

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

Condensed interim financial statements
for the three-month period ended
31 March 2024
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 31 March 2024; the consolidated and the Bank only statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three-month period ended 31 March 2024; 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
10 May 2024

TMBThanachart Bank Public Company Limited and its Subsidiaries

Statements of financial position

	Note	Consolidated		Bank only	
		31 March	31 December	31 March	31 December
		2024	2023	2024	2023
Assets		(Unaudited)		(Unaudited)	
<i>(in thousand Baht)</i>					
Cash		13,366,586	15,487,258	13,366,426	15,487,258
Interbank and money market items, net		265,962,791	267,486,262	265,945,245	267,468,700
Financial assets measured at fair value through profit or loss		6,307,943	2,470,257	6,307,943	2,470,257
Derivative assets		8,981,571	7,236,364	8,981,571	7,236,364
Investments, net	5	170,198,998	179,087,531	170,198,998	179,087,531
Investments in subsidiaries and associate, net	6	8,683,938	8,614,449	4,833,511	4,833,511
Loans to customers and accrued interest receivables, net	7,8	1,261,541,516	1,273,135,869	1,258,797,061	1,270,223,673
Properties for sale, net		12,509,275	12,312,102	10,157,758	9,886,857
Premises and equipment, net		20,307,444	20,858,778	20,264,112	20,788,483
Goodwill and other intangible assets, net		23,443,900	23,433,891	23,395,159	23,382,161
Deferred tax assets		1,856,194	1,560,030	2,348,098	2,058,787
Other assets, net		14,442,692	12,750,927	14,014,434	12,266,705
Total assets		1,807,602,848	1,824,433,718	1,798,610,316	1,815,190,287
Liabilities and equity					
Liabilities					
Deposits		1,372,642,615	1,386,580,912	1,373,840,828	1,387,960,507
Interbank and money market items		82,143,137	87,794,128	82,143,137	87,794,128
Liabilities payable on demand		4,814,087	6,061,311	4,813,949	6,061,252
Financial liabilities measured at fair value through profit or loss		3,190,008	1,816,492	3,190,008	1,816,492
Derivative liabilities		7,473,410	5,706,921	7,473,410	5,706,921
Debts issued and borrowings	9	60,319,165	59,531,381	53,921,615	52,633,050
Provisions for employee benefits		4,319,358	4,230,460	4,158,783	4,070,633
Provisions for other liabilities		2,489,448	2,333,830	2,488,686	2,333,328
Other liabilities		35,095,553	41,031,150	34,833,081	40,612,178
Total liabilities		1,572,486,781	1,595,086,585	1,566,863,497	1,588,988,489

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

TMBThanachart Bank Public Company Limited and its Subsidiaries

Statements of financial position

	Note	Consolidated		Bank only	
		31 March	31 December	31 March	31 December
		2024	2023	2024	2023
Liabilities and equity		(Unaudited)		(Unaudited)	
<i>(in thousand Baht)</i>					
Equity					
Share capital					
Authorised share capital					
97,830,583,125 ordinary shares of Baht 0.95 each	15	92,939,054	92,939,054	92,939,054	92,939,054
Issued and paid-up share capital					
97,103,532,191 ordinary shares of Baht 0.95 each					
(31 December 2023: 97,101,487,977 ordinary shares					
of Baht 0.95 each)	15	92,248,355	92,246,413	92,248,355	92,246,413
Premium on share capital		43,373,370	43,373,984	43,373,370	43,373,984
Other reserves		6,184,195	5,735,214	7,175,982	6,703,806
Retained earnings					
Appropriated					
Legal reserve		10,091,000	10,091,000	10,091,000	10,091,000
Unappropriated		83,219,096	77,900,479	78,858,112	73,786,595
Equity attributable to equity holders of the Bank		235,116,016	229,347,090	231,746,819	226,201,798
Non-controlling interest		51	43	-	-
Total equity		235,116,067	229,347,133	231,746,819	226,201,798
Total liabilities and equity		1,807,602,848	1,824,433,718	1,798,610,316	1,815,190,287

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	
	31 March		31 March	
	2024	2023	2024	2023
	<i>(in thousand Baht)</i>			
Interest income	21,083,945	18,475,404	21,044,964	18,440,875
Interest expenses	6,687,644	4,973,357	6,644,389	4,946,289
Net interest income	14,396,301	13,502,047	14,400,575	13,494,586
Fees and service income	3,414,262	3,500,438	3,173,752	3,292,131
Fees and service expenses	959,777	941,336	1,058,489	1,050,000
Net fees and service income	2,454,485	2,559,102	2,115,263	2,242,131
Gain on financial instruments measured at fair value through profit or loss, net	457,472	474,182	457,472	474,182
Gain (loss) on investments, net	46,866	(11,409)	19,630	(4,316)
Share of profit from investment using equity method	69,489	75,444	-	-
Other operating income	245,040	270,461	266,652	293,819
Total operating income	17,669,653	16,869,827	17,259,592	16,500,402
Other operating expenses				
Employee expenses	4,129,214	4,082,034	3,929,183	3,878,790
Directors' remuneration	27,714	9,862	27,714	9,862
Premises and equipment expenses	1,196,888	1,205,710	1,182,245	1,191,493
Taxes and duties	492,555	416,622	488,054	412,052
Others	1,724,034	1,588,898	1,662,345	1,576,427
Total other operating expenses	7,570,405	7,303,126	7,289,541	7,068,624
Expected credit loss	5,116,840	4,275,877	5,280,751	4,066,994
Profit from operations before income tax	4,982,408	5,290,824	4,689,300	5,364,784
Income tax	(351,389)	996,305	(397,389)	1,058,887
Profit for the period	5,333,797	4,294,519	5,086,689	4,305,897
Other comprehensive income				
<i>Items that will be reclassified subsequently to profit or loss</i>				
Gain on investments in debt instruments at fair value				
through other comprehensive income	452,417	14,221	481,410	10,742
Gain (loss) on cash flow hedges	77,051	(58,690)	77,051	(58,690)
Income tax relating to items that will be reclassified				
subsequently to profit or loss	(105,894)	8,894	(111,692)	9,589
	423,574	(35,575)	446,769	(38,359)

The accompanying notes are 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)

	Consolidated		Bank only	
	Three-month period ended		Three-month period ended	
	31 March		31 March	
Note	2024	2023	2024	2023
	(in thousand Baht)			
Items that will not be reclassified subsequently to profit or loss				
Change in revaluation surplus on assets	(35,129)	2,294,154	(35,129)	2,294,154
Gain (loss) on investments in equity instruments designated at fair value through other comprehensive income	86,454	(561,616)	86,454	(561,616)
Actuarial loss on post-employment benefit plan	(69,402)	(94,856)	(69,402)	(94,856)
Income tax relating to items that will not be reclassified subsequently to profit or loss	3,615	(327,536)	3,615	(327,536)
	(14,462)	1,310,146	(14,462)	1,310,146
Total other comprehensive income for the period, net of income tax	409,112	1,274,571	432,307	1,271,787
Total comprehensive income for the period	5,742,909	5,569,090	5,518,996	5,577,684
Profit attributable to:				
Equity holders of the Bank	5,333,789	4,294,515	5,086,689	4,305,897
Non-controlling interest	8	4	-	-
Profit for the period	5,333,797	4,294,519	5,086,689	4,305,897
Total comprehensive income attributable to:				
Equity holders of the Bank	5,742,901	5,569,085	5,518,996	5,577,684
Non-controlling interest	8	5	-	-
Total comprehensive income for the period	5,742,909	5,569,090	5,518,996	5,577,684
Earnings per share				
Basic earnings per share (in Baht)	0.05	0.04	0.05	0.04
Diluted earnings per share (in Baht)	0.05	0.04	0.05	0.04

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Mr. Piti Tantakasem
Chief Executive Officer

Mrs. Charita Leelayudth
Chairman of the Audit Committee

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

		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)	Share of other comprehensive income of associates	Total other reserve	Legal reserve	Unappropriated	Equity attributable to equity holders of the Bank	Non-controlling interest	Total equity
Note		share capital	share capital	payments	assets, net	net		(in thousand Baht)	reserve			of the Bank	interest	
Three-month period ended 31 March 2023														
Balance as at 1 January 2023		91,937,270	43,360,227	70,713	4,963,447	(489,263)	(89,183)	-	4,455,714	10,091,000	69,162,228	219,006,439	1,143	219,007,582
Transactions with owners, recorded directly in equity														
Contributions by and distribution to owners of the bank														
Reserve in relation to share-based payments		-	-	19,314	-	-	-	-	19,314	-	-	19,314	-	19,314
Issued ordinary shares under the TTB-W1 Warrants Program		154	-	-	-	-	-	-	-	-	-	154	-	154
Expenses in relation to issuance of ordinary shares		-	(621)	-	-	-	-	-	-	-	-	(621)	-	(621)
Total contributions by and distribution to owners of the bank		154	(621)	19,314	-	-	-	-	19,314	-	-	18,847	-	18,847
Comprehensive income for the period														
Profit for the period		-	-	-	-	-	-	-	-	-	4,294,515	4,294,515	4	4,294,519
Other comprehensive income		-	-	-	1,835,323	(437,916)	(46,952)	-	1,350,455	-	(75,885)	1,274,570	1	1,274,571
Total comprehensive income for the period		-	-	-	1,835,323	(437,916)	(46,952)	-	1,350,455	-	4,218,630	5,569,085	5	5,569,090
Transfer to retained earnings		-	-	-	(41,420)	-	-	-	(41,420)	-	41,420	-	-	-
Balance as at 31 March 2023		91,937,424	43,359,606	90,027	6,757,350	(927,179)	(136,135)	-	5,784,063	10,091,000	73,422,278	224,594,371	1,148	224,595,519
Three-month period ended 31 March 2024														
Balance as at 1 January 2024		92,246,413	43,373,984	65,606	6,567,482	(765,320)	(133,605)	1,051	5,735,214	10,091,000	77,900,479	229,347,090	43	229,347,133
Transactions with owners, recorded directly in equity														
Contributions by and distribution to owners of the bank														
Reserve in relation to share-based payments		-	-	24,697	-	-	-	-	24,697	-	-	24,697	-	24,697
Issued ordinary shares under the TTB-W1 Warrants Program	15	1,942	-	-	-	-	-	-	-	-	-	1,942	-	1,942
Expenses in relation to issuance of ordinary shares		-	(614)	-	-	-	-	-	-	-	-	(614)	-	(614)
Total contributions by and distribution to owners of the bank		1,942	(614)	24,697	-	-	-	-	24,697	-	-	26,025	-	26,025
Comprehensive income for the period														
Profit for the period		-	-	-	-	-	-	-	-	-	5,333,789	5,333,789	8	5,333,797
Other comprehensive income		-	-	-	(28,104)	431,097	61,641	-	464,634	-	(55,522)	409,112	-	409,112
Total comprehensive income for the period		-	-	-	(28,104)	431,097	61,641	-	464,634	-	5,278,267	5,742,901	8	5,742,909
Transfer to retained earnings		-	-	-	(40,350)	-	-	-	(40,350)	-	40,350	-	-	-
Balance as at 31 March 2024		92,248,355	43,373,370	90,303	6,499,028	(334,223)	(71,964)	1,051	6,184,195	10,091,000	83,219,096	235,116,016	51	235,116,067

TMBThanachart Bank Public Company Limited and its Subsidiaries

Statements of changes in equity (Unaudited)

Bank only											
Other reserves									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	Revaluation surplus (deficit) on investments, net	Cash flow hedge reserve (effective portion)	Total other reserve	Legal reserve	Unappropriated	Total equity
Note	share capital	share capital	payments	common control	assets, net	net	portion)	reserve			
(in thousand Baht)											
Three-month period ended 31 March 2023											
Balance as at 1 January 2023	91,937,270	43,360,227	70,713	884,526	4,963,447	(466,281)	(38,570)	5,413,835	10,091,000	65,094,736	215,897,068
Transactions with owners, recorded directly in equity											
Contributions by and distribution to owners of the bank											
Reserve in relation to share-based payments	-	-	19,314	-	-	-	-	19,314	-	-	19,314
Issued ordinary shares under the TTB-W1 Warrants Program	154	-	-	-	-	-	-	-	-	-	154
Expenses in relation to issuance of ordinary shares	-	(621)	-	-	-	-	-	-	-	-	(621)
Total contributions by and distribution to owners of the bank	154	(621)	19,314	-	-	-	-	19,314	-	-	18,847
Comprehensive income for the period											
Profit for the period	-	-	-	-	-	-	-	-	-	4,305,897	4,305,897
Other comprehensive income	-	-	-	-	1,835,323	(440,699)	(46,952)	1,347,672	-	(75,885)	1,271,787
Total comprehensive income for the period	-	-	-	-	1,835,323	(440,699)	(46,952)	1,347,672	-	4,230,012	5,577,684
Transfer to retained earnings	-	-	-	-	(41,420)	-	-	(41,420)	-	41,420	-
Balance as at 31 March 2023	91,937,424	43,359,606	90,027	884,526	6,757,350	(906,980)	(85,522)	6,739,401	10,091,000	69,366,168	221,493,599
Three-month period ended 31 March 2024											
Balance as at 1 January 2024	92,246,413	43,373,984	65,606	884,526	6,567,482	(680,203)	(133,605)	6,703,806	10,091,000	73,786,595	226,201,798
Transactions with owners, recorded directly in equity											
Contributions by and distribution to owners of the bank											
Reserve in relation to share-based payments	-	-	24,697	-	-	-	-	24,697	-	-	24,697
Issued ordinary shares under the TTB-W1 Warrants Program	15	1,942	-	-	-	-	-	-	-	-	1,942
Expenses in relation to issuance of ordinary shares	-	(614)	-	-	-	-	-	-	-	-	(614)
Total contributions by and distribution to owners of the bank	1,942	(614)	24,697	-	-	-	-	24,697	-	-	26,025
Comprehensive income for the period											
Profit for the period	-	-	-	-	-	-	-	-	-	5,086,689	5,086,689
Other comprehensive income	-	-	-	-	(28,104)	454,292	61,641	487,829	-	(55,522)	432,307
Total comprehensive income for the period	-	-	-	-	(28,104)	454,292	61,641	487,829	-	5,031,167	5,518,996
Transfer to retained earnings	-	-	-	-	(40,350)	-	-	(40,350)	-	40,350	-
Balance as at 31 March 2024	92,248,355	43,373,370	90,303	884,526	6,499,028	(225,911)	(71,964)	7,175,982	10,091,000	78,858,112	231,746,819

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

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

	Consolidated		Bank only	
	Three-month period ended		Three-month period ended	
	31 March		31 March	
	2024	2023	2024	2023
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit from operations before income tax	4,982,408	5,290,824	4,689,300	5,364,784
<i>Adjustments to reconcile profit from operations before income tax to net cash provided by (used in) operating activities</i>				
Depreciation and amortisation	1,037,112	949,452	1,029,267	941,591
Expected credit loss	5,116,840	4,275,877	5,280,751	4,066,994
Impairment loss on premises and equipment	11,906	48,096	11,906	48,096
Impairment loss on intangible assets (reversal of)	(21,719)	-	(21,719)	-
Impairment loss on properties for sale and other assets (reversal of)	28,209	37,076	(14,984)	38,089
Provisions for liabilities	186,295	34,739	180,493	29,881
Loss (gain) on revaluation of investments measured at FVTPL	612	(7,942)	612	(7,942)
Loss on written-off of intangible assets	20,501	970	20,501	970
Gain on disposal of premises and equipment	(2,133)	(13,581)	(2,133)	(10,310)
Loss (gain) on disposal of investments	(46,866)	11,409	(19,630)	4,316
Unrealised loss on exchange and revaluation	929,847	1,892	929,847	1,892
Reserve in relation to share-based payments	24,697	19,314	24,697	19,314
Share of profit from investments using the equity method	(69,489)	(75,444)	-	-
Deferred revenue	(480,298)	(525,685)	(481,280)	(526,459)
Net interest income	(14,396,301)	(13,502,047)	(14,400,575)	(13,494,586)
Dividend income	(42)	(1,828)	(42)	(1,828)
Interest received	21,280,645	17,929,937	21,241,658	17,897,274
Interest paid	(7,032,664)	(3,815,161)	(7,032,592)	(3,814,964)
Income tax paid	(115,609)	(117,124)	(102,461)	(97,074)
Profit from operations before changes in operating assets and liabilities	11,453,951	10,540,774	11,333,616	10,460,038
<i>Decrease (increase) in operating assets</i>				
Interbank and money market items	1,497,964	(43,672,278)	1,497,948	(43,678,484)
Financial assets measured at fair value through profit or loss	(3,838,299)	(621,140)	(3,838,299)	(621,140)
Loans to customers	5,610,825	14,592,414	5,280,930	14,878,744
Properties for sale	(58,292)	81,927	(88,825)	50,530
Other assets	(1,027,997)	670,280	(1,066,428)	762,628
<i>Increase (decrease) in operating liabilities</i>				
Deposits	(13,473,771)	3,085,223	(13,655,153)	3,908,845
Interbank and money market items	(5,650,991)	(1,886,332)	(5,650,991)	(1,886,332)
Liabilities payable on demand	(1,247,224)	879,174	(1,247,303)	879,040
Financial liabilities measured at fair value through profit or loss	1,314,286	78,000	1,314,286	78,000
Provisions for liabilities	(177,529)	(212,216)	(172,729)	(210,718)
Other liabilities	(5,300,968)	(6,537,954)	(5,118,972)	(6,526,162)
Net cash used in operating activities	(10,898,045)	(23,002,128)	(11,411,920)	(21,905,011)

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

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

	Consolidated		Bank only	
	Three-month period ended		Three-month period ended	
	31 March		31 March	
	2024	2023	2024	2023
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Interest received	278,070	181,429	278,070	181,429
Dividend received	42	28	42	28
Purchase of investments measured at FVOCI	(8,521,512)	(9,956,851)	(8,521,512)	(9,956,851)
Proceeds from investments measured at FVOCI	18,507,479	32,376,056	18,507,479	32,376,056
Purchase of investments measured at amortised cost	-	(1,451,929)	-	(1,451,929)
Purchase of premises and equipment	(141,974)	(33,825)	(141,494)	(31,943)
Purchase of intangible assets	(445,008)	(343,102)	(444,568)	(340,236)
Proceeds from disposals of premises and equipment	38,485	22,616	38,485	19,345
Net cash provided by investing activities	9,715,582	20,794,422	9,716,502	20,795,899
<i>Cash flows from financing activities</i>				
Cash received on debenture and borrowings	2,294,882	1,600,000	-	-
Cash paid for redemption of debenture and repayment of borrowings	(2,800,849)	(507,183)	(850)	(7,183)
Interest paid on debts issued and borrowings	(433,570)	(392,227)	(425,892)	(390,980)
Increase in issued and fully paid-up - ordinary shares	1,942	153	1,942	153
Expenses in relation to issuance of ordinary shares	(614)	(621)	(614)	(621)
Net cash provided by (used in) financing activities	(938,209)	700,122	(425,414)	(398,631)
Net decrease in cash	(2,120,672)	(1,507,584)	(2,120,832)	(1,507,743)
Cash at 1 January	15,487,258	15,505,583	15,487,258	15,505,582
Cash at 31 March	13,366,586	13,997,999	13,366,426	13,997,839

The accompanying notes are 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 period ended 31 March 2024 (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 10 May 2024.

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 businesses being provision of asset management and brokerage service. Details of the Bank's subsidiaries and associate as at 31 March 2024 and 31 December 2023 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 2023.

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.

TFRS 17, Insurance Contracts, has been issued and will be effective for the financial statement periods beginning on or after 1 January 2025. The Bank and its subsidiaries have made an assessment and conclude that there will be no impact to the financial statements in the first adoption period of initial application.

(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 2023.

3 Fair value of financial assets and financial liabilities

3.1 Financial assets and financial liabilities measured at fair value

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 31 March 2024 and 31 December 2023.

	Consolidated and Bank only				
	31 March 2024				
	Carrying		Fair value		
	amount	Level 1	Level 2	Level 3	Total
			(in million Baht)		
<i>Financial assets</i>					
Financial assets measured at FVTPL	6,308	3	5,875	430	6,308
<i>Derivative assets</i>					
Foreign exchange rate	8,112	-	8,112	-	8,112
Interest rate	800	-	800	-	800
Others	70	-	70	-	70
Total	8,982	-	8,982	-	8,982
<i>Investments, net</i>					
Investments in debt securities measured at FVOCI	112,017	-	111,702	315	112,017
Investments in equity securities designated at FVOCI	2,301	164	-	2,137	2,301
Total	114,318	164	111,702	2,452	114,318
Total financial assets	129,608	167	126,559	2,882	129,608
<i>Financial liabilities</i>					
Financial liabilities measured at FVTPL	3,190	-	3,190	-	3,190
<i>Derivative liabilities</i>					
Foreign exchange rate	6,664	-	6,664	-	6,664
Interest rate	809	-	809	-	809
Total	7,473	-	7,473	-	7,473
Total financial liabilities	10,663	-	10,663	-	10,663

	Consolidated and Bank only				
	31 December 2023				
	Carrying amount	Level 1	Fair value Level 2 (in million Baht)	Level 3	Total
Financial assets					
Financial assets measured at FVTPL	2,470	3	2,037	430	2,470
Derivative assets					
Foreign exchange rate	6,529	-	6,529	-	6,529
Interest rate	697	-	697	-	697
Others	10	-	10	-	10
Total	7,236	-	7,236	-	7,236
Investments, net					
Investments in debt securities measured at FVOCI	120,973	-	120,658	315	120,973
Investments in equity securities designated at FVOCI	2,224	152	-	2,072	2,224
Total	123,197	152	120,658	2,387	123,197
Total financial assets	132,903	155	129,931	2,817	132,903
Financial liabilities					
Financial liabilities measured at FVTPL	1,816	-	1,816	-	1,816
Derivative liabilities					
Foreign exchange rate	5,015	-	5,015	-	5,015
Interest rate	692	-	692	-	692
Total	5,707	-	5,707	-	5,707
Total financial liabilities	7,523	-	7,523	-	7,523

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

	Consolidated and Bank only (in million Baht)
For the three-month period ended 31 March 2024	
Beginning balance	2,072
Gain recognised in other comprehensive income	65
Ending balance	2,137
For the year ended 31 December 2023	
Beginning balance	2,682
Disposal during the year	(190)
Loss recognised in other comprehensive income	(420)
Ending balance	2,072

3.2 Financial assets and financial liabilities not measured at fair value

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 not measured at fair value which have significant difference between carrying amounts and fair value as at 31 March 2024 and 31 December 2023.

		Consolidated and Bank only			
		31 March 2024			
	Carrying		Fair value		
	amount	Level 1	Level 2	Level 3	Total
		(in million Baht)			
<i>Financial assets</i>					
Investments in debt securities measured at					
amortised costs	55,881	-	55,381	-	55,381

		Consolidated and Bank only			
		31 December 2023			
	Carrying		Fair value		
	amount	Level 1	Level 2	Level 3	Total
		(in million Baht)			
Financial assets					
Investments in debt securities measured at					
amortised costs	55.891	-	54.587	-	54.587

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 derivatives, 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 three-month period ended 31 March 2024 and 2023.

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 31 March 2024 and 31 December 2023, the consolidated supervision and the Bank only's total capital funds could be categorised as follows:

	Consolidated supervision	
	31 March 2024	31 December 2023
	(in million Baht)	
Tier 1 Capital		
Common Equity Tier 1 Capital (CET1)		
Paid-up share capital	92,248	92,246
Share premium	43,373	43,374
Legal reserve	10,091	10,091
Net profit after appropriation	66,601	66,601
Other comprehensive income	5,472	5,092
Capital adjustment items on CET1	(21)	(17)
Capital deduction items on CET1	(26,824)	(26,411)
Total Common Equity Tier 1 Capital	190,940	190,976
Addition Tier 1 Capital		
Subordinated debentures classified as additional Tier 1 Capital	3,146	2,445
Total Tier 1 Capital	194,086	193,421
Tier 2 Capital		
General provision	12,689	12,731
Subordinated debentures classified as additional Tier 2 Capital	30,000	30,000
Capital deduction items on CET2	(110)	(308)
Total Tier 2 Capital	42,579	42,423
Total Capital Funds	236,665	235,844
Total Risk-Weighted Assets	1,140,395	1,141,434

	The BoT's regulatory minimum requirement*	31 March 2024 (%)	31 December 2023
Capital Adequacy Ratio/Total Risk-Weighted Asset	12.00	20.75	20.66
Tier 1 Capital Ratio/Total Risk-Weighted Asset	9.50	17.02	16.95
Common Equity Tier 1 Capital Ratio/Total Risk-Weighted Asset	8.00	16.74	16.73

* 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 1.00%

TMBThanachart Bank Public Company Limited and its Subsidiaries

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For the three-month period ended 31 March 2024 (Unaudited)

	Bank only	
	31 March 2024	31 December 2023
	(in million Baht)	
Tier 1 Capital		
Common Equity Tier 1 Capital (CET1)		
Paid-up share capital	92,248	92,246
Share premium	43,373	43,374
Legal reserve	10,091	10,091
Net profit after appropriation	62,568	62,568
Other comprehensive income	5,579	5,176
Other transaction from changes in equity	885	885
Capital adjustment items on CET1	(21)	(17)
Capital deduction items on CET1	(27,294)	(26,880)
Total Common Equity Tier 1 Capital	187,429	187,443
Addition Tier 1 Capital		
Subordinated debentures classified as additional Tier 1 Capital	3,146	2,445
Total Tier 1 Capital	190,575	189,888
Tier 2 Capital		
General provision	12,578	12,622
Subordinated debentures classified as additional Tier 2 Capital	30,000	30,000
Capital deduction items on CET2	(110)	(308)
Total Tier 2 Capital	42,468	42,314
Total Capital Funds	233,043	232,202
Total Risk-Weighted Assets	1,130,639	1,131,796

	The BoT's regulatory minimum requirement*	31 March 2024 (%)	31 December 2023
Capital Adequacy Ratio/Total Risk-Weighted Asset	12.00	20.61	20.52
Tier 1 Capital Ratio/Total Risk-Weighted Asset	9.50	16.86	16.78
Common Equity Tier 1 Capital Ratio/Total Risk-Weighted Asset	8.00	16.58	16.56

* 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 1.00%

As at 31 March 2024 and 31 December 2023, 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.tbbank.com/en/ir/financial-information/pillar3
Disclosure period requirement	Within 4 months after the year-end date as indicated in the BoT notification
Lastest information as of	31 December 2023

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			
	Amortised cost/ fair value		Dividend income	
			For the three-month period ended	
	31 March 2024	31 December 2023	31 March 2024	31 March 2023
	(in million Baht)		(in million Baht)	
<i>Investments in debt securities measured at amortised costs</i>				
Government and state enterprise securities	55,904	55,914		
Total	55,904	55,914		
Less allowance for expected credit loss	(23)	(23)		
Net	55,881	55,891		
<i>Investments in debt securities measured at FVOCI</i>				
Government and state enterprise securities	90,025	97,611		
Private debt securities	6,775	7,546		
Foreign debt securities	15,217	15,816		
Total	112,017	120,973		
Allowance for expected credit loss	(2,948)	(2,952)		
<i>Investments in equity securities designated at FVOCI</i>				
Marketable equity securities - domestic	164	152	-	-
Non-marketable equity securities - domestic	2,130	2,065	-	-
Non-marketable equity securities - overseas	7	7	-	-
Total	2,301	2,224	-	-
Total investments, net	170,199	179,088		

5.2 Derecognised investments

During the three-month period ended 31 March 2024 and 2023, the Bank and its subsidiaries had no derecognised investments in equity securities designated at fair value through other comprehensive income.

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

As at 31 March 2024 and 31 December 2023, 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 associate summarised below.

	Consolidated and Bank only	
	31 March 2024	31 December 2023
	(in million Baht)	
Public utilities and services	134	134
Financial services	1,488	1,423
Total	1,622	1,557

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 31 March 2024 and 31 December 2023, the Bank and its subsidiaries did not have significant risks and transactions relating to structured entities to disclose in the financial statements.

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

As at 31 March 2024 and 31 December 2023, 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 statements of financial position were summarised below.

	Consolidated and Bank only							
	31 March 2024				31 December 2023			
	No. of Com- panies	Cost value	Fair value	Allowance for expected credit loss	No. of Com- panies	Cost value	Fair value	Allowance for expected credit loss
		(in million Baht)				(in million Baht)		
- Listed companies under delisting conditions / defaulted debt securities	1	12	-	-	1	12	-	-
- 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	10	3,893	315	2,885
Total	11	3,905	315	2,885	11	3,905	315	2,885

TMBThanachart Bank Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month period ended 31 March 2024 (Unaudited)

6 Investments in subsidiaries and associate, net

Companies	Type of Business	Consolidated												Bank only				Dividend income for the three-month period ended	
		Percentage of ownership interest		Paid-up capital		Equity		Allowance for impairment		At Equity, net		Cost		Allowance for impairment		At cost, net			
		31	31	31	31	31	31	31	31	31	31	31	31	31	31	31	31	31	
		March	December	March	December	March	December	March	December	March	December	March	December	March	December	March	December	March	March
		2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
		(%)		(in million Baht)															
Subsidiaries																			
Phahonyothin Asset Management Co., Ltd.																			
Asset management	100.00	100.00	298	298	-	-	-	-	-	-	-	298	298	-	-	298	298	-	-
TMBThanachart Broker Co., Ltd.																			
Insurance brokerage service	99.99	99.99	100	100	-	-	-	-	-	-	-	117	117	-	-	117	117	-	-
TTB Consumer Co., Ltd.																			
Brokerage service	100.00	100.00	30	30	-	-	-	-	-	-	-	30	30	-	-	30	30	-	-
Associate																			
Eastspring Asset Management (Thailand) Co., Ltd. ⁽¹⁾																			
Fund management	40.50	40.50	200	200	8,684	8,614	-	-	8,684	8,614	4,389	4,389	-	-	4,389	4,389	-	-	
Total					8,684	8,614	-	-	8,684	8,614	4,834	4,834	-	-	4,834	4,834	-	-	

⁽¹⁾ The investment in the 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	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	<i>(in million Baht)</i>			
Overdrafts	75,447	76,911	75,447	76,911
Loans	673,387	680,720	669,753	675,729
Bills	161,424	159,359	161,424	159,359
Hire purchase receivables	403,493	410,251	403,493	410,251
Finance lease receivables	609	663	609	663
Others	281	60	281	60
Total loans to customers	1,314,641	1,327,964	1,311,007	1,322,973
Add accrued interest receivables and undue interest income*	8,702	8,674	8,702	8,674
Total loans to customers and accrued interest receivables	1,323,343	1,336,638	1,319,709	1,331,647
Less allowance for expected credit loss	(61,801)	(63,502)	(60,912)	(61,423)
Total loans to customers and accrued interest receivables, net	1,261,542	1,273,136	1,258,797	1,270,224

* 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			
	31 March 2024		31 December 2023	
	Loans to customers and accrued interest receivables*	Allowance for expected credit loss	Loans to customers and accrued interest receivables*	Allowance for expected credit loss
	<i>(in million Baht)</i>			
Stage 1 (Performing)	1,163,013	14,717	1,174,852	15,602
Stage 2 (Under-performing)	120,571	29,201	120,780	28,195
Stage 3 (Non-performing)	39,759	17,883	41,006	19,705
Total	1,323,343	61,801	1,336,638	63,502

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

	Bank only			
	31 March 2024		31 December 2023	
	Loans to customers and accrued interest receivables*	Allowance for expected credit loss	Loans to customers and accrued interest receivables*	Allowance for expected credit loss
	<i>(in million Baht)</i>			
Stage 1 (Performing)	1,163,012	14,717	1,174,851	15,602
Stage 2 (Under-performing)	120,165	29,135	120,449	28,130
Stage 3 (Non-performing)	36,532	17,060	36,347	17,691
Total	1,319,709	60,912	1,331,647	61,423

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

7.3 Non-performing loans

As at 31 March 2024 and 31 December 2023, the Bank and its subsidiaries' NPLs (including interbank and money market items) were summarised as follows:

	Consolidated		Bank only	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
NPLs				
NPLs (<i>in million Baht</i>)	39,759	41,006	36,532	36,347
Total loans (<i>in million Baht</i>)	1,553,096	1,567,282	1,549,646	1,562,293
Percentage of NPLs (%)	2.56	2.62	2.36	2.33

As at 31 March 2024 and 31 December 2023, Phahonyothin Asset Management Co., Ltd. has non-performing loans amounting to Baht 3,227 million and Baht 4,659 million, respectively.

For the three-month period ended 31 March 2024 and 2023, the Bank and its subsidiaries sold non-performing loans to asset management companies, with principal totalling approximately Baht 432 million and Baht 1,358 million, respectively (*Bank only: approximately Baht 432 million and Baht 2,272 million, respectively*). The selling price in lower and excess of the carrying amount of those non-performing loans were presented as "Expected credit loss" and presented as a deduction from "Expected credit loss" in the statement of profit or loss and other comprehensive income for the three-month period ended 31 March 2024 and 2023, respectively.

7.4 Modified loans to customers

During the three-month period ended 31 March 2024 and 2023, the Bank and its subsidiaries have modified loans to customers that have not resulted in derecognition, while they had a loss allowance measured at an amount equal to lifetime ECL, as follows:

	Consolidated	
	2024	2023
	<i>(in million Baht)</i>	
Loans to customers modified during the three-month period ended 31 March		
Outstanding loans to customers at modification date	9,065	5,499
Net modification loss	105	44
Loans to customers 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	-	134
	Bank only	
	2024	2023
	<i>(in million Baht)</i>	
Loans to customers modified during the three-month period ended 31 March		
Outstanding loans to customers at modification date	8,770	5,404
Net modification loss	105	44
Loans to customers 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	-	134

As at 31 March 2024, the outstanding modified loans to customers of the Bank and its subsidiaries was approximately 11% of the total loans to customers (*31 December 2023: 11% of the total loans to customers*).

7.5 Hire purchase and finance lease receivables

Consolidated and Bank only				
31 March 2024				
	Portion due within one year	Portion due after one year but within five years	Portion due after five years	Total
	<i>(in million Baht)</i>			
Hire purchase receivables	124,379	307,274	32,202	463,855
Finance lease receivables	358	288	-	646
Total gross investment under hire purchase contracts	124,737	307,562	32,202	464,501
Less unearned interest income				(60,399)
Present value of minimum lease payment receivables				404,102
Less allowance for expected credit loss				(16,735)
Lease receivables, net				387,367

Consolidated and Bank only				
31 December 2023				
	Portion due within one year	Portion due after one year but within five years	Portion due after five years	Total
	<i>(in million Baht)</i>			
Hire purchase receivables	124,979	312,305	33,834	471,118
Finance lease receivables	372	334	-	706
Total gross investment under hire purchase contracts	125,351	312,639	33,834	471,824
Less unearned interest income				(60,910)
Present value of minimum lease payment receivables				410,914
Less allowance for expected credit loss				(16,543)
Lease receivables, net				394,371

8 Allowance for expected credit loss

The allowance for expected credit loss as at 31 March 2024 and 31 December 2023 were as follows:

Consolidated				
31 March 2024				
	12-Month ECL	Lifetime ECL, not credit impaired	Lifetime ECL, credit impaired	Total
<i>(in million Baht)</i>				
Interbank and money market items	57	-	-	57
Investments	86	-	2,885	2,971
Loans to customers and accrued interest receivables	14,717	29,201	17,883	61,801
Other financial assets	2	59	213	274
Loan commitments and financial guarantee	1,369	402	418	2,189

Consolidated				
31 December 2023				
	12-Month ECL	Lifetime ECL, not credit impaired	Lifetime ECL, credit impaired	Total
<i>(in million Baht)</i>				
Interbank and money market items	54	-	-	54
Investments	90	-	2,885	2,975
Loans to customers and accrued interest receivables	15,602	28,195	19,705	63,502
Other financial assets	17	73	260	350
Loan commitments and financial guarantee	1,251	383	388	2,022

Bank only				
31 March 2024				
	12-Month ECL	Lifetime ECL, not credit impaired	Lifetime ECL, credit impaired	Total
<i>(in million Baht)</i>				
Interbank and money market items	57	-	-	57
Investments	86	-	2,885	2,971
Loans to customers and accrued interest receivables	14,717	29,135	17,060	60,912
Other financial assets	2	59	213	274
Loan commitments and financial guarantee	1,369	402	418	2,189

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		Bank only		
		31 December 2023		
		Lifetime	Lifetime	
		ECL,	ECL,	
		not credit	credit	
	12-Month	impaired	impaired	Total
	ECL			
		(in million Baht)		
Interbank and money market items	54	-	-	54
Investments	90	-	2,885	2,975
Loans to customers and accrued interest receivables	15,602	28,130	17,691	61,423
Other financial assets	17	73	260	350
Loan commitments and financial guarantee	1,251	383	388	2,022

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
	(in million Baht)	
Three-month period ended 31 March 2024		
Beginning balance	63,502	61,423
Changes from stage reclassification	4,124	4,133
Changes from remeasurement of ECL	496	472
Originated	1,198	1,198
Derecognition	(690)	(663)
Write-off	(6,829)	(5,651)
Ending balance	61,801	60,912

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
	(in million Baht)	
For the year ended 31 December 2023		
Beginning balance	57,390	55,796
Changes from stage reclassification	11,527	11,531
Changes from remeasurement of ECL	11,737	11,172
Originated	4,270	4,270
Derecognition	(5,376)	(6,464)
Write-off	(16,046)	(14,882)
Ending balance	63,502	61,423

As at 31 March 2024, the Bank and its subsidiaries set up management overlay for model improvement as part of model monitoring, exposures of customers under modified portfolio, and economic uncertainties that may impact collateral value as well as some specific groups of commercial and retail customers who have vulnerable repayment capability due to the uncertainties of economic recovery.

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9 Debts issued and borrowings

Consolidated									
	Currency	Interest rates as at		31 March 2024			31 December 2023		
		31 March 2024	Maturities	Domestic	Foreign	Total	Domestic	Foreign	Total
		(%)		(in million Baht)					
Subordinated debentures ⁽¹⁾	THB	4.00	2024 ⁽²⁾	30,000	-	30,000	30,000	-	30,000
Subordinated debentures ⁽¹⁾	USD ⁽⁴⁾	4.90	2024 ⁽²⁾	-	6,829	6,829	-	6,409	6,409
Senior debentures	THB	2.50 - 2.80	2024	6,397	-	6,397	6,898	-	6,898
Senior debentures	USD ⁽⁴⁾	6mSOFR+1.47826	2025 - 2027	-	10,940	10,940	-	10,267	10,267
		and 6mSOFR+1.15							
Senior debentures	EUR ⁽⁴⁾	0.85	2024	-	6,090	6,090	-	5,895	5,895
Bills of exchange ⁽³⁾ and promissory notes	THB	2.15 and 0.05 - 2.50	At call and 2012	9	-	9	9	-	9
Other borrowings	THB	0.00	2024	1	-	1	2	-	2
Other borrowings	EUR ⁽⁴⁾	0.75	2024 - 2031	-	53	53	-	51	51
Total				36,407	23,912	60,319	36,909	22,622	59,531

⁽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.

⁽⁴⁾ Balance denominated in USD and EUR currencies are stated in Baht equivalents.

Bank only									
	Currency	Interest rates as at		31 March 2024			31 December 2023		
		31 March 2024	Maturities	Domestic	Foreign	Total	Domestic	Foreign	Total
		(%)		(in million Baht)					
Subordinated debentures ⁽¹⁾	THB	4.00	2024 ⁽²⁾	30,000	-	30,000	30,000	-	30,000
Subordinated debentures ⁽¹⁾	USD ⁽⁴⁾	4.90	2024 ⁽²⁾	-	6,829	6,829	-	6,409	6,409
Senior debentures	USD ⁽⁴⁾	6mSOFR+1.47826	2025 - 2027	-	10,940	10,940	-	10,267	10,267
		and 6mSOFR+1.15							
Senior debentures	EUR ⁽⁴⁾	0.85	2024	-	6,090	6,090	-	5,895	5,895
Bills of exchange ⁽³⁾ and promissory notes	THB	2.15 and 0.05 - 2.50	At call and 2012	9	-	9	9	-	9
Other borrowings	THB	0.00	2024	1	-	1	2	-	2
Other borrowings	EUR ⁽⁴⁾	0.75	2024 - 2031	-	53	53	-	51	51
Total				30,010	23,912	53,922	30,011	22,622	52,633

⁽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.

⁽⁴⁾ Balance denominated in USD and EUR currencies are stated in Baht equivalents.

9.1 Senior debentures

9.1.1 On 10 November 2023, a subsidiary issued secured Senior Debentures of Baht 270 million with a 94-day maturity and carrying a fixed interest rate of 2.57% per annum, payable at the maturity which was fully guaranteed by the Bank.

The debenture was matured on 12 February 2024, which has already fully paid.

9.1.2 On 15 November 2023, a subsidiary issued secured Senior Debentures of Baht 530 million with a 92-day maturity and carrying zero coupon with a discount rate of 2.57% per annum which was fully guaranteed by the Bank.

The debenture was matured on 15 February 2024, which has already fully paid.

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- 9.1.3 On 14 December 2023, a subsidiary issued secured Senior Debentures of Baht 2,000 million with a 43-day maturity and carrying a fixed interest rate of 2.50% per annum, payable at the maturity which was fully guaranteed by the Bank.

The debenture was matured on 26 January 2024, which has already fully paid.

- 9.1.4 On 26 January 2024, a subsidiary issued secured Senior Debentures of Baht 500 million with a 139-day maturity and carrying a fixed interest rate of 2.55% per annum, payable at the maturity which was fully guaranteed by the Bank.

- 9.1.5 On 26 January 2024, a subsidiary issued secured Senior Debentures of Baht 1,000 million with a 231-day maturity and carrying a fixed interest rate of 2.70% per annum, payable at the maturity which was fully guaranteed by the Bank.

- 9.1.6 On 12 February 2024, a subsidiary issued secured Senior Debentures of Baht 800 million with a 94-day maturity and carrying zero coupon with a discount rate of 2.50% per annum which was fully guaranteed by the Bank.

10 Assets pledged as collateral and under restriction

Assets pledged as collateral and under restriction as at 31 March 2024 and 31 December 2023 were as follows:

	Consolidated and Bank only	
	31 March 2024	31 December 2023
	<i>(in million Baht)</i>	
Investments in securities pledged as collateral for repurchase transactions and liquidity management and pledged as collateral with government departments and state enterprises	84,859	97,402
Property foreclosed under restriction	6,152	6,152
Total	91,011	103,554

11 Commitments and contingent liabilities

11.1 Commitments

	Consolidated	
	31 March 2024	31 December 2023
	<i>(in million Baht)</i>	
Avals to bills	978	933
Guarantees of loans/bond	124	124
Liability under unmatured import bills	2,823	2,620
Letters of credit	12,063	12,492
Other commitments		
- Other guarantees	72,162	73,582
- Amount of unused bank overdrafts	116,516	114,428
- Committed line	6,862	7,941
- Others ⁽¹⁾	8,141	2,874
Total	219,669	214,994

⁽¹⁾ As at 31 March 2024 and 31 December 2023, this included the financial assets accepted as collateral that had been sold or pledged amounting to Baht 7,003 million and Baht 1,981 million, respectively. The Bank and its subsidiaries are obliged to return those securities in equivalent amount.

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	Bank only	
	31 March 2024	31 December 2023
	<i>(in million Baht)</i>	
Avals to bills	978	933
Guarantees of loans/bond	6,606	7,092
Liability under unmatured import bills	2,823	2,620
Letters of credit	12,063	12,492
Other commitments		
- Other guarantees	72,162	73,582
- Amount of unused bank overdrafts	116,516	114,428
- Committed line	6,862	7,941
- Others ⁽¹⁾	8,141	2,874
Total	226,151	221,962

⁽¹⁾ As at 31 March 2024 and 31 December 2023, this included the financial assets accepted as collateral that had been sold or pledged amounting to Baht 7,003 million and Baht 1,981 million, respectively. The Bank is obliged to return those securities in equivalent amount.

As at 31 March 2024 and 31 December 2023, the Bank and its subsidiaries had purchase and sales of investment in debt securities with net sales amounting to Baht 1,480 million and net sales amounting to Baht 5,208 million, respectively (*Bank only: net sales amounting to Baht 1,480 million and net sales amounting to Baht 5,208 million, respectively*), for which the settlement was not due at the reporting date.

11.2 Litigation and other claims

- (a) As at 31 March 2024 and 31 December 2023, the Bank and its subsidiaries were claimed pursuant to obligations under the letters of guarantee and other claims for 151 cases and 141 cases, respectively (*Bank only: claims for 150 cases and 141 cases, respectively*). The said claims were made against the Bank and its subsidiaries for the approximate liability amounts of Baht 911 million ⁽¹⁾ and Baht 1,777 million ⁽¹⁾, respectively (*Bank only: Baht 911 million ⁽¹⁾ and Baht 1,777 million ⁽¹⁾, respectively*).
- (b) As at 31 March 2024 and 31 December 2023, the Bank and its subsidiaries have recognised provisions for possible loss from the litigation and other claims totalling Baht 217 million and Baht 204 million, respectively (*Bank only: Baht 217 million and Baht 204 million, respectively*). The management considers that the provision established for such potential loss due to the said litigation and other claims is adequate.

⁽¹⁾ Excluding the liabilities of the Bank and its subsidiaries as at 31 March 2024 and 31 December 2023 of Baht 715 million and Baht 660 million, respectively (*Bank only: Baht 715 million and Baht 660 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.

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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. Associate
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 associate)

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

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	Thai and other nationalities	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 PCL.	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 major shareholders	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 PCL. ⁽¹⁾	Thailand	Before 10 November 2023, 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 Co., Ltd.	Thailand	Subsidiary, 100% shareholding, more than 50% of directors are representatives of the Bank
Eastspring Asset Management (Thailand) Co., Ltd.	Thailand	Associated, 40.5% shareholding, less than 50% of directors are representatives of the Bank

⁽¹⁾ Liquidation registration at Ministry of Commerce had been completed since 10 November 2023.

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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 associate 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 three-month period ended 31 March 2024 and 2023 with key management and other related parties were as follows:

	Consolidated					
	Three-month period ended 31 March 2024					
	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	136	3	1	-	-	7
2. Subsidiaries	-	-	-	-	-	-
3. Associate	-	-	290	-	-	-
4. Key management personnel of the Bank	-	1	-	-	-	-
5. Other related parties	356	298	317	43	18	88

	Consolidated					
	Three-month period ended 31 March 2023					
	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	99	4	-	-	-	12
2. Subsidiaries	-	-	-	-	-	-
3. Associate	-	-	280	1	-	-
4. Key management personnel of the Bank	1	1	-	-	-	-
5. Other related parties	253	135	318	47	-	63

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For the three-month period ended 31 March 2024 (Unaudited)

	Bank only					
	Three-month period ended 31 March 2024					
	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	136	3	1	-	-	7
2. Subsidiaries	-	2	21	126	32	19
3. Associate	-	-	290	-	-	-
4. Key management personnel of the Bank	-	1	-	-	-	-
5. Other related parties	356	298	205	43	18	88

	Bank only					
	Three-month period ended 31 March 2023					
	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	99	4	-	-	-	12
2. Subsidiaries	-	1	24	128	38	18
3. Associate	-	-	280	1	-	-
4. Key management personnel of the Bank	1	1	-	-	-	-
5. Other related parties	253	135	228	47	-	63

During the three-month period ended 31 March 2024, the Bank did not sell written-off non-performing loans to subsidiary. *(During the three-month period ended 31 March 2023, the Bank sold written-off non-performing loans to a subsidiary at selling price of Baht 75 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 three-month period ended 31 March 2023.)*

During the three-month period ended 31 March 2024, the Bank did not sell non-performing loans to subsidiary. *(During the three-month period ended 31 March 2023, the Bank sold non-performing loans, with principal totalling approximately Baht 914 million to a subsidiary. The selling price in excess of the carrying amount of those non-performing loans were presented as a deduction from "Expected credit loss" in the Bank only statement of profit or loss and other comprehensive income for the three-month period ended 31 March 2023.)*

12.2 Outstanding balances with related parties

As at 31 March 2024 and 31 December 2023, significant outstanding balances with related persons or parties were as follows:

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For the three-month period ended 31 March 2024 (Unaudited)

12.2.1 Significant balances between the Bank and its subsidiaries and their major shareholders as at 31 March 2024 and 31 December 2023 were as follows:

	Consolidated		Bank only	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	<i>(in million Baht)</i>			
Loans to customers and accrued interest receivables, net				
Ministry of Finance	18,439	19,626	18,439	19,626
Deposits (including interbank and money market items - liabilities)				
ING Bank N.V.	3	3	3	3
Thanachart Capital PCL.	719	332	719	332
Other liabilities				
Thanachart Capital PCL.	3	-	3	-

12.2.2 Significant balances between the Bank and its subsidiaries and associate as at 31 March 2024 and 31 December 2023 were as follows:

	Consolidated		Bank only	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	<i>(in million Baht)</i>			
Other assets				
Phahonyothin Asset Management Co., Ltd.	-	-	1	2
TMBThanachart Broker Co., Ltd.	-	-	22	24
TTB Consumer Co., Ltd.	-	-	1	2
Eastspring Asset Management (Thailand) Co., Ltd.	111	86	111	86
Total	111	86	135	114
Deposits (including interbank and money market items - liabilities)				
Phahonyothin Asset Management Co., Ltd.	-	-	680	787
TMBThanachart Broker Co., Ltd.	-	-	479	473
TTB Consumer Co., Ltd.	-	-	132	119
Eastspring Asset Management (Thailand) Co., Ltd.	325	160	325	160
Total	325	160	1,616	1,539
Other liabilities				
Phahonyothin Asset Management Co., Ltd.	-	-	3	2
TMBThanachart Broker Co., Ltd.	-	-	1	-
TTB Consumer Co., Ltd.	-	-	43	42
Total	-	-	47	44
Commitments - Derivatives ⁽¹⁾				
Eastspring Asset Management (Thailand) Co., Ltd.	-	34	-	34
Commitments - Guarantee of bond issuance				
Phahonyothin Asset Management Co., Ltd.	-	-	6,482	6,968

⁽¹⁾ Presented in notional amount

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For the three-month period ended 31 March 2024 (Unaudited)

12.2.3 Significant balances between the Bank and its subsidiaries, and their key management personnel as at 31 March 2024 and 31 December 2023 were as follows:

	Consolidated		Bank only	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	<i>(in million Baht)</i>			
Loans to customers and accrued interest receivables, net	50	59	50	59
Deposits	538	395	538	395
Financial liabilities measured at fair value through profit or loss - Structured notes ⁽¹⁾	11	8	11	8
Other liabilities	1	-	1	-

⁽¹⁾ Presented in principle amount and notional amount

12.2.4 Significant balances between the Bank and its subsidiaries, and other related parties as at 31 March 2024 and 31 December 2023 were as follows:

	Consolidated		Bank only	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	<i>(in million Baht)</i>			
Interbank and money market items - assets and loans to customers and accrued interest receivables, net	33,582	28,169	33,576	28,164
Investments	1,488	1,423	1,488	1,423
Other assets	91	90	64	62
Deposits (including interbank and money market items - liabilities)	31,110	30,355	31,110	30,355
Debts issued and borrowings (including interbank and money market items - liabilities)	10,660	10,513	10,660	10,513
Financial liabilities measured at fair value through profit or loss - Structured notes ⁽¹⁾	15	4	15	4
Other liabilities	196	84	196	84
Commitments - Derivatives ⁽²⁾	54,026	45,331	54,026	45,331
Other commitments	1,287	1,295	1,287	1,295

⁽¹⁾ Presented in principle amount and notional amount

⁽²⁾ Presented in notional amount

12.3 Senior management personnel compensation

For the three-month period ended 31 March 2024 and 2023, senior management personnel compensation, included in profit or loss, was classified as follows:

	Consolidated		Bank only	
<i>For the three-month period ended 31 March</i>	2024	2023	2024	2023
	<i>(in million Baht)</i>			
Short-term employee benefits - directors	28	10	28	10
Short-term employee benefits - managements	229	233	227	227
Post-employment benefits	21	22	21	22
Employee benefits from share-based payments	10	8	10	8
Total	288	273	286	267

Senior management personnel of the Bank are directors, management personnel at the level “Chief”, “Head of” and equivalent to “Executive Vice President”, 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 allowance, 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.

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For the three-month period ended 31 March 2024 (Unaudited)

Information about reportable segments:

*For the three-month period ended
31 March 2024*

	Commercial Banking	Retail Banking	Consolidated Other segments (in million Baht)	Elimination	Total
Net interest income	4,097	9,634	672	(7)	14,396
Net non-interest income	891	1,850	497	11	3,249
Total operating income	4,988	11,484	1,169	4	17,645
Operating expenses	(848)	(3,157)	(3,636)	20	(7,621)
Profit from operation	4,140	8,327	(2,467)	24	10,024
Expected credit loss					(5,041)
Profit before income tax					4,983
Income tax					351
Profit for the period					5,334

*For the three-month period ended
31 March 2023*

	Commercial Banking	Retail Banking	Consolidated Other segments (in million Baht)	Elimination	Total
Net interest income	3,568	9,195	744	(5)	13,502
Net non-interest income	956	1,852	568	17	3,393
Total operating income	4,524	11,047	1,312	12	16,895
Operating expenses	(727)	(2,782)	(3,878)	66	(7,321)
Profit from operation	3,797	8,265	(2,566)	78	9,574
Expected credit loss					(4,283)
Profit before income tax					5,291
Income tax					(996)
Profit for the period					4,295

Reconciliation of reportable segment profit or loss

*For the three-month period ended
31 March 2024*

	Net interest income	Net non- interest income	Consolidated Operating expenses	Expected credit loss
			(in million Baht)	
Segment reporting	14,396	3,249	(7,621)	(5,041)
Expected credit loss	-	25	50	(75)
Others	-	-	1	(1)
Consolidated financial statements	14,396	3,274	(7,570)	(5,117)

*For the three-month period ended
31 March 2023*

	Net interest income	Net non- interest income	Consolidated Operating expenses	Expected credit loss
			(in million Baht)	
Segment reporting	13,502	3,393	(7,321)	(4,283)
Expected credit loss	-	28	(27)	(1)
Others	-	(53)	45	8
Consolidated financial statements	13,502	3,368	(7,303)	(4,276)

TMBThanachart Bank Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month period ended 31 March 2024 (Unaudited)

	Commercial Banking	Retail Banking	Consolidated 31 March 2024 Other segments (in million Baht)	Elimination	Total
Loans to customers	478,835	794,871	41,117	(182)	1,314,641
Deposits	373,648	1,000,193	-	(1,198)	1,372,643

	Commercial Banking	Retail Banking	Consolidated 31 December 2023 Other segments (in million Baht)	Elimination	Total
Loans to customers	476,040	809,768	41,258	898	1,327,964
Deposits	410,463	977,497	-	(1,379)	1,386,581

14 Earnings per share

Basic earnings per share

The calculations of basic earnings per share for the three-month period ended 31 March 2024 and 2023 were based on the profit for the period attributable to equity holders of the Bank and the number of ordinary shares outstanding during the period as follows:

	Consolidated		Bank only	
<i>For the three-month period ended 31 March</i>	2024	2023	2024	2023
Profit for the period attributable to equity holders of the Bank (in million Baht)	5,334	4,295	5,087	4,306
Weighted average number of ordinary shares outstanding (in million shares)	97,103	96,776	97,103	96,776
Basic earnings per share (in Baht)	0.05	0.04	0.05	0.04

Diluted earnings per share

The calculations of diluted earnings per share for the three-month period ended 31 March 2024 and 2023 were based on the profit for the period attributable to equity holders of the Bank and the number of ordinary shares outstanding during the period after adjusting for the effects of all dilutive potential ordinary shares as follows:

	Consolidated		Bank only	
<i>For the three-month period ended 31 March</i>	2024	2023	2024	2023
Profit for the period attributable to equity holders of the Bank (in million Baht)	5,334	4,295	5,087	4,306
Weighted average number of ordinary shares outstanding (in million shares)	97,103	96,776	97,103	96,776
Effect of dilutive potential ordinary shares from TTB TSRP 2021 and TTB-W1 Warrants (in million shares)	333	388	333	388
Weighted average number of diluted ordinary shares outstanding (in million shares)	97,436	97,164	97,436	97,164
Diluted earnings per share (in Baht)	0.05	0.04	0.05	0.04

TMBThanachart Bank Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month period ended 31 March 2024 (Unaudited)

15 Share capital

	Par value per share (in Baht)	31 March 2024		31 December 2023	
		Number of shares	Amount (million shares / million Baht)	Number of shares	Amount
Authorised shares at 31 March / 31 December	0.95	<u>97,831</u>	<u>92,939</u>	<u>97,831</u>	<u>92,939</u>
<i>Issued and paid-up</i>					
At 1 January					
- ordinary shares	0.95	97,101	92,246	96,776	91,937
Issue of new shares	0.95	<u>2</u>	<u>2</u>	<u>325</u>	<u>309</u>
At 31 March / 31 December					
- ordinary shares	0.95	<u>97,103</u>	<u>92,248</u>	<u>97,101</u>	<u>92,246</u>

The Bank issued ordinary shares under the TTB-W1 Warrants Program of 2,044,214 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 5 January 2024.

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 unexercised warrants were as follows:

Warrants	Par value (Baht/shares)	Exercise price	Number of warrants issued and allocated	Cumulative exercised warrants (Units)	Balance of unexercised warrants as at 31 March 2024
TTB-W1 Warrants Program	0.95	0.95	965,000,849*	(256,562,237)	708,438,612

* Excluding the number of shares which were not allocated according to the Terms and Conditions Governing the Rights and Obligations of the Issuer and Holders of the Warrants to purchase the newly issued ordinary shares of TMBThanachart Bank Public Company Limited No. 1 (TTB-W1)

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

17 Employee Joint Investment Program

On 29 January 2024, the Board of Directors Meeting No. 1/2024 approved the 2024 Employee Joint Investment Program (EJIP2024). Summary of the program is detail below:

Program tenor:	3 years and 5 months (March 2024 - July 2027)
Eligibility:	Permanent staffs and executives of the Bank and its subsidiaries based on the Bank's defined criteria.
Share contribution:	4 times in March, June, September, and December 2024.
Program features and operation:	Share contribution consists of employee's contribution and the Bank's contribution based on the Bank's defined criteria. The Bank has delegated to the agent to buy the shares in SET under EJIP Program by the period of each contribution and allocate those shares to program participants' accounts.
Silent period:	Participated staffs and executives can sell their accumulated shares each year as follows: - By 30 July 2025, not exceeding 20%, - By 30 July 2026, not exceeding 50%, - By 30 July 2027, all accumulated shares can be sold.
Condition of program termination:	The termination of program membership commences once the employee status ends and based on the Bank's defined criteria. The participated staffs must follow the defined criteria relating to shares under the Bank's contribution.

On 21 February 2023, the Board of Directors Meeting No. 2/2023 approved the 2023 Employee Joint Investment Program (EJIP2023). Summary of the program is detail below:

Program tenor:	2 years and 10 months (March 2023 - December 2025)
Eligibility:	Permanent staffs and executives of the Bank and its subsidiaries based on the Bank's defined criteria.
Share contribution:	2 times in March and June 2023.
Program features and operation:	Share contribution consists of employee's contribution and the Bank's contribution based on the Bank's defined criteria. The Bank has delegated to the agent to buy the shares in SET under EJIP Program by the period of each contribution and allocate those shares to program participants' accounts.
Silent period:	Participated staffs and executives can sell their accumulated shares each year as follows: - By 20 December 2023, not exceeding 20%, - By 20 December 2024, not exceeding 50%, - By 20 December 2025, all accumulated shares can be sold.
Condition of program termination:	The termination of program membership commences once the employee status ends and based on the Bank's defined criteria. The participated staffs must follow the defined criteria relating to shares under the Bank's contribution.

18 Events after the reporting period

18.1 Appropriation of profit and dividend payment of the 2023 operating profit

On 9 April 2024, the 2024 Annual General Meeting of the Bank's shareholders passed resolutions approving/acknowledging as follows:

- (1) Approving to not allocating net profit from 2023 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) Acknowledging the interim dividend payment to the Bank's ordinary shareholders on 25 October 2023.
- (3) Approving the payment of a dividend of Baht 0.105 per share from the 2023 operating profit to the Bank's ordinary shareholders, totalling Baht 10,205 million. Since the Bank already paid the interim dividend from the net profit of the Bank's first-half operating profit at the rate of Baht 0.05 per share, totalling Baht 4,855 million to the Bank's ordinary shareholders on 25 October 2023 with approval from the Board of Directors' Meeting, the remaining dividend to be paid was at the rate of Baht 0.055 per share, totalling Baht 5,350 million. The Bank paid such dividend to its shareholders on 8 May 2024.

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

The Bank issued ordinary shares under the TTB-W1 Warrants Program of 193,207,224 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 3 April 2024.