

S 11 Group Public Company Limited
and its subsidiary
Review report and interim financial information
For the three-month and nine-month periods ended
30 September 2022

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of S 11 Group Public Company Limited

I have reviewed the accompanying consolidated statements of financial position of S 11 Group Public Company Limited and its subsidiary as at 30 September 2022, the related consolidated statements of comprehensive income for the three-month and nine-month periods then ended, and the related consolidated statements of changes in shareholders' equity and cash flows for the nine-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of S 11 Group Public Company Limited for the same periods (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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



Saranya Pludsri

Certified Public Accountant (Thailand) No. 6768

EY Office Limited

Bangkok: 10 November 2022

S 11 Group Public Company Limited and its subsidiary

Statements of financial position

As at 30 September 2022

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		61,125,601	41,400,008	59,955,675	40,012,334
Current portion of hire purchase receivables - net	2	2,933,199,056	2,929,777,785	2,933,199,056	2,929,777,785
Counter service receivables		16,470,567	23,934,571	16,470,567	23,934,571
Prepaid insurance premium		51,059,060	50,183,793	51,059,060	50,183,793
Assets foreclosed - net	3	21,038,074	16,255,360	21,038,074	16,255,360
Other current assets		41,454,457	39,658,497	41,725,994	39,510,419
Total current assets		3,124,346,815	3,101,210,014	3,123,448,426	3,099,674,262
Non-current assets					
Restricted bank deposits		1,757,534	1,498,729	1,757,534	1,498,729
Investment in subsidiary		-	-	1,327,690	1,327,690
Hire purchase receivables - net of current portion	2	2,555,665,624	2,272,037,751	2,555,665,624	2,272,037,751
Prepaid insurance premium		20,058,383	16,291,472	20,058,383	16,291,472
Land, building and equipment - net		99,877,160	104,949,040	99,588,518	104,540,574
Deferred tax assets		146,169,806	152,190,880	146,169,806	152,190,880
Other non-current assets		295,635	290,135	289,135	279,135
Total non-current assets		2,823,824,142	2,547,258,007	2,824,856,690	2,548,166,231
Total assets		5,948,170,957	5,648,468,021	5,948,305,116	5,647,840,493

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

S 11 Group Public Company Limited and its subsidiary

Statements of financial position (continued)

As at 30 September 2022

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from financial institutions	4	322,800,000	238,900,000	322,800,000	238,900,000
Trade accounts payables		41,096,442	1,827,300	41,096,442	1,827,300
Current portion of long-term loans	6	1,032,267,161	1,167,778,655	1,032,267,161	1,167,778,655
Current portion of lease liabilities		1,748,269	1,891,252	1,748,269	1,891,252
Short-term loans	5	417,244,441	485,929,600	417,244,441	485,929,600
Derivatives liabilities		800,716	5,984,135	800,716	5,984,135
Income tax payable		32,551,216	35,073,048	32,757,695	35,352,579
Insurance premium payables		15,602,161	14,046,137	15,602,161	14,046,137
Accrued expenses		88,627,871	27,513,357	89,137,925	28,005,133
Other current liabilities		57,792,859	60,778,502	57,686,469	60,503,284
Total current liabilities		2,010,531,136	2,039,721,986	2,011,141,279	2,040,218,075
Non-current liabilities					
Long-term loans - net of current portion	6	657,642,492	497,177,557	657,642,492	497,177,557
Lease liabilities - net of current portion		8,973,778	9,598,865	8,973,778	9,598,865
Provision for long-term employee benefits		22,192,372	21,641,457	22,192,372	21,641,457
Total non-current liabilities		688,808,642	528,417,879	688,808,642	528,417,879
Total liabilities		2,699,339,778	2,568,139,865	2,699,949,921	2,568,635,954

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

S 11 Group Public Company Limited and its subsidiary

Statements of financial position (continued)

As at 30 September 2022

(Unit: Baht)

Note	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
613,000,000 ordinary shares of Baht 1 each	613,000,000	613,000,000	613,000,000	613,000,000
Issued and fully paid				
613,000,000 ordinary shares of Baht 1 each	613,000,000	613,000,000	613,000,000	613,000,000
Share premium	427,822,558	427,822,558	427,822,558	427,822,558
Capital reserve for share-based payment transactions	15,300,000	15,300,000	15,300,000	15,300,000
Retained earnings				
Appropriated - statutory reserve	61,300,000	61,300,000	61,300,000	61,300,000
Unappropriated	2,131,199,513	1,962,631,727	2,130,932,637	1,961,781,981
Equity attributable to owners of the Company	3,248,622,071	3,080,054,285	3,248,355,195	3,079,204,539
Non-controlling interests of the subsidiary	209,108	273,871	-	-
Total shareholders' equity	3,248,831,179	3,080,328,156	3,248,355,195	3,079,204,539
Total liabilities and shareholders' equity	5,948,170,957	5,648,468,021	5,948,305,116	5,647,840,493

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

Directors

(Unaudited but reviewed)

S 11 Group Public Company Limited and its subsidiary
Statements of comprehensive income
For the three-month period ended 30 September 2022

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Profit or loss:					
Revenues					
Hire purchase interest income		368,578,604	421,588,393	368,578,604	421,588,393
Fee and service income		23,198,268	22,596,652	23,042,660	22,441,045
Other income		11,182,381	8,634,387	11,182,208	8,633,076
Total revenues		402,959,253	452,819,432	402,803,472	452,662,514
Expenses					
Selling and administrative expenses		77,685,638	82,327,970	76,883,042	82,351,731
Expected credit losses		124,544,185	163,969,426	124,544,185	163,969,426
Loss on impairment and disposal of assets foreclosed		22,459,337	43,346,054	22,459,337	43,346,054
Loss from derivatives		215,749	99,526	215,749	99,526
Total expenses		224,904,909	289,742,976	224,102,313	289,766,737
Profit before finance cost and income tax expenses		178,054,344	163,076,456	178,701,159	162,895,777
Finance cost		(23,776,960)	(28,047,466)	(23,776,960)	(28,047,466)
Profit before income tax expenses		154,277,384	135,028,990	154,924,199	134,848,311
Income tax expenses	7	(30,952,182)	(26,930,275)	(30,952,182)	(26,930,275)
Profit for the period		123,325,202	108,098,715	123,972,017	107,918,036
Other comprehensive income:					
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Actuarial gain		132,462	219,276	132,462	219,276
Income tax relating to actuarial gain	7	(26,493)	(43,856)	(26,493)	(43,856)
Other comprehensive income for the period		105,969	175,420	105,969	175,420
Total comprehensive income for the period		123,431,171	108,274,135	124,077,986	108,093,456

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

(Unaudited but reviewed)

S 11 Group Public Company Limited and its subsidiary
Statements of comprehensive income (continued)
For the three-month period ended 30 September 2022

(Unit: Baht)

Note	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Profit or loss attributable to:				
Equity holders of the Company	123,389,883	108,080,647	<u>123,972,017</u>	<u>107,918,036</u>
Non-controlling interests of the subsidiary	<u>(64,681)</u>	<u>18,068</u>		
	<u>123,325,202</u>	<u>108,098,715</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	123,495,852	108,256,067	<u>124,077,986</u>	<u>108,093,456</u>
Non-controlling interests of the subsidiary	<u>(64,681)</u>	<u>18,068</u>		
	<u>123,431,171</u>	<u>108,274,135</u>		
Earnings per share				
8				
Basic earnings per share	<u>0.20</u>	<u>0.18</u>	<u>0.20</u>	<u>0.18</u>

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

(Unaudited but reviewed)

S 11 Group Public Company Limited and its subsidiary
 Statements of comprehensive income
 For the nine-month period ended 30 September 2022

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Profit or loss:					
Revenues					
Hire purchase interest income		1,112,607,442	1,296,641,960	1,112,607,442	1,296,641,960
Fee and service income		67,566,297	71,851,132	67,099,474	71,366,567
Other income		32,845,428	26,025,655	32,705,510	26,020,150
Total revenues		1,213,019,167	1,394,518,747	1,212,412,426	1,394,028,677
Expenses					
Selling and administrative expenses		232,227,251	256,994,678	230,972,877	256,688,338
Expected credit losses	2.4	525,766,919	556,737,607	525,766,919	556,737,607
Loss on impairment and disposal of assets foreclosed		58,168,610	112,162,234	58,168,610	112,162,234
Loss (gain) from derivatives		(778,002)	2,942,789	(778,002)	2,942,789
Total expenses		815,384,778	928,837,308	814,130,404	928,530,968
Profit before finance cost and income tax expenses		397,634,389	465,681,439	398,282,022	465,497,709
Finance cost		(65,795,991)	(89,198,495)	(65,795,991)	(89,198,495)
Profit before income tax expenses		331,838,398	376,482,944	332,486,031	376,299,214
Income tax expenses	7	(66,560,510)	(75,118,353)	(66,560,510)	(75,118,353)
Profit for the period		265,277,888	301,364,591	265,925,521	301,180,861
Other comprehensive income:					
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Actuarial gain		1,630,419	1,478,717	1,630,419	1,478,717
Income tax relating to actuarial gain	7	(326,084)	(295,744)	(326,084)	(295,744)
Other comprehensive income for the period		1,304,335	1,182,973	1,304,335	1,182,973
Total comprehensive income for the period		266,582,223	302,547,564	267,229,856	302,363,834

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

(Unaudited but reviewed)

S 11 Group Public Company Limited and its subsidiary
Statements of comprehensive income (continued)
For the nine-month period ended 30 September 2022

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Profit or loss attributable to:					
Equity holders of the Company		265,342,651	301,346,218	265,925,521	301,180,861
Non-controlling interests of the subsidiary		(64,763)	18,373		
		<u>265,277,888</u>	<u>301,364,591</u>		
Total comprehensive income attributable to:					
Equity holders of the Company		266,646,986	302,529,191	267,229,856	302,363,834
Non-controlling interests of the subsidiary		(64,763)	18,373		
		<u>266,582,223</u>	<u>302,547,564</u>		
Earnings per share	8				
Basic earnings per share		<u>0.43</u>	<u>0.49</u>	<u>0.43</u>	<u>0.49</u>

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

(Unaudited but reviewed)

S 11 Group Public Company Limited and its subsidiary

Statements of changes in shareholders' equity

For the nine-month period ended 30 September 2022

(Unit: Baht)

	Consolidated financial statements							Total shareholders' equity
	Issued and fully paid share capital	Share premium	Capital reserve for share-based payment transactions	Retained earnings		Equity attributable to owners of the Company	Non-controlling interests of the subsidiary	
				Appropriated - statutory reserve	Unappropriated			
Balance as at 1 January 2021	613,000,000	427,822,558	15,300,000	61,300,000	1,714,394,576	2,831,817,134	248,112	2,832,065,246
Profit for the period	-	-	-	-	301,346,218	301,346,218	18,373	301,364,591
Other comprehensive income for the period	-	-	-	-	1,182,973	1,182,973	-	1,182,973
Total comprehensive income for the period	-	-	-	-	302,529,191	302,529,191	18,373	302,547,564
Payment for dividend (Note 10)	-	-	-	-	(91,949,250)	(91,949,250)	-	(91,949,250)
Balance as at 30 September 2021	<u>613,000,000</u>	<u>427,822,558</u>	<u>15,300,000</u>	<u>61,300,000</u>	<u>1,924,974,517</u>	<u>3,042,397,075</u>	<u>266,485</u>	<u>3,042,663,560</u>
Balance as at 1 January 2022	613,000,000	427,822,558	15,300,000	61,300,000	1,962,631,727	3,080,054,285	273,871	3,080,328,156
Profit for the period	-	-	-	-	265,342,651	265,342,651	(64,763)	265,277,888
Other comprehensive income for the period	-	-	-	-	1,304,335	1,304,335	-	1,304,335
Total comprehensive income for the period	-	-	-	-	266,646,986	266,646,986	(64,763)	266,582,223
Payment for dividend (Note 10)	-	-	-	-	(98,079,200)	(98,079,200)	-	(98,079,200)
Balance as at 30 September 2022	<u>613,000,000</u>	<u>427,822,558</u>	<u>15,300,000</u>	<u>61,300,000</u>	<u>2,131,199,513</u>	<u>3,248,622,071</u>	<u>209,108</u>	<u>3,248,831,179</u>

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

(Unaudited but reviewed)

S 11 Group Public Company Limited and its subsidiary

Statements of changes in shareholders' equity (continued)

For the nine-month period ended 30 September 2022

(Unit: Baht)

	Separate financial statements					Total shareholders' equity
	Issued and fully paid share capital	Share premium	Capital reserve for share-based payment transactions	Retained earnings		
				Appropriated - statutory reserve	Unappropriated	
Balance as at 1 January 2021	613,000,000	427,822,558	15,300,000	61,300,000	1,713,776,665	2,831,199,223
Profit for the period	-	-	-	-	301,180,861	301,180,861
Other comprehensive income for the period	-	-	-	-	1,182,973	1,182,973
Total comprehensive income for the period	-	-	-	-	302,363,834	302,363,834
Payment for dividend (Note 10)	-	-	-	-	(91,949,250)	(91,949,250)
Balance as at 30 September 2021	<u>613,000,000</u>	<u>427,822,558</u>	<u>15,300,000</u>	<u>61,300,000</u>	<u>1,924,191,249</u>	<u>3,041,613,807</u>
Balance as at 1 January 2022	613,000,000	427,822,558	15,300,000	61,300,000	1,961,781,981	3,079,204,539
Profit for the period	-	-	-	-	265,925,521	265,925,521
Other comprehensive income for the period	-	-	-	-	1,304,335	1,304,335
Total comprehensive income for the period	-	-	-	-	267,229,856	267,229,856
Payment for dividend (Note 10)	-	-	-	-	(98,079,200)	(98,079,200)
Balance as at 30 September 2022	<u>613,000,000</u>	<u>427,822,558</u>	<u>15,300,000</u>	<u>61,300,000</u>	<u>2,130,932,637</u>	<u>3,248,355,195</u>

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

(Unaudited but reviewed)

S 11 Group Public Company Limited and its subsidiary

Cash flows statements

For the nine-month period ended 30 September 2022

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from operating activities				
Profit before income tax	331,838,398	376,482,944	332,486,031	376,299,214
Adjustments to reconcile profit before income tax to net cash provided by (paid from) operating activities				
Depreciation	7,122,410	7,893,503	6,999,208	7,612,965
Expected credit losses	525,766,919	556,737,607	525,766,919	556,737,607
Gain on sale assets	(2,513)	(240,918)	(2,513)	(240,918)
Loss on written-off assets	14,660	1,698	14,657	1,698
Loss on impairment of assets foreclosed	3,152,157	2,183,209	3,152,158	2,183,209
Provision for long-term employee benefits	2,181,334	2,189,881	2,181,334	2,189,881
Hire purchase interest income	(1,112,607,442)	(1,296,641,960)	(1,112,607,442)	(1,296,641,960)
Loss (gain) from derivatives	(778,002)	2,942,789	(778,002)	2,942,789
Interest expenses and amortisation of loans issuing cost	65,701,619	89,072,013	65,701,619	89,072,013
Amortised finance cost for lease liabilities	94,372	126,482	94,372	126,482
Loss from operating activities before changes in operating assets and liabilities	(177,516,088)	(259,252,752)	(176,991,659)	(259,717,020)
Operating assets (increase) decrease				
Hire purchase receivables	(831,315,133)	(25,220,809)	(831,315,133)	(25,220,809)
Assets foreclosed	(7,934,872)	(8,755,816)	(7,934,872)	(8,755,816)
Prepaid insurance premium	(4,642,178)	18,099,494	(4,642,178)	18,099,494
Other current assets	5,947,576	16,750,347	5,248,430	16,931,885
Other non-current assets	(5,500)	27,500	(10,000)	32,000
Operating liabilities increase (decrease)				
Trade accounts payables	39,269,142	27,259,375	39,269,142	27,259,375
Insurance premium payables	1,556,024	(6,558,750)	1,556,024	(6,558,750)
Accrued expenses	61,163,179	22,557,006	61,181,455	22,659,136
Other current liabilities	(2,985,643)	5,977,924	(2,816,815)	5,943,962
Cash flows used in operating activities	(916,463,493)	(209,116,481)	(916,455,606)	(209,326,543)
Cash received from interest	1,131,106,511	1,323,023,752	1,131,106,511	1,323,023,752
Cash paid for corporate income tax	(63,666,883)	(93,737,328)	(63,460,404)	(93,651,127)
Cash paid for interest	(57,309,269)	(81,830,702)	(57,309,269)	(81,830,702)
Net cash flows from operating activities	93,666,866	938,339,241	93,881,232	938,215,380

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

(Unaudited but reviewed)

S 11 Group Public Company Limited and its subsidiary

Cash flows statements (continued)

For the nine-month period ended 30 September 2022

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from investing activities				
Increase in restricted bank deposits	(258,805)	(238,527)	(258,805)	(238,527)
Cash received for proceed of equipment	2,580	246,926	2,580	246,926
Cash paid for acquisition of land, building and equipment	(1,875,900)	(11,403,401)	(1,872,518)	(11,023,104)
Net cash flows used in investing activities	(2,132,125)	(11,395,002)	(2,128,743)	(11,014,705)
Cash flows from financing activities				
Increase in short-term loans from financial institutions	83,900,000	1,700,000	83,900,000	1,700,000
Cash paid for loan issuing cost	(2,800,000)	(2,275,000)	(2,800,000)	(2,275,000)
Cash paid for lease liabilities	(1,031,871)	(1,078,398)	(1,031,871)	(1,078,398)
Decrease in short-term loans	(78,477,951)	(30,645,760)	(78,477,951)	(30,645,760)
Cash received from long-term loans	1,110,000,000	663,000,000	1,110,000,000	663,000,000
Repayment of long-term loans	(1,085,320,126)	(1,454,763,966)	(1,085,320,126)	(1,454,763,966)
Payment for dividend	(98,079,200)	(91,949,250)	(98,079,200)	(91,949,250)
Net cash flows used in financing activities	(71,809,148)	(916,012,374)	(71,809,148)	(916,012,374)
Net increase in cash and cash equivalents	19,725,593	10,931,865	19,943,341	11,188,301
Cash and cash equivalents at beginning of period	41,400,008	28,882,062	40,012,334	27,417,172
Cash and cash equivalents at end of period	61,125,601	39,813,927	59,955,675	38,605,473

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

S 11 Group Public Company Limited and its subsidiary

Notes to interim consolidated financial statements

For the three-month and nine-month periods ended 30 September 2022

1. General information

1.1 Corporate information

S 11 Group Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. Its major shareholder is S Charter Company Limited which was incorporated in Thailand. The Company is principally engaged in the hire purchase of motorcycles and its registered address is 888 Soi Chatuchot 10, Chatuchot road, Ao Ngoen, Sai Mai, Bangkok.

As at 30 September 2022, the Company has 8 branches located in Chonburi, Ayudhya, Rayong, Nakhon Ratchasima, Prachinburi and Chantaburi (31 December 2021: 8 branches).

1.2 The Coronavirus disease 2019 pandemic (COVID-19)

The Coronavirus disease 2019 pandemic (COVID-19) is impacting various businesses and industries both directly and indirectly and resulting in an economic slowdown. This situation could create uncertainties and this may be impacting the Company’s operating results and cash flows in the future. The Company’s management has continuously monitored ongoing developments and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities. The management has used estimates and judgement in various matters as the situation evolves.

1.3 Basis for the preparation of the interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity and cash flows in the same format as that used for the annual financial statements.

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

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

1.4 Basis for the preparation of the interim consolidated financial statements

These interim consolidated financial statements have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2021 include the financial statements of S 11 Group Public Company Limited and MOD S Company Limited (“the subsidiary”), which is domiciled in Thailand and is principally engaged in management and accelerated collection of assets. The Company holds 90% of the subsidiary’s shares.

1.5 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation that were used for the financial statements for the year ended 31 December 2021.

2. Hire purchase receivables

2.1 As at 30 September 2022 and 31 December 2021, the contract terms of the Company’s hire purchase receivables are 12 - 60 installments with payments to be made in equal installments and interest charged at the fixed rates throughout the contracts. Hire purchase receivables classified by due date per agreement are as follows:

(Unit: Baht)

	Consolidated and Separate financial statements						Total
	30 September 2022						
	Portion due within one year	Portion due over one year but within two years	Portion due over two years but within three years	Portion due over three years but within four years	Portion due over four years but within five years	Portion due over five years	
Hire purchase receivables	4,626,917,609	2,416,120,698	1,015,337,904	110,362,295	4,334,001	-	8,173,072,507
Less: Unearned hire purchase income ⁽¹⁾	(1,217,285,522)	(497,455,046)	(118,940,901)	(7,667,696)	(189,509)	-	(1,841,538,674)
Present value of the minimum lease payment receivables	3,409,632,087	1,918,665,652	896,397,003	102,694,599	4,144,492	-	6,331,533,833
Less: Allowance for expected credit losses	(476,433,031)	(221,625,313)	(128,446,773)	(15,550,160)	(613,876)	-	(842,669,153)
Hire purchase receivables - net	<u>2,933,199,056</u>	<u>1,697,040,339</u>	<u>767,950,230</u>	<u>87,144,439</u>	<u>3,530,616</u>	<u>-</u>	<u>5,488,864,680</u>

(1) Presented net of deferred commission and initial direct costs of hire purchase.

(Unit: Baht)

Consolidated and Separate financial statements							
31 December 2021							
	Portion due over within one year	Portion due over one year but within two years	Portion due over two years but within three years	Portion due over three years but within four years	Portion due over four years but within five years	Portion due over five years	Total
Hire purchase receivables	4,789,408,230	2,265,799,324	778,113,492	41,494,182	6,020,076	-	7,880,835,304
Less: Unearned hire purchase income ⁽¹⁾	(1,311,949,670)	(474,556,360)	(88,724,233)	4,261,480	(70,575)	-	(1,871,039,358)
Present value of the minimum lease payment receivables	3,477,458,560	1,791,242,964	689,389,259	45,755,662	5,949,501	-	6,009,795,946
Less: Allowance for expected credit losses	(547,680,775)	(170,314,683)	(83,987,031)	(5,256,226)	(741,695)	-	(807,980,410)
Hire purchase receivables - net	<u>2,929,777,785</u>	<u>1,620,928,281</u>	<u>605,402,228</u>	<u>40,499,436</u>	<u>5,207,806</u>	-	<u>5,201,815,536</u>

(1) Presented net of deferred commission and initial direct costs of hire purchase.

2.2 As at 30 September 2022 and 31 December 2021, the balances of hire purchase receivables (net of unearned hire purchase income) and allowance for expected credit losses are classified by aging of installment past due as follows:

(Unit: Baht)

Consolidated and Separate financial statements				
Aging	Balance of hire purchase receivables		Allowance for expected credit losses	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	Not yet due, past due not more than 2 months	5,791,099,362	5,327,291,037	606,906,128
More than 2 months, but less than 4 months	223,121,374	233,390,627	11,667,268	5,110,315
4 months or more, but less than 6 months	99,571,046	96,523,982	6,353,706	2,438,794
6 months or more, including fully-mature deposit contracts	217,742,051	352,590,300	217,742,051	352,590,300
Total	<u>6,331,533,833</u>	<u>6,009,795,946</u>	<u>842,669,153</u>	<u>807,980,410</u>

2.3 As at 30 September 2022, the Company had transferred rights of claim under hire purchase agreements with outstanding balances (before netting with unearned hire purchase income) of Baht 531 million (31 December 2021: Baht 699 million) in order to secure credit facilities granted by commercial banks as described in Note 6 to the interim consolidated financial statements.

2.4 Allowance for expected credit losses

Movements of allowance for expected credit losses (ECL) are as follows:

	(Unit: Baht)	
	<u>Consolidated and Separate financial statements</u>	
	For the nine-month period ended	For the year ended
	30 September 2022	31 December 2021
Balance beginning of the period/year	807,980,410	880,139,515
Add: Expected credit losses during the period/year	525,766,919	741,192,670
Less: Bad debt written-off	(491,078,176)	(813,351,775)
Balance end of the period/year	<u>842,669,153</u>	<u>807,980,410</u>

3. Assets foreclosed

	(Unit: Baht)	
	<u>Consolidated and Separate financial statements</u>	
	30 September 2022	31 December 2021
Assets foreclosed - cost	31,379,413	23,444,541
Less: Allowance for impairment	(10,341,339)	(7,189,181)
Assets foreclosed - net	<u>21,038,074</u>	<u>16,255,360</u>

4. Short-term loans from financial institutions

		(Unit: Baht)	
	Interest rate	<u>Consolidated and Separate financial statements</u>	
	(% per annum)	30 September 2022	31 December 2021
Promissory notes	3.65 - 4.4	322,800,000	238,900,000

These present loans in the form of promissory notes, under which principal payment is due at call and interest is payable every month end.

As at 30 September 2022, the short-term credit facilities which have not yet been drawdown amounted to Baht 127 million.

5. Short-term loans

As at 30 September 2022, the Company has loans in form of bills of exchange, net of discount, totaling Baht 417 million, the bills are registered, transferable, and maturing within 182 days from the date of issuance (maturity date between October 2022 - March 2023), with interest charged at the rate of 3.04 - 3.30 percent per annum (31 December 2021: Bills of exchange of Baht 486 million, registered, transferable, and maturing within 270 days from the date of issuance, maturity date between January - August 2022, with interest charge at the rate of 3.14 - 3.25 percent per annum).

6. Long-term loans

As at 30 September 2022 and 31 December 2021, the long-term loans, which the Company obtained from local financial institutions, are detailed below.

(Unit: Baht)

Facility no.	Loan facility	Interest rate (% per annum)	Repayment schedule	Consolidated and Separate financial statements	
				30 September 2022	31 December 2021
1	Loan agreement dated 27 June 2014	MLR - 2.63	Payment in 30 equal installments, with the first installment payment on the last day of the month of drawdown	545,524,316	538,669,786
2	Loan agreement dated 28 June 2019	4.4	Payment in 30 equal installments, with the first installment payment on the last day of the month of drawdown	-	116,274,877
3	Loan agreement dated 11 September 2019	THBFIX6M + 1.65	Payment in 30 installments, with the first installment payment on the last day of the month of drawdown	30,700,000	164,460,000
4	Loan agreement dated 31 March 2020	4.4	Payment in 30 equal installments, with the first installment payment on the last day of the month of drawdown	197,715,406	395,153,251
5.1	Loan agreement dated 28 December 2020	THBFIX6M + 2.20	Payment in 24 installments, with the first installment payment on the last day of the month of drawdown	56,250,000	262,500,000
5.2	Loan agreement dated 28 December 2020	3.7 (2021: THBFIX6M + 2.2)	Payment in 24 installments, with the first installment payment on the last day of the month of drawdown	93,750,000	-

(Unaudited but reviewed)

(Unit: Baht)

Facility no.	Loan facility	Interest rate (% per annum)	Repayment schedule	Consolidated and Separate financial statements	
				30 September 2022	31 December 2021
6	Loan agreement dated 5 July 2021	4.4	Payment in 30 equal installments, with the first installment payment on the last day of the month of drawdown	498,802,751	192,381,911
7	Loan agreement dated 3 August 2022	MLR - 1.56	Payment in equal not over 36 installments, with the first installment payment on the last day of the next month of the month of drawdown	271,377,226	-
Total				1,694,119,699	1,669,439,825
Less: Deferred loans issuing costs				(4,210,046)	(4,483,613)
Long-term loans				1,689,909,653	1,664,956,212
Less: current portion due within 1 year				(1,032,267,161)	(1,167,778,655)
Long-term loans, net of current portion				657,642,492	497,177,557

Under each loan agreement, the Company has to comply with certain covenants regarding, among other things, the maintenance of the proportion of shareholding of the major shareholders, the maintenance of a debt to equity ratio, hire purchase receivables with more than 3 installment past due to total hire purchase receivables ratio, hire purchase receivables with no more than 3 installments past due to total debts ratio, the transfer of rights of claim under hire purchase agreements and motorcycle registrations, as notified by the commercial bank, or the pledge of the Company's shares held by the major shareholders.

As at 30 September 2022, the Company has commitments of Baht 181 million under interest rate swap agreements with a bank that is the Company's lender for loan facilities no. 3, 5.1 and 5.2 whereby floating interest rates are swapped for a fixed interest rate throughout the term of the loan and loan facilities no. 5.2 amount of Baht 94 million under interest rate swap agreements with a bank that is the Company's lender whereby fixed interest rates are swapped for a floating interest rate throughout the term of the loan. The interest rate swap agreements gradually mature within 2023, in accordance with the conditions of loan repayment (31 December 2021: The Company had commitments of Baht 427 million under interest rate swap agreements for loan facility no. 3 and 5).

As at 30 September 2022, the Company has long-term credit facilities which have not yet been drawdown amounted to Baht 1,879 million.

(Unaudited but reviewed)

Movements of the long-term loans account for the nine-month period ended 30 September 2022 are summarised below.

	(Unit: Baht)
Balance as at 1 January 2022	1,669,439,825
Add: Addition borrowings during the period	1,110,000,000
Less: Loans repayment during the period	<u>(1,085,320,126)</u>
Balance as at 30 September 2022	<u>1,694,119,699</u>

7. Income tax expenses

Income tax expenses for the three-month and nine-month periods ended 30 September 2022 and 2021 are as follows:

	(Unit: Baht)			
	For the three-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Current income tax:				
Interim corporate income tax charge	33,229,637	21,548,471	33,229,637	21,548,471
Deferred tax:				
Relating to origination and reversal of temporary differences	<u>(2,277,455)</u>	<u>5,381,804</u>	<u>(2,277,455)</u>	<u>5,381,804</u>
Income tax expenses reported in the statements of comprehensive income	<u>30,952,182</u>	<u>26,930,275</u>	<u>30,952,182</u>	<u>26,930,275</u>

	(Unit: Baht)			
	For the nine-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Current income tax:				
Interim corporate income tax charge	60,865,520	68,282,385	60,865,520	68,282,385
Deferred tax:				
Relating to origination and reversal of temporary differences	<u>5,694,990</u>	<u>6,835,968</u>	<u>5,694,990</u>	<u>6,835,968</u>
Income tax expenses reported in the statements of comprehensive income	<u>66,560,510</u>	<u>75,118,353</u>	<u>66,560,510</u>	<u>75,118,353</u>

(Unaudited but reviewed)

The amounts of income tax relating to each component of other comprehensive income for the three-month and nine-month periods ended 30 September 2022 and 2021 are as follows:

(Unit: Baht)

	Consolidated and Separate financial statements			
	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2022	2021	2022	2021
Deferred tax relating to				
actuarial gain	(26,493)	(43,856)	(326,084)	(295,744)

Reconciliations between income tax expenses and the product of accounting profit multiplied by the applicable tax rate for the three-month and nine-month periods ended 30 September 2022 and 2021 are as follows:

(Unit: Baht)

	For the three-month periods ended 30 September			
	Consolidated financial		Separate financial	
	statements		statements	
	2022	2021	2022	2021
Accounting profit before tax	154,277,384	135,028,990	154,924,199	134,848,311
Applicable tax rate	20%	20%	20%	20%
Accounting profit before tax multiplied by applicable tax rate	30,855,477	27,005,798	30,984,840	26,969,662
Effect of additional expense and non-deductible expense	96,705	(75,523)	(32,658)	(39,387)
Income tax expenses reported in the statements of comprehensive income	30,952,182	26,930,275	30,952,182	26,930,275

(Unaudited but reviewed)

(Unit: Baht)

	For the nine-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Accounting profit before tax	331,838,398	376,482,944	332,486,031	376,299,214
Applicable tax rate	20%	20%	20%	20%
Accounting profit before tax multiplied by applicable tax rate	66,367,680	75,296,589	66,497,206	75,259,843
Effect of additional expense and non-deductible expense	192,830	(178,236)	63,304	(141,490)
Income tax expenses reported in the statements of comprehensive income	66,560,510	75,118,353	66,560,510	75,118,353

8. Earnings per share

Basic earnings per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

9. Related party transactions

During the periods, the Company had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties.

Name of related party	Relationship with the Company
MOD S Company Limited	Subsidiary

(Unaudited but reviewed)

(Unit: Baht)

	For the three-month periods ended 30 September				Pricing policy
	Consolidated financial statements		Separate financial statements		
	2022	2021	2022	2021	
<u>Transactions with subsidiary</u>					
Service expense	-	-	2,153,211	2,230,374	As stipulated in agreements
<u>Transactions with directors and related persons</u>					
Interest expense	-	383,124	-	383,124	As stipulated in agreements
Amortisation of debenture issuing cost	-	33,877	-	33,877	As stipulated in agreements

(Unit: Baht)

	For the nine-month periods ended 30 September				Pricing policy
	Consolidated financial statements		Separate financial statements		
	2022	2021	2022	2021	
<u>Transactions with subsidiary</u>					
Service income	-	-	-	16,130	As stipulated in agreements
Service expense	-	-	6,398,413	6,561,135	As stipulated in agreements
<u>Transactions with directors and related persons</u>					
Interest expense	-	1,136,877	-	1,136,877	As stipulated in agreements
Amortisation of debenture issuing cost	-	100,526	-	100,526	As stipulated in agreements

The balance of the accounts as at 30 September 2022 and 31 December 2021, between the Company and related parties are as follows:

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
<u>Subsidiary</u>				
Service payable	-	-	740,000	758,500

Directors and management benefits

During the periods, the Company had the following employee benefit expenses payable to their directors and management.

(Unit: Baht)

	Consolidated and Separate financial statements			
	For the three-month periods ended		For the nine-month periods ended	
	30 September		30 September	
	2022	2021	2022	2021
Short-term employee benefits	4,931,470	4,863,403	14,794,410	14,976,244
Post-employment benefits	295,032	385,208	922,113	899,311
Total	5,226,502	5,248,611	15,716,523	15,875,555

10. Dividend

On 1 April 2021, the Annual General Meeting of the Company's shareholders for the year 2021 approved to pay a dividend from the 2020 operating results to the shareholders of the Company at a rate of Baht 0.25 per share, or a total of Baht 153.25 million (interim dividend payment of Baht 0.10 per share and Baht 0.15 per share was paid on 30 April 2021).

On 7 April 2022, the Annual General Meeting of the Company's shareholders for the year 2022 approved to pay a dividend from the 2021 operating results to the shareholders of the Company at a rate of Baht 0.26 per share, or a total of Baht 159.38 million (interim dividend payment of Baht 0.10 per share and Baht 0.16 per share was paid on 6 May 2022).

11. Segment information

The Company's principal operations involve a single operating segment of hire purchase of motorcycles and are carried on in the single geographical area of Thailand. Segment performance is measured based on operating profit or loss, on a basis consistent with that the Company's chief operating decision maker (Managing Director) used to measure operating profit or loss in the financial statements. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain to the aforementioned reportable operating segment and geographical area.

12. Financial instrument

12.1 Fair value of financial instrument

Details of financial assets and liabilities of which their carrying amount differ materially from the fair value are as follows.

(Unit: Baht)

	Consolidated and Separate financial statements			
	30 September 2022		31 December 2021	
	Book value	Fair value	Book value	Fair value
Financial assets				
Hire purchase receivables	5,488,864,680	5,261,641,155	5,201,815,536	5,018,584,799
Financial liabilities				
Long-term loans	1,689,909,653	1,693,384,185	1,664,956,212	1,669,577,575

12.2 Fair value hierarchy

As at 30 September 2022, the Company had the liabilities that were measured at fair value using different levels of inputs as follows:

(Unit: Baht)

	Consolidated and Separate financial statements			
	Fair value			
	Level 1	Level 2	Level 3	Total
Liabilities for which fair value are measured				
Derivatives liabilities	-	800,716	-	800,716

During the current period, there were no changes in the methods and the assumptions used to estimate the fair value of financial instruments and there were no transfers between the levels of the fair value hierarchy.

13. Events after the reporting period

On 10 November 2022, the Board of Director Meeting of the Company No. 4/2022 approved an interim dividend payment of Baht 0.10 per share from the operating result for the nine-month period of 2022 to the shareholders of the Company, or a total dividend payment of Baht 61.30 million.

14. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 10 November 2022.