

SG Capital Public Company Limited

Interim financial statements
for the three-month period ended
31 March 2023
and
Independent auditor's review report



KPMG Phoomchai Audit Ltd.
50th Floor, Empire Tower
1 South Sathorn Road, Yannawa
Sathorn, Bangkok 10120, Thailand
Tel +66 2677 2000
Fax +66 2677 2222
Website home.kpmg/th

บริษัท เคพีเอ็มจี ภูเก็ต สอบบัญชี จำกัด
ชั้น 50 เอ็มไพร์ทาวเวอร์
1 ถนนสาทรใต้ แขวงยานนาวา
เขตสาทร กรุงเทพฯ 10120
โทร +66 2677 2000
แฟกซ์ +66 2677 2222
เว็บไซต์ home.kpmg/th

Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of SG Capital Public Company Limited

I have reviewed the accompanying statements of financial position of SG Capital Public Company Limited as at 31 March 2023, the statements of comprehensive income, changes in equity and cash flows for the three-month period ended 31 March 2023 and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

(Chokechai Ngamwutikul)
Certified Public Accountant
Registration No. 9728

KPMG Phoomchai Audit Ltd.
Bangkok
12 May 2023

SG Capital Public Company Limited

Statement of financial position

		31 March	31 December
Assets	Note	2023	2022
		(Unaudited)	
		(in thousand Baht)	
Current assets			
Cash and cash equivalents		1,109,713	3,106,144
Current portion of hire-purchase contract receivables	4	3,028,697	3,438,456
Current portion of loan receivables	5	2,129,436	2,006,260
Other receivables	3	172,069	67,316
Accrued income	3	15,129	11,668
Assets foreclosed		51,704	39,052
Other current assets		131	79
Total current assets		6,506,879	8,668,975
Non-current assets			
Hire-purchase contract receivables	4	1,674,317	1,918,405
Loan receivables	5	7,557,765	7,030,473
Leasehold improvement and equipment		24,612	21,472
Right-of-use assets		19,024	18,937
Intangible assets		6,802	6,274
Deferred tax assets	6	239,158	116,913
Other non-current assets		3,096	1,916
Total non-current assets		9,524,774	9,114,390
Total assets		16,031,653	17,783,365

The accompanying notes from an integral part of the interim financial statements.

SG Capital Public Company Limited

Statement of financial position

		31 March 2023 (Unaudited)	31 December 2022
Liabilities and equity	<i>Note</i>		
		<i>(in thousand Baht)</i>	
Current liabilities			
Short-term loan from financial institution	7	-	55,000
Trade accounts payable	3	274,003	486,477
Other payables	3	126,385	163,962
Current portion of long-term loan from financial institution	7	-	10,476
Current portion of lease liabilities	3, 7	8,101	9,018
Corporate income tax payable		126,315	92,396
Total current liabilities		534,804	817,329
Non-current liabilities			
Long-term loans from parent company	3, 7	10,072,673	11,172,673
Long-term loan from financial institution	7	-	3,919
Lease liabilities	3, 7	12,605	11,768
Provisions for employee benefits		25,661	24,141
Employee security deposits		2,871	2,139
Total non-current liabilities		10,113,810	11,214,640
Total liabilities		10,648,614	12,031,969
Equity			
Share capital			
Authorised share capital		3,270,000	3,270,000
Issued and paid-up share capital		3,270,000	3,270,000
Share premium:			
Share premium on ordinary shares		2,292,003	2,292,003
Difference arising from business combination			
under common control		(974,118)	(974,118)
Retained earnings:			
Appropriated:			
Legal reserve		209,380	209,380
Unappropriated		585,774	954,131
Total equity		5,383,039	5,751,396
Total liabilities and equity		16,031,653	17,783,365

The accompanying notes from an integral part of the interim financial statements.

SG Capital Public Company Limited
Statement of comprehensive income (Unaudited)

		Three-month period ended 31 March	
	Note	2023	2022
		(in thousand Baht)	
Income			
Interest income from hire-purchase contract and loans	3	645,917	487,514
Other income	3	12,455	7,283
Total income		658,372	494,797
Expenses			
Service and administrative expenses	3	176,652	151,746
Total expenses		176,652	151,746
Profit from operating activities		481,720	343,051
Finance costs	3	(156,981)	(114,702)
Expected credit loss	10	(781,422)	(40,315)
(Loss) profit before income tax		(456,683)	188,034
Tax income (expense)		88,326	(32,495)
(Loss) profit for the period		(368,357)	155,539
Total comprehensive income (expense) for the period		(368,357)	155,539
Basic earnings (loss) per share (in Baht)	9	(0.11)	0.06

The accompanying notes from an integral part of the interim financial statements.

SG Capital Public Company Limited
Statement of changes in equity (Unaudited)

	Retained earnings				
	Issued and paid-up share capital	Difference arising from business combination under common control	Legal reserve (in thousand Baht)	Unappropriated	Total equity
<i>Three-month period ended 31 March 2022</i>					
Balance at 1 January 2022	2,450,000	(974,118)	176,018	762,087	2,413,987
Comprehensive income for the period					
Profit	-	-	-	155,539	155,539
Total comprehensive income for the period	-	-	-	155,539	155,539
Balance at 31 March 2022	2,450,000	(974,118)	176,018	917,626	2,569,526

The accompanying notes from an integral part of the interim financial statements.

SG Capital Public Company Limited

Statement of changes in equity (Unaudited)

	Issued and paid-up share capital	Share premium	Difference arising from business combination under common control <i>(in thousand Baht)</i>	Retained earnings			Total equity
				Legal reserve	Unappropriated		
<i>Three-month period ended 31 March 2023</i>							
Balance at 1 January 2023	3,270,000	2,292,003	(974,118)	209,380	954,131		5,751,396
Comprehensive income for the period	-	-	-	-	(368,357)		(368,357)
Loss	-	-	-	-	(368,357)		(368,357)
Total comprehensive expense for the period							
Balance at 31 March 2023	3,270,000	2,292,003	(974,118)	209,380	585,774		5,383,039

The accompanying notes form an integral part of the interim financial statements.

SG Capital Public Company Limited

Statement of cash flows (Unaudited)

	Three-month period ended	
	31 March	
	2023	2022
	(in thousand Baht)	
<i>Cash flows from operating activities</i>		
(Loss) Profit for the period	(368,357)	155,539
<i>Adjustments to reconcile profit (loss) to cash receipts (payments)</i>		
Tax expense (income)	(88,326)	32,495
Interest income from hire-purchase contract and loans	(645,917)	(487,514)
Finance costs	156,981	114,702
Depreciation	5,645	3,979
Amortisation	198	126
Expected credit loss recognised in profit or loss	781,422	40,315
Provision for employee benefit	1,520	939
Other interest income	(3,667)	-
Losses from impairment of asset foreclosed	12,089	-
	<u>(148,412)</u>	<u>(139,419)</u>
<i>Changes in operating assets and liabilities</i>		
Hire-purchase contract receivables	(6,688)	(600,145)
Loan receivables	(757,138)	(807,790)
Other receivables	(105,006)	55,903
Accrued income	(3,461)	493
Assets foreclosed	(24,741)	(1,334)
Other current assets	(52)	(4)
Other non-current assets	(1,180)	(551)
Trade accounts payable	(212,474)	(76,548)
Deferred interest subsidies	(4,769)	(25,213)
Other payables	(32,802)	(24,084)
Employee security deposits	732	618
Employee benefit paid	-	(60)
Net cash used in operations	<u>(1,295,991)</u>	<u>(1,618,134)</u>
Interest received from hire-purchase contract and loans	631,700	482,872
Tax received (paid)	253	(123)
Net cash used in operating activities	<u>(664,038)</u>	<u>(1,135,385)</u>

The accompanying notes from an integral part of the interim financial statements.

SG Capital Public Company Limited

Statement of cash flows (Unaudited)

	Three-month period ended	
	31 March	
	2023	2022
	<i>(in thousand Baht)</i>	
<i>Cash flows from investing activities</i>		
Other interest received	3,667	-
Acquisition of leasehold improvement and equipment	(5,144)	(5,070)
Acquisition of intangible assets	(726)	-
Net cash used in investing activities	(2,203)	(5,070)
<i>Cash flows from financing activities</i>		
Finance cost paid	(156,716)	(114,427)
Repayment of loan from a financial institution	(69,395)	(2,441)
Proceeds from loans from the parent company	-	1,594,626
Repayment of loans from the parent company	(1,100,000)	(351,436)
Payment of lease liabilities	(4,079)	(3,089)
Net cash (used in) from financing activities	(1,330,190)	1,123,233
Net decrease in cash and cash equivalents	(1,996,431)	(17,222)
Cash and cash equivalents at 1 January	3,106,144	391,367
Cash and cash equivalents at 31 March	1,109,713	374,145

The accompanying notes from an integral part of the interim financial statements.

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month period ended 31 March 2023 (Unaudited)

Note	Contents
1	Basis of preparation of the interim financial statements
2	COVID-19 relief measures
3	Related parties
4	Hire-purchase contract receivables
5	Loan receivables
6	Deferred tax assets
7	Interest-bearing liabilities
8	Segment information and disaggregation of revenue
9	(Loss) earnings per share
10	Financial instruments
11	Commitments with non-related parties
12	Events after the reporting period

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month period ended 31 March 2023 (Unaudited)

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language financial statements, and were approved and authorised for issue by the Board of Directors on 12 May 2023.

1 Basis of preparation of the interim financial statements

The condensed interim financial statements are presented in the same format as the annual financial statements together with notes to the interim financial statements on a condensed basis (“interim financial statements”) in accordance with Thai Accounting Standard (TAS) No. 34 *Interim Financial Reporting*, guidelines promulgated by the Federation of Accounting Professions. The interim financial statements focus on new activities, events and circumstances to avoid repetition of information previously reported in annual financial statements. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company for the year ended 31 December 2022.

In preparing these interim financial statements, judgements and estimates are made by management in applying the Company’s accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that described in the financial statements for the year ended 31 December 2022.

2 COVID-19 relief measures

Due to uncertainty of the situation since 2020, the Bank of Thailand (“BoT”) has provided measures, which are intended to support the financial institutions and finance businesses to help the affected debtors. Additional measures continue to be provided.

In 2022 and 2023, the Group and the Company applied the accounting guideline no. 37/2564 dated 3 December 2021, “*Guideline regarding the provision of financial assistance to the debtors affected by the Covid-19*”. This guideline is applied to the affected debtors during 1 January 2022 to 31 December 2023 or as further updated by BoT. For debt restructuring under the specified criteria from 1 January 2021 to 31 December 2021, the entity can apply the relevant staging and provisioning guideline under this accounting guideline to the debtors from 1 January 2022 to 31 December 2023. The guideline of staging and provisioning depends on debt restructuring method which can be categorised into 2 groups below. The accounting guideline is in line with the BoT Circular no. BoT. For Nor Sor. 2 Wor. 802/2564 dated 3 September 2021, “*Guidelines regarding the provision of financial assistance to the debtors affected by the Covid-19 (sustainable debt resolution)*”.

Debt restructuring method

1. Debt restructuring which aims to reduce the repayment burden other than term extension.

Guideline of staging and provisioning

1. Non-NPL modified loans can be classified as stage 1 performing immediately once they are identified as being likely to repay.
2. NPL modified loans can be classified as stage 1 performing only if they can repay 3 consecutive months or 3 consecutive dues, whichever is longer.
3. Significant increase in credit risk consideration (Under-performing or Stage 2) consider from overdue for principle or interest payments more than 30 days or 1 month from the due date.
4. Revision of effective interest rate (EIR) at the date of modification.

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month period ended 31 March 2023 (Unaudited)

Debt restructuring method

2. Debt restructuring by term extension only

Guideline of staging and provisioning

Apply in accordance with the relevant financial reporting standard.

Regarding the impacts on the Company's performance, the Company's ECL still reflect fair position through closely monitoring, together with management overlay (if applicable). This can ensure that in times of downturn, credit risk development is captured and buffered with prudence.

As at 31 March 2023, the Company had modification of receivables affected by the Covid-19, which are approximately 10.58% of total hire-purchase contract receivables and loan receivables (31 December 2022: 15.03%).

3 Related parties

Significant transactions with related parties

Three-month period ended 31 March

Parent company

Sale of assets foreclosed

Purchase of goods*

Debt collecting fee

Management fee

Other expenses

Interest expenses

Other related parties

Commission income

Purchase of goods*

Debt collecting fee

Commission expense

Other expenses

Key management personnel

Key management personnel compensation

Short-term benefit

Post-employment benefits

Total

* Purchased goods from related parties for hire-purchased receivables

2023 2022
(in thousand Baht)

-	15,023
216,463	651,837
5,068	11,429
3,000	3,000
307	228
156,535	114,139

3,462	3,373
13,555	72,998
664	767
155	-
128	122

8,670	11,320
446	584
9,116	11,904

Balances with related parties as at

Other receivables

Other related parties

Total

Accrued income

Other related parties

Total

31 March 31 December
2023 2022
(in thousand Baht)

5,641	10,929
5,641	10,929

15,129	11,668
15,129	11,668

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month period ended 31 March 2023 (Unaudited)

	31 March 2023 (in thousand Baht)	31 December 2022
Balances with related parties as at		
Trade accounts payable		
Parent company	250,871	464,272
Other related parties	2,669	7,853
Total	253,540	472,125
Other payables		
Parent company	10,585	14,646
Other related parties	513	381
Total	11,098	15,027
Lease liabilities		
Parent company	1,433	1,897
Total	1,433	1,897

	Interest rate (% per annum)	At 1 January 2023	Increase (in thousand Baht)	Decrease (in thousand Baht)	At 31 March 2023
Loans from					
Parent	5.25 - 6.06	11,172,673	-	(1,100,000)	10,072,673
	Interest rate (% per annum)	At 1 January 2022	Increase (in thousand Baht)	Decrease (in thousand Baht)	At 31 December 2022
Loans from					
Parent	5.25 - 6.06	7,463,090	7,718,843	(4,009,260)	11,172,673

Significant agreement with related party

Loan agreement

The Company entered into loan agreements with the parent company in the amount of Baht 10,073 million (31 December 2022: Baht 11,173 million), interest rate of 5.25% - 6.06% per annum (31 December 2022: 5.25% - 6.06% per annum). The interest rate shall be calculated from an average interest rate of the parent company's debentures, which were issued each time, add mark-up. The interest shall be paid by monthly. The loans will be matured in September 2024 to September 2025.

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month period ended 31 March 2023 (Unaudited)

Service agreement

The Company entered into several agreements within the parent company. The terms of these agreements are effective for 6 months to 1 year, and will be automatically renewed 1 year unless either party gives to the other party a written notice to terminate the agreements. Fees and conditions are specified in the agreements. Services and building rental scope are as follows:

- 1.1 The service support regarding to operation support, finance and accounting, human resource, information technology and others;
- 1.2 Building rental and service.

Memorandum of understanding for the business support

On 1 April 2022, the Company entered into the Memorandum of understanding for the business support with the parent company. The company agreed to hire the parent company as a seller of foreclosed inventories from the hire-purchase receivables due to breach of contract, the Company pays the commission as 15 % of selling price to the parent company. The memorandum is effective, unless either party gives to the other party a written notice to terminate.

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month period ended 31 March 2023 (Unaudited)

4 Hire-purchase contract receivables

31 March 2023

Hire-purchase contract receivables	4,811,594	1,273,796	622,149	295,581	120,046	30,940	7,154,106
Less unearned interest income	(1,036,249)	(297,005)	(119,810)	(44,640)	(12,786)	(4,215)	(1,514,705)
	<u>3,775,345</u>	<u>976,791</u>	<u>502,339</u>	<u>250,941</u>	<u>107,260</u>	<u>26,725</u>	<u>5,639,401</u>
Less allowance for expected credit loss	(746,648)	(119,717)	(45,633)	(17,851)	(6,028)	(510)	(936,387)
Net	<u>3,028,697</u>	<u>857,074</u>	<u>456,706</u>	<u>233,090</u>	<u>101,232</u>	<u>26,215</u>	<u>4,703,014</u>

31 December 2022

Hire-purchase contract receivables	4,862,725	1,436,968	677,772	298,200	113,748	13,881	7,403,294
Less unearned interest income	(1,080,572)	(344,904)	(132,684)	(44,735)	(11,391)	(828)	(1,615,114)
	<u>3,782,153</u>	<u>1,092,064</u>	<u>545,088</u>	<u>253,465</u>	<u>102,357</u>	<u>13,053</u>	<u>5,788,180</u>
Less allowance for expected credit loss	(343,697)	(60,586)	(19,543)	(5,613)	(1,701)	(179)	(431,319)
Net	<u>3,438,456</u>	<u>1,031,478</u>	<u>525,545</u>	<u>247,852</u>	<u>100,656</u>	<u>12,874</u>	<u>5,356,861</u>

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month period ended 31 March 2023 (Unaudited)

As at 31 March 2023 and 31 December 2022, carrying amount and allowance for expected credit loss for electronic appliances, others and vehicles hire-purchase contract receivables were as follows:

	Electronic appliances and others				Vehicles				Total			
	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total
31 March 2023												
Hire-purchase contract receivables*												
Within credit terms	1,478,968	15,450	69,105	1,563,523	311,422	3,167	-	314,589	1,790,390	18,617	69,105	1,878,112
Overdue:												
1 - 30 days	490,507	5,558	-	496,065	140,872	5,873	-	146,745	631,379	11,431	-	642,810
31 - 60 days	-	269,262	-	269,262	-	119,316	-	119,316	-	388,578	-	388,578
61 - 90 days	-	799,040	-	799,040	-	114,100	-	114,100	-	913,140	-	913,140
more than 90 days	-	-	1,709,848	1,709,848	-	-	106,913	106,913	-	-	1,816,761	1,816,761
Hire-purchase contract receivables*	1,969,475	1,089,310	1,778,953	4,837,738	452,294	242,456	106,913	801,663	2,421,769	1,331,766	1,885,866	5,639,401
Less allowance for expected credit loss	(51,518)	(97,724)	(735,324)	(884,566)	(2,456)	(9,925)	(39,440)	(51,821)	(53,974)	(107,649)	(774,764)	(936,387)
Total	1,917,957	991,586	1,043,629	3,953,172	449,838	232,531	67,473	749,842	2,367,795	1,224,117	1,111,102	4,703,014

*Hire-purchase contract receivables net of unearned interest income

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month period ended 31 March 2023 (Unaudited)

	Electronic appliances and others				Vehicles				Total			
	Assets without significant increase in credit risk	Assets with a significant increase in credit risk	Assets without significant increase in credit risk	Total	Assets without significant increase in credit risk	Assets with a significant increase in credit risk	Assets without significant increase in credit risk	Total	Assets without significant increase in credit risk	Assets with a significant increase in credit risk	Assets without significant increase in credit risk	Total
31 December 2022												
Hire-purchase contract receivables*												
Within credit terms	2,085,624	38,853	-	2,124,477	321,634	8,067	-	329,701	2,407,258	46,920	-	2,454,178
Overdue:												
1 - 30 days	933,462	12,179	-	945,641	154,821	10,271	-	165,092	1,088,283	22,450	-	1,110,733
31 - 60 days	-	367,065	-	367,065	-	165,086	-	165,086	-	532,151	-	532,151
61 - 90 days	-	938,384	-	938,384	-	111,383	-	111,383	-	1,049,767	-	1,049,767
more than 90 days	-	-	600,987	600,987	-	-	40,364	40,364	-	-	641,351	641,351
Hire-purchase contract receivables*	3,019,086	1,356,481	600,987	4,976,554	476,455	294,807	40,364	811,626	3,495,541	1,651,288	641,351	5,788,180
Less allowance for expected credit loss	(70,652)	(111,387)	(223,934)	(405,973)	(2,353)	(10,380)	(12,613)	(25,346)	(73,005)	(121,767)	(236,547)	(431,319)
Total	2,948,434	1,245,094	377,053	4,570,581	474,102	284,427	27,751	786,280	3,422,536	1,529,521	404,804	5,356,861

*Hire-purchase contract receivables net of unearned interest income

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month period ended 31 March 2023 (Unaudited)

Modification of hire-purchase contract receivables

The financial statements for the three-month period ended 31 March 2023 and 2022 includes the following changes through various types of modification:

	2023		2022	
	Before modification	After modification (in thousand Baht)	Before modification	After modification
Modification of hire-purchase contract receivables				
- Three-month period ended 31 March	<u>14,537</u>	<u>13,763</u>	<u>35,526</u>	<u>35,497</u>

Cash collection under modification of hire-purchase contract receivables for the three-month period ended 31 March 2023 and 2022 were Baht 18.86 million and Baht 9.25 million, respectively.

As at 31 March 2023 and 31 December 2022 modified hire-purchase contract receivables have remaining balances of Baht 504.10 million and Baht 517.06 million, respectively. Partial of the receivables are also received the provision of financial assistance to the debtors affected by the Covid-19 relief program.

5 Loan receivables

	Portion due within 1 year		Portion due after 1 year		Total	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022
	(in thousand Baht)					
Loan receivables	2,142,472	1,988,788	7,652,320	7,070,395	9,794,792	9,059,183
Add accrued interest receivable	<u>64,162</u>	<u>49,945</u>	<u>-</u>	<u>-</u>	<u>64,162</u>	<u>49,945</u>
	2,206,634	2,038,733	7,652,320	7,070,395	9,858,954	9,109,128
Less allowance for expected credit loss	<u>(77,198)</u>	<u>(32,473)</u>	<u>(94,555)</u>	<u>(39,922)</u>	<u>(171,753)</u>	<u>(72,395)</u>
Net	<u><u>2,129,436</u></u>	<u><u>2,006,260</u></u>	<u><u>7,557,765</u></u>	<u><u>7,030,473</u></u>	<u><u>9,687,201</u></u>	<u><u>9,036,733</u></u>

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month period ended 31 March 2023 (Unaudited)

At 31 March 2023 and 31 December 2022, carrying amount and allowance for expected credit loss for loan receivables were as follows:

	Vehicles			Debt consolidation			Others			Total		
	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Total	Assets with a significant increase in credit risk	Assets without a significant increase in credit risk	Total	Assets with a significant increase in credit risk	Assets with credit impairment	Total
<i>(in thousand Baht)</i>												
31 March 2023												
<i>Loan receivables</i>												
Within credit terms	6,894,365	24,844	6,919,209	-	-	377,841	-	-	11,288	7,283,494	-	7,308,338
Overdue:												
1 - 30 days	1,262,045	29,500	1,291,545	-	-	3,142	-	-	2,464	1,267,651	-	1,297,151
31 - 60 days	-	559,980	559,980	353	-	353	770	-	770	-	-	561,103
61 - 90 days	-	435,905	435,905	165	-	165	629	-	629	-	-	436,699
more than 90 days	-	-	250,532	-	2,907	2,907	-	-	2,224	-	255,663	255,663
Net carrying amount	8,156,410	1,050,229	9,457,171	518	2,907	384,408	1,399	-	17,375	8,551,145	255,663	9,858,954
Less allowance for expected credit loss	(33,553)	(40,437)	(166,486)	(5)	(2,824)	(5,267)	-	-	-	(35,991)	(95,320)	(171,753)
Total	8,122,857	1,009,792	9,290,685	513	83	379,141	1,399	2,224	17,375	8,515,154	160,343	9,687,201

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month period ended 31 March

	Vehicles			Debt consolidation			Others			Total		
	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Total
	(in thousand Bdt)	(in thousand Bdt)	(in thousand Bdt)	(in thousand Bdt)	(in thousand Bdt)	(in thousand Bdt)	(in thousand Bdt)	(in thousand Bdt)	(in thousand Bdt)	(in thousand Bdt)	(in thousand Bdt)	(in thousand Bdt)
31 December 2022												
Loan receivables												
Within credit terms	6,784,089	-	6,815,138	309,525	-	309,525	9,588	-	9,588	7,103,202	31,049	-
Overdue:												
1 - 30 days	1,088,860	-	1,131,070	2,838	-	2,838	3,848	-	3,848	1,095,546	42,210	-
31 - 60 days	-	-	531,498	-	1,110	1,110	-	1,042	1,042	-	533,650	-
61 - 90 days	-	-	251,944	-	-	-	-	1,217	1,217	-	253,161	-
more than 90 days	-	45,753	45,753	-	1,595	1,595	-	-	2,962	-	50,310	-
Net carrying amount	7,872,949	45,753	8,775,403	312,363	1,110	315,008	13,436	2,259	18,657	8,198,748	860,070	9,109,128
Less allowance for expected credit loss	(28,445)	(14,555)	(68,881)	(1,908)	(11)	(3,514)	-	-	-	(30,353)	(25,892)	(16,150)
Total	7,844,504	31,198	8,706,522	310,455	1,099	311,554	13,436	2,259	18,657	8,168,395	834,178	9,036,733

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month periods ended 31 March 2023 (Unaudited)

Modification of loan receivables

The financial statements for the three-month period ended 31 March 2023 and 2022 includes the following changes through various types of modification:

	2023		2022	
	Before modification	After modification (in thousand Baht)	Before modification	After modification
Modification of loan receivables				
- Three-month period ended				
31 March	<u>16,320</u>	<u>15,838</u>	<u>7,134</u>	<u>7,134</u>

Cash collection under modification of loan receivables for the three-month period ended 31 March 2023 and 2022 were Baht 5.98 million and Baht 1.46 million, respectively.

As at 31 March 2023 and 31 December 2022 modified loan receivables have remaining balances of Baht 204.85 million and Baht 193.29 million, respectively. Partial of the receivables are also received the provision of financial assistance to the debtors affected by the Covid-19 relief program.

6 Deferred tax assets

	At 1 January	(Charged) / credited to: Profit or loss (in thousand Baht)	At 31 March
<i>Deferred tax</i>			
<i>2023</i>			
<i>Deferred tax assets</i>			
Allowance for expected credit loss	113,778	121,938	235,716
Allowance for decline in value of asset foreclosed	5,800	2,418	8,218
Provision for employee benefits	4,828	304	5,132
Deferred interest subsidies income	2,600	(954)	1,646
Right-of-use assets	370	(34)	336
Fee income	8,047	(184)	7,863
Total	<u>135,423</u>	<u>123,488</u>	<u>258,911</u>
<i>Deferred tax liabilities</i>			
Commission paid	(18,510)	(1,243)	(19,753)
Total	<u>(18,510)</u>	<u>(1,243)</u>	<u>(19,753)</u>
Net	<u>116,913</u>	<u>122,245</u>	<u>239,158</u>

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month periods ended 31 March 2023 (Unaudited)

7 Interest-bearing liabilities

	31 March 2023 <i>(in thousand Baht)</i>	31 December 2022
Current		
Short-term loan from financial institution	-	55,000
Current portion of long-term loan from financial institution	-	10,476
Lease liabilities	8,101	9,018
Non-current		
Long-term loans from parent company	10,072,673	11,172,673
Long-term loan from financial institution	-	3,918
Lease liabilities	12,605	11,768
Total	10,093,379	11,262,853

As at 31 March 2023, the company had unsecured interest-bearing liabilities.

The detail of long-term loan from parent company see in note 3.

8 Segment information and disaggregation of revenue

Management considers that the Company operates in a single line of business, hire-purchase contract and loans, and has, therefore, only one reportable segment.

Geographical segments

The Company is managed and operates principally in Thailand. There are no material revenues derived from, or assets located in, foreign countries.

Timing of revenue recognition

The Company recognised the interest income over the period and parts of other income at a point in time.

9 (Loss) earnings per share

<i>For the three-month period ended 31 March</i>	2023 <i>(in thousand Baht / thousand shares)</i>	2022
(Loss) profit attributable to ordinary shareholders of the Company (basic)	<u>(368,357)</u>	<u>155,539</u>
Weighted average number of ordinary shares outstanding (basic) as at 31 March	<u>3,270,000</u>	<u>2,450,000</u>
(Loss) earnings per share (basic) <i>(in Baht)</i>	<u>(0.11)</u>	<u>0.06</u>

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month periods ended 31 March 2023 (Unaudited)

10 Financial instruments

Carrying amounts and fair values

Fair value of long-term loans and lease liabilities with fixed rate and remaining maturities greater than 1 year is estimated by using a discounted cash flow calculation applying interest rates current being offered on similar instruments.

Fair value of cash and cash equivalents, other receivables, trade account payables, other payables and short-term loan approximates their carrying amounts in the statements of financial position since such financial assets and liabilities have short maturity periods.

Concentrations of credit risk

The Company monitors concentrations of credit risk by type of financing which credit risk concentration of hire-purchase contract receivables and loan receivables more than 30% are in retail group comprising of owned-business.

*Expected credit losses increase
for the three-month period ended 31 March*

	2023	2022
	<i>(in thousand Baht)</i>	
Hire-purchase contract receivables	660,536	29,665
Loan receivables	120,886	10,650
Total	781,422	40,315

11 Commitments with non-related parties

	31 March 2023	31 December 2022
	<i>(in thousand Baht)</i>	
<i>Other commitments</i>		
Bank guarantees	510	510
Total	510	510

12 Event after reporting period

On 20 April 2023, the Annual general meeting of the Company's shareholders approved an annual dividend from net profit for the year ended 31 December 2022 at Baht 0.11 per share, totaling Baht 359.70 million to the Company's shareholders. The payment of dividend will be made on 18 May 2023.