

EASY BUY PUBLIC COMPANY LIMITED

Interim Financial Information

Three-month periods ended March 31, 2017

**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION
BY THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

**TO THE BOARD OF DIRECTORS
EASY BUY PUBLIC COMPANY LIMITED**

We have reviewed the statement of financial position of EASY BUY Public Company Limited as at March 31, 2017 and the related statements of profit or loss and other comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, and the condensed notes to the financial statements. The Company's management is responsible for the preparation and fair presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with Thai Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the aforementioned interim financial information has not been prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".



Chavala Tienpasertkij
Certified Public Accountant (Thailand)
Registration No. 4301

**BANGKOK
May 11, 2017**

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

EASY BUY PUBLIC COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2017

Unit : Thousand Baht

		"Unaudited"	
	Notes	As at	As at
		March 31,	December 31,
		2017	2016
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		472,430	750,906
Loan receivables due within one year	6	43,561,303	43,316,700
Other receivables		185,728	262,800
Total Current Assets		<u>44,219,461</u>	<u>44,330,406</u>
NON-CURRENT ASSETS			
Loan receivables	6	50,027	46,348
Leasehold improvements and equipment	7	309,021	335,511
Intangible assets		139,327	151,583
Deferred tax assets	8	724,815	603,522
Other non-current assets		75,118	73,123
Total Non-current Assets		<u>1,298,308</u>	<u>1,210,087</u>
TOTAL ASSETS		<u><u>45,517,769</u></u>	<u><u>45,540,493</u></u>

See condensed notes to the financial statements

EASY BUY PUBLIC COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT MARCH 31, 2017

Unit : Thousand Baht

		"Unaudited"	
	Notes	As at	As at
		March 31,	December 31,
		2017	2016
LIABILITIES AND SHAREHOLDERS' EQUITY			
CURRENT LIABILITIES			
Short-term borrowings from financial institutions	5 and 9	2,017,548	3,588,616
Trade accounts payable		2,220	3,519
Other payables		410,908	640,546
Current portion of long-term borrowings from financial institutions	5 and 9	4,250,474	5,628,356
Current portion of debentures	9	1,498,887	-
Current income tax payable		793,813	468,101
Total Current Liabilities		8,973,850	10,329,138
NON-CURRENT LIABILITIES			
Long-term borrowings from financial institutions	5 and 9	8,385,793	7,900,510
Debentures	9	12,555,048	12,552,143
Employee benefit obligations		86,852	84,244
Provision for restoration cost of leasehold improvements		67,782	66,964
Other non-current liabilities		-	654
Total Non-current Liabilities		21,095,475	20,604,515
TOTAL LIABILITIES		30,069,325	30,933,653

EASY BUY PUBLIC COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT MARCH 31, 2017

Unit : Thousand Baht

	Notes	"Unaudited" As at March 31, 2017	As at December 31, 2016
LIABILITIES AND SHAREHOLDERS' EQUITY (CONTINUED)			
SHAREHOLDERS' EQUITY			
SHARE CAPITAL			
Authorized share capital			
450,000,000 ordinary shares of Baht 10 each		4,500,000	4,500,000
Issued and paid-up share capital			
450,000,000 ordinary shares of Baht 10 each, fully paid		4,500,000	4,500,000
RETAINED EARNINGS			
Appropriated			
Legal reserve		450,000	450,000
Unappropriated		10,498,444	9,656,840
TOTAL SHAREHOLDERS' EQUITY		15,448,444	14,606,840
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		45,517,769	45,540,493

See condensed notes to the financial statements

EASY BUY PUBLIC COMPANY LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2017
“Unaudited”

Unit : Thousand Baht

	Notes	2017	2016
INCOME			
Income from personal loans		2,971,888	2,720,098
Income from installment loans		5,632	5,433
Other income	10	233,613	214,128
Total Income		<u>3,211,133</u>	<u>2,939,659</u>
EXPENSES			
Selling expenses		202,198	164,354
Administrative expenses		686,993	628,749
Bad debts and doubtful accounts expenses		1,040,281	993,282
Finance costs		235,568	268,580
Total Expenses		<u>2,165,040</u>	<u>2,054,965</u>
PROFIT BEFORE INCOME TAX EXPENSE		1,046,093	884,694
INCOME TAX EXPENSE		<u>(204,489)</u>	<u>(179,808)</u>
NET PROFIT FOR THE PERIODS		841,604	704,886
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		<u><u>841,604</u></u>	<u><u>704,886</u></u>
BASIC EARNINGS PER SHARE	BAHT	1.87	1.57
WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES	SHARES	450,000,000	450,000,000

See condensed notes to the financial statements

EASY BUY PUBLIC COMPANY LIMITED
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2017
“Unaudited”

Unit : Thousand Baht

	Issued and paid-up share capital	Retained earnings Appropriated - legal reserve	Unappropriated	Total shareholders' equity
Balance as at January 1, 2016	4,500,000	450,000	6,648,225	11,598,225
Total comprehensive income for the period	-	-	704,886	704,886
Balance as at March 31, 2016	<u>4,500,000</u>	<u>450,000</u>	<u>7,353,111</u>	<u>12,303,111</u>
Balance as at January 1, 2017	4,500,000	450,000	9,656,840	14,606,840
Total comprehensive income for the period	-	-	841,604	841,604
Balance as at March 31, 2017	<u>4,500,000</u>	<u>450,000</u>	<u>10,498,444</u>	<u>15,448,444</u>

See condensed notes to the financial statements

EASY BUY PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2017
“Unaudited”

Unit : Thousand Baht

	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax expense	1,046,093	884,694
Adjustments for:		
Depreciation and amortization expenses	45,754	42,513
Interest income	(2,977,520)	(2,725,531)
Finance cost	235,568	268,186
Bad debts and doubtful accounts expenses	1,040,281	984,874
Employee benefit expense	2,608	2,217
Loss on disposal of equipment and intangible assets	987	439
	<u>(606,229)</u>	<u>(542,608)</u>
Changes in operating assets and liabilities		
Loan receivables	(1,278,214)	(1,682,056)
Other receivables	78,181	109,065
Other non-current assets	(1,995)	(2,686)
Trade accounts payable	(1,299)	(900)
Other payables	(75,556)	(77,502)
Other non-current liabilities	-	(676)
Cash paid from operating activities	<u>(1,885,112)</u>	<u>(2,197,363)</u>
Cash received from interest income	2,966,061	2,666,620
Interest paid	(395,316)	(388,468)
Income tax paid	<u>(69)</u>	<u>-</u>
Net cash provided by operating activities	<u>685,564</u>	<u>80,789</u>

EASY BUY PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2017
“Unaudited”

	Unit : Thousand Baht	
	2017	2016
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash paid for purchasing of leasehold improvements and equipment	(3,121)	(22,758)
Proceeds from sale of equipment	1,372	14
Cash paid for purchasing of intangible assets	(651)	(7,904)
Net cash used in investing activities	<u>(2,400)</u>	<u>(30,648)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term loans from financial institutions	7,190,000	12,670,000
Repayment of short-term loans from financial institutions	(8,760,000)	(14,860,000)
Proceeds from long-term loans from financial institutions	905,800	2,964,780
Repayment of long-term loans from financial institutions	(1,797,440)	(1,108,088)
Proceeds from issuing debentures	1,500,000	4,000,000
Repayment of debentures	-	(4,000,000)
Net cash used in financing activities	<u>(961,640)</u>	<u>(333,308)</u>
Net decrease in cash and cash equivalents	(278,476)	(283,167)
Cash and cash equivalents as at January 1,	750,906	594,237
Cash and cash equivalents as at March 31,	<u><u>472,430</u></u>	<u><u>311,070</u></u>

See condensed notes to the financial statements

EASY BUY PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2017
“Unaudited”

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EASY BUY PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2017
“Unaudited”

1. GENERAL INFORMATION

EASY BUY Public Company Limited, the (“Company”), was incorporated in Thailand. It EASY BUY Public Company Limited, the (“Company”), was incorporated in Thailand. Its registered office is at 5th Floor, Sathorn Square Office Tower, 98 North Sathorn Road, Silom, Bangrak, Bangkok.

The immediate parent company during the financial period was ACOM CO., LTD. which was incorporated in Japan.

The principal business of the Company is consumer finance business representing personal loans and installment loans.

2. BASIS FOR PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

2.1 Statement of compliance

The interim financial statements is prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2016) Interim Financial Reporting, guidelines promulgated by the Federation of Accounting Professions (FAP), and applicable rules and regulations of the Thai Securities and Exchange Commission.

The statements of financial position as at December 31, 2016, presented herein for comparison, have been derived from the financial statements of the Company for the year then ended which had been previously audited.

The results of operations for the three-month periods ended March 31, 2017 are not necessarily indicative of the operating results anticipated for the full year.

The interim financial statements are prepared to provide an update on the financial statements for the year ended December 31, 2016. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, this interim financial statements should be read in conjunction with the audited financial statements of the Company for the year ended December 31, 2016.

2.2 Thai Financial Reporting Standards affecting the presentation and/or disclosure in the current period financial statements.

During the period, the Company has adopted the revised and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after January 1, 2017. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company's financial statements.

2.3 Functional and presentation currency

The interim financial statements is presented in Baht, which is the Company's functional currency. All financial information presented in Baht has been rounded in the notes to the financial statements to the nearest thousand Baht unless otherwise stated.

2.4 Use of estimates and judgments

The preparation of financial statements in conformity with Thai Financial Reporting Standards (TFRSs) also requires the Company's management to exercise judgments in order to determine the accounting policies, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the end of the reporting period and the reported amounts of revenue and expense during the year. Although these estimates are based on management's reasonable consideration of current events, actual results may differ from these estimates.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended December 31, 2016.

4. ADDITIONAL CASH FLOW INFORMATION

Significant non-cash items in the interim financial statements for the three-month periods ended March 31, 2017 and 2016 are as follows:

	Unit : Thousand Baht "Unaudited"	
	2017	2016
Leasehold improvements and equipment		
Liabilities recorded at beginning of period	1,507	3,249
Purchase of leasehold improvements and equipment	<u>7,698</u>	<u>24,855</u>
	9,205	28,104
<u>Less</u> Cash paid for purchasing of leasehold improvements and equipment	<u>(3,121)</u>	<u>(22,758)</u>
Liabilities recorded at ending of period	<u>6,084</u>	<u>5,346</u>

For the three-month periods ended March 31, 2017 and 2016, the Company recorded leasehold improvements related to provision for restoration cost of Baht 0.66 million and Baht 0.77 million, respectively.

	Unit : Thousand Baht "Unaudited"	
	2017	2016
Intangible assets		
Liabilities recorded at beginning of period	655	10,613
Purchase of intangible assets	<u>626</u>	<u>527</u>
	1,281	11,140
<u>Less</u> Cash paid for purchasing of intangible assets	<u>(651)</u>	<u>(7,904)</u>
Liabilities recorded at ending of period	<u>630</u>	<u>3,236</u>

5. RELATED PARTIES

For the purposes of this interim financial statements, parties are considered to be related to the Company if the Company has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decision, or vice versa, or where the Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationships with related parties were as follows:

Related Parties	Type of Business	Country of incorporation/ Nationality	Nature of relationships
ACOM CO., LTD.	Consumer Finance Business	Japan	Parent company, 71.00% shareholding
Bank of Ayudhya Public Company Limited	Banking Business	Thailand	Financial institution in group of Mitsubishi UFJ Financial Group (MUFG), 40.20% shareholding in parent company
The Bank of Tokyo - Mitsubishi UFJ, Ltd.	Banking Business	Japan	Financial institution in group of Mitsubishi UFJ Financial Group (MUFG), 40.20% shareholding in parent company
Mitsubishi UFJ Trust and Banking Corporation, Singapore branch	Banking Business	Japan	Financial institution in group of Mitsubishi UFJ Financial Group (MUFG), 40.20% shareholding in parent company
Bangkok Mitsubishi UFJ Lease Co., Ltd.	Leasing Business	Thailand	Related party in group of Mitsubishi UFJ Financial Group (MUFG) 40.20% shareholding in parent company
GCT Management (Thailand) Ltd.	Investment Company	Thailand	Shareholder, 25.00% shareholding
Key management Personnel	-	Japan, Thailand	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Company

Significant transactions for the three-month periods ended March 31, 2017 and 2016, with related parties were as follows:

	Unit : Thousand Baht "Unaudited"	
	For the three-month periods ended March 31,	
	2017	2016
Finance costs		
Parent company		
Guarantee fee	1,169	3,424
Other related parties		
Interest expense	48,346	55,316
Guarantee fee	285	287
Debenture arrangement fee	2,959	2,991
Upfront fee	1,016	1,106
Administrative expenses		
Key management personnel		
Key management personnel compensation	22,977	21,219

Balances as at March 31, 2017 and December 31, 2016 with related parties were as follows:

	Unit : Thousand Baht "Unaudited"	
	March 31, 2017	December 31, 2016
Short-term borrowings from financial institutions		
Other related parties		
Bank of Ayudhya Public Company Limited	450,000	450,000

As at March 31, 2017, short-term borrowings from financial institutions from related parties bear interest at a rate of 2.06% per annum (December 31, 2016 : 2.06% - 2.11% per annum).

	Unit : Thousand Baht "Unaudited"	
	March 31, 2017	December 31, 2016
Current portion of long-term borrowings from financial institutions		
Other related parties		
Mitsubishi UFJ Trust and Banking Corporation, Singapore branch - USD 6.30 million (December 31, 2016 : USD 42.30 million)	204,561	1,376,886
Long-term borrowings from financial institutions		
Other related parties		
Mitsubishi UFJ Trust and Banking Corporation, Singapore branch - USD 49.00 million (December 31, 2016 : USD 33.00 million)	1,709,505	1,156,305
Bank of Ayudhya Public Company Limited	1,300,000	1,300,000
Bank of Ayudhya Public Company Limited - USD 30.80 million (December 31, 2016 : USD 30.80 million)	1,084,094	1,084,094
Bangkok Mitsubishi UFJ Lease Co., Ltd	300,000	300,000
Total	4,598,160	5,217,285

As at March 31, 2017, long-term borrowings from financial institutions from related parties bear interest at rates ranging from 2.93% - 5.33% per annum (December 31, 2016 : 2.93% - 5.33% per annum).

	Unit : Thousand Baht	
	“Unaudited” March 31, 2017	December 31, 2016
Other payables		
Accrued interest expense		
Other related parties		
Bank of Ayudhya Public Company Limited	28,728	23,578
Mitsubishi UFJ Trust and Banking Corporation, Singapore branch	3,276	18,247
Bangkok Mitsubishi UFJ Lease Co., Ltd	28	2,637
Total	<u>32,032</u>	<u>44,462</u>
Accrued guarantee fee		
Parent company		
ACOM CO., LTD.	261	602
Total	<u>261</u>	<u>602</u>
Deferred issuance cost (presented net from long-term borrowings and debentures)		
Other related parties		
Bank of Ayudhya Public Company Limited	40	-
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	33,357	35,977
Mitsubishi UFJ Trust and Banking Corporation, Singapore branch	7,407	6,079
Total	<u>40,804</u>	<u>42,056</u>

Significant agreements with related parties

Guarantee fee agreements

The Company entered into agreements with ACOM CO., LTD., the parent company, which has guaranteed the financial institutions due performance of obligations by the Company under loan agreements and derivatives with the financial institutions. In consideration thereof, the Company is committed to pay guarantee fee based on certain percentage of the outstanding balances of loans and derivatives as stipulated in the agreement unless the Company gives prior notice in writing for termination of the agreements.

The Company entered into agreements with The Bank of Tokyo-Mitsubishi UFJ, Ltd., a financial institution in the group of Mitsubishi UFJ Financial Group, which has guaranteed the debentures due performance of obligations by the Company under conditions of debentures. In consideration thereof, the Company is committed to pay guarantee fee based on certain percentage of the outstanding balances of debentures as stipulated in the agreement.

Cross currency and interest rate swap agreements

The Company entered into the agreement with Bank of Ayudhya Public Company Limited to hedge financial liabilities denominated in foreign currencies and the volatility of interest rate by swapping the foreign currency and interest rate as specified in the agreements.

6. LOAN RECEIVABLES

Unit : Thousand Baht

	“Unaudited” March 31, 2017			December 31, 2016		
	Personal Loan Receivables	Installment Loan Receivables	Total	Personal Loan Receivables	Installment Loan Receivables	Total
Due within one year						
Loan receivables	46,593,148	125,148	46,718,296	46,247,723	113,753	46,361,476
<u>Less</u> Unearned interest income	-	(15,755)	(15,755)	-	(15,453)	(15,453)
Allowance for doubtful accounts	(3,138,104)	(3,134)	(3,141,238)	(3,026,451)	(2,872)	(3,029,323)
Net	<u>43,455,044</u>	<u>106,259</u>	<u>43,561,303</u>	<u>43,221,272</u>	<u>95,428</u>	<u>43,316,700</u>
Due over one year						
Loan receivables	-	55,472	55,472	-	52,511	52,511
<u>Less</u> Unearned interest income	-	(4,322)	(4,322)	-	(5,009)	(5,009)
Allowance for doubtful accounts	-	(1,123)	(1,123)	-	(1,154)	(1,154)
Net	<u>-</u>	<u>50,027</u>	<u>50,027</u>	<u>-</u>	<u>46,348</u>	<u>46,348</u>
Total	<u>43,455,044</u>	<u>156,286</u>	<u>43,611,330</u>	<u>43,221,272</u>	<u>141,776</u>	<u>43,363,048</u>
	2017			2016		
Bad debts and doubtful accounts expenses for three-month periods ended March 31,						
- Bad debt	927,923	1,584	929,507	907,550	1,318	908,868
- Doubtful account	111,653	231	111,884	75,872	134	76,006
Total	<u>1,039,576</u>	<u>1,815</u>	<u>1,041,391</u>	<u>983,422</u>	<u>1,452</u>	<u>984,874</u>

Aging analysis for loan receivables was as follows:

Unit : Thousand Baht						
	“Unaudited” March 31, 2017			December 31, 2016		
	Personal Loan Receivables	Installment Loan Receivables	Total	Personal Loan Receivables	Installment Loan Receivables	Total
Current	44,077,049	176,694	44,253,743	43,638,797	162,236	43,801,033
Overdue payment						
Less than and equal to 3 months	1,445,980	2,415	1,448,395	1,588,431	2,286	1,590,717
More than 3 months	1,070,119	1,511	1,071,630	1,020,495	1,742	1,022,237
	46,593,148	180,620	46,773,768	46,247,723	166,264	46,413,987
<u>Less</u> Unearned interest income	-	(20,077)	(20,077)	-	(20,462)	(20,462)
Total	46,593,148	160,543	46,753,691	46,247,723	145,802	46,393,525
<u>Less</u> Allowance for doubtful accounts	(3,138,104)	(4,257)	(3,142,361)	(3,026,451)	(4,026)	(3,030,477)
Net	43,455,044	156,286	43,611,330	43,221,272	141,776	43,363,048

As at March 31, 2017 and December 31, 2016, personal loan receivables comprised the following:

	Unit : Thousand Baht	
	“Unaudited” March 31, 2017	December 31, 2016
Revolving loan receivables	44,871,000	44,572,535
Minimum payment loan receivables	1,722,148	1,675,188
Total	46,593,148	46,247,723

Revolving loans are repayable at any time subject to a minimum monthly payment of 3.0% of the outstanding balances, as specified in the loan agreements. The Company classifies the total balance of revolving loan receivables within current assets.

Minimum payment loans are loans which the borrowers have the option to repay in full at any time or by monthly installments of not less than the minimum payment of from 3.0% to 8.0% of the total loan amount, as specified in the loan agreements. The Company classifies the total balance of minimum payment loan receivables within current assets.

As at March 31 2017, the Company had loan receivables which were overdue for over three payment periods of Baht 1,071.63 million (December 31, 2016 : Baht 1,022.24 million) on which the Company has continued to recognize the interest income. The Company recognized income on such loan receivables for the three-month ended March 31, 2017 amounting to Baht 51.26 million (2016 : Baht 48.23 million) of which full allowance for doubtful accounts has been made.

Loan receivables of the Company as at March 31, 2017 and December 31, 2016 were denominated entirely in Baht currency.

7. LEASEHOLD IMPROVEMENTS AND EQUIPMENT

During the three-month period ended March 31, 2017, the Company acquired leasehold improvements and equipment at the total cost of Baht 8.36 million (December 31, 2016 : Baht 142.69 million). In addition, the leasehold improvements and equipment decreased due to depreciation of Baht 34.64 million (2016 : Baht 33.20 million).

8. DEFERRED TAX

Deferred tax assets consist of:

	Unit : Thousand Baht	
	“Unaudited”	
	March 31,	December 31,
	2017	2016
Deferred tax assets		
Loan receivables		
(allowance for doubtful accounts)	629,290	607,136
Loan receivables (bad debt written-off)	103,483	94,322
Employee benefit obligations	17,370	16,849
Provision for restoration costs of		
leasehold improvements	11,372	10,881
Others	2,712	2,818
Total	764,227	732,006
Deferred tax liabilities		
Debenture and long-term loan issuance cost	(11,533)	(11,767)
Long-term borrowings from financial		
institutions (including cross currency swap)	(27,879)	(116,717)
Total	(39,412)	(128,484)
Net	724,815	603,522

9. INTEREST-BEARING LIABILITIES

Unit : Thousand Baht

	“Unaudited” March 31, 2017				December 31, 2016			
	Short-term borrowings from financial institutions	Long-term borrowings from financial institutions	Debentures	Total	Short-term borrowings from financial institutions	Long-term borrowings from financial institutions	Debentures	Total
Current								
Principal	2,020,000	4,251,191	1,500,000	7,771,191	3,590,000	5,629,921	-	9,219,921
<u>Less</u> Deferred finance cost	(2,452)	(717)	(1,113)	(4,282)	(1,384)	(1,565)	-	(2,949)
Net	<u>2,017,548</u>	<u>4,250,474</u>	<u>1,498,887</u>	<u>7,766,909</u>	<u>3,588,616</u>	<u>5,628,356</u>	<u>-</u>	<u>9,216,972</u>
Non-current								
Principal	-	8,393,099	12,604,400	20,997,499	-	7,906,009	12,604,400	20,510,409
<u>Less</u> Deferred finance cost	-	(7,306)	(49,352)	(56,658)	-	(5,499)	(52,257)	(57,756)
Net	<u>-</u>	<u>8,385,793</u>	<u>12,555,048</u>	<u>20,940,841</u>	<u>-</u>	<u>7,900,510</u>	<u>12,552,143</u>	<u>20,452,653</u>
Total	<u>2,017,548</u>	<u>12,636,267</u>	<u>14,053,935</u>	<u>28,707,750</u>	<u>3,588,616</u>	<u>13,528,866</u>	<u>12,552,143</u>	<u>29,669,625</u>
- Secured*	-	1,232,380	2,070,616	3,302,996	-	2,610,567	2,067,957	4,678,524
- Unsecured	<u>2,017,548</u>	<u>11,403,887</u>	<u>11,983,319</u>	<u>25,404,754</u>	<u>3,588,616</u>	<u>10,918,299</u>	<u>10,484,186</u>	<u>24,991,101</u>
Total	<u>2,017,548</u>	<u>12,636,267</u>	<u>14,053,935</u>	<u>28,707,750</u>	<u>3,588,616</u>	<u>13,528,866</u>	<u>12,552,143</u>	<u>29,669,625</u>

* The Company has letter of guarantees issued by a related party and a related foreign financial institution for guarantee payment of the Company under loan agreements and conditions of debentures with the financial institutions.

The currency denomination of interest-bearing liabilities is as follows:

	Unit : Thousand Baht	
	“Unaudited” March 31, 2017	December 31, 2016
Baht Currency	20,100,251	20,171,817
United States Dollars Currency	7,659,299	8,549,608
Yen Currency	948,200	948,200
Total	28,707,750	29,669,625

As at March 31, 2017, above liabilities bear interest at the rates ranging from 1.68% - 5.33% per annum (December 31, 2016 : 1.65% - 5.33% per annum).

Cross currency and interest rate swap agreements

Baht Currency

As at March 31, 2017, the Company had interest rate swap agreements with a related local bank and a local bank totaling Baht 1,500.00 million (December 31, 2016 : Baht 1,500.00 million) to hedge the volatility of interest rate by paying interest fixed rates as specified in the agreement in exchange for floating rates.

United States Dollars Currency

As at March 31, 2017, the Company had cross currency and interest rate swap agreements to hedge financial liabilities denominated in foreign currencies and the volatility of interest rate by paying the interest in Baht in fixed rate as specified in the agreement in exchange for interest payable in USD monthly, quarterly and semi-annually. The cross currency agreements were as follows:

- With a related local bank and the local banks totaling USD 163.10 million by swapping to Baht 5,485.48 million (December 31, 2016 : swapping USD 183.10 million to Baht 6,104.61 million).
- With a local branch of the foreign banks totaling USD 62.83 million by swapping to Baht 2,215.01 million. (December 31, 2016 : swapping USD 71.50 million to Baht 2,487.52 million).

Yen Currency

As at March 31, 2017, the Company had cross currency and interest rate swap agreements with a related local bank and a local bank totaling JPY 3,200.00 million by swapping to Baht 948.20 million (December 31, 2016: swapping JPY 3,200.00 million to Baht 948.20 million) to hedge financial liabilities denominated in foreign currencies and the volatility of interest rate by paying the interest in Baht in fixed rate as specified in the agreement in exchange for interest payable in JPY semi-annually.

Debentures

Debentures as at March 31, 2017 and December 31, 2016 were as follows:

Issuance Date	Maturity Date	Tranche Number	Secured/Unsecured	Unit	Par value	“Unaudited” March 31, 2017 (Thousand Baht)	December 31, 2016 (Thousand Baht)
1 September 26, 2014	September 26, 2019	1 st	Secured	30	USD 1,000,000	964,800	964,800
2 February 24, 2015	February 24, 2020	1 st	Secured	35	USD 1,000,000	1,139,600	1,139,600
3 March 12, 2015	March 12, 2018	1 st	Unsecured	1,500,000	Baht 1,000	1,500,000	1,500,000
	March 12, 2020	2 nd	Unsecured	1,000,000	Baht 1,000	1,000,000	1,000,000
4 September 30, 2015	September 30, 2018	1 st	Unsecured	1,500,000	Baht 1,000	1,500,000	1,500,000
	September 30, 2020	2 nd	Unsecured	500,000	Baht 1,000	500,000	500,000
5 February 25, 2016	February 25, 2019	1 st	Unsecured	2,000,000	Baht 1,000	2,000,000	2,000,000
	February 25, 2021	2 nd	Unsecured	2,000,000	Baht 1,000	2,000,000	2,000,000
6 September 15, 2016	September 15, 2019	1 st	Unsecured	1,000,000	Baht 1,000	1,000,000	1,000,000
	September 15, 2023	2 nd	Unsecured	1,000,000	Baht 1,000	1,000,000	1,000,000
7 March 30, 2017	March 30, 2022	1 st	Unsecured	1,500,000	Baht 1,500	1,500,000	-
						14,104,400	12,604,400
					<u>Less</u> Debenture issuance cost	(50,465)	(52,257)
						14,053,935	12,552,143
					<u>Less</u> Current portion	(1,498,887)	-
					Debentures- net	12,555,048	12,552,143

As at March 31, 2017, debentures bear interest at rates ranging from 2.07% - 4.10% per annum (December 31, 2016 : 2.07% - 4.10% per annum).

10. OTHER INCOME

Other income for the three-month periods ended March 31, 2017 and 2016 were as follows:

	Unit : Thousand Baht “Unaudited” For the three-month periods ended March 31,	
	2017	2016
Recovery of bad debts	210,003	192,243
Others	23,610	21,885
Total	233,613	214,128

11. SEGMENT INFORMATION

The Company’s operations are consumer finance business representing personal loans and installment loans as integrated and complementary activities that constitute one line of business. Consequently, management considers that it has only one business segment. Moreover, the Company operates in the domestic market; consequently, management determines that it has only one geographical segment.

12. COMMITMENTS WITH NON-RELATED PARTIES

Commitments with non-related parties as at March 31, 2017 and December 31, 2016 were as follows:

	Unit : Thousand Baht “Unaudited” March 31, 2017 December 31, 2016	
Capital commitments		
Software	337	243
Total	337	243

	Unit : Thousand Baht “Unaudited” March 31, 2017 December 31, 2016	
Non-cancellable operating lease commitments		
Within one year	231,184	231,107
After one year but within five years	157,693	118,982
Total	388,877	350,089

The Company entered into several lease agreements covering office premises, vehicles and computer equipment for periods of from one to four years. In consideration thereof, the Company is committed to pay rental fee at various annual rental rates as specified in the agreements.

13. EVENTS AFTER THE REPORTING PERIOD

At the Annual General Meeting of Shareholders Meeting of the Company held on April 20, 2017, the shareholders approved the appropriation of dividend of Baht 1.14 per share, amounting to Baht 513.00 million and approved stock dividend payment of shares 150.00 million, with par value of Baht 10 per share, to the shareholders of the Company at the ratio of 15 existing shares for 5 dividend stocks totally in amount of Baht 1,500.00 million. The Company paid the cash and stock dividends on May 9, 2017.

Moreover, on the same day at the Annual General Meeting of Shareholders Meeting, the shareholders approved to increase Baht 1,500.00 million of the Company's authorized share capital from the existing authorized share capital of Baht 4,500.00 million to the authorized share capital of Baht 6,000.00 million for the stock dividend payment to the Company's shareholders. The Company has registered such increase of its authorized share capital with the Ministry of Commerce on April 27, 2017 and the Company paid stock dividend to shareholders on May 9, 2017.

14. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were approved for issuing by the Board of Directors of the Company on May 11, 2017.