
EASY BUY PUBLIC COMPANY LIMITED

Interim Financial Statements

*Three-month and six-month periods ended
June 30, 2021*



บริษัท ดีลอยท์ ทูเช่ โทมัทสึ ไชยยศ
สอบบัญชี จำกัด
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**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 June 30, 2021 and the related statements of profit or loss and other comprehensive income for the three-month and six-month periods ended June 30, 2021, changes in shareholders' equity and cash flows for the six-month period ended June 30, 2021, 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".

Kasiti Ketsuriyonk
Certified Public Accountant (Thailand)
Registration No. 8833

BANGKOK
August 19, 2021

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.



EASY BUY PUBLIC COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2021

Unit : Thousand Baht

	Notes	As at June 30, 2021	As at December 31, 2020
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		253,677	436,455
Loan receivables due within one year	6	52,951,348	52,493,906
Other receivables		149,335	202,640
Total Current Assets		53,354,360	53,133,001
NON-CURRENT ASSETS			
Loan receivables	6	49,604	49,418
Leasehold improvements and equipment		218,964	157,638
Right-of-use assets	7	738,879	214,828
Intangible assets		29,176	37,110
Deferred tax assets	8	1,113,836	1,296,982
Other non-current assets		70,962	65,290
Total Non-current Assets		2,221,421	1,821,266
TOTAL ASSETS		55,575,781	54,954,267

See condensed notes to the financial statements

EASY BUY PUBLIC COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT JUNE 30, 2021

Unit : Thousand Baht

	Notes	As at June 30, 2021	As at December 31, 2020
LIABILITIES AND SHAREHOLDERS' EQUITY			
CURRENT LIABILITIES			
Short-term borrowings from financial institutions	5 and 9	5,317,743	4,648,588
Trade accounts payable		1,263	5,368
Other payables		391,410	523,573
Current portion of long-term borrowings from financial institutions	5 and 9	2,400,000	3,206,137
Current portion of debentures	9	3,999,059	3,999,350
Current portion of lease liabilities		208,842	88,506
Current income tax payable		509,161	787,917
Current portion of decommissioning obligations for leasehold improvement		-	29,530
Derivative liabilities	9	21,685	90,696
Total Current Liabilities		12,849,163	13,379,665
NON-CURRENT LIABILITIES			
Long-term borrowings from financial institutions	5 and 9	5,981,707	5,284,094
Debentures	9	6,494,434	7,494,690
Lease liabilities		548,871	129,128
Provision for employee benefits		220,373	209,594
Decommissioning obligations for leasehold improvement		56,887	33,937
Long-term derivative liabilities	9	74,679	114,336
Total Non-current Liabilities		13,376,951	13,265,779
TOTAL LIABILITIES		26,226,114	26,645,444

EASY BUY PUBLIC COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT JUNE 30, 2021

Unit : Thousand Baht

	Notes	As at June 30, 2021	As at December 31, 2020
LIABILITIES AND SHAREHOLDERS' EQUITY (CONTINUED)			
SHAREHOLDERS' EQUITY			
SHARE CAPITAL			
Authorized share capital			
600,000,000 ordinary shares of Baht 10 each		6,000,000	6,000,000
Issued and paid-up share capital			
600,000,000 ordinary shares of Baht 10 each, fully paid		6,000,000	6,000,000
RETAINED EARNINGS			
Appropriated			
Legal reserve		600,000	600,000
Unappropriated		22,749,667	21,708,823
TOTAL SHAREHOLDERS' EQUITY		29,349,667	28,308,823
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		55,575,781	54,954,267

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 JUNE 30, 2021
“Unaudited”

Unit : Thousand Baht

	Notes	2021	2020
REVENUES			
Income from personal loans		3,335,120	3,445,642
Income from installment loans		5,160	4,169
Other income	10	345,660	405,590
Total Revenues		3,685,940	3,855,401
EXPENSES			
Operating expenses		223,532	207,163
Administrative expenses		735,337	692,093
Expected credit losses	6	1,160,083	1,050,045
Finance costs		110,804	182,264
Total Expenses		2,229,756	2,131,565
PROFIT BEFORE TAX EXPENSE		1,456,184	1,723,836
INCOME TAX EXPENSE	13	302,140	354,715
PROFIT FOR THE PERIOD		1,154,044	1,369,121
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		1,154,044	1,369,121
BASIC EARNINGS PER SHARE	BAHT	1.92	2.28
WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES	SHARES	600,000,000	600,000,000

See condensed notes to the financial statements

EASY BUY PUBLIC COMPANY LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021

“Unaudited”

Unit : Thousand Baht

	Notes	2021	2020
REVENUES			
Income from personal loans		6,561,427	7,000,826
Income from installment loans		9,652	9,114
Other income	10	716,852	708,763
Total Revenues		7,287,931	7,718,703
EXPENSES			
Operating expenses		458,606	414,748
Administrative expenses		1,443,501	1,405,256
Expected credit losses	6	2,057,922	2,280,975
Finance costs		202,648	367,025
Total Expenses		4,162,677	4,468,004
PROFIT BEFORE TAX EXPENSE		3,125,254	3,250,699
INCOME TAX EXPENSE	13	650,409	655,085
PROFIT FOR THE PERIOD		2,474,845	2,595,614
OTHER COMPREHENSIVE INCOME			
FOR THE PERIOD, NET OF TAX		-	-
TOTAL COMPREHENSIVE INCOME			
FOR THE PERIOD		2,474,845	2,595,614
BASIC EARNINGS PER SHARE	BAHT	4.12	4.33
WEIGHTED AVERAGE NUMBER OF			
ORDINARY SHARES	SHARES	600,000,000	600,000,000

See condensed notes to the financial statements

EASY BUY PUBLIC COMPANY LIMITED
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021
“Unaudited”

Unit : Thousand Baht

	Notes	Share capital Issued and paid-up	Retained earnings		Total shareholders' equity
			Appropriated Legal reserve	Unappropriated	
Balance as at January 1, 2020		6,000,000	600,000	19,215,743	25,815,743
The effects of adoption of recently issued accounting standard		-	-	(734,193)	(734,193)
Total comprehensive income for the period		-	-	2,595,614	2,595,614
Dividends paid	12.1	-	-	(1,566,000)	(1,566,000)
Balance as at June 30, 2020		<u>6,000,000</u>	<u>600,000</u>	<u>19,511,164</u>	<u>26,111,164</u>
Balance as at January 1, 2021		6,000,000	600,000	21,708,822	28,308,822
Total comprehensive income for the period		-	-	2,474,845	2,474,845
Dividends paid	12.2	-	-	(1,434,000)	(1,434,000)
Balance as at June 30, 2021		<u>6,000,000</u>	<u>600,000</u>	<u>22,749,667</u>	<u>29,349,667</u>

See condensed notes to the financial statements

EASY BUY PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021
“Unaudited”

Unit : Thousand Baht

	Notes	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the period		2,474,845	2,595,614
Adjustments for :			
Income tax expense		650,409	655,085
Depreciation and amortization expenses		200,003	176,567
Interest income		(6,571,079)	(7,009,940)
Finance costs		202,648	367,025
Expected credit losses		2,057,922	2,280,975
Employee benefits expense		10,779	9,896
Loss on disposal of equipment and intangible assets		390	154
Loss on lease modification		782	-
Gain on discount received from lease agreement		(1,063)	-
		<u>(974,364)</u>	<u>(924,624)</u>
Changes in operating assets and liabilities			
Loan receivables		(2,577,564)	(1,297,562)
Other receivables		52,143	(67,613)
Other non-current assets		(5,672)	2,855
Trade accounts payable		(4,105)	(936)
Other payables		(140,464)	(139,822)
Cash paid for operating activities		<u>(3,650,026)</u>	<u>(2,427,702)</u>
Cash received from interest income		6,633,093	7,067,007
Employee benefit paid		-	(94)
Interest paid		(277,978)	(543,978)
Income tax paid		(746,019)	(110)
Net cash provided by operating activities		<u>1,959,070</u>	<u>4,095,123</u>

EASY BUY PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021

“Unaudited”

Unit : Thousand Baht

	Notes	2021	2020
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash paid for purchase of leasehold improvements and equipment	4	(74,346)	(25,451)
Proceeds from sale of equipment		342	23
Cash paid for purchase of intangible assets	4	(4,361)	-
Net cash used in investing activities		<u>(78,365)</u>	<u>(25,428)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from short-term borrowings from financial institutions	4	29,117,413	24,928,220
Repayment of short-term borrowings from financial institutions	4	(28,447,413)	(27,478,320)
Proceeds from long-term borrowings from financial institutions	4	1,800,000	1,200,000
Repayment of long-term borrowings from financial institutions	4	(1,965,660)	(545,963)
Proceeds from issuing debentures	4	2,000,000	1,500,000
Repayment of debentures	4	(3,000,000)	(2,061,596)
Repayment of the lease liabilities	4	(133,823)	(126,290)
Dividends paid to owners of the Company	12	(1,434,000)	(1,566,000)
Net cash used in financing activities		<u>(2,063,483)</u>	<u>(4,149,949)</u>
Net decrease in cash and cash equivalents		(182,778)	(80,254)
Cash and cash equivalents as at January 1,		436,455	304,754
Cash and cash equivalents as at June 30,		<u><u>253,677</u></u>	<u><u>224,500</u></u>

See condensed notes to the financial statements

EASY BUY PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2021
“Unaudited”

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EASY BUY PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2021
“Unaudited”

1. GENERAL INFORMATION

EASY BUY Public Company Limited, (the “Company”), was incorporated in Thailand. Its registered office is located at 8th - 11th Floor, Rasa Two, 1818 Phetchaburi Road, Makkasan, Ratchathewi, Bangkok.

The immediate parent of the Company is ACOM CO., LTD. which was incorporated in Japan.

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

The Coronavirus disease 2019 (“COVID-19”) pandemic

The Coronavirus disease 2019 (“COVID-19”) pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the Company operates. Nevertheless, the Company’s management will continue to monitor the ongoing development and regularly assess the financial impact in respect of valuation of assets, provisions and contingent liabilities.

The Company issued relief measures to customers affected by the COVID-19 pandemic during the year 2021 and 2020 by reducing interest rate and skip payment for personal loan and installment loan customers following the Bank of Thailand’s relief measures for debtors affected by COVID-19 pandemic.

2. BASIS FOR PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

2.1 Statement of compliance

The interim financial statements are prepared in Thai Baht and compliance with Thai Accounting Standard (“TAS”) No. 34 “Interim Financial Reporting” and accounting practices generally accepted in Thailand and the Notification of the Department of Business Development regarding “The Brief Particulars in the Financial Statement (No.3) B.E. 2562” dated December 26, 2019.

The statement of financial position as at December 31, 2020, presented herein for comparison, has been derived from the financial statements of the Company for the year then ended which had been previously audited.

The unaudited results of operations presented in three-month and six-month periods ended June 30, 2021 are not necessarily indicative of the operating results anticipated for the full year.

Certain financial information which is normally included in the annual financial statements prepared in accordance with TFRS, but which is not required for interim reporting purposes, has been omitted. Therefore, the interim financial statements for the three-month and six-month periods ended June 30, 2021 should be read in conjunction with the audited financial statements for the year ended December 31, 2020.

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

During the period, the Company has adopted the revised financial reporting standards and the Conceptual Framework for Financial Reporting issued by the Federation of Accounting Professions which are effective for fiscal years beginning on or after January 1, 2021. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revisions to references to the Conceptual Framework in TFRSs, the amendment for definition of business; the amendment for definition of materiality and accounting requirements for interest rate reform. The adoption of these financial reporting standards does not have any significant impact on the Company's interim financial statements.

The Rent Concessions related to COVID-19

The Company elected to adopt the amendments to TFRS 16 Leases relating to COVID-19 related Rent Concessions. The amendment permits lessees, as a practical expedient, not to assess whether rent concessions that occur as a direct consequence of the COVID-19 pandemic and meet specified conditions are lease modifications and, instead, to account for those rent concessions as if they were not lease modifications. Any reduction in lease payments affects only payments originally due on or before June 30, 2022 and there is no substantive change to other terms and conditions of the lease.

The Company's management has adopted such aforementioned practical expedient in the preparation of the financial statements for the three-month and six-month periods ended June 30, 2021.

2.3 Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective

The Amendment to Thai Financial Reporting Standards No. 16 "Leases" ("TFRS 16") added the requirements for the temporary exception arising from the Phase 2 of the interest rate benchmark reform amendments, which an entity shall apply these amendments for annual reporting periods beginning on or after January 1, 2022 with earlier application permitted. This revised TFRS 16 has been announced in the Royal Gazette on January 27, 2021.

In addition, the Federation of Accounting Professions has issued the Notification regarding the amendments to Thai Financial Reporting Standards No. 4 “Insurance Contracts”, Thai Financial Reporting Standards No. 7 “Financial Instruments: Disclosures”, and Thai Financial Reporting Standards No. 9 “Financial Instruments”, which have been announced in the Royal Gazette on June 28, 2021 and will be effective for the financial statements for the period beginning on or after January 1, 2022 onwards with earlier application permitted. The amendment to such Thai Financial Reporting Standards are relevant to the Phase 2 of the interest rate benchmark reform amendments which provided practical expedients for the modification of the contractual cash flows of financial assets or financial liabilities resulted from the interest rate benchmark reform, including temporary exceptions from specific hedge accounting requirements, and additional disclosure requirements of TFRS 7.

The Company’s management will adopt such TFRSs in the preparation of the Company’s financial statements when it becomes effective. The Company’s management is in the process to assess the impact of these TFRSs on the financial statements of the Company in the period of initial application.

2.4 Functional and presentation currency

The interim financial statements are 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.

2.5 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, liabilities, and the disclosure of contingent assets and liabilities at the end of the reporting period and the reported amounts of revenue and expense during the period. 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, 2020.

4. ADDITIONAL CASH FLOW INFORMATION

Significant non-cash items in the interim financial statements for the six-month periods ended June 30, 2021 and 2020 are as follows:

	Unit : Thousand Baht "Unaudited"	
	For the six-month periods ended June 30,	
	2021	2020
Leasehold improvements and equipment		
Liabilities recorded at beginning of period	1,538	154
Purchase of leasehold improvements and equipment	80,347	25,328
	<u>81,885</u>	<u>25,482</u>
<u>Less</u> Cash paid for purchase of leasehold improvements and equipment	<u>(74,346)</u>	<u>(25,451)</u>
Liabilities recorded at ending of period	<u>7,539</u>	<u>31</u>

For the six-month periods ended June 30, 2021 and 2020, the Company recorded leasehold improvements related to provision for restoration cost of Baht 23.28 million and Baht 0.07 million, respectively.

	Unit : Thousand Baht "Unaudited"	
	For the six-month periods ended June 30,	
	2021	2020
Intangible assets		
Liabilities recorded at beginning of period	-	-
Purchase of intangible assets	4,361	-
	<u>4,361</u>	<u>-</u>
<u>Less</u> Cash paid for purchase of intangible assets	<u>(4,361)</u>	<u>-</u>
Liabilities recorded at ending of period	<u>-</u>	<u>-</u>

Reconciliation of liabilities arising from financing activities for the six-month periods ended June 30, 2021 and 2020 are as follows:

	Unit : Thousand Baht				
	Short-term borrowings from financial institutions	Long-term borrowings from financial institutions	Debentures	Lease liabilities	Total
As at December 31, 2020	4,648,588	8,490,231	11,494,040	217,634	24,850,493
Changes in cash flow					
Cash proceeds	29,117,413	1,800,000	2,000,000	-	32,917,413
Cash repayment	(28,447,413)	(1,965,660)	(3,000,000)	(133,823)	(33,546,896)
Non-cash changes					
Differences on translating foreign currencies	-	59,456	-	-	59,456
Deferred issuance costs on debentures and borrowings	(845)	(2,320)	(547)	-	(3,712)
New lease agreement	-	-	-	676,758	676,758
Others	-	-	-	(2,856)	(2,856)
As at June 30, 2021	<u>5,317,743</u>	<u>8,381,707</u>	<u>10,493,493</u>	<u>757,713</u>	<u>24,950,656</u>

	Unit : Thousand Baht				
	Short-term borrowings from financial institutions	Long-term borrowings from financial institutions	Debentures	Lease liabilities	Total
As at December 31, 2019	4,163,225	9,666,588	14,128,965	-	27,958,778
Impact of first adoption of TFRS 9	-	(196,570)	(78,004)	291,531	16,957
As at January 1, 2020	4,163,225	9,470,018	14,050,961	291,531	27,975,735
Changes in cash flow					
Cash proceeds	24,928,220	1,200,000	1,500,000	-	27,628,220
Cash repayment	(27,478,320)	(545,963)	(2,061,596)	(126,290)	(30,212,169)
Non-cash changes					
Differences on translating foreign currencies	-	34,888	-	-	34,888
Deferred issuance costs on debentures and borrowings	123	460	2,049	-	2,632
New lease agreement	-	-	-	97,285	97,285
Others	-	-	-	3,618	3,618
As at June 30, 2020	<u>1,613,248</u>	<u>10,159,403</u>	<u>13,491,414</u>	<u>266,144</u>	<u>25,530,209</u>

5. TRANSACTIONS WITH RELATED PARTIES

For the purposes of these interim financial statements, a party is 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 are 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), 40.21% shareholding in parent company
MUFG Bank, Ltd.	Banking Business	Japan	Financial institution in group of Mitsubishi UFJ Financial Group (MUFG), 40.21% shareholding in parent company
GCT Management (Thailand) Ltd.	Investment Company	Thailand	Shareholder, 25.00% shareholding
Key management personnel	-	Japanese, Thai	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director of the Company (whether executive or otherwise)

Significant transactions with related parties for the three-month and six-month periods ended June 30, 2021 and 2020 are as follows:

	Unit : Thousand Baht "Unaudited" For the three-month periods ended June 30,	
	2021	2020
Finance costs		
Related parties		
Interest expense	16,181	25,159
Debenture arrangement fee	189	178
Upfront fee	-	179
Administrative expenses		
Key management personnel		
Key management personnel's compensation (Short-term benefits)	20,375	18,741
Key management personnel's compensation (Long-term benefits)	200	135

	Unit : Thousand Baht "Unaudited" For the six-month periods ended June 30,	
	2021	2020
Finance costs		
Related parties		
Interest expense	34,836	53,473
Guarantee fee	-	85
Debenture arrangement fee	288	1,331
Upfront fee	67	460
Administrative expenses		
Key management personnel		
Key management personnel's compensation (Short-term benefits)	41,633	39,038
Key management personnel's compensation (Long-term benefits)	400	271

Balances with related parties as at June 30, 2021 and December 31, 2020 are as follows:

	Unit : Thousand Baht "Unaudited"	
	As at June 30, 2021	As at December 31, 2020
Short-term borrowings from financial institutions		
Related party		
Bank of Ayudhya Public Company Limited	780,000	870,000
Total	<u>780,000</u>	<u>870,000</u>

As at June 30, 2021, short-term borrowings from financial institutions from related party bear interest at rates ranging from 0.81% - 0.89% per annum (as at December 31, 2020 : 0.81% - 0.89% per annum).

	Unit : Thousand Baht "Unaudited"	
	As at June 30, 2021	As at December 31, 2020
Current portion of long-term borrowings from financial institutions		
Related parties		
MUFG Bank, Ltd., Singapore branch : Nil (December 31, 2020 : USD 8.00 million)	-	241,654
Bank of Ayudhya Public Company Limited	1,500,000	1,000,000
Long-term borrowings from financial institutions		
Related party		
Bank of Ayudhya Public Company Limited	3,384,094	3,884,094
Total	<u>4,884,094</u>	<u>5,125,748</u>

As at June 30, 2021, long-term borrowings from financial institutions from related parties bear interest at rates ranging from 0.60% - 2.62% per annum (as at December 31, 2020 : 0.71% - 3.72% per annum).

	Unit : Thousand Baht	
	“Unaudited”	
	As at June 30, 2021	As at December 31, 2020
Other payables		
Accrued interest expense		
Related parties		
MUFG Bank, Ltd., Singapore branch	-	50
Bank of Ayudhya Public Company Limited	16,175	15,788
Total	<u>16,175</u>	<u>15,838</u>

	Unit : Thousand Baht	
	“Unaudited”	
	As at June 30, 2021	As at December 31, 2020
Deferred issuance cost (presented net from long-term borrowings and debentures)		
Related parties		
MUFG Bank, Ltd.	-	67
Bank of Ayudhya Public Company Limited	283	415
Total	<u>283</u>	<u>482</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 with financial institutions (if any). In consideration thereof, the Company is committed to pay guarantee fee based on certain percentage of the outstanding balances of loans as stipulated in the agreements unless the Company gives prior written notice to terminate the agreements.

The Company entered into agreement with MUFG Bank, 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 agreements. However, such agreement has expired during the year 2020.

Cross currency and interest rate swap agreements

The Company entered into agreements with Bank of Ayudhya Public Company Limited to hedge financial liabilities denominated in foreign currencies with volatility of floating interest rate by swapping foreign currencies and floating interest rates or fixed interest rates to Baht currency in fixed interest rates as specified in the agreements (see Note 9).

Interest rate swap agreements

The Company entered into agreements with Bank of Ayudhya Public Company Limited to hedge financial liabilities denominated in Baht currency with volatility of floating interest rates by swapping floating interest rates to fixed interest rates as specified in the agreements (see Note 9).

6. LOAN RECEIVABLES

Unit : Thousand Baht

	"Unaudited" As at June 30, 2021			As at December 31, 2020		
	Personal Loan Receivables	Installment Loan Receivables	Total	Personal Loan Receivables	Installment Loan Receivables	Total
Due within one year						
Loan receivables	57,374,738	158,099	57,532,837	57,619,620	135,192	57,754,812
<u>Less</u> Unearned interest income	-	(8,255)	(8,255)	-	(8,322)	(8,322)
Allowance for expected credit loss	(4,572,325)	(909)	(4,573,234)	(5,251,550)	(1,034)	(5,252,584)
Net	52,802,413	148,935	52,951,348	52,368,070	125,836	52,493,906
Due over one year						
Loan receivables	-	49,805	49,805	-	49,680	49,680
<u>Less</u> Unearned interest income	-	(15)	(15)	-	(48)	(48)
Allowance for expected credit loss	-	(186)	(186)	-	(214)	(214)
Net	-	49,604	49,604	-	49,418	49,418
Total	52,802,413	198,539	53,000,952	52,368,070	175,254	52,543,324

Expected credit losses for the three-month periods ended June 30, 2021 and 2020 comprise the following:

	“Unaudited”			Unit : Thousand Baht		
	For the three-month			“Unaudited”		
	period ended June 30, 2021			For the three-month		
	Personal	Installment	Total	Personal	Installment	Total
	Loan	Loan		Loan	Loan	
	Receivables	Receivables		Receivables	Receivables	
Bad debts	1,021,706	455	1,022,161	1,253,535	673	1,254,208
Expected credit losses (reversal)	137,966	(44)	137,922	(202,055)	(2,108)	(204,163)
Total	1,159,672	411	1,160,083	1,051,480	(1,435)	1,050,045

Expected credit losses for the six-month periods ended June 30, 2021 and 2020 comprise the following:

	“Unaudited”			Unit : Thousand Baht		
	For the six-month			“Unaudited”		
	period ended June 30, 2021			For the six-month		
	Personal	Installment	Total	Personal	Installment	Total
	Loan	Loan		Loan	Loan	
	Receivables	Receivables		Receivables	Receivables	
Bad debts	2,786,230	1,096	2,787,326	2,390,374	1,151	2,391,525
Expected credit losses (reversal)	(729,249)	(155)	(729,404)	(109,894)	(656)	(110,550)
Total	2,056,981	941	2,057,922	2,280,480	495	2,280,975

Staging analysis for loan receivables as at June 30, 2021 and December 31, 2020 are as follows:

	“Unaudited”			Unit : Thousand Baht		
	As at June 30, 2021			As at December 31, 2020		
	Personal Loan Receivables	Installment Loan Receivables	Total	Personal Loan Receivables	Installment Loan Receivables	Total
Performing (Stage 1)	54,847,346	207,007	55,054,353	54,052,956	183,754	54,236,710
Under-performing (Stage 2)	1,261,814	528	1,262,342	1,399,547	465	1,400,012
Non-performing (Stage 3)	1,265,578	369	1,265,947	2,167,117	653	2,167,770
	<u>57,374,738</u>	<u>207,904</u>	<u>57,582,642</u>	<u>57,619,620</u>	<u>184,872</u>	<u>57,804,492</u>
<u>Less</u> Unearned interest income	-	(8,270)	(8,270)	-	(8,370)	(8,370)
Total	<u>57,374,738</u>	<u>199,634</u>	<u>57,574,372</u>	<u>57,619,620</u>	<u>176,502</u>	<u>57,796,122</u>
<u>Less</u> Allowance for expected credit losses	<u>(4,572,325)</u>	<u>(1,095)</u>	<u>(4,573,420)</u>	<u>(5,251,550)</u>	<u>(1,248)</u>	<u>(5,252,798)</u>
Net	<u>52,802,413</u>	<u>198,539</u>	<u>53,000,952</u>	<u>52,368,070</u>	<u>175,254</u>	<u>52,543,324</u>

Allowance for expected credit loss

Allowance for expected credit loss as at June 30, 2021 and 2020 are as follows :

	“Unaudited”			Unit: Thousand Baht
	Allowance for expected credit loss			Total
	12-month ECL (Stage 1)	Lifetime ECL-not credit impaired (Stage 2)	Lifetime ECL- credit impaired (Stage 3)	
Balance as at December 31, 2020	2,626,365	781,956	1,844,477	5,252,798
Changes in staging	(247,307)	(924,071)	1,171,378	-
New financial assets originated or purchased	97,374	-	-	97,374
Net remeasurement of loss allowance	304,133	898,113	266,594	1,468,840
Financial assets derecognised	(28,388)	(2,618)	(769)	(31,775)
Written off	(11,597)	(15,772)	(2,186,448)	(2,213,817)
Balance as at June 30, 2021	<u>2,740,580</u>	<u>737,608</u>	<u>1,095,232</u>	<u>4,573,420</u>

	“Unaudited”			Unit: Thousand Baht	
	Allowance for expected credit loss			Allowance for doubtful accounts	Total
	12-month ECL (Stage 1)	Lifetime ECL-not credit impaired (Stage 2)	Lifetime ECL- credit impaired (Stage 3)		
Balance as at December 31, 2019	-	-	-	3,523,304	3,523,304
Impact of adoption of TFRS 9	2,440,244	740,491	1,118,823	(3,523,304)	776,254
Balance as at January 1, 2020	2,440,244	740,491	1,118,823	-	4,299,558
Changes in staging	(326,078)	(704,095)	1,030,173	-	-
New financial assets originated or purchased	76,018	-	-	-	76,018
Net remeasurement of loss allowance	881,440	691,100	140,283	-	1,712,823
Financial assets derecognized	(23,423)	(1,468)	(1,149)	-	(26,040)
Written-off	(10,402)	(13,513)	(1,731,958)	-	(1,755,873)
Balance as at June 30, 2020	3,037,799	712,515	556,172	-	4,306,486

As at June 30, 2021 and December 31, 2020, personal loan receivables comprise the following:

	Unit : Thousand Baht	
	“Unaudited”	
	As at June 30, 2021	As at December 31, 2020
Revolving loan receivables	54,690,977	54,782,405
Minimum payment loan receivables	2,683,761	2,837,215
Total	<u>57,374,738</u>	<u>57,619,620</u>

Revolving loans are repayable at any time subject to a minimum monthly payment of 3% of the principal 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% to 8% 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.

Loan receivables of the Company as at June 30, 2021 and December 31, 2020 were denominated entirely in Baht currency.

In 2020, the interest rates for the above loan receivables were within defined law set at 15% per annum and not more than 28% per annum (Effective rate) when inclusive of interest and credit usage fee.

Subsequently, on July 31, 2020, the Bank of Thailand has announced the Notification of the Bank of Thailand No. Sor.Nor.Sor. 12/2563 regarding “Regulations, Procedures and Conditions for Undertaking Business of Personal loan under supervision for non-financial institution” effective on August 1, 2020, to decrease the ceiling of interest rate, penalty fee, or any service fee that financial institution or businesses of personal loans under supervision for non-financial institution collect from customers, from 28% per annum to 25% per annum. The Company decreased the ceiling of interest rate and fee following such notification upon its effective date.

7. RIGHT-OF-USE ASSETS

During the six-month period ended June 30, 2021, the Company had additional right-of-use assets at the total cost of Baht 674.77 million from several lease agreements comprise of buildings, equipment and vehicles amounting to Baht 631.33 million, Baht 1.50 million and Baht 41.94 million, respectively (December 31, 2020 : Baht 173.00 million comprise of buildings, equipment and vehicles amounting to Baht 111.70 million, Baht 28.86 million and Baht 32.44 million, respectively).

In addition, the Company had depreciation expense of right-of-use assets for the three-month and six-month periods ended June 30, 2021 totaling Baht 81.71 million and Baht 146.14 million, respectively (2020 : Baht 62.57 million and Baht 125.35 million, respectively).

8. DEFERRED TAXES

Deferred tax assets consist of:

	Unit : Thousand Baht	
	“Unaudited” As at June 30, 2021	As at December 31, 2020
Deferred tax assets		
Loan receivables (allowance for expected credit losses)	914,829	1,050,714
Loan receivables (bad debt written-off)	123,595	148,325
Provisions for employee benefits	44,075	41,919
Decommissioning obligation for leasehold improvements	6,792	12,406
Derivatives	19,273	41,006
Others	3,610	3,361
Lease liabilities	3,749	561
Total	<u>1,115,923</u>	<u>1,298,292</u>
Deferred tax liabilities		
Debentures and borrowings issuance cost	(2,087)	(1,310)
Total	<u>(2,087)</u>	<u>(1,310)</u>
Net	<u>1,113,836</u>	<u>1,296,982</u>

The movements of deferred tax assets and liabilities for the three-month periods ended June 30, 2021 and 2020 consist of tax effects from the following items:

	Unit : Thousand Baht		
	Balance as at April 1, 2021	“Unaudited” Item as recognized into profit (loss)	Balance as at June 30, 2021
Deferred tax assets			
Loan receivables			
(allowance for expected credit losses)	890,585	24,244	914,829
Loan receivables (bad debt written-off)	194,212	(70,617)	123,595
Provisions for employee benefits	42,997	1,078	44,075
Decommissioning obligation for leasehold improvements	12,401	(5,609)	6,792
Derivatives	22,877	(3,604)	19,273
Others	3,945	(335)	3,610
Lease liabilities	1,180	2,569	3,749
	<u>1,168,197</u>	<u>(52,274)</u>	<u>1,115,923</u>
Deferred tax liabilities			
Debentures and borrowings issuance cost	(1,932)	(155)	(2,087)
	<u>(1,932)</u>	<u>(155)</u>	<u>(2,087)</u>
Deferred tax assets	<u>1,166,265</u>	<u>(52,429)</u>	<u>1,113,836</u>

	Unit : Thousand Baht		
	“Unaudited”		
	Balance as at April 1, 2020	Item as recognized into profit (loss)	Balance as at June 30, 2020
Deferred tax assets			
Loan receivables			
(allowance for expected credit losses)	891,094	(29,657)	861,437
Loan receivables (bad debt written-off)	147,693	28,671	176,364
Provisions for employee benefits	38,265	980	39,245
Decommissioning obligation for leasehold improvements	12,331	38	12,369
Derivatives	30,504	19,998	50,502
Others	3,180	(112)	3,068
	<u>1,123,067</u>	<u>19,918</u>	<u>1,142,985</u>
Deferred tax liabilities			
Lease liabilities	(249)	139	(110)
Debentures and borrowings issuance cost	(2,588)	457	(2,131)
	<u>(2,837)</u>	<u>596</u>	<u>(2,241)</u>
Deferred tax assets	<u>1,120,230</u>	<u>20,514</u>	<u>1,140,744</u>

The movements of deferred tax assets and liabilities for the six-month periods ended June 30, 2021 and 2020 consist of tax effects from the following items:

	Unit : Thousand Baht		
	“Unaudited”		
	Balance as at December 31, 2020	Item as recognized into profit (loss)	Balance as at June 30, 2021
Deferred tax assets			
Loan receivables			
(allowance for expected credit losses)	1,050,714	(135,885)	914,829
Loan receivables (bad debt written-off)	148,325	(24,730)	123,595
Provisions for employee benefits	41,919	2,156	44,075
Decommissioning obligation for leasehold improvements	12,406	(5,614)	6,792
Derivatives	41,006	(21,733)	19,273
Others	3,361	249	3,610
Lease liabilities	561	3,188	3,749
	<u>1,298,292</u>	<u>(182,369)</u>	<u>1,115,923</u>
Deferred tax liabilities			
Debentures and borrowings issuance cost	(1,310)	(777)	(2,087)
	<u>(1,310)</u>	<u>(777)</u>	<u>(2,087)</u>
Deferred tax assets	<u>1,296,982</u>	<u>(183,146)</u>	<u>1,113,836</u>

Unit : Thousand Baht

	Balance as at December 31, 2019	Impact of adoption of TFRS 9 and TFRS 16	“Unaudited” Balance as at January 1, 2020	Item as recognized into profit (loss)	Balance as at June 30, 2020
Deferred tax assets					
Loan receivables (allowance for doubtful accounts/ allowance for expected credit losses)	704,842	155,251	860,093	1,344	861,437
Loan receivables (bad debt written-off)	137,020	-	137,020	39,344	176,364
Provisions for employee benefits	37,284	-	37,284	1,961	39,245
Decommissioning obligation for leasehold improvements	12,303	-	12,303	66	12,369
Long-term borrowings from financial institutions (including cross currency and interest rate swap)	55,371	(55,371)	-	-	-
Derivatives	-	86,449	86,449	(35,947)	50,502
Others	3,250	-	3,250	(182)	3,068
	<u>950,070</u>	<u>186,329</u>	<u>1,136,399</u>	<u>6,586</u>	<u>1,142,985</u>
Deferred tax liabilities					
Lease liabilities	-	(524)	(524)	414	(110)
Debentures and borrowings issuance cost	(2,352)	-	(2,352)	221	(2,131)
	<u>(2,352)</u>	<u>(524)</u>	<u>(2,876)</u>	<u>635</u>	<u>(2,241)</u>
Deferred tax assets	<u>947,718</u>	<u>185,805</u>	<u>1,133,523</u>	<u>7,221</u>	<u>1,140,744</u>

9. INTEREST - BEARING LIABILITIES

Unit : Thousand Baht

	"Unaudited" As at June 30, 2021				As at December 31, 2020			
	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	5,320,000	2,400,000	4,000,000	11,720,000	4,650,000	3,206,204	4,000,000	11,856,204
<u>Less</u> Deferred issuance cost on debentures and borrowings	(2,257)	-	(941)	(3,198)	(1,412)	(67)	(650)	(2,129)
Net	<u>5,317,743</u>	<u>2,400,000</u>	<u>3,999,059</u>	<u>11,716,802</u>	<u>4,648,588</u>	<u>3,206,137</u>	<u>3,999,350</u>	<u>11,854,075</u>
Non-current								
Principal	-	5,984,094	6,500,000	12,484,094	-	5,284,094	7,500,000	12,784,094
<u>Less</u> Deferred issuance cost on debentures and borrowings	-	(2,387)	(5,566)	(7,953)	-	-	(5,310)	(5,310)
Net	<u>-</u>	<u>5,981,707</u>	<u>6,494,434</u>	<u>12,476,141</u>	<u>-</u>	<u>5,284,094</u>	<u>7,494,690</u>	<u>12,778,784</u>
Total	<u>5,317,743</u>	<u>8,381,707</u>	<u>10,493,493</u>	<u>24,192,943</u>	<u>4,648,588</u>	<u>8,490,231</u>	<u>11,494,040</u>	<u>24,632,859</u>
- Secured	-	-	-	-	-	-	-	-
- Unsecured	5,317,743	8,381,707	10,493,493	24,192,943	4,648,588	8,490,231	11,494,040	24,632,859
Total	<u>5,317,743</u>	<u>8,381,707</u>	<u>10,493,493</u>	<u>24,192,943</u>	<u>4,648,588</u>	<u>8,490,231</u>	<u>11,494,040</u>	<u>24,632,859</u>

Interest-bearing liabilities as at June 30, 2021 and December 31, 2020 classified by currencies are as follows:

	Unit : Thousand Baht	
	“Unaudited”	
	As at June 30, 2021	As at December 31, 2020
Baht Currency	24,192,943	23,726,722
United States Dollars Currency	-	906,137
Total	<u>24,192,943</u>	<u>24,632,859</u>

As at June 30, 2021, above liabilities bear interest at the rates ranging from 0.54% - 3.37% per annum (as at December 31, 2020 : 0.71% - 3.72% per annum).

Cross currency and interest rate swap and interest rate swap agreements

Baht Currency

As at June 30, 2021, the Company had interest rate swap agreements to hedge the volatility of floating interest rate by paying interest in fixed rates as specified in the agreements with a related local bank and a local bank totaling Baht 4,100.00 million (as at December 31, 2020 : Baht 4,100.00 million). As at June 30, 2021, the Company recognized such agreements as derivative liabilities at fair value totaling Baht 96.36 million (as at December 31, 2020 : Baht 137.85 million).

United States Dollars Currency

As at December 31, 2020, the Company had cross currency and interest rate swap agreements to hedge financial liabilities denominated in foreign currencies and the volatility of floating interest rate. The cross currency and interest rate swap agreements are as follows:

- With a local bank totaling USD 8.00 million by swapping to Baht 276.40 million and swapping fixed interest rates in USD monthly to fixed rate as specified in the agreements. As at December 31, 2020, the Company recognized such agreements as derivative liability at fair value totaling Baht 36.31 million. As at June 30, 2021, such financial liability has been fully repaid by the Company.
- With a local branch of foreign bank totaling USD 22.00 million by swapping to Baht 689.26 million and swapping floating interest rates in USD monthly to fixed rates as specified in the agreements. As at December 31, 2020, The Company recognized such agreement as derivative liability at fair value totaling Baht 30.87 million. As at June 30, 2021, such financial liability has been fully repaid by the Company.

Debentures

Debentures as at June 30, 2021 and December 31, 2020 are as follows:

	Issuance Date	Maturity Date	Tranche Number	Secured/Unsecured	Unit	Par Value	“Unaudited” As at June 30, 2021 (Thousand Baht)	As at December 31, 2020 (Thousand Baht)
1	February 25, 2016	February 25, 2021	2 nd	Unsecured	2,000,000	Baht 1,000	-	2,000,000
2	September 15, 2016	September 15, 2023	2 nd	Unsecured	1,000,000	Baht 1,000	1,000,000	1,000,000
3	March 30, 2017	March 30, 2022	1 st	Unsecured	1,500,000	Baht 1,000	1,500,000	1,500,000
4	June 7, 2017	June 7, 2024	1 st	Unsecured	1,000,000	Baht 1,000	1,000,000	1,000,000
5	November 24, 2017	November 24, 2021	1 st	Unsecured	1,000,000	Baht 1,000	1,000,000	1,000,000
6	April 27, 2018	April 27, 2021	1 st	Unsecured	1,000,000	Baht 1,000	-	1,000,000
7	April 29, 2019	January 28, 2022	1 st	Unsecured	1,500,000	Baht 1,000	1,500,000	1,500,000
8	July 26, 2019	July 22, 2022	1 st	Unsecured	1,000,000	Baht 1,000	1,000,000	1,000,000
9	January 24, 2020	January 24, 2024	1 st	Unsecured	1,500,000	Baht 1,000	1,500,000	1,500,000
10	April 30, 2021	April 26, 2024	1 st	Unsecured	2,000,000	Baht 1,000	2,000,000	-
							<u>10,500,000</u>	<u>11,500,000</u>
							<u>(6,507)</u>	<u>(5,960)</u>
							<u>10,493,493</u>	<u>11,494,040</u>
							<u>(3,999,059)</u>	<u>(3,999,350)</u>
							<u>6,494,434</u>	<u>7,494,690</u>

As at June 30, 2021, debentures bear interest at rates ranging from 1.16% - 3.37% per annum (as at December 31, 2020 : 1.79% - 3.37% per annum).

10. OTHER INCOME

Other income for the three-month and six-month periods ended June 30, 2021 and 2020 are as follows:

	Unit : Thousand Baht “Unaudited” For the three-month periods ended June 30, 2021 2020	
Recovery of bad debts	313,028	379,904
Others	32,632	25,686
Total	<u>345,660</u>	<u>405,590</u>

	Unit : Thousand Baht “Unaudited” For the six-month periods ended June 30, 2021 2020	
Recovery of bad debts	654,644	654,431
Others	62,208	54,332
Total	<u>716,852</u>	<u>708,763</u>

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 a domestic market; consequently, management determines that it has only one geographical segment.

12. DIVIDEND PAID

12.1 At the Annual General Meeting of the Shareholders of the Company held on April 23, 2020, the shareholder approved the appropriation of dividends of Baht 2.61 per share, amounting to Baht 1,566.00 million. The dividends were paid to the shareholders on May 22, 2020.

12.2 At the Annual General Meeting of the Shareholders of the Company held on April 22, 2021, the shareholder approved the appropriation of dividends of Baht 2.39 per share, amounting to Baht 1,434.00 million. The dividends were paid to the shareholders on May 21, 2021.

13. INCOME TAX EXPENSE

Tax expense for the three-month periods ended June 30, 2021 and 2020 are as follows:

	Unit : Thousand Baht “Unaudited” For the three-month periods ended June 30,	
	2021	2020
Current tax expense		
Current year	<u>249,711</u>	<u>375,229</u>
	<u>249,711</u>	<u>375,229</u>
Deferred tax expense		
Movements in temporary differences	<u>52,429</u>	<u>(20,514)</u>
	<u>52,429</u>	<u>(20,514)</u>
Total	<u>302,140</u>	<u>354,715</u>

Reconciliations of effective tax rates for the three-month periods ended June 30, 2021 and 2020 are as follows:

		Unit : Thousand Baht	
		2021	2020
	Tax Rate (%)		Tax Rate (%)
Accounting profit before tax expense		<u>1,456,184</u>	<u>1,723,836</u>
Tax expense at domestic tax rate	20.0	291,237	344,767
Tax effect of non-deductible expenses (non-taxable income)		<u>(41,526)</u>	<u>30,462</u>
Tax expense per income tax return		249,711	375,229
Adjustment for deferred tax relating to the origination and reversal of temporary differences		<u>52,429</u>	<u>(20,514)</u>
Tax expense	20.7	<u>302,140</u>	<u>354,715</u>

Tax expense for the six-month periods ended June 30, 2021 and 2020 are as follows:

	Unit : Thousand Baht “Unaudited” For the six-month periods ended June 30,	
	2021	2020
Current tax expense		
Current year	<u>467,263</u>	<u>662,306</u>
	<u>467,263</u>	<u>662,306</u>
Deferred tax expense		
Movements in temporary differences	<u>183,146</u>	<u>(7,221)</u>
	<u>183,146</u>	<u>(7,221)</u>
Total	<u>650,409</u>	<u>655,085</u>

Reconciliations of effective tax rates for the six-month periods ended June 30, 2021 and 2020 are as follows:

		Unit : Thousand Baht	
		2021	2020
	Tax Rate (%)		Tax Rate (%)
Accounting profit before tax expense		3,125,254	3,250,699
Tax expense at domestic tax rate	20.0	625,051	650,140
Tax effect of non-deductible expenses (non-taxable income)		(157,788)	12,166
Tax expense per income tax return		467,263	662,306
Adjustment for deferred tax relating to the origination and reversal of temporary differences		183,146	(7,221)
Tax expense	20.8	650,409	655,085

14. COMMITMENTS WITH NON-RELATED PARTIES

Commitments with non-related parties as at June 30, 2021 and December 31, 2020 are as follows:

	Unit : Thousand Baht	
	“Unaudited”	
	As at June 30, 2021	As at December 31, 2020
Capital commitments		
Software	5,050	4,798
Furniture & fixture and equipment	117	59,004
Total	5,167	63,802
Non-cancellable lease commitments		
Within one year	16,192	12,742
After one year but within five years	731	544
Total	16,923	13,286

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

15. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements were approved for issuing by the Board of Directors of the Company on August 19, 2021.