

**TMBThanachart Bank Public Company Limited
and its Subsidiaries**

Condensed interim financial statements
for the three-month and nine-month periods ended
30 September 2022
and
Independent auditor's review report

Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of TMBThanachart Bank Public Company Limited

I have reviewed the accompanying consolidated and the Bank only statements of financial position of TMBThanachart Bank Public Company Limited and its subsidiaries (the "Group"), and of TMBThanachart Bank Public Company Limited (the "Bank") respectively, as at 30 September 2022; the consolidated and the Bank only statements of profit or loss and other comprehensive income for the three-month and for the nine-month periods ended 30 September 2022, changes in equity and cash flows for the nine-month period ended 30 September 2022; and the condensed notes ("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" and the regulations of the Bank of Thailand. 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 the 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", and the regulations of the Bank of Thailand.

(Chokechai Ngamwutikul)
Certified Public Accountant
Registration No. 9728

KPMG Phoomchai Audit Ltd.
Bangkok
11 November 2022

TMBThanachart Bank Public Company Limited and its Subsidiaries
 Statements of financial position

Assets	Note	Consolidated		Bank only	
		30 September	31 December	30 September	31 December
		2022	2021	2022	2021
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
Cash		15,153,380	16,011,325	15,153,203	16,011,307
Interbank and money market items, net		172,265,715	158,872,946	172,254,836	158,862,707
Financial assets measured at fair value through profit or loss		1,611,585	1,420,900	1,611,576	1,420,891
Derivative assets		17,912,125	6,913,323	17,912,125	6,913,323
Investments, net	5	190,746,021	180,228,573	190,746,021	180,228,573
Investments in subsidiaries and associates, net	6	8,668,972	8,620,165	5,143,948	5,113,948
Loans to customers and accrued interest receivables, net	7,8	1,344,895,258	1,324,200,919	1,342,120,493	1,323,467,715
Properties for sale, net		11,995,390	8,626,358	10,415,514	8,626,358
Premises and equipment, net		20,152,667	21,625,316	20,077,555	21,561,367
Goodwill and other intangible assets, net		22,877,491	22,818,660	22,845,027	22,787,237
Deferred tax assets		605,097	8,986	1,179,180	-
Other assets, net		16,649,723	8,822,089	16,512,740	8,684,367
Total assets		1,823,533,424	1,758,169,560	1,815,972,218	1,753,677,793
Liabilities and equity					
Liabilities					
Deposits		1,373,624,182	1,339,195,173	1,374,503,912	1,343,728,377
Interbank and money market items		98,541,741	84,966,047	98,541,741	85,317,306
Liabilities payable on demand		5,373,397	5,325,121	5,373,397	5,325,121
Financial liabilities measured at fair value through profit or loss		436,896	436,865	436,896	436,865
Derivative liabilities		17,140,231	6,595,107	17,140,231	6,595,107
Debts issued and borrowings	9	73,202,782	68,398,493	68,182,782	63,098,493
Provisions for employee benefits		3,505,952	3,783,621	3,376,645	3,739,815
Provisions for other liabilities		2,648,571	2,026,446	2,647,937	2,025,812
Deferred tax liabilities		-	922,138	-	246,901
Deferred revenue		18,295,196	19,164,458	18,295,436	19,165,460
Other liabilities		16,070,180	16,520,396	15,826,436	16,201,500
Total liabilities		1,608,839,128	1,547,333,865	1,604,325,413	1,545,880,757

The accompanying notes form an integral part of the interim financial statements.

TMBThanachart Bank Public Company Limited and its Subsidiaries
 Statements of financial position

	Note	Consolidated		Bank only	
		30 September 2022 (Unaudited)	31 December 2021	30 September 2022 (Unaudited)	31 December 2021
<i>(in thousand Baht)</i>					
Liabilities and equity					
Equity					
Share capital					
Authorised share capital					
97,830,583,125 ordinary shares of Baht 0.95 each (31 December 2021: 96,864,354,380 ordinary shares of Baht 0.95 each)					
	15	<u>92,939,054</u>	<u>92,021,137</u>	<u>92,939,054</u>	<u>92,021,137</u>
Issued and paid-up share capital					
96,687,311,806 ordinary shares of Baht 0.95 each (31 December 2021: 96,622,874,580 ordinary shares of Baht 0.95 each)					
	15	91,852,946	91,791,731	91,852,946	91,791,731
Premium on share capital					
		43,343,500	43,344,840	43,343,500	43,344,840
Other reserves					
		3,813,042	5,172,257	4,770,635	6,117,180
Retained earnings					
Appropriated					
Legal reserve					
		10,091,000	10,091,000	10,091,000	10,091,000
Unappropriated					
		65,592,671	60,434,727	61,588,724	56,452,285
Equity attributable to equity holders of the Bank					
		<u>214,693,159</u>	<u>210,834,555</u>	<u>211,646,805</u>	<u>207,797,036</u>
Non-controlling interest					
		1,137	1,140	-	-
Total equity					
		<u>214,694,296</u>	<u>210,835,695</u>	<u>211,646,805</u>	<u>207,797,036</u>
Total liabilities and equity					
		<u>1,823,533,424</u>	<u>1,758,169,560</u>	<u>1,815,972,218</u>	<u>1,753,677,793</u>

 Mr. Piti Tantakasem
 Chief Executive Officer

 Mrs. Charita Leelayudth
 Chairman of the Audit Committee

TMBThanachart Bank Public Company Limited and its Subsidiaries
 Statements of profit or loss and other comprehensive income (Unaudited)

	Consolidated		Bank only	
	Three-month period ended		Three-month period ended	
	30 September		30 September	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Interest income	16,518,691	15,835,727	16,498,372	15,662,203
Interest expenses	3,550,456	3,259,174	3,540,100	3,364,531
Net interest income	12,968,235	12,576,553	12,958,272	12,297,672
Fees and service income	3,438,073	3,547,402	3,303,458	3,455,214
Fees and service expenses	904,257	1,088,721	1,014,537	1,058,416
Net fees and service income	2,533,816	2,458,681	2,288,921	2,396,798
Gain on financial instruments measured at fair value through profit or loss	432,969	259,891	432,969	257,815
Gain (loss) on investments, net	(8,504)	79,345	(11,370)	48,754
Share of profit from investment using equity method	46,739	95,783	-	-
Other operating income	376,001	343,961	526,982	646,003
Total operating income	16,349,256	15,814,214	16,195,774	15,647,042
Other operating expenses				
Employee expenses	4,138,450	3,801,599	3,975,025	3,753,386
Directors' remuneration	9,821	12,859	9,821	10,224
Premises and equipment expenses	1,177,485	1,331,774	1,165,523	1,322,852
Taxes and duties	367,503	403,466	366,684	398,431
Others	1,754,065	1,869,558	1,743,589	1,848,579
Total other operating expenses	7,447,324	7,419,256	7,260,642	7,333,472
Expected credit loss	4,360,744	5,526,533	4,273,067	5,334,707
Profit from operations before income tax	4,541,188	2,868,425	4,662,065	2,978,863
Income tax	826,549	508,774	914,247	518,335
Profit for the period	3,714,639	2,359,651	3,747,818	2,460,528
Other comprehensive income				
<i>Items that will be reclassified subsequently to profit or loss</i>				
Gain (loss) on investments in debt instruments at fair value through other comprehensive income	49,810	(602,543)	53,938	(575,687)
Gain (loss) on cash flow hedges	(79,400)	52,677	(79,400)	52,145
Income tax relating to items that will be reclassified subsequently to profit or loss	5,918	109,973	5,093	104,708
	(23,672)	(439,893)	(20,369)	(418,834)

The accompanying notes form an integral part of the interim financial statements.

TMBThanachart Bank Public Company Limited and its Subsidiaries
 Statements of profit or loss and other comprehensive income (Unaudited)

Note	Consolidated		Bank only	
	Three-month period ended		Three-month period ended	
	30 September		30 September	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Change in revaluation surplus on assets	(17,940)	(5,404)	(17,940)	(5,404)
Loss on investments in equity instruments designated at fair value through other comprehensive income	(18,629)	(18,192)	(18,629)	(17,253)
Actuarial gain on post-employment benefit plan	69,369	24,708	69,369	24,708
Income tax relating to items that will not be reclassified subsequently to profit or loss	(6,560)	(220)	(6,560)	(410)
	<u>26,240</u>	<u>892</u>	<u>26,240</u>	<u>1,641</u>
Total other comprehensive income for the period, net of income tax	2,568	(439,001)	5,871	(417,193)
Total comprehensive income for the period	<u>3,717,207</u>	<u>1,920,650</u>	<u>3,753,689</u>	<u>2,043,335</u>
Profit attributable to:				
Equity holders of the Bank	3,714,636	2,358,649	3,747,818	2,460,528
Non-controlling interest	3	1,002	-	-
Profit for the period	<u>3,714,639</u>	<u>2,359,651</u>	<u>3,747,818</u>	<u>2,460,528</u>
Total comprehensive income attributable to:				
Equity holders of the Bank	3,717,205	1,919,652	3,753,689	2,043,335
Non-controlling interest	2	998	-	-
Total comprehensive income for the period	<u>3,717,207</u>	<u>1,920,650</u>	<u>3,753,689</u>	<u>2,043,335</u>
Earnings per share				
	14			
Basic earnings per share (in Baht)	<u>0.0384</u>	<u>0.0245</u>	<u>0.0388</u>	<u>0.0255</u>
Diluted earnings per share (in Baht)	<u>0.0380</u>	<u>0.0244</u>	<u>0.0383</u>	<u>0.0254</u>

Mr. Piti Tantakasem
 Chief Executive Officer

Mrs. Charita Leelayudth
 Chairman of the Audit Committee

TMBThanachart Bank Public Company Limited and its Subsidiaries
 Statements of profit or loss and other comprehensive income (Unaudited)

	Consolidated		Bank only	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Interest income	48,080,699	48,249,508	48,037,050	30,573,915
Interest expenses	10,289,844	10,018,497	10,263,351	8,190,473
Net interest income	37,790,855	38,231,011	37,773,699	22,383,442
Fees and service income	10,292,777	11,532,342	9,894,014	9,494,530
Fees and service expenses	2,652,016	3,276,752	2,796,738	2,318,634
Net fees and service income	7,640,761	8,255,590	7,097,276	7,175,896
Gain on financial instruments measured at fair value through profit or loss	1,294,719	1,069,635	1,294,719	848,292
Gain (loss) on investments, net	3,890	186,834	(5,870)	190,517
Share of profit from investment using equity method	201,360	300,794	-	-
Other operating income	1,080,584	984,775	1,443,800	4,736,568
Total operating income	48,012,169	49,028,639	47,603,624	35,334,715
Other operating expenses				
Employee expenses	11,734,131	12,369,541	11,386,040	10,529,021
Directors' remuneration	47,889	62,492	47,889	52,597
Premises and equipment expenses	3,594,499	4,129,876	3,564,085	3,019,872
Taxes and duties	1,091,250	1,202,091	1,088,778	951,254
Others	5,228,062	5,456,124	5,177,865	3,883,498
Total other operating expenses	21,695,831	23,220,124	21,264,657	18,436,242
Expected credit loss	13,551,149	16,497,277	13,564,988	11,887,328
Profit from operations before income tax	12,765,189	9,311,238	12,773,979	5,011,145
Income tax	2,417,323	1,633,915	2,447,618	311,894
Profit for the period	10,347,866	7,677,323	10,326,361	4,699,251
Other comprehensive income				
<i>Items that will be reclassified subsequently to profit or loss</i>				
Loss on investments in debt instruments at fair value through other comprehensive income	(1,573,620)	(741,177)	(1,557,779)	(758,943)
Gain (loss) on cash flow hedges	(32,707)	(75,195)	(32,707)	98,941
Gain arising from translating the financial statements of foreign operations	58,187	20,292	58,187	20,292
Income tax relating to items that will be reclassified subsequently to profit or loss	309,628	159,216	306,460	127,942
	(1,238,512)	(636,864)	(1,225,839)	(511,768)

The accompanying notes form an integral part of the interim financial statements.

TMBThanachart Bank Public Company Limited and its Subsidiaries
 Statements of profit or loss and other comprehensive income (Unaudited)

Note	Consolidated		Bank only	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Change in revaluation surplus on assets	(85,084)	(34,386)	(85,084)	(34,386)
Gain (loss) on investments in equity instruments designated at fair value through other comprehensive income	(28,069)	134,401	(28,069)	38,454
Actuarial gain on post-employment benefit plan	399,634	193,688	399,634	189,812
Income tax relating to items that will not be reclassified subsequently to profit or loss	(57,296)	(58,742)	(57,296)	(38,776)
	<u>229,185</u>	<u>234,961</u>	<u>229,185</u>	<u>155,104</u>
Total other comprehensive income for the period, net of income tax	(1,009,327)	(401,903)	(996,654)	(356,664)
Total comprehensive income for the period	<u>9,338,539</u>	<u>7,275,420</u>	<u>9,329,707</u>	<u>4,342,587</u>
Profit attributable to:				
Equity holders of the Bank	10,347,866	7,674,712	10,326,361	4,699,251
Non-controlling interest	-	2,611	-	-
Profit for the period	<u>10,347,866</u>	<u>7,677,323</u>	<u>10,326,361</u>	<u>4,699,251</u>
Total comprehensive income attributable to:				
Equity holders of the Bank	9,338,542	7,272,819	9,329,707	4,342,587
Non-controlling interest	(3)	2,601	-	-
Total comprehensive income for the period	<u>9,338,539</u>	<u>7,275,420</u>	<u>9,329,707</u>	<u>4,342,587</u>
Earnings per share				
	14			
Basic earnings per share (in Baht)	<u>0.1071</u>	<u>0.0796</u>	<u>0.1069</u>	<u>0.0487</u>
Diluted earnings per share (in Baht)	<u>0.1063</u>	<u>0.0794</u>	<u>0.1061</u>	<u>0.0486</u>

Mr. Piti Tantakasem
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 Chairman of the Audit Committee

TMBThanachart Bank Public Company Limited and its Subsidiaries
 Statements of changes in equity (Unaudited)

Note	Consolidated												
	Other reserves							Retained earnings					
	Issued and paid-up share capital	Premium on share capital	Other reserve - share-based payments	Revaluation surplus on assets, net	Revaluation surplus (deficit) on investments, net	Cash flow hedge reserve (effective portion)	Translation adjustment arising from translating the financial statements of foreign operations, net <i>(in thousand Baht)</i>	Total other reserve	Legal reserve	Unappropriated	Equity attributable to equity holders of the Bank	Non-controlling interest	Total equity
Nine-month period ended 30 September 2021													
	91,588,946	43,321,601	69,563	5,369,508	434,305	(45,269)	(30,316)	5,797,791	10,091,000	53,913,289	204,712,627	37,098	204,749,725
Balance as at 1 January 2021													
Transactions with owners, recorded directly in equity													
<i>Contributions by and distribution to owners of the bank</i>													
	-	-	225,846	-	-	-	-	225,846	-	-	225,846	-	225,846
	86,996	-	(86,996)	-	-	-	-	(86,996)	-	-	-	-	-
	-	(553)	-	-	-	-	-	-	-	-	(553)	-	(553)
17	-	-	-	-	-	-	-	-	-	(4,338,321)	(4,338,321)	-	(4,338,321)
	86,996	(553)	138,850	-	-	-	-	138,850	-	(4,338,321)	(4,113,028)	-	(4,113,028)
<i>Total contributions by and distribution to owners of the bank</i>													
<i>Change in ownership interests in subsidiary</i>													
	-	-	-	-	-	-	-	-	-	-	-	(22,146)	(22,146)
	-	-	-	-	-	-	-	-	-	-	-	(22,146)	(22,146)
<i>Total change in ownership interests in subsidiary</i>													
Comprehensive income for the period													
	-	-	-	-	-	-	-	-	-	7,674,712	7,674,712	2,611	7,677,323
	-	-	-	(27,510)	(485,444)	(60,122)	16,234	(556,842)	-	154,949	(401,893)	(10)	(401,903)
	-	-	-	(27,510)	(485,444)	(60,122)	16,234	(556,842)	-	7,829,661	7,272,819	2,601	7,275,420
	-	-	-	(127,681)	(80,347)	-	-	(208,028)	-	208,028	-	-	-
	91,675,942	43,321,048	208,413	5,214,317	(131,486)	(105,391)	(14,082)	5,171,771	10,091,000	57,612,657	207,872,418	17,553	207,889,971
Balance as at 30 September 2021													
Nine-month period ended 30 September 2022													
	91,791,731	43,344,840	103,301	5,181,187	(6,513)	(59,168)	(46,550)	5,172,257	10,091,000	60,434,727	210,834,555	1,140	210,835,695
Balance as at 1 January 2022													
Transactions with owners, recorded directly in equity													
<i>Contributions by and distribution to owners of the bank</i>													
18.2	-	-	116,005	-	-	-	-	116,005	-	-	116,005	-	116,005
15.18.2	54,458	-	(54,458)	-	-	-	-	(54,458)	-	-	-	-	-
15	6,757	-	-	-	-	-	-	-	-	-	6,757	-	6,757
18.2	-	(1,340)	-	-	-	-	-	-	-	-	(1,340)	-	(1,340)
17	-	-	-	-	-	-	-	-	-	(5,601,360)	(5,601,360)	-	(5,601,360)
	61,215	(1,340)	61,547	-	-	-	-	61,547	-	(5,601,360)	(5,479,938)	-	(5,479,938)
<i>Total contributions by and distribution to owners of the bank</i>													
Comprehensive income for the period													
	-	-	-	-	-	-	-	-	-	10,347,866	10,347,866	-	10,347,866
	-	-	-	(68,067)	(1,281,348)	(26,166)	46,550	(1,329,031)	-	319,707	(1,009,324)	(3)	(1,009,327)
	-	-	-	(68,067)	(1,281,348)	(26,166)	46,550	(1,329,031)	-	10,667,573	9,338,542	(3)	9,338,539
	-	-	-	(91,731)	-	-	-	(91,731)	-	91,731	-	-	-
	91,852,946	43,343,500	164,848	5,021,389	(1,287,861)	(85,334)	-	3,813,042	10,091,000	65,592,671	214,693,159	1,137	214,694,296
Balance as at 30 September 2022													

The accompanying notes form an integral part of the interim financial statements.

TMBThanachart Bank Public Company Limited and its Subsidiaries
 Statements of changes in equity (Unaudited)

Note	Bank only									Retained earnings		
	Issued and paid-up share capital	Premium on share capital	Other reserve - share-based payments	Surplus on business combination under common control	Revaluation surplus on assets, net	Other reserves			Total other reserve	Legal reserve	Unappropriated	Total equity
						Revaluation surplus (deficit) on investments, net	Cash flow hedge reserve (effective portion)	Translation adjustment arising from translating the financial statements of foreign operations, net				
<i>(in thousand Baht)</i>												
Nine-month period ended 30 September 2021												
	91,588,946	43,321,601	69,563	-	5,369,508	486,481	(133,932)	(30,316)	5,761,304	10,091,000	52,689,658	203,452,509
Balance as at 1 January 2021												
Transactions with owners, recorded directly in equity												
Contributions by and distribution to owners of the bank												
	-	-	225,846	-	-	-	-	-	225,846	-	-	225,846
	86,996	-	(86,996)	-	-	-	-	-	(86,996)	-	-	-
	-	(553)	-	-	-	-	-	-	-	-	-	(553)
17	-	-	-	-	-	-	-	-	-	-	(4,338,321)	(4,338,321)
	86,996	(553)	138,850	-	-	-	-	-	138,850	-	(4,338,321)	(4,113,028)
Total contributions by and distribution to owners of the bank												
Comprehensive income for the period												
	-	-	-	-	-	-	-	-	-	-	4,699,251	4,699,251
	-	-	-	-	(27,510)	(576,391)	79,153	16,234	(508,514)	-	151,850	(356,664)
	-	-	-	-	(27,510)	(576,391)	79,153	16,234	(508,514)	-	4,851,101	4,342,587
Total comprehensive income for the period												
	-	-	-	884,525	-	-	-	-	884,525	-	-	884,525
	-	-	-	-	(127,681)	(28,166)	-	-	(155,847)	-	155,847	-
	91,675,942	43,321,048	208,413	884,525	5,214,317	(118,076)	(54,779)	(14,082)	6,120,318	10,091,000	53,358,285	204,566,593
Balance as at 30 September 2021												
Nine-month period ended 30 September 2022												
	91,791,731	43,344,840	103,301	884,526	5,181,187	3,271	(8,555)	(46,550)	6,117,180	10,091,000	56,452,285	207,797,036
Balance as at 1 January 2022												
Transactions with owners, recorded directly in equity												
Contributions by and distribution to owners of the bank												
	-	-	116,005	-	-	-	-	-	116,005	-	-	116,005
15,18.2	54,458	-	(54,458)	-	-	-	-	-	(54,458)	-	-	-
15	6,757	-	-	-	-	-	-	-	-	-	-	6,757
18.2	-	(1,340)	-	-	-	-	-	-	-	-	-	(1,340)
17	-	-	-	-	-	-	-	-	-	-	(5,601,360)	(5,601,360)
	61,215	(1,340)	61,547	-	-	-	-	-	61,547	-	(5,601,360)	(5,479,938)
Total contributions by and distribution to owners of the bank												
Comprehensive income for the period												
	-	-	-	-	-	-	-	-	-	-	10,326,361	10,326,361
	-	-	-	-	(68,067)	(1,268,678)	(26,166)	46,550	(1,316,361)	-	319,707	(996,654)
	-	-	-	-	(68,067)	(1,268,678)	(26,166)	46,550	(1,316,361)	-	10,646,068	9,329,707
Total comprehensive income for the period												
	-	-	-	-	(91,731)	-	-	-	(91,731)	-	91,731	-
	91,852,946	43,343,500	164,848	884,526	5,021,389	(1,265,407)	(34,721)	-	4,770,635	10,091,000	61,588,724	211,646,805
Balance as at 30 September 2022												

The accompanying notes form an integral part of the interim financial statements.

TMBThanachart Bank Public Company Limited and its Subsidiaries
Statements of cash flows (Unaudited)

	Consolidated		Bank only	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Cash flows from operating activities				
Profit from operations before income tax	12,765,189	9,311,238	12,773,979	5,011,145
Adjustments to reconcile profit from operations before income tax to net cash provided by (used in) operating activities				
Depreciation and amortisation	3,133,407	3,644,101	3,112,351	2,428,608
Expected credit loss	13,551,149	16,497,277	13,564,988	11,887,328
Impairment loss on premises and equipment (reversal of)	(92,167)	15,477	(92,167)	15,477
Impairment loss on properties for sale and other assets	218,701	291,033	218,770	218,609
Provisions for liabilities	482,935	426,844	474,408	509,157
Loss (gain) on revaluation of investments measured at FVTPL	(36,883)	49,788	(36,883)	41,669
Impairment loss on investment	-	-	-	89,800,000
Loss (gain) on disposal and written-off of intangible assets	61,152	87,345	61,152	(21)
Loss (gain) on disposal of premises and equipment	(34,231)	30,916	(33,634)	(41,273)
Loss (gain) on disposal of investments	(3,890)	(186,834)	5,870	(190,517)
Unrealised loss on exchange and revaluation	2,228,336	5,083,600	2,228,336	4,640,602
Expenses in relation to share-based payments	116,005	225,846	116,005	225,846
Share of profit from investments using the equity method	(201,360)	(300,794)	-	-
Deferred revenue	(1,602,074)	(1,971,319)	(1,604,314)	(1,971,319)
Net interest income	(37,790,855)	(38,231,011)	(37,773,699)	(22,383,442)
Dividend income	(147,326)	(86,113)	(299,879)	(92,708,962)
Interest received	48,449,694	45,636,736	48,405,959	27,463,029
Interest paid	(8,616,625)	(7,638,047)	(8,620,499)	(4,966,626)
Income tax paid	(3,168,607)	(2,061,077)	(3,106,888)	(406,595)
Profit from operations before changes in operating assets and liabilities	29,312,550	30,825,006	29,393,855	19,572,715
Decrease (increase) in operating assets				
Interbank and money market items	(13,443,731)	57,393,242	(13,443,091)	76,946,492
Financial assets measured at fair value through profit or loss	(153,803)	(11,950,937)	(153,803)	(14,376,540)
Loans to customers	(36,959,729)	17,829,433	(34,925,839)	(6,520,445)
Properties for sale	(1,094,284)	4,272,538	485,523	234,909
Other assets	(7,555,062)	(5,149,169)	(7,548,309)	(5,496,832)
Increase (decrease) in operating liabilities				
Deposits	34,426,218	(48,221,224)	30,421,484	57,540,077
Interbank and money market items	13,575,694	(2,528,288)	13,575,694	(96,472,075)
Liabilities payable on demand	48,276	1,484,838	48,276	1,099,832
Provisions for liabilities	(370,296)	(1,873,801)	(447,269)	(56,579)
Other liabilities	(999,843)	(6,165,291)	(925,636)	(3,176,543)
Net cash provided by operating activities	16,785,990	35,916,347	16,480,885	29,295,011

The accompanying notes form an integral part of the interim financial statements.

TMBThanachart Bank Public Company Limited and its Subsidiaries
 Statements of cash flows (Unaudited)

	Consolidated		Bank only	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Cash flows from investing activities				
Interest received	810,255	751,286	810,255	402,085
Dividend received	292,529	213,808	292,529	92,708,962
Cash paid for the entire business transfer	-	-	-	(92,597,955)
Purchase of investments measured at FVOCI	(23,003,196)	(121,506,840)	(23,003,196)	(73,682,722)
Proceeds from investments measured at FVOCI	38,606,193	95,587,007	38,606,193	69,453,157
Purchase of investments measured at amortised cost	(27,870,596)	-	(27,870,596)	-
Purchase of investments in subsidiaries	-	-	(30,000)	(273,125)
Purchase of premises and equipment	(540,042)	(877,741)	(516,456)	(762,287)
Purchase of intangible assets	(1,185,432)	(1,642,445)	(1,179,276)	(1,610,572)
Proceeds from disposals of premises and equipment	128,095	111,176	127,484	107,307
Net cash used in investing activities	(12,762,194)	(27,363,749)	(12,763,063)	(6,255,150)
Cash flows from financing activities				
Cash receipts on debenture issued and long-term borrowings	10,497,000	5,400,000	3,557,000	-
Cash paid for redemption of debenture and repayment of long-term borrowings	(8,286,501)	(15,496,686)	(1,066,501)	(15,496,686)
Interest paid on long-term debts issued and borrowings	(1,554,484)	(1,351,971)	(1,528,669)	(1,351,971)
Increase in issued and fully paid-up - ordinary shares	6,757	-	6,757	-
Expenses in relation to issuance of ordinary shares	(1,340)	(553)	(1,340)	(553)
Dividend paid to equity holders of the Bank	(5,601,360)	(4,357,387)	(5,601,360)	(4,338,321)
Net cash used in financing activities	(4,939,928)	(15,806,597)	(4,634,113)	(21,187,531)
Change in translation adjustments of foreign operations	58,187	20,292	58,187	20,292
Net increase (decrease) in cash	(857,945)	(7,233,707)	(858,104)	1,872,622
Cash at 1 January	16,011,325	21,942,541	16,011,307	12,836,147
Cash at 30 September	15,153,380	14,708,834	15,153,203	14,708,769

The accompanying notes form an integral part of the interim financial statements.

TMBThanachart Bank Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

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

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These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai statutory and regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised for issue by the Audit Committee on 11 November 2022.

1 General information

TMBThanachart Bank Public Company Limited, (the “Bank”), is incorporated in Thailand and has its registered office at 3000 Phahonyothin Road, Chomphon, Chatuchak, Bangkok.

The Bank was listed on the Stock Exchange of Thailand on 23 December 1983.

The principal business of the Bank is operating commercial banking businesses. The subsidiaries are incorporated as company under Thai laws and have been operating in Thailand, with its core business being provision of asset management and brokerage service. Details of the Bank’s subsidiaries and associates as at 30 September 2022 and 31 December 2021 are given in note 6.

2 Basis of preparation of the interim financial statements

(a) *Statement of compliance*

The condensed interim financial statements are presented in the same format as the annual financial statements together with notes to the interim financial statements on a condensed basis (“interim financial statements”) in accordance with Thai Accounting Standard (TAS) No. 34 Interim Financial Reporting, guidelines promulgated by the Federation of Accounting Professions, the regulations of the Bank of Thailand (BoT) and applicable rules and regulations of the Thai Securities and Exchange Commission. The interim financial statements are presented in accordance with the BoT notification number Sor Nor Sor 21/2561, regarding to *Preparation and Announcement of Financial Statements of a Commercial Bank and a Holding Company that is the Parent Company of a Financial Group*; and other additional BoT notification.

The interim financial statements do not include all of the financial information required for annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Bank and its subsidiaries for the year ended 31 December 2021 and for the six-month period ended 30 June 2022.

From 1 January 2022, the Bank and its subsidiaries have adopted TFRS 9 *Financial Instruments* and TFRS 7 *Financial Instruments: Disclosures* which are amended regarding to Interbank Offer Rate (IBOR) reform - Phase 2 (Phase 2 amendments). The Bank and its subsidiaries applied the Phase 2 amendments retrospectively and elect to apply the exceptions for not to restate comparatives for the prior periods. As a result, the Bank and its subsidiaries have no impact on the beginning retained earnings of 2022.

The COVID-19 pandemic is still on going. Due to uncertainty of the situation since 2020, the BoT has provided measures, which are intended to support the financial institutions and to help the borrowers and industries that are affected by COVID-19 and by Thai economic situations. Additional measures continue to be provided.

In 2022, the Bank and its subsidiaries applied the following accounting relief provided by the BoT in response to impact from the situation of COVID-19 which includes the application of the BoT optional treatments which are in line with BoT circular letter number For Nor Sor 2 Wor 802/2564 dated 3 September 2021, regarding to Guidelines regarding the provision of financial assistance to the debtors affected by the COVID-19 (sustainable debt resolution) and accounting guidelines according to the announcement from Federation of Accounting Professions letter number 37/2564 dated 3 December 2021, regarding to Guidelines regarding the provision of financial assistance to the debtors affected by the COVID-19:

- (1) The Debt restructuring which aims to reduce the repayment other than term extension: Under this restructuring, the Bank and its subsidiaries will have an option to apply temporary accounting relief measure for classification and provisioning. (1st form of financial assistance)
- (2) Debt restructuring by term extension only: Under this restructuring, the Bank and its subsidiaries are required to classify loan's staging and provisioning in accordance with relevant financial reporting standards. (2nd form of financial assistance)

The Bank and its subsidiaries will provide both form of financial assistance and have chosen to apply temporary accounting relief measures in accordance with this accounting guidance for the 1st form of financial assistance:

- Non-NPL customers can be classified as performing loan when new restructuring includes principal and interest repayment which is clearly specified in the modification contract.
- The use of new Effective Interest Rate (EIR) at the time of contracts are changed.

The interim financial statements are prepared and presented in Thai Baht, which is the Bank and its subsidiaries' functional currency. All financial information is presented in Thai Baht and has been rounded to the nearest thousand and in the notes to financial statements to the nearest million unless otherwise stated.

(b) Use of judgements, estimates and accounting policies

In preparing these interim financial statements, judgments, estimates and assumptions are made by management in applying the Bank and its subsidiaries' accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of assumptions and estimation uncertainties were the same as those that described in the financial statements for the year ended 31 December 2021 and for the six-month period ended 30 June 2022.

3 Fair value of financial assets and financial liabilities

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for the financial instruments measured at fair value as at 30 September 2022 and 31 December 2021.

	Carrying amount	Consolidated Fair value			Total
		Level 1	Level 2	Level 3	
<i>At 30 September 2022</i>					
<i>Financial assets</i>					
Financial assets measured at FVTPL	1,612	23	1,166	423	1,612
<i>Derivative assets</i>					
Foreign exchange rate	16,830	-	16,830	-	16,830
Interest rate	1,082	-	1,082	-	1,082
Total	17,912	-	17,912	-	17,912
<i>Investments, net</i>					
Investments in debt instruments measured at AMC	49,103	-	46,258	-	46,258
Investments in debt instruments measured at FVOCI	138,792	-	138,477	315	138,792
Investments in equity instruments designated at FVOCI	2,851	178	-	2,673	2,851
Total	190,746	178	184,735	2,988	187,901
Loans to customers and accrued interest receivables, net	1,344,895	-	949,736	398,629	1,348,365
Total financial assets	1,555,165	201	1,153,549	402,040	1,555,790
<i>Financial liabilities</i>					
Deposits	1,373,624	-	1,373,989	-	1,373,989
Financial liabilities measured at FVTPL	437	-	437	-	437
<i>Derivative liabilities</i>					
Foreign exchange rate	16,074	-	16,074	-	16,074
Interest rate	1,066	-	1,066	-	1,066
Total	17,140	-	17,140	-	17,140
Debts issued and borrowings	73,203	-	72,035	-	72,035
Total financial liabilities	1,464,404	-	1,463,601	-	1,463,601

TMBThanachart Bank Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

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

	Carrying amount	Level 1	Consolidated Fair value		Total
			Level 2 <i>(in million Baht)</i>	Level 3	
<i>At 31 December 2021</i>					
<i>Financial assets</i>					
Financial assets measured at FVTPL	1,421	-	1,043	378	1,421
<i>Derivative assets</i>					
Foreign exchange rate	4,503	-	4,503	-	4,503
Interest rate	2,410	-	2,410	-	2,410
Total	6,913	-	6,913	-	6,913
<i>Investments, net</i>					
Investments in debt instruments measured at FVOCI	177,339	-	177,024	315	177,339
Investments in equity instruments designated at FVOCI	2,890	197	-	2,693	2,890
Total	180,229	197	177,024	3,008	180,229
Loans to customers and accrued interest receivables, net	1,324,201	-	938,734	389,564	1,328,298
Total financial assets	1,512,764	197	1,123,714	392,950	1,516,861
<i>Financial liabilities</i>					
Deposits	1,339,195	-	1,339,235	-	1,339,235
Financial liabilities measured at FVTPL	437	-	437	-	437
<i>Derivative liabilities</i>					
Foreign exchange rate	4,269	-	4,269	-	4,269
Interest rate	2,326	-	2,326	-	2,326
Total	6,595	-	6,595	-	6,595
Debts issued and borrowings	68,398	-	70,468	-	70,468
Total financial liabilities	1,414,625	-	1,416,735	-	1,416,735

TMBThanachart Bank Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

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

	Carrying amount	Level 1	Bank only Fair value		Total
			Level 2	Level 3	
<i>At 30 September 2022</i>					
<i>Financial assets</i>					
Financial assets measured at FVTPL	1,612	23	1,166	423	1,612
<i>Derivative assets</i>					
Foreign exchange rate	16,830	-	16,830	-	16,830
Interest rate	1,082	-	1,082	-	1,082
Total	17,912	-	17,912	-	17,912
<i>Investments, net</i>					
Investments in debt instruments measured at AMC	49,103	-	46,258	-	46,258
Investments in debt instruments measured at FVOCI	138,792	-	138,477	315	138,792
Investments in equity instruments designated at FVOCI	2,851	178	-	2,673	2,851
Total	190,746	178	184,735	2,988	187,901
Loans to customers and accrued interest receivables, net	1,342,120	-	946,961	398,629	1,345,590
Total financial assets	1,552,390	201	1,150,774	402,040	1,553,015
<i>Financial liabilities</i>					
Deposits	1,374,504	-	1,374,868	-	1,374,868
Financial liabilities measured at FVTPL	437	-	437	-	437
<i>Derivative liabilities</i>					
Foreign exchange rate	16,074	-	16,074	-	16,074
Interest rate	1,066	-	1,066	-	1,066
Total	17,140	-	17,140	-	17,140
Debt issued and borrowings	68,183	-	67,015	-	67,015
Total financial liabilities	1,460,264	-	1,459,460	-	1,459,460

TMBThanachart Bank Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

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

	Carrying amount	Level 1	Bank only Fair value Level 2 <i>(in million Baht)</i>	Level 3	Total
<i>At 31 December 2021</i>					
<i>Financial assets</i>					
Financial assets measured at FVTPL	1,421	-	1,043	378	1,421
<i>Derivative assets</i>					
Foreign exchange rate	4,503	-	4,503	-	4,503
Interest rate	2,410	-	2,410	-	2,410
Total	6,913	-	6,913	-	6,913
<i>Investments, net</i>					
Investments in debt instruments measured at FVOCI	177,339	-	177,024	315	177,339
Investments in equity instruments designated at FVOCI	2,890	197	-	2,693	2,890
Total	180,229	197	177,024	3,008	180,229
Loans to customers and accrued interest receivables, net	1,323,468	-	938,001	389,564	1,327,565
Total financial assets	1,512,031	197	1,122,981	392,950	1,516,128
<i>Financial liabilities</i>					
Deposits	1,343,728	-	1,343,768	-	1,343,768
Financial liabilities measured at FVTPL	437	-	437	-	437
<i>Derivative liabilities</i>					
Foreign exchange rate	4,269	-	4,269	-	4,269
Interest rate	2,326	-	2,326	-	2,326
Total	6,595	-	6,595	-	6,595
Debt issued and borrowings	63,098	-	65,168	-	65,168
Total financial liabilities	1,413,858	-	1,415,968	-	1,415,968

The following methods and assumptions were used by the Bank and its subsidiaries in estimating fair value of financial instruments as disclosed herein.

- Cash:

The fair value is approximated based on its carrying value.

- Interbank and money market items (assets):

The fair value is approximated based on the carrying amount of interbank and money market items, except for the fair value of fixed rate items with remaining maturity period greater than 1 year which is calculated based on the present value of future cash flows of principal and interest, discounted at market interest rates.

- Financial assets measured at FVTPL and investments:

The fair value of investments in government-sector debt securities is determined, using yield rates or prices quoted on the Thai Bond Market Association ("ThaiBMA"). The fair value of investments in other debt securities issued locally is determined based on market value appraised by the reliable institutions, their respective yields, or the ThaiBMA's yield rates adjusted by appropriate risk factors. For defaulted debt securities, the fair value is determined based on estimated recovery by considering the credit risk.

The fair value of marketable equity securities is determined at the last bid price quoted on the last working day of the Stock Exchange of Thailand of the reporting period. The fair value of an investment unit is determined using the net asset value announced on the reporting period-end date.

The fair value of non-marketable equity securities is determined mainly based on common valuation techniques with price and/or variables from the market as well as dividend discounted model, book value or adjusted book value.

Dividend discounted is calculated from profit under business plan covering 5 years period together with the estimated growth rates of market. Dividend payout ratio is based on entities' policies. The discount rate used is reference to industry cost of capital (ke). The terminal growth rate derived from long-term GDP adjusted with the expectation of the business growth.

- Loans to customers and accrued interest receivable, net:

The fair value is based on the carrying amount except for the fair value of fixed rate hire purchase which is calculated based on the present value of future cash flow of principal and interest, discounted at interest rate currently being offered on similar loans net of allowance for expected credit loss.

- Other financial assets:

The fair value is approximated based on its carrying value.

- Deposits and interbank and money market items (liabilities):

The fair value is approximated based on the carrying amount of deposits or interbank and money market items, except for the fair value of fixed rate items with remaining maturity period greater than 1 year which is calculated based on the present value of future cash flows of principal and interest, discounted at interest rates currently being offered on such deposits or interbank and money market items or similar deposits.

- Financial liabilities measured at fair value through profit or loss:

Fair value is calculated based on a valuation model, using market data obtained from reliable sources.

- Debts issued and borrowings:

The fair value is approximated based on their carrying amount, except for the fair value of fixed rate items with remaining maturity period greater than 1 year which is calculated based on the present value of future cash flows of principal and interest, discounted at the market interest rate at the reporting dates, in cases where there is no active market, and the market value, in cases where there is an active market.

- Other financial liabilities:

The fair value is approximated based on its carrying value.

- Derivatives:

In cases where there is an active market, the Bank and its subsidiaries use the market value as the fair value of derivatives. For simple over-the-counter derivative, fair values are based on inputs which are observable from independent and reliable market data sources, mainly based on exchange-traded prices, broker/dealer quotations, or counterparties' quotations. Those inputs are tested for reasonableness by discounting expected future cash flows using market interest rate for a similar instrument at the measurement date. Fair values of over-the-counter derivative reflect the credit risk of the instrument and include adjustments to take account of the counterparty and own entity credit risk when appropriate.

The Bank and its subsidiaries recognise transfers between levels of the fair value hierarchy as of the end of the reporting period during which the transfer has occurred. There were no transfers between levels of the fair value hierarchy during the nine-month period ended 30 September 2022 and 2021.

Reconciliation of investments in equity instruments designated at FVOCI using significant unobservable inputs (level 3)

	Consolidated	Bank only
	<i>(in million Baht)</i>	
<i>For the nine-month period ended 30 September 2022</i>		
Beginning balance	2,693	2,693
Loss recognised in other comprehensive income	(20)	(20)
Ending balance	<u>2,673</u>	<u>2,673</u>

	Consolidated	Bank only
	<i>(in million Baht)</i>	
<i>For the year ended 31 December 2021</i>		
Beginning balance	607	459
Purchased	1,605	1,605
Disposal during the year	(57)	(56)
Acquisition through Entire Business Transfer	-	164
Gain recognised in other comprehensive income	538	521
Ending balance	<u>2,693</u>	<u>2,693</u>

4 Maintenance of capital fund

The Bank and its subsidiaries maintain its capital fund in accordance with the Financial Institution Business Act B.E. 2551 by maintaining its capital fund as a proportion of risk weighted assets in accordance with the criteria, methodologies, and conditions prescribed by the Bank of Thailand. The Bank and its subsidiaries are required to calculate its Capital Fund in accordance with Basel III. As at 30 September 2022 and 31 December 2021, the consolidated supervision and the Bank only's total capital funds could be categorised as follows:

	Consolidated supervision	
	30 September 2022	31 December 2021
	<i>(in million Baht)</i>	
<i>Tier 1 Capital</i>		
Common Equity Tier 1 Capital (CET1)		
Paid-up share capital	91,853	91,792
Share premium	43,343	43,345
Legal reserve	10,091	10,091
Net profits after appropriation	61,467	49,585
Other comprehensive income	3,093	4,673
Capital adjustment items on CET1	(29)	(30)
Capital deduction items on CET1	(24,395)	(23,172)
Total Common Equity Tier 1 Capital	<u>185,423</u>	<u>176,284</u>
Addition Tier 1 Capital		
Subordinated debentures classified as additional Tier 1 Capital	11,214	12,089
Total Tier 1 Capital	<u>196,637</u>	<u>188,373</u>

TMBThanachart Bank Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

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

	Consolidated supervision	
	30 September 2022	31 December 2021
	<i>(in million Baht)</i>	
<i>Tier 2 Capital</i>		
General provision	13,782	13,627
Subordinated debentures classified as additional Tier 2 Capital	35,430	35,430
Total Tier 2 Capital	49,212	49,057
Total Capital Fund	245,849	237,430
Total Risk-Weighted Assets	1,227,756	1,228,574

	The BoT's regulatory minimum requirement*	30 September 2022	The BoT's regulatory minimum requirement*	31 December 2021
		<i>(%)</i>		
Capital Adequacy Ratio/Total Risk-Weighted Asset	12.0	20.02	11.0	19.33
Tier 1 Capital Ratio/Total Risk-Weighted Asset	9.5	16.02	8.5	15.33
Common Equity Tier 1 Capital Ratio/Total Risk-Weighted Asset	8.0	15.10	7.0	14.35

* The BoT requires commercial banks to maintain an additional buffer on top of minimum regulatory required Common Equity Tier 1 consists of conservation buffer of 2.50% and D-SIB buffer of 1.0%

	Bank only	
	30 September 2022	31 December 2021
	<i>(in million Baht)</i>	
<i>Tier 1 capital</i>		
Common Equity Tier 1 capital (CET1)		
Paid-up share capital	91,853	91,792
Share premium	43,343	43,345
Legal reserve	10,091	10,091
Net profits after appropriation	57,429	48,351
Other comprehensive income	3,166	4,733
Other transaction from changes in equity	885	885
Capital adjustment items on CET1	(29)	(29)
Capital deduction items on CET1	(24,954)	(23,822)
Total Common Equity Tier 1 Capital	181,784	175,346
Addition Tier 1 Capital		
Subordinated debentures classified as additional Tier 1 Capital	11,214	12,089
Total Tier 1 Capital	192,998	187,435
<i>Tier 2 capital</i>		
General provision	13,658	13,627
Subordinated debentures classified as additional Tier 2 Capital	35,430	35,430
Total Tier 2 Capital	49,088	49,057
Total Capital funds	242,086	236,492
Total Risk-Weighted Assets	1,217,612	1,216,927

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	The BoT's regulatory minimum requirement*	30 September 2022	The BoT's regulatory minimum requirement*	31 December 2021
		(%)		
Capital Adequacy Ratio/Total Risk-Weighted Asset	12.0	19.88	11.0	19.43
Tier 1 Capital Ratio/Total Risk-Weighted Asset	9.5	15.85	8.5	15.40
Common Equity Tier 1 Capital Ratio/Total Risk-Weighted Asset	8.0	14.93	7.0	14.41

* The BoT requires commercial banks to maintain an additional buffer on top of minimum regulatory required Common Equity Tier 1 consists of conservation buffer of 2.50% and D-SIB buffer of 1.0%

As at 30 September 2022 and 31 December 2021, the Bank and its subsidiaries have no add-on arising from Single Lending Limit.

Disclosures of capital maintenance information under the Bank of Thailand on the Public Disclosures of Capital Maintenance for Commercial Banks, the Public Disclosures of Capital Maintenance for Financial Group, and the Public Disclosures of Liquidity Coverage Ratio, the Bank and its subsidiaries disclose as follows:

Location of disclosure	The Bank's website under Investor Relations section at www.ttbank.com/en/ir/financial-information/pillar3
Disclosure period requirement	Within 4 months after the year end date as indicated in the BOT notification
Lasted information as of	30 June 2022

Capital management

The Bank and its subsidiaries' capital management approach is driven by its desire to maintain a strong capital base to support the development of its business, to meet regulatory capital requirements and to maintain appropriate credit ratings.

5 Investments, net

5.1 Classified by type of investments

	Consolidated and Bank only	
	30 September 2022	31 December 2021
	(in million Baht)	
Investments in debt securities measured at amortised costs		
Government and state enterprise securities	49,124	-
Total	49,124	-
Less allowance for expected credit loss	(21)	-
Net	49,103	-
Investments in debt securities measured at FVOCI		
Government and state enterprise securities	118,392	151,561
Private debt securities	9,899	11,992
Foreign debt securities	10,501	13,786
Total	138,792	177,339
Allowance for expected credit loss	(2,963)	(2,953)

	Consolidated and Bank only	
	30 September 2022	31 December 2021
	<i>(in million Baht)</i>	
<i>Investments in equity securities designated at FVOCI</i>		
Non-marketable equity securities - domestic	2,845	2,884
Non-marketable equity securities - overseas	6	6
Total	<u>2,851</u>	<u>2,890</u>
Total investments - net	<u>190,746</u>	<u>180,229</u>

The Bank and its subsidiaries have dividend income from investments in equity instruments that are designated at fair value through other comprehensive income for the three-month and nine-month periods ended 30 September 2022 in the amount of Baht 7 million and Baht 142 million, respectively (*Bank only: Baht 7 million and Baht 142 million, respectively*), and for the nine-month period ended 30 September 2021 in the amount of Baht 130 million (*Bank only: Baht 50 million*).

In June 2022, the Bank has initiated new business model, held-to-collect, for investment in debt securities, and reassessed investment items in response to investment objective. As a result, the Bank transferred investments in debt securities with carrying value of Baht 21,253 million from FVOCI to amortised costs. Unrealised loss associated with the transferred investment of Baht 1,932 million were reversed in other comprehensive income.

As of 30 September 2022, the fair value of the transferred investment was Baht 19,432 million, the unrealised loss amounting Baht 1,821 million would have been recognized in other comprehensive income if the investment had not been transferred.

5.2 Investments in entities in which the Bank and its subsidiaries hold 10% or more

As at 30 September 2022 and 31 December 2021, the Bank and its subsidiaries had investments in entities in which the Bank and its subsidiaries hold 10% or more of the paid-up share capital of the investee companies but such companies are not treated as its subsidiaries and associates summarised below.

	Consolidated and Bank only	
	30 September 2022	31 December 2021
	<i>(in million Baht)</i>	
Property development and construction	-	4
Public utilities and services	123	126
Mutual funds and financial services	344	266
Others	1,965	2,071
Total investments	<u>2,432</u>	<u>2,467</u>

Interest in unconsolidated structured entity arising in the normal business

The Bank and its subsidiaries may enter into transactions with structured entities in the forms of investment in unit trusts, lending and derivative transactions. Investment in unit trusts is summarised as equity securities. Lending and derivative transactions are provided under normal business terms and are managed the same way as other counterparties.

As at 30 September 2022 and 31 December 2021, the Bank and its subsidiaries did not have significant risks and transactions relating to structured entities to disclose in the financial statements.

5.3 Investments in companies with problems in their financial position and operating results

As at 30 September 2022 and 31 December 2021, the Bank and its subsidiaries had the following investments in listed companies which meet the Stock Exchange of Thailand (“SET”)’s criteria for delisting, and are in default on debt securities, or companies whose ability to continue as a going concern is uncertain, or unlisted companies whose financial position and operating results are similar to the listed companies which meet criteria for delisting from the SET. Those investments, which measured either at fair value through profit or loss, or through other comprehensive income, in the statement of financial position were summarised below.

	Consolidated and Bank only							
	30 September 2022				31 December 2021			
	No. of Companies	Cost value	Fair value	Allowance for expected credit loss	No. of Companies	Cost value	Fair value	Allowance for expected credit loss
		<i>(in million Baht)</i>				<i>(in million Baht)</i>		
- Listed companies under delisting conditions / defaulted debt securities	1	12	-	-	2	13	-	-
- Companies whose ability to continues as a going concern is uncertain, or unlisted companies whose financial position and operating results are similar to the listed companies which meet criteria for delisting from the SET	10	3,893	315	2,885	12	3,893	315	2,885
Total	11	3,905	315	2,885	14	3,906	315	2,885

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6 Investments in subsidiaries and associates, net

Companies	Type of Business	Percentage of ownership interest		Paid-up capital				Equity				Consolidated		Bank only				Dividend income for the nine-month period ended		
		30	31	30	31	30	31	30	31	30	31	30	31	30	31	30	31	30	30	
		September	December	September	December	September	December	September	December	September	December	September	December	September	December	September	December	September	September	
		2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	
Subsidiaries																				
Phahonyothin Asset Management Co., Ltd.																				
Asset management	100.00	100.00	298	298	-	-	-	-	-	-	-	298	298	-	-	298	298	-	-	
TBCO Public Company Limited ⁽¹⁾																				
Commercial bank	99.98	99.98	-	-	-	-	-	-	-	-	-	99,310	99,310	(99,000)	(99,000)	310	310	-	92,576	
TMBThanachart Broker Co., Ltd.																				
Insurance brokerage service	99.99	99.99	100	100	-	-	-	-	-	-	-	117	117	-	-	117	117	-	-	
TTB Consumer Company Limited ⁽²⁾																				
Brokerage service	100.00	-	30	-	-	-	-	-	-	-	-	30	-	-	-	30	-	-	-	
Associates																				
TMB Asset Management Co., Ltd. ⁽³⁾																				
Fund management	-	35.00	-	100	-	4,479	-	-	-	4,479	-	197	-	-	-	197	-	80	81	
Thanachart Fund Management Co., Ltd. ⁽³⁾																				
Fund management	-	49.90	-	100	-	4,141	-	-	-	4,141	-	4,192	-	-	-	4,192	-	73	-	
Eastspring Asset Management (Thailand) Co., Ltd. ⁽³⁾																				
Fund management	40.50	-	200	-	8,669	-	-	-	-	8,669	-	4,389	-	-	-	4,389	-	-	-	
Total					8,669	8,620	-	-	-	-	8,669	8,620	104,144	104,114	(99,000)	(99,000)	5,144	5,114	153	92,657

⁽¹⁾ The Company registered the dissolution with the Ministry of Commerce on 1 November 2021 and is currently on the process of liquidation.

⁽²⁾ New subsidiary registered with the Ministry of Commerce on 3 March 2022.

⁽³⁾ Eastspring Asset Management (Thailand) Co., Ltd. is a new company formed under the amalgamation of TMB Asset Management Co., Ltd. and Thanachart Fund Management Co., Ltd. on 11 July 2022. The remaining investment in this aforementioned company is subject to call and put options in the future.

7 Loans to customers and accrued interest receivables, net

7.1 Classified by loan type

	Consolidated		Bank only	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	<i>(in million Baht)</i>			
Overdrafts	90,170	98,656	90,170	98,656
Loans	681,411	679,161	676,603	678,408
Bills	216,590	198,375	216,990	198,375
Hire purchase receivables	404,812	393,856	404,812	393,856
Finance lease receivables	889	997	889	997
Others	128	259	128	259
Total loans to customers	1,394,000	1,371,304	1,389,592	1,370,551
Add accrued interest receivables and undue interest income*	7,499	7,369	7,499	7,369
Total loans to customers and accrued interest receivables	1,401,499	1,378,673	1,397,091	1,377,920
Less allowance for expected credit loss	(56,604)	(54,472)	(54,971)	(54,452)
Total loans to customers and accrued interest receivables - net	1,344,895	1,324,201	1,342,120	1,323,468

* Accrued interest receivables and undue interest income of non-performing loans to customers presented net amount after allowance for expected credit loss.

7.2 Classified by stage

	Consolidated		Bank only	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	<i>(in million Baht)</i>			
Loans to customers and accrued interest receivables*				
Stage 1 (Performing)	1,239,481	1,223,662	1,239,879	1,223,661
Stage 2 (Under-performing)	120,119	112,520	120,119	112,520
Stage 3 (Non-performing)	41,899	42,491	37,093	41,739
Total	1,401,499	1,378,673	1,397,091	1,377,920

* Total loans to customers and accrued interest receivables in note 7.1

7.3 Non-performing loans

As at 30 September 2022 and 31 December 2021, the Bank and its subsidiaries' NPLs (including interbank and money market items) were summarised as follows:

	30 September 2022			Consolidated
	TMBThanachart Bank Public Company Limited	Phahonyothin Asset Management Co., Ltd.	Elimination	
NPLs (principal)				
NPLs <i>(in million Baht)</i>	37,093	4,016	790	41,899
Total loans <i>(in million Baht)</i>	1,534,939	4,016	390	1,539,345
Percentage of NPLs (%)	2.42	100.00		2.72

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	31 December 2021			
	TMBThanachart Bank Public Company Limited	Phahonyothin Asset Management Co., Ltd.	Elimination	Consolidated
NPLs (principal)				
NPLs (<i>in million Baht</i>)	41,368	1,454	(702)	42,120
Total loans (<i>in million Baht</i>)	1,498,279	1,454	(702)	1,499,031
Percentage of NPLs (%)	2.76	100.00		2.81

For the nine-month period ended 30 September 2022 and 2021, the Bank and its subsidiaries sold non-performing loans, with principal totalling approximately Baht 3,673 million and Baht 3,024 million, respectively (*Bank only: approximately Baht 7,795 million and Baht 2,647 million, respectively*), to asset management companies. The selling price in excess of the carrying amount of those non-performing loans was presented as a deduction from “Expected credit loss” in the statement of profit or loss and other comprehensive income for the nine-month period ended 30 September 2022 and 2021, respectively.

7.4 Modified loans to customers

During the nine-month period ended 30 September 2022 and 2021, the Bank and its subsidiaries have modified loans that have not resulted in derecognition, while they had a loss allowance measured at an amount equal to lifetime ECL, as follows:

	Consolidated	
	2022	2021
	<i>(in million Baht)</i>	
Loans modified during the nine-month period ended 30 September		
Outstanding loan at modification date*	6,918	6,729
Net modification loss*	58	148
Loans modified since initial recognition - upgraded		
Outstanding of loans to customers upgraded from lifetime expected credit loss to 12-month expected credit loss in the period	706	618
	Bank only	
	2022	2021
	<i>(in million Baht)</i>	
Loans modified during the nine-month period ended 30 September		
Outstanding loan at modification date*	6,884	5,813
Net modification loss*	58	152
Loans modified since initial recognition - upgraded		
Outstanding of loans to customers upgraded from lifetime expected credit loss to 12-month expected credit loss in the period	706	353

* In 2022, this included 2nd form of financial assistance based on sustainable debt resolution as mentioned in note 2.

As at 30 September 2022, the outstanding modified loans of the Bank and its subsidiaries was approximately 11% of the total loans (*31 December 2021: 16% of the total loans*).

7.5 Hire purchase and finance lease receivables

	Consolidated and Bank only			Total
	30 September 2022			
	Portion due within one year	Portion due after one year	Portion due	
		but within five years	after five years	
	<i>(in million Baht)</i>			
Hire purchase receivables	120,802	307,416	34,777	462,995
Finance lease receivables	381	567	-	948
Total gross investment under hire purchase contracts	121,183	307,983	34,777	463,943
Less unearned interest income	(20,592)	(36,032)	(1,618)	(58,242)
Present value of minimum lease payment receivables	100,591	271,951	33,159	405,701
Less allowance for expected credit loss				(10,553)
Lease receivables, net				395,148

	Consolidated and Bank only			Total
	31 December 2021			
	Portion due within one year	Portion due after one year	Portion due	
		but within five years	after five years	
	<i>(in million Baht)</i>			
Hire purchase receivables	116,303	302,806	32,310	451,419
Finance lease receivables	419	645	-	1,064
Total gross investment under hire purchase contracts	116,722	303,451	32,310	452,483
Less unearned interest income	(20,514)	(35,618)	(1,498)	(57,630)
Present value of minimum lease payment receivables	96,208	267,833	30,812	394,853
Less allowance for expected credit loss				(9,390)
Lease receivables, net				385,463

8 Allowance for expected credit loss

The allowance for expected credit loss as at 30 September 2022 and 31 December 2021 were as follows:

	Consolidated			Total
	30 September 2022			
	12-Month ECL	Lifetime ECL, not credit impaired	Lifetime ECL, credit impaired	
		<i>(in million Baht)</i>		
Interbank and money market items	79	-	-	79
Investments	99	-	2,885	2,984
Loans to customers and accrued interest receivables	12,536	25,213	18,855	56,604
Other financial assets	35	97	298	430
Loan commitments and financial guarantee	819	824	326	1,969

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	12-Month ECL	Consolidated 31 December 2021		Total
		Lifetime ECL, not credit impaired	Lifetime ECL, credit impaired	
Interbank and money market items	43	-	-	43
Investments	68	-	2,885	2,953
Loans to customers and accrued interest receivables	12,413	22,052	20,007	54,472
Other financial assets	41	99	373	513
Loan commitments and financial guarantee	709	343	286	1,338

	12-Month ECL	Bank only 30 September 2022		Total
		Lifetime ECL, not credit impaired	Lifetime ECL, credit impaired	
Interbank and money market items	79	-	-	79
Investments	99	-	2,885	2,984
Loans to customers and accrued interest receivables	12,536	25,213	17,222	54,971
Other financial assets	35	97	298	430
Loan commitments and financial guarantee	819	824	326	1,969

	12-Month ECL	Bank only 31 December 2021		Total
		Lifetime ECL, not credit impaired	Lifetime ECL, credit impaired	
Interbank and money market items	43	-	-	43
Investments	68	-	2,885	2,953
Loans to customers and accrued interest receivables	12,413	22,052	19,987	54,452
Other financial assets	41	99	373	513
Loan commitments and financial guarantee	709	343	286	1,338

The movements in the allowance for expected credit loss of loans to customers and accrued interest receivables during the period were as follows:

	Consolidated	Bank only
	<i>(in million Baht)</i>	
Nine-month period ended 30 September 2022		
Beginning balance	54,472	54,452
Changes from stage reclassification	8,472	8,472
Changes from remeasurement of ECL	6,042	6,222
Originated during the period	1,836	1,836
Derecognition during the period	(3,700)	(5,493)
Write-off	(10,518)	(10,518)
Ending balance	56,604	54,971

The movements in the allowance for expected credit loss of loans to customers and accrued interest receivables during the year were as follows:

	Consolidated	Bank only
	<i>(in million Baht)</i>	
<i>For the year ended 31 December 2021</i>		
Beginning balance	51,967	31,331
Acquisition through Entire Business Transfer	-	20,867
Changes from stage reclassification	13,225	9,041
Changes from remeasurement of ECL	9,695	10,151
Originated during the year	2,312	1,506
Derecognition during the year	(6,893)	(6,242)
Write-off	(15,834)	(12,202)
Ending balance	54,472	54,452

From the economic conditions and the prolonged COVID-19 pandemic, management considered the impact to the financial assets based on available information and the potential impact on the initial ECL estimates. As at 30 September 2022 and 31 December 2021, management provided additional ECL as management overlay including for the customers under relief and impact from economic condition.

9 Debts issued and borrowings

	Interest rates as at 30 September 2022 (%)	Maturities	Consolidated					
			30 September 2022			31 December 2021		
			Domestic	Foreign	Total	Domestic	Foreign	Total
Subordinated debentures ⁽¹⁾	3.50, 4.00 and 4.90	2022 ⁽²⁾ - 2024 ⁽²⁾	35,430	14,065	49,495	35,430	13,368	48,798
Senior debentures	6mLibor+1.05, SOFR 6m+1.15 and 0.48- 1.00	2022 - 2027	5,020	18,606	23,626	5,300	14,207	19,507
Bills of exchange ⁽³⁾ and promissory notes	2.15 and 0.05-2.50	At call and 2012	9	-	9	10	-	10
Other borrowings	0.00-0.75	2022 - 2031	14	59	73	19	64	83
Total			40,473	32,730	73,203	40,759	27,639	68,398

	Interest rates as at 30 September 2022 (%)	Maturities	Bank only					
			30 September 2022			31 December 2021		
			Domestic	Foreign	Total	Domestic	Foreign	Total
Subordinated debentures ⁽¹⁾	3.50, 4.00 and 4.90	2022 ⁽²⁾ - 2024 ⁽²⁾	35,430	14,065	49,495	35,430	13,368	48,798
Senior debentures	6mLibor+1.05, SOFR 6m+1.15 and 0.48- 0.85	2022 - 2027	-	18,606	18,606	-	14,207	14,207
Bills of exchange ⁽³⁾ and promissory notes	2.15 and 0.05-2.50	At call and 2012	9	-	9	10	-	10
Other borrowings	0.00-0.75	2022 - 2031	14	59	73	19	64	83
Total			35,453	32,730	68,183	35,459	27,639	63,098

⁽¹⁾ Counted as a part of capital fund, which is determined under the conditions as specified in the BoT's Notification (note 4)

⁽²⁾ The years in which call option exercise periods start

⁽³⁾ The outstanding balance of bills of exchange maturing during the year 2012 were waiting for redeem by the holders.

9.1 Subordinated debentures

On 2 December 2019, the Bank issued the Perpetual Additional Tier 1 Capital Securities amounting to USD 400 million, which has no expiration date and carries a fixed interest rate of 4.90% per annum, payable semi-annually in June and December of every year. The Bank can early redeem the Perpetual Additional Tier 1 Capital Securities after 5 years from the issue date or according to certain specified conditions. The Bank has to get the Bank of Thailand's approval before proceeding an early redemption. The Securities have been issued under the Bank's Euro Medium Term Note Programme.

During 26 August 2022 to 29 September 2022, with the approval from Bank of Thailand, the Bank repurchased the Perpetual Additional Tier 1 Capital Securities from investors amounting to USD 29 million. The outstanding balance remained at USD 371 million. In addition, the Bank repurchased the Perpetual Additional Tier 1 Capital Securities after 30 September 2022 as mentioned in note 20.4.

9.2 Senior debentures

9.2.1 On 28 February 2022, a subsidiary issued secured Senior Debentures of Baht 1,920 million with a 179-day maturity and carrying a fixed interest rate of 0.70% per annum, payable at the maturity which was fully guaranteed by the Bank. The debentures were matured on 26 August 2022, which has already fully paid.

9.2.2 On 5 August 2022, the Bank issued unsecured Senior Debentures (Green Bond) of USD 100 million, with a 5-year maturity and carrying a floating interest rate of 6M SOFR + 1.15% per annum, payable semi-annually in February and August of every year. The proceeds from Green Bond issuance will be used to finance the loan to private sector on its investment in sustainable environment.

9.2.3 On 26 August 2022, a subsidiary issued secured Senior Debentures of Baht 1,920 million with a 111-day maturity and carrying a fixed interest rate of 1.00% per annum, payable at the maturity which was fully guaranteed by the Bank.

10 Assets pledged as collateral and under restriction

Assets pledged as collateral and under restriction as at 30 September 2022 and 31 December 2021 were as follows:

	Consolidated and Bank only	
	30 September 2022	31 December 2021
	<i>(in million Baht)</i>	
Investments in securities		
- Pledged as collateral against repurchase transactions	68,008	30,694
Property foreclosed under restriction	5,765	2,923
Total	73,773	33,617

11 Commitments and contingent liabilities

11.1 Commitments

	Consolidated	
	30 September 2022	31 December 2021
	<i>(in million Baht)</i>	
Avals to bills	932	205
Guarantees of loans/bond	39	45
Liability under unmatured import bills	3,465	4,081
Letters of credit	16,251	15,608
Other commitments		
- Other guarantees	75,734	85,821
- Amount of unused bank overdrafts	111,682	117,029
- Committed line	6,465	7,958
- Others ⁽¹⁾	1,304	14,117
Total	215,872	244,864

⁽¹⁾ As at 30 September 2022, there is no financial assets accepted as collateral that had been sold or pledged. (As 31 December 2021, this included the financial assets accepted as collateral that had been sold or pledged amounting to Baht 13,226 million. The Bank and its subsidiaries are obliged to return those securities in equivalent amount).

	Bank only	
	30 September 2022	31 December 2021
	<i>(in million Baht)</i>	
Avals to bills	932	205
Guarantees of loans/bond	5,076	5,366
Liability under unmatured import bills	3,465	4,081
Letters of credit	16,251	15,608
Other commitments		
- Other guarantees	75,734	85,821
- Amount of unused bank overdrafts	111,682	117,029
- Committed line	6,465	7,958
- Others ⁽¹⁾	1,304	14,117
Total	220,909	250,185

⁽¹⁾ As at 30 September 2022, there is no financial assets accepted as collateral that had been sold or pledged. (As 31 December 2021, this included the financial assets accepted as collateral that had been sold or pledged amounting to Baht 13,226 million. The Bank is obliged to return those securities in equivalent amount).

As at 30 September 2022 and 31 December 2021, the Bank and its subsidiaries had purchase and sales of investment in debt securities with net buys amounting to Baht 75 million and net sales amounting to Baht 208 million respectively (Bank only: net buys amounting to Baht 75 million and net sales amounting to Baht 208 million, respectively), for which the settlement was not due at the reporting date.

11.2 Litigation

- (a) As at 30 September 2022 and 31 December 2021, the Bank and its subsidiaries were claimed pursuant to obligations under the letters of guarantee and other claims for 128 cases and 125 cases, respectively (Bank only: claims for 128 cases and 125 cases, respectively). The said claims were made against the Bank and its subsidiaries for the approximate liability amounts of Baht 1,648 million ⁽¹⁾ and Baht 2,241 million ⁽¹⁾, respectively (Bank only: Baht 1,648 million ⁽¹⁾ and Baht 2,241 million ⁽¹⁾, respectively).

- (b) As at 30 September 2022 and 31 December 2021, the Bank and its subsidiaries have recognised provisions for possible losses from the litigation cases totalling Baht 566 million and Baht 572 million, respectively (Bank only: Baht 566 million and Baht 572 million, respectively). The management considers that the provision established for such potential losses due to the said litigation cases is adequate.

⁽¹⁾ Excluding the liabilities of the Bank and its subsidiaries as at 30 September 2022 and 31 December 2021 of Baht 76 million and Baht 77 million, respectively (*Bank only: Baht 76 million and Baht 77 million, respectively*), which the Court of First Instance and the Appeals Court dismissed the cases.

12 Related parties

For the purposes of these financial statements, parties are considered to be related to the Bank and its subsidiaries if the Bank and its subsidiaries have the ability, directly or indirectly, to control or jointly control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Bank and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Definitions and characteristics of relationships

Related parties are as follows:

1. Major shareholders are the shareholders who own over 10% of the Bank's paid-up share capital.
2. Subsidiaries
3. Associates
4. Key management personnel of the Bank and its subsidiaries
5. Other related parties are:
 - 5.1 Close family members of key management personnel
 - 5.2 Entities in which key management personnel and their close family members hold over 10% of paid-up share capital
 - 5.3 Entities of which key management personnel and their close family members are directors exercising control or having significant influence
 - 5.4 Related companies of major shareholders
 - 5.5 Entities in which related companies of major shareholders hold over 10% of paid-up share capital
 - 5.6 Entities in which the Bank and its subsidiaries hold over 10% of paid-up share capital (excluding subsidiaries and associates)

The additional information on investments in subsidiaries and associates is disclosed in note 6.

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

Relationships with key management and other related parties were as follows:

Name of entity/Personnel	Country of incorporation/ Nationality	Nature of relationship
Key management personnel	Thailand and other countries	Persons having authority and responsibility for planning, directing and controlling the activities of the Bank, directly or indirectly, including any director (whether executive or otherwise) of the Bank and its subsidiaries
Ministry of Finance	Thailand	The major shareholder of the Bank owning over 10% of the Bank's paid-up share capital
ING Bank N.V.	The Netherlands	The major shareholder of the Bank owning over 10% of the Bank's paid-up share capital
Thanachart Capital Public Company Limited	Thailand	The major shareholder of the Bank owning over 10% of the Bank's paid-up share capital
Entities whose shares have been owned or have been controlled by the Ministry of Finance	Thailand	Related through the major shareholder of the Bank, owning over 10% of the Bank's paid-up share capital
Phahonyothin Asset Management Co., Ltd.	Thailand	Subsidiary, 100% shareholding, more than 50% of directors are representatives of the Bank
TBCO Public Company Limited	Thailand	Subsidiary, liquidator is a representative of the Bank
TMBThanachart Broker Co., Ltd.	Thailand	Subsidiary, 99.99% shareholding, more than 50% of directors are representatives of the Bank
TTB Consumer Company Limited	Thailand	Subsidiary, 100% shareholding, more than 50% of directors are representatives of the Bank
Thanachart Fund Management Co., Ltd. ⁽¹⁾	Thailand	Before 11 July 2022, Associated, 49.9% shareholding, less than 50% of directors are representatives of the Bank
TMB Asset Management Co., Ltd. ⁽¹⁾	Thailand	Before 11 July 2022, Associated, 35% shareholding, less than 50% of directors are representatives of the Bank
Eastspring Asset Management (Thailand) Co., Ltd. ⁽¹⁾	Thailand	Associated, 40.5% shareholding, less than 50% of directors are representatives of the Bank

⁽¹⁾ Eastspring Asset Management (Thailand) Co., Ltd. is a new company formed under the amalgamation of TMB Asset Management Co., Ltd. and Thanachart Fund Management Co., Ltd. on 11 July 2022.

The pricing policies for particular types of transactions are explained further below:

Transactions	Pricing policies
Interest rates of loans	Based on market rate and the collateral consideration process, the same as the Bank's normal course of business, except for the interest rates of staff welfare loans which are in accordance with the Bank's regulation.
Fee and service income	Registrar and related services, money transfer services for unit holders, agents and support services for funds managed by its associates are charged by the Bank at the rate based on conditions specified in contracts negotiated in the normal course of business, taking into account the size of funds and the purchase and sale volumes of investment units.
Interest rate on deposits and borrowings	Based on market rate
Fee and services income for other types of services	Based on market price
Branch office rental and related service	Based on market rate
Sale of non-performing assets to a subsidiary	Based on market price
Dividend income	At declared

12.1 Significant related parties transactions with key management and other related parties

Significant related parties transactions for the nine-month period ended 30 September 2022 and 2021 with key management and other related parties were as follows:

	Consolidated					
	Nine-month period ended 30 September 2022					
	Interest income	Interest expenses	Fees and service income	Fees and service expenses	Other operating income	Other operating expenses
	<i>(in million Baht)</i>					
1. Major shareholders	120	13	1	-	-	6
2. Subsidiaries	-	-	-	-	-	-
3. Associates	-	1	926	1	-	-
4. Key management personnel of the Bank	1	4	-	-	-	-
5. Other related parties	600	154	984	1	142	364

	Consolidated					
	Nine-month period ended 30 September 2021					
	Interest income	Interest expenses	Fees and service income	Fees and service expenses	Other operating income	Other operating expenses
	<i>(in million Baht)</i>					
1. Major shareholders	104	12	1	-	1	20
2. Subsidiaries	-	-	-	-	-	-
3. Associates	-	-	1,608	-	5	-
4. Key management personnel of the Bank	2	4	-	-	-	-
5. Other related parties	588	157	996	-	61	500

	Bank only					
	Nine-month period ended 30 September 2022					
	Interest income	Interest expenses	Fees and service income	Fees and service expenses	Other operating income	Other operating expenses
	<i>(in million Baht)</i>					
1. Major shareholders	120	13	1	-	-	6
2. Subsidiaries	1	6	104	214	215	9
3. Associates	-	1	926	1	153	-
4. Key management personnel of the Bank	1	4	-	-	-	-
5. Other related parties	600	154	779	1	142	364

	Bank only					
	Nine-month period ended 30 September 2021					
	Interest income	Interest expenses	Fees and service income	Fees and service expenses	Other operating income	Other operating expenses
	<i>(in million Baht)</i>					
1. Major shareholders	104	2	1	-	-	17
2. Subsidiaries	283	135	405	172	93,886	37
3. Associates	-	-	1,072	-	81	-
4. Key management personnel of the Bank	1	4	-	-	-	-
5. Other related parties	378	100	707	-	50	274

During the nine-month period ended 30 September 2022 and 2021, the Bank sold written-off non-performing loans to a subsidiary at selling price of Baht 66 million and 763 million which presented as a deduction from "Expected credit loss" in the Bank only statement of profit or loss and other comprehensive income for the nine-month period ended 30 September 2022 and 2021, respectively.

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During the nine-month period ended 30 September 2022, the Bank sold non-performing loans, with principal totalling approximately Baht 4,122 million to a subsidiary. The selling price in excess of the carrying amount of those non-performing loans was presented as a deduction from “Expected credit loss” in the Bank only statement of profit or loss and other comprehensive income for the nine-month period ended 30 September 2022. (During the nine-month period ended 30 September 2021, the Bank did not sell non-performing loans to subsidiary.)

During the nine-month period ended 30 September 2022, the Bank sold properties for sale, with carrying amount totalling Baht 1,566 million to a subsidiary. The selling price in excess of the carrying amount of those properties for sale was presented in “Other operating income” in the Bank only statement of profit or loss and other comprehensive income for the nine-month period ended 30 September 2022. (During the nine-month period ended 30 September 2021, the Bank did not sell properties for sale to subsidiary.)

12.2 Outstanding balances with related parties

As at 30 September 2022 and 31 December 2021, significant outstanding balances with related persons or parties were as follows:

12.2.1 Significant balances between the Bank and its subsidiaries and their major shareholders as at 30 September 2022 and 31 December 2021 were as follows:

	Consolidated		Bank only	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	<i>(in million Baht)</i>			
Loans to customers and accrued interest receivables, net				
Ministry of Finance	25,166	4,266	25,166	4,266
Deposits (including interbank and money market items - liabilities)				
ING Bank N.V.	3	4	3	4
Thanachart Capital Public Company Limited	6,692	1,353	6,692	1,353
Other liabilities				
Thanachart Capital Public Company Limited	7	-	7	-

12.2.2 Significant balances between the Bank and its subsidiaries and associates as at 30 September 2022 and 31 December 2021 were as follows:

	Consolidated		Bank only	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	<i>(in million Baht)</i>			
Loans to customers and accrued interest receivables, net				
Phahonyothin Asset Management Co., Ltd	-	-	400	-
Other assets				
TMBThanachart Broker Co., Ltd.	-	-	78	29
Phahonyothin Asset Management Co., Ltd	-	-	1	-
TTB Consumer Company Limited	-	-	2	-
TMB Asset Management Co., Ltd. ⁽¹⁾	-	70	-	70
Eastspring Asset Management (Thailand) Co., Ltd. ⁽¹⁾	97	-	97	-
Total	97	70	178	99

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	Consolidated		Bank only	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	<i>(in million Baht)</i>			
Deposits (including interbank and money market items - liabilities)				
TBCO Public Company Limited	-	-	323	352
TMBThanachart Broker Co., Ltd.	-	-	311	295
Phahonyothin Asset Management Co., Ltd.	-	-	153	4,239
TTB Consumer Company Limited	-	-	93	-
TMB Asset Management Co., Ltd. ⁽¹⁾	-	63	-	63
Thanachart Fund Management Co., Ltd. ⁽¹⁾	-	449	-	449
Eastspring Asset Management (Thailand) Co., Ltd. ⁽¹⁾	635	-	635	-
Total	635	512	1,515	5,398
Other liabilities				
TBCO Public Company Limited	-	-	-	1
Phahonyothin Asset Management Co., Ltd.	-	-	41	4
TTB Consumer Company Limited	-	-	49	-
Eastspring Asset Management (Thailand) Co., Ltd. ⁽¹⁾	1	-	1	-
Total	1	-	91	5
Commitments - Derivatives ⁽²⁾				
TMB Asset Management Co., Ltd. ⁽¹⁾	-	431	-	431
Eastspring Asset Management (Thailand) Co., Ltd. ⁽¹⁾	224	-	224	-
Total	224	431	224	431
Commitments – Guarantee of bond issuance				
Phahonyothin Asset Management Co., Ltd.	-	-	5,036	5,321

⁽¹⁾ Eastspring Asset Management (Thailand) Co., Ltd. is a new company formed under the amalgamation of TMB Asset Management Co., Ltd. and Thanachart Fund Management Co., Ltd. on 11 July 2022.

⁽²⁾ Presented in notional amount

12.2.3 Significant balances between the Bank and its subsidiaries, and their key management personnel as at 30 September 2022 and 31 December 2021 were as follows:

	Consolidated		Bank only	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	<i>(in million Baht)</i>			
Loans to customers and accrued interest receivables, net	51	55	51	55
Deposits	471	507	471	507

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Notes to the condensed interim financial statements

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

12.2.4 Significant balances between the Bank and its subsidiaries, and other related parties as at 30 September 2022 and 31 December 2021 were as follows:

	Consolidated		Bank only	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	<i>(in million Baht)</i>			
Interbank and money market items - assets and loans to customers and accrued interest receivables, net	30,777	33,973	30,774	33,970
Investments	1,962	2,069	1,962	2,069
Other assets	5	25	1	-
Deposits (including interbank and money market items - liabilities)	25,313	21,732	25,313	21,732
Debts issued and borrowings (including interbank and money market items - liabilities)	18,902	13,582	18,902	13,582
Other liabilities	35	26	29	1
Commitments - Derivatives ⁽¹⁾	91,723	88,523	91,723	88,523
Other commitments	844	1,403	844	1,403

⁽¹⁾ Presented in notional amount

12.3 Senior management personnel compensation

For the nine-month period ended 30 September 2022 and 2021, senior management personnel compensation, included in profit or loss, was classified as follows:

<i>For the nine-month period ended 30 September</i>	Consolidated		Bank only	
	2022	2021	2022	2021
	<i>(in million Baht)</i>			
Short-term employee benefits - directors	48	62	48	53
Short-term employee benefits - management	770	595	740	575
Post-employment benefits	66	67	65	66
Share-based payments	59	69	59	69
Total	943	793	912	763

Senior management personnel of the Bank are directors, management personnel at the level "Head of" or executive vice president and above, and related management personnel of Accounting or Finance. Senior management personnel of the subsidiaries are those at the level of director and executive officer upwards.

12.4 Other benefits payable to the senior management personnel

The Bank's senior management personnel do not receive other benefits both in terms of monetary and non-monetary items, except for the benefits that are normally received as mentioned in note 12.3 such as monthly director remuneration, meeting allowance, salary and bonus. Directors who are the Bank's executives and the representative directors who are the executives of ING Bank N.V. shall not receive director remuneration as per the criteria of the Bank and ING Bank N.V. Nevertheless, directors with permanent residence abroad can reimburse travelling and accommodation expenses in connection with the operation of the Bank's business as actually incurred. Foreign executives are eligible for additional benefits, which are housing allowances, including utilities, telephone and home trip expenses in accordance with the established criteria.

13 Segment information

For management purposes, the Bank's businesses are divided into the following core segments, based on customer segmentation:

1. Commercial Banking

1.1 Wholesale Banking: This serves large-sized and medium-sized business customer. The main products and services are corporate loans, letters of guarantee, deposits, trade finance and foreign exchange, supply chain solution, financial management, and other financial services.

1.2 Small Enterprise: This serves small-size business customer. The main products and services are corporate loans, deposits and bancassurance.

2. Retail Banking: This represents individual persons. The main products and services are deposits, housing loans, hire purchase, finance lease, personal loans, cards services, bancassurance and mutual funds, and foreign currency services.

The Bank evaluates segment performance based on profit from operation, using the same accounting policies as those used in its preparation of the financial statements.

The operating segment information, as reported below, is reported in a consistent manner with the Bank's internal reports that are regularly reviewed by the Chief Operating Decision Maker in order to make decisions on the allocation of resources to the operating segments and assess their performance. The Chief Operating Decision Maker has been identified as the Chief Executive Committee.

Information about reportable segments:

For the three-month period ended
30 September 2022

	Commercial Banking	Retail Banking	Consolidated Other segments (in million Baht)	Elimination	Total
Net interest income	3,307	8,190	1,477	(6)	12,968
Net non-interest income	1,040	1,869	604	(131)	3,382
Total operating income	4,347	10,059	2,081	(137)	16,350
Operating expenses	(722)	(2,910)	(3,816)	61	(7,387)
Profits from operation	3,625	7,149	(1,735)	(76)	8,963
Expected credit loss					(4,422)
Profit before income tax					4,541
Income tax					(826)
Profit for the period					3,715

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*For the three-month period ended
30 September 2021*

	Commercial Banking	Retail Banking	Consolidated Other segments <i>(in million Baht)</i>	Elimination	Total
Net interest income	2,880	7,324	1,574	798	12,576
Net non-interest income	4,510	2,584	507	(4,361)	3,240
Total operating income	7,390	9,908	2,081	(3,563)	15,816
Operating expenses	(1,322)	(5,062)	(1,239)	234	(7,389)
Profits from operation	6,068	4,846	842	(3,329)	8,427
Expected credit loss					(5,558)
Profit before income tax					2,869
Income tax					(509)
Profit for the period					2,360

*For the nine-month period ended
30 September 2022*

	Commercial Banking	Retail Banking	Consolidated Other segments <i>(in million Baht)</i>	Elimination	Total
Net interest income	9,387	23,619	4,796	(11)	37,791
Net non-interest income	3,280	5,915	1,226	(204)	10,217
Total operating income	12,667	29,534	6,022	(215)	48,008
Operating expenses	(2,143)	(8,434)	(11,033)	134	(21,476)
Profits from operation	10,524	21,100	(5,011)	(81)	26,532
Expected credit loss					(13,767)
Profit before income tax					12,765
Income tax					(2,417)
Profit for the period					10,348

*For the nine-month period ended
30 September 2021*

	Commercial Banking	Retail Banking	Consolidated Other segments <i>(in million Baht)</i>	Elimination	Total
Net interest income	9,342	26,698	2,061	130	38,231
Net non-interest income	7,401	6,526	5,001	(8,129)	10,799
Total operating income	16,743	33,224	7,062	(7,999)	49,030
Operating expenses	(2,487)	(10,308)	(11,659)	1,315	(23,139)
Profits from operation	14,256	22,916	(4,597)	(6,684)	25,891
Expected credit loss					(16,580)
Profit before income tax					9,311
Income tax					(1,634)
Profit for the period					7,677

Reconciliation of reportable segment profit or loss

*For the three-month period ended
30 September 2022*

	Net interest income	Net non- interest income	Operating expenses	Expected credit loss
	<i>Consolidated</i>			
	<i>(in million Baht)</i>			
Segment reporting	12,968	3,382	(7,387)	(4,422)
Expected credit loss	-	-	(34)	34
Others	-	(1)	(26)	27
Consolidated financial statements	12,968	3,381	(7,447)	(4,361)

*For the three-month period ended
30 September 2021*

	Net interest income	Net non- interest income	Operating expenses	Expected credit loss
	<i>Consolidated</i>			
	<i>(in million Baht)</i>			
Segment reporting	12,576	3,240	(7,389)	(5,558)
Expected credit loss	-	-	(32)	32
Others	-	(2)	2	-
Consolidated financial statements	12,576	3,238	(7,419)	(5,526)

*For the nine-month period ended
30 September 2022*

	Net interest income	Net non- interest income	Operating expenses	Expected credit loss
	<i>Consolidated</i>			
	<i>(in million Baht)</i>			
Segment reporting	37,791	10,217	(21,476)	(13,767)
Expected credit loss	-	-	(179)	179
Others	-	4	(41)	37
Consolidated financial statements	37,791	10,221	(21,696)	(13,551)

*For the nine-month period ended
30 September 2021*

	Net interest income	Net non- interest income	Operating expenses	Expected credit loss
	<i>Consolidated</i>			
	<i>(in million Baht)</i>			
Segment reporting	38,231	10,799	(23,139)	(16,580)
Expected credit loss	-	-	(83)	83
Others	-	(2)	2	-
Consolidated financial statements	38,231	10,797	(23,220)	(16,497)

	<i>Consolidated</i>				
	<i>30 September 2022</i>				
	Commercial Banking	Retail Banking	Other segments	Elimination	Total
	<i>(in million Baht)</i>				
Loan to customers	530,212	821,129	42,268	391	1,394,000
Deposits	370,525	1,003,979	-	(880)	1,373,624

	Consolidated				Total
	Commercial Banking	Retail Banking	Other segments <i>(in million Baht)</i>	Elimination	
	31 December 2021				
Loan to customers	529,960	802,326	39,720	(702)	1,371,304
Deposits	367,072	976,657	-	(4,534)	1,339,195

14 Earnings per share

Basic earnings per share

The calculations of basic earnings per share for the three-month and nine-month periods ended 30 September 2022 and 2021 were based on the profit for the periods attributable to equity holders of the Bank and the number of ordinary shares outstanding during the periods as follows:

	Consolidated		Bank only	
	2022	2021	2022	2021
<i>For the three-month period ended 30 September</i>				
Profit for the periods attributable to equity holders of the Bank <i>(in million Baht)</i>	3,715	2,359	3,748	2,461
Weighted average number of ordinary shares outstanding <i>(in million shares)</i>	96,637	96,419	96,637	96,419
Basic earnings per share <i>(in Baht)</i>	0.0384	0.0245	0.0388	0.0255
<i>For the nine-month period ended 30 September</i>				
Profit for the periods attributable to equity holders of the Bank <i>(in million Baht)</i>	10,348	7,675	10,326	4,699
Weighted average number of ordinary shares outstanding <i>(in million shares)</i>	96,628	96,413	96,628	96,413
Basic earnings per share <i>(in Baht)</i>	0.1071	0.0796	0.1069	0.0487

Diluted earnings per share

The calculations of diluted earnings per share for the three-month and nine-month periods ended 30 September 2022 and 2021 were based on the profit for the periods attributable to equity holders of the Bank and the number of ordinary shares outstanding during the periods after adjusting for the effects of all dilutive potential ordinary shares as follows:

	Consolidated		Bank only	
	2022	2021	2022	2021
<i>For the three-month period ended 30 September</i>				
Profit for the periods attributable to equity holders of the Bank (in million Baht)	<u>3,715</u>	<u>2,359</u>	<u>3,748</u>	<u>2,461</u>
Weighted average number of ordinary shares outstanding (in million shares)	96,637	96,419	96,637	96,419
Effect of dilutive potential ordinary shares from TTB TSRP 2019, TTB TSRP 2021 and TTB-W1 Warrants (in million shares)	<u>1,187</u>	<u>433</u>	<u>1,187</u>	<u>433</u>
Weighted average number of diluted ordinary shares outstanding (in million shares)	<u>97,824</u>	<u>96,852</u>	<u>97,824</u>	<u>96,852</u>
Diluted earnings per share (in Baht)	<u>0.0380</u>	<u>0.0244</u>	<u>0.0383</u>	<u>0.0254</u>
<i>For the nine-month period ended 30 September</i>				
Profit for the periods attributable to equity holders of the Bank (in million Baht)	<u>10,348</u>	<u>7,675</u>	<u>10,326</u>	<u>4,699</u>
Weighted average number of ordinary shares outstanding (in million shares)	96,628	96,413	96,628	96,413
Effect of dilutive potential ordinary shares from TTB TSRP 2019, TTB TSRP 2021 and TTB-W1 Warrants (in million shares)	<u>736</u>	<u>291</u>	<u>736</u>	<u>291</u>
Weighted average number of diluted ordinary shares outstanding (in million shares)	<u>97,364</u>	<u>96,704</u>	<u>97,364</u>	<u>96,704</u>
Diluted earnings per share (in Baht)	<u>0.1063</u>	<u>0.0794</u>	<u>0.1061</u>	<u>0.0486</u>

15 Share capital

	Par value per share (in Baht)	30 September 2022		31 December 2021	
		Number	Amount (million shares / million Baht)	Number	Amount
Authorised shares at 30 September / 31 December	0.95	<u>97,831</u>	<u>92,939</u>	<u>96,864</u>	<u>92,021</u>
<i>Issued and paid-up</i>					
At 1 January					
- ordinary shares	0.95	96,623	91,792	96,409	91,589
Issue of new shares	0.95	<u>64</u>	<u>61</u>	<u>214</u>	<u>203</u>
At 30 September / 31 December					
- ordinary shares	0.95	<u>96,687</u>	<u>91,853</u>	<u>96,623</u>	<u>91,792</u>

On 12 April 2022, the 2022 Annual General Meeting of the Bank's shareholders passed resolutions approving as follows:

1. The reduction of the registered capital by Baht 229 million from Baht 92,021 million to Baht 91,792 million by writing off 241 million unissued and paid-up share capital at a par value of Baht 0.95 each.
2. The increase of the registered capital by Baht 1,147 million from Baht 91,792 million to Baht 92,939 million by issuing 1,207 million newly ordinary shares at a par value of Baht 0.95 each and allocate the newly issued ordinary shares as follows:
 - 2.1 Not exceeding 966 million shares at a par value of Baht 0.95 each under the TTB-W1 Warrants Program.
 - 2.2 Not exceeding 183 million shares at a par value of Baht 0.95 each under the 2021 TTB Stock Retention Program.
 - 2.3 Not exceeding 58 million shares at a par value of Baht 0.95 each under the 2019 TTB Stock Retention Program.

The reduction and increase of the registered capital were registered with the Department of Business Development, Ministry of Commerce on 21 April 2022 and 22 April 2022 respectively.

The Bank issued ordinary shares under the TTB-W1 Warrants Program of 7,112,826 ordinary shares with a par value of Baht 0.95 per share. The increase of the issued ordinary shares was registered with the Department of Business Development, Ministry of Commerce on 7 July 2022.

The Bank issued ordinary shares under the TTB Stock Retention Program 2019 of 57,324,400 ordinary shares with a par value of Baht 0.95 per share to its employees. The increase of the issued ordinary shares was registered with the Department of Business Development, Ministry of Commerce on 15 September 2022.

16 Warrant - TTB-W1 Warrants Program

Information of TTB-W1 Warrants Program

On 12 April 2022, the 2022 Annual General Meeting of the Bank's shareholders passed resolutions approving the issuance and allocation of the Warrants (TTB-W1 Warrants Program) to current shareholders of the Bank. Summary of the program is detail below:

Issuance date:	11 May 2022
Number of warrants issued and allocated:	Not exceeding 966,228,745 units
Offered price per unit:	Baht 0 (Zero Baht) (at no cost)
Term of warrant:	3 years from the issuance date of the TTB-W1 Warrants
Exercise rate:	1 unit of the TTB-W1 Warrant for 1 ordinary share
Exercise price:	Baht 0.95 per share, unless the exercise price is adjusted otherwise pursuant to the conditions concerning the rights adjustment.
Exercise period:	Every last business day of March, June, September and December of every year throughout the term of the TTB-W1 Warrants

Details of exercised warrants during the period is mentioned in Note 15.

17 Appropriation of profit and dividend payment

- (a) On 23 August 2022, the Board of Directors' Meeting of the Bank passed a resolution approving payment of an interim dividend of Baht 0.02 per share to the ordinary shareholders, or a total of Baht 1,933 million. The Bank paid such dividend to its shareholders on 22 September 2022.

- (b) On 12 April 2022, the 2022 Annual General Meeting of the Bank's shareholders passed resolutions approving the appropriation of the 2021 operating profit and dividend payment as follows:
- (1) Not allocating net profit from 2021 operating results to the legal reserve as the Bank's legal reserve is sufficient as required by laws and the Bank's Articles of Association.
 - (2) Payment of a dividend of Baht 0.038 per share from the 2021 operating profit to the Bank's ordinary shareholders, totalling Baht 3,669 million. The Bank paid such dividend to its shareholders on 11 May 2022.
- (c) On 23 April 2021, the 2021 Annual General Meeting of the Bank's shareholders passed a resolution approving the appropriation of the 2020 operating profit and dividend payment as follows:
- (1) Not allocating net profit from 2020 operating results to the legal reserve as the Bank's legal reserve is sufficient as required by laws and the Bank's Articles of Association.
 - (2) Payment of a dividend of Baht 0.045 per share from the 2020 operating profit to the shareholders for a totalling of Baht 4,338 million. The Bank paid such dividend to its shareholders on 20 May 2021.

18 Share-based payments - TMBThanachart Stock Retention Program

Information of TMBThanachart Stock Retention Program

TMBThanachart Stock Retention Program 2021 (TTB Stock Retention Program 2021)

On 24 February 2021, the Board of Directors Meeting No.2/2021 approved the TTB Stock Retention Program 2021 (TTB TSRP 2021) which will offer newly issued ordinary shares of the Bank to the executives and employees of the Bank and Thanachart Bank who have qualifications under TTB TSRP 2021. The executives and employees under TTB TSRP 2021 shall be entitled to subscribe for the newly issued shares according to the conditions specified in TTB TSRP 2021. Summary of the program is detail below.

Term of continuing scheme:	3 years from the date on which the shareholders' meeting approves the TTB Stock Retention Program 2021 (TTB TSRP 2021)
Number of ordinary shares to be offered:	Up to 305,000,000 shares in total at a par value of Baht 0.95 where such newly issued ordinary shares will be offered as a continuing program
Offering price per share:	The offering price per share to be offered to the executives and employees under TTB Stock Retention program 2021 is equivalent to Baht 1.15. Such offering price, which was not lower than the weighted average closing price of the Bank's shares traded on the Stock Exchange of Thailand during the period of 15 consecutive days before the date on which the Board of Directors' Meeting No. 2/2021 held on February 24, 2021 resolved to propose the TTB Stock Retention Program 2021 for the shareholders' meeting's consideration and approval.
Condition of subscription for the newly issued shares:	The executives and employees under TTB TSRP 2021 who will subscribe for the newly issued shares shall be executives or employees of the Bank or Thanachart Bank as of the subscription date of such newly issued shares (the rights for employees who retire pursuant to the Bank's regulation or death are still retained).

***TTBThanachart Stock Retention Program 2019 (TTB Stock Retention Program 2019)
(formerly TMB Stock Retention Program 2019)***

On 18 December 2019, the Board of Directors Meeting No.11/2019 approved the TTB Stock Retention Program 2019 (TTB TSRP 2019) which offered newly issued ordinary shares of the Bank to employees of the Bank and Thanachart Bank who have qualifications under TTB TSRP 2019. The employees under TTB TSRP 2019 shall be entitled to subscribe for the newly issued shares according to the conditions specified in TTB TSRP 2019. Summary of the program is detail below.

Term of continuing scheme:	3 years starting from the first offering date.
Number of ordinary shares to be offered:	Not exceeding the total of 200,000,000 newly issued ordinary shares with the par value of Baht 0.95 each, which will be offered pursuant to the continuing scheme.
Offering price per share:	The offering price per share to be offered to the employees under TTB TSRP 2019 is equivalent to the average closing price of ordinary shares of the Bank on the Stock Exchange of Thailand (“SET”) on each trading day for the period of 7 calendar days prior to the first offering date of the newly issued shares. The offering price may be lower than 90% of the market price as prescribed in the notification of the Securities and Exchange Commission relating to the calculation of the offering price and the determination of the offering price for issuance of the newly issued shares. In the case that the calculation of the offering price in any offering is lower than the par value of the ordinary shares of the Bank, the Bank is required to offer newly issued shares to the employees under TTB TSRP 2019 at the price equivalent to the par value of the ordinary shares of the Bank.
Condition of subscription for the newly issued shares:	The employees under TTB TSRP 2019 who will subscribe for the newly issued shares shall be employees of the Bank’s or Thanachart Bank as of the subscription date of such newly issued shares (the rights for employees who retire pursuant to the Bank’s regulation or death are still retained).

18.1 The offering of new ordinary shares

The Bank made the offering of ordinary shares with a par value of Baht 0.95 per share to its employees and executives, at a price of Baht 0.95 and Baht 1.15 per share, for TTB TSRP 2019 and TTB TSRP 2021 respectively. Details were as follows:

The offering of new ordinary shares	Par value (Baht/ shares)	Offering price	The offering of new ordinary shares	Ordinary shares issued to employees ⁽¹⁾ (shares)	Balance of new ordinary shares unissued as at 30 September 2022
TTB TSRP 2019	0.95	0.95	200,000,000	(198,961,900)	1,038,100
TTB TSRP 2021	0.95	1.15	305,000,000	(121,882,700)	183,117,300

⁽¹⁾ The shares will be gradually issued on an annual basis over three years since the offering of such ordinary shares.

On 14 September 2022, the Bank additionally issued TTB TSRP 2019 of 57,324,400 ordinary shares with a par value of Baht 0.95 per share to its employees, at a price of Baht 0.95 per share.

18.2 Reconciliation of issued and paid-up ordinary share capital, share premium and other reserve - shared-based payments

	Consolidated and Bank only			Other reserve
	For nine-month period ended 30 September 2022			share-based
	Issued and paid-up ordinary		Share premium	payments
	(No. of shares)	(Baht)	(Baht)	
Balance - beginning of the period	96,622,874,580	91,791,730,851	43,344,839,532	103,301,708
Reserve in relation to share-based payments	-	-	-	116,004,710
Issued ordinary shares to employees	57,324,400	54,458,180	-	(54,458,180)
Issued ordinary shares under the TTB-W1 Warrants Program	7,112,826	6,757,185	-	-
Expenses in relation to issuance of ordinary shares	-	-	(1,339,979)	-
Balance - end of the period	96,687,311,806	91,852,946,216	43,343,499,553	164,848,238

19 Reclassification of accounts

Certain accounts in the 2021 financial statement, have been reclassified to conform to the presentation in the 2022 financial statements to better reflect the Bank's business. The reclassifications were as follows:

	Before reclassification	Consolidated Reclassification (in million Baht)	After reclassification
Statements of financial position			
As at 31 December 2021			
Loans to customers and accrued interest receivables, net	1,325,212	(1,011)	1,324,201
Deferred revenue	20,175	(1,011)	19,164
Statements of profit or loss			
For the three-month period ended 30 September 2021			
Fees and service income	3,497	50	3,547
Fees and service expenses	1,241	(152)	1,089
Other operating income	394	(50)	344
Other operating expenses - Employee expenses	3,650	152	3,802
		-	
Statements of profit or loss			
For the nine-month period ended 30 September 2021			
Fees and service income	11,387	145	11,532
Fees and service expenses	3,900	(623)	3,277
Other operating income	1,130	(145)	985
Other operating expenses - Employee expenses	11,747	623	12,370
		-	

	Before reclassification	Bank only Reclassification <i>(in million Baht)</i>	After reclassification
Statements of financial position			
As at 31 December 2021			
Loans to customers and accrued interest receivables, net	1,324,479	(1,011)	1,323,468
Deferred revenue	20,176	(1,011)	19,165
Statements of profit or loss			
For the three-month period ended 30 September 2021			
Fees and service income	3,406	49	3,455
Fees and service expenses	1,210	(152)	1,058
Other operating income	695	(49)	646
Other operating expenses - Employee expenses	3,601	152	3,753
		<u>-</u>	
Statements of profit or loss			
For the nine-month period ended 30 September 2021			
Fees and service income	9,446	49	9,495
Fees and service expenses	2,781	(462)	2,319
Other operating income	4,786	(49)	4,737
Other operating expenses - Employee expenses	10,067	462	10,529
		<u>-</u>	

20 Events after the reporting period

20.1 Issuances of ordinary shares under the TTB TSRP 2021

The Bank issued ordinary shares under the TTB TSRP 2021 of 87,147,100 ordinary shares with a par value of Baht 0.95 per share to its employees. The increase of the issued ordinary shares was registered with the Department of Business Development, Ministry of Commerce on 3 October 2022.

20.2 Issuances of ordinary shares under the TTB-W1 Warrants Program

The Bank issued ordinary shares under the TTB-W1 Warrants Program of 1,614,991 ordinary shares with a par value of Baht 0.95 per share. The increase of the issued ordinary shares was registered with the Department of Business Development, Ministry of Commerce on 6 October 2022.

20.3 Issuance of unsecured Senior Debentures (Blue Bond 2022)

On 11 October 2022, the Bank issued unsecured Senior Debentures (Blue Bond 2022) of USD 50 million, with a 5-year maturity and carrying a floating interest rate of 6 months Term SOFR + 1.15% per annum, payable semi-annually in April and October of every year. The proceeds from Blue Bond issuance will be used to finance the loan to private sector on its investment in environmental and marine sustainability projects.

20.4 Repurchase of the Perpetual Additional Tier 1 Capital Securities

During 26 October 2022 to 3 November 2022, with the approval from the Bank of Thailand, the Bank had made a tender offer and repurchased the Perpetual Additional Tier 1 Capital Securities from investors amounting to USD 125 million, the total value of the repurchase was USD 154 million, representing 38.58%. The outstanding balance remained at USD 246 million.