

**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION  
BY THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

**TO THE BOARD OF DIRECTORS**

**AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED**

We have reviewed the consolidated statement of financial position of AEON Thana Sinsap (Thailand) Public Company Limited and its subsidiaries and the separate statement of financial position of AEON Thana Sinsap (Thailand) Public Company Limited as at May 31, 2023, and the related consolidated and separate statements of profit or loss, profit or loss and other comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, and the condensed notes to the financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

**Scope of Review**

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

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the aforementioned interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

**BANGKOK**  
July 5, 2023

Nisakorn Songmanee  
Certified Public Accountant (Thailand)  
Registration No. 5035  
**DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.**

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT MAY 31, 2023

UNIT : THOUSAND BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		“Unaudited”		“Unaudited”	
		As at	As at	As at	As at
		May 31, 2023	February 28, 2023	May 31, 2023	February 28, 2023
<b>ASSETS</b>					
CURRENT ASSETS					
Cash and cash equivalents	4.1	3,595,975	3,816,356	2,069,652	2,159,810
Trade and other current receivables					
Trade receivables	5	80,312,328	80,667,069	77,460,428	77,833,587
Other receivables		499,573	518,404	401,827	414,708
Current portion of long-term loan to a subsidiary	6	-	-	27,655	27,990
Current portion of loans from purchase of accounts receivable	7	2,936	490	-	-
Seller loan in Special Purpose Vehicle for securitization	11	-	-	283,563	287,621
Current portion of derivative assets	18	844,449	1,047,431	844,449	1,047,431
Other current assets		107,142	102,645	43,832	42,955
Total Current Assets		<u>85,362,403</u>	<u>86,152,395</u>	<u>81,131,406</u>	<u>81,814,102</u>
NON-CURRENT ASSETS					
Trade and other non-current receivables					
Trade receivables	5	3,286,332	3,144,652	1,524,112	1,496,409
Other receivables		49,361	74,041	49,361	74,041
Fixed deposits at banks under obligations		108,478	144,216	-	-
Long-term loan to a subsidiary	6	-	-	82,964	83,970
Loans from purchase of accounts receivable	7	48,581	12,133	-	-
Investments in subsidiaries	8	-	-	1,235,409	1,235,409
Investments in equity securities designated at fair value					
through profit or loss	9	5,062	5,062	5,062	5,062
Investment in equity securities designated at fair value					
through other comprehensive income	10	144,000	144,000	144,000	144,000
Subordinated lendings	12.1	-	-	84,074	84,074
Leasehold improvements and equipment		526,229	523,145	438,625	447,217
Right-of-use assets		811,744	892,559	708,816	776,685
Intangible assets other than goodwill		867,819	923,406	738,367	783,252
Derivative assets	18	414,271	684,654	414,271	684,654
Deferred tax assets	13	2,532,297	2,340,922	2,460,547	2,268,848
Other non-current assets		160,281	165,501	144,081	146,184
Total Non-current Assets		<u>8,954,455</u>	<u>9,054,291</u>	<u>8,029,689</u>	<u>8,229,805</u>
<b>TOTAL ASSETS</b>		<u><u>94,316,858</u></u>	<u><u>95,206,686</u></u>	<u><u>89,161,095</u></u>	<u><u>90,043,907</u></u>

See condensed notes to the financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT MAY 31, 2023

UNIT : THOUSAND BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		“Unaudited”		“Unaudited”	
		As at	As at	As at	As at
		May 31,	February 28,	May 31,	February 28,
		2023	2023	2023	2023
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>					
CURRENT LIABILITIES					
Short-term borrowings from financial institutions	14	4,386,446	4,485,424	3,280,000	3,440,000
Trade and other current payables					
Trade payables		208,276	220,728	194,847	200,448
Other payables		1,650,840	1,629,459	1,549,228	1,532,329
Current portion of long-term liabilities					
Long-term borrowings	15	13,041,716	12,836,551	11,499,876	11,273,543
Derivative liabilities	18	688,207	562,743	688,207	562,743
Lease liabilities		429,294	444,127	379,069	389,924
Current income tax payable		946,969	643,416	903,360	608,272
Other current liabilities		368,671	341,614	367,431	345,103
Total Current Liabilities		<u>21,720,419</u>	<u>21,164,062</u>	<u>18,862,018</u>	<u>18,352,362</u>
NON-CURRENT LIABILITIES					
Long-term borrowings	15	37,147,633	39,152,934	35,907,309	37,867,795
Long-term borrowings under securitization project	16	-	-	1,224,144	1,260,991
Long-term debentures	17	9,421,826	9,580,142	7,948,744	8,107,060
Derivative liabilities	18	1,092,310	876,160	1,092,310	876,160
Lease liabilities		411,424	473,541	359,302	412,280
Subordinated borrowings	12.2	84,074	84,074	-	-
Provisions for employee benefit	19	459,980	444,377	419,433	405,630
Other non-current liabilities		86,935	83,316	72,458	71,186
Total Non-current Liabilities		<u>48,704,182</u>	<u>50,694,544</u>	<u>47,023,700</u>	<u>49,001,102</u>
TOTAL LIABILITIES		<u>70,424,601</u>	<u>71,858,606</u>	<u>65,885,718</u>	<u>67,353,464</u>

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
STATEMENT OF FINANCIAL POSITION (CONTINUED)  
AS AT MAY 31, 2023

UNIT : THOUSAND BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		“Unaudited”		“Unaudited”	
		As at May 31, 2023	As at February 28, 2023	As at May 31, 2023	As at February 28, 2023
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (CONTINUED)</b>					
SHAREHOLDERS' EQUITY	21				
SHARE CAPITAL					
Authorized share capital					
250,000,000 ordinary shares of Baht 1 each		250,000	250,000	250,000	250,000
Issued and paid-up share capital					
250,000,000 ordinary shares of Baht 1 each, fully paid		250,000	250,000	250,000	250,000
SHARE PREMIUM ON ORDINARY SHARES		478,000	478,000	478,000	478,000
SURPLUS ON SHARE-BASED PAYMENT TRANSACTION	20	12,968	9,265	12,105	9,265
RETAINED EARNINGS					
Appropriated					
Legal reserve		25,000	25,000	25,000	25,000
Reserve for business expansion		4,850,000	4,850,000	4,850,000	4,850,000
Unappropriated		17,999,530	17,382,220	17,837,506	17,167,729
OTHER COMPONENTS OF SHAREHOLDERS' EQUITY					
Exchange differences on translating					
financial statements of foreign operations		(90,252)	(83,454)	-	-
Cumulative loss on cash flow hedges		(177,234)	(89,551)	(177,234)	(89,551)
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT		23,348,012	22,821,480	23,275,377	22,690,443
NON-CONTROLLING INTERESTS		544,245	526,600	-	-
TOTAL SHAREHOLDERS' EQUITY		23,892,257	23,348,080	23,275,377	22,690,443
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>94,316,858</b>	<b>95,206,686</b>	<b>89,161,095</b>	<b>90,043,907</b>

See condensed notes to the financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF PROFIT OR LOSS

FOR THE THREE-MONTH PERIOD ENDED MAY 31, 2023

“UNAUDITED”

UNIT : THOUSAND BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		For the three-month		For the three-month	
		periods ended		periods ended	
		May 31,	May 31,	May 31,	May 31,
		2023	2022	2023	2022
REVENUES					
Credit card income		1,951,107	1,809,741	1,910,111	1,772,865
Loan income	22	2,534,315	2,628,415	2,512,317	2,602,647
Hire-purchase income		240,132	266,731	60,825	65,103
Other income					
Bad debt recovery		441,149	385,429	426,040	385,429
Gain on sale of written-off receivables	28.3	-	104,979	-	104,979
Collection service income		54,720	56,242	-	-
Insurance broker business income		169,658	179,352	169,658	179,352
Dividend income		-	-	140,600	158,600
Others		68,110	53,760	28,614	28,266
Total Other income		<u>733,637</u>	<u>779,762</u>	<u>764,912</u>	<u>856,626</u>
Total Revenues		<u>5,459,191</u>	<u>5,484,649</u>	<u>5,248,165</u>	<u>5,297,241</u>
EXPENSES					
Operating and administrative expenses		1,990,467	1,990,104	1,828,311	1,824,550
Directors and managements' remuneration	23	38,306	43,234	27,993	28,817
Loss on impairment of assets		4,341	1,426	4,341	1,426
Loss on sale and write-off of leasehold improvements and equipment and intangible assets other than goodwill		356	59	509	106
Total Expenses		<u>2,033,470</u>	<u>2,034,823</u>	<u>1,861,154</u>	<u>1,854,899</u>
Finance costs		526,972	436,704	541,347	458,491
Expected credit losses		2,093,900	1,563,477	2,043,803	1,530,153
PROFIT BEFORE INCOME TAX		<u>804,849</u>	<u>1,449,645</u>	<u>801,861</u>	<u>1,453,698</u>
INCOME TAX EXPENSES	24	160,833	290,889	132,084	259,498
<b>PROFIT FOR THE PERIOD</b>		<u><u>644,016</u></u>	<u><u>1,158,756</u></u>	<u><u>669,777</u></u>	<u><u>1,194,200</u></u>
<b>PROFIT ATTRIBUTABLE TO :</b>					
Owners of the parent		617,310	1,114,843	669,777	1,194,200
Non-controlling interests		26,706	43,913	-	-
		<u>644,016</u>	<u>1,158,756</u>	<u>669,777</u>	<u>1,194,200</u>
<b>BASIC EARNINGS PER SHARE</b>	<b>BAHT</b>	2.47	4.46	2.68	4.78
<b>WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES</b>	<b>SHARES</b>	250,000,000	250,000,000	250,000,000	250,000,000

See condensed notes to the financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE THREE-MONTH PERIOD ENDED MAY 31, 2023  
“UNAUDITED”

UNIT : THOUSAND BAHT

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	For the three-month		For the three-month	
	periods ended		periods ended	
	May 31,	May 31,	May 31,	May 31,
	2023	2022	2023	2022
Profit for the period	644,016	1,158,756	669,777	1,194,200
Other comprehensive income (loss), net of tax				
Components of other comprehensive income that will be reclassified to profit or loss				
Exchange differences on translating financial statements of foreign operations				
- Owners of the parent	(6,798)	856	-	-
- Non-controlling interests	(7,702)	1,683	-	-
Gain (loss) on cash flow hedges	(87,683)	289,157	(87,683)	289,157
Other comprehensive income (loss) for the period, net of tax	(102,183)	291,696	(87,683)	289,157
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>541,833</b>	<b>1,450,452</b>	<b>582,094</b>	<b>1,483,357</b>
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO :</b>				
Owners of the parent	522,829	1,404,856	582,094	1,483,357
Non-controlling interests	19,004	45,596	-	-
	<b>541,833</b>	<b>1,450,452</b>	<b>582,094</b>	<b>1,483,357</b>

See condensed notes to the financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY  
FOR THE THREE-MONTH PERIOD ENDED MAY 31, 2023  
“UNAUDITED”

UNIT : THOUSAND BAHT

Note	CONSOLIDATED FINANCIAL STATEMENTS								Non-controlling interests	Total shareholders' equity	
	Issued and paid-up share capital	Share premium on ordinary shares	Surplus on share-based payment transaction	Owners of the parent Retained earnings		Other components of shareholders' equity		Total owners of the parent			
				Appropriated Legal reserve	Unappropriated Reserve for business expansion	Exchange differences on translating financial statements of foreign operations	Cumulative loss on cash flow hedges				
<b>Beginning balance as at March 1, 2022</b>	250,000	478,000	-	25,000	4,850,000	14,808,860	(95,808)	(427,341)	19,888,711	375,252	20,263,963
Changes during the period											
Dividend paid	-	-	-	-	-	-	-	-	-	(1,664)	(1,664)
Profit for the period	-	-	-	-	-	1,114,843	-	-	1,114,843	43,913	1,158,756
Other comprehensive income	-	-	-	-	-	-	856	289,157	290,013	1,683	291,696
<b>Ending balance as at May 31, 2022</b>	<u>250,000</u>	<u>478,000</u>	<u>-</u>	<u>25,000</u>	<u>4,850,000</u>	<u>15,923,703</u>	<u>(94,952)</u>	<u>(138,184)</u>	<u>21,293,567</u>	<u>419,184</u>	<u>21,712,751</u>
<b>Beginning balance as at March 1, 2023</b>	250,000	478,000	9,265	25,000	4,850,000	17,382,220	(83,454)	(89,551)	22,821,480	526,600	23,348,080
Changes during the period											
Surplus on share-based payment transaction 20	-	-	3,703	-	-	-	-	-	3,703	-	3,703
Dividend paid	-	-	-	-	-	-	-	-	-	(1,359)	(1,359)
Profit for the period	-	-	-	-	-	617,310	-	-	617,310	26,706	644,016
Other comprehensive loss	-	-	-	-	-	-	(6,798)	(87,683)	(94,481)	(7,702)	(102,183)
<b>Ending balance as at May 31, 2023</b>	<u>250,000</u>	<u>478,000</u>	<u>12,968</u>	<u>25,000</u>	<u>4,850,000</u>	<u>17,999,530</u>	<u>(90,252)</u>	<u>(177,234)</u>	<u>23,348,012</u>	<u>544,245</u>	<u>23,892,257</u>

See condensed notes to the financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)  
FOR THE THREE-MONTH PERIOD ENDED MAY 31, 2023  
“UNAUDITED”

UNIT : THOUSAND BAHT

	Note	SEPARATE FINANCIAL STATEMENTS						Total shareholders' equity	
		Issued and paid-up share capital	Share premium on ordinary shares	Surplus on share-based payment transaction	Retained earnings Appropriated Legal reserve	Reserve for Unappropriated business expansion	Other components of shareholders' equity Cumulative loss on cash flow hedges		
<b>Beginning balance as at March 1, 2022</b>		250,000	478,000	-	25,000	4,850,000	14,703,739	(427,341)	19,879,398
Changes during the period									
Profit for the period		-	-	-	-	-	1,194,200	-	1,194,200
Other comprehensive income		-	-	-	-	-	-	289,157	289,157
<b>Ending balance as at May 31, 2022</b>		<u>250,000</u>	<u>478,000</u>	<u>-</u>	<u>25,000</u>	<u>4,850,000</u>	<u>15,897,939</u>	<u>(138,184)</u>	<u>21,362,755</u>
<b>Beginning balance as at March 1, 2023</b>		250,000	478,000	9,265	25,000	4,850,000	17,167,729	(89,551)	22,690,443
Changes during the period									
Surplus on share-based payment transaction	20	-	-	2,840	-	-	-	-	2,840
Profit for the period		-	-	-	-	-	669,777	-	669,777
Other comprehensive loss		-	-	-	-	-	-	(87,683)	(87,683)
<b>Ending balance as at May 31, 2023</b>		<u>250,000</u>	<u>478,000</u>	<u>12,105</u>	<u>25,000</u>	<u>4,850,000</u>	<u>17,837,506</u>	<u>(177,234)</u>	<u>23,275,377</u>

See condensed notes to the financial statements



AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOWS

FOR THE THREE-MONTH PERIOD ENDED MAY 31, 2023

“UNAUDITED”

UNIT : THOUSAND BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		For the three-month		For the three-month	
		periods ended		periods ended	
		May 31,	May 31,	May 31,	May 31,
		2023	2022	2023	2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Profit for the period		644,016	1,158,756	669,777	1,194,200
Adjustments for:					
Income tax expenses		160,833	290,889	132,084	259,498
Expected credit losses		2,093,900	1,563,477	2,043,803	1,530,153
Depreciation of leasehold improvements and equipment and right-of-use assets		191,701	203,600	166,756	173,730
Amortization of intangible assets other than goodwill		65,142	57,545	53,970	47,215
Loss on sale and write-off of leasehold improvement and equipment and intangible assets other than goodwill		356	59	509	106
Employee benefit expense	19	16,163	35,494	14,200	26,956
Employee joint investment program expense	20	6,846	-	5,603	-
Gain on sale of written-off receivables		-	(104,979)	-	(104,979)
Unrealized (gain) loss on exchange rate		-	-	1,341	(5,822)
Interest income		(3,529,274)	(3,400,079)	(3,187,858)	(3,092,093)
Gain on cancellation of lease agreements		(87)	(21)	(87)	(21)
Loss on impairment of assets		4,341	1,426	4,341	1,426
Dividend income		-	-	(140,600)	(158,600)
Finance costs		526,972	436,704	541,347	458,491
		180,909	242,871	305,186	330,260
Changes in operating assets and liabilities					
Operating assets (increase) decrease					
Trade and other current receivables		(1,947,585)	(3,365,714)	(1,709,349)	(3,557,069)
Other current assets		(4,625)	13,654	(879)	447
Other non-current assets		5,110	1,777	2,101	3,333
Operating liabilities increase (decrease)					
Trade and other current payables		(2,000)	133,276	11,235	130,784
Other current liabilities		27,780	488	22,328	(506)
Other non-current liabilities		3,717	1,466	1,264	9,477
Net cash flows used in operations		(1,736,694)	(2,972,182)	(1,368,114)	(3,083,274)
Interest received		3,522,414	3,343,024	3,179,503	3,029,644
Dividend received		-	-	140,600	158,600
Finance costs paid		(525,406)	(516,634)	(553,205)	(551,026)
Income tax paid		(27,342)	(32,882)	(6,773)	(8,115)
Employee benefits paid	19	(560)	(20,907)	(397)	(11,841)
Cash paid for employee joint investment program	20	(3,143)	-	(2,763)	-
Net cash flows provided by (used in) operating activities		1,229,269	(199,581)	1,388,851	(466,012)

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE THREE-MONTH PERIOD ENDED MAY 31, 2023

“UNAUDITED”

UNIT : THOUSAND BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		For the three-month		For the three-month	
		periods ended		periods ended	
		May 31,	May 31,	May 31,	May 31,
		2023	2022	2023	2022
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Cash received from fixed deposits at banks under obligations		33,920	-	-	-
Cash paid for purchase of leasehold improvements and equipment	4.2	(63,722)	(44,441)	(40,605)	(43,038)
Cash received from sale of leasehold improvements and equipment		393	164	229	82
Cash paid for purchase of intangible assets other than goodwill	4.2	(35,811)	(182,015)	(34,629)	(168,634)
Net cash flows used in investing activities		(65,220)	(226,292)	(75,005)	(211,590)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
Cash received from bank overdrafts and short-term borrowings from financial institutions	4.4	24,340,333	25,945,969	23,520,000	25,192,203
Cash repayments for bank overdrafts and short-term borrowings from financial institutions	4.4	(24,433,859)	(29,565,705)	(23,680,000)	(28,663,443)
Cash received from long-term borrowings	4.4	1,653,500	6,329,662	1,653,500	6,329,662
Cash repayments for long-term borrowings	4.4	(2,827,136)	(2,165,341)	(2,800,000)	(2,000,000)
Cash received from long-term borrowings under securitization project	4.4	-	-	136,552	137,395
Cash repayments for long-term borrowings under securitization project	4.4	-	-	(136,552)	(137,395)
Cash paid for lease liabilities	4.4	(138,033)	(134,089)	(122,184)	(117,206)
Cash received from sales of written-off receivables		24,680	104,979	24,680	104,979
Dividend paid		(555)	(2,477)	-	-
Net cash flows provided by (used in) financing activities		(1,381,070)	512,998	(1,404,004)	846,195
Net increase (decrease) in cash and cash equivalents before effect of exchange rate		(217,021)	87,125	(90,158)	168,593
Effect of exchange rate changes on cash and cash equivalents		(3,360)	(2,212)	-	-
Net increase (decrease) in cash and cash equivalents		(220,381)	84,913	(90,158)	168,593
Cash and cash equivalents at the beginning of the period		3,816,356	4,235,603	2,159,810	2,639,136
<b>Cash and cash equivalents at the end of the period</b>	4.1	<b>3,595,975</b>	<b>4,320,516</b>	<b>2,069,652</b>	<b>2,807,729</b>

See condensed notes to the financial statements

**AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
CONDENSED NOTES TO THE FINANCIAL STATEMENTS  
FOR THE THREE-MONTH PERIOD ENDED MAY 31, 2023  
“UNAUDITED”**

**1. GENERAL INFORMATION AND OPERATIONS OF THE COMPANY AND ITS SUBSIDIARIES  
(THE “GROUP”)**

The Company was registered as a limited company under the Civil and Commercial Code on September 18, 1992 and registered to be Public Limited Company with the Ministry of Commerce on August 7, 2001. The Company was listed on The Stock Exchange of Thailand on December 11, 2001. The Company’s head office is located at 388, 27<sup>th</sup> Floor, Exchange Tower, Sukhumvit Road, Klongtoey, Bangkok. The Company’s main objective is to do the retail finance services which consist of credit card, hire-purchase, personal loans and others. Subsequently, on October 6, 2020, the Company has registered another objective which is to conduct life and non-life insurance broker business.

AEON Financial Service Co., Ltd., incorporated in Japan, and ACS Capital Corporation Limited, incorporated in Thailand, are major shareholders with 35.12% and 19.20% shareholdings, respectively. AEON Co., Ltd., incorporated in Japan, is the ultimate parent company.

The Company has subsidiaries which are under its control in finance and operations as mentioned in Note 2.5 and Note 8.

**Coronavirus Disease 2019 Pandemic**

A novel coronavirus (“COVID-19”) pandemic started in early 2020 in Thailand and countries the Group operate. It clearly affects overall Thailand and global economy, including employees, customers, business partners and business operations of the Group and the Company.

In order to mitigate the impacts, the Company provides supports to customers as the relief measurement for loan to affected customer from the impact of COVID-19, following to the Bank of Thailand’s the relief measurement to help debtors from the Thai economic situation, by reducing minimum payment rates for credit card and personal loan.

Moreover, AEON Microfinance (Myanmar) Co., Ltd. (the “subsidiary”) has temporarily suspended new loans to customers due to the impact of the political turmoil in Myanmar since February 1, 2021. However, the subsidiary has resumed providing new loans to existing customers starting January 22, 2022, and to new customers starting January 12, 2023. The subsidiary has continuously reduced operation costs and continued pursuing debt collection.

Nevertheless, the Group’s and Company’s management will continue to monitor the ongoing development and regularly assess the financial impact in respect of valuation of assets, provisions and contingent liabilities.

**2. BASIS FOR PREPARATION AND PRESENTATION OF THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS**

2.1 These interim consolidated and separate financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No. 34 “Interim Financial Reporting” and accounting practices generally accepted in Thailand. The Company presents the condensed notes to interim financial statements and the additional information is disclosed in accordance with the regulations of the Office of the Securities and Exchange Commission (the “SEC”).

All financial information presented has been rounded to the nearest thousand Baht unless otherwise stated.

2.2 The interim consolidated and separate financial statements for the three-month periods ended May 31, 2023 and 2022 are prepared by the management of the Company and are unaudited. However, in the opinion of the Company, all adjustments necessary for a fair presentation have been reflected therein.

The consolidated and separate statements of financial position as at February 28, 2023, presented herein for comparison, have been derived from the consolidated and separate financial statements of the Company for the year then ended which had been previously audited.

2.3 The unaudited results of operations presented in the three-month period ended May 31, 2023 are not necessarily an indication nor anticipation of the operating results for the full year.

2.4 Certain financial information which is normally included in the annual financial statements prepared in accordance with TFRSs, but which is not required for interim reporting purposes, has been omitted. Therefore, the interim financial statements for the three-month period ended May 31, 2023 should be read in conjunction with the audited financial statements for the year ended February 28, 2023.

2.5 Material intercompany transactions between the Company and its subsidiaries have been eliminated from this interim consolidated financial statements. The interim consolidated financial statements for the three-month period ended May 31, 2023 have included the subsidiaries’ interim financial statements which were reviewed.

For the three-month periods ended May 31, 2023 and 2022, the subsidiaries included in the consolidated financial statements are as follows:

	Business type	Country of registration	Registration date	Percentage of direct and indirect holdings (%) for the three-month periods ended May 31,	
				2023	2022
ACS Servicing (Thailand) Company Limited	Collection servicer	Thailand	March 13, 2007	100.00	100.00
ACSI (Thailand) Co., Ltd.	Non-life insurance broker and life insurance broker	Thailand	July 1, 2013	100.00	100.00
AEON Specialized Bank (Cambodia) Plc. <sup>(4)</sup>	Retail finance business	Cambodia	October 5, 2011	50.00	50.00
AEON Microfinance (Myanmar) Company Limited	Retail finance business	Myanmar	November 2, 2012	100.00	100.00
AEON Leasing Service (Lao) Company Limited <sup>(1)</sup>	Retail finance business	Laos	January 11, 2013	100.00	100.00
ATS Rabbit Special Purpose Vehicle Company Limited <sup>(3)</sup>	Special purpose juristic person in securitization projects	Thailand	March 20, 2015	48.75	48.75
AEON Asset Management (Thailand) Co., Ltd. <sup>(2)</sup>	Non-performing assets management	Thailand	August 2, 2022	99.00	-

<sup>(1)</sup> The Company indirectly holds shares of AEON Leasing Service (Lao) Company Limited through ACS Servicing (Thailand) Company Limited with 3.71% shareholdings.

<sup>(2)</sup> The Company indirectly holds shares of AEON Asset Management (Thailand) Co., Ltd. through ACS Servicing (Thailand) Co., Ltd. with 1.00% shareholdings.

<sup>(3)</sup> The Company has the power to control over ATS Rabbit Special Purpose Vehicle Company Limited because the Company has power to appoint the board of directors and rights to provide certain service which is significantly impacted by the performance of underlying assets and has rights to get variable return from such company under securitization project.

<sup>(4)</sup> The Company has the power to control over AEON Specialized Bank (Cambodia) Plc. in accordance with the requirement of TFRS No. 10 "Consolidated Financial Statements".

The significant accounting policies used for the financial statements of the subsidiaries are adjusted to be the same as those of the Company.

2.6 The financial statements of the subsidiaries used in the preparation of consolidated financial statements are as of a date or for a period that is different from that of the consolidated financial statements. However, the Company consolidated the financial information of the subsidiaries using the most recent financial statements of the subsidiaries adjusted for the effects of significant transactions or events that occur between the date of those financial statements and the date of the consolidated financial statements. The dates of the end of the reporting period of the financial statements of the aforementioned subsidiaries are as follows:

Subsidiaries	The date of the end of the reporting period in preparation of the consolidated financial statements for the three-month periods ended May 31,	
	2023	2022
ACS Servicing (Thailand) Company Limited	March 31, 2023	March 31, 2022
ACSI (Thailand) Co., Ltd.	March 31, 2023	March 31, 2022
AEON Specialized Bank (Cambodia) Plc.	March 31, 2023	March 31, 2022
AEON Microfinance (Myanmar) Company Limited	March 31, 2023	March 31, 2022
AEON Leasing Service (Lao) Company Limited	March 31, 2023	March 31, 2022
AEON Asset Management (Thailand) Co., Ltd.	March 31, 2023	-

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

During the period, the Group and the Company have adopted the revised financial reporting standards issued by the Federation of Accounting Professions which are effective for fiscal years beginning on or after January 1, 2023. These financial reporting standards were aimed at alignment with the corresponding Thai Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology and clarification of accounting requirements. The adoption of these financial reporting standards does not have significant impact on the Group's and the Company's interim financial statements.

Accounting Treatment Guidance on "Guidelines for supporting debtors affected by COVID-19"

The objective of this accounting treatment guidance is to grant the temporary relief measures for entities helping their debtors affected from COVID-19 with the supporting period during January 1, 2022 to December 31, 2023 or until there are any changes from the Bank of Thailand, which requires the compliance for such changes. The entities who support their debtors and elect to apply the temporary relief measures according to this accounting treatment guidance should disclose information as specified in this accounting treatment guidance.

For the three-month period ended May 31, 2023, the Group and the Company have adhered to such Accounting Treatment Guidance regarding staging of receivables. For receivables that are credit impaired but still have the potential for repayment, the Group and the Company will classify the receivables as low credit risk (Stage 1) if the debtor has been repaying for 3 consecutive months or 3 payment periods, whichever is longer.

In the case where debt restructuring results in the original effective interest rate not reflecting the projected cash flows from such debts, the Group and the Company will adhere to such Accounting Treatment Guidance by using the new effective interest rate to calculate the present value of the restructured debts under the guidelines in the relief measurement to help debtors following the Bank of Thailand's circular letter.

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

On August 19, 2022, Thai Financial Reporting Standard No.17 "Insurance Contracts" has been announced in the Royal Gazette and will be effective for the financial statements for the period beginning on or after January 1, 2025 onwards.

The Group's and the Company's management will adopt such TFRS in the preparation of the Group's and the Company's financial statements when it becomes effective. The Group's and the Company's management is in the process to assess the impact of this TFRS on the financial statements of the Group and the Company in the period of initial application.

### 3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended February 28, 2023.

### 4. SUPPLEMENTARY DISCLOSURES OF CASH FLOW INFORMATION

4.1 Cash and cash equivalents as at May 31, 2023 and February 28, 2023 are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	“Unaudited”		“Unaudited”	
	As at	As at	As at	As at
May 31,	February 28,	May 31,	February 28,	
2023	2023	2023	2023	
Baht '000	Baht '000	Baht '000	Baht '000	
Cash	431,647	452,796	391,137	422,844
Deposits at banks - call deposits	3,164,328	3,363,560	1,678,515	1,736,966
Total cash and cash equivalents	<u>3,595,975</u>	<u>3,816,356</u>	<u>2,069,652</u>	<u>2,159,810</u>

4.2 Cash paid for purchase of leasehold improvements and equipment, and intangible assets other than goodwill for the three-month periods ended May 31, 2023 and 2022 are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2023	2022	2023	2022
	Baht '000	Baht '000	Baht '000	Baht '000
Leasehold improvements and equipment				
Liabilities recorded - brought forward	8,655	34,470	8,458	34,218
Purchase of leasehold improvements and equipment	64,059	20,363	41,091	19,213
	<u>72,714</u>	<u>54,833</u>	<u>49,549</u>	<u>53,431</u>
<u>Less</u> Cash paid for purchase of				
leasehold improvements and equipment	(63,722)	(44,441)	(40,605)	(43,038)
Liabilities recorded - carried forward	<u>8,992</u>	<u>10,392</u>	<u>8,944</u>	<u>10,393</u>
Intangible assets other than goodwill				
Liabilities recorded - brought forward	46,661	146,101	46,410	145,885
Purchase of intangible assets other than goodwill	14,798	56,972	13,425	43,702
	<u>61,459</u>	<u>203,073</u>	<u>59,835</u>	<u>189,587</u>
<u>Less</u> Cash paid for purchase of				
intangible assets other than goodwill	(35,811)	(182,015)	(34,629)	(168,634)
Liabilities recorded - carried forward	<u>25,648</u>	<u>21,058</u>	<u>25,206</u>	<u>20,953</u>

- 4.3 The Company had non-cash items relating to sale of the rights on loans receivable to ATS Rabbit Special Purpose Vehicle Company Limited, a subsidiary, which the Company had sold loans receivable to. During the three-month periods ended May 31, 2023 and 2022, such sale was settled by decreasing the Seller loan Account of Baht 4.06 million and Baht 22.74 million, respectively, instead of cash receipt.
- 4.4 Changes in liabilities arising from financing activities for the three-month periods ended May 31, 2023 and 2022 are as follows:

CONSOLIDATED FINANCIAL STATEMENTS						“Unaudited”
	Beginning balance as at March 1, 2023 Baht '000	Financing cash flows		Non-cash changes		Ending balance as at May 31, 2023 Baht '000
		Cash received	Cash paid	Differences on translating foreign currencies	Others	
Bank overdrafts and short-term borrowings from financial institutions	4,485,424	24,340,333	(24,433,859)	(5,452)	-	4,386,446
Long-term borrowings	51,989,485	1,653,500	(2,827,136)	(625,631)	(869)	50,189,349
Long-term debentures	9,580,142	-	-	(158,083)	(233)	9,421,826
Lease liabilities	917,668	-	(138,033)	(981)	62,064*	840,718

\*The amount comprises addition of lease agreements and extensions of existing lease agreements.

CONSOLIDATED FINANCIAL STATEMENTS						“Unaudited”
	Beginning balance as at March 1, 2022 Baht '000	Financing cash flows		Non-cash changes		Ending balance as at May 31, 2022 Baht '000
		Cash received	Cash paid	Differences on translating foreign currencies	Others	
Bank overdrafts and short-term borrowings from financial institutions	9,171,904	25,945,969	(29,565,705)	(21,854)	-	5,530,314
Long-term borrowings	47,986,662	6,329,662	(2,165,341)	570,249	(35,494)	52,685,738
Long-term debentures	8,259,554	-	-	(115,213)	1,578	8,145,919
Lease liabilities	624,978	-	(134,089)	(308)	368,133*	858,714

\*The amount comprises addition of lease agreements and extensions of existing lease agreements.



SEPARATE FINANCIAL STATEMENTS						
	Beginning balance as at March 1, 2023 Baht '000	Financing cash flows		Non-cash changes		“Unaudited” Ending balance as at May 31, 2023 Baht '000
		Cash received	Cash paid	Differences on translating foreign currencies	Others	
Bank overdrafts and short-term borrowings from financial institutions	3,440,000	23,520,000	(23,680,000)	-	-	3,280,000
Long-term borrowings	49,141,338	1,653,500	(2,800,000)	(586,784)	(869)	47,407,185
Long-term borrowings under securitization project	1,260,991	136,552	(136,552)	-	(36,847)	1,224,144
Long-term debentures	8,107,060	-	-	(158,083)	(233)	7,948,744
Lease liabilities	802,204	-	(122,184)	-	58,351*	738,371

\*The amount comprises addition of lease agreements and extensions of existing lease agreements.

SEPARATE FINANCIAL STATEMENTS						
	Beginning balance as at March 1, 2022 Baht '000	Financing cash flows		Non-cash changes		“Unaudited” Ending balance as at May 31, 2022 Baht '000
		Cash received	Cash paid	Differences on translating foreign currencies	Others	
Bank overdrafts and short-term borrowings from financial institutions	7,941,240	25,192,203	(28,663,443)	-	-	4,470,000
Long-term borrowings	44,896,115	6,329,662	(2,000,000)	584,844	(35,495)	49,775,126
Long-term borrowings under securitization project	1,401,709	137,395	(137,395)	-	(15,187)	1,386,522
Long-term debentures	6,786,472	-	-	(115,213)	1,578	6,672,837
Lease liabilities	552,425	-	(117,206)	-	367,144*	802,363

\*The amount comprises addition of lease agreements and extensions of existing lease agreements.

## 5. TRADE RECEIVABLES

5.1 Trade receivables as at May 31, 2023 and February 28, 2023 consist of the following:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	“Unaudited” As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000	“Unaudited” As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000
Trade receivables	92,573,716	92,675,988	87,421,781	87,599,547
Trade receivables under securitization project - ATS Rabbit Special Purpose Vehicle Company Limited	1,224,144	1,260,991	1,224,144	1,260,991
Total	93,797,860	93,936,979	88,645,925	88,860,538
Less Allowance for expected credit losses	(10,199,200)	(10,125,258)	(9,661,385)	(9,530,542)
<b>Total trade receivables</b>	<b>83,598,660</b>	<b>83,811,721</b>	<b>78,984,540</b>	<b>79,329,996</b>

As the securitization transaction under the Receivables Sale and Purchase Agreement for transferred rights on loans receivable with ATS Rabbit Special Purpose Vehicle Company Limited does not qualify for derecognition of financial assets according to TFRS 9, the Company continues to recognize the full carrying amount of these receivables and uses them as collateral for long-term borrowings under the securitization project (see Note 5.5).

As at May 31, 2023 and February 28, 2023, trade receivables are as follows:

CONSOLIDATED FINANCIAL STATEMENTS						
“Unaudited”						
	As at May 31, 2023			As at February 28, 2023		
	Due within 1 year Baht '000	Due after 1 year Baht '000	Total Baht '000	Due within 1 year Baht '000	Due after 1 year Baht '000	Total Baht '000
<b>Hire-purchase receivable</b>						
Hire-purchase and accrued interest receivable	2,529,799	3,827,364	6,357,163	2,483,958	3,625,375	6,109,333
<u>Less</u> Unearned financing income	<u>(259,950)</u>	<u>(385,491)</u>	<u>(645,441)</u>	<u>(251,126)</u>	<u>(347,096)</u>	<u>(598,222)</u>
	2,269,849	3,441,873	5,711,722	2,232,832	3,278,279	5,511,111
<u>Less</u> Allowance for expected credit losses	<u>(195,328)</u>	<u>(361,653)</u>	<u>(556,981)</u>	<u>(185,051)</u>	<u>(314,840)</u>	<u>(499,891)</u>
Hire-purchase and accrued interest receivable - net	<u>2,074,521</u>	<u>3,080,220</u>	<u>5,154,741</u>	<u>2,047,781</u>	<u>2,963,439</u>	<u>5,011,220</u>
<b>Loans receivable</b>						
Loans and accrued interest receivable	44,128,103	232,836	44,360,939	44,669,914	208,350	44,878,264
<u>Less</u> Allowance for expected credit losses	<u>(5,879,044)</u>	<u>(26,724)</u>	<u>(5,905,768)</u>	<u>(5,973,197)</u>	<u>(27,137)</u>	<u>(6,000,334)</u>
Loans and accrued interest receivable - net	<u>38,249,059</u>	<u>206,112</u>	<u>38,455,171</u>	<u>38,696,717</u>	<u>181,213</u>	<u>38,877,930</u>
<b>Credit card receivable</b>						
Credit card and accrued interest receivable	43,648,815	-	43,648,815	43,474,347	-	43,474,347
<u>Less</u> Allowance for expected credit loss	<u>(3,736,095)</u>	<u>-</u>	<u>(3,736,095)</u>	<u>(3,624,750)</u>	<u>-</u>	<u>(3,624,750)</u>
Credit card and accrued interest receivable - net	<u>39,912,720</u>	<u>-</u>	<u>39,912,720</u>	<u>39,849,597</u>	<u>-</u>	<u>39,849,597</u>
<b>Receivable from rendering the collection service</b>						
Receivable from rendering the collection service	8,072	-	8,072	4,634	-	4,634
<u>Less</u> Allowance for expected credit losses	<u>(356)</u>	<u>-</u>	<u>(356)</u>	<u>(283)</u>	<u>-</u>	<u>(283)</u>
Receivable from rendering the collection service - net	<u>7,716</u>	<u>-</u>	<u>7,716</u>	<u>4,351</u>	<u>-</u>	<u>4,351</u>
<b>Receivable from insurance broker business</b>						
	<u>68,312</u>	<u>-</u>	<u>68,312</u>	<u>68,623</u>	<u>-</u>	<u>68,623</u>
<b>Total trade receivables</b>	<u>80,312,328</u>	<u>3,286,332</u>	<u>83,598,660</u>	<u>80,667,069</u>	<u>3,144,652</u>	<u>83,811,721</u>

SEPARATE FINANCIAL STATEMENTS

“Unaudited”

	As at May 31, 2023			As at February 28, 2023		
	Due within 1 year	Due after 1 year	Total	Due within 1 year	Due after 1 year	Total
	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000
<b>Hire-purchase receivable</b>						
Hire-purchase and accrued interest receivable	927,638	2,156,022	3,083,660	904,756	2,033,501	2,938,257
<u>Less</u> Unearned financing income	(259,950)	(385,491)	(645,441)	(251,126)	(347,096)	(598,222)
	667,688	1,770,531	2,438,219	653,630	1,686,405	2,340,035
<u>Less</u> Allowance for expected credit losses	(92,927)	(246,419)	(339,346)	(73,640)	(189,996)	(263,636)
Hire-purchase and accrued interest receivable - net	574,761	1,524,112	2,098,873	579,990	1,496,409	2,076,399
<b>Loans receivable</b>						
Loans and accrued interest receivable	43,356,113	-	43,356,113	43,882,307	-	43,882,307
<u>Less</u> Allowance for expected credit losses	(5,629,613)	-	(5,629,613)	(5,697,631)	-	(5,697,631)
Loans and accrued interest receivable - net	37,726,500	-	37,726,500	38,184,676	-	38,184,676
<b>Credit card receivable</b>						
Credit card and accrued interest receivable	42,783,281	-	42,783,281	42,569,573	-	42,569,573
<u>Less</u> Allowance for expected credit losses	(3,692,426)	-	(3,692,426)	(3,569,275)	-	(3,569,275)
Credit card and accrued interest receivable - net	39,090,855	-	39,090,855	39,000,298	-	39,000,298
<b>Receivable from insurance broker business</b>	68,312	-	68,312	68,623	-	68,623
<b>Total trade receivables</b>	<u>77,460,428</u>	<u>1,524,112</u>	<u>78,984,540</u>	<u>77,833,587</u>	<u>1,496,409</u>	<u>79,329,996</u>

## 5.2 Quality of assets

Staging analysis for trade receivables as at May 31, 2023 and February 28, 2023 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS					
	“Unaudited”					
	As at May 31, 2023			As at February 28, 2023		
	Trade receivables	Allowance for expected credit losses	Total trade receivables	Trade receivables	Allowance for expected credit losses	Total trade receivables
Baht '000	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000	
Low credit risk receivables (Stage 1)	84,530,359	(4,342,997)	80,187,362	85,031,652	(4,397,716)	80,633,936
Significant increase in credit risk receivables (Stage 2)	3,726,124	(1,691,401)	2,034,723	3,564,992	(1,658,080)	1,906,912
Default receivables in credit risk (Stage 3)	5,541,377	(4,164,802)	1,376,575	5,340,335	(4,069,462)	1,270,873
<b>Total</b>	<b>93,797,860</b>	<b>(10,199,200)</b>	<b>83,598,660</b>	<b>93,936,979</b>	<b>(10,125,258)</b>	<b>83,811,721</b>

	SEPARATE FINANCIAL STATEMENTS					
	“Unaudited”					
	As at May 31, 2023			As at February 28, 2023		
	Trade receivables	Allowance for expected credit losses	Total trade receivables	Trade receivables	Allowance for expected credit losses	Total trade receivables
Baht '000	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000	
Low credit risk receivables (Stage 1)	80,005,077	(4,240,780)	75,764,297	80,649,277	(4,291,875)	76,357,402
Significant increase in credit risk receivables (Stage 2)	3,559,161	(1,632,951)	1,926,210	3,379,367	(1,590,702)	1,788,665
Default receivables in credit risk (Stage 3)	5,081,687	(3,787,654)	1,294,033	4,831,894	(3,647,965)	1,183,929
<b>Total</b>	<b>88,645,925</b>	<b>(9,661,385)</b>	<b>78,984,540</b>	<b>88,860,538</b>	<b>(9,530,542)</b>	<b>79,329,996</b>

Trade receivables as at May 31, 2023 and February 28, 2023 classified by aging are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	“Unaudited”		“Unaudited”	
	As at May 31, 2023	As at February 28, 2023	As at May 31, 2023	As at February 28, 2023
	Baht '000	Baht '000	Baht '000	Baht '000
Less than 3 months	88,472,489	88,798,527	83,780,246	84,230,528
3 months up	5,325,371	5,138,452	4,865,679	4,630,010
<b>Total</b>	<b>93,797,860</b>	<b>93,936,979</b>	<b>88,645,925</b>	<b>88,860,538</b>
<u>Less</u> Allowance for expected credit losses	<u>(10,199,200)</u>	<u>(10,125,258)</u>	<u>(9,661,385)</u>	<u>(9,530,542)</u>
<b>Total trade receivables</b>	<b>83,598,660</b>	<b>83,811,721</b>	<b>78,984,540</b>	<b>79,329,996</b>

### 5.3 Troubled debt restructuring

For the three-month periods ended May 31, 2023 and 2022, the Company recognized interest income on restructured debts totaling Baht 16.76 million and Baht 20.54 million, respectively.

The Company had outstanding balances of credit card receivable, hire-purchase receivable and loans receivable as at May 31, 2023 and February 28, 2023, as follows:

	CONSOLIDATED FINANCIAL STATEMENTS			
	“Unaudited”			
	As at May 31, 2023		As at February 28, 2023	
	Number of debtors	Amount Baht '000	Number of debtors	Amount Baht '000
Restructured trade receivables	14,065	560,410	14,696	557,681
Non-restructured trade receivables	2,767,869	93,161,066	3,631,664	93,306,041
Total	<u>2,781,934</u>	<u>93,721,476</u>	<u>3,646,360</u>	<u>93,863,722</u>

	SEPARATE FINANCIAL STATEMENTS			
	“Unaudited”			
	As at May 31, 2023		As at February 28, 2023	
	Number of debtors	Amount Baht '000	Number of debtors	Amount Baht '000
Restructured trade receivables	13,989	559,431	14,629	556,753
Non-restructured trade receivables	2,524,491	88,018,182	2,549,101	88,235,162
Total	<u>2,538,480</u>	<u>88,577,613</u>	<u>2,563,730</u>	<u>88,791,915</u>

As at May 31, 2023 and February 28, 2023, the Company had no commitment to provide additional loans to its restructured debtors after debt restructuring.

### 5.4 Allowance for expected credit losses

Allowance for expected credit losses as at May 31, 2023 and February 28, 2023 are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	“Unaudited”		“Unaudited”	
	As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000	As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000
Beginning balance	10,125,258	10,951,455	9,530,542	9,972,970
Expected credit losses	2,228,532	7,756,734	2,211,223	7,730,532
Written-off bad debts	(2,154,590)	(8,582,931)	(2,080,380)	(8,172,960)
Ending balance	<u>10,199,200</u>	<u>10,125,258</u>	<u>9,661,385</u>	<u>9,530,542</u>

## 5.5 Transfers of financial assets

The Company entered into the Receivables Sale and Purchase Agreement with Special Purposes Vehicle Company, which was incorporated under the Civil and Commercial Code of Thailand to be special purpose vehicle (SPV) under the Royal Enactment on Special Purpose Juristic Persons for Securitization B.E. 2540 (1997). Under the securitization plan which was approved by the SEC, the Company sold an amount of revolving receivables and the SPV also appointed the Company to act as the servicer responsible for collecting payments from its obligor under the Receivables Sale and Purchase Agreement and Servicing Agreement.

Details of aforementioned sales of receivables are summarized as follows:

		<b>ATS Rabbit*</b>
Approved date of the securitization project by the SEC		October 2, 2015
Initial selling date		October 29, 2015
Type of transferred receivables		Loans receivable
Revolving period		October 2015 - October 2025 (approximately)
<b>Initial sale of receivables</b>		
Net book value of initial receivables	Baht	456,076,200
Proceeds from transfer of the rights in receivables	Baht	433,272,390
Subordinated lendings	Baht	50,081,313
Minimum seller loans - pari passu with debentures	Baht	None
Number of contracts		49,225
Average principal amount outstanding	Baht	9,265
Interest rate		25% p.a.

\* ATS Rabbit Special Purpose Vehicle Company Limited (Subsidiary)

The Company does not recognize other assets obtained in the transfer of financial assets including retained interests in the financial statements because it is not practical to estimate their reliable fair values.

On October 22, 2015, the Company entered into the Receivables Sale and Purchase Agreement with ATS Rabbit Special Purpose Vehicle Company Limited which was registered as a special purpose vehicle company under the Civil and Commercial Code of Thailand for the purpose of implementing or facilitating the securitization in accordance with the securitization project approved by the Office of the SEC on October 2, 2015 for transferred rights, title, interest and benefits in respect of the Initial Receivables, the Future Receivables and the Additional Receivables on the term of the Agreement.

During the life of the securitization project, the Company may repurchase the rights on the Purchased Receivables with ATS Rabbit in the following circumstances:

1. When the Company has breached its representations and warranties with respect to the Purchased Receivables which are ineligible. The Company is obliged to repurchase such ineligible receivables on the next Monthly Purchase Date.
2. The Company, as the collection agent, may exercise the Clean-up Call Option for repurchase of remaining Purchased Receivables whenever the continued servicing of the Purchase Receivables is deemed to be burdensome.
3. The Company may exercise the Tax Redemption Option for repurchase of remaining Purchased Receivables, where there is incurred taxes other than corporate income tax and special business tax.

For the three-month periods ended May 31, 2023 and 2022, transactions relating to the transfers of financial assets under the securitization project are summarized as follows:

	<b>2023</b> <b>Million</b> <b>Baht</b>	<b>2022</b> <b>Million</b> <b>Baht</b>
Transfers of future and additional receivables (at book value)		
- Loans receivable (ATS Rabbit)	132	160
	<u>132</u>	<u>160</u>
Cash collection on behalf of a Special Purpose Vehicle		
- Loans receivable (ATS Rabbit)	219	228
	<u>219</u>	<u>228</u>
Servicing income on cash collection from a Special Purpose Vehicle		
- Loans receivable (ATS Rabbit)	17	19
	<u>17</u>	<u>19</u>

## 6. LONG-TERM LOAN TO A SUBSIDIARY

As at May 31, 2023 and February 28, 2023, the Company has long-term loan to a subsidiary (see Note 25.2.1) in the separate financial statements as follows:

			<b>SEPARATE FINANCIAL STATEMENTS</b> <b>“Unaudited”</b>		
			<b>As at May 31,</b> <b>2023</b>	<b>As at February 28,</b> <b>2023</b>	
<b>Due within</b>	<b>Interest rate</b>	<b>Foreign currency</b>	<b>Baht equivalent</b>	<b>Baht equivalent</b>	
<b>the year</b>	<b>p.a. (%)</b>	<b>Million</b>	<b>Baht '000</b>	<b>Baht '000</b>	
Loans in USD currency	2022 - 2026	8.50	3.20	110,619	111,960
<u>Less</u> Long-term loan to a subsidiary due within 1 year				<u>(27,655)</u>	<u>(27,990)</u>
Total long-term loan to a subsidiary				<u>82,964</u>	<u>83,970</u>

Such long-term loan to a subsidiary is unsecured.

## 7. LOANS FROM PURCHASE OF ACCOUNTS RECEIVABLE

As at May 31, 2023 and February 28, 2023, loans from purchase of accounts receivable are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS “Unaudited”	
	As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000
Hire-purchase receivables	49,815	11,293
<u>Add</u> Accrued Interest	1,702	1,330
	<u>51,517</u>	<u>12,623</u>
<u>Less</u> Current portion of loans receivable from purchase of accounts receivable	(2,936)	(490)
<b>Loans receivable from purchase of accounts receivable - net of current portion</b>	<b><u>48,581</u></b>	<b><u>12,133</u></b>

On May 24, 2022, ACS Servicing (Thailand) Co., Ltd. (“the Subsidiary”) bought written-off receivables under hire-purchase agreements by a bidding process from an unrelated local company (“the seller”) with the selling price of Baht 11.41 million. On the same date, the Subsidiary entered into the Asset Sale and Purchase Agreement with the seller and already paid the payment in full to the seller. The agreement set out the conditions and terms in respect of the sales, assignment and conveyance of the subsidiary’s rights, title, claim, obligation, liability and interest in the written-off receivables under hire-purchase agreements.

On January 6, 2023 and March 31, 2023, ACS Servicing (Thailand) Co., Ltd. (“the Subsidiary”) bought written-off receivables under hire-purchase agreements by a bidding process from unrelated local companies (“the sellers”) with the selling price of Baht 27.12 million and Baht 11.79 million, respectively. On the same date, the Subsidiary entered into the Asset Sale and Purchase Agreement with the sellers and already paid the payment in full to the sellers. The agreement set out the conditions and terms in respect of the sales, assignment and conveyance of the subsidiary’s rights, title, claim, obligation, liability and interest in the written-off receivables under hire-purchase agreements.

## 8. INVESTMENTS IN SUBSIDIARIES

As at May 31, 2023 and February 28, 2023, investments in subsidiaries (see Note 25.1) which are accounted for using the cost method in the separate financial statements are as follows:

	SEPARATE FINANCIAL STATEMENTS “Unaudited”			
	As at May 31, 2023		As at February 28, 2023	
	Ownership %	Cost Baht '000	Ownership %	Cost Baht '000
ACS Servicing (Thailand) Company Limited	100.00	175,349.1	100.00	175,349.1
ACSI (Thailand) Co., Ltd.	100.00	149,224.3	100.00	149,224.3
AEON Specialized Bank (Cambodia) Plc.	50.00	323,580.0	50.00	323,580.0
AEON Microfinance (Myanmar) Company Limited	100.00	455,403.3	100.00	455,403.3
AEON Leasing Service (Lao) Company Limited	96.29	107,333.1	96.29	107,333.1
ATS Rabbit Special Purpose Vehicle Company Limited	48.75	19.5	48.75	19.5
AEON Asset Management (Thailand) Company Limited	98.00	24,499.7	98.00	24,499.7
<b>Total</b>		<b><u>1,235,409.0</u></b>		<b><u>1,235,409.0</u></b>



On April 11, 2022, the Board of Directors' Meeting of ACSI (Thailand) Co., Ltd. (the "Subsidiary") had a special resolution to approve the Subsidiary's dissolution. Subsequently, on April 28, 2022, the Annual General Meeting of Shareholders of the Subsidiary had the resolutions to approve the Subsidiary's dissolution. The Subsidiary has registered the dissolution with the Department of Business Development, Ministry of Commerce on June 30, 2022. As at May 31, 2023, the Subsidiary is in process of liquidation.

On August 2, 2022, the Company has established a new subsidiary under the name "AEON Asset Management (Thailand) Company Limited" (the "Subsidiary"), whereas the Company holds 98% of the shares. The initial registered capital is Baht 25 million, which were fully paid. The objective of the Subsidiary is to purchase and manage non-performing assets.

## 9. INVESTMENTS IN EQUITY SECURITIES DESIGNATED AT FAIR VALUE THROUGH PROFIT OR LOSS

Investments in equity securities designated at fair value through profit or loss as at May 31, 2023 and February 28, 2023 consist of the following:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS "Unaudited"			
	As at May 31, 2023		As at February 28, 2023	
	Ownership %	Fair Value Baht '000	Ownership %	Fair Value Baht '000
AEON (Thailand) Co., Ltd. <sup>(1)</sup>	3.82	-	3.82	-
PT. AEON Credit Service Indonesia <sup>(2)</sup>	2.59	5,062	2.59	5,062
ACS Trading Vietnam Company Limited	1.59	-	1.59	-
<b>Total</b>		<u>5,062</u>		<u>5,062</u>

<sup>(1)</sup> 340,000 shares of Baht 100 each, Baht 25 called up

<sup>(2)</sup> 173 shares of IDR 30 million each, par value of IDR 30 million, fully paid

The fair values of investments in equity securities designated at fair value through profit or loss are categorized into level 3.

## 10. INVESTMENT IN EQUITY SECURITIES DESIGNATED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

Investment in equity securities designated at fair value through other comprehensive income as at May 31, 2023 and February 28, 2023 consist of the following:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS "Unaudited"			
	As at May 31, 2023		As at February 28, 2023	
	Ownership %	Fair Value Baht '000	Ownership %	Fair Value Baht '000
Rabbit Cash Co., Ltd. <sup>(1)</sup>	18.00	144,000	18.00	144,000
<b>Total</b>		<u>144,000</u>		<u>144,000</u>

<sup>(1)</sup> 1,440,000 shares of Baht 100 each, fully paid

On March 29, 2021, the Company has entered into a Joint Venture Agreement with BSS Holdings Company Limited ("BSS Holdings") and Humanica Public Company Limited ("HUMAN") to incorporate a Joint Venture Company under the name of "Rabbit Cash Company Limited", whereas BSS Holdings, the Company and HUMAN holds 77%, 18% and 5%, respectively, of the shares. The initial registered capital is Baht 800 million.

The fair values of investment in equity securities designated at fair value through other comprehensive income are categorized into level 3.

## 11. SELLER LOAN IN SPECIAL PURPOSE VEHICLE FOR SECURITIZATION

Seller loan in Special Purpose Vehicle for securitization as at May 31, 2023 and February 28, 2023 are as follows:

	SEPARATE FINANCIAL STATEMENTS “Unaudited”	
	As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000
Seller loan in Special Purpose Vehicle for securitization (see Note 25.2.1)		
ATS Rabbit Special Purpose Vehicle Company Limited (ATS Rabbit)	283,563	287,621
<b>Total Seller loan in Special Purpose Vehicle for securitization</b>	<u>283,563</u>	<u>287,621</u>

Subsequent to the sale of the rights in initial loans receivable under securitization project, the Company received partial payments from ATS Rabbit with Seller Loan Account under securitization project for sales of the rights in loans receivable to ATS Rabbit during the sales period of the rights in additional receivables or repurchase period of the rights in loans receivable. Such Seller Loan Account will decrease from cash repayment when the outstanding amount reaches or exceeds determined level or the duration after the closing date reaches or exceed the determined level, or every 3-month period after the payment date as agreed in the agreement, whichever is earlier.

## 12. SUBORDINATED LENDINGS AND SUBORDINATED BORROWINGS

12.1 Subordinated lendings to Special Purpose Vehicle as at May 31, 2023 and February 28, 2023 are as follows:

	SEPARATE FINANCIAL STATEMENTS “Unaudited”	
	As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000
Subordinated lendings (see Note 25.2.1)		
ATS Rabbit Special Purpose Vehicle Company Limited (ATS Rabbit)	84,074	84,074
<b>Total subordinated lendings</b>	<u>84,074</u>	<u>84,074</u>

On October 22, 2015, the Company entered into the subordinated term loan agreement with ATS Rabbit amounting to 5% of transferred rights in initial receivables (see Note 5.5) and originated transaction cost, and of Future Receivables and Additional Receivables, which are settled by Seller Loan Account and backed for each issuance of debentures of ATS Rabbit, for the purposes of partial payment from ATS Rabbit for the sales of rights in loans receivable.

The term loan is due within the year 2025 and the interest is payable on a monthly basis at the rate of 12% per annum.

12.2 Subordinated borrowings of Special Purpose Vehicle as at May 31, 2023 and February 28, 2023 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS “Unaudited”		
	As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000	
	Subordinated borrowings		
	ATS Rabbit Special Purpose Vehicle Company Limited (ATC Rabbit)	84,074	84,074
<b>Total subordinated borrowings</b>	<b>84,074</b>	<b>84,074</b>	

On October 22, 2015, ATS Rabbit, a subsidiary, entered into the subordinated term borrowings agreement with BSS Holdings Co., Ltd. amounting to 5% of transferred rights in initial receivables (see Note 5.5) and originated transaction cost, and of Future Receivables and Additional Receivables, which are settled by Seller Loan Account and backed for each issuance of debentures of ATS Rabbit, for the purposes of partial payment for the purchase of rights in loans receivable.

The term borrowings are due within the year 2025 and the interest is payable on a monthly basis at the rate of 12% per annum.

### 13. DEFERRED TAX ASSETS

Deferred tax assets as at May 31, 2023 and February 28, 2023 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS “Unaudited”		SEPARATE FINANCIAL STATEMENTS “Unaudited”		
	As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000	As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000	
	<b>Deferred tax assets</b>				
	Allowance for expected credit losses	1,981,530	1,956,008	1,932,277	1,906,108
Cumulative loss from fair value measurement of investments in equity securities	4,502	4,502	7,866	7,866	
Allowance for impairment of investment and assets	22,168	21,300	19,967	19,099	
Provisions for employee benefit	90,162	88,052	83,887	81,866	
Deferred revenue from customer loyalty programs	70,974	72,678	70,974	72,678	
Lease agreements	18,965	18,016	17,344	16,482	
Derivatives	310,852	147,856	310,852	147,856	
Others	42,641	42,075	17,380	16,893	
	<u>2,541,794</u>	<u>2,350,487</u>	<u>2,460,547</u>	<u>2,268,848</u>	
<b>Deferred tax liabilities</b>					
Lease agreements	569	518	-	-	
Others	8,928	9,047	-	-	
	<u>9,497</u>	<u>9,565</u>	<u>-</u>	<u>-</u>	
<b>Deferred tax assets</b>	<u>2,532,297</u>	<u>2,340,922</u>	<u>2,460,547</u>	<u>2,268,848</u>	

The movements of deferred tax assets and liabilities during the period/year are as follows:

CONSOLIDATED FINANCIAL STATEMENTS				
“Unaudited”				
	Beginning balance as at March 1, 2023 Baht '000	Items as recognized in profit or loss Baht '000	Items as recognized in other comprehensive income Baht '000	Ending balance as at May 31, 2023 Baht '000
<b>Deferred tax assets</b>				
Allowance for expected credit losses	1,956,008	25,522	-	1,981,530
Cumulative loss from fair value measurement of investments in equity securities	4,502	-	-	4,502
Allowance for impairment of investment and assets	21,300	868	-	22,168
Provisions for employee benefit	88,052	2,110	-	90,162
Deferred revenue from customer loyalty programs	72,678	(1,704)	-	70,974
Lease agreements	18,016	949	-	18,965
Derivatives	147,856	141,075	21,921	310,852
Others	42,075	566	-	42,641
	<u>2,350,487</u>	<u>169,386</u>	<u>21,921</u>	<u>2,541,794</u>
<b>Deferred tax liabilities</b>				
Lease agreements	518	51	-	569
Others	9,047	(119)	-	8,928
	<u>9,565</u>	<u>(68)</u>	<u>-</u>	<u>9,497</u>
<b>Deferred tax assets</b>	<u>2,340,922</u>	<u>169,454</u>	<u>21,921</u>	<u>2,532,297</u>

  

CONSOLIDATED FINANCIAL STATEMENTS				
	Beginning balance as at March 1, 2022 Baht '000	Items as recognized in profit or loss Baht '000	Items as recognized in other comprehensive income Baht '000	Ending balance as at February 28, 2023 Baht '000
<b>Deferred tax assets</b>				
Allowance for expected credit losses	2,076,888	(120,880)	-	1,956,008
Cumulative loss from fair value measurement of investments in equity securities	4,502	-	-	4,502
Allowance for impairment of investment and assets	8,579	12,721	-	21,300
Provisions for employee benefit	90,248	12,357	(14,553)	88,052
Deferred revenue from customer loyalty programs	97,898	(25,220)	-	72,678
Lease agreements	15,255	2,761	-	18,016
Derivatives	304,803	(72,500)	(84,447)	147,856
Others	23,199	18,876	-	42,075
	<u>2,621,372</u>	<u>(171,885)</u>	<u>(99,000)</u>	<u>2,350,487</u>
<b>Deferred tax liabilities</b>				
Lease agreements	310	208	-	518
Others	(3,420)	12,467	-	9,047
	<u>(3,110)</u>	<u>12,675</u>	<u>-</u>	<u>9,565</u>
<b>Deferred tax assets</b>	<u>2,624,482</u>	<u>(184,560)</u>	<u>(99,000)</u>	<u>2,340,922</u>

	SEPARATE FINANCIAL STATEMENTS			
	“Unaudited”			
	Beginning balance as at March 1, 2023 Baht '000	Items as recognized in profit or loss Baht '000	Items as recognized in other comprehensive income Baht '000	Ending balance as at May 31, 2023 Baht '000
<b>Deferred tax assets</b>				
Allowance for expected credit losses	1,906,108	26,169	-	1,932,277
Cumulative loss from fair value measurement of investments in equity securities	7,866	-	-	7,866
Allowance for impairment of assets	19,099	868	-	19,967
Provisions for employee benefit	81,866	2,021	-	83,887
Deferred revenue from customer loyalty programs	72,678	(1,704)	-	70,974
Lease agreements	16,482	862	-	17,344
Derivatives	147,856	141,075	21,921	310,852
Others	16,893	487	-	17,380
	<u>2,268,848</u>	<u>169,778</u>	<u>21,921</u>	<u>2,460,547</u>
<b>Deferred tax assets</b>	<u>2,268,848</u>	<u>169,778</u>	<u>21,921</u>	<u>2,460,547</u>

	SEPARATE FINANCIAL STATEMENTS			
	“Unaudited”			
	Beginning balance as at March 1, 2022 Baht '000	Items as recognized in profit or loss Baht '000	Items as recognized in other comprehensive income Baht '000	Ending balance as at February 28, 2023 Baht '000
<b>Deferred tax assets</b>				
Allowance for expected credit loss	1,994,594	(88,486)	-	1,906,108
Cumulative loss from fair value measurement of investments in equity securities	7,866	-	-	7,866
Allowance for impairment of investment and assets	6,800	12,299	-	19,099
Provisions for employee benefit	83,826	11,354	(13,314)	81,866
Deferred revenue from customer loyalty programs	97,898	(25,220)	-	72,678
Lease agreements	13,880	2,602	-	16,482
Derivatives	304,803	(72,500)	(84,447)	147,856
Others	15,306	1,587	-	16,893
	<u>2,524,973</u>	<u>(158,364)</u>	<u>(97,761)</u>	<u>2,268,848</u>
<b>Deferred tax assets</b>	<u>2,524,973</u>	<u>(158,364)</u>	<u>(97,761)</u>	<u>2,268,848</u>

#### 14. SHORT-TERM BORROWINGS FROM FINANCIAL INSTITUTIONS

Short-term borrowings from financial institutions as at May 31, 2023 and February 28, 2023 consist of the following:

CONSOLIDATED FINANCIAL STATEMENTS				
“Unaudited”				
	As at May 31, 2023		As at February 28, 2023	
	Interest rate		Interest rate	
	p.a. (%)	Baht '000	p.a. (%)	Baht '000
Short-term borrowings in THB currency	1.94 - 2.00	3,280,000	1.69 - 1.76	3,440,000
Short-term borrowings in USD currency	5.65 - 8.00	660,826	5.49 - 6.70	627,261
Short-term borrowings in LAK currency	6.50 - 6.62	311,182	6.62	282,076
Short-term borrowings in MMK currency	10.00 - 13.00	134,438	10.00 - 13.00	136,087
Total		<u>4,386,446</u>		<u>4,485,424</u>

SEPARATE FINANCIAL STATEMENTS				
“Unaudited”				
	As at May 31, 2023		As at February 28, 2023	
	Interest rate		Interest rate	
	p.a. (%)	Baht '000	p.a. (%)	Baht '000
Short-term borrowings in THB currency	1.94 - 2.00	3,280,000	1.69 - 1.76	3,440,000
Total		<u>3,280,000</u>		<u>3,440,000</u>

Short-term borrowings in THB and foreign currencies from financial institutions are borrowings from various financial institutions in the form of promissory notes and are unsecured.

#### 15. LONG-TERM BORROWINGS

As at May 31, 2023 and February 28, 2023, the Company entered into various long-term borrowings agreements in THB and foreign currencies as follows:

CONSOLIDATED FINANCIAL STATEMENTS				
“Unaudited”				
	As at May 31, 2023			
	Due within	Interest rate	Foreign currency	Baht equivalent
	the year	p.a. (%)	Million	Baht '000
Borrowings in JPY currency	2023 - 2027	1.90 - 3.33	22,345.24	5,636,787
Borrowings in USD currency	2023 - 2027	1.85 - 8.50	692.30	24,106,682
Borrowings in THB currency	2023 - 2026	2.01 - 3.69	20,500.00	20,500,000
<u>Less</u> Borrowings issuance cost				<u>(54,120)</u>
				50,189,349
<u>Less</u> Current portion of long-term borrowings				<u>(13,041,716)</u>
Total long-term borrowings				<u>37,147,633</u>

CONSOLIDATED FINANCIAL STATEMENTS

As at February 28, 2023

	Due within the year	Interest rate p.a. (%)	Foreign currency Million	Baht equivalent Baht '000
Borrowings in JPY currency	2023 - 2027	1.90 - 3.33	23,145.24	6,053,822
Borrowings in USD currency	2023 - 2027	1.85 - 8.50	723.10	25,488,914
Borrowings in THB currency	2023 - 2026	2.01 - 3.69	20,500.00	20,500,000
<u>Less</u> Borrowings issuance cost				(53,251)
				51,989,485
<u>Less</u> Current portion of long-term borrowings				(12,836,551)
Total long-term borrowings				<u>39,152,934</u>

SEPARATE FINANCIAL STATEMENTS

“Unaudited”

As at May 31, 2023

	Due within the year	Interest rate p.a. (%)	Foreign currency Million	Baht equivalent Baht '000
Borrowings in JPY currency	2023 - 2027	1.90 - 3.33	22,345.24	5,636,787
Borrowings in USD currency	2023 - 2027	1.85 - 3.49	611.10	21,324,518
Borrowings in THB currency	2023 - 2026	2.01 - 3.69	20,500.00	20,500,000
<u>Less</u> Borrowings issuance cost				(54,120)
				47,407,185
<u>Less</u> Current portion of long-term borrowings				(11,499,876)
Total long-term borrowings				<u>35,907,309</u>

SEPARATE FINANCIAL STATEMENTS

As at February 28, 2023

	Due within the year	Interest rate p.a. (%)	Foreign currency Million	Baht equivalent Baht '000
Borrowings in JPY currency	2023 - 2027	1.90 - 3.33	23,145.24	6,053,822
Borrowings in USD currency	2023 - 2027	1.85 - 3.49	641.10	22,640,767
Borrowings in THB currency	2023 - 2026	2.01 - 3.69	20,500.00	20,500,000
<u>Less</u> Borrowings issuance cost				(53,251)
				49,141,338
<u>Less</u> Current portion of long-term borrowings				(11,273,543)
Total long-term borrowings				<u>37,867,795</u>

As at May 31, 2023 and February 28, 2023, the Company can maintain financial ratios and other requirements according to the conditions as specified in the agreement.

**16. LONG-TERM BORROWINGS UNDER SECURITIZATION PROJECT**

As at May 31, 2023 and February 28, 2023, the Company recognized the cash received and the settlement by the Seller Loan Account of ATS Rabbit for the transferred rights in loans receivable under securitization project (see Note 5.5) as long-term borrowings under securitization project in the separate financial statements in the amount of Baht 1,224.14 million and Baht 1,260.99 million, respectively.

## 17. LONG-TERM DEBENTURES

Long-term debentures represent unsubordinated and unsecured debentures as at May 31, 2023 and February 28, 2023, as follows:

Issue date	Maturity date	No of units	Currency	Par value per unit	Amount	Interest rate p.a. (%)	Term of interest payment	“Unaudited”	
								As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000
<b>Company</b>									
15/11/2019	15/11/2024	1,000,000	THB	1,000	1,000,000,000	2.57	Semi-annual	1,000,000	1,000,000
29/12/2021	29/12/2026	70	JPY	100,000,000	7,000,000,000	0.65	Semi-annual	1,765,813	1,830,906
29/11/2022	28/11/2025	100	JPY	100,000,000	10,000,000,000	0.69	Semi-annual	2,522,590	2,615,580
24/02/2023	24/02/2025	1,000,000	THB	1,000	1,000,000,000	2.99	Semi-annual	1,000,000	1,000,000
24/02/2023	24/02/2026	1,700,000	THB	1,000	1,700,000,000	3.18	Semi-annual	1,700,000	1,700,000
								7,988,403	8,146,486
<u>Less</u> Debentures issuance cost								(39,659)	(39,426)
<b>Total long-term debentures in the separate financial statements</b>								<u>7,948,744</u>	<u>8,107,060</u>
<b>ATS Rabbit Special Purpose Vehicle Company Limited</b>									
29/09/2018	28/10/2025	1,473,082	THB	1,000	1,473,082,000	3.29	Monthly	1,473,082	1,473,082
<b>Total long-term debentures in the consolidated financial statements</b>								<u>9,421,826</u>	<u>9,580,142</u>

As at May 31, 2023 and February 28, 2023, the Company can maintain financial ratios and other requirements according to the conditions as specified in the agreement.

## 18. DERIVATIVE FINANCIAL INSTRUMENTS

The fair values and notional amounts of derivative instruments as at May 31, 2023 and February 28, 2023 are as follows:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS					
	“Unaudited” As at May 31, 2023			As at February 28, 2023		
	Fair value		Notional amount Baht '000	Fair value		Notional amount Baht '000
Assets Baht '000	Liabilities Baht '000	Assets Baht '000		Liabilities Baht '000		
Derivatives designated as cash flow hedges						
Cross currency and interest rate swaps	1,247,617	1,733,598	31,249,708	1,701,619	1,380,412	33,141,075
Interest rate swaps	11,103	46,919	5,000,000	30,466	58,491	5,000,000
	<u>1,258,720</u>	<u>1,780,517</u>	<u>36,249,708</u>	<u>1,732,085</u>	<u>1,438,903</u>	<u>38,141,075</u>
<u>Less</u> Current portion of derivative assets / liabilities	<u>(844,449)</u>	<u>(688,207)</u>	<u>(11,500,112)</u>	<u>(1,047,431)</u>	<u>(562,743)</u>	<u>(10,473,815)</u>
<b>Total derivative assets / liabilities</b>	<u>414,271</u>	<u>1,092,310</u>	<u>24,749,596</u>	<u>684,654</u>	<u>876,160</u>	<u>27,667,260</u>



## 19. PROVISIONS FOR EMPLOYEE BENEFIT

The Company operates post-employment benefit plans under the Labor Protection Act, which are considered as unfunded defined benefit plans.

For the three-month periods ended May 31, 2023 and 2022, amounts recognized in the statements of profit or loss in respect of the post-employment benefit plans are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2023	2022	2023	2022
	Baht '000	Baht '000	Baht '000	Baht '000
Past service cost (reversal)				
- For employees transferred from subsidiaries	(1,653)	-	(1,653)	-
Current service cost	14,859	26,277	13,160	24,232
Interest cost	3,145	2,968	2,881	2,724
(Gain) loss on settlement	(188)	6,249	(188)	-
Total	16,163	35,494	14,200	26,956

Movements in the present value of the provisions for post-employment benefit for the three-month periods ended May 31, 2023 and 2022 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2023	2022	2023	2022
	Baht '000	Baht '000	Baht '000	Baht '000
Beginning balance	444,377	463,335	405,630	419,132
Past service cost (reversal)				
- For employees transferred from subsidiaries	(1,653)	-	(1,653)	-
Current service cost	14,859	26,277	13,160	24,232
Interest cost	3,145	2,968	2,881	2,724
(Gain) loss on settlement	(188)	6,249	(188)	-
Benefits paid	(560)	(20,907)	(397)	(11,841)
Ending balance	459,980	477,922	419,433	434,247

The significant actuarial assumptions used to calculate the provisions under the defined benefit plans as at May 31, 2023 and February 28, 2023 are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS	
	"Unaudited"	
	As at May 31, 2023	As at February 28, 2023
	% per annum	% per annum
Financial assumptions		
Discount rate	0.84 - 3.15	0.84 - 3.15
Expected rate of salary increase	5.0	5.0
Demographic assumptions		
Turnover rate		
Monthly staff	0.0 - 27.0	0.0 - 27.0
	Subject to range of age of employees	Subject to range of age of employees
Daily & Temporary staff	0.0 - 54.0	0.0 - 54.0
	Subject to range of age of employees	Subject to range of age of employees

	SEPARATE FINANCIAL STATEMENTS	
	“Unaudited”	
	As at May 31, 2023	As at February 28, 2023
	% per annum	% per annum
Financial assumptions		
Discount rate	2.85	2.85
Expected rate of salary increase	5.0	5.0
Demographic assumptions		
Turnover rate		
Monthly staff	0.0 - 21.0	0.0 - 21.0
	Subject to range of age of employees	Subject to range of age of employees
Daily staff		
	0.0 - 54.0	0.0 - 54.0
	Subject to range of age of employees	Subject to range of age of employees

## 20. EMPLOYEE JOINT INVESTMENT PROGRAM

On August 9, 2022, the Company’s Board of Directors’ meeting had the resolution to approve the Employee Joint Investment Program (“EJIP”), which has started on September 1, 2022. The details of the program are as follows:

EJIP Period	Program period: 5 years (September 1, 2022 to August 31, 2027) Program contribution period: 3 years (September 1, 2022 to August 31, 2025)
Eligible employees under EJIP	Permanent employees of the Company at Assistant Manager level or higher and Executive Director level or higher with at least 3 years of service, on a voluntary basis
EJIP Arrangement	Money paid by employees to participate in the project: 3 - 5 percent of salary Money paid by executives to participate in the project: 3 - 9 percent of salary Contributions made by the Company to join the program: Equivalent amount paid by employees or executives into the program, with 3% additional contribution of the base salary for Talent Employee according to the terms and conditions set by the Company
EJIP Buying Schedule	Monthly
Conditions for holding the securities	Sell of shares during year 1 - 3 is not allowed. All accumulated shares in the first year of the Program are allowed to be sold after the end of the third year of the Program All accumulated shares in the second year of the Program are allowed to be sold after the end of the fourth year of the Program All accumulated shares in the third year of the Program are allowed to be sold after the end of the fifth year of the Program
EJIP Manager	Phillip Securities (Thailand) Public Company Limited

Movement of the employee joint investment program for the three-month period ended May 31, 2023 is as follows:

	<b>CONSOLIDATED FINANCIAL STATEMENTS “Unaudited” As at May 31, 2023 Surplus on share-based payment transactions Baht '000</b>	<b>SEPARATE FINANCIAL STATEMENTS “Unaudited” As at May 31, 2023 Surplus on share-based payment transactions Baht '000</b>
Beginning balance	9,265	9,265
Change during the period		
- Employee joint investment program expense	6,846	5,603
- Cash paid for employee joint investment program	<u>(3,143)</u>	<u>(2,763)</u>
Ending balance	<u>12,968</u>	<u>12,105</u>

The statements of comprehensive income for the three-month period ended May 31, 2023 is as follows:

	<b>CONSOLIDATED FINANCIAL STATEMENTS 2023 Baht '000</b>	<b>SEPARATE FINANCIAL STATEMENTS 2023 Baht '000</b>
Operating and administrative expenses	3,664	3,021
Directors and managements' remuneration	<u>3,182</u>	<u>2,582</u>
	<u>6,846</u>	<u>5,603</u>

## 21. SHAREHOLDERS' EQUITY

Under the Securitization project, the subsidiary has to pay dividend to its shareholders from all remaining amounts after deducting the required accumulated reserves and payment of all fees and expenses. The subsidiary appropriates interim dividends after the approval of Board of Directors' meeting on a monthly basis at each Monthly Purchase Date as an appropriation of net profit after corporate income tax of each month.

ATS Rabbit Special Purpose Vehicle Company Limited's registered share capital comprises 2 groups of ordinary shares and 2 groups of preferred shares. Dividends from the profits of the subsidiary shall be allocated to the holders of preferred shares which are non-controlling interests at the rate of 1% of the par value of each preferred share. The remaining dividends shall be distributed to the holders of ordinary shares and another group of preferred shares.

## 22. REVENUES RELATING TO SECURITIZATION TRANSACTION

For the three-month periods ended May 31, 2023 and 2022, revenues relating to securitization transaction incurred from sales of rights in loans receivable to ATS Rabbit Special Purpose Vehicle Company Limited are included in the presentation of Loan income as follows:

	SEPARATE FINANCIAL STATEMENTS	
	2023 Baht '000	2022 Baht '000
Loan income (see Note 25.2.2)		
Interest income from subordinated lendings	2,543	2,543
Revenue from seller loan in Special Purpose Vehicle	8,590	8,665
Dividend from investment in Special Purpose Vehicle	1,359	1,664
Collection servicing income	17,000	19,216
Total	<u>29,492</u>	<u>32,088</u>

## 23. DIRECTORS AND MANAGERMENTS' REMUNERATION

Directors' remuneration represents the benefits paid to the Company's directors in accordance with Section 90 of the Public Limited Companies Act. Managements' remuneration represents monetary remuneration as salaries and bonus paid to the Company's management.

For the three-month periods ended May 31, 2023 and 2022, directors and managements' remuneration are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2023 Baht '000	2022 Baht '000	2023 Baht '000	2022 Baht '000
Short-term employee benefits				
Directors' remuneration	5,700	11,284	4,000	8,750
Managements' remuneration	31,168	30,503	22,783	19,042
Post-employment benefits	1,438	1,447	1,210	1,025
Total	<u>38,306</u>	<u>43,234</u>	<u>27,993</u>	<u>28,817</u>

For the three-month periods ended May 31, 2023 and 2022, directors' remunerations which were included in short-term employee benefits were approved by the Annual General Meeting of shareholders of the Company held on June 20, 2023 and June 24, 2022, respectively.

## 24. CORPORATE INCOME TAX

The Company and its local subsidiaries used tax rate of 20% for corporate income tax and deferred tax calculations for the three-month periods ended May 31, 2023 and 2022.

The foreign subsidiaries used tax rate of 20% - 25% for corporate income tax and deferred tax calculations for the three-month period ended May 31, 2022. For the three-month period ended May 31, 2023, the foreign subsidiaries used tax rate of 20% - 22% for corporate income tax and deferred tax calculations.

Income tax expenses of the Company and its subsidiaries is calculated from profit before tax, added back transactions which are non-deductible expenses and deducted exempted income under the Revenue Code.

For the three-month periods ended May 31, 2023 and 2022, income tax expenses consists of:

	CONSOLIDATED		SEPARATE FINANCIAL	
	FINANCIAL STATEMENTS		STATEMENTS	
	2023	2022	2023	2022
	Baht '000	Baht '000	Baht '000	Baht '000
Current tax expenses for the period	330,287	174,340	301,862	137,009
Deferred income tax expenses	(169,454)	116,549	(169,778)	122,489
Income tax expenses per statements of profit or loss	<u>160,833</u>	<u>290,889</u>	<u>132,084</u>	<u>259,498</u>

Reconciliations of effective tax rates for the three-month periods ended May 31, 2023 and 2022 are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2023	2022	2023	2022
	Baht '000	Baht '000	Baht '000	Baht '000
Accounting profit before income tax	804,849	1,449,645	801,861	1,453,698
Permanent differences	(144,375)	(7,740)	518	4,058
Temporary differences	836,357	(624,771)	848,888	(612,448)
Income that is exempt from tax	-	-	(141,959)	(160,264)
Taxable profit	<u>1,496,831</u>	<u>817,134</u>	<u>1,509,308</u>	<u>685,044</u>
Normal income tax rate (%)	20.00 - 22.00	20.00 - 25.00	20.00	20.00
Income tax for the period currently payable	330,287	174,340	301,862	137,009
Deferred tax from temporary differences	(169,454)	116,549	(169,778)	122,489
Income tax expenses per statements of profit or loss	<u>160,833</u>	<u>290,889</u>	<u>132,084</u>	<u>259,498</u>
Effective tax rate (%)	19.98	20.07	16.47	17.85

## 25. TRANSACTIONS WITH RELATED PARTIES

The consolidated and separate financial statements include certain transactions with the subsidiaries and the related parties. The relationship may be by shareholding or the companies may have the same group of shareholders or directors. The consolidated and separate financial statements reflect the effects of these transactions on the basis determined by the Company, the subsidiaries and the related parties which are as follows:

25.1 Investments in subsidiaries (see Note 8) as at May 31, 2023 and February 28, 2023 are as follows:

SEPARATE FINANCIAL STATEMENTS							
“Unaudited”							
Related parties	Relationship	As at May 31, 2023			As at February 28, 2023		
		Ownership %	Paid-up capital Baht '000	Cost Baht '000	Ownership %	Paid-up capital Baht '000	Cost Baht '000
ACS Servicing (Thailand) Company Limited	Subsidiary	100.00	175,349.1	175,349.1	100.00	175,349.1	175,349.1
ACSI (Thailand) Co., Ltd.	Subsidiary	100.00	149,224.3	149,224.3	100.00	149,224.3	149,224.3
AEON Specialized Bank (Cambodia) Plc.	Subsidiary	50.00	643,720.4	323,580.0	50.00	643,720.4	323,580.0
AEON Microfinance (Myanmar) Company Limited	Subsidiary	100.00	455,403.3	455,403.3	100.00	455,403.3	455,403.3
AEON Leasing Service (Lao) Company Limited	Subsidiary	96.29	111,402.9	107,333.1	96.29	111,402.9	107,333.1
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	48.75	40.0	19.5	48.75	40.0	19.5
AEON Asset Management (Thailand) Company Limited	Subsidiary	98.00	24,499.7	24,499.7	98.00	24,499.7	24,499.7
<b>Total</b>				<u>1,235,409.0</u>			<u>1,235,409.0</u>

25.2 Business transactions with related parties

25.2.1 Balances with related parties as at May 31, 2023 and February 28, 2023 are as follows:

Related parties	Relationship	CONSOLIDATED FINANCIAL STATEMENTS “Unaudited”		SEPARATE FINANCIAL STATEMENTS “Unaudited”	
		As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000	As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000
<b>Other receivables</b>					
ACSI (Thailand) Co., Ltd.	Subsidiary	-	-	-	28
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	8,943	4,412
AEON Asset Management (Thailand) Company Limited	Subsidiary	-	-	3,398	805
AEON Financial Service Co., Ltd.	Major shareholder	2,224	3,072	2,042	2,971
AEON Credit Service Company Limited	Common ultimate holding company	534	540	-	-
ACS Capital Corporation Limited	Shareholder and one common director	534	421	113	156
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	48,601	51,621
AEON Specialized Bank (Cambodia) Plc.	Subsidiary	-	-	4,574	1,812
AEON Leasing Service (Lao) Co., Ltd.	Subsidiary	-	-	2,803	2,820
AEON Microfinance (Myanmar) Company Limited	Subsidiary	-	-	7,846	7,807
ACS Trading Vietnam Co., Ltd.	Common ultimate holding company	334	334	334	334
		<u>3,626</u>	<u>4,367</u>	<u>78,654</u>	<u>72,766</u>

Related parties	Relationship	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		“Unaudited”		“Unaudited”	
		As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000	As at May 31, 2023 Baht '000	As at February 28, 2023 Baht '000
<b>Long-term loan to a subsidiary</b>					
(see Note 6)					
AEON Specialized Bank (Cambodia) Plc.	Subsidiary	-	-	110,619	111,960
<b>Seller loan in Special Purpose Vehicle for securitization (see Note 11)</b>					
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	283,563	287,621
<b>Subordinated lendings (see Note 12.1)</b>					
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	84,074	84,074
<b>Other payables</b>					
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	72,846	75,134
AEON (Thailand) Co., Ltd.	Common ultimate holding company	890	960	890	960
AEON Financial Service Co., Ltd.	Major shareholder	31,918	60,797	23,238	48,871
AEON Credit Service Company Limited	Common ultimate holding company	2,685	2,560	227	866
AEON Bank Ltd.	Common ultimate holding company	711	936	589	884
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	33,927	33,999
		<u>36,204</u>	<u>65,253</u>	<u>131,717</u>	<u>160,714</u>
<b>Long-term borrowings under securitization project (see Note 16)</b>					
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	1,224,144	1,260,991
<b>Deferred revenue</b>					
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	80,410	81,131
ACS Capital Corporation Limited	Shareholder and one common director	5,058	5,197	5,058	5,197
AEON Asset Management (Thailand) Company Limited	Subsidiary	-	-	1,863	-
		<u>5,058</u>	<u>5,197</u>	<u>87,331</u>	<u>86,328</u>

25.2.2 Transactions with related parties for the three-month periods ended May 31, 2023 and 2022 are as follows:

Related parties	Relationship	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2023	2022	2023	2022
		Baht '000	Baht '000	Baht '000	Baht '000
<b>Revenue relating to securitization transaction</b> (included in loan income) (see Note 22)					
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	29,492	32,088
<b>Dividend income</b>					
ACSI (Thailand) Company Limited	Subsidiary	-	-	-	55,000
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	140,600	103,600
		<u>-</u>	<u>-</u>	<u>140,600</u>	<u>103,600</u>
		<u>-</u>	<u>-</u>	<u>140,600</u>	<u>158,600</u>
<b>Collection service income</b>					
ACS Capital Corporation Limited	Shareholder and one common director	234	-	-	-
<b>Other income</b>					
ACS Capital Corporation Limited	Shareholder and one common director	742	6,007	446	5,400
ACSI (Thailand) Company Limited	Subsidiary	-	-	6	157
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	8,518	6,300
AEON Asset Management (Thailand) Company Limited	Subsidiary	-	-	526	-
AEON Specialized Bank (Cambodia) Plc.	Subsidiary	-	-	2,753	2,935
AEON Leasing Service (Lao) Co., Ltd.	Subsidiary	-	-	30	-
AEON Microfinance Myanmar Company Limited	Subsidiary	-	-	39	-
ACS Trading Vietnam Co., Ltd.	Common ultimate holding company	501	-	501	-
		<u>1,243</u>	<u>6,007</u>	<u>12,819</u>	<u>14,792</u>
<b>Operating and administrative expenses</b>					
<b>Collection service fee</b>					
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	133,444	118,836
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	779	862
		<u>-</u>	<u>-</u>	<u>134,223</u>	<u>119,698</u>



Related parties	Relationship	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2023	2022	2023	2022
		Baht '000	Baht '000	Baht '000	Baht '000
<b>Others</b>					
AEON Financial Service Co., Ltd.	Major shareholder	38,017	47,534	25,450	31,277
AEON Credit Service Company Limited	Common ultimate holding company	6,037	5,888	952	1,451
AEON (Thailand) Company Limited	Common ultimate holding company	2,590	803	2,590	802
AEON Bank Ltd.	Common ultimate holding company	997	4,048	997	1,527
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	10,676	9,646
ACS Servicing (Thailand) Company Limited	Subsidiary	-	-	-	691
ACS Credit Management Co., Ltd.	Common ultimate holding company	241	-	-	-
		<u>47,882</u>	<u>58,273</u>	<u>40,665</u>	<u>45,394</u>
<b>Finance costs</b>					
ATS Rabbit Special Purpose Vehicle Company Limited	Subsidiary	-	-	70,992	77,297
AEON Bank Ltd.	Common ultimate holding company	2,760	1,304	-	-
AEON Financial Service Co., Ltd.	Major shareholder	2,827	4,097	-	-
		<u>5,587</u>	<u>5,401</u>	<u>70,992</u>	<u>77,297</u>

- Other income for the three-month periods ended May 31, 2023 and 2022 includes computer fee and Finance and Accounting operation services fee charged to ACS Capital Corporation Limited, ACSI (Thailand) Co., Ltd., ACS Servicing (Thailand) Company Limited and AEON Asset Management (Thailand) Company Limited as stated in the agreement which the service fees are based on a cost plus basis.
- Revenues relating to securitization transactions are determined by the Company and subsidiaries in accordance with securitization projects (see Note 5.5).
- Collection service fee paid to ACS Servicing (Thailand) Co., Ltd. is based on general market price and in the normal course of business.
- Management assistant fee is paid to AEON Financial Service Co., Ltd. as stated in the agreement.
- Pricing policy for other operating and administrative expenses are determined by the Company and related parties based on the cost-plus basis.

## 26. SEGMENT INFORMATION

The Group presents segment information in respect of the business segments based on the management and internal reporting structure. The business segments of the Group consist of:

Retail finance services    Consist of credit card, hire-purchase and personal loans and others  
 Other business                Consist of debt collection service and insurance brokerage services

The Group does not have revenues from transactions with a single external customer at 10% or more of total revenues.

Transactions between segments are recorded on the same basis as the transaction conducted with the third-party. Transactions between segments are eliminated on consolidation.

The segment information of the Group was classified by business segment as follows:

26.1    Operating results, classified by business for the three-month periods ended May 31, 2023 and 2022, are as follows:

	CONSOLIDATED FINANCIAL STATEMENTS				
	2023				
	Retail finance services		Other businesses	Elimination	Total
	Domestic Baht '000	Foreign Baht '000	Domestic Baht '000	Baht '000	Baht '000
Revenues					
Revenue from external customers	4,896,618	321,334	241,239	-	5,459,191
Inter - segment revenues	152,396	(1,341)	141,453	(292,508)	-
	<u>5,049,014</u>	<u>319,993</u>	<u>382,692</u>	<u>(292,508)</u>	<u>5,459,191</u>
Expenses					
Operating and administrative expenses	1,821,325	174,015	146,076	(150,949)	1,990,467
Directors and managements' remuneration	27,993	5,787	4,526	-	38,306
Loss on impairment of assets	4,341	-	-	-	4,341
Loss (gain) on sale and write-off of leasehold improvements and equipment and intangible assets other than goodwill	509	(137)	(16)	-	356
Total expenses	<u>1,854,168</u>	<u>179,665</u>	<u>150,586</u>	<u>(150,949)</u>	<u>2,033,470</u>
Finance costs	484,013	44,751	508	(2,300)	526,972
Expected credit losses	2,076,591	17,236	73	-	2,093,900
Profit before income tax	634,242	78,341	231,525	(139,259)	804,849
Income tax expenses	132,763	15,223	12,847	-	160,833
Profit for the period	<u>501,479</u>	<u>63,118</u>	<u>218,678</u>	<u>(139,259)</u>	<u>644,016</u>

CONSOLIDATED FINANCIAL STATEMENTS

2022

	Retail finance services		Other businesses	Elimination	Total
	Domestic	Foreign	Domestic		
	Baht '000	Baht '000	Baht '000		
<b>Revenues</b>					
Revenue from external customers	4,917,878	316,551	250,220	-	5,484,649
Inter - segment revenues	167,924	11,952	124,683	(304,559)	-
	<u>5,085,802</u>	<u>328,503</u>	<u>374,903</u>	<u>(304,559)</u>	<u>5,484,649</u>
<b>Expenses</b>					
Operating and administrative expenses	1,818,971	161,765	146,693	(137,325)	1,990,104
Directors and managements' remuneration	28,817	7,862	6,555	-	43,234
Loss on impairment of assets	1,426	-	-	-	1,426
Loss (gain) on sale and write-off of leasehold improvements and equipment and intangible assets other than goodwill	106	19	(66)	-	59
Total expenses	<u>1,849,320</u>	<u>169,646</u>	<u>153,182</u>	<u>(137,325)</u>	<u>2,034,823</u>
Finance costs	391,564	47,758	193	(2,811)	436,704
Expected credit losses (reversal)	<u>1,568,076</u>	<u>(4,208)</u>	<u>(391)</u>	<u>-</u>	<u>1,563,477</u>
Profit before income tax	1,276,842	115,307	221,919	(164,423)	1,449,645
Income tax expenses	<u>260,330</u>	<u>21,484</u>	<u>9,075</u>	<u>-</u>	<u>290,889</u>
Profit for the period	<u>1,016,512</u>	<u>93,823</u>	<u>212,844</u>	<u>(164,423)</u>	<u>1,158,756</u>

26.2 Financial positions classified by business are as follows:

CONSOLIDATED FINANCIAL STATEMENTS

"Unaudited"

As at May 31, 2023

	Retail finance services		Other businesses	Elimination	Total
	Domestic	Foreign	Domestic		
	Baht '000	Baht '000	Baht '000		
Trade and other receivables	79,318,831	4,700,156	310,272	(181,665)	84,147,594
Leasehold improvements and equipment and intangible assets other than goodwill	1,176,992	161,132	62,866	(6,942)	1,394,048
Other assets	<u>8,937,874</u>	<u>579,933</u>	<u>603,582</u>	<u>(1,346,173)</u>	<u>8,775,216</u>
Total assets	<u>89,433,697</u>	<u>5,441,221</u>	<u>976,720</u>	<u>(1,534,780)</u>	<u>94,316,858</u>
Total liabilities	<u>66,226,591</u>	<u>4,280,164</u>	<u>188,282</u>	<u>(270,436)</u>	<u>70,424,601</u>

CONSOLIDATED FINANCIAL STATEMENTS

As at February 28, 2023

	Retail finance services		Other businesses	Elimination	Total
	Domestic	Foreign	Domestic		
	Baht '000	Baht '000	Baht '000		
Trade and other receivables	79,698,518	4,577,732	299,428	(171,512)	84,404,166
Leasehold improvements and equipment and intangible assets other than goodwill	1,230,470	153,603	69,420	(6,942)	1,446,551
Other assets	<u>9,348,397</u>	<u>694,129</u>	<u>664,385</u>	<u>(1,350,942)</u>	<u>9,355,969</u>
Total assets	<u>90,277,385</u>	<u>5,425,464</u>	<u>1,033,233</u>	<u>(1,529,396)</u>	<u>95,206,686</u>
Total liabilities	<u>67,655,525</u>	<u>4,313,027</u>	<u>153,765</u>	<u>(263,711)</u>	<u>71,858,606</u>

## **27. CREDIT FACILITIES AND LETTER OF GUARANTEE**

- 27.1 As at May 31, 2023 and February 28, 2023, the Company has unused committed and unsecured revolving credit facility agreements with various financial institutions totaling Baht 3,000 million.
- 27.2 As at May 31, 2023 and February 28, 2023, the Company has unused overdraft facilities with various banks totaling Baht 3,090 million. Such overdraft facilities are unsecured.
- 27.3 As at May 31, 2023 and February 28, 2023, the Company has a bank's letter of guarantee issued to suppliers for guarantee payment of Baht 0.50 million. Such letter of guarantee is unsecured.
- 27.4 As at May 31, 2023 and February 28, 2023, a subsidiary has letters of guarantee issued by banks in the amounts of Baht 2.13 million and Baht 1.78 million, respectively.

## **28. SALE OF WRITTEN-OFF RECEIVABLES**

- 28.1 On June 28, 2018, the Company sold written-off receivables under loan agreements and credit card agreements to ACS Servicing (Thailand) Company Limited (the "buyer"), a subsidiary, with the purchase price of Baht 31.52 million. On the same date, the Company entered into the "Asset Sale and Purchase Agreement" with the buyer. The agreement sets out the conditions and terms in respect of the sales, assignment and conveyance of the Company's rights, title, claim, obligation, liability and interest in the written-off receivables under loan agreements and credit card agreements. On June 28, 2018, which is the closing date as specified in the agreement, the Company received the payment in full from the buyer. However, the Group has retained substantially all of the risks and rewards of the assets transferred to the buyer which is the subsidiary. Consequently, the Company recorded cash received from the buyer as deferred revenue which will be recognized as revenue when the buyer can collect from debtors. The Company has already recognized revenue of Baht 0.13 million and Baht 0.12 million as bad debt recovery in the consolidated and separate statements of profit or loss for the three-month periods ended May 31, 2023 and 2022, respectively, and recorded outstanding deferred revenue of Baht 21.19 million as other current liabilities in the separate statements of financial position as at May 31, 2023 (as at February 28, 2023: Baht 21.32 million).

Under the Asset Sale and Purchase Agreement, if the buyer wished to sell or transfer loans receivable that were intended to be a portfolio sale to a third-party, the Company was entitled to a right to first negotiate with the buyer with regard to a purchase of the portfolio before any third-party. If the negotiation was not concluded within three months or the Company decided not to make a purchase, the buyer might sell such loans receivable to a third-party.

28.2 On October 28, 2019, the Company sold written-off receivables under loan agreements and credit card agreements by a bidding process to ACS Servicing (Thailand) Company Limited (the “buyer”), a subsidiary, with the purchase price of Baht 59.11 million. On the same date, the Company entered into the “Asset Sale and Purchase Agreement” with the buyer. The agreement sets out the conditions and terms in respect of the sales, assignment and conveyance of the Company’s rights, title, claim, obligation, liability and interest in the written-off receivables under loan agreements and credit card agreements. On October 28, 2019, which is the closing date as specified in the agreement, the Company received the payment in full from the buyer. However, the Group has retained substantially all of the risks and rewards of the assets transferred to the buyer which is the subsidiary. Consequently, the Company recorded cash received from the buyer as deferred revenue which will be recognized as revenue when the buyer can collect from debtors. The Company has already recognized revenue of Baht 0.27 million and Baht 0.18 million as bad debt recovery in the consolidated and separate statements of profit or loss for the three-month periods ended May 31, 2023 and 2022, respectively, and recorded outstanding deferred revenue of Baht 53.61 million as other current liabilities in the separate statements of financial position as at May 31, 2023 (as at February 28, 2023 : Baht 53.88 million).

Under the Asset Sale and Purchase Agreement, if the buyer wished to sell or transfer loans receivable that were intended to be a portfolio sale to a third-party, the Company was entitled to a right to first negotiate with the buyer with regard to a purchase of the portfolio before any third-party. If the negotiation was not concluded within three months or the Company decided not to make a purchase, the buyer might sell such loans receivable to a third-party.

28.3 On March 4, 2022, the Company sold written-off receivables under loan agreements and credit card agreements by a bidding process to an unrelated local company (the “buyer”) with the purchase price of Baht 104.98 million. On the same date, the Company entered into the “Asset Sale and Purchase Agreement” with the buyer. The agreement set out the conditions and terms in respect of the sales, assignment and conveyance of the Company’s rights, title, claim, obligation, liability and interest in the written-off receivables under loan agreements and credit card agreements. On March 4, 2022, which is the closing date as specified in the agreement, the Company received the payment in full from the buyer. The Company has already recognized gain on sale of written-off receivables totaling Baht 104.98 million in the consolidated and separate statements of profit or loss for the year ended February 28, 2023.

Under the Asset Sale and Purchase Agreement, the buyer was entitled to claim damages from the Company from sales of loans receivable within a specific period in events the buyer did not have lawful title over loans receivable or loan agreements are not legal as specified in the agreement. However, the Company believed that such damage was not significant, therefore, the Company had not recorded such claim in the financial statements for the year ended February 28, 2023.

In addition, under the Asset Sale and Purchase Agreement, if the buyer wished to sell or transfer loan to a third-party, the buyer shall get written approval from the Company. In addition, a third-party shall comply all terms and conditions of the agreement, by entering into the Accession Agreement in form determined by the Company.

28.4 On October 31, 2022, the Company sold written-off receivables under loan agreements and credit card agreements by a bidding process to an unrelated local company (the “buyer”) with the purchase price of Baht 110.40 million. On the same date, the Company entered into the “Asset Sale and Purchase Agreement” with the buyer. The agreement set out the conditions and terms in respect of the sales, assignment and conveyance of the Company’s rights, title, claim, obligation, liability and interest in the written-off receivables under loan agreements and credit card agreements. On November 29, 2022, which is the closing date as specified in the agreement, the Company received the initial payment of Baht 11.04 million. The buyer has agreed to pay the remaining amount of purchase price amounting to Baht 99.36 million in 8 installments of Baht 12.42 million per each and last installment will be on November 29, 2024. The Company has already recognized gain on sale of written-off receivables totaling Baht 110.40 million in the consolidated and separate statements of profit or loss for the year ended February 28, 2023, and recorded outstanding receivables of Baht 74.51 million as other receivables in the consolidated and separate statements of financial positions as at May 31, 2023 (as at February 28, 2023 : Baht 86.93 million).

Under the Asset Sale and Purchase Agreement, the buyer was entitled to claim damages from the Company from sales of loans receivable within a specific period in events the buyer did not have lawful title over loans receivable or loan agreements are not legal as specified in the agreement. However, the Company believed that such damage was not significant, therefore, the Company had not recorded such claim in the financial statements for the three-month period ended May 31, 2023.

In addition, under the Asset Sale and Purchase Agreement, if the buyer wished to sell or transfer loan to a third-party, the buyer shall get written approval from the Company. In addition, a third-party shall comply all terms and conditions of the agreement, by entering into the Accession Agreement in form determined by the Company.

28.5 On November 29, 2022, the Company sold written-off receivables under loan agreements and credit card agreements by a bidding process to an unrelated local company (the “buyer”) with the purchase price of Baht 108.98 million. On the same date, the Company entered into the “Asset Sale and Purchase Agreement” with the buyer. The agreement set out the conditions and terms in respect of the sales, assignment and conveyance of the Company’s rights, title, claim, obligation, liability and interest in the written-off receivables under loan agreements and credit card agreements. On November 29, 2022, which is the closing date as specified in the agreement, the Company received the initial payment of Baht 10.90 million. The buyer has agreed to pay the remaining amount of purchase price amounting to Baht 98.08 million in 8 installments of Baht 12.26 million per each and last installment will be on November 29, 2024. The Company has already recognized gain on sale of written-off receivables totaling Baht 108.98 million in the consolidated and separate statements of profit or loss for the year ended February 28, 2023, and recorded outstanding receivables of Baht 73.57 million as other receivables in the consolidated and separate statements of financial positions as at May 31, 2023 (as at February 28, 2023 : Baht 85.83 million).

Under the Asset Sale and Purchase Agreement, the buyer was entitled to claim damages from the Company from sales of loans receivable within a specific period in events the buyer did not have lawful title over loans receivable or loan agreements are not legal as specified in the agreement. However, the Company believed that such damage was not significant, therefore, the Company had not recorded such claim in the financial statements for the three-month period ended May 31, 2023.

In addition, under the Asset Sale and Purchase Agreement, if the buyer wished to sell or transfer loan to a third-party, the buyer shall get written approval from the Company. In addition, a third-party shall comply all terms and conditions of the agreement, by entering into the Accession Agreement in form determined by the Company.

**29. EVENT AFTER THE REPORTING PERIOD**

On June 20, 2023, the Annual General Meeting of Shareholders had the resolutions to approve the declaration of final dividends for the year ended February 28, 2023 at the rate of Baht 2.95 per share, totaling Baht 737.50 million, which will be paid to all shareholders on July 17, 2023 in addition to the interim dividends which had been paid to all shareholders at the rate of Baht 2.55 per share, totaling Baht 637.50 million, on November 2, 2022.

**30. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS**

These interim financial statements were approved for issue by the Company's authorized director on July 5, 2023.