

Ref: FASET 02/2024

23 February 2024

Subject: Report the operating result for the year ended 31 December 2023

To: President of the Stock Exchange of Thailand

XSpring Capital Public Company Limited (“The Company”) would like to report the consolidated operating result that has been audited by our auditor for the year ended 31 December 2023 as follows:

The Company reported net profit for the year ended 31 December 2023 of Baht 106.09 million, comparing with the same period last year which reported net loss of Baht 171.12 million, increasing in profit by Baht 277.21 million. The details were as follows:

1. Total revenues were Baht 621.71 million, increasing by Baht 530.14 million mainly from:
 - Fee and service income of Baht 87.17 million increased by Baht 50.49 million mainly from an increase in fee and service income from asset management business of XSpring Asset Management Co., Ltd. and XSpring Digital Co., Ltd., the subsidiaries.
 - Interest income of Baht 466.88 million increased by Baht 334.61 million mainly from interest income from loans to non-related parties and investments of Baht 281.94 million and interest income from loans to the purchase of debtors of Baht 48.95 million from XSpring AMC Asset Management Co., Ltd., a subsidiary.
 - Gain from investment of Baht 16.36 million which decreased in loss from investment by Baht 122.24 million mainly from a realized loss and unrealized loss on investment unit trusts on last year from Asian and Developed Markets due to the volatility of both domestic and international markets, essentially the United States. However, the Company has adjusted its investment portfolio by investing in debt and equity instruments as well as lending more loans this year, resulting in lower investment losses.
2. Total expenses were Baht 550.19 million, increasing by Baht 214.85 million mainly from:
 - Personal expenses increased by Baht 87.27 million from the higher number of employees to support the group’s business expansion.
 - The expected credit loss of Baht 91.63 million was mainly from set up allowance of the expected credit losses from loans to the purchase of debtors and other receivables of the Company and a subsidiary.

- Other expenses of Baht 163.90 million increased by Baht 33.49 million mainly from the higher in amortization expense of fixed assets of Baht 47.85 million. In the meanwhile, professional advisory fee decreased by Baht 15.20 million.
3. The Company recognized share of profit from associates of Baht 59.47 million, decreasing by Baht 23.48 million, mainly from the share of profit of Krungthai XSpring Securities Co., Ltd., which the Company hold 49.71% shareholding decreased by Baht 32.59 million. Net profit of Krungthai XSpring Securities Co., Ltd. decreased by Baht 65.55 million, due to the lower in brokerage fee income by Baht 328.59 million or 34.91% as a result of the decrease of the average equity trading value from Baht 70,658.23 million per day to Baht 49,408.50 million per day or 30.07%. Furthermore, the other income decreased by Baht 23.63 million, total expenses decreased by Baht 286.67 million.

Please kindly be informed accordingly.

Yours sincerely,

(Ms. Varangkana Artkarasatapon)
Managing Director