

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS
JUNE 30, 2021

1. GENERAL INFORMATION

1.1 Corporate information

a) Address and legal status

The Company was registered to be a limited company under the Civil and Commercial Code with the Ministry of Commerce on January 29, 1992. The Company was converted to be a public company limited with the Ministry of Commerce on August 19, 2004.

The address of its registered office are as follow:-

No. 455/1, Rama 3 Road, Kwang Bangklo, Khet Bangkorlaem, Bangkok 10120, Thailand

b) Nature the company's business

Main business activities of the company is a provider of operating lease in car rental business and selling of used cars. The others relating car maintenance services are also provided e.g. fitting and repairing services.

1.2 Coronavirus disease 2019 pandemic

The Coronavirus disease 2019 pandemic is a new wave and continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries as a whole. This situation may affect the results of operations of business. Nevertheless, the management of the Company and its subsidiary have continuously monitored ongoing developments and regularly assess the financial impact in respect of the valuation of assets, provisions and contingent liabilities.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis for preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting", and the requirements of the Securities and Exchange Commission (SEC). The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events, and situations and not intended to re-emphasis on the information previously reported. The interim financial statements should therefore, be read in conjunction with the financial statements for the year ended December 31, 2020.

The interim financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the financial statements in Thai language version.

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2.2 Basis for consolidation financial statements

2.2.1 The accompanying consolidated financial statements include the accounts of Krungthai Car Rent And Lease Public Company Limited and the following a subsidiary since November 1, 2005 as follow:-

<u>Subsidiary company</u>	<u>Main business</u>	<u>Percentage of holding</u>
Krungthai Automobile Co., Ltd.	Buying, selling and exchanging cars and spare part for both used and unused, and repairing	100

2.2.2 The acquisition of investment in the subsidiary was recorded by the purchase method

2.2.3 Significant intercompany transactions between the Company and its subsidiary have been eliminated.

2.3 Financial reporting standards that became effective in the current period

During the period, the Company and its subsidiary have adopted the revised financial reporting standards and interpretations 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 clarifying accounting treatment and providing accounting guidance for users of the standards.

However, COVID-19 Related Rent Concessions beyond June 30, 2021 were adjusted in the financial reporting standard No.16 lease effective from April 1, 2021. Therefore, it is permitted for the company to adopt before the effective date. Such adjustment is a relief of practice, the lessee does not necessarily have to assess that the consent to reduce the rent is a change of lease agreement or not. The consent to reduce the rent is a direct result of the Coronavirus 2019 pandemic (COVID-19) and that falls under the condition specified (revised paragraph 46 khor.2 from formerly June 30, 2021 to June 30, 2022). The recording of the consent to reduce the rent is as if "not a change of the lease", which during the period, the Federation of Accounting Professions has issued and published in the Government Gazette.

The adoption of these financial reporting standards does not have any significant impact on the financial statements in the current period.

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2.4 Financial reporting standards that will become effective in the future

The Federation of Accounting Professions has issued several revised financial reporting standards and has been published in the Government Gazette, which are effective for fiscal years beginning on or after 1 January 2022. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and for some financial reporting standards, providing temporary reliefs or temporary exemptions for users.

The management of the Company and its subsidiary are currently evaluating the impact of these standards to the financial statements in the year when they are adopted.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended December 31, 2020.

4. TRANSACTIONS WITH RELATED PARTIES

Details of relationship with related parties are as follows:-

	<u>Nature of business</u>	<u>Relationship</u>
<u>Subsidiary company</u>		
Krungthai Automobile Co., Ltd.	Buying, selling and exchanging car and spare parts for both new and unused, and repairing	100% of holding
<u>Related companies</u>		
Thanapat Property Co., Ltd.	Office rental	Shareholder/Co-Director
Siam Nissan Krungthai Co., Ltd.	Selling car and repair service	Shareholder/Co-Director
Toyota Krungthai Co., Ltd.	Selling car and repair service	Shareholder/Co-Director
Car Loft Auto Import Co., Ltd.	Selling car import	Shareholder/Co-Director
Mitsu Impression Co.,Ltd	Selling car and repair service	Shareholder/Co-Director
<u>Related person</u>		
Mrs. Wipaporn Chantarasereekul		Shareholder/the mother of director

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During the periods, the Company has significant business transactions with subsidiary and related parties as follows:

Pricing Policy	Baht				
	For the three-month periods ended June 30,		For the six-month periods ended June 30,		
	2021	2020	2021	2020	
Transactions in the statements of comprehensive income					
<u>Consolidated financial statements</u>					
<u>Related companies</u>					
Revenue :					
Commission income					
Toyota Krungthai Co., Ltd.	Agreed price	-	-	-	4,040,000.00
Show room for rent					
Siam Nissan Krungthai Co., Ltd.	Agreed price by area 350 sqm., rental charge at 83,000 Baht/Month	249,000.00	249,000.00	498,000.00	498,000.00
Service center income					
Siam Nissan Krungthai Co., Ltd.	Agreed price	964,663.25	1,124,178.50	2,200,734.90	2,431,755.50
Rental fee.					
Car Loft Auto Import Co., Ltd.	Rental charge at 86,290-225,000 Baht/Month	675,000.00	258,870.00	1,350,000.00	517,740.00
Expenses :					
Repair expense					
Siam Nissan Krungthai Co., Ltd.	Market price	232,802.50	169,205.22	432,280.65	429,369.99
Toyota Krungthai Co., Ltd.	Market price	2,337,285.73	1,487,702.10	4,753,118.94	4,008,602.66
Car Loft Auto Import Co., Ltd.	Market price	92,712.75	40,553.50	141,283.75	79,587.30
Mitsu Impression Co.,Ltd.	Market price	80,832.55	36,125.50	109,879.50	56,534.55
		<u>2,743,633.53</u>	<u>1,733,586.32</u>	<u>5,436,562.84</u>	<u>4,574,094.50</u>
Commission expense					
Car Loft Auto Import Co., Ltd.	Agreed price	28,037.38	336,448.60	168,224.30	560,747.66
Purchase of assets :					
Cars for leases					
Siam Nissan Krungthai Co., Ltd.	At cost after deduct special discount	-	-	-	1,367,385.98
Toyota Krungthai Co., Ltd.	At cost after deduct special discount	72,998,857.94	108,991,287.86	128,805,002.62	270,215,136.92
Car Loft Auto Import Co., Ltd.	Market price for major buyer	12,481,308.41	22,634,579.44	47,294,392.52	33,232,710.28
Mitsu Impression Co.,Ltd.	At cost after deduct special discount	18,782,628.97	693,851.40	20,179,886.92	8,728,430.84
		<u>104,262,795.32</u>	<u>132,319,718.70</u>	<u>196,279,282.06</u>	<u>313,543,664.02</u>
<u>Related person</u>					
Interest expenses	Interest rate of 3.22% per annum	-	829,260.27	-	1,632,054.79
<u>Separate financial statements</u>					
<u>Subsidiary company</u>					
Expenses :					
Commission expenses	Agreed price	4,710,280.37	4,345,794.39	9,327,102.80	8,355,140.18
Sales promotion expenses	Agreed price	3,718,000.00	3,890,000.00	7,282,000.00	6,750,000.00
Interest expenses	Interest rate financial institutions	14,381.30	8,319.63	25,740.49	21,395.07
	Interest rate of 2.60% per annum	-	29,125.68	-	29,125.68

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		Baht			
		For the three-month periods ended June 30,		For the six-month periods ended June 30,	
Pricing Policy		2021	2020	2021	2020
Related companies					
Revenue :					
Commission income					
Toyota Krungthai Co.,Ltd.	Agreed price	-	-	-	4,040,000.00
Show room for rent					
Siam Nissan Krungthai Co., Ltd.	Agreed price by area 350 sqm., rental charge at 83,000 Baht/Month	249,000.00	249,000.00	498,000.00	498,000.00
Service center income					
Siam Nissan Krungthai Co., Ltd.	Agreed price	964,663.25	1,124,178.50	2,200,734.90	2,431,755.50
Expenses :					
Repair expense					
Siam Nissan Krungthai Co., Ltd.	Market price	232,360.50	169,205.22	417,881.45	429,369.99
Toyota Krungthai Co.,Ltd.	Market price	1,987,895.31	1,391,150.62	4,006,298.76	3,272,239.82
Car Loft Auto Import Co., Ltd.	Market price	92,041.25	40,553.50	137,661.75	79,587.30
Mitsu Impression Co.,Ltd.	Market price	80,832.55	36,125.50	109,879.50	56,534.55
		<u>2,393,129.61</u>	<u>1,637,034.84</u>	<u>4,671,721.46</u>	<u>3,837,731.66</u>
Commission expense					
Car Loft Auto Import Co., Ltd.	Agreed price	28,037.38	336,448.60	168,224.30	560,747.66
Purchase of assets :					
Car for leases					
Siam Nissan Krungthai Co., Ltd.	At cost after deduct special discount	-	-	-	1,367,385.98
Toyota Krungthai Co., Ltd.	At cost after deduct special discount	72,998,857.94	108,991,287.86	128,805,002.62	270,215,136.92
Car Loft Auto Import Co., Ltd.	Market price for major buyer	12,481,308.41	22,634,579.44	47,294,392.52	33,232,710.28
Mitsu Impression Co.,Ltd.	At cost after deduct special discount	18,782,628.97	693,851.40	20,179,886.92	8,728,430.84
		<u>104,262,795.32</u>	<u>132,319,718.70</u>	<u>196,279,282.06</u>	<u>313,543,664.02</u>
Related person					
Interest expenses	Interest rate of 3.22% per annum	-	829,260.27	-	1,632,054.79

The outstanding between the Company, subsidiary and related companies as at June 30, 2021 and December 31, 2020 are as follows:-

Baht			
Consolidated financial statements		Separate financial statements	
As at June 30, 2021	As at December 31, 2020	As at June 30, 2021	As at December 31, 2020

Outstanding balances at the statements of financial position

Subsidiary company

Receivable - down payment	-	-	674,800.00	1,184,646.00
Subsidiary payable	-	-	61,577,268.53	56,535,245.30
Accrued interest expenses	-	-	5,480.22	5,527.30
Accrued expenses - commission	-	-	5,563,000.00	6,151,000.00

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	Baht			
	Consolidated financial statements		Separate financial statements	
	As at June 30, 2021	As at December 31, 2020	As at June 30, 2021	As at December 31, 2020
Short-term loans from :				
Balance beginning	-	-	-	-
Additional loans	-	-	-	50,000,000.00
Return loans	-	-	-	(50,000,000.00)
Balance forward	-	-	-	-
<u>Related companies</u>				
Accrued income				
Toyota Krungthai Co., Ltd.	-	6,720,000.00	-	6,720,000.00
Other current receivables				
Siam Nissan Krungthai Co., Ltd.	649,246.31	498,383.80	649,246.31	498,383.80
Right-of-use assets				
Siam Nissan Krungthai Co., Ltd.	6,797,150.62	7,306,936.92	6,797,150.62	7,306,936.92
Lease liabilities				
Siam Nissan Krungthai Co., Ltd.	6,996,670.68	7,448,980.93	6,996,670.68	7,448,980.93
Trade and other current payables				
Siam Nissan Krungthai Co., Ltd.	197,126.92	233,812.97	13,760.20	15,134.08
Toyota Krungthai Co., Ltd.	1,074,071.14	1,598,312.66	1,064,829.17	1,582,109.37
Car Loft Auto Import Co., Ltd.	102,154.04	212,349.64	102,154.04	212,349.64
Mitsu Impresstion Co.,Ltd.	37,183.30	60,021.06	37,183.30	60,021.06
Total	<u>1,410,535.40</u>	<u>2,104,496.33</u>	<u>1,217,926.71</u>	<u>1,869,614.15</u>
Payables - purchase assets for leases				
Toyota Krungthai Co., Ltd.	56,561,936.00	5,535,186.00	56,561,936.00	5,535,186.00
Car Loft Auto Import Co., Ltd.	<u>19,309,413.00</u>	-	<u>19,309,413.00</u>	-
Total	<u>75,871,349.00</u>	<u>5,535,186.00</u>	<u>75,871,349.00</u>	<u>5,535,186.00</u>
Accrued expenses - commission				
Car Loft Auto Import Co., Ltd.	-	168,224.30	-	168,224.30

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Directors and executive remuneration for the three-month and six-month periods ended June 30, 2021 and 2020 consisted of :

	Consolidated/Separate financial statements (Baht)			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
Directors	442,457.59	421,389.14	841,069.95	801,019.75
Executive directors	2,526,905.30	2,426,412.69	4,887,268.57	4,684,156.59
Executives	3,000,521.85	2,928,879.35	5,961,008.20	5,764,935.10
Total	<u>5,969,884.74</u>	<u>5,776,681.18</u>	<u>11,689,346.72</u>	<u>11,250,111.44</u>

5. CASH AND CASH EQUIVALENTS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at June	As at December	As at June	As at December
	30, 2021	31, 2020	30, 2021	31, 2020
Cash on hand	248,461.55	277,492.10	79,333.85	108,365.18
Cash at banks - current accounts	7,307,818.93	1,103,948.27	7,146,601.86	1,103,948.27
Cash at banks - savings accounts	56,921,807.66	37,809,465.71	56,921,807.66	37,645,248.12
Total	<u>64,478,088.14</u>	<u>39,190,906.08</u>	<u>64,147,743.37</u>	<u>38,857,561.57</u>

The Company and its subsidiary have made an agreement to allow the bank to automatically transfer funds from the savings accounts to such current accounts, in case of an overdraft.

As at June 30, 2021 and December 31, 2020, the Company has cash at banks-savings accounts has interest rate of 0.05% - 0.375% per annum.

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6. TRADE AND OTHER CURRENT RECEIVABLES

The outstanding balance of trade and other receivables aging are as follow:-

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at June 30, 2021	As at December 31, 2020	As at June 30, 2021	As at December 31, 2020
Trade receivables				
Undue	105,252,060.91	124,371,566.95	95,812,914.02	118,097,634.29
Over 0 months to 3 months	28,214,708.03	24,888,370.58	28,214,708.03	24,888,370.58
Over 3 months to 6 months	962,995.90	1,895,970.17	962,995.90	1,895,970.17
Over 6 months to 12 months	886,138.38	1,561,239.88	886,138.38	1,561,239.88
Over 12 months	3,704,997.88	2,933,822.59	3,704,997.88	2,933,822.59
Total	139,020,901.10	155,650,970.17	129,581,754.21	149,377,037.51
<u>Less</u> Allowance for expected credit losses	<u>(6,386,713.93)</u>	<u>(6,364,469.82)</u>	<u>(6,343,116.25)</u>	<u>(6,343,116.25)</u>
Trade receivables - net	<u>132,634,187.17</u>	<u>149,286,500.35</u>	<u>123,238,637.96</u>	<u>143,033,921.26</u>
Other current receivables				
Accrued incomes	6,172,631.01	17,601,147.23	5,477,348.69	17,300,206.75
Prepaid expenses	24,307,191.18	26,736,688.65	24,051,755.58	26,437,696.02
Insurance receivables	2,509,740.97	2,785,812.00	2,509,740.97	2,785,812.00
Other	4,387,168.46	4,767,679.89	1,548,865.34	2,442,958.56
Total other current receivables	<u>37,376,731.62</u>	<u>51,891,327.77</u>	<u>33,587,710.58</u>	<u>48,966,673.33</u>
Total trade and other current receivables	<u>170,010,918.79</u>	<u>201,177,828.12</u>	<u>156,826,348.54</u>	<u>192,000,594.59</u>
Trade receivables-net consisted of:				
Trade receivables of car leases	100,226,226.85	98,364,986.98	100,226,226.85	98,364,986.98
Trade receivables of sale of cars	32,407,960.32	50,921,513.37	23,012,411.11	44,668,934.28
Total	<u>132,634,187.17</u>	<u>149,286,500.35</u>	<u>123,238,637.96</u>	<u>143,033,921.26</u>

7. INVENTORIES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at June 30, 2021	As at December 31, 2020	As at June 30, 2021	As at December 31, 2020
Used car	162,876,566.37	143,684,213.51	111,407,341.12	101,414,525.02
Spare parts of car	1,397,254.43	2,112,091.31	1,397,254.43	1,369,089.31
Total	<u>164,273,820.80</u>	<u>145,796,304.82</u>	<u>112,804,595.55</u>	<u>102,783,614.33</u>

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8. OTHER CURRENT FINANCIAL ASSETS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at June 30, 2021	As at December 31, 2020	As at June 30, 2021	As at December 31, 2020
Financial assets designated to measure at fair value through profit or loss				
Unit trust - Mutual fund	100,030,023.19	13,391.03	100,030,023.19	13,391.03
<u>Add</u> Unrealized gain on measurement	<u>9,022.79</u>	<u>0.47</u>	<u>9,022.79</u>	<u>0.47</u>
Other current financial assets	<u>100,039,045.98</u>	<u>13,391.50</u>	<u>100,039,045.98</u>	<u>13,391.50</u>

9. CASH AT BANK USING FOR GUARANTEE

As at June 30, 2021 and December 31, 2020, the Company has fixed deposit accounts with a local commercial banks 2 credit lines, respectively, and fixed deposit accounts was guaranteed as follows:-

Credit Line No.	Credit amount (Million Baht)	Guaranteed
1	20	- The letter of guarantee issued by the bank for rental contracts, bidding envelope and using electricity of the company credit line of Baht 100 million.
2	20	- Short - term loans in promissory note in credit line of Baht 80 million (see Note 17).
	<u>10</u>	- Bank overdrafts credit line of Baht 20 million (see Note 17).
	<u>50</u>	

As at June 30, 2021 and December 31, 2020, the fixed deposit accounts has interest rate of 0.15% - 0.35% per annum.

10. INVESTMENT IN SUBSIDIARY COMPANY

This account consisted of:

	Baht							
	Number of shares		Percentage of holding		Value of investment under the equity method		Separate financial statements Cost method	
	As at June 30, 2021	As at December 31, 2020	As at June 30, 2021	As at December 31, 2020	As at June 30, 2021	As at December 31, 2020	As at June 30, 2021	As at December 31, 2020
<u>Subsidiary company</u>								
Krungthai Automobile Co., Ltd.	400,000	400,000	100	100	<u>290,578,274.53</u>	<u>285,313,006.57</u>	<u>48,812,300.00</u>	<u>48,812,300.00</u>
					<u>290,578,274.53</u>	<u>285,313,006.57</u>	<u>48,812,300.00</u>	<u>48,812,300.00</u>

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11. ASSETS FOR LEASES

Movements of the assets for leases account for the six-month period ended June 30, 2021 are summarized as follows.

	<u>Baht</u>
	<u>Consolidated/Separate</u>
	<u>financial statements</u>
At cost	
Balance as at December 31, 2020	6,599,197,073.79
Acquisitions during the period	535,309,818.95
Transferred in (transferred out) during the period	<u>(533,189,477.89)</u>
Balance as at June 30, 2021	<u>6,601,317,414.85</u>
Accumulated depreciation	
Balance as at December 31, 2020	(2,335,805,952.52)
Depreciation for the period	(442,944,417.47)
(Transferred in) transferred out during the period	<u>331,828,036.55</u>
Balance as at June 30, 2021	<u>(2,446,922,333.44)</u>
Net book value	
Balance as at December 31, 2020	<u>4,263,391,121.27</u>
Balance as at June 30, 2021	<u>4,154,395,081.41</u>

As at June 30, 2021 and December 31, 2020, the Company has cars for leases under lease liabilities as follows:-

	<u>Amount (Cars)</u>		<u>Net value (Baht)</u>	
	<u>As at June</u>	<u>As at December</u>	<u>As at June</u>	<u>As at December</u>
	<u>30, 2021</u>	<u>31, 2020</u>	<u>30, 2021</u>	<u>31, 2020</u>
Cars	657	414	412,526,559.29	278,439,287.36

As at June 30, 2021 and December 31, 2020, the Company has transferred the right of 1,954 and 1,968 cars' registers, respectively as collateral for long-term loans from 3 local financial institutions, respectively, (see Note 18).

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As at June 30, 2021 and December 31, 2020, the Company has minimum amounts on car leases under uncanceled operating lease agreements, presented by amounting in contracts as follow :-

	Baht	
	As at June 30, 2021	As at December 31, 2020
Under 1 year	1,096,681,541.57	1,127,575,591.98
Over 1 year to 5 years	1,601,793,292.09	1,656,904,457.71
Total	<u>2,698,474,833.66</u>	<u>2,784,480,049.69</u>

As at June 30, 2021 and December 31, 2020, the Company has been fully depreciated cars for leases but they are still in used at total amounting cost of Baht 258.06 million and Baht 348.30 million, respectively.

12. PROPERTY, PLANT AND EQUIPMENT

Movements of the property, plant and equipment account for the six-month period ended June 30, 2021 are summarized as follows.

	Baht	
	Consolidated financial statements	Separate financial statements
At cost		
Balance as at December 31, 2020	215,534,274.60	30,943,909.35
Acquisitions during the period	380,828.77	324,643.79
Disposal and write-off during the period	(1,204,095.06)	(1,204,095.06)
Balance as at June 30, 2021	<u>214,711,008.31</u>	<u>30,064,458.08</u>
Accumulated depreciation		
Balance as at December 31, 2020	(41,845,658.55)	(27,029,008.86)
Depreciation for the period	(1,957,734.59)	(781,377.78)
Accumulated depreciation on disposal and write-off	1,204,073.06	1,204,073.06
Balance as at June 30, 2021	<u>(42,599,320.08)</u>	<u>(26,606,313.58)</u>
Net book value		
Balance as at December 31, 2020	<u>173,688,616.05</u>	<u>3,914,900.49</u>
Balance as at June 30, 2021	<u>172,111,688.23</u>	<u>3,458,144.50</u>

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KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
JUNE 30, 2021

As at June 30, 2021 and December 31, 2020, equipment are fully depreciated but still in use are presented in the consolidated financial statements at cost of Baht 33.06 million and Baht 31.21 million, respectively and in the separate financial statements of Baht 24.61 million and Baht 22.89 million, respectively.

13. RIGHT-OF-USE ASSETS

Movements of the right-of-use assets account for the six-month period ended June 30, 2021 are summarized as follows.

	Baht	
	Consolidated financial statements	Separate financial statements
Net book value as at December 31, 2020	87,570,731.18	15,158,550.83
Additions during the period	3,574,174.68	-
Depreciation for the period	(8,352,293.25)	(1,571,913.15)
Net book value as at June 30, 2021	<u>82,792,612.61</u>	<u>13,586,637.68</u>

14. OTHER INTANGIBLE ASSETS

Movements of the other intangible assets account for the six-month period ended June 30, 2021 are summarized as follows.

	Baht	
	Consolidated financial statements	Separate financial statements
At cost		
Balance as at December 31, 2020	19,551,525.13	17,128,342.69
Acquisitions during the period	1,056,218.00	670,218.00
Balance as at June 30, 2021	<u>20,607,743.13</u>	<u>17,798,560.69</u>
Accumulated amortization		
Balance as at December 31, 2020	(7,067,908.21)	(5,851,374.03)
Amortization for the period	(179,054.44)	(61,605.74)
Balance as at June 30, 2021	<u>(7,246,962.65)</u>	<u>(5,912,979.77)</u>
Net book value		
Balance as at December 31, 2020	<u>12,483,616.92</u>	<u>11,276,968.66</u>
Balance as at June 30, 2021	<u>13,360,780.48</u>	<u>11,885,580.92</u>

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
JUNE 30, 2021

As at June 30, 2021 and December 31, 2020, intangible assets are fully amortization but still in use are presented in the consolidated financial statements at cost of Baht 6.02 million and in the separate financial statements of Baht 5.26 million.

15. DEFERRED TAX ASSETS AND DEFERRED TAX LIABILITIES

Deferred tax assets and deferred tax liabilities as follows:-

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at June 30, 2021	As at December 31, 2020	As at June 30, 2021	As at December 31, 2020
Deferred tax assets	145,078,148.32	151,699,139.36	161,975,726.00	172,301,908.81
Deferred tax liabilities	-	-	(18,072,723.92)	(21,564,641.91)
	<u>145,078,148.32</u>	<u>151,699,139.36</u>	<u>143,903,002.08</u>	<u>150,737,266.90</u>

Changes in deferred tax assets and deferred tax liabilities for the six-month period ended June 30, 2021, are summarized as follows:

	Baht			
	Consolidated financial statements			Balance as at Jun. 30, 2021
	Balance as at Dec. 31, 2020	Revenue (expenses) during the period		
	In profit or loss	In other comprehensive income		
Deferred tax assets:				
Loss from remeasuring of derivative instruments	222,722.64	-	(101,453.04)	121,269.60
Leases liabilities	491,295.26	216,885.63	-	708,180.89
Provision for employee benefit	5,220,377.08	235,964.37	-	5,456,341.45
Tax losses carry forward	167,329,386.29	(10,464,305.99)	-	156,865,080.30
Total	<u>173,263,781.27</u>	<u>(10,011,455.99)</u>	<u>(101,453.04)</u>	<u>163,150,872.24</u>
Deferred tax liabilities:				
Inventories	2,138,381.06	711,303.18	-	1,427,077.88
Assets for leases	19,426,260.85	2,780,614.81	-	16,645,646.04
Total	<u>21,564,641.91</u>	<u>3,491,917.99</u>	<u>-</u>	<u>18,072,723.92</u>

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KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)

JUNE 30, 2021

	Baht			
	Separate financial statements			
Balance as at	Revenue (expenses) during the period		Balance as at	
Dec. 31, 2020	In profit or loss	In other	Jun. 30, 2021	
		comprehensive		
		income		
Deferred tax assets:				
Loss from remeasuring of derivative instruments	222,722.64	-	(101,453.04)	121,269.60
Leases liabilities	62,793.42	27,548.39	-	90,341.81
Provision for employee benefit	4,687,006.46	212,027.83	-	4,899,034.29
Tax loss carry forward	167,329,386.29	(10,464,305.99)	-	156,865,080.30
Total	<u>172,301,908.81</u>	<u>(10,224,729.77)</u>	<u>(101,453.04)</u>	<u>161,975,726.00</u>
Deferred tax liabilities:				
Inventories	2,138,381.06	711,303.18	-	1,427,077.88
Assets for leases	19,426,260.85	2,780,614.81	-	16,645,646.04
Total	<u>21,564,641.91</u>	<u>3,491,917.99</u>	<u>-</u>	<u>18,072,723.92</u>

16. OTHER NON - CURRENT ASSETS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
As at June	As at December	As at June	As at December	
30, 2021	31, 2020	30, 2021	31, 2020	
Deposit	4,008,312.73	4,420,018.74	206,863.20	618,569.20
Withholding tax deducted at source	265,822,271.63	234,440,965.67	265,669,161.73	234,279,690.27
<u>Less allowance for the refund</u>	<u>(46,301,834.27)</u>	<u>(43,233,692.29)</u>	<u>(46,301,834.27)</u>	<u>(43,233,692.29)</u>
Withholding tax deducted at source - net	219,520,437.36	191,207,273.38	219,367,327.46	191,045,997.98
Total	<u>223,528,750.09</u>	<u>195,627,292.12</u>	<u>219,574,190.66</u>	<u>191,664,567.18</u>

17. OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
As at June	As at December	As at June	As at December	
30, 2021	31, 2020	30, 2021	31, 2020	
Promissory notes	-	120,000,000.00	-	120,000,000.00
Total	<u>-</u>	<u>120,000,000.00</u>	<u>-</u>	<u>120,000,000.00</u>

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
JUNE 30, 2021

As at June 30, 2021 and December 31, 2020, the Company has the bank overdrafts with the two local commercial banks, with 2 credit lines total of Baht 25 million consist of the first credit line Baht 20 million and the second credit line Baht 5 million, carrying interest Fixed+1 and MOR per annum. The first loan is guaranteed by fixed deposit of Baht 10 million and the second loan is no guaranteed.

As at June 30, 2021 and December 31, 2020, the Company has short-term loans in promissory notes with five local commercial banks total of 6 credit lines, are as follows :-

Credit line No.	Credit line (Million Baht)	Interest rate (per annum)	Guaranteed
1	80	MMR	- The Company's fixed deposit amount of Baht 20 million
2	50	MMR	- Directors of the company
3	30	MMR	- No guaranteed
4	50	MMR	- No guaranteed
5	40	MMR	- No guaranteed
6	30	MMR	- No guaranteed
	<u>280</u>		

18. LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS

This account consisted of:

	Baht	
	Consolidated/Separate financial statements	
	As at June 30, 2021	As at December 31, 2020
Long-term loans from financial institutions	993,217,305.13	1,079,947,749.32
<u>Less</u> Current portion due within one year	<u>(391,943,103.80)</u>	<u>(242,707,937.87)</u>
Long-term loans from financial institutions - net	<u>601,274,201.33</u>	<u>837,239,811.45</u>

As at June 30, 2021, the Company has 4 credit lines of long-term loans with three local financial institutions. Each credit line has been withdrawn to several loans and the details are as follows:

Credit line No.	Credit line using (Million Baht)	Withdraw loan (Million Baht)	Interest rate (per annum)	Monthly installment (Million Baht)	The first installment date of 1 st loan and the final installment date of final loan	Guaranteed The right of car's registers of the company
1	630	630.00	Fixed Rate	1.97	Aug. 16 - Jul. 21	405
2	1,000	592.35	Fixed Rate	15.72	Jan. 18 - Apr. 24	1,144
3	300	300.00	THBFIX 6M +1.65%	4.79	Mar. 20 - Nov. 24	351
4	50	50.00	Fixed Rate	1.04	May. 21 - May. 25	54
	<u>1,980</u>	<u>1,572.35</u>		<u>23.52</u>		<u>1,954</u>

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JUNE 30, 2021

As at December 31, 2020, the Company has 3 credit lines of long-term loans with two local financial institutions. Each credit line has been withdrawn to several loans and the details are as follows:

Credit line No.	Credit line using (Million Baht)	Withdraw loan (Million Baht)	Interest rate (per annum)	Monthly installment (Million Baht)	The first installment date of 1 st loan and the final installment date of final loan	Guaranteed The right of car's registers of the company
1	630	630.00	Fixed Rate	2.24	Aug. 16 - Jul. 21	472
2	1,000	677.82	Fixed Rate	15.74	Jan. 18 - Apr. 24	1,145
3	300	300.00	THBFIX 6M +1.65%	4.79	Mar. 20 - Nov. 24	351
	<u>1,930</u>	<u>1,607.82</u>		<u>22.77</u>		<u>1,968</u>

Under the long - term loan agreements, the Company shall have to comply with certain conditions and restrictions as specified in the agreement. The Company has to maintain a proper financial ratio at the agreed rate (3.0 - 3.5 : 1 times).

As at June 30, 2021 and December 31, 2020, the movement in long-term loans from financial institutions are as follows:-

	Baht	
	Consolidated/Separate financial statements	
	As at June 30, 2021	As at December 31, 2020
Balance beginning of the period	1,079,947,749.32	1,020,874,590.17
<u>Add</u> Loan increase during the period	50,000,000.00	570,951,856.50
<u>Less</u> Repayment during the period	(136,730,444.19)	(511,878,697.35)
Balance ending of the period	<u>993,217,305.13</u>	<u>1,079,947,749.32</u>

The Company entered into interest rate swap agreements with financial institutions, to swap interest of the debentures issued, totaling in notional amount of Baht 172.02 million to swap floating Baht interest rates plus margins as specified in agreements for fixed Baht interest rates. The purpose of the certain interest rate swap agreements is to hedge the cashflow of long-term (only the interest portion), which the Company elected to apply hedge accounting for these transactions.

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KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
JUNE 30, 2021

19. LEASE LIABILITIES

Movements of the lease liabilities account for the six-month period ended June 30, 2021 are summarized as follows.

	Baht	
	Consolidated financial statements	Separate financial statements
As at December 31, 2020	353,530,096.29	282,584,003.88
Addition	172,141,691.88	168,567,517.20
Accretion of interest	6,915,235.54	5,229,779.50
Payments in the period	(68,452,749.93)	(61,653,249.93)
As at June 30, 2021	464,134,273.78	394,728,050.65
<u>Less</u> current portion	(135,541,989.62)	(124,967,446.74)
Lease liabilities - net of current portion	<u>328,592,284.16</u>	<u>269,760,603.91</u>

As at June 30, 2021, the Company and subsidiary have lease liabilities to be paid as follows:

	Baht					
	Consolidated financial statements			Separate financial statements		
	Principal	Deferred Interest	Total debts	Principal	Deferred Interest	Total debts
Payment due within 1 year	135,541,989.62	12,235,757.08	147,777,746.70	124,967,446.74	9,211,299.96	134,178,746.70
Payment due over 1 year to 5 years	293,241,305.56	19,240,760.54	312,482,066.10	266,755,357.16	11,010,045.94	277,765,403.10
Payment due over 5 years	35,350,978.60	4,488,972.41	39,839,951.01	3,005,246.75	106,253.25	3,111,500.00
Total	<u>464,134,273.78</u>	<u>35,965,490.03</u>	<u>500,099,763.81</u>	<u>394,728,050.65</u>	<u>20,327,599.15</u>	<u>415,055,649.80</u>

The following are the amounts recognized in profit or loss:

	Baht	
	Consolidated financial statements	Separate financial statements
Depreciation of right-of-use assets	8,352,293.25	1,571,913.15
Interest expense on lease liabilities	6,915,235.54	5,229,779.50
Expense relating to short-term lease	941,716.68	127,776.00
Total	<u>16,209,245.47</u>	<u>6,929,468.65</u>

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
JUNE 30, 2021

20. DEBENTURES

This account consisted of:

	Baht	
	Consolidated/Separate financial statements	
	As at June 30, 2021	As at December 31, 2020
Unsecured debentures - at face value	1,400,000,000.00	1,400,000,000.00
<u>Less</u> Deferred expenses on debentures issuance	<u>(1,056,929.86)</u>	<u>(1,421,825.45)</u>
	1,398,943,070.14	1,398,578,174.55
<u>Less</u> Current portion due within one year	<u>(599,737,397.26)</u>	<u>-</u>
Debentures - net	<u>799,205,672.88</u>	<u>1,398,578,174.55</u>

As at June 30, 2021, the Company has the name-registered of unsubordinated, unsecured and non-holder's representative debentures. The debentures are available to institutional investors and major shareholders in the Notification of Securities and Exchange Commission. The details of issuance of debentures were as below:

Issued No. 3

Debenture issued on	: March 28, 2018
Debentures value	: Baht 600 million (600,000 units of par value of Baht 1,000 each)
Period and maturity date	: 4 years will mature on March 28, 2022
Interest rate	: Fixed rate of 2.46% per annum
Interest payment due	: Every March 28 and September 28 of each year

Issued No. 4

Debenture issued on	: July 25, 2019
Debentures value	: Baht 700 million (700,000 units of par value of Baht 1,000 each)
Period and maturity date	: 4 years will mature on July 25, 2023
Interest rate	: Fixed rate of 2.96% per annum
Interest payment due	: Every July 25 and January 25 of each year

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Issued No. 5

Debenture issued on	:	September 11, 2019
Debentures value	:	Baht 100 million (100,000 units of par value of Baht 1,000 each)
Period and maturity date	:	3 years will mature on September 11, 2023
Interest rate	:	Fixed rate of 3.10% per annum
Interest payment due	:	Every March 11 and September 11 of each year

Debenture issuing costs are recorded as deferred financial fees and amortized to be interest expense using the effective interest rate method over the term of the debentures. Deferred debenture issuing costs are presented as a deduction against the debenture amounts in the statement of financial position.

21. PROVISIONS FOR EMPLOYEE BENEFIT

Provisions for employee benefit are as follows

The statements of financial position

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at June 30, 2021	At as December 31, 2020	As at June 30, 2021	At as December 31, 2020
Provisions for employee benefits at beginning of period	26,101,885.48	16,308,992.31	23,435,032.39	14,491,151.31
Actuarial loss	-	7,474,987.08	-	6,884,378.28
Benefits paid by the plan	(108,640.00)	(218,390.00)	-	-
Current service costs and interest	1,288,461.76	2,536,296.09	1,060,139.04	2,059,502.80
Provisions for employee benefits at ending of period	<u>27,281,707.24</u>	<u>26,101,885.48</u>	<u>24,495,171.43</u>	<u>23,435,032.39</u>

The statements of comprehensive income

	Consolidated financial statements (Baht)			
	For the three-month periods ended June 30,		For the six-month periods ended June 30,	
	2021	2020	2021	2020
Current service costs and interest				
Service costs	538,990.04	539,925.81	1,077,980.08	1,082,130.77
Interest expenses	105,240.84	96,118.00	210,481.68	192,330.21
Total	<u>644,230.88</u>	<u>636,043.81</u>	<u>1,288,461.76</u>	<u>1,274,460.98</u>

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JUNE 30, 2021

	Separate financial statements (Baht)			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
Current service costs and interest				
Service costs	435,743.52	428,839.20	871,487.04	857,678.39
Interest expenses	94,326.00	86,036.52	188,652.00	172,073.03
Total	<u>530,069.52</u>	<u>514,875.72</u>	<u>1,060,139.04</u>	<u>1,029,751.42</u>

22. OTHER INCOME

This account consisted of:-

	Consolidated financial statements (Baht)			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
Interest income	39,816.02	125,825.70	85,593.46	256,123.80
Penalty of cancelled contracts	872,612.45	2,878,465.72	2,633,569.77	4,903,768.69
Repairing service income	964,663.25	1,124,178.50	2,200,734.90	2,431,755.50
Commission income	3,281,764.69	3,336,143.85	7,641,153.27	11,627,912.25
Others	8,454,955.59	6,175,691.41	15,730,103.61	12,662,214.01
Total	<u>13,613,812.00</u>	<u>13,640,305.18</u>	<u>28,291,155.01</u>	<u>31,881,774.25</u>

	Separate financial statements (Baht)			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
Interest income	39,816.02	125,754.01	85,593.46	256,052.11
Penalty of cancelled contracts	872,612.45	2,878,465.72	2,633,569.77	4,903,768.69
Repairing service income	964,663.25	1,124,178.50	2,200,734.90	2,431,755.50
Commission income	1,051,080.00	383,840.00	3,014,720.00	6,099,840.00
Others	5,554,779.89	3,955,708.05	9,934,089.28	7,929,174.34
Total	<u>8,482,951.61</u>	<u>8,467,946.28</u>	<u>17,868,707.41</u>	<u>21,620,590.64</u>

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23. (INCOME) TAX EXPENSES

Major components of (income) tax expenses for the three-month and six-month periods ended June 30, 2021 and 2020 consisted of:

	Consolidated financial statements (Baht)			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
(Income) tax expenses shown in profit or loss :				
Current tax expenses:				
Income tax for the period	825,653.06	111,291.40	1,455,777.04	419,133.43
Deferred tax expenses:				
Changes in temporary differences relating to the original recognition and reversal	2,750,173.92	(10,259,438.44)	6,519,538.00	(21,565,804.08)
Total	<u>3,575,826.98</u>	<u>(10,148,147.04)</u>	<u>7,975,315.04</u>	<u>(21,146,670.65)</u>
Income tax relating to components of other comprehensive income:				
Deferred tax relating to:				
Loss from remeasuring of derivative instruments	101,453.04	-	101,453.04	-
Remeasuring investment	-	-	-	6,376.10
Actuarial loss	-	-	-	1,494,997.41
Total	<u>101,453.04</u>	<u>-</u>	<u>101,453.04</u>	<u>1,501,373.51</u>
	Separate financial statements (Baht)			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
(Income) tax expenses shown in profit or loss :				
Deferred tax expense:				
Changes in temporary differences relating to the original recognition and reversal	2,843,113.05	(10,136,957.39)	6,732,811.78	(21,298,603.07)
Total	<u>2,843,113.05</u>	<u>(10,136,957.39)</u>	<u>6,732,811.78</u>	<u>(21,298,603.07)</u>
Income tax relating to components of other comprehensive income:				
Deferred tax relating to:				
Loss from remeasuring of derivative instruments	101,453.04	-	101,453.04	-
Remeasuring investment	-	-	-	6,347.24
Actuarial loss	-	-	-	1,376,875.65
Total	<u>101,453.04</u>	<u>-</u>	<u>101,453.04</u>	<u>1,383,222.89</u>

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24. DIVIDEND

At the ordinary shareholders' meeting for the year 2021 held on April 27, 2021, the shareholders unanimously approved to pay dividend from the Company operation year 2020 to the shareholders with Baht 0.44 per share, in the amount of Baht 110 million. The dividend paid in the amount of Baht 55 million, appropriated for 250,000,000 shares of Baht 0.22 each was paid on September 9, 2020, and the remaining in the amount of Baht 55 million, appropriated for 250,000,000 shares of Baht 0.22 each was paid on May 24, 2021.

25. BASIC EARNINGS PER SHARE

Basic earnings per share is computed by dividing profit for the period attributable to shareholders of the Company (excluded other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

	Consolidated financial statements			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
Profit for the period attributable to ordinary shareholders (Baht)	43,088,807.79	51,896,264.18	89,924,487.42	112,033,911.87
Weighted average number of ordinary shares (Shares)	250,000,000	250,000,000	250,000,000	250,000,000
Basic earnings per share (Baht per share)	0.17	0.21	0.36	0.45
	Separate financial statements			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
Profit for the period attributable to ordinary shareholders (Baht)	39,995,390.24	51,766,607.87	84,659,219.46	110,208,468.05
Weighted average number of ordinary shares (Shares)	250,000,000	250,000,000	250,000,000	250,000,000
Basic earnings per share (Baht per share)	0.16	0.21	0.34	0.44

26. COMMITMENTS AND CONTINGENT LIABILITIES**26.1 Commitments of services contracts**

As at June 30, 2021, the Company has 2 services contracts for the periods 1-2 years, the total rate of service charge of Baht 0.76 million per year.

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26.2 Commitments of capital expenditure

As at June 30, 2021, the Company and subsidiary has the commitment about installation and software development system agreement and website design agreement, which the Company will be to pay under the both agreement in the consolidated financial statements the amount of Baht 2.61 million (included VAT) and the separate financial statements in the amount of Baht 2.46 million (included VAT).

26.3 Guarantee

As at June 30, 2021, the Company has letters of guarantee issued by three local commercial bank for rental bidding guarantee in the amount of Baht 128.76 million and using electricity in the amount of Baht 0.19 million. (total guarantee of Baht 265 million).

And the subsidiary company has 3 letters of guarantee issued by a local commercial bank for using electricity, guarantee by fixed deposit of directors in the amount of Baht 0.19 million.

26.4 Interest Rate Swap Transaction Agreement

As at June 30, 2021, the Company has the detail of the interest rate swap agreement outstanding as follow:

Principal amount	Interest Revenue Rate Swap	Interest Expenses Rate Swap	Termination date
	Agreement	Agreement	
92.02 Million	THBFIX 6M + 1.65	FIXED 2.45	March 2024
80.00 Million	THBFIX 6M + 1.65	FIXED 2.45	September 2024

27. SEGMENT INFORMATION

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance.

The Company and its subsidiary, business operations involve 2 principal segments: (1) Car rental and (2) Used car distribution and its operations are mainly carried in the same geographic area in Thailand. The financial information by segments are classified by business activities as follows.

"UNAUDITED"

"REVIEWED"

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Business activities are classified by product segments for the for the three-month and six-month periods ended June 30, 2021 and 2020 as follows :-

Consolidated financial statements (Thousand Baht)						
For the three-month periods ended June 30,						
	Car rent of operating		Used car distribution		Total	
	2021	2020	2021	2020	2021	2020
Revenues						
Income on car leases	326,897	321,748	-	-	326,897	321,748
Income on sale of cars	147,327	186,002	48,956	29,590	196,283	215,592
Total	474,224	507,750	48,956	29,590	523,180	537,340
Cost						
Cost of car leases	289,545	282,008	-	-	289,545	282,008
Cost of sales of cars	94,827	130,260	44,215	28,568	139,042	158,828
Total	384,372	412,268	44,215	28,568	428,587	440,836
Gross profit	89,852	95,482	4,741	1,022	94,593	96,504

Consolidated financial statements (Thousand Baht)						
For the six-month periods ended June 30,						
	Car rent of operating		Used car distribution		Total	
	2021	2020	2021	2020	2021	2020
Revenues						
Income on car leases	654,392	649,972	-	-	654,392	649,972
Income on sale of cars	299,057	343,167	89,355	73,474	388,412	416,641
Total	953,449	993,139	89,355	73,474	1,042,804	1,066,613
Cost						
Cost of car leases	575,115	569,855	-	-	575,115	569,855
Cost of sales of cars	195,907	233,625	81,326	67,711	277,233	301,336
Total	771,022	803,480	81,326	67,711	852,348	871,191
Gross profit	182,427	189,659	8,029	5,763	190,456	195,422

Total assets as at June 30,

Assets for leases	4,154,395	4,181,710	-	-	4,154,395	4,181,710
Fixed assets	3,458	4,007	168,654	170,862	172,112	174,869
Right of use assets	13,587	16,740	69,206	83,058	82,793	99,798
Intangible assets	11,886	10,253	1,475	1,311	13,361	11,564
Other assets	979,969	919,669	22,834	14,297	1,002,803	933,966
Total	5,163,295	5,132,379	262,169	269,528	5,425,464	5,401,907

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Major customers

The Company and its subsidiary have no major customer (with revenue of 10 percent or more of an entity's revenue).

28. FINANCIAL INSTRUMENTS

28.1 Fair value of financial instruments

Since the majority of the Company and its subsidiaries financial instruments are short-term in nature or carrying interest at rates close to the market interest rates, their fair value is not expected to be materially different from the amounts presented in the statements of financial position. The estimated fair value of debentures, in comparison with the related amount carried in the statement of financial position, is as follows:

	Baht			
	Consolidated/Separate financial statements			
	As at June 30, 2021		As at December 31, 2020	
	Carrying amount	Fair value	Carrying amount	Fair value
Financial liability				
Debentures	1,398,943,070.14	1,420,931,412.00	1,398,578,174.55	1,410,981,389.00

28.2 Fair value hierarchy

As at June 30, 2021, the Company and its subsidiary had the following assets and liabilities that were measured at fair value using different levels of inputs as follows :-

	Baht			
	Consolidated/Separate financial statements			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Other non-current financial assets				
- Unit trust of mutual fund	-	100,039,045.98	-	100,039,045.98
Financial liabilities measured at fair value				
Other non-current financial liabilities				
- Derivative liabilities	-	606,348.02	-	606,348.02

During the current period, there were no transfers within the fair value hierarchy.

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Valuation techniques and inputs for Level 2 valuations

The fair value of investments in investment units which are not listed on the Stock Exchange of Thailand, is determined by using the net assets value per unit as announced by the fund managers.

The fair value of interest rate swap contracts were calculated using the rates quoted by the Company and its subsidiary's and bankers which were based on market conditions existing at the statement of financial position date.

29. EVENTS AFTER THE REPORTING PERIOD

At the Board of Director' meeting No.3/2021 held on August 13, 2021, the Board of Directors unanimously approved to pay interim dividend from the Company operation for the period ended June 30, 2021 in the amount of Baht 42.50 million, (appropriated for 250,000,000 shares of Baht 0.17 each) will be pay on September 10, 2021.

30. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorized for issue by the Board of Directors of the Company on August 13, 2021.