

Finansia Syrus Securities Public Company Limited
and its subsidiaries
Report and consolidated financial statements
31 December 2022

Independent Auditor's Report

To the Shareholders of Finansia Syrus Securities Public Company Limited

Opinion

I have audited the accompanying consolidated financial statements of Finansia Syrus Securities Public Company Limited and its subsidiaries (the Group), which comprise the consolidated statement of financial position as at 31 December 2022, and the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies, and have also audited the separate financial statements of Finansia Syrus Securities Public Company Limited for the same period.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Finansia Syrus Securities Public Company Limited and its subsidiaries and of Finansia Syrus Securities Public Company Limited as at 31 December 2022, their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Group in accordance with the Code of Ethics for Professional Accountants including Independence Standards issued by the Federation of Accounting Professions (Code of Ethics for Professional Accountants) that are relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code of Ethics for Professional Accountants. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matters

I draw attention to Note 1.2 to the consolidated financial statements, which describes the shareholding and management restructuring plan of the Group. My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

I have fulfilled the responsibilities described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report, including in relation to these matters. Accordingly, my audit included the performance of procedures designed to respond to my assessment of the risks of material misstatement of the financial statements. The results of my audit procedures, including the procedures performed to address the matters below, provide the basis for my audit opinion on the accompanying financial statements as a whole.

Key audit matters and how audit procedures respond to each matter are described below.

Recognition of brokerage fees income from securities business

The Group's income mainly consisted of brokerage fees income from securities business, amounting to Baht 1,431 million as in Note 25, representing 60 percent of the Company's total revenues. The Company charges brokerage fees from securities business at percentages of trading volume, which are freely negotiated, and based on a sliding scale fee structure. Because of the size and volume of transactions, the large number of customers, the fees charged to customers being dependent on various factors, and the recognition of revenue from brokerage fees income from securities business relying primarily on data processed by information systems, I addressed the measurement and occurrence of brokerage fees from securities business as a key audit matter.

The audit procedures I performed were to assess and test, on a sampling basis, the Company's internal controls relevant to recognition of brokerage fees income from securities business, including computer-based controls relevant to the calculation of brokerage fees income from securities business. I also tested, on a sampling basis, calculation and account recording. In addition, I performed analytical procedures on brokerage fees income from securities business and examined, on a sampling basis, material manual adjustments made via journal vouchers.

Allowance for expected credit losses on securities and derivatives business receivables

As of 31 December 2022, securities and derivatives business receivables amounting to Baht 4,393 million, representing 55 percent of the Company's total assets. As discussed in Note 4.10 and 8 to the financial statements, the Company recognised allowance for expected credit losses on such receivables based on Thai Financial Reporting Standard No. 9. The estimation of allowance for expected credit losses on securities and derivatives business receivables is significant because management of the Company must exercise judgement to identify significant changes in credit risk and to determine assumptions used in the expected credit loss model. Moreover, the Company has a large number of customers and the balance of these receivables is significant to the financial statements. Therefore, I addressed the adequacy of allowance for expected credit losses for such receivables as a key audit matter.

I performed audit procedures on the adequacy of allowance for expected credit losses as follows:

- I assessed, and tested on a sampling basis, the Company's internal controls relevant to the status of account receivables, the staging in accordance with changes in credit risk of receivables, the calculation of allowance for expected credit losses and the recording. I also assessed, and tested on a sampling basis, the reasonableness of assumptions and the expected credit loss model.
- I examined the adequacy of allowance for expected credit losses as at the end of reporting period by testing on a sampling basis, data used in the calculation of allowance for expected credit losses, the status of outstanding receivable, the staging in accordance with changes in credit risk of receivables, the collections after the end of reporting period and the calculation of allowance for expected credit losses, as well as the adequacy and appropriate of disclosure.

Other Information

Management is responsible for the other information. The other information comprise the information included in annual report of the Group, but does not include the financial statements and my auditor's report thereon. The annual report of the Group is expected to be made available to me after the date of this auditor's report.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated.

When I read the annual report of the Group, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance for correction of the misstatement.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

I am responsible for the audit resulting in this independent auditor's report.

Ratana Jala
Certified Public Accountant (Thailand) No. 3734

EY Office Limited
Bangkok: 21 February 2023

Finansia Syrus Securities Public Company Limited and its subsidiaries

Statement of financial position

As at 31 December 2022

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 December 2022	31 December 2021	31 December 2022	31 December 2021
Assets					
Cash and cash equivalents	6, 33.3	461,154,719	185,987,239	388,879,681	162,366,660
Receivables from Clearing House and broker-dealers	7	1,044,347,081	871,998,685	1,044,347,081	871,998,685
Securities and derivatives business receivables	8	4,392,874,848	4,339,919,213	4,392,874,848	4,339,919,213
Accrued fees and service income		33,612,419	3,601,711	6,186,419	3,601,711
Derivatives assets	9	330,360	5,748,160	330,360	5,748,160
Investments	10	561,301,009	714,108,150	440,562,574	714,108,150
Loans to subsidiary	33.4	-	-	490,000,000	-
Loans to employees		2,888,245	6,370,251	2,888,245	6,370,251
Investments in subsidiaries and an associate	11	141,954,576	135,121,728	163,652,031	113,162,491
Office condominium and equipment	13	485,711,685	98,032,030	100,021,404	98,032,030
Right-of-use assets	14.1	200,884,484	249,452,176	198,539,141	248,698,770
Intangible assets	15	212,447,246	185,427,106	197,011,966	185,427,106
Deferred tax assets	16.1	47,445,293	30,733,145	47,192,949	36,296,609
Other assets	17	431,597,307	220,713,782	443,669,532	217,267,687
Total assets		8,016,549,272	7,047,213,376	7,916,156,231	7,002,997,523
Liabilities and owners' equity					
Liabilities					
Payables to Clearing House and broker-dealers	18	1,051,948,803	16,168,633	1,051,948,803	16,168,633
Securities and derivatives business payables	19	2,242,565,006	3,022,980,957	2,242,565,006	3,022,980,957
Derivatives liabilities	9	51,010,272	18,566,953	51,010,272	18,566,953
Debt issued	20	971,000,000	505,600,000	971,000,000	505,600,000
Corporate income tax payable		26,396,573	36,207,472	26,396,573	36,207,472
Provisions	21	47,530,494	34,222,603	47,530,494	34,222,603
Provision for long-term employee benefits	22	132,012,232	90,416,459	92,433,239	88,598,129
Lease liabilities	14.2	121,600,184	159,999,001	119,141,893	159,222,310
Other liabilities	23	524,463,704	471,480,660	486,126,831	458,949,678
Total liabilities		5,168,527,268	4,355,642,738	5,088,153,111	4,340,516,735

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

Finisia Syrus Securities Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 December 2022

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 December 2022	31 December 2021	31 December 2022	31 December 2021
Owners' equity					
Share capital					
Issued and paid-up share capital					
581,403,025 ordinary shares of Baht 1.60 each		930,244,840	930,244,840	930,244,840	930,244,840
Share premium		620,892,885	620,892,885	620,892,885	620,892,885
Capital reserve for share-based payment transactions		322,946	322,946	322,946	322,946
Deficit as a result of change in holding percentage					
in the subsidiary		(52,883)	(251,580)	-	-
Retained earnings					
Appropriated - statutory reserve	24	93,024,484	93,024,484	93,024,484	93,024,484
Unappropriated		1,200,013,220	1,045,076,763	1,183,204,398	1,017,747,866
Other component of owners' equity					
Exchange differences on translation of financial					
statements in foreign currency		3,710,366	1,522,204	-	-
Gains (losses) on investments in equity designated at fair value					
through other comprehensive income		(134,411)	247,767	313,567	247,767
Total equity attributable to the Company's shareholders		2,848,021,447	2,691,080,309	2,828,003,120	2,662,480,788
Non-controlling interests of the subsidiaries		557	490,329	-	-
Total owners' equity		2,848,022,004	2,691,570,638	2,828,003,120	2,662,480,788
Total liabilities and owners' equity		8,016,549,272	7,047,213,376	7,916,156,231	7,002,997,523
		-	-	-	-

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

Mr. Chuangchai Nawongs
CEO

Mr. Somphop Keerasuntonpong
Director

Finansia Syrus Securities Public Company Limited and its subsidiaries

Statement of comprehensive income

For the year ended 31 December 2022

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Profit or loss:					
Income					
Brokerage fees income	25	1,563,702,922	1,930,020,133	1,563,702,922	1,930,020,133
Fees and service income	26	486,116,590	113,984,892	375,202,330	113,984,892
Interest income	27	185,638,225	130,223,281	197,002,901	130,181,253
Gain and return on financial instruments	28	96,997,270	165,613,972	96,600,405	165,613,972
Shares of gain from investments in an associate	11.2	4,097,645	3,079,931	-	-
Other income	33.2	63,828,767	53,628,818	70,427,857	57,168,818
Total income		2,400,381,419	2,396,551,027	2,302,936,415	2,396,969,068
Expenses					
Employee benefits expenses	22, 30	1,254,162,323	1,243,179,009	1,110,616,807	1,195,788,914
Fees and service expenses		272,865,696	277,955,575	272,553,280	277,873,575
Interest expenses	29	61,794,987	47,598,032	61,692,796	47,560,984
Expected credit losses (reversal)		(2,519,244)	3,363,067	(2,519,244)	3,363,067
Other expenses	33.2	548,949,819	448,458,645	584,196,507	500,610,943
Total expenses		2,135,253,581	2,020,554,328	2,026,540,146	2,025,197,483
Profit before income tax		265,127,838	375,996,699	276,396,269	371,771,585
Income tax	16.2	(57,665,766)	(75,821,531)	(58,238,655)	(75,344,226)
Profit for the year		207,462,072	300,175,168	218,157,614	296,427,359
Other comprehensive income (loss):					
Other comprehensive income to be reclassified					
to profit or loss in subsequent periods:					
Exchange differences on translation of financial statements					
in foreign currency - net of income tax					
		2,188,162	8,681,161	-	-
Other comprehensive income to be reclassified					
to profit or loss in subsequent periods - net of income tax					
		2,188,162	8,681,161	-	-
Other comprehensive income not to be reclassified					
to profit or loss in subsequent periods:					
Actuarial gain (loss) - net of income tax					
		5,600,152	(13,568,735)	5,416,061	(15,038,367)
Gain (loss) on investments in equity instruments designated at					
fair value through other comprehensive income - net of income tax					
		(382,178)	1,367	65,800	1,367
Other comprehensive income not to be reclassified					
to profit or loss in subsequent periods - net of income tax					
		5,217,974	(13,567,368)	5,481,861	(15,037,000)
Other comprehensive income (loss) for the year		7,406,136	(4,886,207)	5,481,861	(15,037,000)
Total comprehensive income for the year		214,868,208	295,288,961	223,639,475	281,390,359

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

Finansia Syrus Securities Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the year ended 31 December 2022

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Profit attributable to:					
The Company's shareholders		207,453,448	300,126,975	218,157,614	296,427,359
Non-controlling interests of the subsidiaries		8,624	48,193		
		<u>207,462,072</u>	<u>300,175,168</u>		
Comprehensive income attributable to:					
The Company's shareholders		214,859,695	295,185,602	223,639,475	281,390,359
Non-controlling interests of the subsidiaries		8,513	103,359		
		<u>214,868,208</u>	<u>295,288,961</u>		
Earnings per share					
Basic earnings per share					
Profit attributable to shareholders of the Company	31	<u>0.36</u>	<u>0.52</u>	<u>0.38</u>	<u>0.51</u>

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

Finansia Syrus Securities Public Company Limited and its subsidiaries

Statement of cash flows

For the year ended 31 December 2022

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from operating activities				
Profit before income tax	265,127,838	375,996,699	276,396,269	371,771,585
Adjustments to reconcile profit (loss) before income tax to net cash provided by (paid for) operating activities:				
Depreciation and amortisation	147,656,612	144,924,190	135,215,260	144,621,000
Expected credit losses (reversal)	(2,519,244)	3,363,067	(2,519,244)	3,363,067
(Gain) loss on disposals and write-off of equipment/ intangible assets/right-of-use assets	67,167	(2,215,124)	67,167	(2,215,124)
Unrealised gain on revaluation of trading investments	(6,608,893)	(91,981,898)	(6,752,251)	(91,981,898)
Unrealised loss on revaluation of derivatives	31,313,571	32,688,828	31,313,571	32,688,828
Unrealised gain on revaluation of exchange rate	(72,597)	(3,653,023)	(72,597)	(3,653,023)
Share of gain from investments in an associate	(4,097,645)	(3,079,931)	-	-
Provision for long-term employee benefits	15,766,050	11,199,528	12,505,186	10,191,774
Interest income	(185,638,225)	(130,223,281)	(197,002,901)	(130,181,253)
Dividend income	(13,775,016)	(15,818,729)	(13,517,616)	(15,818,729)
Interest expenses	61,794,987	47,598,032	61,692,796	47,560,984
Profit from operating activities before changes in operating assets and liabilities	309,014,605	368,798,358	297,325,640	366,347,211
(Increase) decrease in operating assets				
Receivables from Clearing Houses and broker-dealers	(164,591,211)	(619,743,237)	(164,591,211)	(619,743,237)
Securities and derivatives business receivables	(51,489,918)	(576,724,601)	(51,489,918)	(576,724,601)
Derivatives assets	3,677,920	(3,785,440)	3,677,920	(3,785,440)
Investments	280,690,235	87,535,396	282,068,236	87,535,396
Loan to employees	3,482,006	(5,728,235)	3,482,006	(5,728,235)
Other assets	(210,239,242)	(5,842,862)	(214,351,591)	(4,384,083)
Increase (decrease) in operating liabilities				
Payables to Clearing Houses and broker-dealers	1,035,780,170	(287,006,910)	1,035,780,170	(287,006,910)
Securities and derivatives business payables	(782,103,541)	1,092,505,232	(782,103,541)	1,092,505,232
Derivatives liabilities	(4,814,960)	(4,969,720)	(4,814,960)	(4,969,720)
Paid for long-term employee benefits	(7,743,750)	(11,057,856)	(1,900,000)	(10,731,832)
Other liabilities	43,922,207	130,516,206	34,733,275	125,303,981
Non-controlling interests of the subsidiary	(489,840)	-	-	-
Cash received from operating activities	455,094,681	164,496,331	437,816,026	158,617,762
Proceeds on interest income	182,193,756	129,296,740	190,930,974	129,254,713
Proceeds on dividend income	13,772,458	15,916,809	13,515,058	15,916,809
Cash paid for interest expense	(52,566,918)	(19,354,638)	(52,566,918)	(19,354,638)
Cash paid for income tax expense	(83,640,090)	(31,696,116)	(80,316,928)	(31,696,116)
Net cash provided by operating activities	514,853,887	258,659,126	509,378,212	252,738,530

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

Finansia Syrus Securities Public Company Limited and its subsidiaries

Statement of cash flows (continued)

For the year ended 31 December 2022

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from investing activities				
Cash received (paid) from investing activities				
Acquisition of subsidiaries - net of cash acquired	(479,628,332)	-	(50,489,540)	-
Cash loan to subsidiary	-	-	(490,000,000)	-
Proceeds on disposals of equipment	452,316	3,093,925	452,316	3,093,925
Cash paid for purchases of equipment	(42,861,909)	(41,719,556)	(30,415,901)	(41,719,556)
Cash paid for purchases of intangible assets	(60,739,215)	(9,684,727)	(56,937,504)	(9,684,727)
Net cash used in investing activities	(582,777,140)	(48,310,358)	(627,390,629)	(48,310,358)
Cash flows from financing activities				
Cash received (paid) from financing activities				
Cash received (paid) from borrowings from financial institutions	-	(350,000,000)	-	(350,000,000)
Cash received from debt issued	465,400,000	209,662,004	465,400,000	209,662,004
Cash paid for liabilities under finance lease agreement	(64,192,124)	(70,709,566)	(62,757,419)	(70,381,005)
Dividend paid	(58,117,143)	(34,882,382)	(58,117,143)	(34,882,382)
Net cash provided by (used in) financing activities	343,090,733	(245,929,944)	344,525,438	(245,601,383)
Net increase (decrease) in cash and cash equivalents	275,167,480	(35,581,176)	226,513,021	(41,173,211)
Cash and cash equivalents at the beginning of the year	185,987,239	221,568,415	162,366,660	203,539,871
Cash and cash equivalents at the ending of the year	461,154,719	185,987,239	388,879,681	162,366,660
	-		-	

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

Finansia Syrus Securities Public Company Limited and its subsidiaries

Statement of changes in owners' equity

For the year ended 31 December 2022

(Unit: Baht)

Consolidated financial statements												
Equity attributable to of the Company's shareholders												
Note	Issued and paid-up		Capital reserve for share-based payment transactions	Deficit as a result of change in holding percentage in the subsidiaries	Retained earnings		Other component of owners' equity			Total equity attributable to the Company's shareholders	Non-controlling interests of the subsidiaries	Total owners' equity
	share capital	Share premium			Appropriated - statutory reserve	Unappropriated	Exchange differences on translation of financial statements in foreign currency	Gain (loss) on investments in equity instruments designated at fair value through other comprehensive income				
Balance as at 1 January 2021	930,244,840	620,892,885	322,946	(251,580)	83,019,059	803,461,496	(7,158,957)	246,400	2,430,777,089	386,970	2,431,164,059	
Transfer to statutory reserve	-	-	-	-	10,005,425	(10,005,425)	-	-	-	-	-	
Profit for the year	-	-	-	-	-	300,126,975	-	-	300,126,975	48,193	300,175,168	
Other comprehensive income (loss) for the year	-	-	-	-	-	(13,623,901)	8,681,161	1,367	(4,941,373)	55,166	(4,886,207)	
Total comprehensive income for the year	-	-	-	-	10,005,425	276,497,649	8,681,161	1,367	295,185,602	103,359	295,288,961	
Dividend paid	32	-	-	-	-	(34,882,382)	-	-	(34,882,382)	-	(34,882,382)	
Balance as at 31 December 2021	930,244,840	620,892,885	322,946	(251,580)	93,024,484	1,045,076,763	1,522,204	247,767	2,691,080,309	490,329	2,691,570,638	
Balance as at 1 January 2022	930,244,840	620,892,885	322,946	(251,580)	93,024,484	1,045,076,763	1,522,204	247,767	2,691,080,309	490,329	2,691,570,638	
Profit for the year	-	-	-	-	-	207,453,448	-	-	207,453,448	8,624	207,462,072	
Other comprehensive income (loss) for the year	-	-	-	-	-	5,600,152	2,188,162	(382,178)	7,406,136	-	7,406,136	
Total comprehensive income for the year	-	-	-	-	-	213,053,600	2,188,162	(382,178)	214,859,584	8,624	214,868,208	
Acquisition of non-controlling interests	-	-	-	198,697	-	-	-	-	198,697	(498,759)	(300,062)	
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	363	363	
Dividend paid	32	-	-	-	-	(58,117,143)	-	-	(58,117,143)	-	(58,117,143)	
Balance as at 31 December 2022	930,244,840	620,892,885	322,946	(52,883)	93,024,484	1,200,013,220	3,710,366	(134,411)	2,848,021,447	557	2,848,022,004	

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

Finansia Syrus Securities Public Company Limited and its subsidiaries

Statement of changes in owners' equity (continued)

For the year ended 31 December 2022

(Unit: Baht)

		Separate financial statements					Other component of	
					Retained earnings		owners' equity	
		Capital reserve					Gain on investments	
		for share-based					in equity instruments	
		payment			Appropriated -		designated at fair value	
		transactions			statutory reserve		through other	Total
Note	Issued and paid-up	Share premium			Unappropriated	comprehensive income	owners' equity	
	share capital							
	930,244,840	620,892,885	322,946	83,019,059	781,246,681	246,400	2,415,972,811	
	-	-	-	10,005,425	(10,005,425)	-	-	
	-	-	-	-	296,427,359	-	296,427,359	
	-	-	-	-	(15,038,367)	1,367	(15,037,000)	
	-	-	-	10,005,425	271,383,567	1,367	281,390,359	
32	-	-	-	-	(34,882,382)	-	(34,882,382)	
Balance as at 31 December 2021	930,244,840	620,892,885	322,946	93,024,484	1,017,747,866	247,767	2,662,480,788	
	930,244,840	620,892,885	322,946	93,024,484	1,017,747,866	247,767	2,662,480,788	
	-	-	-	-	218,157,614	-	218,157,614	
	-	-	-	-	5,416,061	65,800	5,481,861	
	-	-	-	-	223,573,675	65,800	223,639,475	
32	-	-	-	-	(58,117,143)	-	(58,117,143)	
Balance as at 31 December 2022	930,244,840	620,892,885	322,946	93,024,484	1,183,204,398	313,567	2,828,003,120	
						-	-	

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

Finansia Syrus Securities Public Company Limited and its subsidiaries
Notes to consolidated financial statements
For the year ended 31 December 2022

1. General information

1.1 Company information

Finansia Syrus Securities Public Company Limited (“the Company”) is a public company incorporated under Thai laws and domiciled in Thailand. Its major shareholders are Pilgrim Finansa Investment Holdings (Pte.) Ltd. which held shares in the Company at the rates of 29.29% of the Company’s issued and paid-up share capital. The Company’s registered address as at 31 December 2022 is located at No. 999/9, 18th and 25th floors of The Offices at Centralworld, Rama 1 Road, Pathumwan Sub-district, Pathumwan District, Bangkok. Since 2 February 2023, the Company change registered address to be at No. 999/9, 18th floors of The Offices at Centralworld, Rama 1 Road, Pathumwan Sub-district, Pathumwan District, Bangkok.

The Company has been operating its businesses in Thailand and undertaken business licenses as follows:

1. Securities brokerage
2. Securities trading
3. Investment advisory
4. Securities underwriting
5. Financial advisory
6. Derivatives brokerage
7. Securities borrowing and lending
8. Mutual fund management
9. Private fund management

As at 31 December 2022 and 2021, the Company had 23 branches and 24 branches, respectively.

1.2 The shareholding and management restructuring plan of the Group

On 29 April 2022, the Annual General Meeting of the Company's shareholders has resolved to approve as follows:

1.1) Approved the shareholding and management restructuring plan and other relevant arrangements (the "Restructuring Plan") and the transfer of subsidiary's shares held by the Company to a public limited company operating business as a holding company, which forms part of the Restructuring Plan as follows:

- Approved the establishment of a public limited company as a holding company under the name "Finansia X Public Company Limited" ("Hold Co."). In this regard, the establishment was duly completed on 23 March 2022.

1.2) Approved the delisting of the Company's shares from being listed securities on the Stock Exchange of Thailand (the "SET") and relevant matters, including after the Restructuring Plan has been initially approved by the SET and the Company and its subsidiaries have obtained approval by the Office of the Securities and Exchange Commission (the "SEC Office") to change the shareholding structure, including permission from the SEC Office for Hold Co. to issue and offer new securities under the Notification No.TorJor.34/2552 and obtained a resolution approving the delisting of the Company's shares from the SET, Hold Co. shall make a tender offer for all securities of the Company subject to payment of the consideration in the form of its newly issued ordinary shares in exchange for the Company's ordinary shares at the ratio of 1 ordinary share of the Company to 1 ordinary share of Hold Co., under the condition that, in case it appears that the amount of shares accepted for sale through the tender offer for securities is less than 75 percent of the total voting rights of the Company, Hold Co. will cancel the tender offer for securities. After completion of the tender offer for securities, Hold Co. shall list its ordinary shares as listed securities on the SET in place of the Company's securities which will be delisted from the SET on the same day. Upon completion of the listing of Hold Co.'s securities on the SET in place of the Company's securities, Hold Co., as a direct shareholder of the Company, plans to acquire all subsidiary's shares held by the Company, whether directly or indirectly, as of the completion date of the shareholding restructuring, at the book value price based on the financial statements of each of such companies as of the closest ended date of the financial statements prior to the occurrence of the transfer of such subsidiary's shares, in order to shift the management of all companies in the group to be under the direct management of Hold Co.. Hold Co. has completed the incorporation of the Company, set up the organization structure, appointed the directors and determined the remuneration of director, and increased the registered capital of Hold Co. in order to accommodate the Shareholding and Management Restructuring Plan of the Company. In addition, on 10 January 2023, Hold Co. received the preliminary approval letter from the SET regarding the Shareholding and Management Restructuring Plan of the Company and the listing of the Hold Co.'s new ordinary shares on the SET to substitute for the ordinary shares of the Company. For the next step, Hold Co. will submit an application for approval for the offering for sale of newly issued securities with a tender offer for the existing securities of a listed company to the SEC. In this regard, the Company expects that the transfer of subsidiary's shares held by the Company to Hold Co. will complete by 2023.

2. Basis for preparation of financial statements

2.1 The financial statements have been prepared in accordance with Thai Financial Reporting Standards enunciated under the Accounting Professions Act B.E. 2547. The presentation of the financial statements has been made in compliance with the requirement of the Notification of the SEC relating to the format of the financial statements of securities companies (Version 3), No. SorThor. 6/2562 dated 8 January 2019.

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

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

2.2 Basis of consolidation

(a) The consolidated financial statements included the financial statements of the Company and the following subsidiaries:

Company's name	Nature of business	Country of incorporation	Percentage of shareholding	
			31 December 2022	31 December 2021
			(%)	(%)
<u>Subsidiaries directly held by the Company</u>				
FSS International Investment Advisory Securities Company Limited	Advisory	Thailand	100.00	96.25
Finansia Digital Asset Company Limited	Digital Asset Business	Thailand	100.00	-
<u>Subsidiary indirectly held by the Company</u>				
Finansa Securities Limited	Securities	Thailand	100.00	-

(b) The Company is deemed to have control over an investee or a subsidiary if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns.

(c) All subsidiaries are fully consolidated as from the date of acquisition, being the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.

- (d) The financial statements of the subsidiaries are prepared using the same significant accounting policies as those of the Company.
- (e) Material balances and transactions between the Company and its subsidiaries have been eliminated from the consolidated financial statements.
- (f) Non-controlling interests represent the portion of profit or loss and net assets of the subsidiaries that are not held by the Company and are presented separately in the consolidated profit or loss and within owners' equity in the consolidated statement of financial position.
- (g) The net assets in the financial statements of an overseas associate are translated into Baht using the exchange rate prevailing at the end of the reporting periods. Profit or loss of the associate is translated using a monthly average exchange rate. The resulting differences are shown under the caption of "Exchange differences on translation of financial statements in foreign currency" and presented as a part of other component of owners' equity in the statements of financial position.

2.3 Separate financial statements

The Company has prepared its separate financial statements, which present investments in subsidiaries and an associate under the cost method.

3. New financial reporting standards

3.1 Financial reporting standards that became effective in the current year

During the year, the Group has adopted the revised reporting standards and interpretations which are effective for fiscal year 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 providing accounting guidance for users of the standards.

The adoption of these financial reporting standard does not have any significant impact on the Group's financial statements.

3.2 Financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2023

The Federation of Accounting Professions issued a number of revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2023. 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.

The management of the Group believes that adoption of these amendments will not have any significant impact on the Group's financial statements.

4. Significant accounting policies

4.1 Revenue recognition

(a) Brokerage fees income

Brokerage fees income on securities and derivatives trading are recognised as revenue on the transaction dates.

(b) Fees and service income

Fees and service income are recognised as revenue, taking into account the stage of completion, which is measured based on service performed to date as a percentage of total service to be performed. Revenue is recognised when it is probable that the amount will be collected.

(c) Interest income

The Group recognises interest income using the effective interest rate method and recognised on an accrual basis.

The Group calculate interest income by applying the effective interest rate to the gross book value of financial assets. When financial assets are impaired, the Group calculate interest income using the effective interest rate, based on the net book value (gross book value less expected credit losses) of financial assets. If that financial assets are not credit impaired, the Group will calculate interest income on the original gross book value.

(d) Gain and return on financial instruments

Gain (loss) on investments and derivatives

Gain (loss) on investments and derivatives are recognised as income/expense on the transaction date.

Dividend

Dividend is recognised when the right to receive the dividend is established.

4.2 Expenses recognition

Expenses are recognised on an accrual basis.

Interest expense from financial liabilities at amortised cost is calculated using the effective interest method and recognised on an accrual basis.

4.3 Cash and cash equivalents

Cash and cash equivalents consist of cash on hand, all bank deposit accounts with an original maturity less than 3 months, short-term investments, promissory notes and term notes with an original maturity less than 3 months and exclude deposits used as collateral.

4.4 Recognition and derecognition of customers' assets

Cash received from customers on their cash balance accounts, credit balance accounts and derivatives trading accounts are recorded as assets and liabilities for internal control purposes. At the end of the reporting period, the Company excludes these amounts from its both assets and liabilities and presents only those belong to the Company.

4.5 Receivables from/payables to Clearing House and broker-dealer

Receivables from/payables to Clearing House and broker - dealer comprise the net receivable from/payables to Thailand Clearing House (TCH) for settlement of equity securities trading and derivatives trading, including cash collateral pledged with TCH for derivatives trading instruments and receivable/payables from overseas securities companies in respect of overseas securities trades settle through those companies.

4.6 Securities and derivatives business receivables

Securities and derivatives business receivables comprise the net securities and derivatives business receivables, and including related accrued interest receivables after deducting allowance for expected credit losses. In addition, securities business receivables comprise the net receivable balances of cash accounts, credit balance receivables for which the securities purchased are used as collateral, securities borrowing and lending receivables and guaranteed deposit receivables (which comprise cash placed as guarantee from borrowers of securities) as well as other receivables such as overdue cash customer accounts and receivables which are subject to legal proceedings, are undergoing restructuring or are settling in installments.

4.7 Securities borrowing and lending

The Company is engaged in securities borrowing and lending, whereby the Company acts as an agent and the Company is the intermediary between the borrowers and lenders of securities.

The Company records its obligations to return borrowed securities which it has lent as “Payables under securities borrowing and lending business” presented under securities and derivatives business payables in the statement of financial position and securities lent to customers are recorded as “Receivables under securities borrowing and lending business” presented under securities and derivatives business receivables in the statement of financial position. At the end of the reporting period, the balance of payables/receivables under securities and lending business are adjusted based on the latest offer price quoted on the Stock Exchange of Thailand of the last working day. Gains or losses arising from such adjustment are included in part of profit or loss. In addition, the Company records cash paid as collateral for securities borrowing as “Guaranteed deposit receivables” and cash received as collateral for securities lending as “Guaranteed deposit payables” presented under securities and derivatives business receivables/payables, respectively. Fees from borrowing and lending are recognised on an accrual basis over the term of the lending.

4.8 Financial instruments

The Group initially measures financial assets at its fair value plus, in the case of financial assets that are not measured at fair value through profit or loss, transaction costs. However, accrued service income, that do not contain a significant financing component are measured at the transaction price as disclosed in the accounting policy relating to revenue recognition.

The classification and measurement of financial assets and financial liabilities

Financial asset - debt instruments

The Group classify its financial assets - debt instruments as subsequently measured at amortised cost or fair value in accordance with the Group’s business model for managing the financial assets and the contractual cash flows characteristics of the financial assets as follows:

- A financial asset measured at amortised cost only if both following conditions are met: the financial assets are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. These financial assets are initially recognised at fair value on trade date and subsequently measured at amortised cost and presented net of allowance for expected credit losses (if any). Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

- A financial asset measured at fair value through other comprehensive income only if both following conditions are met: the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets as well as and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. These financial assets are initially recognised at fair value and subsequently measured at fair value. The unrealised gains or losses from changes in their fair value are reported as a component of shareholders' equity through other comprehensive income until realised, after which such gains or losses on disposal of the instruments will be recognised as gain or losses in income statement. The gains or losses on foreign exchange, expected credit losses, and interest income which calculated using the effective interest rate method are recognised in profit or loss.
- A financial asset measured at fair value through profit or loss unless the financial assets are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows or the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. These financial assets are initially recognised at fair value and subsequently measured at fair value. Unrealised gains and losses from change in fair value, and gains and losses on disposal of instruments are recognised as gains (losses) on financial instruments measured at fair value through profit or loss.

Financial asset - equity instruments

The Group has classified investment in equity securities that not held for trading but held for strategic purposes or for securities with potential for high market volatility as the financial asset measured at fair value through other comprehensive income, where an irrevocable election has been made by the management. Such classification is determined on an instrument-by-instrument basis. Gains and losses arising from changes in fair value is recognised in other comprehensive income and not subsequently transferred to profit or loss when disposal, instead, it is transferred to retained earnings. Dividends on these investments are recognised in profit or loss, unless the dividends clearly represent a recovery of part of the cost of the investment, in which case, the gains are recognised in other comprehensive income.

Financial liabilities

The Group classifies financial liabilities as measured at amortised cost. Financial liabilities are initially recognised at fair value and subsequently measured at amortised cost except for payables under securities borrowing and lending business, derivative (losses) that measured at fair value through profit or loss.

Offsetting

Financial assets and financial liabilities are offset, and the net amount is presented in the statement of financial position when the Group has a legal right to offset the amounts and intends to settle on a net basis or to realise the asset and settle the liability simultaneously.

Regular way purchases and sales of financial assets

Regular way purchases and sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the marketplace are recognised on the trade date, i.e., the date on which the Group commits to purchase or sell the asset/the settlement date, i.e., the date on which an asset is delivered.

Derecognition of financial instruments

The Group derecognises a financial asset when the contractual cash flows from the asset expire or it transfers its rights to receive contractual cash flows on the financial asset in a transaction in which all or substantially all the risks and rewards of ownership are transferred. Any interest from transferred financial assets, which is created or retained by the Group, are still recognised as financial assets.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in profit or loss.

Write-off

Debts that are determined to be irrecoverable are written-off in the year in which the decision is taken. This is generally the case when the Group determines that the counterparties does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written-off are still subject to enforcement activities in order to comply with the Group's procedures for recovery of amount due.

4.9 Derivative

(a) Derivative warrants

The Company initially recognises the fair value of derivative warrants as financial liabilities. Unrealised gains or losses resulting from changes in the fair values of derivative warrants are recognised in profit or loss. The fair value of marketable derivative warrants is calculated with reference to the last offer price quoted on the Stock Exchange of Thailand on the last working day.

(b) Futures

The Company initially recognises future at fair values. Gains or losses from changes in the fair value of future is included in profit or loss. The fair value of marketable futures is calculated with reference to the settlement prices quoted on Thailand Futures Exchange Public Company Limited on the last working day.

(c) Options

Options are recorded at fair value. Gains or losses from changes in the fair value of options is included in profit or loss. The fair value of marketable options is calculated with reference to the settlement prices quoted on Thailand Futures Exchange Public Company Limited on the last working day.

(d) Forward contracts

Forward contracts are recorded at fair value. Unrealised gains or losses on revaluation are included in determining income.

4.10 Allowance for expected credit loss on financial assets

The Group recognises expected credit losses of financial asset - debt instruments which are cash equivalents, receivables from clearing house and brokers, cash accounts, credit balance accounts, guarantee deposit receivables, derivatives business receivables, other securities and derivatives business receivables, investments in debt securities, loans to subsidiary and partially of other assets, which are measured at amortised cost or fair value through other comprehensive income using the General Approach. The Group recognises allowance for expected credit losses at the amount equal to the lifetime expected credit losses when there has been a significant increase in credit risk compared to initial recognition but that are not credit impaired, or credit impaired. However, when there has not been a significant increase in credit risk compared to initial recognition, the Group recognise allowance for expected credit losses at the amount equal to the expected credit losses in the next 12 months.

At every reporting date, the amount of allowance for expected credit losses will be reassessed to reflect changes in credit risk of financial assets since initial recognition of related financial instruments.

Measurement of expected credit loss is calculated from probability of default, possible loss given default and exposure at default, assessment of probability of default and loss given default depends on their historical loss experience, adjusts this for current observable data and plus on the reasonable and supportable forecasts of future economic conditions. Exposure at default is presented at gross amount of assets at reporting date. The Group has established the process to review and monitor methodologies, assumptions and forward-looking macroeconomics scenarios on a regular basis.

The allowance for expected credit losses on credit balance accounts is based on historical loss experience, adjusts this for specific factor and plus on forecasts of future economic conditions. In determining whether credit risk has increased significantly since initial recognition, the Group take into account the status of outstanding receivables and maintenance of required collateral values in the contract.

At every reporting date, the Group will determine whether credit risk of other debt instruments and deposit at financial institutions has increased significantly since initial recognition, by mainly taking into account internal and external credit rating of the counterparties as well as overdue status.

The Group assesses whether the credit risk has increased significantly from the date of initial recognition on an individual or collective basis. In order to perform collective evaluation of impairment, the Group classifies financial assets on the basis of shared credit risk characteristics, such as the type of instrument, internal credit rating, overdue status, and other relevant factors.

Financial assets are assessed to be credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of the counterparties have occurred, there are indications that the borrower is experiencing significant financial difficulties, or there is a breach of contract, as well as delinquency.

For accrued fee and service income and partial other assets, the Group consider using a simplified approach to determine expected credit losses over the expected life.

Increase (decrease) in an allowance for expected credit losses is recognised as expenses during the year in profit or loss. In the case, the Group receives money from its receivables which are written-off, the Group will credit against expected credit losses in profit or loss.

4.11 Investments in subsidiaries and an associate

(a) Consolidated financial statements

Investments in an associate are accounted for in the consolidated financial statements using the equity method.

(b) Separate financial statements

Investments in subsidiaries and an associate are stated in the separate financial statements at cost net of allowance for impairment loss (if any).

4.12 Office condominium and equipment and depreciation

Office condominium and equipment is stated at cost less accumulated depreciation and allowance for impairment (if any).

Depreciation of assets is calculated by reference to their cost on the straight-line method over the following estimated useful life:

Office condominium	20 years
Office equipment	5 years
Furniture and fixtures	5 years
Motor vehicles	5 and 8 years
Leasehold improvement	14 years

No depreciation is provided for assets under installation.

Depreciation is included in profit or loss.

An item of office condominium and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on disposal of an asset is included in profit or loss when the asset is derecognised.

4.13 Leases

At inception of contract, the Group assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The Group applied a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. At the commencement date of the lease (i.e. the date the underlying asset is available for use), the Group recognises right-of-use assets representing the right to use underlying assets and lease liabilities based on lease payments.

Right-of-use assets

Right-of-use assets are measured at cost, less accumulated depreciation, any accumulated impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities initially recognised, initial direct costs incurred, and lease payments made at or before the commencement date of the lease, and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located less any lease incentives received.

Depreciation of right-of-use assets is calculated by reference to their costs, on the straight-line basis over the shorter of the lease term estimation and the estimated useful lives as follows:

Building and leasehold improvement	2 - 14 years
Office equipment	2 years
Motor vehicles	2 - 5 years

If ownership of the leased asset transfers to the Group at the end of the lease term or the cost of such asset reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

Lease liabilities

Lease liabilities are measured at the present value of the lease payments to be made over the lease term. The lease payments include fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be payable under residual value guarantees. Moreover, the lease payments include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating the lease, if the lease term reflects the Group exercising an option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses in the year in which the event or condition that triggers the payment occurs.

The Group discounted the present value of the lease payments by the interest rate implicit in the lease or the Group's incremental borrowing rate. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a change in the lease term, a change in the lease payments or a change in the assessment of an option to purchase the underlying asset.

Short-term leases and leases of low-value assets

A lease that has a lease term less than or equal to 12 months from commencement date or a lease of low-value assets is recognised as expenses on a straight-line basis over the lease term.

4.14 Intangible assets and amortisation

Intangible assets are recognised at cost. Following the initial recognition, intangible assets are carried at cost less any accumulated amortisation and allowance for impairment (if any).

Intangible assets with finite life are amortised on the straight-line basis over the economic useful lives and tested for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method of such intangible assets are reviewed at least at each financial year end. The amortisation expense is charged to profit or loss.

Intangible assets with finite useful life are amortised on the straight-line basis over the estimated period of their economic benefits as follows:

Futures Exchange membership fee	10 years
Retail brokerage business acquisition cost	2 years
Computer softwares	5 -15 years
Right to use system	5 years

No amortisation is provided for computer softwares under development and exchange membership fee.

4.15 Impairment of non-financial asset

At the end of each reporting period, the Group perform impairment reviews in respect of office condominium and equipment, other intangible assets and right-of-use assets whenever events or changes in circumstances indicate that an asset may be impaired. An impairment loss is recognised when the recoverable amount of an asset, which is the higher of the asset's fair value less costs to sell and its value in use, is less than the carrying amount.

An impairment loss is recognised in profit or loss.

4.16 Income tax

Income tax represent the sum of corporate income tax currently payable and deferred tax.

Current tax

Current income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

Deferred income tax is provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of the reporting period.

The Group recognise deferred tax liabilities for all taxable temporary differences while they recognise deferred tax assets for all deductible temporary differences and tax losses brought forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences and tax losses brought forward can be utilised.

At each reporting date, the Group review and reduce the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised.

The Group record deferred income tax directly to owners' equity if the taxes relate to items that are recorded directly to owners' equity.

4.17 Borrowings from financial institution

Borrowings from financial institution is recognised initially at the fair value of the proceeds received. Borrowings from financial institution is subsequently stated at amortised cost, using the effective interest method. Any difference between proceeds and the redemption value is recognised in the statements of comprehensive income over the period of the borrowings.

4.18 Securities and derivatives business payables

Securities and derivatives business payables are the obligations of the Company in respect of its securities and derivatives business with outside parties, such as the net payable balances of cash accounts, securities delivery obligations as a result of short sales and obligations to return assets held by the Company as collateral for securities lending.

4.19 Employee benefits

(a) Short-term employee benefits

Salaries, wages, bonuses and contributions to the social security fund are recognised as expenses when incurred.

(b) Post-employment benefits

Defined contribution plan

The Group and their employees have jointly established a provident fund. The fund is monthly contributed by employees and by the Group. The fund's assets are held in a separate trust fund and contributions of the Group are recognised as expenses when incurred.

Defined benefit plan

The Group have obligations in respect of the severance payments they must make to employees upon retirement under labor law. The Group treat these severance payment obligations as a defined benefit plan.

The obligation under the defined benefit plan is determined by a professionally qualified independent actuary based on actuarial techniques, using the projected unit credit method.

Actuarial gains and losses arising from the defined benefit plan are recognised in other comprehensive income or loss.

4.20 Debt issued

Debt issued are initially recognised at the fair value of the proceeds received. Debt issued are subsequently measured at amortised cost, using the effective interest method. Any difference between proceeds and the redemption value is recognised in the statements of comprehensive income over the period of the borrowings.

4.21 Provisions for liabilities

Provisions are recognised when the Group have a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

4.22 Related party transactions

Related parties comprise individuals or enterprises and individuals that control, or are controlled by the Group, whether directly or indirectly, or which are under common control with the Group.

They also include associated companies and individuals or enterprises which directly or indirectly own a voting interest in the Group that give them significant influence over the Group, key management personnel, directors and officers with authority in the planning and direction of the Group's operations, together with closed family members of such persons and companies which are controlled or influenced by them, whether directly or indirectly.

4.23 Foreign currencies

The consolidated and separate financial statements are presented in Baht, which is also the Group's functional currency. Items of each entity included in the consolidated financial statements are measured using the functional currency of each entity.

Transactions in foreign currencies are translated into Baht at the exchange rate ruling at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into Baht at the exchange rate ruling at the end of reporting periods.

Gains and losses on exchange are included in profit or loss.

4.24 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between buyer and seller (market participants) at the measurement date. The Group apply a quoted market price in an active market to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in case of no active market of an identical asset or liability or when a quoted market price is not available, the Group measure fair value using valuation techniques that are appropriate in the circumstances and maximises the use of relevant observable inputs related to assets and liabilities that are required to be measured at fair value.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy into three levels based on categorisation of input to be used in fair value measurement as follows:

- Level 1 Use of quoted market prices in an observable active market for such assets or liabilities
- Level 2 Use of other observable inputs for such assets or liabilities, whether directly or indirectly
- Level 3 Use of unobservable inputs such as estimates of future cash flows

At the end of each reporting period, the Group determine whether transfers have occurred between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

5. Significant accounting judgements and estimates

The preparation of financial statements in conformity with financial reporting standards at times requires management to make subjective judgements and estimates regarding matters that are inherently uncertain. These judgements and estimates affect reported amounts and disclosures, and actual results could differ from these estimates. Significant judgements and estimates are as follows:

5.1 Recognition and derecognition of assets and liabilities

In considering whether to recognise or to derecognise assets or liabilities, the management is required to make judgement on whether significant risk and rewards of those assets or liabilities have been transferred, based on their best knowledge of the current events and arrangements.

5.2 Allowance for expected credit losses on financial assets

The management is required to use judgement in estimation in determining the allowance for expected credit losses of financial assets. The calculation of allowance for expected credit losses of the Group is based on the criteria of assessing if there has been a significant increase in credit risk, the development of complex expected credit losses model, analysis of collective and individual receivables status including the choice of inputs the forecasted macroeconomic variables in the model. This estimation has various relevant factors; therefore, the actual results may differ from estimates.

5.3 Office condominium and equipment and depreciation

In determining depreciation of office condominium and equipment, the management is required to make estimates of the useful life and residual values of office condominium and equipment and to review estimated useful life and residual values when there are any changes.

In addition, the management is required to review office condominium and equipment for impairment on a periodical basis and record impairment losses in the period when it is determined that their recoverable amount is lower than their carrying cost. This requires judgements regarding forecast of future revenues and expenses relating to the assets subject to the review.

5.4 Determining the lease term of contracts with renewal and termination options

In determining the lease term, the management is required to use judgement in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease considering all relevant facts and circumstances that create an economic incentive for it to exercise either the renewal or termination.

5.5 Estimating the incremental borrowing rate

The Group cannot readily determine the interest rate implicit in the lease, therefore, the management is required to exercise judgement in estimating its incremental borrowing rate to discount lease liabilities. The incremental borrowing rate is the rate of interest that the Group would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment.

5.6 Intangible assets

The initial recognition and measurement of intangible assets and subsequent impairment testing require management to make estimates of cash flows to be generated by the asset or the cash generating units and to choose a suitable discount rate in order to calculate the present value of those cash flows.

5.7 Deferred tax assets

Deferred tax assets are recognised for deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the temporary differences and losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of estimated future taxable profits.

5.8 Post-employment benefit under defined benefit plans

The obligation under the defined benefit plan is determined based on actuarial techniques. Such determination is made based on various assumptions, including discount rate, future salary incremental rate, mortality rate and staff turnover rate.

5.9 Fair value of financial instruments

In determining the fair value of financial instruments recognised in the statement of financial position that are not actively traded and for which quoted market prices are not readily available, the management exercise judgement, using a variety of valuation techniques and models. The input to these models is taken from observable markets, and includes consideration of credit risk, liquidity, correlation and longer-term volatility of financial instruments. Change in assumptions about these could affect the fair value recognised in the statements of financial position and disclosures of fair value hierarchy.

5.10 Litigation

The Group have contingent liabilities as a result of litigation whereby the management have used judgement to assess the outcome of the litigation cases. In case where the management believe that loss will not be incurred, no contingent liabilities will be recorded for such cases.

6. Cash and cash equivalents

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 December	31 December	31 December	31 December
	2022	2021	2022	2021
Cash, short-term deposits, short-term note receivables and short-term investments with original maturity periods of less than 3 months	1,679,117	2,333,189	1,606,842	2,309,569
Less: Cash deposits held for customers	(1,217,786)	(2,147,026)	(1,217,786)	(2,147,026)
Less: Allowance for expected credit loss	(176)	(176)	(176)	(176)
Cash and cash equivalents	<u>461,155</u>	<u>185,987</u>	<u>388,880</u>	<u>162,367</u>

Supplemental cash flows information

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the years ended 31 December			
	2022	2021	2022	2021
Non-cash items:				
Purchase of equipment and intangible assets on credit	5,172	36	5,129	36
Increasing of right-of-use assets and lease liabilities	22,685	46,149	21,217	46,149

7. Receivables from Clearing House and broker-dealers

(Unit: Thousand Baht)

	Consolidated and separate	
	financial statements	
	31 December 2022	31 December 2021
Receivables from Clearing House	1,126,431	1,091,286
Receivables from overseas securities companies	890,445	474,425
Receivables from securities company	-	518
Less: Receivables from Clearing House held for customers' account	(128,272)	(205,956)
Less: Receivables from overseas securities companies for customers' account	(844,257)	(488,274)
Receivables from Clearing House and broker-dealers	<u>1,044,347</u>	<u>871,999</u>

8. Securities and derivatives business receivables

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	31 December 2022	31 December 2021
<u>Securities business receivables</u>		
Cash accounts	2,061,447	2,239,710
Credit balance accounts	2,236,872	1,966,260
Collateral receivables	58,016	103,298
Receivables under securities borrowing and lending business	5,895	13,430
Other receivables	12,208	9,899
Total securities business receivables	4,374,438	4,332,597
Add: Accrued interest receivables	12,170	9,130
Less: Allowance for expected credit losses	(8,761)	(8,148)
Securities business receivables	4,377,847	4,333,579
<u>Derivatives business receivables</u>		
Derivatives business receivables	18,028	8,340
Other receivables	5,911	5,949
Less: Allowance for expected credit losses	(8,911)	(7,949)
Derivatives business receivable	15,028	6,340
Securities and derivatives business receivables	4,392,875	4,339,919

8.1 Classification of securities and derivatives business receivables

As at 31 December 2022 and 2021, classification is as follows:

(Unit: Thousand Baht)

	Consolidated and separate financial statements		
	31 December 2022		
	Securities and derivatives business receivables and accrued interest	Exposure at Default	Allowance for expected credit loss
<u>Securities business receivables</u>			
Performing loans	4,374,400	4,374,400	-
Under-performing loans	-	-	-
Credit impaired loans	12,208	12,208	(8,761)
Total securities business receivables	4,386,608	4,386,608	(8,761)
<u>Derivatives business receivables</u>			
Performing loans	18,028	18,028	(3,000)
Under-performing loans	-	-	-
Credit impaired loans	5,911	5,911	(5,911)
Total derivatives business receivables	23,939	23,939	(8,911)
Total securities and derivatives business receivables	4,410,547	4,410,547	(17,672)

(Unit: Thousand Baht)

	Consolidated and separate financial statements		
	31 December 2021		
	Securities and derivatives business receivables and accrued interest	Exposure at Default	Allowance for expected credit loss
<u>Securities business receivables</u>			
Performing loans	4,331,828	4,331,828	-
Under-performing loans	-	-	-
Credit impaired loans	9,899	9,899	(8,148)
Total securities business receivables	4,341,727	4,341,727	(8,148)
<u>Derivatives business receivables</u>			
Performing loans	8,340	8,340	(2,000)
Under-performing loans	-	-	-
Credit impaired loans	5,949	5,949	(5,949)
Total derivatives business receivables	14,289	14,289	(7,949)
Total securities and derivatives business receivables	4,356,016	4,356,016	(16,097)

9. Derivatives assets and derivatives liabilities

(Unit: Thousand Baht)

Consolidated and separate financial statements				
31 December 2022				
Assets			Liabilities	
Fair value	Notional amount	Fair value	Notional amount	
Type of risk				
Equity price				
- Derivatives warrants	-	-	46,912	368,676
- Futures ⁽¹⁾	-	292,898	-	193,033
- Options	330	30,145	4,098	43,355
Total	330	323,043	51,010	605,064

⁽¹⁾ Futures contracts are cash settlement. Real exposure is a difference between cost of futures contracts and underlying assets level on settlement date. For the fair value of outstanding futures contracts as at 31 December 2022; the fair value of derivative assets and liabilities for futures contracts are Baht 7 million and Baht 3 million, respectively included in "Receivables from Clearing House and broker-dealers".

(Unit: Thousand Baht)

Consolidated and separate financial statements				
31 December 2021				
Assets			Liabilities	
Fair value	Notional amount	Fair value	Notional amount	
Type of risk				
Equity price				
- Derivatives warrants	-	-	16,532	780,065
- Futures ⁽¹⁾	-	305,923	-	456,029
- Options	5,748	119,770	2,035	123,595
Total	5,748	425,693	18,567	1,359,689

⁽¹⁾ Futures contracts are cash settlement. Real exposure is a difference between cost of futures contracts and underlying assets level on settlement date. For the fair value of outstanding futures contracts as at 31 December 2021; the fair value of derivative assets and liabilities for futures contracts are Baht 7 million and Baht 10 million, respectively included in "Receivables from Clearing House and broker-dealers".

Delivery method of the derivatives warrants is cash settlement between the close price of the underlying asset as quoted on the last trading date and the exercise price.

10. Investments

10.1 Cost and fair value

(Unit: Thousand Baht)

	Consolidated financial statements	
	31 December 2022	31 December 2021
	Fair value/ Amortised cost	Fair value/ Amortised cost
Non-collateralised investments		
<u>Fair value</u>		
Investments measured at fair value through profit or loss		
Marketable equity instruments in domestic market at fair value	437,289	710,917
Unit trusts	51,529	50,009
Less: Investments held for customers	(50,208)	(50,009)
Total	438,610	710,917
Investments measured at fair value through other comprehensive income		
Non-marketable equity instruments in domestic market	12,691	3,191
Total	12,691	3,191
<u>Amortised cost</u>		
Investments measured at amortised cost		
Fixed deposits	2,610,097	2,900,097
Bank of Thailand bond	4,909,151	3,916,314
Less: Investments held for customers	(7,409,248)	(6,816,411)
Total	110,000	-
Investments	561,301	714,108

(Unit: Thousand Baht)

Separate financial statements

	31 December 2022	31 December 2021
	Fair value/ Amortised cost	Fair value/ Amortised cost
Non-collateralised investments		
<u>Fair value</u>		
Investments measured at fair value through profit or loss		
Marketable equity instruments in domestic market at fair value	437,289	710,917
Unit trusts	50,208	50,009
Less: Investments held for customers	(50,208)	(50,009)
Total	437,289	710,917
Investments measured at fair value through other comprehensive income		
Non-marketable equity instruments in domestic market	3,274	3,191
Total	3,274	3,191
<u>Amortised cost</u>		
Investments measured at amortised cost		
Fixed deposits	2,500,097	2,900,097
Bank of Thailand bond	4,909,151	3,916,314
Less: Investments held for customers	(7,409,248)	(6,816,411)
Total	-	-
Investments	440,563	714,108

10.2 Investments in deposits at financial institutions and investments in debt securities classified by remaining periods of contracts

(Unit: Thousand Baht)

	Consolidated financial statements			
	31 December 2022			
	Within 1 year	1 - 5 years	No maturity	Total
Investments measured at amortised cost				
Fixed deposits	2,610,097	-	-	2,610,097
Bank of Thailand bond	4,909,151	-	-	4,909,151
Less: Investments held for customers	(7,409,248)	-	-	(7,409,248)
Total	110,000	-	-	110,000

(Unit: Thousand Baht)

	Separate financial statements			
	31 December 2022			
	Within 1 year	1 - 5 years	No maturity	Total
Investments measured at amortised cost				
Fixed deposits	2,500,097	-	-	2,500,097
Bank of Thailand bond	4,909,151	-	-	4,909,151
Less: Investments held for customers	(7,409,248)	-	-	(7,409,248)
Total	-	-	-	-

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	31 December 2021			
	Within 1 year	1 - 5 years	No maturity	Total
Investments measured at amortised cost				
Fixed deposits	2,900,097	-	-	2,900,097
Bank of Thailand bond	3,916,314	-	-	3,916,314
Less: Investments held for customers	(6,816,411)	-	-	(6,816,411)
Total	-	-	-	-

10.3 Investments in equity instruments designated at fair value through other comprehensive income

(Unit: Thousand Baht)

Consolidated financial statements					
31 December 2022					
Investments	Reason for use of alternative in presentation as mentioned	Fair value	Dividend received	Retained earning or retained losses transferred in owner's equity	Reason to transfer
Securities Industry	Intend to held for long-term	11,831	323	-	-
Others	Intend to held for long-term	860	-	-	-
Total		12,691	323	-	

(Unit: Thousand Baht)

Separate financial statements					
31 December 2022					
Investments	Reason for use of alternative in presentation as mentioned	Fair value	Dividend received	Retained earning or retained losses transferred in owner's equity	Reason to transfer
Securities Industry	Intend to held for long-term	2,414	66	-	-
Others	Intend to held for long-term	860	-	-	-
Total		3,274	66	-	

(Unit: Thousand Baht)

Consolidated and separate financial statements					
31 December 2021					
Investments	Reason for use of alternative in presentation as mentioned	Fair value	Dividend received	Retained earning or retained losses transferred in owner's equity	Reason to transfer
Securities Industry	Intend to held for long-term	2,330	44	-	-
Others	Intend to held for long-term	861	-	-	-
Total		3,191	44	-	

11. Investments in subsidiaries and an associate

11.1 Details of investments in subsidiaries and an associate

Investments in subsidiaries and an associate as at 31 December 2022 and 2021 were as follows:

Company's name	Consolidated financial statements							
	Nature of business	Country of incorporation	Type of investment	Percentage of shareholding		Investment value under equity method		
				31 December 2022	31 December 2021	31 December 2022	31 December 2021	
				(%)	(%)	(Thousand Baht)	(Thousand Baht)	
Associate								
SBI Royal Securities Plc.	Securities	Cambodia	Equity securities	20.01	20.01	141,955	135,122	
Total Investment in an associate						141,955	135,122	
Company's name	Separate financial statements							
	Nature of business	Country of incorporation	Type of investment	Percentage of shareholding		Investment value under cost method		
				31 December 2022	31 December 2021	31 December 2022	31 December 2021	
				(%)	(%)	(Thousand Baht)	(Thousand Baht)	
Subsidiary								
FSS International Investment Advisory Securities Company Limited	Advisory	Thailand	Equity securities	100.00	96.25	8,190	7,700	
Finansia Digital Asset Company Limited	Digital Asset Business	Thailand	Equity securities	100.00	-	50,000	-	
Total Investment in subsidiaries						58,190	7,700	
Associate								
SBI Royal Securities Plc.	Securities	Cambodia	Equity securities	20.01	20.01	105,462	105,462	
Total Investment in an associate						105,462	105,462	
Total investments in subsidiaries and an associate						163,652	113,162	

11.2 Share of gain and dividend income from an associate

(Unit: Thousand Baht)

Company's name	Consolidated financial statements				Separate financial statements	
	Share of gain from investments in an associate		Shares of other comprehensive income from investments in an associate		Dividend received during the years ended 31 December	
	for the years ended 31 December		for the years ended 31 December		years ended 31 December	
	2022	2021	2022	2021	2022	2021
Associate						
SBI Royal Securities Plc.	4,098	3,080	2,735	10,852	-	-
Total	4,098	3,080	2,735	10,852	-	-

During the years ended 31 December 2022 and 2021, the Company recognised shares of gain from the associate under equity method based on financial information, as prepared by the associate's management. The Company already received the 2021 financial statements of the associate which were audited by the associate's auditors, and showed the amounts that are not significantly different from the financial information prepared by the associate's management used in recognition of share of comprehensive income in that year.

11.3 Summarised financial information about material associate

Summarised information from statements of financial position

	(Unit: Million Baht)	
	Associate	
	SBI Royal Securities Plc.	
	31 December 2022	31 December 2021
Cash and cash equivalents	534	503
Other current assets	16	13
Non-current assets	36	35
Current liabilities	(7)	(7)
Net assets	<u>579</u>	<u>544</u>
Shareholding percentage	20.01	20.01
The Company's equity interest in the investments' net assets	116	110
Goodwill	25	25
Total investment values	<u>141</u>	<u>135</u>
Carrying values of investments in an associate (under equity method)	<u>141</u>	<u>135</u>

Summarised information from statements of comprehensive income

(Unit: Million Baht)

	Associate	
	SBI Royal Securities Plc.	
	For the years ended 31 December	
	2022	2021
Revenues	47	45
Profit for the year	20	15
Other comprehensive income for the year	-	-
Total comprehensive income for the year	20	15

11.4 Investment in subsidiaries

On 5 May 2022, FSS International Investment Advisory Securities Company Limited (“FSSIA”), a subsidiary of the Company in which the Company holds 96.25 percent has acquired ordinary shares in Finansa Securities Limited (“FSL”) in the amount of 39,999,995 shares with a par value of Baht 10 per share, representing approximately 100.00 percent of all issued shares of FSL, at the purchase price of Baht 12.2547 per share, totaling Baht 490.19 million from FNS Holdings Public Company Limited (Formerly known as “Finansa Public Company Limited”) (“FNS”) and Finansa Fund Management Company Limited. The Company has also acquired ordinary shares in FSSIA in the amount of 3,000 shares with a par value of Baht 100 per share, representing 3.75 percent of all issued shares of FSSIA, at the purchase price of Baht 163.28 per share, totaling Baht 0.49 million in order to avoid cross holding between FSL and FSSIA following the Investment in FSL.

a) Consideration transferred

The following table summarises the fair value of the consideration transferred.

	(Unit: Thousand Baht)
Cash paid	490,188
Total consideration transferred	490,188

b) The acquisition-related costs

Acquisition-related costs of Baht 2.70 million were included in the consolidated statement of comprehensive income for the year ended 31 December 2022.

c) Fair value of the identifiable assets and liabilities

The fair value of the identifiable assets and liabilities of Finansa Securities Limited at the date of acquisition were as follows:

	(Unit: Thousand Baht)
Cash and cash equivalents	10,560
Trade and other receivables	29,420
Investments	119,628
Building and equipment	384,299
Right-of-use assets	1,500
Deferred tax assets	7,989
Other assets	381
Other current liabilities	(21,471)
Provision for long-term employee benefits	(40,574)
Lease liabilities	(1,544)
Total identifiable net assets	<u>490,188</u>
Add (Less): Goodwill (a gain from a bargain purchase)	<u>-</u>
Purchase consideration transferred	<u><u>490,188</u></u>

12. Allowance for expected credit losses

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 December	31 December	31 December	31 December
	2022	2021	2022	2021
<u>Allowance for expected credit losses of accounts</u>				
Cash and cash equivalents	176	176	176	176
Securities and derivatives business receivables	17,672	16,097	17,672	16,097
Other assets	4,782	2,856	2,856	2,856
Total	22,630	19,129	20,704	19,129

As at 31 December 2022 and 2021, allowance for expected credit losses of securities and derivatives business receivables are as follows:

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	31 December 2022			
	Allowance for expected credit losses			
	12-month ECL	Lifetime ECL - not credit impaired	Lifetime ECL - credit impaired	Total
Beginning balance	2,000	-	14,097	16,097
Changes from revaluation of expected credit losses	-	-	575	575
Others	1,000	-	-	1,000
Ending balance	3,000	-	14,672	17,672

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	31 December 2021			
	Allowance for expected credit losses			
	12-month ECL	Lifetime ECL - not credit impaired	Lifetime ECL - credit impaired	Total
Beginning balance	1,000	-	14,151	15,151
Changes from revaluation of expected credit losses	-	-	(54)	(54)
Others	1,000	-	-	1,000
Ending balance	2,000	-	14,097	16,097

13. Office condominium and equipment

(Unit: Thousand Baht)

	Consolidated financial statements					Total
	Office equipment	Furniture and fixtures	Office condominium and leasehold improvement	Motor vehicles	Equipment under installation	
Cost						
1 January 2021	289,488	161,545	39,009	10,885	2,385	503,312
Additions	20,980	4,027	470	-	3,802	29,279
Disposals/write-off	(23,218)	(14,194)	-	(8,745)	-	(46,157)
Transfers in (out)	1,777	1,383	1,363	-	(4,523)	-
31 December 2021	289,027	152,761	40,842	2,140	1,664	486,434
Acquisitions of subsidiaries						
during the year	15,054	17,718	370,676	15,986	-	419,434
Additions	22,031	4,584	-	7,399	9,461	43,475
Disposals/write-off	(30,093)	(42,567)	(201)	(2,107)	-	(74,968)
Transfer in (out)	1,266	4,419	-	-	(5,685)	-
31 December 2022	297,285	136,915	411,317	23,418	5,440	874,375
Accumulated depreciation						
1 January 2021	239,925	152,697	236	10,885	-	403,743
Depreciation for the year	22,655	4,397	2,885	-	-	29,937
Accumulated depreciation on						
disposals/write-off	(22,339)	(14,194)	-	(8,745)	-	(45,278)
31 December 2021	240,241	142,900	3,121	2,140	-	388,402
Acquisitions of subsidiaries						
during the year	12,212	11,866	4,642	6,415	-	35,135
Depreciation for the year	21,686	5,068	11,099	1,073	-	38,926
Accumulated depreciation on						
disposal/write-off	(29,615)	(42,078)	-	(2,107)	-	(73,800)
31 December 2022	244,524	117,756	18,862	7,521	-	388,663
Net book value						
31 December 2021	48,786	9,861	37,721	-	1,664	98,032
31 December 2022	52,761	19,159	392,455	15,897	5,440	485,712
Depreciation for the year ended						
31 December 2021						29,937
31 December 2022						38,926

(Unit: Thousand Baht)

	Separate financial statements					Total
	Office equipment	Furniture and fixtures	Leasehold improvement	Motor vehicles	Equipment under installation	
Cost						
1 January 2021	289,488	161,545	39,009	10,885	2,385	503,312
Additions	20,980	4,027	470	-	3,802	29,279
Disposals/write-off	(23,218)	(14,194)	-	(8,745)	-	(46,157)
Transfers in (out)	1,777	1,383	1,363	-	(4,523)	-
31 December 2021	289,027	152,761	40,842	2,140	1,664	486,434
Additions	19,825	4,493	-	-	6,097	30,415
Disposals/write-off	(29,645)	(42,567)	(34)	(2,107)	-	(74,353)
Transfer in (out)	1,266	4,419	-	-	(5,685)	-
31 December 2022	280,473	119,106	40,808	33	2,076	442,496
Accumulated depreciation						
1 January 2021	239,925	152,697	236	10,885	-	403,743
Depreciation for the year	22,655	4,397	2,885	-	-	29,937
Accumulated depreciation on disposals/write-off	(22,339)	(14,194)	-	(8,745)	-	(45,278)
31 December 2021	240,241	142,900	3,121	2,140	-	388,402
Depreciation for the year	21,070	3,889	2,912	-	-	27,871
Accumulated depreciation on disposal/write-off	(29,614)	(42,077)	-	(2,107)	-	(73,798)
31 December 2022	231,697	104,712	6,033	33	-	342,475
Net book value						
31 December 2021	48,786	9,861	37,721	-	1,664	98,032
31 December 2022	48,776	14,394	34,775	-	2,076	100,021
Depreciation for the year ended						
31 December 2021						29,937
31 December 2022						27,871

As at 31 December 2022, certain equipment items have been fully depreciated but are still in use. The original costs, before deducting accumulated depreciation and allowance for impairment loss, of these assets amounted to approximately Baht 305 million (separate financial statement: Baht 283 million) (2021: Baht 307 million in the consolidated and separate financial statements).

14. Lease

The Group has lease contracts for used in its operation. Lease generally have lease terms between 1 - 14 years.

14.1 Right-of-use assets

Movement of right-of-use assets for the years ended 31 December 2022 and 2021 are summarised.

(Unit: Thousand Baht)

	Consolidated financial statements			
	Building	Office equipment	Motor vehicles	Total
Cost				
1 January 2021	317,472	1,141	37,620	356,233
Additions	31,656	-	14,493	46,149
Written-off	(43,658)	-	(4,931)	(48,589)
31 December 2021	305,470	1,141	47,182	353,793
Acquisitions of subsidiaries				
during the year	-	-	4,086	4,086
Additions	13,920	130	8,635	22,685
Written-off	(17,138)	(1,019)	(1,238)	(19,395)
31 December 2022	302,252	252	58,665	361,169
Accumulated depreciation				
1 January 2021	64,724	435	11,714	76,873
Depreciation for the year	63,443	437	12,177	76,057
Written-off	(43,658)	-	(4,931)	(48,589)
31 December 2021	84,509	872	18,960	104,341
Acquisitions of subsidiaries				
during the year	-	-	2,586	2,586
Depreciation for the year	55,309	270	14,261	69,840
Written-off	(14,225)	(1,019)	(1,238)	(16,482)
31 December 2022	125,593	123	34,569	160,285
Net book value				
31 December 2021	220,961	269	28,222	249,452
31 December 2022	176,659	129	24,096	200,884

(Unit: Thousand Baht)

	Separate financial statements			
		Office	Motor	
	Building	equipment	vehicles	Total
Cost				
1 January 2021	317,472	1,141	36,406	355,019
Additions	31,656	-	14,493	46,149
Written-off	(43,658)	-	(4,931)	(48,589)
31 December 2021	305,470	1,141	45,968	352,579
Additions	13,754	-	7,463	21,217
Written-off	(16,972)	(889)	-	(17,861)
31 December 2022	302,252	252	53,431	355,935
Accumulated depreciation				
1 January 2021	64,724	435	11,557	76,716
Depreciation for the year	63,443	437	11,873	75,753
Written-off	(43,658)	-	(4,931)	(48,589)
31 December 2021	84,509	872	18,499	103,880
Depreciation for the year	55,143	139	13,181	68,463
Written-off	(14,058)	(889)	-	(14,947)
31 December 2022	125,594	122	31,680	157,396
Net book value				
31 December 2021	220,961	269	27,469	248,699
31 December 2022	176,658	130	21,751	198,539

14.2 Lease liabilities

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
Lease Liabilities	128,921	171,803	126,342	170,986
Less: Deferred interest expenses	(7,321)	(11,804)	(7,200)	(11,764)
Total	<u>121,600</u>	<u>159,999</u>	<u>119,142</u>	<u>159,222</u>

A maturity analysis of lease payments is disclosed in Note 36 under the liquidity risk.

14.3 Expenses relating to lease that are recognised in profit or loss

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the years ended 31 December			
	2022	2021	2022	2021
Depreciation expense of right-of-use assets	69,840	76,057	68,463	75,753
Interest expense on lease liabilities	5,970	7,201	5,868	7,164
Expense relating to short-term leases	10,680	10,640	15,404	10,411
Total	<u>86,490</u>	<u>93,898</u>	<u>89,735</u>	<u>93,328</u>

The Group had total cash outflows for leases for the year ended 31 December 2022 of Baht 75 million (separate financial statement: Baht 78 million) (2021: Baht 80 million in the consolidated financial statement and the separate financial statement).

15. Intangible assets

(Unit: Thousand Baht)

Consolidated financial statements					
	Exchange and future exchange membership fee	Retail brokerage business acquisition cost	Computer software	Computer software under development	Total
Cost					
1 January 2021	6,605	6,384	420,555	6,589	440,133
Additions	-	-	2,336	7,349	9,685
Write-off	-	-	(2,459)	-	(2,459)
Transfers in (out)	-	-	5,331	(5,331)	-
31 December 2021	6,605	6,384	425,763	8,607	447,359
Acquisitions of subsidiaries					
during the year	-	-	1,195	-	1,195
Additions	-	-	10,795	55,115	65,910
Disposal/write-off	-	-	(112)	-	(112)
Transfer in (out)	-	-	7,989	(7,989)	-
31 December 2022	6,605	6,384	445,630	55,733	514,352
Accumulated amortisation					
1 January 2021	5,000	6,384	214,077	-	225,461
Amortisation for the year	-	-	38,930	-	38,930
Accumulated amortisation on disposal/write-off	-	-	(2,459)	-	(2,459)
31 December 2021	5,000	6,384	250,548	-	261,932
Acquisitions of subsidiaries					
during the year	-	-	1,195	-	1,195
Accumulated amortisation on disposal/write-off	-	-	38,890	-	38,890
Amortisation for the year	-	-	(112)	-	(112)
31 December 2022	5,000	6,384	290,521	-	301,905
Net book value					
31 December 2021	1,605	-	175,215	8,607	185,427
31 December 2022	1,605	-	155,109	55,733	212,447
Amortisation for the year ended					
31 December 2021					38,930
31 December 2022					38,890

(Unit: Thousand Baht)

Separate financial statements					
	Retail		Computer		
	Exchange and future exchange membership fee	brokerage business acquisition cost	Computer software	software under development	Total
Cost					
1 January 2021	6,605	6,384	420,555	6,589	440,133
Additions	-	-	2,336	7,349	9,685
Write-off	-	-	(2,459)	-	(2,459)
Transfers in (out)	-	-	5,331	(5,331)	-
31 December 2021	6,605	6,384	425,763	8,607	447,359
Additions	-	-	10,685	51,381	62,066
Disposal/write-off	-	-	(105)	(11,600)	(11,705)
Transfer in (out)	-	-	7,989	(7,989)	-
31 December 2022	6,605	6,384	444,332	40,399	497,720
Accumulated amortisation					
1 January 2021	5,000	6,384	214,077	-	225,461
Amortisation for the year	-	-	38,930	-	38,930
Accumulated amortisation on disposal/write-off	-	-	(2,459)	-	(2,459)
31 December 2021	5,000	6,384	250,548	-	261,932
Amortisation for the year	-	-	38,881	-	38,881
Accumulated amortisation on disposal/write-off	-	-	(105)	-	(105)
31 December 2022	5,000	6,384	289,324	-	300,708
Net book value					
31 December 2021	1,605	-	175,215	8,607	185,427
31 December 2022	1,605	-	155,008	40,399	197,012
Amortisation for the year ended					
31 December 2021					38,930
31 December 2022					38,881

As at 31 December 2022, certain computer software items have been fully amortised but are still in use. The original costs, before deducting accumulated summarised, of these assets amounted to Baht 165 million (separate financial statement: Baht 164 million (2021: Baht 113 million in the consolidated and separate financial statements).

16. Deferred tax assets and income tax

16.1 Deferred tax assets

Deferred tax assets consisted of tax effects on the following temporary differences:

(Unit: Thousand Baht)

	Consolidated financial statements				
			Changes in deferred tax assets		
	31 December	31 December	Acquisitions	Changes in deferred income taxes	
	2022	2021	of	reported in the statements of	
		subsidaries	comprehensive income		
		during the	For the years ended 31 December		
		year	2022	2021	
Deferred tax assets arose from:					
Allowance for expected credit losses	3,569	4,073	-	(504)	672
Share of profit from investments in an associate	(7,298)	(5,932)	-	(1,366)	(2,786)
Provision for long-term employee benefits	26,402	18,083	8,115	204	3,420
Unrealised (gain) loss on revaluation of investments and derivatives	4,517	765	-	3,752	(11,276)
Unutilised tax loss	-	-	-	-	(849)
Others	20,255	13,744	(126)	6,637	4,123
Deferred tax assets	47,445	30,733	7,989	8,723	(6,696)
Recognised as income tax revenue (expenses):					
- Recognised in profit or loss				10,575	(7,918)
- Recognised in other comprehensive income				(1,852)	1,222
Total				8,723	(6,696)

(Unit: Thousand Baht)

	Separate financial statements			
			Changes in deferred income taxes reported in the statements of comprehensive income	
	31 December	31 December	For the years ended 31 December	
	2022	2021	2022	2021
Deferred tax assets arose from:				
Allowance for expected credit losses	3,569	4,073	(504)	672
Provision for long-term employee benefits	18,487	17,720	767	3,652
Unrealised (gain) loss on revaluation of investments and derivatives	4,517	765	3,752	(11,276)
Unutilised tax loss	-	-	-	(849)
Others	20,620	13,739	6,881	4,121
Deferred tax assets	47,193	36,297	10,896	(3,680)
Recognised as income tax revenue (expenses):				
- Recognised in profit or loss			12,267	(7,440)
- Recognised in other comprehensive income			(1,371)	3,760
Total			10,896	(3,680)

16.2 Income tax

Income tax for the years ended 31 December 2022 and 2021 are made up as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the years ended 31 December			
	2022	2021	2022	2021
Current income tax				
Current income tax charge	(68,241)	(67,904)	(70,506)	(67,904)
Deferred tax				
Relating to origination and reversal of temporary differences	10,575	(7,918)	12,267	(7,440)
Income tax reported in the statements of comprehensive income	(57,666)	(75,822)	(58,239)	(75,344)

Reconciliations between income tax and the product of accounting profits and the applicable tax rate are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the years ended 31 December			
	2022	2021	2022	2021
Accounting profit before tax	265,128	375,997	276,396	371,772
Applicable tax rate	20%	20%	20%	20%
Accounting profit before tax multiplied by				
income tax rate	(53,026)	(75,200)	(55,279)	(74,354)
Effects of:				
Revenue or expense that are not taxable				
or not deductible in determining				
taxable profits	(1,083)	(996)	(2,960)	(990)
Tax losses not recognised as deferred				
tax assets	(3,557)	374	-	-
Income tax reported in the statements of				
comprehensive income	(57,666)	(75,822)	(58,239)	(75,344)

As at 31 December 2022, the subsidiary has unused tax losses totaling Baht 24 million, on which deferred tax assets have not been recognised because there is an uncertainty in future taxable profits of the subsidiary which may not be sufficient to allow utilisation of the unused tax losses.

That unused tax losses totaling Baht 24 million, will gradually expire by 2027.

17. Other assets

(Unit: Thousand Baht)

	Consolidated financial		Separate financial	
	statements		statements	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
Interest receivables	6,310	5,905	8,938	5,905
Prepaid expenses	37,884	32,489	34,872	32,309
Deposits	14,975	15,814	16,778	15,813
Contribution to the compensation fund for clearing and securities delivery system	153,639	135,182	153,639	135,182
Deposit asset for protecting the clearing system	4,951	5,000	4,951	5,000
Advances paid	3,847	3,217	3,839	3,217
Dividend receivables	241	238	241	238
Other receivable - related party	2,938	-	18,581	-
Withholding tax receivables	15,034	13,491	10,225	10,225
Deposit at bank for customer account frozen by order of AMLO	176,306	-	176,306	-
Others	20,254	12,234	18,156	12,234
Total	436,379	223,570	446,526	220,123
Less: Allowance for expected credit losses	(4,782)	(2,856)	(2,856)	(2,856)
Other assets	431,597	220,714	443,670	217,267

18. Payables to Clearing House and broker - dealers

(Unit: Thousand Baht)

	Consolidated and separate	
	financial statements	
	31 December 2022	31 December 2021
Payables to Clearing House	993,580	-
Payables to overseas securities companies	58,369	16,169
Payables to Clearing House and broker - dealers	1,051,949	16,169

19. Securities and derivatives business payables

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	31 December 2022	31 December 2021
<u>Securities business payables</u>		
Cash accounts payable	2,166,933	2,875,730
Collateral payables	5,895	13,430
Securities borrowing and lending payables	52,093	103,298
Securities business payable	2,224,921	2,992,458
<u>Derivatives business payables</u>		
Derivatives business payables	17,644	30,523
Securities and derivatives business payables	2,242,565	3,022,981

On 14 November 2022, the Company delayed the delivery of cash settlement on customers' sell of More Return Public Company Limited securities in accordance with order of the Secretary-General of the Anti-Money Laundering Committee amounting to Baht 176 million, until the order is changed. The Company has already separated these deposits by placing them in a bank account of the Company held for customers, as stated in Note 17.

20. Debt issued

(Unit: Thousand Baht)

	Consolidated and separate financial statements				
	31 December 2022				
	Interest rate/discount Per annum (percent)	Remaining period to maturity			Total
		Less than 1 year	1 - 5 years	More than 5 years	
Debt issued					
Debentures	3.60	505,600	465,400	-	971,000
Total		505,600	465,400	-	971,000

(Unit: Thousand Baht)

Consolidated and separate financial statements

31 December 2021

	Interest rate/discount Per annum (percent)	Remaining period to maturity			Total
		Less than 1 year	1 - 5 years	More than 5 years	
		Debt issued			
Debentures	3.60	-	505,600	-	505,600
Total		-	505,600	-	505,600

21. Provisions

(Unit: Thousand Baht)

Consolidated and separate financial statements

	Decommissioning cost	Allowance for expected		Total
		credit losses	Others	
Balance as at 1 January 2021	30,768	1,814	-	32,582
Increase (decrease) during the year	(2,638)	2,279	2,000	1,641
Balance as at 31 December 2021	28,130	4,093	2,000	34,223
Increase (decrease) during the year	400	(4,093)	17,000	13,307
Balance as at 31 December 2022	28,530	-	19,000	47,530

22. Provision for long-term employee benefits

Provision for long-term employee benefits under a defined benefit plan are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the years ended 31 December			
	2022	2021	2022	2021
Provision for long-term employee benefit				
at the beginning of the year	90,416	73,314	88,598	70,340
Acquisitions of subsidiaries during the year	40,574	-	-	-
Included in profit or loss:				
Current service cost	13,986	12,051	11,073	11,093
Interest cost	1,780	1,564	1,432	1,515
Past service costs	-	(2,417)	-	(2,417)
Included in other comprehensive income:				
Actuarial (gain) loss arising from:				
Demographic assumption changes	-	25,126	-	24,731
Financial assumption changes	(7,000)	6,413	(6,770)	6,291
Experience adjustments	-	(14,578)	-	(12,224)
Benefits paid during the year	(7,744)	(11,057)	(1,900)	(10,731)
Provision for long-term employee benefit				
at the end of the year	<u>132,012</u>	<u>90,416</u>	<u>92,433</u>	<u>88,598</u>

Long-term employee benefits expenses included in the profit or loss were as follows:

	(Unit: Thousand Baht)			
	Consolidated financial		Separate financial	
	statements		statements	
	For the years ended 31 December			
	2022	2021	2022	2021
Current service cost	13,986	12,051	11,073	11,093
Interest cost	1,780	1,564	1,432	1,515
Past service costs	-	(2,417)	-	(2,417)
Total long-term employee benefit expenses	<u>15,766</u>	<u>11,198</u>	<u>12,505</u>	<u>10,191</u>

As at 31 December 2022, the Group expects to pay Baht 6 million, of long-term employee benefits during the next year (the Company only: Baht 6 million).

As at 31 December 2022, the Group's weighted average durations of the liabilities for long-term employee benefit is 10 years (the Company only: 10 years).

Significant actuarial assumptions are summarised below:

(Unit: % per annum)

	Consolidated financial statements	
	31 December 2022	31 December 2021
	Discount rate	1.22 - 5.23
Salary increase rate	1.2 - 7.0	1.2 - 7.0
Turnover rate	0.0 - 30.0	0.0 - 30.0

(Unit: % per annum)

	Separate financial statements	
	31 December 2022	31 December 2021
	Discount rate	1.41 - 5.23
Salary increase rate	1.2 - 7.0	1.2 - 7.0
Turnover rate	0.0 - 30.0	0.0 - 30.0

The result of sensitivity analysis for significant assumptions that affect the present value of the long-term employee benefit obligation as at 31 December 2022 and 2021 are summarised below:

	Consolidated financial statement			
	31 December 2022			
	Increase in assumption	Provision for employee benefits were increased (decreased) by	Decrease in assumption	Provision for employee benefits were increased (decreased) by
(% per annum)	(Million Baht)	(% per annum)	(Million Baht)	
Discount rate	1.0	(9.8)	1.0	10.8
Salary increase rate	1.0	12.3	1.0	(11.0)
Turnover rate	20.0	(8.3)	20.0	9.5

Consolidated financial statement				
31 December 2021				
		Provision for employee benefits were		Provision for employee benefits were
	Increase in assumption	increased (decreased) by	Decrease in assumption	increased (decreased) by
	(% per annum)	(Million Baht)	(% per annum)	(Million Baht)
Discount rate	1.0	(7.1)	1.0	7.8
Salary increase rate	1.0	7.9	1.0	(7.1)
Turnover rate	20.0	(6.7)	20.0	7.8

Separate financial statement				
31 December 2022				
		Provision for employee benefits were		Provision for employee benefits were
	Increase in assumption	increased (decreased) by	Decrease in assumption	increased (decreased) by
	(% per annum)	(Million Baht)	(% per annum)	(Million Baht)
Discount rate	1.0	(6.4)	1.0	7.1
Salary increase rate	1.0	8.1	1.0	(7.2)
Turnover rate	20.0	(6.6)	20.0	7.6

Separate financial statement				
31 December 2021				
		Provision for employee benefits were		Provision for employee benefits were
	Increase in assumption	increased (decreased) by	Decrease in assumption	increased (decreased) by
	(% per annum)	(Million Baht)	(% per annum)	(Million Baht)
Discount rate	1.0	(6.9)	1.0	7.6
Salary increase rate	1.0	7.7	1.0	(6.9)
Turnover rate	20.0	(6.5)	20.0	7.5

23. Other liabilities

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 December	31 December	31 December	31 December
	2022	2021	2022	2021
Accrued expenses	454,091	427,580	415,804	414,334
Withholding tax payable	11,856	10,773	11,164	10,759
Value added tax payable	28,189	9,625	27,350	9,354
Other payables	1,380	1,439	2,937	2,439
Employee retention payables	3,202	2,902	3,202	2,902
Others	25,746	19,162	25,670	19,162
Total other liabilities	524,464	471,481	486,127	458,950

24. Statutory reserve

Pursuant to Section 116 of the Public Limited Companies Act B.E. 2535, the Company is required to set aside to a statutory reserve at least 5% of its net profit after deducting accumulated deficit brought forward (if any), until the reserve reaches 10% of the registered capital. The statutory reserve is not available for dividend distribution. At present, the statutory reserve has fully been set aside.

25. Brokerage fees income

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	For the years ended 31 December	
	2022	2021
Brokerage fee from securities business	1,431,162	1,789,856
Brokerage fee from derivatives business	129,699	138,119
Other brokerage fee	2,842	2,045
Total	1,563,703	1,930,020

26. Fees and service income

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the years ended 31 December			
	2022	2021	2022	2021
Underwriting fee	410,837	64,862	342,439	64,862
Financial advisory fee	54,450	13,782	13,350	13,782
Borrowing and lending fee	1,032	1,431	1,032	1,431
Research fee	3,702	4,634	3,702	4,634
Selling agent fee	13,796	26,148	12,379	26,148
Others	2,300	3,128	2,300	3,128
Total	486,117	113,985	375,202	113,985

27. Interest income

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the years ended 31 December			
	2022	2021	2022	2021
Interest income on margin loans	128,808	93,921	128,808	93,921
Interest income from deposits in financial institution and Bank of Thailand bonds	56,568	36,236	56,189	36,194
Others	262	66	12,006	66
Total	185,638	130,223	197,003	130,181

28. Gain and return on financial instruments

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
For the years ended 31 December				
	2022	2021	2022	2021
Gain (loss) on investments	(20,904)	221,026	(21,044)	221,026
Gain (loss) on derivatives	104,126	(71,231)	104,126	(71,231)
Dividend income	13,775	15,819	13,518	15,819
Total	96,997	165,614	96,600	165,614

29. Interest expense

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
For the years ended 31 December				
	2022	2021	2022	2021
Borrowings from financial intuitions	2,246	4,611	2,246	4,611
Debt issued	31,271	18,907	31,271	18,907
Lease liabilities	5,970	7,201	5,868	7,164
Customer's deposits	22,308	16,879	22,308	16,879
Total	61,795	47,598	61,693	47,561

30. Provident fund

The Group and their employees have jointly established provident fund in accordance with the Provident Fund Act B.E. 2530. The Group and employees of each company contributed to the funds monthly at the rates of 5% to 10% of basic salary. The funds, which are managed by two asset management companies, will be paid to employees upon termination in accordance with the fund rules. During the years ended 31 December 2022 and 2021, the Group contributed Baht 25 million net of the contribution return on the part of the employees who did not meet the criteria in accordance with the fund rules to the fund (separate financial statement: Baht 22 million) (2021: Baht 22 million in the consolidated financial statement and Baht 20 million in the separate financial statement).

31. Earnings per share

Basic earnings per share for the year was calculated by dividing profit (excluding other comprehensive income) attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the year.

32. Dividends

Dividends	Approved by	Total dividends paid (Million Baht)	Dividend per share (Baht)
Dividend for 2021	Annual General Meeting of the shareholders on 29 April 2022	58	0.10
Dividend for 2020	Annual General Meeting of the shareholders on 30 April 2021	35	0.06

33. Related party transactions

33.1 The relationships

Name	Relationship
FSS International Investment Advisory Securities Company Limited	Subsidiary
Finansia Digital Asset Company Limited ⁽²⁾	Subsidiary
Finansa Securities Company Limited. ⁽³⁾	Subsidiary of FSS International Investment Advisory Securities Company Limited
SBI Royal Securities Plc.	Associate
Pilgrim Finansia Investment Holdings (Pte.) Ltd. ⁽¹⁾	Major shareholder of the Company
Finansia X Public Company Limited	Having common director
Finansa Fund Management Limited	Major shareholder of the Company until 16 December 2021
FNS Holdings Public Company Limited ⁽⁴⁾	Having common director until 16 December 2021
True Vision Group Public Company Limited	Having common director
Industrial and Commercial Bank of China (Thai) Public Company Limited	Shareholder

⁽¹⁾ Pilgrim Finansia Investment Holdings (Pte.) Ltd. is major shareholder of the Company since 16 December 2021 by holding 29.29% of the Company's issued and paid-up capital.

⁽²⁾ Finansia Digital Asset Company Limited is subsidiary of the Company since 22 March 2022. The Company hold 100.00% of all issued and paid-up capital.

⁽³⁾ Finansa Securities Company Limited is subsidiary of FSS International Investment Advisory Securities Company Limited since 5 May 2022. The subsidiary hold 100.00% of all issued and paid-up capital.

⁽⁴⁾ Formerly known as "Finansa Public Company Limited".

33.2 Significant transactions during the years

During the years, the Group had significant business transactions with related parties, which have been concluded on commercial terms and base agreed upon in the ordinary course of businesses between the Group and those related parties. Below is a summary of those transactions.

	(Unit: Thousand Baht)				Transfer Pricing Policy
	Consolidated financial		Separate financial		
	statements		statements		
	For the years ended 31 December				
	2022	2021	2022	2021	
<u>Transactions with subsidiaries</u>					
(eliminated from the consolidated financial statements)					
Other income	-	-	6,977	3,600	Contract value
Interest income	-	-	11,744	-	Interest rate 3.6% per year
Other expenses	-	-	65,600	53,800	Contract value
Rental and service expense	-	-	5,627	-	Contract value
<u>Transactions with related parties</u>					
Directors and executive employees					
Brokerage fees income	55	54	49	54	Similar rates charged to general customers
Related companies and person					
Brokerage fees income	1,836	123	1,836	123	Similar rates charged to general customers
Fees and service income	-	6,421	-	6,421	Contract value
Other income	119	-	119	-	Similar rates charged to general customers
Rental and service expenses	327	5,351	327	5,351	As mutually agreed
Other expenses	-	577	-	577	Contract value
Dividend paid	17,027	13,705	17,027	13,705	As declared

33.3 Outstanding balances

The balances of accounts as at 31 December 2022 and 2021 between the Group and their related parties are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
Cash and cash equivalents				
Industrial and Commercial Bank of China (Thai)				
Public Company Limited	2,999	2,043	2,999	2,043
Other receivables				
FSS International Investment Advisory Securities				
Company Limited	-	-	2,853	-
Finansa Securities Company Limited	-	-	2,029	-
Finansia Digital Asset Company Limited	-	-	15,641	-
Finansia X Public Company Limited	2,938	-	2,938	-
Loans to subsidiary				
FSS International Investment Advisory Securities				
Company Limited	-	-	490,000	-
Accrued expenses				
FSS International Investment Advisory Securities				
Company Limited	-	-	1,500	1,000
Finansa Securities Company Limited	-	-	84	-
Other liabilities				
Finansa Securities Company Limited	-	-	57	-

33.4 Loans to subsidiary

As at 31 December 2022, the loans to related parties between the Company and the related company and the movement of loans are as follows:

		(Unit: Million Baht)		
		Balance as at	Increase during	Balance as at
Loans	Relationship	1 January 2022	the year	31 December 2022
FSS International Investment				
Advisory Securities Company				
Limited	Subsidiary	-	490	490
Total		-	490	490

33.5 Directors and key management's remunerations

During the years ended 31 December 2022 and 2021, the Group had employee benefit expenses incurred for their directors and key management as below.

		(Unit: Million Baht)			
		Consolidated financial statements		Separate financial statements	
		For the years ended 31 December			
		2022	2021	2022	2021
Short-term employee benefits		360	279	283	263
Post-employment benefits		13	10	8	9
Total		373	289	291	272

34. Commitments and contingent liabilities

34.1 Capital commitments

As at 31 December 2022, the Company had capital commitments of approximately Baht 44 million (31 December 2021: Baht 15 million) relating to the installation of software and equipment.

34.2 Contingent liabilities

The Company, as the issuer and offer for sale of derivative warrants, issued derivative warrants on the ordinary shares of Hana Microelectronics Public Company Limited ("HANA24C2302B") on 18 October 2022. There was an error in specifying the exercise price during submitting documents for the issuance of HANA24C2302B to investor. Certain investors came to trade until the Company realized the mistake and ceased to act as a market maker on the same day. There was only 1 unit holder outstanding at the year ended 31 December 2022 and as of 21 February 2023 amounting to 25,208,100 units.

The Company clarified and consulted this with the regulatory authorities and was accepted by the Office of the Securities and Exchange Commission to correct the error in price, which was completed on 14 November 2022. The last trading date of the derivative warrants is 28 February 2023 and will mature on 3 March 2023 and the Company will not incur any damage unless the unit holder insists on using the wrong price, which would need to go through the court and pass the final judgment of the court. Initially, the Company set aside a certain amount of provision for loss at the time of the incident and believes no further material losses will be incurred since the Company has complied with part 2 General Terms, Clause 7 Amendment to the Terms and Conditions and will comply with Clause 1.2 (a)(1) of Section 3.1 regarding exercise period, exercise date and automatic exercise of the draft terms and conditions governing the rights and obligations of the issuer of derivative warrants and holders of derivative warrants - in cases where shares are used as collateral.

34.3 Litigation

As at 31 December 2022, the Company was sued and demanded for compensation totaling approximately Baht 16 million. Final judgements have not yet been reached in respect of these cases. The management of the Company estimates that the Company may have some potential losses. The Company, hence, set up provision for potential loss on lawsuits of approximately Baht 9 million in the financial statements.

As at 31 December 2022, the Company was sued in a civil lawsuit for violating the Securities and Exchange Act B.E. 2535, revoking bills of exchange, revoking mortgage contracts, revoking debt acknowledgement letters, and committing infringement. In this regard, the plaintiff demanded that the Company as the tenth defendant together with other defendants (24 defendants in total), pay the claim amount totaling Baht 1,432 million (the value of bills of exchange sold by the Company is Baht 430 million). Currently, all of the defendants are in the process of filing their statements and the final judgement has not been reached in respect of this case. However, the management of the Company, based on legal opinion, believes that no material losses will be incurred to the financial statements.

35. 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.

For management purposes, the Group are summarise into business units based on their products and services and have 3 reportable segments as follows:

- Securities and derivatives brokerage segment, which provide service according to securities brokering, derivative brokering and securities borrowing and lending.
- Investment banking segment, which provide service according to underwriting, investment advisory and financial advisory.
- Proprietary trading segment, which provide service according to investment.

No operating segments have been aggregated to form the above reportable operating segments.

The chief operating decision maker monitors the operating results of the business units separately for the purpose of making decisions about resource allocation and assessing performance. Segment performance is measured based on operating profit or loss and on a basis consistent with that used to measure operating profit or loss in the financial statements.

The following table presents information by operating segment for the years ended 31 December 2022 and 2021:

(Unit: Million Baht)

	For the years ended 31 December									
	Securities and derivatives brokerage segment		Investment banking segment		Proprietary trading segment		Elimination of inter-segment transactions		Consolidation	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
Revenues from external	1,805	2,163	423	51	48	97	(63)	(54)	2,213	2,257
Profit (loss) from operating										
by segment	578	807	206	25	13	38	(63)	(54)	734	816
Unallocated income and expenses:										
Interest income									68	130
Other income									119	54
Operating expenses									(656)	(624)
Income tax expenses									(58)	(76)
Profits for the years attributable to the Company									207	300

The following table presents segment assets, classified by operating segments, as at 31 December 2022 and 2021:

(Unit: Million Baht)

Segment assets	Securities and derivatives brokerages segment	Investment banking segment	Proprietary trading segment	Total segments	Unallocated assets	Total
31 December 2022	5,437	34	738	6,209	1,808	8,017
31 December 2021	5,212	2	714	5,928	1,119	7,047

Geographic information

The Group is operated in only Thailand and as a result all of the revenues and assets as reflected in these financial statements pertain to the aforementioned geographical segment.

Major customers

During the years ended 31 December 2022 and 2021, the Group does not have revenue generated from any customer more than 10 percent of the consolidated revenues.

36. Risk management

Financial risk management objectives and policies

The Group's financial instruments principally comprise cash and cash equivalents, receivables from clearing house and brokers, securities and derivatives business receivables, derivatives assets, investments, loans to subsidiary, loans to employee, borrowings from financial institutions, payables to clearing house and brokers, securities and derivatives business payables, derivatives liabilities and debt issued. The financial risks associated with these financial instruments and how they are managed is described below.

36.1 Credit risk

Credit risk is the risk that the counterparty will be unable to meet its contractual obligations or have a significant increase in credit risk and unable to pay principal and interest.

The Group is exposed to credit risk primarily with respect to securities and derivatives business receivables, accrued fee and service income, deposits with banks and financial institutions, receivables from clearing house and brokers, investments in debt instruments and loans to subsidiary. The maximum exposure to credit risk is limited to the carrying amounts as stated in the statement of financial position.

In relation to impairment of financial assets, TFRS 9 requires the Group to prepare an expected credit loss model. The Group has established and maintain an appropriate credit loss model. The Group periodically reviews the parameters and the data used in the credit loss model.

Securities and derivatives business receivables

The Company manages the risk by establishing securities trading and credit approval limit for client, performing credit review, requiring collateral and monitoring the credit risk. In addition, the Company does not have high concentration of credit risk since it has a large customer base.

Deposits with banks and financial institutions and investments in debt instruments

The credit risk on deposits with banks and financial institutions and investments in debt instruments is limited because the Group has deposit with banks and financial institutions having high credit-ratings assigned by credit-rating agencies. For investments in debt instruments, the Group invests in government bonds or Bank of Thailand bonds which have low credit risk.

36.2 Market risk

Market risk is the risk that the future cash flows or fair value of financial instruments will fluctuate due to changes in market variables related primarily to interest rate, foreign currency and equity instruments price. The Group manage their risk exposure as follows.

36.2.1 Interest rate risk

The Group's exposure to interest rate risk relates primarily to their cash and cash equivalents, securities and derivative business receivables, borrowings from financial institutions and debt issued. However, the Group's financial assets and liabilities are mostly bear floating interest rates or fixed interest rates which are close to the market rate due to the short-term in nature, therefore the interest rate risk of the Group is limited.

Significant financial assets and liabilities as at 31 December 2022 and 2021 classified by type of interest rates are summarised in the table below, with those financial assets and liabilities that carry fixed interest rates further classified based on the maturity date, or the repricing date if this occurs before the maturity date.

(Unit: Million Baht)

Consolidated financial statements									
31 December 2022									
Outstanding balances of financial instruments									
	Floating interest rate	Fixed interest rate			Non-performing receivables	Non-interest bearing	Total	Interest rate (% p.a.)	
		Repricing or maturity dates						Floating	Fixed
		At call	Less than 1 year	1 - 5 years					
Financial assets									
Cash and cash equivalents	403	-	-	-	-	58	461	0.05 - 0.75	-
Receivables from Clearing									
House and broker - dealers	-	-	-	-	-	1,044	1,044	-	-
Securities and derivatives									
business receivables	2,237	58	-	-	18	2,080	4,393	5.50 - 6.75	-
Investment - fixed deposits	-	-	110	-	-	-	110	-	0.70 - 1.00
Loans to employees	3	-	-	-	-	-	3	2.47 - 2.80	-
Financial liabilities									
Payables to Clearing House									
and broker - dealers	-	-	-	-	-	1,052	1,052	-	-
Securities and derivatives									
business payables	-	6	-	-	-	2,237	2,243	-	0.20 - 0.25
Derivatives liabilities	-	-	-	-	-	51	51	-	-
Debt issued	-	-	506	465	-	-	971	-	3.60

(Unit: Million Baht)

Consolidated financial statements									
31 December 2021									
Outstanding balances of financial instruments									
	Fixed interest rate						Total	Interest rate (% p.a.)	
	Floating interest rate	Repricing or maturity dates			Non-performing receivables	Non-interest bearing		Floating	Fixed
		At call	Less than 1 year	1 - 5 years					
Financial assets									
Cash and cash equivalents	45	-	-	-	-	141	186	0.05 - 0.35	-
Receivables from Clearing									
House and broker - dealers	-	-	-	-	-	872	872	-	-
Securities and derivatives									
business receivables	1,966	103	-	-	16	2,255	4,340	4.75 - 5.50	-
Derivative assets	-	-	-	-	-	6	6	-	-
Loans to employees	6	-	-	-	-	-	6	2.47 - 3.43	-
Financial liabilities									
Payables to Clearing House									
and broker - dealers	-	-	-	-	-	16	16	-	-
Securities and derivatives									
business payables	-	13	-	-	-	3,010	3,023	-	0.20 - 0.30
Derivatives liabilities	-	-	-	-	-	19	19	-	-
Debt issued	-	-	-	508	-	-	508	-	3.60

(Unit: Million Baht)

Separate financial statements									
31 December 2022									
Outstanding balances of financial instruments									
	Fixed interest rate						Total	Interest rate (% p.a.)	
	Floating interest rate	Repricing or maturity dates			Non-performing receivables	Non-interest bearing		Floating	Fixed
		At call	Less than 1 year	1 - 5 years					
Financial assets									
Cash and cash equivalents	345	-	-	-	-	44	389	0.05 - 0.75	-
Receivables from Clearing									
House and broker - dealers	-	-	-	-	-	1,044	1,044	-	-
Securities and derivatives									
business receivables	2,237	58	-	-	18	2,080	4,393	5.50 - 6.75	-
Loans to subsidiary	-	-	-	490	-	-	490	-	3.60
Loans to employees	3	-	-	-	-	-	3	2.47 - 2.80	-
Financial liabilities									
Payables to Clearing House									
and broker - dealers	-	-	-	-	-	1,052	1,052	-	-
Securities and derivatives									
business payables	-	6	-	-	-	2,237	2,243	-	0.20 - 0.25
Derivatives liabilities	-	-	-	-	-	51	51	-	-
Debt issued	-	-	506	465	-	-	971	-	3.60

(Unit: Million Baht)

Separate financial statements									
31 December 2021									
Outstanding balances of financial instruments									
Fixed interest rate									
Repricing or maturity dates									
Floating interest rate	Less than 1 year			1 - 5 years	Non-performing receivables	Non-interest bearing	Total	Interest rate (% p.a.)	
	At call	1 year		Floating				Fixed	
Financial assets									
Cash and cash equivalents	23	-	-	-	-	139	162	0.05 - 0.125	-
Receivables from Clearing House and broker - dealers	-	-	-	-	-	872	872	-	-
Securities and derivatives business receivables	1,966	103	-	-	16	2,255	4,340	4.75 - 5.50	-
Derivative assets	-	-	-	-	-	6	6	-	-
Loans to employees	6	-	-	-	-	-	6	2.47 - 3.43	-
Financial liabilities									
Payables to Clearing House and broker - dealers	-	-	-	-	-	16	16	-	-
Securities and derivatives business payables	-	13	-	-	-	3,010	3,023	-	0.20 - 0.30
Derivatives liabilities	-	-	-	-	-	19	19	-	-
Debt issued	-	-	-	508	-	-	508	-	3.60

Interest rate sensitivity

The following table demonstrates the sensitivity of the Company's profit before tax to a reasonably possible change in interest rates on that portion of floating rate of margin loans account receivables affected as at 31 December 2022 and 2021, with all other variables held constant for 1 year.

	2022		2021	
	Interest rate	Effect on profit	Interest rate	Effect on profit
	increase (decrease)	before tax	increase (decrease)	before tax
	(%)	(Thousand Baht)	(%)	(Thousand Baht)
Margin loans account receivables	0.25%	5,592	0.25%	4,916
	(0.25%)	(5,592)	(0.25%)	(4,916)

The impact analysis is not a prediction or forecast of future market conditions. Actual events or results may differ from the analysis.

36.2.2 Foreign exchange risk

The Company's exposure to foreign currency risk arises from brokerage service for securities listed in stock exchange in overseas and revenue and expense transactions that are denominated in foreign currencies.

The significant balances of financial assets and liabilities denominated in foreign currencies as at 31 December 2022 and 2021 are summarised below:

(Unit: Million unit)

Foreign currency	Financial assets		Financial liabilities		Average exchange rates	
	31 December	31 December	31 December	31 December	31 December	31 December
	2022	2021	2022	2021	2022	2021
					(Baht per 1 foreign currency unit)	
Vietnamese dong	158,086.0	256,679.3	140,293.8	244,204.5	0.0015	0.0015
Hong Kong dollar	110.7	11.4	108.7	11.3	4.4340	4.2886
United States dollar	6.7	2.9	6.4	2.7	34.5624	33.4199

In addition to the above, as of 31 December 2022 and 2021, the Company has no foreign forward contract.

36.2.3 Equity instruments price risk

The Company's exposure to equity instruments price risk that volatility on the Stock Exchange of Thailand and The Thailand Futures Exchange will substantially reduce the value of its investments and collateral for securities and derivatives business receivables. However, the Company manages the market risk by analysing the market risk inherent in their various transactions, setting appropriate policies to manage such risk, and controlling risk to conform with policies.

36.3 Liquidity risk

Liquidity risk is the risk that the Group will be unable to liquidate its financial assets and/or procure sufficient funds to discharge their obligations in a timely manner, resulting in the Group incurring a financial loss.

The Group manage liquidity risk through monitoring and planning of their cash flows, including the arrangement of credit facilities with financial institutions, in order to ensure that they will have sufficient funds for their operations.

As at 31 December 2022 and 2021, remaining periods to maturity of financial instruments, counted from the reporting period-end dates, are as follows:

(Unit: Million Baht)

Consolidated financial statements						
31 December 2022						
At call	Within 1 year	1 - 5 years	Over 5 years	No maturity	Non-performing receivables	Total
Financial assets						
Cash and cash equivalents	461	-	-	-	-	461
Receivables from Clearing House and broker - dealers	-	1,044	-	-	-	1,044
Securities and derivatives business receivables	58	2,080	-	-	2,237	4,393
Investment - fixed deposits	-	110	-	-	-	110
Loans to employees	3	-	-	-	-	3
Financial liabilities						
Payables to Clearing House and broker - dealers	-	1,052	-	-	-	1,052
Securities and derivatives business payables	6	2,237	-	-	-	2,243
Derivatives liabilities	-	51	-	-	-	51
Debt issued	-	506	465	-	-	971
Leased liabilities	-	55	67	-	-	122

(Unit: Million Baht)

Consolidated financial statements						
31 December 2021						
At call	Within 1 year	1 - 5 years	Over 5 years	No maturity	Non-performing receivables	Total
Financial assets						
Cash and cash equivalents	186	-	-	-	-	186
Receivables from Clearing House and broker - dealers	-	872	-	-	-	872
Securities and derivatives business receivables	103	2,255	-	-	1,966	4,340
Derivative assets	-	6	-	-	-	6
Loans to employees	6	-	-	-	-	6
Financial liabilities						
Payables to Clearing House and broker - dealers	-	16	-	-	-	16
Securities and derivatives business payables	13	3,010	-	-	-	3,023
Derivatives liabilities	-	19	-	-	-	19
Debt issued	-	-	508	-	-	508
Leased liabilities	-	56	104	-	-	160

(Unit: Million Baht)

Separate financial statements						
31 December 2022						
At call	Within 1 year	1 - 5 years	Over 5 years	No maturity	Non-performing receivables	Total
Financial assets						
Cash and cash equivalents	389	-	-	-	-	389
Receivables from Clearing House and broker - dealers	-	1,044	-	-	-	1,044
Securities and derivatives business receivables	58	2,080	-	-	2,237	4,393
Loans to subsidiary	-	-	490	-	-	490
Loans to employees	3	-	-	-	-	3
Financial liabilities						
Payables to Clearing House and broker - dealers	-	1,052	-	-	-	1,052
Securities and derivatives business payables	6	2,237	-	-	-	2,243
Derivatives liabilities	-	51	-	-	-	51
Debt issued	-	506	465	-	-	971
Leased liabilities	-	53	66	-	-	119

(Unit: Million Baht)

Separate financial statements						
31 December 2021						
At call	Within 1 year	1 - 5 years	Over 5 years	No maturity	Non-performing receivables	Total
Financial assets						
Cash and cash equivalents	162	-	-	-	-	162
Receivables from Clearing House and broker - dealers	-	872	-	-	-	872
Securities and derivatives business receivables	103	2,255	-	-	1,966	4,340
Derivative assets	-	6	-	-	-	6
Loans to employees	6	-	-	-	-	6
Financial liabilities						
Payables to Clearing House and broker - dealers	-	16	-	-	-	16
Securities and derivatives business payables	13	3,010	-	-	-	3,023
Derivatives liabilities	-	19	-	-	-	19
Debt issued	-	-	508	-	-	508
Leased liabilities	-	56	103	-	-	159

37. Fair value measurement of financial instruments

37.1 Fair value of financial instruments

As of 31 December 2022 and 2021, the Group had the assets and liabilities that were measured at fair value using different levels of inputs as follows:

(Unit: Million Baht)

	Consolidated financial statements				
	31 December 2022				
	Book value	Fair value			Total
	Level 1	Level 2	Level 3		
Financial assets					
Financial assets measured at fair value					
Securities and derivatives business receivables					
Receivables under securities borrowing and lending business	6	6	-	-	6
Investments					
Marketable equity instruments in domestic market	437	437	-	-	437
Unit trusts	1	-	1	-	1
Non-marketable equity instruments in domestic market	13	-	-	13	13
Financial liabilities					
Financial liabilities measured at fair value					
Securities and derivatives business payables					
Payables under securities borrowing and lending business	52	52	-	-	52
Derivatives liabilities ⁽¹⁾					
Derivatives warrants	47	47	-	-	47
Options	4	4	-	-	4

⁽¹⁾ In addition, futures contracts are cash settlement. Real exposure is a difference between cost of futures contracts and underlying assets level on settlement date. For the fair value of outstanding futures contracts as at 31 December 2022; the fair value of derivative assets and liabilities for futures contracts are Baht 7 million and Baht 3 million, respectively included in "Receivables from Clearing House and broker-dealers", were measured at fair value by using Level 1 of input.

(Unit: Million Baht)

Separate financial statements					
31 December 2022					
Book value	Fair value			Total	
	Level 1	Level 2	Level 3		
Financial assets					
Financial assets measured at fair value					
Securities and derivatives business receivables					
Receivables under securities borrowing and lending business					
6	6	-	-	6	
Investments					
Marketable equity instruments in domestic market					
437	437	-	-	437	
Non-marketable equity instruments in domestic market					
3	-	-	3	3	
Financial liabilities					
Financial liabilities measured at fair value					
Securities and derivatives business payables					
Payables under securities borrowing and lending business					
52	52	-	-	52	
Derivatives liabilities ⁽¹⁾					
Derivatives warrants					
47	47	-	-	47	
Options					
4	4	-	-	4	

⁽¹⁾ In addition, futures contracts are cash settlement. Real exposure is a difference between cost of futures contracts and underlying assets level on settlement date. For the fair value of outstanding futures contracts as at 31 December 2022; the fair value of derivative assets and liabilities for futures contracts are Baht 7 million and Baht 3 million, respectively included in "Receivables from Clearing House and broker-dealers", were measured at fair value by using Level 1 of input.

(Unit: Million Baht)

Consolidated and separate financial statements					
31 December 2021					
Book value	Fair value			Total	
	Level 1	Level 2	Level 3		
Financial assets					
Financial assets measured at fair value					
Securities and derivatives business receivables					
Receivables under securities borrowing and lending business					
	13	13	-	-	13
Derivative assets ⁽¹⁾					
Options					
	6	6	-	-	6
Investments					
Marketable equity instruments in domestic market					
	711	711	-	-	711
Non-marketable equity instruments in domestic market					
	3	-	-	3	3
Financial liabilities					
Financial liabilities measured at fair value					
Securities and derivatives business payables					
Payables under securities borrowing and lending business					
	103	103	-	-	103
Derivatives liabilities ⁽¹⁾					
Derivatives warrants					
	17	17	-	-	17
Options					
	2	2	-	-	2

⁽¹⁾ *Futures contracts are cash settlement. Real exposure is a difference between cost of futures contracts and underlying assets level on settlement date. For the fair value of outstanding futures contracts as at 31 December 2021; the fair value of derivative assets and liabilities for futures contracts are Baht 7 million and Baht 10 million, respectively included in "Receivables from Clearing House and broker-dealers", were measured at fair value by using Level 1 of input.*

During the current year, there is no transfer within the fair value hierarchy.

The Group estimating the fair value of financial instruments as follows:

- (a) Fair value of receivables/payables under securities borrowing and lending business is determined using the latest offer price of the last working day.
- (b) Fair value of derivative warrants in the domestic market is determined using the latest offer price of the last working day.
- (c) The fair value of marketable futures and options are calculated with reference to the settlement prices quoted on Thailand Futures Exchange Public Company Limited on the last working day.
- (d) Fair value of marketable-equity instruments in the domestic market is determined using the latest bid price of the last working day. Fair value of non-marketable-equity instruments in the domestic market is determined using current book value of investee.
- (e) Financial assets and liabilities that are not measured at fair value, which mostly have short-term maturity periods or carrying interest rates close to the market interest rates, their fair value are estimated approximate their carrying amounts in the statement of financial position.

38. Capital management

The primary objectives of the Company's capital management are to maintain the Company's ability to continue as a going concern, to have an appropriate financial structure and to maintain net liquid capital in accordance with the rules laid down by the Office of the Securities and Exchange Commission.

39. Events after the reporting period

On 21 February 2023, the Board of Directors of the Company passed a resolution to propose to the Annual General Meeting of Shareholders 2023. For approval the payment of a dividend of Baht 0.07 per share, or a total of Baht 41 million, to the ordinary shareholders.

40. Approval of financial statements

These financial statements were authorised for issue by the Company's Board of Directors on 21 February 2023.