

(TRANSLATION)

AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

TO : MINISTER OF FINANCE

The State Audit Office of the Kingdom of Thailand has reviewed the statement of financial position of the Export-Import Bank of Thailand, as at September 30, 2021, and the statement of profit or loss and other comprehensive income for the three-month and nine-month period ended September 30, 2021, statement of changes in equity and statement of cash flows for the nine-month period then ended, and the condensed notes to the financial statements. The Bank's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34: Interim Financial Reporting. The responsibility of the State Audit Office of the Kingdom of Thailand is to express a conclusion on this interim financial information based on the review.

**Scope of review**

The State Audit Office of the Kingdom of Thailand conducted the 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 the State Audit Office of the Kingdom of Thailand to obtain assurance that the State Audit Office of the Kingdom of Thailand would become aware of all significant matters that might be identified in an audit. Accordingly, the State Audit Office of the Kingdom of Thailand does not express an audit opinion.

**Conclusion**

Based on the review, nothing has come to the attention that causes the State Audit Office of the Kingdom of Thailand to believe that the interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34: Interim Financial Reporting.

.....

(Mrs. Ladawan Chotimanont)

Director of Financial and

Procurement Audit Office No.3

.....

(Ms. Jitprapat Tantiyawareong)

Auditor, Senior Professional Level

EXPORT-IMPORT BANK OF THAILAND  
STATEMENT OF FINANCIAL POSITION  
AS AT SEPTEMBER 30, 2021

		Unit : Thousand Baht	
	Notes	<u>SEPTEMBER 30, 2021</u>	<u>December 31, 2020</u>
		"Unaudited" "Reviewed"	"Audited"
<u>Assets</u>			
Cash		580	3,792
Interbank and money market items, net	5.3	5,621,060	8,247,794
Financial assets measured at fair value through profit or loss		1,231	1,161
Derivatives assets	5.4	383,540	835,103
Investments, net	5.5	4,003,463	5,098,751
Loans to customers and accrued interest receivables, net	5.6	132,621,367	122,300,653
Loans to customers from public service account and accrued interest receivables, net	5.30.2	2,648,198	1,427,859
Receivable eligible for government reimbursement	5.30.4	38,032	7,441
Properties for sale, net	5.8	286,984	274,008
Premises and equipment, net	5.9	784,527	812,029
Intangible assets, net	5.10	269,541	244,995
Reinsurance assets	5.11	316,795	309,658
Prepaid expenses		58,043	60,555
Other assets, net	5.12	329,592	165,127
Total assets		147,362,953	139,788,926

Notes to the interim financial statements are an integral part of these interim financial statements.

EXPORT-IMPORT BANK OF THAILAND  
STATEMENT OF FINANCIAL POSITION  
AS AT SEPTEMBER 30, 2021

	Notes	SEPTEMBER 30, 2021	December 31, 2020
		"Unaudited" "Reviewed"	"Audited"
Unit : Thousand Baht			
<u>Liabilities and Equity</u>			
Deposits	5.13	47,240,564	44,391,403
Interbank and money market items	5.14	20,101,793	20,042,875
Liabilities payable on demand		214,153	421,878
Derivatives liabilities	5.4	904,795	577,812
Debt issued and borrowings	5.15	55,695,488	52,158,940
Provisions	5.16	675,085	694,340
Accrued interest payables		257,859	318,397
Reserves for insurance service	5.17	652,797	634,723
Other liabilities	5.18	885,591	635,722
Total liabilities		126,628,125	119,876,090
Equity			
Capital	5.19	12,800,000	12,800,000
Paid-up capital		12,800,000	12,800,000
Other components of equity		(1,467)	(1,562)
Retained earnings			
Appropriated			
Legal reserve		8,120,000	8,120,000
Unappropriated		(183,705)	(1,005,602)
Total equity		20,734,828	19,912,836
Total liabilities and equity		147,362,953	139,788,926

Notes to the interim financial statements are an integral part of these interim financial statements.

-----  
(Mr. Rak Vorrakitpokatorn)

President

-----  
(Mrs. Wanpen Unchundacha)

Executive Vice President

EXPORT-IMPORT BANK OF THAILAND  
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2021

	Unit : Thousand Baht	
	<u>2021</u>	<u>2020</u>
Interest income	1,192,838	1,159,805
Interest expenses	280,033	372,528
Interest income, net	912,805	787,277
Fees and service income	105,683	130,895
Fees and service expenses	38,824	33,116
Fees and service income, net	66,859	97,779
Gains on financial instruments measured at fair value through profit or loss	6,939	15,040
Other operating income	603	6,444
Income from public service account	25,446	4,688
Total operating income	1,012,652	911,228
Other operating expenses		
Employee's expenses	263,858	275,404
Directors' remuneration	1,805	1,344
Premises and equipment expenses	25,376	32,028
Loss on claims and reserves for insurance services	6,682	48,717
Doubtful account for contingent liabilities and other reserve	(79,078)	86,181
Others	55,866	59,307
Total other operating expenses	274,509	502,981
Expenses from public service account	29,948	6,999
Expected credit losses	598,119	270,749
Net profit	110,076	130,499
Other comprehensive income loss		
Item that will not be reclassified subsequently to profit or loss		
Loss on investments in equity designated to be measured at fair value through other comprehensive income	(528)	(1,341)
Total net other comprehensive loss	(528)	(1,341)
Total comprehensive income	109,548	129,158

Notes to the interim financial statements are an integral part of these interim financial statements.

-----  
(Mr. Rak Vorrakitpokatorn)

President

-----  
(Mrs. Wanpen Unchundacha)

Executive Vice President

EXPORT-IMPORT BANK OF THAILAND  
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021

	Notes	Unit : Thousand Baht	
		<u>2021</u>	<u>2020</u>
Interest income	5.24	3,444,803	3,765,739
Interest expenses	5.25	912,247	1,291,491
Interest income, net		<u>2,532,556</u>	<u>2,474,248</u>
Fees and service income		368,621	356,480
Fees and service expenses		131,213	112,139
Fees and service income, net	5.26	<u>237,408</u>	<u>244,341</u>
Gains on financial instruments measured at fair value through profit or loss	5.27	4,177	60,584
Other operating income		2,368	21,060
Income from public service account	5.30.5	61,339	5,506
Total operating income		<u>2,837,848</u>	<u>2,805,739</u>
Other operating expenses			
Employee's expenses		805,231	827,628
Directors' remuneration		4,946	6,887
Premises and equipment expenses		77,105	100,109
Loss on claims and reserves for insurance services	5.28	9,508	206,534
Loss on impairment of properties for sale		2,861	3,749
Doubtful account for contingent liabilities and other reserve		(79,431)	84,107
Others		153,537	165,493
Total other operating expenses		<u>973,757</u>	<u>1,394,507</u>
Expenses from public service account	5.30.6	74,926	8,791
Expected credit losses	5.29	967,268	2,673,528
Net profit (loss)		<u>821,897</u>	<u>(1,271,087)</u>
Other comprehensive income (loss)			
Item that will not be reclassified subsequently to profit or loss			
Gains (Loss) on investments in equity designated to be measured at fair value through other comprehensive income		95	(5,703)
Total net other comprehensive income (loss)		<u>95</u>	<u>(5,703)</u>
Total comprehensive income (loss)		<u>821,992</u>	<u>(1,276,790)</u>

Notes to the interim financial statements are an integral part of these interim financial statements.

-----  
(Mr. Rak Vorrakitpokatorn)

President

-----  
(Mrs. Wanpen Unchundacha)

Executive Vice President

EXPORT-IMPORT BANK OF THAILAND  
STATEMENT OF CHANGES IN EQUITY  
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021

Unit : Thousand Baht

	Capital	Other Components of Equity	Appropriated Retained Earnings	Unappropriated Retained Earnings (Deficits)	Total
		Revaluation Surplus (Deficit) on Investments			
Balance as at January 1, 2020	12,800,000	(886)	7,866,000	759,621	21,424,735
Cumulative effects of changes in accounting policies	-	4,266	-	87,775	92,041
Balance as at January 1, 2020 - as restated	12,800,000	3,380	7,866,000	847,396	21,516,776
Legal reserve	-	-	254,000	(254,000)	-
Remittance as the public revenue	-	-	-	(252,793)	(252,793)
Total comprehensive loss	-	(5,703)	-	(1,271,087)	(1,276,790)
Balance as at September 30, 2020	12,800,000	(2,323)	8,120,000	(930,484)	19,987,193
Balance as at January 1, 2021	12,800,000	(1,562)	8,120,000	(1,005,602)	19,912,836
Total comprehensive income	-	95	-	821,897	821,992
Balance as at September 30, 2021	12,800,000	(1,467)	8,120,000	(183,705)	20,734,828

Notes to the interim financial statements are an integral part of these interim financial statements.

-----  
(Mr. Rak Vorrakitpokatorn)

President

-----  
(Mrs. Wanpen Unchundacha)

Executive Vice President

EXPORT-IMPORT BANK OF THAILAND  
STATEMENT OF CASH FLOWS  
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021

	Unit : Thousand Baht	
	2021	2020
<b>Cash flows from operating activities</b>		
Net profit (loss)	821,897	(1,271,087)
Adjustments to reconcile net profit to cash received (paid) from operating activities		
Depreciation and amortization	80,935	59,547
Expected credit losses	981,650	2,719,001
Gain on disposal of assets	(24)	(903)
Gain on financial instruments measured at fair value through profit or loss	(49,719)	(23,711)
Loss on impairment of properties for sale	2,861	3,749
Loss on foreign currency translation	263,705	435,039
Derivative revaluation	162,764	(251,958)
Amortization of premium (discount) on debt securities	(3,272)	(5,883)
Increase (Decrease) in provisions	(45,708)	109,506
Loss on claims and reserves for insurance service	9,508	206,534
Increase in accrued income	(1,131)	(2,267)
Decrease in other prepaid expenses	6,752	12,692
Decrease in other accrued expenses	(8,165)	(23,075)
	2,222,053	1,967,184
Interest income, net	(2,572,301)	(2,477,816)
Dividend income	(57)	(10)
Proceeds from interest income	3,449,603	3,468,724
Interest paid	(999,963)	(1,281,423)
Proceeds from dividend income	57	10
Income from operations before changes in operating assets and liabilities	2,099,392	1,676,669
(Increase) Decrease in operating assets		
Interbank and money market items	2,645,388	(4,983,106)
Loans to customers	(6,410,443)	(5,165,440)
Properties for sale	1,806	14,058
Reinsurance assets	(41)	(41)
Other assets	(132,774)	(148,686)

Notes to the interim financial statements are an integral part of these interim financial statements.

EXPORT-IMPORT BANK OF THAILAND  
STATEMENT OF CASH FLOWS  
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021

	Unit : Thousand Baht	
	<u>2021</u>	<u>2020</u>
<b>Cash flows from operating activities</b>		
Increase (Decrease) in operating liabilities		
Deposits	2,786,083	10,731,424
Interbank and money market items	(125,348)	1,278,217
Liabilities payable on demand	(207,921)	(197,930)
Short-term debt issued and borrowings	(6,500,000)	6,500,000
Other liabilities	236,130	3,924
Net cash from operating activities	<u>(5,607,728)</u>	<u>9,709,089</u>
<b>Cash flows from investing activities</b>		
Purchases of equity securities designated at fair value through other comprehensive income	(1,149)	-
Purchases of debt securities measured at amortized cost	(4,510,000)	(7,724,000)
Proceeds from redemption of debt securities measured at amortised cost	5,610,000	6,024,000
Purchases of premises and equipment	(6,971)	(59,238)
Proceeds from disposal of premises and equipment	25	988
Purchases of intangible assets	(65,736)	(90,678)
Net cash from investing activities	<u>1,026,169</u>	<u>(1,848,928)</u>
<b>Cash flows from financing activities</b>		
Proceeds from long-term debt issued and borrowings	4,594,388	2,018,667
Repayments of long-term debt issued and borrowings	(8,841)	(9,823,811)
Repayments of lease liabilities	(7,200)	(5,255)
Remittance as the public revenue	-	(49,593)
Net cash from financing activities	<u>4,578,347</u>	<u>(7,859,992)</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	<u>(3,212)</u>	<u>169</u>
<b>Cash and cash equivalents at the beginning of the period</b>	<u>3,792</u>	<u>168</u>
<b>Cash and cash equivalents at the end of the period</b>	<u><u>580</u></u>	<u><u>337</u></u>

Notes to the interim financial statements are an integral part of these interim financial statements.

-----  
(Mr. Rak Vorrakitpokatorn)  
President

-----  
(Mrs. Wanpen Unchundacha)  
Executive Vice President



EXPORT-IMPORT BANK OF THAILAND  
NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021  
(UNAUDITED/REVIEWED)

---

Notes	Contents	Page
1	General Information	10
2	Basis of Preparation of the Financial Statements	10
3	Capital Adequacy under Basel II Standard	14
4	Estimates and Assumptions	15
5	Additional Information	
5.1	Supplementary Information of Cash Flows	15
5.2	Classification of Financial Assets and Liabilities	16
5.3	Interbank and Money Market Items, Net (Assets)	18
5.4	Derivatives	19
5.5	Investments, Net	22
5.6	Loans to Customers and Accrued Interest Receivables, Net	23
5.7	Allowance for Expected Credit Losses	25
5.8	Properties for Sale, Net	28
5.9	Premises and Equipment, Net	29
5.10	Intangible Assets, Net	30
5.11	Reinsurance Assets	30
5.12	Other Assets, Net	30
5.13	Deposits	31
5.14	Interbank and Money Market Items (Liabilities)	31
5.15	Debt Issued and Borrowings	32
5.16	Provisions	33
5.17	Reserves for Insurance Service	35

EXPORT-IMPORT BANK OF THAILAND  
NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021  
(UNAUDITED/REVIEWED)

---

Notes	Contents	Page
5.18	Other Liabilities	35
5.19	Capital	35
5.20	Contingent Liabilities	36
5.21	Other Benefits to Directors and Executives	36
5.22	Leases	37
5.23	Financial Position and Operational Performance Classified by Domestic and Foreign Operations	37
5.24	Interest Income	40
5.25	Interest Expenses	40
5.26	Fees and Service Income, Net	40
5.27	Gains on Financial Instruments Measured at Fair Value Through Profit or Loss	41
5.28	Loss on Claims and Reserves for Insurance Services	41
5.29	Expected Credit Losses	41
5.30	Public Service Account	42
5.31	Fair value of Assets and Liabilities	44
5.32	Events after the Reporting Period	46
5.33	Approval of the Financial Statements	46

**EXPORT-IMPORT BANK OF THAILAND**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021**  
**(UNAUDITED/REVIEWED)**

---

**1. GENERAL INFORMATION**

Export-Import Bank of Thailand (the Bank) was established by the Export-Import Bank of Thailand Act, 1993 (B.E. 2536), as amended (Act), with the objective to promote and support export, imports, and investment, both domestic and overseas, for the purpose of national development by providing credit facilities, guarantee, risk insurance or other necessary services under the provisions of this Act. The Bank's head office is located at 1193 Phaholyothin Road, Phayathai, Phayathai, Bangkok.

**2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS**

**2.1 Basis of Preparation of the Financial Statements**

The interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 : Interim Financial Reporting, covering the statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows as those of annual financial statements and notes on only material item.

The interim financial statements are prepared to provide an update on the financial statements for the year ended December 31, 2020. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Bank for the year ended December 31, 2020.

The interim financial statements are prepared in accordance with generally accepted accounting standards by adopting Thai Financial Reporting Standards (TFRS), which assigned by the Federation of Accounting Professions, presented and disclosed in accordance with the Notification, issued by the Bank of Thailand, No. SorNorSor. 21/2561 dated October 31, 2018, regarding the Preparation and Announcement of Financial Statements of Commercial Banks and Parent Companies of Financial Holding Groups. Staging for impairment and allowance for expected credit loss is considered in accordance with the Bank of Thailand's circular No. TorPorTor.ForKorChor.(72) Wor.277/2563 dated February 28, 2020, regarding Guidelines on Providing Assistance to Borrowers Adversely Affected by the Current Economic Circumstances and the Bank of Thailand's circular No.TorPorTor.KorPorNor. Wor.480/2564 dated May 14, 2021, regarding Phase 3 of Relief Measures for Retail Borrowers during the Coronavirus Disease 2019 (COVID-19) Pandemic. The Federation of Accounting Professions under the Royal Patronage of His Majesty the King has announced an Accounting Guidance on Temporary Relief Measures for Entities Providing Assistance to Debtors Affected by Situations that Affect the Thai Economy. Its objectives are to provide temporary relief measures for entities providing assistance to debtors affected by the situation that affect the Thai economy in accordance with the

assistance measures of government and the Bank of Thailand, which the Bank has complied with all the temporary relief measures specified in this guidance. Moreover, the debt restructuring is considered in accordance with the Bank of Thailand's circular No. TorPorTor.ForNorSor. (23) Wor. 1135/2563 dated October 16, 2020, regarding Operational Guidelines Related to Debt Restructuring to Assist Business Customers after the End of Loan Payment Holiday Program under the Emergency Decree.

## 2.2 New or Revised Thai Financial Reporting Standards (TFRS)

2.2.1 Revised Thai Financial Reporting Standards (TFRS), effective for the financial statements beginning on or after January 1, 2021, which were revised about the conceptual framework for financial reporting, definition of a business, definition of material, and interest rate benchmark reform, are as follows:

### Conceptual Framework for Financial Reporting

TAS 1	Presentation of Financial Statements
TAS 8	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10	Events after the Reporting Period
TAS 34	Interim Financial Reporting
TAS 37	Provisions, Contingent Liabilities and Contingent Assets
TAS 38	Intangible Assets
TFRS 2	Share-based Payment
TFRS 3	Business Combinations
TFRS 6	Exploration for and Evaluation of Mineral Resources
TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments
TSIC 32	Intangible Assets-Web Site Costs
TFRIC 12	Service Concession Arrangements
TFRIC 19	Extinguishing Financial Liabilities with Equity Instruments
TFRIC 20	Stripping Costs in the Production Phase of a Surface Mine
TFRIC 22	Foreign Currency Transactions and Advance Consideration

The adoption of TFRSs mentioned above has no material impact on the Bank's financial statements.

2.2.2 The Federation of Accounting Professions has issued TFRS 16 Leases, which have been announced in the Royal Gazette on May 13, 2021. This TFRS, which is effective for the financial statements beginning on or after April 1, 2021, was revised about the Covid-19 related rent concessions after June 30, 2021. The early adoption has allowed, including for the financial statements have not yet been authorized for issue as at March 31, 2021. However, there is no impact on the Bank's financial statements.

### 2.3 The Bank of Thailand's Regulations and Accounting Guidance on Temporary Relief Measures for Entities Providing Assistance to Debtors Affected by Situations that Affect the Thai Economy announced by the Federation of Accounting Professions

2.3.1 The Bank of Thailand announced circular No. TorPorTor.ForKorChor.(72) Wor.277/2563 dated February 28, 2020, regarding Guidelines on Providing Assistance to Borrowers Adversely Affected by the Current Economic Circumstances and circular No.TorPorTor.ForNorSor.(01) Wor.380/2563 dated March 26, 2020 regarding Additional Relief Measures for Borrowers affected by the COVID-19 Pandemic. These circulars provide temporary relief measures for Specialized Financial Institutions providing assistance to affected debtors in accordance with the Bank of Thailand's guideline during January 1, 2020 to December 31, 2021. In addition, the Federation of Accounting Professions announced Accounting Guidance on Temporary Relief Measures for Entities Providing Assistance to Debtors Affected by Situations that Affect the Thai Economy to provide temporary relief measures for entities providing assistance to debtors in accordance with measures or guidelines for assisting the debtors of the Bank of Thailand in considering expected credit losses. The practice as follows:

#### Loan Staging

1) Loans that are not yet non-performing (Non-NPL) are classified as performing loans immediately provided that analysis of its status and business shows that the debtor is able to comply with the debt restructuring agreement without compliance monitoring. Such debt restructuring is considered a pre-emptive debt restructuring, not a troubled debt restructuring (TDR).

If it is a provision of assistance to debtors in accordance with the Bank of Thailand's circular No.TorPorTor.ForNorSor.(01) Wor.380/2563 dated March 26, 2020 regarding Additional Relief Measures for Borrowers affected by the COVID-19 Pandemic, the debtor remains at the stage as before.

2) Non-performing loans (NPL) are classified as performing loans if the debtor is able to make repayment in accordance with the debt restructuring agreement for 3 months or 3 installments consecutively, whichever is the longer period.

3) Additional working capital loans provided to a debtor in order to support liquidity and enable the debtor to continue its business operations during the debt restructuring are classified by account level if the debtor has cash flows to support its repayment or if, considering other factors, the debtor has ability to repay its debts.

### Provisioning

If the debtor has unused credit line, the expected credit losses are able to be considered on the outstanding balance of the drawn down portion only.

For measurement of expected credit losses, weight of forward - looking information arising from temporary crisis is taken into consideration which the Bank gives less weight to forward - looking information than historical information reflected the debtor's repayment ability.

2.3.2 The Bank of Thailand announced circular No.TorPorTor.ForNorSor.(23) Wor.1135/2563 dated October 16, 2020, regarding Operational Guidelines Related to Debt Restructuring to Assist Business Customers after the End of Loan Payment Holiday Program under the Emergency Decree. This circular provided regulations and operational guidelines for debt restructuring of customers under the loan payment holiday program, according to the Bank of Thailand's Notification regarding the Loan Payment Holiday Program Offered to Small and Medium-sized Enterprises Affected by Coronavirus 2019 Pandemic. Major points can be summarized as follows:

1) Financial institutions shall consider debt restructuring with all the above debtors who cannot return to servicing their debt per the existing loan contract. While the debt restructuring is in the process, financial institutions can maintain the debtor's loan classification as before until December 31, 2020.

2) If the debtor's cash flow assessment cannot be undertaken, which prevents completion of the debt restructuring process by December 31, 2020, financial institutions may provide assistance to the debtor by deferment of principal and/or interest payment for a period appropriate for their debt servicing ability, which should not be more than six months from the end of 2020, while their loan classification can remain at the stage as before. In this regard, financial institutions action must be taken to find ways to restructure their debt without further delay.

However, during the debt restructuring process under 1) and loan payment holiday under 2), the financial institutions cannot charge interest at the default rate or service fees, penalties, or any other additional expenses from the debtor. For the collection of principal and interest calculated during the debt restructuring or loan payment holiday, financial institutions shall find ways that will not cause excessive burden on the debtor and not allow lump sum collection at the end of the payment holiday period.

## 2.4 Revised Thai Financial Reporting Standards (TFRS) but not yet Effective

The Federation of Accounting Professions has issued the TFRS, which revised from the 2020 version and have been announced in the Royal Gazette on June 28, 2021, but are effective for the financial statements beginning on or after January 1, 2022. These TFRSs were revised about interest rate benchmark reform – phase 2 and extension of the temporary exemption from applying TFRS 9 Financial Instruments in TFRS 4 Insurance Contracts, consisting of 3 TFRSs as follows:

TFRS 4	Insurance Contracts
TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments

The Bank is presently considering the potential impact of the above TFRS. The Bank has not early adopted these TFRS before the effective date.

## 3. CAPITAL ADEQUACY UNDER BASEL II STANDARD

As at September 30, 2021 and December 31, 2020 the Bank's capital adequacy ratio under Basel II standard were as follows:

Capital Structure Based on Basel II Standard		
	Unit: Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Tier 1 Capital		
Paid-up capital	12,800.00	12,800.00
Legal reserve	8,120.00	8,120.00
Net loss after appropriation	<u>(959.05)</u>	<u>(959.05)</u>
Total Tier 1 Capital	19,960.95	19,960.95
Tier 2 Capital		
Provision for asset classification as normal	2,194.84	2,037.35
Revaluation surplus on investments in equity securities designated at fair value through other comprehensive income, net	<u>1.79</u>	<u>1.55</u>
Total Tier 2 Capital	2,196.63	2,038.90
<u>Less</u> Revaluation deficit on investments in equity securities designated at fair value through other comprehensive income, net	<u>-</u>	<u>(0.99)</u>
Total capital under Basel II standard	<u>22,157.58</u>	<u>21,998.86</u>

Capital Adequacy Ratio

	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Tier 1 capital adequacy ratio	11.37%	12.25%
Total capital adequacy ratio	12.62%	13.50%
		Unit: Million Baht
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Total capital after deducting capital add-on arising from single lending limit	21,386.25	21,398.02
Total capital adequacy ratio after deducting capital add-on arising from single lending limit	12.18%	13.13%

#### 4. ESTIMATES AND ASSUMPTIONS

In preparation of the financial statements in conformity with Thai Financial Reporting Standards, the Bank has to set up estimates and assumptions that affect the application of accounting policies, the reported amounts of assets, liabilities, revenue and expenses and the disclosure of contingent assets and liabilities. However, the actual results may differ from the estimates.

The Bank reviews the estimates and assumptions on a regular basis. Changes in accounting estimates are recognized in the period in which estimates are revised. If the change in accounting estimates affects only that period, and recognized both in the period in which such estimates are reviewed and future periods. If the change in accounting estimate has an effect on both the current and future periods.

#### 5. ADDITIONAL INFORMATION

##### 5.1 Supplementary Information of Cash Flows

Significant non-cash items for the nine-month periods September 30, 2021 and 2020 were as follows:

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>September 30, 2020</u>
Increase (Decrease) in revaluation surplus on investments in equity	0.09	(5.70)
Increase in properties for sale from loan payment	18.79	22.00



5.2 Classification of Financial Assets and Liabilities

Unit : Million Baht

	<u>September 30, 2021</u>			
	Financial instruments measured at fair value through profit or loss	Investments in equity securities designated at fair value through other comprehensive income	Financial instruments measured at amortized cost	Total
<b>Financial assets</b>				
Cash	-	-	0.58	0.58
Interbank and money market items, net	-	-	5,621.06	5,621.06
Financial assets measured at fair value				
through profit or loss	1.23	-	-	1.23
Derivatives assets	383.54	-	-	383.54
Investments, net	-	6.06	3,997.40	4,003.46
Loans to customers and accrued interest				
receivables, net	-	-	132,621.37	132,621.37
Loans to customers from public service account				
and accrued interest receivables, net	-	-	2,648.20	2,648.20
Receivable eligible for government reimbursement	-	-	38.03	38.03
<b>Financial liabilities</b>				
Deposits	-	-	47,240.56	47,240.56
Interbank and money market items	-	-	20,101.79	20,101.79
Liabilities payable on demand	-	-	214.15	214.15
Derivatives liabilities	904.79	-	-	904.79
Debt issued and borrowings	-	-	55,695.49	55,695.49
Allowance for expected credit losses on loan				
commitments and financial guarantee contracts	-	-	229.87	229.87
Accrued interest payable	-	-	257.86	257.86

Unit : Million Baht

	<u>December 31, 2020</u>			
	Financial instruments measured at fair value through profit or loss	Investments in equity securities designated at fair value through other comprehensive income	Financial instruments measured at amortized cost	Total
<b>Financial assets</b>				
Cash	-	-	3.79	3.79
Interbank and money market items, net	-	-	8,247.79	8,247.79
Financial assets measured at fair value				
through profit or loss	1.16	-	-	1.16
Derivatives assets	835.10	-	-	835.10
Investments, net	-	4.79	5,093.96	5,098.75
Loans to customers and accrued interest				
receivables, net	-	-	122,300.65	122,300.65
Loans to customers from public service account				
and accrued interest receivables, net	-	-	1,427.86	1,427.86
Other assets, net	-	-	7.44	7.44
<b>Financial liabilities</b>				
Deposits	-	-	44,391.40	44,391.40
Interbank and money market items	-	-	20,042.88	20,042.88
Liabilities payable on demand	-	-	421.88	421.88
Derivatives liabilities	577.81	-	-	577.81
Debt issued and borrowings	-	-	52,158.94	52,158.94
Allowance for expected credit losses on loan				
commitments and financial guarantee contracts	-	-	203.42	203.42
Accrued interest payable	-	-	318.40	318.40

### 5.3 Interbank and Money Market Items, Net (Assets)

Unit : Million Baht

	<u>September 30, 2021</u>			<u>December 31, 2020</u>		
	<u>Demand</u>	<u>Time</u>	<u>Total</u>	<u>Demand</u>	<u>Time</u>	<u>Total</u>
Domestic items						
Bank of Thailand	17.89	-	17.89	19.92	-	19.92
Commercial banks	738.93	1,845.00	2,583.93	412.82	4,680.70	5,093.52
Specialized financial institutions	<u>0.01</u>	<u>700.00</u>	<u>700.01</u>	<u>0.01</u>	<u>1,650.00</u>	<u>1,650.01</u>
Total	756.83	2,545.00	3,301.83	432.75	6,330.70	6,763.45
<u>Add</u> Accrued interest receivables	-	-	-	-	0.03	0.03
<u>Less</u> Allowance for expected credit losses	<u>(0.55)</u>	<u>(2.11)</u>	<u>(2.66)</u>	<u>(0.36)</u>	<u>(5.96)</u>	<u>(6.32)</u>
Total domestic items	<u>756.28</u>	<u>2,542.89</u>	<u>3,299.17</u>	<u>432.39</u>	<u>6,324.77</u>	<u>6,757.16</u>
Foreign items						
US Dollars	384.92	1,464.48	1,849.40	657.50	675.95	1,333.45
Yen	30.88	-	30.88	25.25	-	25.25
Euro	18.48	-	18.48	74.99	-	74.99
Other currencies	<u>423.99</u>	<u>-</u>	<u>423.99</u>	<u>57.64</u>	<u>-</u>	<u>57.64</u>
Total	858.27	1,464.48	2,322.75	815.38	675.95	1,491.33
<u>Add</u> Accrued interest receivables	-	0.01	0.01	-	0.04	0.04
<u>Less</u> Allowance for expected credit losses	<u>(0.28)</u>	<u>(0.59)</u>	<u>(0.87)</u>	<u>(0.29)</u>	<u>(0.45)</u>	<u>(0.74)</u>
Total foreign items	<u>857.99</u>	<u>1,463.90</u>	<u>2,321.89</u>	<u>815.09</u>	<u>675.54</u>	<u>1,490.63</u>
Total domestic and foreign items	<u>1,614.27</u>	<u>4,006.79</u>	<u>5,621.06</u>	<u>1,247.48</u>	<u>7,000.31</u>	<u>8,247.79</u>

## 5.4 Derivatives

### 5.4.1 Derivatives Held for Trading

As at September 30, 2021 and December 31, 2020, the fair value and notional amount classified by type of risk were as follows:

Unit : Million Baht

<u>Type of Risk</u>	<u>September 30, 2021</u>		
	<u>Fair Value</u>		<u>Notional</u>
	<u>Assets</u>	<u>Liabilities</u>	<u>Amount</u>
Exchange rate	318.61	804.43	31,479.99

  

<u>Type of Risk</u>	<u>December 31, 2020</u>		
	<u>Fair Value</u>		<u>Notional</u>
	<u>Assets</u>	<u>Liabilities</u>	<u>Assets</u>
Exchange rate	811.55	569.11	29,409.72
Interest rate	<u>9.10</u>	<u>8.70</u>	<u>1,600.00</u>
Total	<u>820.65</u>	<u>577.81</u>	<u>31,009.72</u>

## 5.4.2 Derivatives for Hedging

As at September 30, 2021 and December 31, 2020, hedging instrument classified by type of hedge accounting and risk were as follows:

### Fair value hedge

The amounts relating to items designated as hedging instruments and hedge ineffectiveness were as follows:

Unit : Million Baht

Type of risk	Notional amount	Carrying amount		Line item in the statement of financial position where the hedging instrument is included	Change in fair value used for calculating hedge ineffectiveness	Ineffectiveness recognized in profit or loss	Line item in profit or loss that includes hedge ineffectiveness
		Assets	Liabilities				
<b>Interest rate risk</b>							
Interest rate swap							Gains (loss) on financial instruments measured at fair value through profit or loss
- hedge of USD fixed – rate debt securities	5,088.35	64.93	-	Derivative assets	64.93	-	
Interest rate swap							Gains (loss) on financial instruments measured at fair value through profit or loss
- hedge of USD fixed – rate debt securities	<u>10,176.69</u>	<u>-</u>	<u>100.37</u>	Derivative Liabilities	<u>(100.37)</u>	<u>-</u>	
Total	<u>15,265.04</u>	<u>64.93</u>	<u>100.37</u>		<u>(35.44)</u>	<u>-</u>	

Unit : Million Baht

December 31, 2020

Type of risk	Notional amount	Carrying amount		Line item in the statement of financial position where the hedging instrument is included	Change in fair value used for calculating hedge ineffectiveness	Ineffectiveness recognized in profit or loss	Line item in profit or loss that includes hedge ineffectiveness
		Assets	Liabilities				
<b>Interest rate risk</b>							
Interest rate swap - hedge of THB fixed - rate borrowings	1,500.00	14.45	-	Derivative assets	14.45	-	Gains on financial instruments measured at fair value through profit or loss

The amounts relating to items designated as hedged items were as follows:

Unit : Million Baht

September 30, 2021

Type of risk	Carrying amount		Accumulated amount of fair value hedge adjustments on the hedged item included in the carrying amount of the hedged item		Line item in the statement of financial position in which the hedged item is included	Change in fair value used for calculating hedge ineffectiveness	Accumulated amount of fair value hedge adjustments remaining in the statement of financial position for any hedged items that have ceased to be adjusted for hedging gains and losses
	Assets	Liabilities	Assets	Liabilities			
<b>Interest rate risk</b>							
- USD fixed-rate debt securities	-	(5,153.28)	-	(64.93)	Debt issued and borrowings	(64.93)	-
- USD fixed-rate debt securities	-	(10,076.32)	100.37	-	Debt issued and borrowings	100.37	-
Total	-	(15,229.60)	100.37	(64.93)		35.44	-

Unit : Million Baht

December 31, 2020

Type of risk	Carrying amount		Accumulated amount of fair value hedge adjustments on the hedged item included in the carrying amount of the hedged item		Line item in the statement of financial position in which the hedged item is included	Change in fair value used for calculating hedge ineffectiveness	Accumulated amount of fair value hedge adjustments remaining in the statement of financial position for any hedged items that have ceased to be adjusted for hedging gains and losses	
	Assets	Liabilities	Assets	Liabilities			Assets	Liabilities
<b>Interest rate risk</b>								
THB fixed-rate borrowings	-	(1,514.45)	-	(14.45)	Interbank and money market items	(14.45)	-	-

## 5.5 Investments, Net

As at September 30, 2021 and December 31, 2020, the Bank had Investments as follows:

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Investments in debt securities measured at amortized cost	3,997.40	5,093.96
Investments in equity securities designated at fair value through other comprehensive income	<u>6.06</u>	<u>4.79</u>
Total	<u>4,003.46</u>	<u>5,098.75</u>

### 5.5.1 Investments in Debt Securities Measured at Amortized Cost

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Government and state enterprises securities	3,997.96	5,094.69
<u>Less</u> Allowance for expected credit losses	<u>(0.56)</u>	<u>(0.73)</u>
Total	<u>3,997.40</u>	<u>5,093.96</u>

5.5.2 Investments in Equity Securities Designated at Fair Value Through Other Comprehensive Income

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Domestic marketable equity securities	3.83	3.53
Domestic non-marketable equity securities	0.80	-
Foreign non-marketable equity securities	<u>1.43</u>	<u>1.26</u>
Total	<u>6.06</u>	<u>4.79</u>

5.6 Loans to Customers and Accrued Interest Receivables, Net

5.6.1 Classified by Type of Loan

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Overdrafts	146.73	180.81
Loans	144,693.49	133,502.77
Others	<u>93.72</u>	<u>16.95</u>
Total loans to customers	144,933.94	133,700.53
<u>Less</u> Deferred revenue	<u>(119.02)</u>	<u>(73.99)</u>
Total loans to customers net of deferred revenue	144,814.92	133,626.54
<u>Add</u> Accrued interest receivables	<u>710.07</u>	<u>639.62</u>
Total loans to customers net of deferred revenue, plus accrued interest receivables	145,524.99	134,266.16
<u>Less</u> Allowance for expected credit losses	<u>(12,903.62)</u>	<u>(11,965.51)</u>
Total loans to customers and accrued interest receivables, net	<u>132,621.37</u>	<u>122,300.65</u>

Overseas loans to foreign government agencies, extended in accordance with the Thai government monetary and fiscal policy, but not defined as loans to customers from public service account, were as follows:

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Loan for National Road No.67 Construction Project ( Anlong Veng – Siem Reap) The Kingdom of Cambodia	936.34	968.34



5.6.2 Classified by Residency

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Domestic	94,700.76	90,721.40
Foreign	<u>50,233.19</u>	<u>42,979.13</u>
Total	<u>144,933.95</u>	<u>133,700.53</u>

5.6.3 Classified by Loan Classification

	Unit : Million Baht			
	<u>September 30, 2021</u>		<u>December 31, 2020</u>	
	<u>Loans to</u>	<u>Allowance for</u>	<u>Loans to</u>	<u>Allowance for</u>
	<u>customers</u>	<u>expected credit</u>	<u>customers</u>	<u>expected credit</u>
	<u>and accrued</u>	<u>losses</u>	<u>and accrued</u>	<u>losses</u>
	<u>interest</u>		<u>interest</u>	
	<u>receivables</u>		<u>receivables</u>	
Financial assets where there has not been a significant increase in credit risk	128,132.71	1,589.16	116,776.38	1,221.21
Financial assets where there has been a significant increase in credit risk	11,922.11	6,624.63	12,338.82	6,591.86
Financial assets that are credit-impaired	<u>5,470.17</u>	<u>4,689.83</u>	<u>5,150.96</u>	<u>4,152.44</u>
Total	<u>145,524.99</u>	<u>12,903.62</u>	<u>134,266.16</u>	<u>11,965.51</u>

## 5.7 Allowance for Expected Credit Losses

As at September 30, 2021 and December 31, 2020, the Bank had allowance for expected credit losses and allowance for doubtful accounts as follows:

	Unit : Million Baht			
	<u>September 30, 2021</u>			
	Financial assets where there has not been a significant increase in credit risk (12-mth ECL)	Financial assets where there has been a significant increase in credit risk (Lifetime ECL - not credit impaired)	Financial assets that are credit-impaired (Lifetime ECL - credit impaired)	Total
<b>Interbank and money market items (assets)</b>				
Beginning balance	2.88	4.18	-	7.06
Allowance for expected credit losses during period	<u>(0.87)</u>	<u>(2.66)</u>	<u>-</u>	<u>(3.53)</u>
Ending balance	<u>2.01</u>	<u>1.52</u>	<u>-</u>	<u>3.53</u>
<b>Investments in debt securities measured at amortized cost</b>				
Beginning balance	0.73	-	-	0.73
Allowance for expected credit losses during period	<u>(0.17)</u>	<u>-</u>	<u>-</u>	<u>(0.17)</u>
Ending balance	<u>0.56</u>	<u>-</u>	<u>-</u>	<u>0.56</u>
<b>Loans to customers and accrued interest receivables</b>				
Beginning balance	1,221.21	6,591.86	4,152.44	11,965.51
Allowance for expected credit losses during period	<u>367.95</u>	<u>32.77</u>	<u>537.39</u>	<u>938.11</u>
Ending balance	<u>1,589.16</u>	<u>6,624.63</u>	<u>4,689.83</u>	<u>12,903.62</u>
<b>Loans to customers from public service account and accrued interest receivables</b>				
Beginning balance	11.19	-	-	11.19
Allowance for expected credit losses during period	<u>10.07</u>	<u>-</u>	<u>-</u>	<u>10.07</u>
Beginning balance	<u>21.26</u>	<u>-</u>	<u>-</u>	<u>21.26</u>

Unit : Million Baht

December 31, 2020

	Financial assets where there has not been a significant increase in credit risk (12-mth ECL)	Financial assets where there has been a significant increase in credit risk (Lifetime ECL - not credit impaired)	Financial assets that are credit-impaired (Lifetime ECL - credit impaired)	Allowance for doubtful accounts	Total
<b>Interbank and money market items (assets)</b>					
Beginning balance	-	-	-	15.77	15.77
Changes due to the adoption of new accounting standards *	<u>1.23</u>	<u>14.03</u>	<u>-</u>	<u>(15.77)</u>	<u>(0.51)</u>
Total	1.23	14.03	-	-	15.26
Changes due to staging of financial assets	0.01	(0.01)	-	-	-
Changes due to remeasurement of allowance for expected credit losses	0.30	(3.81)	-	-	(3.51)
New financial assets purchased or acquired	2.15	0.31	-	-	2.46
Derecognition of financial assets	<u>(0.81)</u>	<u>(6.34)</u>	<u>-</u>	<u>-</u>	<u>(7.15)</u>
Ending balance	<u>2.88</u>	<u>4.18</u>	<u>-</u>	<u>-</u>	<u>7.06</u>
<b>Investments in debt securities measured at amortized cost</b>					
Beginning balance	-	-	-	-	-
Changes due to the adoption of new accounting standards *	<u>0.34</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.34</u>
Total	0.34	-	-	-	0.34
New financial assets purchased or acquired	0.73	-	-	-	0.73
Derecognition of financial assets	<u>(0.34)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(0.34)</u>
Ending balance	<u>0.73</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.73</u>

\* Allowance for doubtful accounts at the beginning of the period is determined in accordance with the Bank of Thailand's regulations. Currently, they are shown as 12-mth ECL and Lifetime ECL according to the principles of TFRS 9, without retrospective adjustment.

Unit : Million Baht

December 31, 2020

	Financial assets where there has not been a significant increase in credit risk (12-mth ECL)	Financial assets where there has been a significant increase in credit risk (Lifetime ECL - not credit impaired)	Financial assets that are credit-impaired (Lifetime ECL - credit impaired)	Allowance for doubtful accounts	Total
<b>Loans to customers and accrued interest receivables</b>					
Beginning balance	-	-	-	11,044.97	11,044.97
Changes due to the adoption of new accounting standards *	<u>1,565.72</u>	<u>5,106.17</u>	<u>4,151.15</u>	<u>(11,044.97)</u>	<u>(221.93)</u>
Total	1,565.72	5,106.17	4,151.15	-	10,823.04
Changes due to staging of financial assets	840.57	(937.69)	97.12	-	-
Changes due to remeasurement of allowance for expected credit losses	(1,185.20)	2,363.46	1,806.31	-	2,984.57
New financial assets purchased or acquired	110.73	144.14	1.30	-	256.17
Derecognition of financial assets	<u>(110.61)</u>	<u>(84.22)</u>	<u>(1,903.44)</u>	<u>-</u>	<u>(2,098.27)</u>
Ending balance	<u>1,221.21</u>	<u>6,591.86</u>	<u>4,152.44</u>	<u>-</u>	<u>11,965.51</u>
<b>Loans to customers from public service account and accrued interest receivables</b>					
Beginning balance	-	-	-	-	-
New financial assets purchased or acquired	<u>11.19</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11.19</u>
Ending balance	<u>11.19</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11.19</u>

\* Allowance for doubtful accounts at the beginning of the period is determined in accordance with the Bank of Thailand's regulations. Currently, they are shown as 12-mth ECL and Lifetime ECL according to the principles of TFRS 9, without retrospective adjustment.

## 5.8 Properties for Sale, Net

As at September 30, 2021 and December 31, 2020, the Bank had properties for sale, net as follows:

	Unit : Million Baht			
	<u>September 30, 2021</u>			
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
Assets acquired from debt repayment				
- Immovable properties	425.46	18.84	4.18	440.12
- Movable properties	<u>23.44</u>	<u>-</u>	<u>-</u>	<u>23.44</u>
Total properties for sale	448.90	18.84	4.18	463.56
<u>Less</u> accumulated impairment loss	<u>(174.89)</u>	<u>(2.86)</u>	<u>(1.17)</u>	<u>(176.58)</u>
Total properties for sale, net	<u>274.01</u>	<u>15.98</u>	<u>3.01</u>	<u>286.98</u>
	<u>December 31, 2020</u>			
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
Assets acquired from debt repayment				
- Immovable properties	459.25	23.80	57.59	425.46
- Movable properties	<u>23.44</u>	<u>-</u>	<u>-</u>	<u>23.44</u>
Total properties for sale	482.69	23.80	57.59	448.90
<u>Less</u> accumulated impairment loss	<u>(171.81)</u>	<u>(3.75)</u>	<u>(0.67)</u>	<u>(174.89)</u>
Total properties for sale, net	<u>310.88</u>	<u>20.05</u>	<u>56.92</u>	<u>274.01</u>

As at September 30 , 2021 and December 31, 2020, the Bank had immovable properties from debt repayment in the amount 440.12 million baht and 425.46 million baht, respectively, which were appraised by external appraisers.

For the nine-month periods ended September 30, 2021 and 2020, the Bank generated gain on sale of properties for sale in the amount of 1.45 million baht and 10.08 million baht, respectively.

## 5.9 Premises and Equipment, Net

As at September 30, 2021 and December 31, 2020, the Bank had premises and equipment, net as follows:

Unit : Million Baht

### September 30, 2021

	Cost				Accumulated Depreciation				Premises and Equipment, Net
	Beginning Balance	Additions/ Transfer in	Disposals/ Transfer out	Ending Balance	Beginning Balance	Depreciation	Disposals/ Transfer out	Ending Balance	
Land	391.26	-	-	391.26	-	-	-	-	391.26
Buildings									
- Buildings	683.25	-	-	683.25	415.41	7.98	-	423.39	259.86
- Building improvement	144.01	0.11	-	144.12	124.05	2.25	-	126.30	17.82
Equipment									
- Office equipment and fixtures	344.90	6.92	0.32	351.50	263.95	20.09	0.32	283.72	67.78
- Vehicles	110.88	-	-	110.88	58.86	4.21	-	63.07	47.81
Assets under construction*	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b><u>1,674.30</u></b>	<b><u>7.03</u></b>	<b><u>0.32</u></b>	<b><u>1,681.01</u></b>	<b><u>862.27</u></b>	<b><u>34.53</u></b>	<b><u>0.32</u></b>	<b><u>896.48</u></b>	<b><u>784.53</u></b>

\* Assets under construction-disposal/ transfer out are assets recognized during the year

### December 31, 2020

	Cost				Accumulated Depreciation				Premises and Equipment, Net
	Beginning Balance	Additions/ Transfer in	Disposals/ Transfer out	Ending Balance	Beginning Balance	Depreciation	Disposals/ Transfer out	Ending Balance	
Land	391.26	-	-	391.26	-	-	-	-	391.26
Buildings									
- Buildings	683.25	-	-	683.25	404.71	10.70	-	415.41	267.84
- Building improvement	142.01	6.84	4.84	144.01	126.00	2.89	4.84	124.05	19.96
Equipment									
- Office equipment and fixtures	305.35	51.66	12.11	344.90	251.17	24.88	12.10	263.95	80.95
- Vehicles	110.88	-	-	110.88	51.80	7.06	-	58.86	52.02
Assets under construction*	-	14.41	14.41	-	-	-	-	-	-
<b>Total</b>	<b><u>1,632.75</u></b>	<b><u>72.91</u></b>	<b><u>31.36</u></b>	<b><u>1,674.30</u></b>	<b><u>833.68</u></b>	<b><u>45.53</u></b>	<b><u>16.94</u></b>	<b><u>862.27</u></b>	<b><u>812.03</u></b>

\* Assets under construction-disposal/ transfer out are assets recognized during the year

### 5.10 Intangible Assets, Net

As at September 30, 2021 and December 31, 2020, the Bank had intangible assets as follows:

Unit : Million Baht

	<u>September 30, 2021</u>								<u>Premises and Equipment, Net</u>
	<u>Cost</u>				<u>Accumulated Depreciation</u>				
	<u>Beginning Balance</u>	<u>Additions/ Transfer in</u>	<u>Disposals/ Transfer out</u>	<u>Ending Balance</u>	<u>Beginning Balance</u>	<u>Depreciation</u>	<u>Disposals/ Transfer out</u>	<u>Ending Balance</u>	
Computer software	355.60	41.50	-	397.10	174.05	37.47	-	211.52	185.58
Software under installation*	<u>63.44</u>	<u>56.80</u>	<u>36.28</u>	<u>83.96</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>83.96</u>
Total	<u>419.04</u>	<u>98.30</u>	<u>36.28</u>	<u>481.06</u>	<u>174.05</u>	<u>37.47</u>	<u>-</u>	<u>211.52</u>	<u>269.54</u>

\* Software under installation-disposal/transfer out are assets recognized during the year

	<u>December 31, 2020</u>								<u>Premises and Equipment, Net</u>
	<u>Cost</u>				<u>Accumulated Depreciation</u>				
	<u>Beginning Balance</u>	<u>Additions/ Transfer in</u>	<u>Disposals/ Transfer out</u>	<u>Ending Balance</u>	<u>Beginning Balance</u>	<u>Depreciation</u>	<u>Disposals/ Transfer out</u>	<u>Ending Balance</u>	
Computer software	223.17	132.97	0.54	355.60	143.18	31.40	0.53	174.05	181.55
Software under installation*	<u>72.83</u>	<u>96.99</u>	<u>106.38</u>	<u>63.44</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>63.44</u>
Total	<u>296.00</u>	<u>229.96</u>	<u>106.92</u>	<u>419.04</u>	<u>143.18</u>	<u>31.40</u>	<u>0.53</u>	<u>174.05</u>	<u>244.99</u>

\* Software under installation-disposal/transfer out are assets recognized during the year

### 5.11 Reinsurance Assets

As at September 30, 2021 and December 31, 2020, the Bank had intangible assets as follows:

Unit : Million Baht

	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Receivables from reinsurance	0.04	-
Insurance reserves from reinsurance	<u>316.75</u>	<u>309.66</u>
Total	<u>316.79</u>	<u>309.66</u>

### 5.12 Other Assets, Net

Unit : Million Baht

	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Collateral under Credit Support Annex contract	257.81	119.25
Revenue receivables, net	2.06	2.98
Insurance claim receivables, net of reinsurance	453.14	455.20
Allowance for insurance claim receivables	(453.14)	(455.20)
Right-of use assets, net	62.20	37.83
Advance deposits	3.26	3.03
Others	<u>4.26</u>	<u>2.04</u>
Total	<u>329.59</u>	<u>165.13</u>

## 5.13 Deposits

### 5.13.1 Classified by Type of Deposit

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Demand	2,304.78	2,918.12
Savings	62.25	144.91
Time	6,734.46	6,532.21
Certificates of deposit	<u>38,139.07</u>	<u>34,796.16</u>
Total	<u>47,240.56</u>	<u>44,391.40</u>

### 5.13.2 Classified by Currency and Residency of Depositors

	<u>September 30, 2021</u>			<u>December 31, 2020</u>		
	<u>Domestic</u>	<u>Foreign</u>	<u>Total</u>	<u>Domestic</u>	<u>Foreign</u>	<u>Total</u>
Baht	45,497.79	653.14	46,150.93	42,446.94	567.34	43,014.28
US Dollar	652.37	381.34	1,033.71	1,034.02	269.78	1,303.80
Other currencies	<u>46.20</u>	<u>9.72</u>	<u>55.92</u>	<u>64.20</u>	<u>9.12</u>	<u>73.32</u>
Total	<u>46,196.36</u>	<u>1,044.20</u>	<u>47,240.56</u>	<u>43,545.16</u>	<u>846.24</u>	<u>44,391.40</u>

## 5.14 Interbank and Money Market Items (Liabilities)

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Domestic items		
Bank of Thailand	5,917.89	1,893.21
Commercial banks	10,026.24	7,161.38
Specialized financial institutions	1,825.54	1,616.42
Other financial institutions	<u>1,000.00</u>	<u>6,150.00</u>
Total domestic items	<u>18,769.67</u>	<u>16,821.01</u>
Foreign items		
US Dollar	46.14	3,187.88
Euro	18.69	17.51
Other currencies	<u>1,267.29</u>	<u>2.03</u>
Total foreign items	1,332.12	3,207.42
Add Allowance for revaluation	<u>-</u>	<u>14.45</u>
Total domestic and foreign items	<u>20,101.79</u>	<u>20,042.88</u>



5.15 Debt Issued and Borrowings

5.15.1 Classified by Type of Instrument and Source of Fund

				Unit : Million Baht		
				<u>September 30, 2021</u>		
	<u>Domestic</u>	<u>Foreign</u>	<u>Total</u>			
Bonds	7,000.00	48,678.50	55,678.50			
Others	<u>52.43</u>	<u>-</u>	<u>52.43</u>			
Total	7,052.43	48,678.50	55,730.93			
<u>Less Allowance for revaluation</u>	<u>-</u>	<u>35.44</u>	<u>35.44</u>			
Total debt issued and borrowings	<u>7,052.43</u>	<u>48,643.06</u>	<u>55,695.49</u>			
				<u>December 31, 2020</u>		
	<u>Domestic</u>	<u>Foreign</u>	<u>Total</u>			
Bonds	7,000.00	38,597.67	45,597.67			
Promissory notes	6,500.00	-	6,500.00			
Others	<u>61.27</u>	<u>-</u>	<u>61.27</u>			
Total debt issued and borrowings	<u>13,561.27</u>	<u>38,597.67</u>	<u>52,158.94</u>			

5.15.2 Classified by Type of Instrument, Currency, Maturity and Interest Rate

				Unit : Million Baht	
<u>Currency</u>	<u>Maturity</u>	<u>Interest Rate /</u>	<u>Amount</u>		
			<u>Interest Rate Index</u>	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Bonds	USD	2022-2024	LIBOR ± MARGIN	31,717.35	28,084.69
Bonds	USD	2025-2031	1.457% - 2.607%	16,925.71	10,512.98
Bonds	THB	2022-2029	1.30% - 2.31%	7,000.00	7,000.00
Promissory notes	THB	2021	1.17%	-	6,500.00
Others	THB	2021-2027	0%	<u>52.43</u>	<u>61.27</u>
Total debt issued and borrowings				<u>55,695.49</u>	<u>52,158.94</u>

## 5.16 Provisions

As at September 30, 2021 and December 31, 2020, the Bank had set up provisions as follows:

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Provision for short-term employee benefits	24.93	-
Provisions for employee benefits – post employment	374.00	365.21
Allowance for expected credit losses on loan commitments and financial guarantee contracts	229.87	203.42
Provisions for contingent liabilities	19.44	99.99
Other provisions	<u>26.84</u>	<u>25.72</u>
Total provisions	<u>675.08</u>	<u>694.34</u>

### 5.16.1 Allowance for Expected Credit Losses on Loan Commitments and Financial Guarantee Contracts

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Financial assets where there has not been a significant increase in credit risk (Performing)	164.25	137.13
Financial assets where there has been a significant increase in credit risk (Under-Performing)	53.07	51.53
Financial assets that are credit-impaired (Non-Performing)	<u>12.55</u>	<u>14.76</u>
Total	<u>229.87</u>	<u>203.42</u>

The changes in the allowance for expected credit losses on loan commitments and financial guarantee contracts were as follows:

	Unit : Million Baht			
	<u>September 30, 2021</u>			
	Financial assets where there has not been a significant increase in credit risk (12-mth ECL)	Financial assets where there has been a significant increase in credit risk (Lifetime ECL - not credit impaired)	Financial assets that are credit-impaired (Lifetime ECL - credit impaired)	Total
Beginning balance	137.13	51.53	14.76	203.42
Allowance for expected credit losses during period	<u>27.12</u>	<u>1.54</u>	<u>(2.21)</u>	<u>26.45</u>
Ending balance	<u>164.25</u>	<u>53.07</u>	<u>12.55</u>	<u>229.87</u>

Unit : Million Baht

December 31, 2020

	Financial assets where there has not been a significant increase in credit risk (12-mth ECL)	Financial assets where there has been a significant increase in credit risk (Lifetime ECL - not credit impaired)	Financial assets that are credit-impaired (Lifetime ECL - credit impaired)	Allowance for doubtful accounts	Total
Beginning balance	-	-	-	19.78	19.78
Changes due to the adoption of new accounting standards *	<u>192.02</u>	<u>41.27</u>	<u>8.59</u>	<u>(19.78)</u>	<u>222.10</u>
Total	192.02	41.27	8.59	-	241.88
Allowance for expected credit losses during period	<u>(54.89)</u>	<u>10.26</u>	<u>6.17</u>	<u>-</u>	<u>(38.46)</u>
Ending balance	<u>137.13</u>	<u>51.53</u>	<u>14.76</u>	<u>-</u>	<u>203.42</u>

\* Allowance for doubtful accounts at the beginning of the period is determined in accordance with the Bank of Thailand's regulations. Currently, they are shown as 12-mth ECL and Lifetime ECL according to the principles of TFRS 9, without retrospective adjustment.

#### 5.16.2 Provisions for Employee Benefits

The Bank assessed the provision for the post-employment benefits by using the Projected Unit Credit method. The details of the Bank's provisions for employee benefits were as follows:

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Beginning balance	365.21	330.96
Current service cost*	20.71	27.97
Interest cost*	4.95	5.86
Employee benefits paid during the year	(16.87)	(6.05)
Actuarial loss on defined benefit plans	<u>-</u>	<u>6.47</u>
Ending Balance	<u>374.00</u>	<u>365.21</u>

\* These items are presented as employee's expenses in profit or loss.

Principal actuarial assumptions for the Bank's post-employment benefits were as follows:

	<u>2021</u>	<u>2020</u>
Average salary increase rate	2.5% - 9.75%	4% - 12.75%
Average turnover rate	0% - 22.50%	0% - 22.50%
Discount rate	0.41% - 2.12%	0.36% - 2.06%
Mortality rate	TMO17	TMO17

#### 5.17 Reserves for Insurance Service

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Reserves for export credit insurance	395.68	371.44
Reserves for investment insurance	148.10	133.47
Reserves for stand-by claims purchase agreement	<u>109.02</u>	<u>129.81</u>
Total	<u>652.80</u>	<u>634.72</u>

#### 5.18 Other Liabilities

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Advance deposits	21.39	26.67
Accrued expenses	67.40	73.08
Account payables	21.60	21.54
Reinsurance payables	22.82	26.43
Lease liabilities	59.52	34.31
Deferred revenue	42.70	35.39
Withholding tax payable	6.01	11.58
Suspense liabilities	642.07	404.32
Others	<u>2.08</u>	<u>2.40</u>
Total	<u>885.59</u>	<u>635.72</u>

#### 5.19 Capital

The Bank had an initial capital of 2,500 million baht and received additional capital from the Ministry of Finance in the amount of 4,000 million baht on July 31, 1998, 1,300 million baht on December 30, 2008 and 5,000 million baht on September 21, 2009. Thereby, the Bank has total capital amounting to 12,800 million baht.

## 5.20 Contingent Liabilities

	<u>September 30, 2021</u>	<u>December 31, 2020</u>
		Unit : Million Baht
Guarantees of loans	2,122.72	1,119.33
Liabilities under immature import bills	146.24	198.66
Letters of credit	731.05	686.84
Export bills insured	32,063.23	28,596.65
Other contingencies		
Overdraft accounts not yet drawn	690.91	682.79
Other guarantees	4,329.22	5,127.27
Investment Insurance	3,031.64	1,531.89
Stand-by claims purchase agreement	<u>10,892.54</u>	<u>12,966.03</u>
Total other contingencies	<u>18,944.31</u>	<u>20,307.98</u>
Total	<u>54,007.55</u>	<u>50,909.46</u>

As at September 30, 2021 the Bank has six cases of legitimate claims, which are on trial in the court proceedings, classified into one case has already been recognized as a provision, one cases with total claims amounting to 0.80 million baht were dismissed or judged that the Bank was not liable to make payment to the plaintiff by the Court of First Instance or the Appeal Court, and four cases with total claims amounting to 38.97 million baht are on trail of the Court of First Instance. However, the Bank considers that there will be no material impact to the Bank's financial position or operating results upon the case finalization.

## 5.21 Other Benefits to Directors and Executives

The Bank paid no further benefits to directors and executives other than normal remuneration such as monthly allowance, meeting allowance and bonus for directors (if any), salary for executives, special monthly allowance for executives (if any).

## 5.22 Leases

### 5.22.1 Long-Term Leases

The Bank has entered into the lease agreements of the Bank's branch offices and equipment as follows:

	<u>Maturity</u>	Unit : Million Baht			
		<u>Carrying Amount</u>		<u>Depreciation</u>	
		<u>September 30, 2021</u>	<u>December 31, 2020</u>	<u>For the nine-month periods ended</u>	
				<u>September 30, 2021</u>	<u>September 30, 2020</u>
Right-of-use land and building	2024 - 2029	41.24	34.53	5.97	4.04
Right-of-use equipment	2022	1.32	3.29	1.97	1.97
Right-of-use Vehicle	2025 - 2026	<u>19.64</u>	<u>-</u>	<u>0.44</u>	<u>-</u>
Total		<u>62.20</u>	<u>37.82</u>	<u>8.38</u>	<u>6.01</u>

For the nine-month periods ended September 30, 2021 and 2020, the Bank paid the rental of the above contract in the amount of 8.63 million baht and 5.73 million baht, respectively and recognized interest expenses from lease liabilities in the amount of 0.66 million baht and 0.47 million baht, respectively.

The Bank entered into a sublease agreement for part of the branch office. For the nine-month periods ended September 30, 2021 and 2020, the Bank recognized sublease revenue in the amount of 0.23 million baht and 0.22 million baht, respectively.

### 5.22.2 Leases of Low-Value Assets

The Bank has entered into the lease agreements of office equipment. The Bank recognized the rental as expenses on a straight-line basis over the lease term. For the nine-month periods ended September 30, 2021 and 2020, the Bank recognized the rental of office equipment of 8.90 million baht and 9.11 million baht, respectively.

## 5.23 Financial Position and Operational Performance Classified by Domestic and Foreign Operations

The Bank established representative office to promote and support international trade and investments. The Bank currently has four representative offices including, representative office in Yangon, the Republic of the Union of Myanmar, representative office in Vientiane, Laos People's Democratic Republic, representative office in Phnom Penh, Kingdom of Cambodia and representative office in Ho Chi Minh City, Socialist Republic of Vietnam.

5.23.1 Financial Position Classified by Business

	Unit : Million Baht		
	<u>September 30, 2021</u>		
	<u>Domestic</u>	<u>Foreign</u>	<u>Total</u>
Total assets	147,348.35	14.60	147,362.95
Interbank and money market items, net (assets)	5,619.67	1.39	5,621.06
Financial assets measured at fair value through			
profit or loss	1.23	-	1.23
Investments, net	4,003.46	-	4,003.46
Loans to customers and accrued interest receivables, net	132,621.37	-	132,621.37
Deposits	47,240.56	-	47,240.56
Interbank and money market items (liabilities)	20,101.79	-	20,101.79
Debt issued and borrowings	55,695.49	-	55,695.49

  

	Unit : Million Baht		
	<u>December 31, 2020</u>		
	<u>Domestic</u>	<u>Foreign</u>	<u>Total</u>
Total assets	139,786.61	2.32	139,788.93
Interbank and money market items, net (assets)	8,246.84	0.95	8,247.79
Financial assets measured at fair value through			
profit or loss	1.16	-	1.16
Investments, net	5,098.75	-	5,098.75
Loans to customers and accrued interest receivables, net	122,300.65	-	122,300.65
Deposits	44,391.40	-	44,391.40
Interbank and money market items (liabilities)	20,042.88	-	20,042.88
Debt issued and borrowings	52,158.94	-	52,158.94

5.23.2 Operations Classified by Business

Unit : Million Baht

. For the nine-month period ended  
September 30, 2021

	<u>Domestic</u>	<u>Foreign</u>	<u>Total</u>
Interest income	3,444.80	-	3,444.80
Interest expenses	<u>(912.13)</u>	<u>(0.12)</u>	<u>(912.25)</u>
Interest income, net	2,532.67	(0.12)	2,532.55
Fees and service income, net	237.41	-	237.41
Other operating income	67.89	-	67.89
Other operating expenses	<u>(1,036.90)</u>	<u>(11.78)</u>	<u>(1,048.68)</u>
Operating profit before expected credit losses	1,801.07	(11.90)	1,789.17
Expected credit losses	<u>(967.27)</u>	<u>-</u>	<u>(967.27)</u>
Net (loss) profit	<u>833.80</u>	<u>(11.90)</u>	<u>821.90</u>

Unit : Million Baht

. For the nine-month period ended  
September 30, 2020

	<u>Domestic</u>	<u>Foreign</u>	<u>Total</u>
Interest income	3,765.74	-	3,765.74
Interest expenses	<u>(1,291.49)</u>	<u>-</u>	<u>(1,291.49)</u>
Interest income, net	2,474.25	-	2,474.25
Fees and service income, net	244.34	-	244.34
Other operating income	87.15	-	87.15
Other operating expenses	<u>(1,392.09)</u>	<u>(11.21)</u>	<u>(1,403.30)</u>
Operating profit before expected credit losses	1,413.65	(11.21)	1,402.44
Expected credit losses	<u>(2,673.53)</u>	<u>-</u>	<u>(2,673.53)</u>
Net loss	<u>(1,259.88)</u>	<u>(11.21)</u>	<u>(1,271.09)</u>



#### 5.24 Interest Income

Interest income for the nine-month periods ended September 30, 2021 and 2020 were as follows:

	Unit : Million Baht	
	<u>2021</u>	<u>2020</u>
Interbank and money market items	57.47	112.89
Investment in debt securities	13.58	22.86
Loans	<u>3,373.75</u>	<u>3,629.99</u>
Total interest income	<u>3,444.80</u>	<u>3,765.74</u>

#### 5.25 Interest Expenses

Interest expenses for the nine-month periods ended September 30, 2021 and 2020 were as follows:

	Unit : Million Baht	
	<u>2021</u>	<u>2020</u>
Deposits	321.41	351.16
Interbank and money market items	139.93	275.67
Lease liabilities	0.66	0.47
Debt issued		
- Bonds	405.46	624.85
- Promissory note	30.01	26.67
- Borrowings fee	<u>14.78</u>	<u>12.67</u>
Total interest expenses	<u>912.25</u>	<u>1,291.49</u>

#### 5.26 Fees and Service Income, Net

Net fees and service income for the nine-month periods ended September 30, 2021 and 2020 were as follows:

	Unit : Million Baht	
	<u>2021</u>	<u>2020</u>
Fees and service income		
- Acceptance aval and guarantee	48.01	41.87
- Income from insurance	211.28	187.28
- Others	<u>109.33</u>	<u>127.33</u>
Total fees and service income	<u>368.62</u>	<u>356.48</u>
Fees and service expenses		
- Expense on insurance	115.30	100.32
- Others	<u>15.91</u>	<u>11.82</u>
Total fees and service expenses	<u>131.21</u>	<u>112.14</u>
Total fees and service income, net	<u>237.41</u>	<u>244.34</u>

### 5.27 Gains on Financial Instruments Measured at Fair Value Through Profit or Loss

Gains on financial instruments measured at fair value through profit or loss for the nine-month periods ended September 30, 2021 and 2020 were as follows:

	Unit : Million Baht	
	<u>2021</u>	<u>2020</u>
Gains (losses) on trading and foreign exchange transactions		
- Foreign currencies, debt securities and foreign exchange derivatives	4.51	61.95
- Interest rate derivative	(0.40)	(0.97)
- Equity securities	<u>0.07</u>	<u>(0.40)</u>
Total gains on financial instruments measured at fair value through profit or loss	<u>4.18</u>	<u>60.58</u>

### 5.28 Loss on Claims and Reserves for Insurance Services

Loss on claims and reserves for insurance services for the nine-month periods ended September 30, 2021 and 2020 were as follows:

	Unit : Million Baht	
	<u>2021</u>	<u>2020</u>
Doubtful account for export credit insurance	7.31	185.83
Doubtful account for investment insurance	10.19	3.37
Doubtful account for stand-by claims purchase agreement	<u>(7.99)</u>	<u>17.33</u>
Total	<u>9.51</u>	<u>206.53</u>

### 5.29 Expected Credit Losses

Expected credit losses for financial assets for the nine-month periods ended September 30, 2021 and 2020 were as follows:

	Unit : Million Baht	
	<u>2021</u>	<u>2020</u>
Interbank and money market items	(3.53)	(11.50)
Investment in debt securities measured at amortized cost	(0.17)	0.26
Loans to customers and accrued interest receivables*	926.04	2,671.98
Loans to customers and accrued interest receivables from public service account	10.07	5.20
Other receivables	<u>8.41</u>	<u>6.52</u>
Total	940.82	2,672.46
Loan commitments and financial guarantee contracts	<u>26.45</u>	<u>1.07</u>
Total expected credit losses	<u>967.27</u>	<u>2,673.53</u>

\* Includes written-down debt recovery and bad debt recovery.

### 5.30 Public Service Account

#### 5.30.1 Summary of Public Service Account

As at September 30, 2021 and December 31, 2020, the assets from public service account were as follows:

	Unit : Million Baht	
	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Loans to customers from public service account and accrued interest receivables, net	2,648.20	1,427.86
Receivable eligible for government reimbursement	<u>38.03</u>	<u>7.44</u>
Total assets	<u>2,686.23</u>	<u>1,435.30</u>

For the nine-month periods ended September 30, 2021 and 2020, the Bank recognized income and expenses from public service account were as follows:

	Unit : Million Baht	
	<u>2021</u>	<u>2020</u>
Income from public service account	61.34	5.51
<u>Less</u> Expenses from public service account	(74.93)	(8.79)
<u>Less</u> Expected credit losses from public service account	<u>(10.07)</u>	<u>(5.20)</u>
Net Loss	<u>(23.66)</u>	<u>(8.48)</u>

#### 5.30.2 Loans to Customers from Public Service Account and Accrued Interest Receivables, Net

			Unit : Million Baht	
<u>Project</u>	<u>Project Summary</u>	<u>Duration</u>	<u>September 30, 2021</u>	<u>December 31, 2020</u>
Investment and Production Efficiency Enhancement Credit Scheme	To encourage entrepreneurs to purchase and improve their machinery and equipment or factories in order to uplift production efficiency and cost	2020 - 2028	2,648.20	1,427.86

### 5.30.3 Loan Classification and Provision for Public Service Account

As at September 30, 2021 and December 31, 2020, loan classification and provision for the investment and production efficiency enhancement credit scheme were as follows:

				Unit : Million Baht
				<u>September 30, 2021</u>
<u>Loan Classification</u>	<u>Cases</u>	<u>Outstanding</u>	<u>Allowance for expected credit losses</u>	
Financial assets where there has not been a significant increase in credit risk (Performing)	154	2,669.46	21.26	
				Unit : Million Baht
				<u>December 31, 2020</u>
<u>Loan Classification</u>	<u>Cases</u>	<u>Outstanding</u>	<u>Allowance for expected credit losses</u>	
Financial assets where there has not been a significant increase in credit risk (Performing)	82	1,439.05	11.19	

### 5.30.4 Receivable Eligible for Government Reimbursement

As at September 30, 2021 and December 31, 2020, the Bank is eligible for government reimbursement for the interest spread for the investment and production efficiency enhancement credit scheme amounting to 38.03 million baht and 7.44 million baht, respectively.

### 5.30.5 Income from Public Service Account

Income from public service account for the nine-month periods ended September 30, 2021 and 2020, were as follows:

			Unit : Million Baht	
			<u>2021</u>	<u>2020</u>
Interest income from public service account			30.75	2.76
Compensation for public service account			<u>30.59</u>	<u>2.75</u>
Total			<u>61.34</u>	<u>5.51</u>

### 5.30.6 Expenses from Public Service Account

Expenses from public service account for the nine-month periods ended September 30, 2021 and 2020, were as follows:

	Unit : Million Baht	
	<u>2021</u>	<u>2020</u>
Interest expenses	21.60	1.94
Fees and service expenses	0.79	0.05
Operating expenses	<u>52.54</u>	<u>6.80</u>
Total	<u>74.93</u>	<u>8.79</u>

### 5.31 Fair Value of Assets and Liabilities

As at September 30, 2021 and December 31, 2020, the Bank determined level of the fair value hierarchy of financial assets and financial liabilities as follows:

	Unit : Million Baht		
	<u>September 30, 2021</u>		
	Fair Value		
	<u>Level 1</u>	<u>Level 2</u>	<u>Total</u>
<b>Financial Assets</b>			
Financial assets measured at fair value through profit or loss	1.23	-	1.23
Derivative assets	-	383.54	383.54
Investment in equity securities designated at fair value through other comprehensive income	<u>3.83</u>	<u>2.23</u>	<u>6.06</u>
Total financial assets	<u>5.06</u>	<u>385.77</u>	<u>390.83</u>
<b>Financial Liabilities</b>			
Derivative liabilities	<u>-</u>	<u>904.79</u>	<u>904.79</u>
Total financial liabilities	<u>-</u>	<u>904.79</u>	<u>904.79</u>

Unit : Million Baht

	<u>December 31, 2020</u>		
	<u>Fair Value</u>		
	<u>Level 1</u>	<u>Level 2</u>	<u>Total</u>
<b>Financial Assets</b>			
Financial assets measured at fair value through profit or loss	1.16	-	1.16
Derivative assets	-	835.10	835.10
Investment in equity securities designated at fair value through other comprehensive income	<u>3.53</u>	<u>1.26</u>	<u>4.79</u>
Total financial assets	<u>4.69</u>	<u>836.36</u>	<u>841.05</u>
<b>Financial Liabilities</b>			
Derivative liabilities	<u>-</u>	<u>577.81</u>	<u>577.81</u>
Total financial liabilities	<u>-</u>	<u>577.81</u>	<u>577.81</u>

Fair values were determined according to the following hierarchy :

- Level 1 - quoted prices in active market for identical assets or liabilities.
- Level 2 - value derived from valuation techniques for which the significant input used for the fair value measurement is directly or indirectly observable in the market.
- Level 3 - value derived from valuation techniques for which the significant input used for the fair value measurement is unobservable in the market.

Level 2 fair values of derivatives are the prices based on market prices, broker or dealer quotations, prices of other similar transactions or prices derived by using a valuation technique incorporating observable market data adjusted with counterparty credit risk.

Level 2 fair value of investments in equity securities designated at fair value through other comprehensive income, which are non-marketable equity securities, is determined by comparing their share price with their book value.

### 5.32 Events after the Reporting Period

5.32.1 On October 29, 2021 the Bank remitted the interim public revenue for the year 2021 amounting to 308.83 million baht.

5.32.2 The Cabinet meeting on August 24, 2021 passed a resolution approving the Specialized Financial Institution Development Fund to inject capital by 4,198 million baht to the Bank for business expansion in three market segments, 1) Domestic markets, 2) CLMV markets (Kingdom of Cambodia, Lao People's Democratic, Republic Republic of the Union of Myanmar, Socialist Republic of Vietnam), and 3) New frontiers markets, mainly aimed at supporting Small and Medium Enterprise (SMEs) entrepreneurs. The Bank received the first capital increase from the Ministry of Finance in the amount of 2,198 million baht on November 17, 2021.

### 5.33 Approval of the Financial Statements

These financial statements have been authorized to issue by President and Executive Vice President on December 23, 2021.

---