

S 11 Group Public Company Limited  
and its subsidiary  
Review report and interim financial information  
For the three-month and six-month periods ended 30 June 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 June 2022, the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, and the related consolidated statements of changes in shareholders' equity and cash flows for the six-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 period (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: 11 August 2022

S 11 Group Public Company Limited and its subsidiary

Statements of financial position

As at 30 June 2022

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2022	31 December 2021	30 June 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		53,896,578	41,400,008	52,904,998	40,012,334
Current portion of hire purchase receivables - net	2	2,878,537,874	2,929,777,785	2,878,537,874	2,929,777,785
Counter service receivables		18,939,262	23,934,571	18,935,866	23,934,571
Prepaid insurance premium		49,507,301	50,183,793	49,507,301	50,183,793
Assets foreclosed - net	3	23,200,511	16,255,360	23,200,511	16,255,360
Other current assets		44,970,759	39,658,497	44,564,626	39,510,419
<b>Total current assets</b>		<b>3,069,052,285</b>	<b>3,101,210,014</b>	<b>3,067,651,176</b>	<b>3,099,674,262</b>
<b>Non-current assets</b>					
Restricted bank deposits		1,681,417	1,498,729	1,681,417	1,498,729
Investment in subsidiary		-	-	1,327,690	1,327,690
Hire purchase receivables - net of current portion	2	2,405,299,082	2,272,037,751	2,405,299,082	2,272,037,751
Prepaid insurance premium		18,766,173	16,291,472	18,766,173	16,291,472
Land, building and equipment - net		101,848,806	104,949,040	101,510,569	104,540,574
Deferred tax assets		143,918,844	152,190,880	143,918,844	152,190,880
Other non-current assets		285,635	290,135	279,135	279,135
<b>Total non-current assets</b>		<b>2,671,799,957</b>	<b>2,547,258,007</b>	<b>2,672,782,910</b>	<b>2,548,166,231</b>
<b>Total assets</b>		<b>5,740,852,242</b>	<b>5,648,468,021</b>	<b>5,740,434,086</b>	<b>5,647,840,493</b>

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 June 2022

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2022 (Unaudited but reviewed)	31 December 2021 (Audited)	30 June 2022 (Unaudited but reviewed)	31 December 2021 (Audited)
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Bank overdraft and short-term loans					
from financial institutions	4	294,014,346	238,900,000	294,014,346	238,900,000
Trade accounts payables		69,117,083	1,827,300	69,117,083	1,827,300
Current portion of long-term loans	6	1,043,405,903	1,167,778,655	1,043,405,903	1,167,778,655
Current portion of lease liabilities		1,928,751	1,891,252	1,928,751	1,891,252
Short-term loans	5	417,522,760	485,929,600	417,522,760	485,929,600
Derivatives liabilities		1,431,863	5,984,135	1,431,863	5,984,135
Income tax payable		26,789,364	35,073,048	26,925,542	35,352,579
Insurance premium payables		18,385,212	14,046,137	18,385,212	14,046,137
Accrued expenses		85,239,383	27,513,357	85,868,677	28,005,133
Other current liabilities		55,298,648	60,778,502	55,237,819	60,503,284
<b>Total current liabilities</b>		<b>2,013,133,313</b>	<b>2,039,721,986</b>	<b>2,013,837,956</b>	<b>2,040,218,075</b>
<b>Non-current liabilities</b>					
Long-term loans - net of current portion	6	571,881,443	497,177,557	571,881,443	497,177,557
Lease liabilities - net of current portion		8,925,524	9,598,865	8,925,524	9,598,865
Provision for long-term employee benefits		21,511,954	21,641,457	21,511,954	21,641,457
<b>Total non-current liabilities</b>		<b>602,318,921</b>	<b>528,417,879</b>	<b>602,318,921</b>	<b>528,417,879</b>
<b>Total liabilities</b>		<b>2,615,452,234</b>	<b>2,568,139,865</b>	<b>2,616,156,877</b>	<b>2,568,635,954</b>

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 June 2022

(Unit: Baht)

	Consolidated financial statements		Separate financial statements		
	Note	30 June 2022	31 December 2021	30 June 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Shareholders' equity</b>					
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		2,007,703,661	1,962,631,727	2,006,854,651	1,961,781,981
<b>Equity attributable to owners of the Company</b>		<b>3,125,126,219</b>	<b>3,080,054,285</b>	<b>3,124,277,209</b>	<b>3,079,204,539</b>
Non-controlling interests of the subsidiary		273,789	273,871	-	-
<b>Total shareholders' equity</b>		<b>3,125,400,008</b>	<b>3,080,328,156</b>	<b>3,124,277,209</b>	<b>3,079,204,539</b>
<b>Total liabilities and shareholders' equity</b>		<b>5,740,852,242</b>	<b>5,648,468,021</b>	<b>5,740,434,086</b>	<b>5,647,840,493</b>

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

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Directors

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(Unaudited but reviewed)

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

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
<b>Profit or loss:</b>					
<b>Revenues</b>					
Hire purchase interest income		367,222,702	437,376,674	367,222,702	437,376,674
Fee and service income		21,494,276	23,801,828	21,338,668	23,628,477
Other income		11,482,957	9,006,479	11,481,962	9,004,531
<b>Total revenues</b>		<b>400,199,935</b>	<b>470,184,981</b>	<b>400,043,332</b>	<b>470,009,682</b>
<b>Expenses</b>					
Selling and administrative expenses		75,769,495	85,770,983	75,642,024	85,608,022
Expected credit losses		208,079,502	184,706,296	208,079,502	184,706,296
Loss on impairment and disposal of assets foreclosed		17,209,639	33,272,478	17,209,639	33,272,478
Loss (gain) from derivatives		(743,689)	3,077,410	(743,689)	3,077,410
<b>Total expenses</b>		<b>300,314,947</b>	<b>306,827,167</b>	<b>300,187,476</b>	<b>306,664,206</b>
<b>Profit before finance cost and income tax expenses</b>		<b>99,884,988</b>	<b>163,357,814</b>	<b>99,855,856</b>	<b>163,345,476</b>
Finance cost		(21,099,806)	(29,990,052)	(21,099,806)	(29,990,052)
<b>Profit before income tax expenses</b>		<b>78,785,182</b>	<b>133,367,762</b>	<b>78,756,050</b>	<b>133,355,424</b>
Income tax expenses	7	(15,876,156)	(26,616,534)	(15,876,156)	(26,616,534)
<b>Profit for the period</b>		<b>62,909,026</b>	<b>106,751,228</b>	<b>62,879,894</b>	<b>106,738,890</b>
<b>Other comprehensive income:</b>					
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Actuarial gain (loss)		530,995	(388,840)	530,995	(388,840)
Income tax relating to actuarial (gain) loss	7	(106,199)	77,768	(106,199)	77,768
<b>Other comprehensive income for the period (loss)</b>		<b>424,796</b>	<b>(311,072)</b>	<b>424,796</b>	<b>(311,072)</b>
<b>Total comprehensive income for the period</b>		<b>63,333,822</b>	<b>106,440,156</b>	<b>63,304,690</b>	<b>106,427,818</b>

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 June 2022

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
<b>Profit or loss attributable to:</b>					
Equity holders of the Company		62,906,113	106,749,994	62,879,894	106,738,890
Non-controlling interests of the subsidiary		2,913	1,234		
		<u>62,909,026</u>	<u>106,751,228</u>		
<b>Total comprehensive income attributable to:</b>					
Equity holders of the Company		63,330,909	106,438,922	63,304,690	106,427,818
Non-controlling interests of the subsidiary		2,913	1,234		
		<u>63,333,822</u>	<u>106,440,156</u>		
<b>Earnings per share</b>	8				
Basic earnings per share		<u>0.10</u>	<u>0.17</u>	<u>0.10</u>	<u>0.17</u>

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

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

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
<b>Profit or loss:</b>					
<b>Revenues</b>					
Hire purchase interest income		744,028,838	875,053,567	744,028,838	875,053,567
Fee and service income		44,368,029	49,254,480	44,056,814	48,925,522
Other income		21,663,047	17,391,268	21,523,302	17,387,074
<b>Total revenues</b>		<b>810,059,914</b>	<b>941,699,315</b>	<b>809,608,954</b>	<b>941,366,163</b>
<b>Expenses</b>					
Selling and administrative expenses		154,541,613	174,666,708	154,089,835	174,336,607
Expected credit losses		401,222,734	392,768,181	401,222,734	392,768,181
Loss on impairment and disposal of assets foreclosed		35,709,273	68,816,180	35,709,273	68,816,180
Loss (gain) from derivatives		(993,751)	2,843,263	(993,751)	2,843,263
<b>Total expenses</b>		<b>590,479,869</b>	<b>639,094,332</b>	<b>590,028,091</b>	<b>638,764,231</b>
<b>Profit before finance cost and income tax expenses</b>		<b>219,580,045</b>	<b>302,604,983</b>	<b>219,580,863</b>	<b>302,601,932</b>
Finance cost		(42,019,031)	(61,151,029)	(42,019,031)	(61,151,029)
<b>Profit before income tax expenses</b>		<b>177,561,014</b>	<b>241,453,954</b>	<b>177,561,832</b>	<b>241,450,903</b>
Income tax expenses	7	(35,608,328)	(48,188,078)	(35,608,328)	(48,188,078)
<b>Profit for the period</b>		<b>141,952,686</b>	<b>193,265,876</b>	<b>141,953,504</b>	<b>193,262,825</b>
<b>Other comprehensive income:</b>					
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Actuarial gain		1,497,957	1,259,441	1,497,957	1,259,441
Income tax relating to actuarial gain	7	(299,591)	(251,888)	(299,591)	(251,888)
<b>Other comprehensive income for the period</b>		<b>1,198,366</b>	<b>1,007,553</b>	<b>1,198,366</b>	<b>1,007,553</b>
<b>Total comprehensive income for the period</b>		<b>143,151,052</b>	<b>194,273,429</b>	<b>143,151,870</b>	<b>194,270,378</b>

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 six-month period ended 30 June 2022

			(Unit: Baht)	
	Consolidated financial statements		Separate financial statements	
Note	2022	2021	2022	2021
<b>Profit or loss attributable to:</b>				
Equity holders of the Company	141,952,768	193,265,571	<u>141,953,504</u>	<u>193,262,825</u>
Non-controlling interests of the subsidiary	(82)	305		
	<u>141,952,686</u>	<u>193,265,876</u>		
<b>Total comprehensive income attributable to:</b>				
Equity holders of the Company	143,151,134	194,273,124	<u>143,151,870</u>	<u>194,270,378</u>
Non-controlling interests of the subsidiary	(82)	305		
	<u>143,151,052</u>	<u>194,273,429</u>		
<b>Earnings per share</b>	8			
Basic earnings per share	<u>0.23</u>	<u>0.32</u>	<u>0.23</u>	<u>0.32</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 six-month period ended 30 June 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			
<b>Balance as at 1 January 2021</b>	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	-	-	-	-	193,265,571	193,265,571	305	193,265,876
Other comprehensive income for the period	-	-	-	-	1,007,553	1,007,553	-	1,007,553
Total comprehensive income for the period	-	-	-	-	194,273,124	194,273,124	305	194,273,429
Payment for dividend (Note 10)	-	-	-	-	(91,949,250)	(91,949,250)	-	(91,949,250)
<b>Balance as at 30 June 2021</b>	<b>613,000,000</b>	<b>427,822,558</b>	<b>15,300,000</b>	<b>61,300,000</b>	<b>1,816,718,450</b>	<b>2,934,141,008</b>	<b>248,417</b>	<b>2,934,389,425</b>
<b>Balance as at 1 January 2022</b>	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	-	-	-	-	141,952,768	141,952,768	(82)	141,952,686
Other comprehensive income for the period	-	-	-	-	1,198,366	1,198,366	-	1,198,366
Total comprehensive income for the period	-	-	-	-	143,151,134	143,151,134	(82)	143,151,052
Payment for dividend (Note 10)	-	-	-	-	(98,079,200)	(98,079,200)	-	(98,079,200)
<b>Balance as at 30 June 2022</b>	<b>613,000,000</b>	<b>427,822,558</b>	<b>15,300,000</b>	<b>61,300,000</b>	<b>2,007,703,661</b>	<b>3,125,126,219</b>	<b>273,789</b>	<b>3,125,400,008</b>

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 six-month period ended 30 June 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	
<b>Balance as at 1 January 2021</b>	613,000,000	427,822,558	15,300,000	61,300,000	1,713,776,665	2,831,199,223
Profit for the period	-	-	-	-	193,262,825	193,262,825
Other comprehensive income for the period	-	-	-	-	1,007,553	1,007,553
Total comprehensive income for the period	-	-	-	-	194,270,378	194,270,378
Payment for dividend (Note 10)	-	-	-	-	(91,949,250)	(91,949,250)
<b>Balance as at 30 June 2021</b>	613,000,000	427,822,558	15,300,000	61,300,000	1,816,097,793	2,933,520,351
<b>Balance as at 1 January 2022</b>	613,000,000	427,822,558	15,300,000	61,300,000	1,961,781,981	3,079,204,539
Profit for the period	-	-	-	-	141,953,504	141,953,504
Other comprehensive income for the period	-	-	-	-	1,198,366	1,198,366
Total comprehensive income for the period	-	-	-	-	143,151,870	143,151,870
Payment for dividend (Note 10)	-	-	-	-	(98,079,200)	(98,079,200)
<b>Balance as at 30 June 2022</b>	613,000,000	427,822,558	15,300,000	61,300,000	2,006,854,651	3,124,277,209

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 six-month period ended 30 June 2022**

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
<b>Cash flows from operating activities</b>				
Profit before income tax	177,561,014	241,453,954	177,561,832	241,450,903
Adjustments to reconcile profit before income tax to net cash provided by (paid from) operating activities				
Depreciation	4,785,140	5,218,234	4,712,268	5,038,834
Expected credit losses	401,222,734	392,768,181	401,222,734	392,768,181
Gain on sale assets	(1,224)	(240,918)	(1,224)	(240,918)
Loss on written-off assets	43	1,690	43	1,690
Reversal on impairment of assets foreclosed	(193,774)	(2,578,145)	(193,774)	(2,578,145)
Provision for long-term employee benefits	1,368,454	1,336,159	1,368,454	1,336,159
Hire purchase interest income	(744,028,838)	(875,053,567)	(744,028,838)	(875,053,567)
Loss (gain) from derivatives	(993,751)	2,843,263	(993,751)	2,843,263
Interest expenses and amortisation of loans issuing cost	41,954,336	61,065,241	41,954,336	61,065,241
Amortised finance cost for lease liabilities	64,695	85,788	64,695	85,788
Loss from operating activities before changes in operating assets and liabilities	(118,261,171)	(173,100,120)	(118,333,225)	(173,282,571)
Operating assets (increase) decrease				
Hire purchase receivables	(506,506,888)	(191,810,259)	(506,506,888)	(191,810,259)
Assets foreclosed	(6,751,377)	(82,400)	(6,751,377)	(82,400)
Prepaid insurance premium	(1,798,209)	10,044,764	(1,798,209)	10,044,764
Other current assets	(37,422)	8,900,415	(55,502)	9,037,614
Other non-current assets	4,500	27,500	-	32,000
Operating liabilities increase (decrease)				
Trade accounts payables	67,289,783	52,017,523	67,289,783	52,017,523
Insurance premium payables	4,339,075	(1,488,090)	4,339,075	(1,488,090)
Accrued expenses	57,754,773	21,611,579	57,892,291	21,813,043
Other current liabilities	(5,479,854)	(3,624,468)	(5,265,465)	(3,645,315)
Cash flows used in operating activities	(509,446,790)	(277,503,556)	(509,189,517)	(277,363,691)
Cash received from interest	767,291,572	896,872,982	767,291,572	896,872,982
Cash paid for corporate income tax	(36,199,098)	(47,310,523)	(36,062,920)	(47,298,006)
Cash paid for interest	(36,998,783)	(56,334,152)	(36,998,783)	(56,334,152)
<b>Net cash flows from operating activities</b>	<b>184,646,901</b>	<b>515,724,751</b>	<b>185,040,352</b>	<b>515,877,133</b>

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 six-month period ended 30 June 2022

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
<b>Cash flows from investing activities</b>				
Increase in restricted bank deposits	(182,688)	(134,604)	(182,688)	(134,604)
Cash received for proceed of equipment	1,290	246,926	1,290	246,926
Cash paid for acquisition of land, building and equipment	(1,685,015)	(9,874,424)	(1,682,372)	(9,494,687)
<b>Net cash flows used in investing activities</b>	<b>(1,866,413)</b>	<b>(9,762,102)</b>	<b>(1,863,770)</b>	<b>(9,382,365)</b>
<b>Cash flows from financing activities</b>				
Increase in bank overdraft and short-term loans				
from financial institutions	55,114,346	9,686,534	55,114,346	9,686,534
Cash paid for loan issuing cost	(1,050,000)	-	(1,050,000)	-
Cash paid for lease liabilities	(685,247)	(623,774)	(685,247)	(623,774)
Decrease in short-term loans	(74,924,658)	(26,779,347)	(74,924,658)	(26,779,347)
Cash received from long-term loans	684,000,000	604,000,000	684,000,000	604,000,000
Repayment of long-term loans	(734,659,159)	(984,958,669)	(734,659,159)	(984,958,669)
Payment for dividend	(98,079,200)	(91,949,250)	(98,079,200)	(91,949,250)
<b>Net cash flows used in financing activities</b>	<b>(170,283,918)</b>	<b>(490,624,506)</b>	<b>(170,283,918)</b>	<b>(490,624,506)</b>
<b>Net increase in cash and cash equivalents</b>	<b>12,496,570</b>	<b>15,338,143</b>	<b>12,892,664</b>	<b>15,870,262</b>
Cash and cash equivalents at beginning of period	41,400,008	28,882,062	40,012,334	27,417,172
<b>Cash and cash equivalents at end of period</b>	<b>53,896,578</b>	<b>44,220,205</b>	<b>52,904,998</b>	<b>43,287,434</b>

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 six-month periods ended 30 June 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 June 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 June 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 June 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	4,534,069,009	2,358,521,287	931,580,785	81,798,176	2,502,357	-	7,908,471,614
Less: Unearned hire purchase income <sup>(1)</sup>	(1,210,025,688)	(488,864,534)	(109,335,766)	(5,033,865)	(93,526)	-	(1,813,353,379)
Present value of the minimum lease payment receivables	3,324,043,321	1,869,656,753	822,245,019	76,764,311	2,408,831	-	6,095,118,235
Less: Allowance for expected credit losses	(445,505,447)	(226,457,576)	(126,505,520)	(12,430,564)	(382,172)	-	(811,281,279)
Hire purchase receivables - net	2,878,537,874	1,643,199,177	695,739,499	64,333,747	2,026,659	-	5,283,836,956

(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	Portion due over	Portion due over	Portion due over	Portion due over	
	one year but	two years but	three years but	four years but	five years	Total
	within one year	within two years	within three years	within four years	within five years	
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 <sup>(1)</sup>	(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	2,929,777,785	1,620,928,281	605,402,228	40,499,436	5,207,806	5,201,815,536

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

**2.2** As at 30 June 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		Allowance for	
	hire purchase receivables		expected credit losses	
	30 June	31 December	30 June	31 December
	2022	2021	2022	2021
Not yet due, past due not more than 2 months	5,610,678,479	5,327,291,037	611,351,285	447,841,001
More than 2 months, but less than 4 months	214,728,978	233,390,627	9,112,976	5,110,315
4 months or more, but less than 6 months	83,029,843	96,523,982	4,136,083	2,438,794
6 months or more, including fully-mature deposit contracts	186,680,935	352,590,300	186,680,935	352,590,300
Total	6,095,118,235	6,009,795,946	811,281,279	807,980,410

**2.3** As at 30 June 2022, the Company had transferred rights of claim under hire purchase agreements with outstanding balances (before netting with unearned hire purchase income) of Baht 555 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)

	Consolidated and Separate financial statements	
	For the six-month	
	period ended 30 June 2022	For the year ended 31 December 2021
Balance beginning of the period/year	807,980,410	880,139,515
Add: Expected credit losses during the period/year	401,222,734	741,192,670
Less: Bad debt written-off	(397,921,865)	(813,351,775)
Balance end of the period/year	<u>811,281,279</u>	<u>807,980,410</u>

## 3. Assets foreclosed

(Unit: Baht)

	Consolidated and Separate financial statements	
	30 June 2022	31 December 2021
Assets foreclosed - cost	30,195,918	23,444,541
Less: Allowance for impairment	(6,995,407)	(7,189,181)
Assets foreclosed - net	<u>23,200,511</u>	<u>16,255,360</u>

## 4. Bank overdraft and short-term loans from financial institutions

(Unit: Baht)

	Interest rate (% per annum)	Consolidated and Separate financial statements	
		30 June 2022	31 December 2021
Bank overdraft	MOR - 2	37,988	-
Promissory notes	3.65 - 4.4	293,976,358	238,900,000
Total		<u>294,014,346</u>	<u>238,900,000</u>

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 June 2022, the short-term credit facilities which have not yet been drawdown amounted to Baht 106 million.

## 5. Short-term loans

As at 30 June 2022, the Company has loans in form of bills of exchange, net of discount, totaling Baht 418 million, the bills are registered, transferable, and maturing within 270 days from the date of issuance (maturity date between July - December 2022), with interest charged at the rate of 3.14 - 3.25 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 June 2022 and 31 December 2021, the long-term loans, which the Company obtained from local financial institutions, are detailed below.

				(Unit: Baht)	
				Consolidated and Separate	
				financial statements	
Facility no.	Loan facility	Interest rate (% per annum)	Repayment schedule	30 June 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	516,270,938	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	24,818,392	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	64,250,000	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	264,213,622	395,153,251
5	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	187,500,000	262,500,000
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	561,727,714	192,381,911
Total				1,618,780,666	1,669,439,825
Less: Deferred loans issuing costs				(3,493,320)	(4,483,613)
Long-term loans				1,615,287,346	1,664,956,212
Less: current portion due within 1 year				(1,043,405,903)	(1,167,778,655)
Long-term loans, net of current portion				571,881,443	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 June 2022, the Company has commitments of Baht 252 million under interest rate swap agreements with a bank that is the Company's lender for loan facilities no. 3 and 5 whereby floating interest rates are swapped for a fixed 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 June 2022, the Company has long-term credit facilities which have not yet been drawdown amounted to Baht 1,734 million.

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

	(Unit: Baht)
Balance as at 1 January 2022	1,669,439,825
Add: Addition borrowings during the period	684,000,000
Less: Loans repayment during the period	<u>(734,659,159)</u>
Balance as at 30 June 2022	<u>1,618,780,666</u>

**7. Income tax expenses**

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

(Unit: Baht)

	For the three-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
<b>Current income tax:</b>				
Interim corporate income tax charge	12,071,396	26,501,559	12,071,396	26,501,559
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	3,804,760	114,975	3,804,760	114,975
<b>Income tax expenses reported in the statements of comprehensive income</b>	<u>15,876,156</u>	<u>26,616,534</u>	<u>15,876,156</u>	<u>26,616,534</u>

(Unit: Baht)

	For the six-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
<b>Current income tax:</b>				
Interim corporate income tax charge	27,635,883	46,733,914	27,635,883	46,733,914
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	7,972,445	1,454,164	7,972,445	1,454,164
<b>Income tax expenses reported in the statements of comprehensive income</b>	<u>35,608,328</u>	<u>48,188,078</u>	<u>35,608,328</u>	<u>48,188,078</u>

(Unaudited but reviewed)

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

(Unit: Baht)

	Consolidated and Separate financial statements			
	For the three-month periods ended		For the six-month periods ended	
	30 June		30 June	
	2022	2021	2022	2021
Deferred tax relating to actuarial (gain) loss	(106,199)	77,768	(299,591)	(251,888)

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

(Unit: Baht)

	For the three-month periods ended 30 June			
	Consolidated financial		Separate financial	
	statements		statements	
	2022	2021	2022	2021
Accounting profit before tax	78,785,182	133,367,762	78,756,050	133,355,424
Applicable tax rate	20%	20%	20%	20%
Accounting profit before tax multiplied by applicable tax rate	15,757,036	26,673,553	15,751,210	26,671,085
Effect of additional expense and non-deductible expense	119,120	(57,019)	124,946	(54,551)
Income tax expenses reported in the statements of comprehensive income	15,876,156	26,616,534	15,876,156	26,616,534

(Unaudited but reviewed)

(Unit: Baht)

	For the six-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Accounting profit before tax	<u>177,561,014</u>	<u>241,453,954</u>	<u>177,561,832</u>	<u>241,450,903</u>
Applicable tax rate	20%	20%	20%	20%
Accounting profit before tax multiplied by applicable tax rate	35,512,203	48,290,791	35,512,366	48,290,181
Effect of additional expense and non-deductible expense	<u>96,125</u>	<u>(102,713)</u>	<u>95,962</u>	<u>(102,103)</u>
Income tax expenses reported in the statements of comprehensive income	<u>35,608,328</u>	<u>48,188,078</u>	<u>35,608,328</u>	<u>48,188,078</u>

## 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 June				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	-	-	2,118,566	2,238,705	As stipulated in agreements
<u>Transactions with directors and related persons</u>					
Interest expense	-	378,959	-	378,959	As stipulated in agreements
Amortisation of debenture issuing cost	-	33,508	-	33,508	As stipulated in agreements

(Unit: Baht)

	For the six-month periods ended 30 June				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	-	-	4,245,202	4,330,761	As stipulated in agreements
<u>Transactions with directors and related persons</u>					
Interest expense	-	753,753	-	753,753	As stipulated in agreements
Amortisation of debenture issuing cost	-	66,649	-	66,649	As stipulated in agreements

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

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
<u>Subsidiary</u>				
Service payable	-	-	777,000	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 six-month periods ended	
	30 June		30 June	
	2022	2021	2022	2021
Short-term employee benefits	4,931,470	5,058,221	9,862,940	10,112,841
Post-employment benefits	219,046	260,166	627,081	514,103
<b>Total</b>	<b>5,150,516</b>	<b>5,318,387</b>	<b>10,490,021</b>	<b>10,626,944</b>

**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 June 2022		31 December 2021	
	Book value	Fair value	Book value	Fair value
<b>Financial assets</b>				
Hire purchase receivables	5,283,836,956	5,109,291,849	5,201,815,536	5,018,584,799
<b>Financial liabilities</b>				
Long-term loans	1,615,287,346	1,622,370,563	1,664,956,212	1,669,577,575

### 12.2 Fair value hierarchy

As at 30 June 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
<b>Liabilities for which fair value are measured</b>				
Derivatives liabilities	-	1,431,863	-	1,431,863

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. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 11 August 2022.