

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

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, 2021.

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.

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

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, which are effective for fiscal years beginning on or after January 1, 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 practices, accounting guidance and disclosures in the notes to the financial statements and, for some standards, providing temporary reliefs or temporary exemptions to users of the standards.

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

2.4 Revised Financial Reporting Standards that will become effective for the financial statements with the accounting period beginning on or after January 1, 2023

The Federation of Accounting Professions has announced to apply several revised financial reporting standards in the Royal Gazette. This will become effective for the financial statements with the accounting period beginning on or after January 1, 2023. This revision is for the financial reporting standards to be clearer and more appropriate and to conform with international financial reporting standards. Such revision does not affect the principles of the standards and does not affect the users of the financial reporting standards adopted before 2023.

The management of the Company and its subsidiary believe that this revision of the standards will not significantly affect the financial statements.

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

2.5 New Financial Reporting Standards

The Federation of Accounting Professions has announced to apply the Financial Reporting Standard No.17 on "Insurance Contract" in the Royal Gazette. This standard requires to comply with the defined criteria of the international reporting standards including various related improvements. The effective date is to apply on the financial statements for the accounting period beginning on or after January 1, 2025.

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, 2021.

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
Go Automobile Co., Ltd.	Selling car and repair service	Shareholder/Co-Director

"UNAUDITED"

"REVIEWED"

- 14 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

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

		Baht			
		For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
Pricing Policy		2022	2021	2022	2021
<u>Transactions in the statements of comprehensive income</u>					
<u>Consolidated financial statements</u>					
<u>Related companies</u>					
Revenue :					
Commission income					
Toyota Krungthai Co., Ltd.	Agreed price	-	8,426,000.00	-	8,426,000.00
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	747,000.00	747,000.00
Service center income					
Siam Nissan Krungthai Co., Ltd.	Agreed price	1,125,213.25	914,533.50	3,532,073.05	3,115,268.40
Rental fee.					
Car Loft Auto Import Co., Ltd.	Rental charge at 225,000 Baht/Month	675,000.00	675,000.00	2,025,000.00	2,025,000.00
Expenses :					
Repair expense					
Siam Nissan Krungthai Co., Ltd.	Market price	295,338.99	188,945.14	544,529.99	621,225.79
Toyota Krungthai Co., Ltd.	Market price	3,981,034.61	1,446,624.24	9,796,819.30	6,199,743.18
Car Loft Auto Import Co., Ltd.	Market price	89,983.22	15,566.00	210,714.55	156,849.75
Mitsu Impresstion Co., Ltd.	Market price	125,000.30	55,200.00	380,163.16	165,079.50
Go Automobile Co., Ltd.	Market price	12,389.80	-	58,796.60	-
		<u>4,503,746.92</u>	<u>1,706,335.38</u>	<u>10,991,023.60</u>	<u>7,142,898.22</u>
Commission expense					
Siam Nissan Krungthai Co., Ltd.	Agreed price	651,600.93	-	1,525,306.54	-
Car Loft Auto Import Co., Ltd.	Agreed price	37,383.18	-	302,964.50	168,224.30
		<u>688,984.11</u>	<u>-</u>	<u>1,828,271.04</u>	<u>168,224.30</u>
Purchase of assets :					
Cars for leases					
Siam Nissan Krungthai Co., Ltd.	Market price after deduct special discount	-	-	1,288,785.05	-
Toyota Krungthai Co., Ltd.	Market price after deduct special discount	116,157,041.69	29,989,279.44	327,772,548.76	158,794,282.06
Mitsu Impresstion Co., Ltd.	Market price after deduct special discount	1,440,310.75	2,574,624.30	47,526,957.48	22,754,511.21
Go Automobile Co., Ltd.	Market price after deduct special discount	-	-	1,055,140.19	-
Car Loft Auto Import Co., Ltd.	Market price for major buyer	5,214,953.27	20,382,135.51	21,024,299.07	67,676,528.04
		<u>122,812,305.71</u>	<u>52,946,039.25</u>	<u>398,667,730.55</u>	<u>249,225,321.31</u>

"UNAUDITED"

"REVIEWED"

- 15 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

	Pricing Policy	Baht			
		For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
		2022	2021	2022	2021
<u>Separate financial statements</u>					
<u>Subsidiary company</u>					
Expenses :					
Commission expenses	Agreed price	2,803,738.32	3,014,018.65	11,221,620.84	12,341,121.45
Sales promotion expenses	Agreed price	-	2,180,000.00	-	9,448,000.00
Interest expenses	Interest rate financial institutions	10,369.52	14,254.18	34,167.93	39,994.67
Purchase of assets :					
Cars for leases	Market price for major buyer	6,550,000.00	604,714.02	8,662,901.79	604,714.02
<u>Related companies</u>					
Revenue :					
Commission income					
Toyota Krungthai Co., Ltd.	Agreed price	-	8,426,000.00	-	8,426,000.00
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	747,000.00	747,000.00
Service center income					
Siam Nissan Krungthai Co., Ltd.	Agreed price	1,125,213.25	914,533.50	3,532,073.05	3,115,268.40
Expenses :					
Repair expense					
Siam Nissan Krungthai Co., Ltd.	Market price	183,720.80	86,811.70	432,911.80	504,693.15
Toyota Krungthai Co., Ltd.	Market price	2,771,473.73	1,132,628.94	7,127,759.30	5,138,927.70
Mitsu Impresstion Co., Ltd.	Market price	125,000.30	55,200.00	380,163.16	165,079.50
Car Loft Auto Import Co., Ltd.	Market price	34,784.00	14,826.00	131,246.00	152,487.75
Go Automobile Co., Ltd.	Market price	12,389.80	-	58,796.60	-
		<u>3,127,368.63</u>	<u>1,289,466.64</u>	<u>8,130,876.86</u>	<u>5,961,188.10</u>
Commission expense					
Siam Nissan Krungthai Co., Ltd.	Agreed price	651,600.93	-	1,525,306.54	-
Car Loft Auto Import Co., Ltd.	Agreed price	37,383.18	-	302,964.50	168,224.30
		<u>688,984.11</u>	<u>-</u>	<u>1,828,271.04</u>	<u>168,224.30</u>
Purchase of assets :					
Car for leases					
Siam Nissan Krungthai Co., Ltd.	Market price after deduct special discount	-	-	1,288,785.05	-
Toyota Krungthai Co., Ltd.	Market price after deduct special discount	116,157,041.69	29,989,279.44	327,772,548.76	158,794,282.06
Mitsu Impresstion Co., Ltd.	Market price after deduct special discount	1,440,310.75	2,574,624.30	47,526,957.48	22,754,511.21
Go Automobile Co., Ltd.	Market price after deduct special discount	-	-	1,055,140.19	-
Car Loft Auto Import Co., Ltd.	Market price for major buyer	5,214,953.27	20,382,135.51	21,024,299.07	67,676,528.04
		<u>122,812,305.71</u>	<u>52,946,039.25</u>	<u>398,667,730.55</u>	<u>249,225,321.31</u>

"UNAUDITED"

"REVIEWED"

- 16 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

The outstanding between the Company, subsidiary and related companies as at September 30, 2022 and December 31, 2021 are as follows:-

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2022	As at December 31, 2021	As at September 30, 2022	As at December 31, 2021
<u>Outstanding balances at the statements of financial position</u>				
<u>Subsidiary company</u>				
Receivable - down payment	-	-	240,500.00	664,846.00
Subsidiary payable	-	-	77,630,768.44	50,945,377.37
Accrued expenses - other fee	-	-	5,796.46	5,224.03
Accrued expenses - commission	-	-	855,000.00	5,889,000.00
<u>Related companies</u>				
Other current receivables				
Siam Nissan Krungthai Co., Ltd.	363,220.06	988,078.13	363,220.06	988,078.13
Right-of-use assets				
Siam Nissan Krungthai Co., Ltd.	5,522,684.88	6,287,364.32	5,522,684.88	6,287,364.32
Lease liabilities				
Siam Nissan Krungthai Co., Ltd.	5,824,886.27	6,535,082.40	5,824,886.27	6,535,082.40
Trade and other current payables				
Siam Nissan Krungthai Co., Ltd.	88,332.99	166,187.84	51,852.74	75,619.84
Toyota Krungthai Co., Ltd.	2,616,298.51	1,857,432.19	1,797,336.86	1,718,836.34
Car Loft Auto Import Co., Ltd.	37,772.41	28,681.41	37,772.41	28,681.41
Mitsu Impresstion Co., Ltd.	76,861.45	49,330.46	76,861.45	49,330.46
Go Automobile Co., Ltd.	11,379.24	-	11,379.24	-
Total	<u>2,830,644.60</u>	<u>2,101,631.90</u>	<u>1,975,202.70</u>	<u>1,872,468.05</u>
Payables - purchase assets for leases				
Toyota Krungthai Co., Ltd.	-	27,207,506.00	-	27,207,506.00
Car Loft Auto Import Co., Ltd.	2,790,000.00	6,770,000.00	2,790,000.00	6,770,000.00
Go Automobile Co., Ltd.	-	1,549,000.00	-	1,549,000.00
Total	<u>2,790,000.00</u>	<u>35,526,506.00</u>	<u>2,790,000.00</u>	<u>35,526,506.00</u>
Accrued expenses - commission				
Siam Nissan Krungthai Co., Ltd.	159,000.00	1,041,173.83	159,000.00	1,041,173.83

"UNAUDITED"

"REVIEWED"

- 17 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

Directors and executive remuneration for the three-month and nine-month periods ended September 30, 2022 and 2021 consisted of :

	Consolidated/Separate financial statements (Baht)			
	For the three-month periods		For the nine-month periods	
	ended September 30,		ended September 30,	
	2022	2021	2022	2021
Directors	408,078.28	388,646.05	1,291,201.68	1,229,716.00
Executive directors	2,570,205.26	2,461,435.50	7,685,081.36	7,348,704.07
Executives	2,431,983.58	2,138,228.55	7,284,548.99	8,099,236.75
Total	5,410,267.12	4,988,310.10	16,260,832.03	16,677,656.82

5. CASH AND CASH EQUIVALENTS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September	As at December	As at September	As at December
	30, 2022	31, 2021	30, 2022	31, 2021
Cash on hand	202,010.91	369,390.85	42,883.21	210,263.14
Cash at banks - current accounts	51,958,420.98	886,056.51	51,145,189.57	738,791.44
Cash at banks - savings accounts	77,536,229.44	30,036,829.77	77,536,229.44	30,036,829.77
Cash at banks - fixed 3 months	21,092.58	21,076.96	21,092.58	21,076.96
Total	129,717,753.91	31,313,354.09	128,745,394.80	31,006,961.31

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 September 30, 2022 and December 31, 2021, the Company has cash at banks-savings and fixed 3 months accounts has interest rate of 0.05% - 0.10% per annum and 0.05% - 0.80% per annum, respectively.

"UNAUDITED"

"REVIEWED"

- 18 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

6. TRADE AND OTHER CURRENT RECEIVABLES

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

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2022	As at December 31, 2021	As at September 30, 2022	As at December 31, 2021
Trade receivables				
Undue	112,649,796.53	129,896,836.59	103,293,050.56	116,342,851.23
Over 0 months to 3 months	62,253,183.46	43,432,224.92	62,253,183.46	43,432,224.92
Over 3 months to 6 months	2,939,233.34	893,301.82	2,939,233.34	893,301.82
Over 6 months to 12 months	5,017,952.35	611,674.92	5,017,952.35	611,674.92
Over 12 months	6,457,178.43	4,231,834.08	6,457,178.43	4,231,834.08
Total	189,317,344.11	179,065,872.33	179,960,598.14	165,511,886.97
<u>Less</u> Allowance for expected credit losses	(14,276,749.94)	(7,163,244.45)	(14,223,631.15)	(7,117,997.86)
Trade receivables - net	175,040,594.17	171,902,627.88	165,736,966.99	158,393,889.11
Other current receivables				
Accrued incomes	11,334,189.53	8,519,720.36	10,431,400.98	7,229,108.28
Prepaid expenses	28,700,542.11	26,949,758.43	28,393,977.73	26,882,680.90
Insurance receivables	1,684,841.83	3,026,891.78	1,684,841.83	3,026,891.78
Other	3,139,162.48	5,282,360.36	2,302,111.70	3,035,997.20
Total other current receivables	44,858,735.95	43,778,730.93	42,812,332.24	40,174,678.16
Total trade and other current receivables	219,899,330.12	215,681,358.81	208,549,299.23	198,568,567.27
Trade receivables-net consisted of:				
Trade receivables of car leases	112,903,314.30	112,903,314.30	153,356,052.99	112,903,314.30
Trade receivables of sale of cars	62,137,279.87	58,999,313.58	12,380,914.00	45,490,574.81
Total	175,040,594.17	171,902,627.88	165,736,966.99	158,393,889.11

7. INVENTORIES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2022	As at December 31, 2021	As at September 30, 2022	As at December 31, 2021
Used car	187,346,300.46	156,756,346.31	130,818,018.98	94,974,871.26
Spare parts of car	1,326,410.75	1,336,390.98	1,326,410.75	1,336,390.98
Total	188,672,711.21	158,092,737.29	132,144,429.73	96,311,262.24

"UNAUDITED"

"REVIEWED"

- 19 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

8. OTHER CURRENT FINANCIAL ASSETS

This account consisted of:

	Baht	
	Consolidated/Separate financial statements	
	As at September 30, 2022	As at December 31, 2021
Financial assets designated to measure at fair value through profit or loss		
Unit trust - Mutual fund	18,002,956.24	227,014,800.51
<u>Add Unrealized gain on measurement</u>	<u>459.85</u>	<u>59,214.03</u>
Other current financial assets	<u>18,003,416.09</u>	<u>227,074,014.54</u>

9. CASH AT BANK USING FOR GUARANTEE

As at September 30, 2022 and December 31, 2021, the Company has fixed deposit accounts with a local commercial banks 2 credit lines, 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 September 30, 2022 and December 31, 2021, the fixed deposit accounts has interest rate of 0.15% per annum and 0.15% - 0.35% per annum, respectively.

10. INVESTMENT IN SUBSIDIARY COMPANY

This account consisted of:

	Baht							
					Value of investment under the equity method		Separate financial statements Cost method	
	Number of shares		Percentage of holding					
	As at September 30, 2022	As at December 31, 2021	As at September 30, 2022	As at December 31, 2021	As at September 30, 2022	As at December 31, 2021	As at September 30, 2022	As at December 31, 2021
<u>Subsidiary company</u>								
Krungthai Automobile Co., Ltd.	400,000	400,000	100	100	<u>306,409,308.70</u>	<u>299,530,254.74</u>	<u>48,812,300.00</u>	<u>48,812,300.00</u>
					<u>306,409,308.70</u>	<u>299,530,254.74</u>	<u>48,812,300.00</u>	<u>48,812,300.00</u>

"UNAUDITED"

"REVIEWED"

- 20 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

11. ASSETS FOR LEASES

Movements of the assets for leases account for the nine-month period ended September 30, 2022 are summarized as follows.

	<u>Baht</u>
	<u>Consolidated/Separate</u>
	<u>financial statements</u>
At cost	
Balance as at December 31, 2021	6,872,163,347.81
Acquisitions during the period	902,824,587.26
Transferred in (transferred out) during the period	<u>(678,160,870.04)</u>
Balance as at September 30, 2022	<u>7,096,827,065.03</u>
Accumulated depreciation	
Balance as at December 31, 2021	(2,582,981,685.33)
Depreciation for the period	(649,556,506.60)
(Transferred in) transferred out during the period	<u>416,640,779.96</u>
Balance as at September 30, 2022	<u>(2,815,897,411.97)</u>
Net book value	
Balance as at December 31, 2021	<u>4,289,181,662.48</u>
Balance as at September 30, 2022	<u>4,280,929,653.06</u>

As at September 30, 2022 and December 31, 2021, the Company has cars for leases under lease liabilities as follows:-

	<u>Amount (Cars)</u>		<u>Net value (Baht)</u>	
	<u>As at September</u>	<u>As at December</u>	<u>As at September</u>	<u>As at December</u>
	<u>30, 2022</u>	<u>31, 2021</u>	<u>30, 2022</u>	<u>31, 2021</u>
Cars	1,217	1,225	745,766,783.09	839,700,363.33

As at September 30, 2022 and December 31, 2021, the Company has transferred the right of 1,369 and 1,643 cars' registers, respectively as collateral for long-term loans from 3 local financial institutions (see Note 19).

"UNAUDITED"

"REVIEWED"

- 21 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

As at September 30, 2022 and December 31, 2021, the Company has minimum amounts on car leases under uncanceled operating lease agreements, presented by amounting in contracts as follow :-

	Baht	
	As at September 30, 2022	As at December 31, 2021
Under 1 year	1,081,007,371.46	1,129,865,620.58
Over 1 year to 5 years	955,353,158.25	1,651,904,047.84
Total	<u>2,036,360,529.71</u>	<u>2,781,769,668.42</u>

12. PROPERTY, PLANT AND EQUIPMENT

Movements of the property, plant and equipment account for the nine-month period ended September 30, 2022 are summarized as follows.

	Baht	
	Consolidated financial statements	Separate financial statements
At cost		
Balance as at December 31, 2021	213,858,766.64	28,613,005.92
Acquisitions during the period	1,094,488.43	627,954.81
Disposal and write-off during the period	(73,831.78)	(73,831.78)
Balance as at September 30, 2022	<u>214,879,423.29</u>	<u>29,167,128.95</u>
Accumulated depreciation		
Balance as at December 31, 2021	(42,881,027.02)	(25,677,291.72)
Depreciation for the period	(2,947,386.19)	(1,116,217.15)
Accumulated depreciation on disposal and write-off	73,829.78	73,829.78
Balance as at September 30, 2022	<u>(45,754,583.43)</u>	<u>(26,719,679.09)</u>
Net book value		
Balance as at December 31, 2021	<u>170,977,739.62</u>	<u>2,935,714.20</u>
Balance as at September 30, 2022	<u>169,124,839.86</u>	<u>2,447,449.86</u>

"UNAUDITED"

"REVIEWED"

- 22 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

13. RIGHT-OF-USE ASSETS

Movements of the right-of-use assets account for the nine-month period ended September 30, 2022 are summarized as follows.

	Baht	
	Consolidated financial statements	Separate financial statements
Net book value as at December 31, 2021	78,157,669.28	12,004,804.66
Additions during the period	11,245,677.98	11,245,677.98
Depreciation for the period	(12,515,921.07)	(2,362,829.66)
Net book value as at September 30, 2022	<u>76,887,426.19</u>	<u>20,887,652.98</u>

14. INTANGIBLE ASSETS

Movements of the intangible assets account for the nine-month period ended September 30, 2022 are summarized as follows.

	Baht	
	Consolidated financial statements	Separate financial statements
Balance as at December 31, 2021	15,090,088.92	13,563,786.10
Acquisitions during the period	86,060.00	36,000.00
Amortization for the period	(339,330.83)	(74,203.23)
Net book value as at September 30, 2022	<u>14,836,818.09</u>	<u>13,525,582.87</u>

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 September 30, 2022	As at December 31, 2021	As at September 30, 2022	As at December 31, 2021
Deferred tax assets	93,021,085.24	126,797,717.94	103,310,423.55	140,730,795.81
Deferred tax liabilities	-	-	(11,952,416.54)	(15,320,301.10)
	<u>93,021,085.24</u>	<u>126,797,717.94</u>	<u>91,358,007.01</u>	<u>125,410,494.71</u>

"UNAUDITED"

"REVIEWED"

- 23 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

Changes in deferred tax assets and deferred tax liabilities for the nine-month period ended September 30, 2022, are summarized as follows:

	Baht			
	Consolidated financial statements			
	Balance as at Dec. 31, 2021	Revenue (expenses) during the period In profit or loss	In other comprehensive income	
Deferred tax assets:				
Loss from remeasuring of derivative instruments	21,903.19	-	(21,903.19)	-
Leases liabilities	899,505.89	237,809.47	-	1,137,315.36
Provision for employee benefit	5,714,033.80	390,278.89	-	6,104,312.69
Tax losses carry forward	135,482,576.16	(37,750,702.43)	-	97,731,873.73
Total	<u>142,118,019.04</u>	<u>(37,122,614.07)</u>	<u>(21,903.19)</u>	<u>104,973,501.78</u>
Deferred tax liabilities:				
Inventories	(1,852,027.56)	1,345,812.49	-	(506,215.07)
Assets for leases	<u>(13,468,273.54)</u>	<u>2,022,072.07</u>	-	<u>(11,446,201.47)</u>
Total	<u>(15,320,301.10)</u>	<u>3,367,884.56</u>	-	<u>(11,952,416.54)</u>
	Baht			
	Separate financial statements			
	Balance as at Dec. 31, 2021	Revenue (expenses) during the period In profit or loss	In other comprehensive income	
Deferred tax assets:				
Loss from remeasuring of derivative instruments	21,903.19	-	(21,903.19)	-
Leases liabilities	115,254.37	32,308.08	-	147,562.45
Provision for employee benefit	5,111,062.09	319,925.28	-	5,430,987.37
Tax loss carry forward	135,482,576.16	(37,750,702.43)	-	97,731,873.73
Total	<u>140,730,795.81</u>	<u>(37,398,469.07)</u>	<u>(21,903.19)</u>	<u>103,310,423.55</u>
Deferred tax liabilities:				
Inventories	(1,852,027.56)	1,345,812.49	-	(506,215.07)
Assets for leases	<u>(13,468,273.54)</u>	<u>2,022,072.07</u>	-	<u>(11,446,201.47)</u>
Total	<u>(15,320,301.10)</u>	<u>3,367,884.56</u>	-	<u>(11,952,416.54)</u>

"UNAUDITED"

"REVIEWED"

- 24 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

16. OTHER NON - CURRENT ASSETS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2022	As at December 31, 2021	As at September 30, 2022	As at December 31, 2021
Deposit	931,004.66	253,924.73	763,055.13	85,975.20
Withholding tax deducted at source	222,869,067.70	179,027,846.28	222,869,067.70	178,874,736.38
<u>Less</u> allowance for the refund	<u>(33,904,816.26)</u>	<u>(29,270,301.48)</u>	<u>(33,904,816.26)</u>	<u>(29,270,301.48)</u>
Withholding tax deducted at source - net	188,964,251.44	149,757,544.80	188,964,251.44	149,604,434.90
Total	<u>189,895,256.10</u>	<u>150,011,469.53</u>	<u>189,727,306.57</u>	<u>149,690,410.10</u>

17. OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

This account consisted of:

	Baht	
	Consolidated/Separate financial statements	
	As at September 30, 2022	As at December 31, 2021
Promissory notes	110,000,000.00	-
Total	<u>110,000,000.00</u>	<u>-</u>

As at September 30, 2022 and December 31, 2021, 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 September 30, 2022 and December 31, 2021, 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>		

"UNAUDITED"

"REVIEWED"

- 25 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

18. BILL OF EXCHANGE

This account consisted of:

	Baht	
	<u>Consolidated/Separate financial statements</u>	
	As at September 30, 2022	As at December 31, 2021
Bill of exchange-face value	80,000,000.00	-
<u>Less</u> Discount	<u>(237,080.73)</u>	-
Bill of exchange-amortized value	<u>79,762,919.27</u>	<u>-</u>

As at September 30, 2022, the Company has a bills of exchange in the amount of Baht 80 million. The interest rate is at fixed rate, the maturity 64 days and the discount from the bill of exchange is recognized as finance cost for the nine-month period ended September 30, 2022 in the amount of Baht 0.29 million in the consolidated and separate financial statements.

19. LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS

This account consisted of:

	Baht	
	<u>Consolidated/Separate financial statements</u>	
	As at September 30, 2022	As at December 31, 2021
Long-term loans from financial institutions	655,071,681.38	837,321,971.17
<u>Less</u> Current portion due within one year	<u>(270,029,568.53)</u>	<u>(314,888,146.24)</u>
Long-term loans from financial institutions - net	<u>385,042,112.85</u>	<u>522,433,824.93</u>

As at September 30, 2022, 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	1,000	268.87	Fixed Rate	8.43	Oct. 18 - Apr. 24	678
2	300	300.00	THBFIX 6M + 1.65%	4.79	Mar. 20 - Nov. 24	351
3	50	50.00	Fixed Rate	1.04	May. 21 - Nov. 25	54
4	200	200.00	MLR - 2.805%	3.19	Sep. 21 - May. 26	286
	<u>1,550</u>	<u>818.87</u>		<u>17.45</u>		<u>1,369</u>

"UNAUDITED"

"REVIEWED"

- 26 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

As at December 31, 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	1,000	504.48	Fixed Rate	14.32	Oct. 18 - Apr. 24	1,137
2	300	300.00	THBFIX 6M + 1.65%	4.79	Mar. 20 - Nov. 24	351
3	50	50.00	Fixed Rate	1.04	May. 21 - Nov. 25	54
4	200	70.00	MLR - 2.805%	1.12	Sep. 21 - Sep. 25	101
	<u>1,550</u>	<u>924.48</u>		<u>21.27</u>		<u>1,643</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 September 30, 2022 and December 31, 2021, the movement in long-term loans from financial institutions are as follows:-

	Baht	
	Consolidated/	Separate financial statements
	As at September 30, 2022	As at December 31, 2021
Balance beginning of the period	837,321,971.17	1,079,947,749.32
<u>Add</u> Loan increase during the period	130,000,000.00	120,000,000.00
<u>Less</u> Repayment during the period	(312,250,289.79)	(362,625,778.15)
Balance ending of the period	<u>655,071,681.38</u>	<u>837,321,971.17</u>

As at September 30, 2022 and December 31, 2021, the Company entered into interest rate swap agreements with financial institutions, 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.

On July 21, 2022, the Bank announced the termination of the contract with the Company due to the London Interbank Offered Rate (LIBOR) will be terminated as referenced by the bank in calculating the contractual interest rate of THBFIX. However, the bank has paid a terminated fee of Baht 1 million to the Company.

"UNAUDITED"

"REVIEWED"

- 27 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

20. LEASE LIABILITIES

Movements of the lease liabilities account for the nine-month period ended September 30, 2022 are summarized as follows.

	Baht	
	Consolidated financial statements	Separate financial statements
As at December 31, 2021	862,680,637.74	798,503,082.52
Addition	39,311,221.86	39,311,221.86
Addition of interest	15,823,201.19	13,687,539.46
Payments in the period	<u>(193,577,688.20)</u>	<u>(183,378,438.20)</u>
As at September 30, 2022	724,237,372.59	668,123,405.64
<u>Less current portion</u>	<u>(231,399,317.20)</u>	<u>(220,321,521.43)</u>
Lease liabilities - net	<u>492,838,055.39</u>	<u>447,801,884.21</u>

As at September 30, 2022, 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	231,399,317.20	16,623,001.02	248,022,318.22	220,321,521.43	14,210,924.79	234,532,446.22
Payment due over 1 year to 5 years	459,645,198.00	23,075,081.04	482,720,279.04	440,322,475.52	16,185,267.51	456,507,743.03
Payment due over 5 years	33,192,857.39	3,206,429.82	36,399,287.21	7,479,408.69	576,922.51	8,056,331.20
Total	<u>724,237,372.59</u>	<u>42,904,511.88</u>	<u>767,141,884.47</u>	<u>668,123,405.64</u>	<u>30,973,114.81</u>	<u>699,096,520.45</u>

The following are the amounts recognized in profit or loss:

	Baht	
	Consolidated financial statements	Separate financial statements
Depreciation of right-of-use assets	12,515,921.07	2,362,829.66
Interest expense on lease liabilities	15,823,201.19	13,687,539.46
Expense relating to short-term lease	1,453,896.09	191,664.00
Total	<u>29,793,018.35</u>	<u>16,242,033.12</u>

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

21. DEBENTURES

This account consisted of:

	Baht	
	<u>Consolidated/Separate financial statements</u>	
	As at September 30, 2022	As at December 31, 2021
Unsecured debentures - at face value	1,250,000,000.00	1,400,000,000.00
<u>Less</u> Deferred expenses on debentures issuance	<u>(1,008,502.46)</u>	<u>(685,986.28)</u>
	1,248,991,497.54	1,399,314,013.72
<u>Less</u> Current portion due within one year	<u>(799,682,504.39)</u>	<u>(599,916,356.16)</u>
Debentures - net	<u>449,308,993.15</u>	<u>799,397,657.56</u>

As at September 30, 2022 and December 31, 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

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

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

Issued No. 6

Debenture issued on	:	February 10, 2022
Debentures value	:	Baht 450 million (450,000 units of par value of Baht 1,000 each)
Period and maturity date	:	3 years will mature on February 10, 2025
Interest rate	:	Fixed rate of 2.32% per annum
Interest payment due	:	Every February 10, and August 10, 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.

22. PROVISIONS FOR EMPLOYEE BENEFIT

Provisions for employee benefit are as follows

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at September 30, 2022	At as December 31, 2021	As at September 30, 2022	At as December 31, 2021
Provisions for employee benefits at beginning of period	28,570,168.99	26,101,885.48	25,555,310.43	23,435,032.39
Benefits paid by the plan	-	(108,640.00)	-	-
Current service costs and interest	1,951,394.49	2,576,923.51	1,599,626.43	2,120,278.04
Provisions for employee benefits at ending of period	<u>30,521,563.48</u>	<u>28,570,168.99</u>	<u>27,154,936.86</u>	<u>25,555,310.43</u>

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

23. OTHER INCOME

This account consisted of:-

	Consolidated financial statements (Baht)			
	For the three-month periods		For the nine-month periods	
	ended September 30,		ended September 30,	
	2022	2021	2022	2021
Interest income	24,695.14	23,377.07	83,715.08	108,970.53
Penalty of cancelled contracts	2,103,613.23	482,730.44	4,767,537.41	3,116,300.21
Repairing service income	1,125,213.25	914,533.50	3,532,073.05	3,115,268.40
Commission income	3,621,021.39	11,672,449.84	12,573,466.58	19,313,603.11
Others	8,026,082.56	6,723,782.70	23,635,718.65	22,453,886.31
Total	<u>14,900,625.57</u>	<u>19,816,873.55</u>	<u>44,592,510.77</u>	<u>48,108,028.56</u>
	Separate financial statements (Baht)			
	For the three-month periods		For the nine-month periods	
	ended September 30,		ended September 30,	
	2022	2021	2022	2021
Interest income	24,695.14	23,377.07	83,715.08	108,970.53
Penalty of cancelled contracts	2,103,613.23	482,730.44	4,767,537.41	3,116,300.21
Repairing service income	1,125,213.25	914,533.50	3,532,073.05	3,115,268.40
Commission income	1,174,366.05	9,642,520.00	5,010,366.05	12,657,240.00
Others	5,039,618.88	3,591,654.15	14,308,311.28	13,525,743.43
Total	<u>9,467,506.55</u>	<u>14,654,815.16</u>	<u>27,702,002.87</u>	<u>32,523,522.57</u>

24. TAX EXPENSES

Major components of tax expenses for the three-month and nine-month periods ended September 30, 2022 and 2021 consisted of:

	Consolidated financial statements (Baht)			
	For the three-month periods		For the nine-month periods	
	ended September 30,		ended September 30,	
	2022	2021	2022	2021
Tax expenses shown in profit or loss :				
Current tax expenses:				
Income tax for the period	409,041.12	311,874.66	1,992,368.46	1,767,651.70
Deferred tax expenses:				
Changes in temporary differences relating to the original recognition and reversal	9,468,554.33	6,767,003.00	33,754,729.52	13,286,541.00
Total	<u>9,877,595.45</u>	<u>7,078,877.66</u>	<u>35,747,097.98</u>	<u>15,054,192.70</u>
Income tax relating to components of other comprehensive income:				
Deferred tax relating to:				
Gain (loss) from remeasuring of derivative instruments	(363,208.56)	(6,891.61)	21,903.19	94,471.43
Total	<u>(363,208.56)</u>	<u>(6,891.61)</u>	<u>21,903.19</u>	<u>94,471.43</u>

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

	Separate financial statements (Baht)			
	For the three-month periods		For the nine-month periods	
	ended September 30,		ended September 30,	
	2022	2021	2022	2021
Tax expenses shown in profit or loss :				
Current tax expenses:				
Income tax for the period	-	-	-	-
Deferred tax expense:				
Changes in temporary differences relating to the original recognition and reversal	9,554,535.88	6,875,939.11	34,030,584.52	13,608,750.89
Total	<u>9,554,535.88</u>	<u>6,875,939.11</u>	<u>34,030,584.52</u>	<u>13,608,750.89</u>
Income tax relating to components of other comprehensive income:				
Deferred tax relating to:				
Gain (loss) from remeasuring of derivative instruments	(363,208.56)	(6,891.61)	21,903.19	94,471.43
Total	<u>(363,208.56)</u>	<u>(6,891.61)</u>	<u>21,903.19</u>	<u>94,471.43</u>

25. DIVIDEND

At the ordinary shareholders' meeting for the year 2022 held on April 27, 2022, the shareholders unanimously approved to pay dividend from the Company operation year 2021 with Baht 0.43 per share to only shareholders who entitled to receive dividends, in the amount of Baht 107.50 million, was paid on September 10, 2021, in the amount of Baht 42.50 million and on May 24, 2022, in the amount of Baht 65 million.

And at the Board of Director' meeting No. 3/2022 held on August 13, 2022, the Board of Directors unanimously approved to pay interim dividend from the Company operation for the period ended June 30, 2022 with Baht 0.19 per share to only shareholders who entitled to receive dividends, in the amount of Baht 47.50 million, was paid on September 13, 2022.

Total dividend for the year 2022 in the amount of Baht 112.50 million.

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

26. 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 nine-month periods	
	ended September 30,		ended September 30,	
	2022	2021	2022	2021
Profit for the period attributable to ordinary shareholders (Baht)	36,988,212.60	51,151,366.06	136,575,524.17	141,075,853.48
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)	0.15	0.20	0.55	0.56

	Separate financial statements			
	For the three-month periods		For the nine-month periods	
	ended September 30,		ended September 30,	
	2022	2021	2022	2021
Profit for the period attributable to ordinary shareholders (Baht)	35,698,161.87	50,169,196.20	129,696,470.21	134,828,415.66
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)	0.14	0.20	0.52	0.54

27. COMMITMENTS AND CONTINGENT LIABILITIES

27.1 Commitments of services contracts

As at September 30, 2022, the Company has 2 services contracts for the periods 1-2 years, the total rate of service charge of Baht 0.79 million per year.

27.2 Commitments of capital expenditure

As at September 30, 2022, 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 and the separate financial statements in the amount of Baht 1.22 million (included VAT).

27.3 Guarantee

As at September 30, 2022, the Company has letters of guarantee issued by three local commercial bank for rental bidding guarantee in the amount of Baht 106.73 million and using electricity in the amount of Baht 0.19 million. (total guarantee of Baht 265 million).

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

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.

28. 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.

Business activities are classified by product segments for the for the three-month and nine-month periods ended September 30, 2022 and 2021 as follows :-

	Consolidated financial statements (Thousand Baht)					
	For the three-month periods ended September 30,					
	Car rent of operating		Used car distribution		Total	
	2022	2021	2022	2021	2022	2021
Revenues						
Income on car leases	338,455	329,413	-	-	338,455	329,413
Income on sale of cars	108,673	105,772	101,222	44,740	209,895	150,512
Total	447,128	435,185	101,222	44,740	548,350	479,925
Cost						
Cost of car leases	294,888	276,024	-	-	294,888	276,024
Cost of sales of cars	65,878	66,746	91,860	40,483	157,738	107,229
Total	360,766	342,770	91,860	40,483	452,626	383,253
Gross profit	86,362	92,415	9,362	4,257	95,724	96,672

	Consolidated financial statements (Thousand Baht)					
	For the nine-month periods ended September 30,					
	Car rent of operating		Used car distribution		Total	
	2022	2021	2022	2021	2022	2021
Revenues						
Income on car leases	1,015,162	983,806	-	-	1,015,162	983,806
Income on sale of cars	387,653	404,829	265,463	134,096	653,116	538,925
Total	1,402,815	1,388,635	265,463	134,096	1,668,278	1,522,731
Cost						
Cost of car leases	870,699	851,139	-	-	870,699	851,139
Cost of sales of cars	237,385	262,653	238,753	121,809	476,138	384,462
Total	1,108,084	1,113,792	238,753	121,809	1,346,837	1,235,601
Gross profit	294,731	274,843	26,710	12,287	321,441	287,130

"UNAUDITED"

"REVIEWED"

- 34 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

	Consolidated financial statements (Thousand Baht)					
	For the nine-month periods ended September 30,					
	Car rent of operating		Used car distribution		Total	
	2022	2021	2022	2021	2022	2021
<u>Total assets as at September 30,</u>						
Assets for leases	4,280,930	4,075,076	-	-	4,280,930	4,075,076
Other fixed assets	2,447	3,262	166,678	168,201	169,125	171,463
Right of use assets	20,887	12,796	56,000	65,818	76,887	78,614
Intangible assets	13,526	13,203	1,311	1,600	14,837	14,803
Other assets	935,103	984,779	23,017	18,798	958,120	1,003,577
Total	<u>5,252,893</u>	<u>5,089,116</u>	<u>247,006</u>	<u>254,417</u>	<u>5,499,899</u>	<u>5,343,533</u>

Major customers

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

29. FINANCIAL INSTRUMENTS

29.1 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 September 30, 2022		As at December 31, 2021	
	Carrying amount	Fair value	Carrying amount	Fair value
Financial liability				
Debentures	1,248,991,497.54	1,242,572,852.00	1,399,314,013.72	1,414,085,051.00

"UNAUDITED"

"REVIEWED"

- 35 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

29.2 Fair value hierarchy

As at September 30, 2022, 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
Other current financial assets				
- Mutual fund	-	18,003,416.09	-	18,003,416.09

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

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.

30. RECLASSIFICATION

Certain accounts in the 2021 financial statements have been reclassified to conform to the current year's classification, without any effect to the previously reported profit (loss) or shareholder's equity.

The reclassifications are as follow:

	Baht		
	Consolidated financial statements		
	Before Reclassification	Reclassification	After Reclassification
Statement of financial position - As at December 31, 2021			
Revenue department account receivable	692,314.76	(692,314.76)	-
Other current assets	14,975,685.72	692,314.76	15,668,000.48
Right-of-use assets	74,524,169.28	3,633,500.00	78,157,669.28
Other non-current assets	153,644,969.53	(3,633,500.00)	150,011,469.53
Statement of cash flows - For the nine-month period ended September 30, 2021			
Revenue department account receivable	13,909,328.24	(13,909,328.24)	-
Other current assets	249,015.95	13,909,328.24	14,158,344.19

"UNAUDITED"

"REVIEWED"

- 36 -

KRUNGTHAI CAR RENT AND LEASE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT.)
SEPTEMBER 30, 2022

	Baht		
	Separate financial statements		
	Before Reclassification	Reclassification	After Reclassification
<u>Statement of financial position - As at December 31, 2021</u>			
Revenue department account receivable	692,314.76	(692,314.76)	-
Other current assets	13,067,365.36	692,314.76	13,759,680.12
<u>Statement of cash flows - For the nine-month period ended September 30, 2021</u>			
Revenue department account receivable	13,909,328.24	(13,909,328.24)	-
Other current assets	(51,551.19)	13,909,328.24	13,857,777.05

31. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorized for issue by the Board of Directors of the Company on November 14, 2022.