumption Decreased	
	Consolidated	The Company Only	Consolidated	The Company Only
Discount rate (increase/decrease by 0.5%)	(1,146)	(1,027)	1,218	1,091
Salary escalation rate (increase/decrease by 0.5%)	1,447	1,294	(1,372)	(1,228)
Employee turnover rate (increase/decrease by 1%)	(3,387)	(3,039)	3,808	3,457

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21. PREMIUM ON SHARES AND LEGAL RESERVE

Premium on shares

Section 51 of the Public Companies Act B.E. 2535 requires the public company to set aside share subscription monies received in excess of the par value of the shares issued to a reserve account (“premium on shares”). Premium on shares is not available for dividend distribution.

Legal reserve

Section 116 of the Public Companies Act B.E. 2535 requires the public company to appropriate not less than 5% of its annual net profit, less any accumulated losses brought forward (if any), to a reserve account (“legal reserve”), until this account reaches an amount not less than 10% of the authorized share capital. The legal reserve is not available for dividend distribution.

22. OTHER INCOME

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Bad debt recovery	277,598	240,576	266,897	237,861
Service income	86,158	87,132	84,733	84,749
Collection fee income	77,686	96,989	76,188	95,691
Delay payment fee income	34,013	39,660	17,919	32,780
Engagement fee income	24,020	12,809	13,189	12,767
Service charge income	16,321	25,455	16,071	25,118
Reversal of accrued employee bonus	15,492	-	14,825	-
Interest income	12,448	9,320	30,629	39,883
Management fee income	-	-	33,002	31,878
Others	35,172	29,181	31,284	24,870
Total	578,908	541,122	584,737	585,597

23. EXPENSES BY NATURE

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Employee expenses	501,030	613,972	415,026	512,540
Bad debt and loss on impairment of trade receivables	252,424	639,724	134,529	531,149
Sales promotion	144,353	139,110	132,016	124,423
Vehicle modification and loss on sales of repossessed vehicle	103,717	238,401	97,384	240,395
Depreciation and amortization	85,390	92,286	70,166	82,394
Finance costs	34,241	73,309	36,249	66,713
Cost of goods sold	31,296	191	31,296	191
Connected system service fees	28,553	28,163	25,736	25,494
Debt collection fees	-	-	122,984	108,664
Decrease in allowance for diminution in value of asset foreclosed	(12,274)	(53,535)	(14,011)	(53,681)

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24. INCOME TAX

Corporate income tax rate announced in Thailand and Cambodia is the same rate, i.e. 20%, whereas Lao PDR is 24% and Myanmar is 25%.

Corporate income tax recorded as expense (income) for the years ended December 31, 2021 and 2020 consists of:

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
Income tax computed from accounting profit	124,672	94,679	81,188	56,097
Effects from non-deductible expenses	26,947	32,593	10,265	10,127
Effects from benefit of tax loss carryforward	(2,562)	(3,682)	-	-
Effects from additional deductible expenses	(58,293)	(51,796)	(56,031)	(51,528)
Current tax on taxable profit	90,764	71,794	35,422	14,696
Income tax from other comprehensive loss	-	1,062	-	913
Decrease in deferred tax assets - net	58,627	30,937	50,576	37,447
Income tax presented in statement of comprehensive income	149,391	103,793	85,998	53,056

In 2021, a local subsidiary first-ever recognized deferred tax asset on tax loss carryforward for amounting to approximately Baht 2.2 million in the consolidated financial statements.

Deferred tax assets and liability presented in statements of financial positions as at December 31, 2021 and 2020 consist of:

	In Thousand Baht			
	Consolidated		The Company Only	
	2021	2020	2021	2020
<i>Deferred tax assets (liability)</i>				
Effects from non-deductible items (non-taxable revenue)				
- Allowance for impairment for expected credit loss	56,190	108,234	59,048	100,199
- Allowance for diminution in value of asset foreclosed	2,960	5,779	2,563	5,749
- Liability for post-employment benefits	3,011	6,351	2,947	5,216
- Tax loss carryforward	2,239	-	-	-
- Allowance for impairment for investment in subsidiary	-	-	932	-
- Lease liabilities (assets) - net	(222)	2,441	(2,461)	2,441
Total	64,178	122,805	63,029	113,605

25. PAYMENTS OF DIVIDENDS

At the general shareholders' meeting on April 26, 2021, the shareholders unanimously approved the Company to pay dividends for the 2020 operations at Baht 0.42 per share, totalling Baht 210 million. The Company paid such dividends to the shareholders on May 13, 2021.

At the general shareholders' meeting on April 23, 2020, the shareholders unanimously approved the Company to pay dividends for the 2019 operations at Baht 0.55 per share, totalling Baht 275 million. The Company paid such dividends to the shareholders on May 12, 2020.

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26. SIGNIFICANT FINANCIAL INFORMATION CLASSIFIED BY OPERATING SEGMENT

Statement of financial position and statement of income are significant financial and core information of the Group that are provided regularly to the highest authority in decision-making operation and also used in evaluation of financial performances of the segments. However, the Group has a single core operating segment (being internal reporting segment) by product which is hire-purchase on automobile and motorcycle for general retail customers whereby the business activities with respect of loans and nano finance / microfinance to the general retail customers are insignificant portion as compared to the entire volumes and business activities. Non-life insurance broker business has not yet been started. Accordingly, the accompanying financial statements do not include the operating segment information on products and key customers.

Information on Geographic Operating Segment

	Consolidated (In Thousand Baht)					
	2021			2020		
	Domestic	Abroad	Total	Domestic	Abroad	Total
Interest income on hire purchase	981,885	388,963	1,370,848	1,519,311	474,244	1,993,555
Other income	599,477	32,052	631,529	547,202	7,396	554,598
Total revenues	1,581,362	421,015	2,002,377	2,066,513	481,640	2,548,153
Total expenses	(1,191,640)	(336,376)	(1,528,016)	(1,817,050)	(361,114)	(2,178,164)
Profit for the year	389,722	84,639	474,361	249,463	120,526	369,989

	Consolidated (In Thousand Baht)					
	2021			2020		
	Domestic	Abroad	Total	Domestic	Abroad	Total
Total assets by segment	5,665,555	1,313,424	6,978,979	5,986,519	1,370,307	7,356,826
Total liabilities by segment	739,927	582,092	1,322,019	1,435,517	565,027	2,000,544

Interest income on hire purchase - abroad

	Consolidated (In Thousand Baht)	
	2021	2020
Cambodia	316,870	383,633
Lao PDR	72,093	90,611
Total	388,963	474,244

The Company and its subsidiaries incorporated in Thailand have no any non-current asset located in the countries other than Thailand. However, as at December 31, 2021, the subsidiaries incorporated in Cambodia, Lao PDR and Myanmar had fixed assets and intangible assets of which the carrying amounts totalling approximately Baht 22.8 million, Baht 1.8 million and Baht 0.1 million, respectively, were presented in the consolidated statement of financial position as at December 31, 2021 (as at December 31, 2020 : Baht 23.9 million, Baht 2.1 million and Baht 0.2 million, respectively).

Other income, classified by geographic segment (almost all incurred in domestic only), included revenues from contracts with customers which are not attributable to core business activities. Such revenues had timing of recognition as follows:

	Consolidated (In Thousand Baht)	
	2021	2020
At a point in time	238,199	262,026
Over time	-	-

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Other income between segments, classified by geographic segment (charged from domestic segment to abroad segment), before elimination in the preparation of the consolidated financial statements is as follows:

	In Thousand Baht	
	2021	2020
Management fee income	33,002	31,878
Interest income	16,389	24,144
Total	49,391	56,022

27. FINANCIAL INSTRUMENTS

The Group is exposed to the normal business risks relating to credit risk, interest rate risk, and foreign currency exchange rate risk. The Group does not use derivative financial instruments for hedging or trading purposes and there was no significant change in risk management policy relating to financial instruments during 2021 and 2020.

Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in a financial loss to the Group. To control the risk, the Group has a prudent credit control policy, constant follow up of receivables, various numbers of customer base, as well as deposits, advances, and hire-purchased vehicles as collateral (loan receivables). Therefore, the management of the Group does not anticipate realization losses for bank deposits and debt collections from receivables in excess of the carrying amounts shown in the accompanying financial statements.

Interest rate risk

Interest rate risk arises from the potential change in interest rates. However, the Group expects that the interest rate risk is not significant since a portion of deposits at banks are current accounts while saving deposits and fixed deposits as well as loans receivables / payables, lease liabilities and debentures bear interest at fixed rates which approximate or referenced to market interest rates. Significant information regarding interest rates and due dates were disclosed in the related areas in the accompanying financial statements.

Foreign currency exchange rate risk

The Group has certain foreign currency transactions, which mainly is investment in subsidiaries, whose businesses are operated in abroad, that give rise to exposure to risk from fluctuations in foreign exchange rates. However, the management of the Group believes that the foreign exchange rate risk is not significant because of small volumes of foreign currency transactions of the Group as compared to the entire business transactions. Hence, no derivative financial instrument was used to mitigate this risk.

Fair value measurements

As at December 31, 2021 and 2020, the Group had no any financial assets and financial liabilities that is measured and presented at fair value (both on recurring or non-recurring basis) in the statements of financial position, accordingly, there was no disclosure relating to the valuation techniques and inputs used to develop measurements.

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However, significant financial assets and liabilities that are not measured and presented at fair value in the statements of financial position as at December 31, 2021 and 2020 had their fair values as follows:

Item in the Financial Statements	Fair Value - Consolidated (In Million Baht)		Fair Value Hierarchy
	2021	2020	
Hire-purchase contract receivables	4,518.8	4,655.0	Level 3 inputs (discounted cash flows using market interest rates for the similar credits)
Loan receivables	87.2	242.2	
Nano finance receivables	31.5	21.1	
Loans to other parties	61.3	26.9	
Item in the Financial Statements	Fair Value - The Company Only (In Million Baht)		Fair Value Hierarchy
	2021	2020	
Hire-purchase contract receivables	2,968.2	3,265.3	Level 3 inputs (discounted cash flows using market interest rates for the similar credits)
Loan receivables	69.7	225.2	
Loans to other parties	61.3	26.9	
Item in the Financial Statements	Fair Value - Consolidated and the Company Only (In Million Baht)		Fair Value Hierarchy
	2021	2020	
Debentures	400.0	1,074.8	Level 2 inputs (the prices announced and referenced by the Thai Bond Market Association)

Other than the abovementioned items, the following assumptions were used by the Group in measuring the fair values of financial assets and financial liabilities (Level 2 inputs of the fair value hierarchy).

Cash and cash equivalents, fixed deposits at banks, restricted deposits at financial institutions, bank overdrafts, trade receivables and payables, other receivables and payables, loan receivables and payables and lease liabilities had carrying values that did not materially differ from their fair values because these financial assets and liabilities will mature in a short-term period or bear interest at fixed rates which approximate market interest rates or referenced to market interest rates.

28. COMMITMENTS ON LONG-TERM SERVICE AGREEMENTS

As at December 31, 2021, the Group had commitments on service agreements in connection with the building space lease agreements for office premises and branches whereby the related service fees are committed to pay as follows:

	Consolidated and The Company Only (In Million Baht)
Due for payments within 1 year	16.1
Due for payments within 2 - 5 years	5.0
Total	21.1

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29. CAPITAL MANAGEMENT

Significant objectives of the Group's capital management are to ensure that it has appropriate financial and capital structures as well as maintaining the financial liquidity and ability to continue its businesses as a going concern. The Group did not have any significant change relating to capital management policy during 2021 and 2020.

As at December 31, 2021 and 2020, the Group's Debt-to-Equity ratio was 0.23:1.00 and 0.37:1.00, respectively (0.31:1.00 and 0.46:1.00 for the Company only, respectively).

30. REGISTERED EMPLOYEES' PROVIDENT FUND

The Company and a subsidiary have contributory registered provident fund in accordance with the Provident Fund Act, B.E. 2530 (1987). Membership to the fund is on a voluntary basis. Under the plan, the Company, subsidiary, and employees contribute an amount equivalent to 3% of the employee basic salary to the fund. The fund will pay back the provident fund to employees in accordance with the conditions stated in the policies of provident fund regulations.

The Group's contributions, which were recorded as part of administrative expenses for each of the years ended December 31, 2021 and 2020 amounted to approximately Baht 0.3 million and Baht 0.4 million, respectively (same amount for the Company only).

31. RERECLASSIFICATION OF ACCOUNTS

The Company reclassified certain accounts in the statements of financial position as at December 31, 2020 in order to conform to and be comparable with the presentation of the statements of financial position December 31, 2021 without effect to the previously reported profit or shareholders' equity. Such reclassification is as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	Reclassified Balance	Previously Reported Balance	Reclassified Balance	Previously Reported Balance
Cash and cash equivalents	1,813,140	2,213,140	1,531,513	1,931,513
Other current financial asset - fixed deposits at banks	400,000	-	400,000	-

32. EVENT AFTER THE REPORTING PERIOD

At the Board of Directors' meeting on February 22, 2022, the Board of Directors approved the Company to pay the dividends for the 2021 operations at Baht 0.50 per share, totalling Baht 250.0 million, that will be proposed to the shareholders in the upcoming shareholders' meeting to be held in April 2022 with the specified date for dividend payment on May 19, 2022.

33. APPROVAL OF THE FINANCIAL STATEMENTS

The accompanying financial statements have been approved for issuance by the Company's Board of Directors' meeting on February 22, 2022.