



Our Ref. 64074

July 21, 2021

Subject : Clarification on the change of operating results over 20% of the Company's unaudited Statements of Comprehensive Income for the period ended June 30, 2021

To : Director and Manager  
The Stock Exchange of Thailand

We are pleased to submit herewith, the Company's unaudited Statement of Financial Position and Statement of Comprehensive Income for the period ended June 30, 2021.

The operating results of the Company for the second quarter of year 2021 showed a net profit of Baht 214.15 million, a decrease in Baht 298.15 million or 58.20% comparing with net profit of Baht 512.30 million obtained during the same period of year 2020. The details of which are listed below:

1. A decrease in net interest income by Baht 525.00 million due to a decrease in interest income by Baht 565.12 million and a decrease in interest expense by Baht 40.12 million. The details are described as below:

A decrease in interest income by Baht 565.12 million due to

- a decrease in interest income from loans to customers by Baht 567.32 million which was in line with the decrease in loans.
- an increase in interest income from interbank and money market items (Repo) by Baht 3.48 million due to the increase in transaction volume comparing to the year 2020.
- a decrease in interest income from investment in debt securities by Baht 1.28 million since the Company has not invested in debt securities since 2020.

A decrease in interest expense by Baht 40.12 million due to

- a decrease in interest expenses from deposits by Baht 20.35 million due to the decrease in deposit amount from Baht 6,322.20 million as at 30 June 2020 to Baht 2,171.83 million as at 30 June 2021 or decreased by 65.65%.
- a decrease in contributions to Financial Institution Development Fund and Deposit Protection Agency by Baht 3.18 million which was in line with the proportion of deposits and borrowings and because of the government policy.
- a decrease in interest expenses from debt securities issued and borrowings by Baht 16.50 million, resulting from the repayment of all borrowings during the year 2020 or decreased by 100.00%.
- a decrease in interest expense on lease liabilities by baht 0.09 million, resulting from the new accounting standard TFRS16.

2. An increase in other fee income by Baht 22.15 million.
3. A decrease in gain on the financial assets measured at fair value through profit or loss by Baht 38.11 million as a result of a decrease in investment and the valuation in accordance with TFRS9 with a



decrease in value by Baht 38.42 million, including a decrease in loss on investment by Baht 0.31 million.

4. A decrease in other operating incomes by Bath 30.49 million mainly due to a decrease in bad debt recoveries which was received in the second quarter of the year 2021.
5. A decrease in other operating expenses by Baht 160.69 million which was mainly caused by a decrease in loan management fee which was in line with the decrease in loans.
6. A decrease in expected credit loss by Baht 38.41 million, which was calculated according to TFRS9.
7. A decrease in income tax expenses by Baht 74.20 million, mainly due to a decrease in profit before income tax.

In summary, net profit of the company in the second quarter of year 2021 was Baht 214.15 million or Baht 0.39 EPS comparing with Baht 0.93 EPS in the same quarter of year 2020.

Since the total comprehensive income has duly included remeasurement of post-employment benefit obligation, losses on investment in debt instruments at fair value through other comprehensive income and income tax relating to components of other comprehensive income for the second quarter of year 2021, the total comprehensive income of the company showed a profit balance of Baht 214.06 million while the total comprehensive income of the same quarter of year 2020 showed a profit balance of Baht 510.54 million.

Yours sincerely

(Mr. Thititham Rojanapruk)  
Managing Director