

TSFC Securities Public Company Limited
Review report and financial information
For the three-month periods ended 31 March 2025

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of TSFC Securities Public Company Limited

I have reviewed the accompanying financial information of TSFC Securities Public Company Limited, which comprises the statement of financial position as at 31 March 2025, the related statements of comprehensive income, changes in owners' equity and cash flows for the three-month period then ended, as well as the condensed notes to the interim financial statements (collectively "the interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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



Sumana Punpongsanon

Certified Public Accountant (Thailand) No. 5872

EY Office Limited

Bangkok: 27 May 2025

TSFC Securities Public Company Limited

Statement of financial position

As at 31 March 2025

(Unit: Thousand Baht)

	<u>Note</u>	<u>31 March 2025</u>	<u>31 December 2024</u>
Assets			
Cash and cash equivalents	3	100,909	3,784
Receivables from Clearing House		-	9,918
Securities business receivables	4	2,832,132	2,895,890
Non-collateralised investments	5	14,442	15,072
Collateralised investments			
Collateralised investments without granting			
right to transferee to sell or repledge	5	129,348	126,731
Loans	6	405,000	680,000
Equipment		12,963	12,780
Intangible assets		4,742	4,858
Deferred tax assets		3,583	3,368
Right-of-use assets		10,649	12,041
Other assets		5,055	3,195
Total assets		<u>3,518,823</u>	<u>3,767,637</u>

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



(Mr. Udomkarn Udomsab)

Director



(Miss Malaiporn Pornlert)

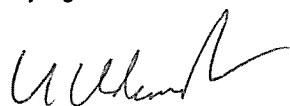
Vice President of
Accounting and Finance Department

TSFC Securities Public Company Limited
Statement of financial position (continued)
As at 31 March 2025

(Unit: Thousand Baht)

	<u>Note</u>	<u>31 March 2025</u>	<u>31 December 2024</u>
Liabilities and owners' equity			
Liabilities			
Borrowings from financial institutions	7	1,510,000	1,780,000
Payables from Clearing House		54,871	28,994
Securities business payables		6,373	12,699
Income tax payable		6,577	4,033
Lease liabilities		9,200	10,202
Provisions		17,447	16,584
Other liabilities		5,540	15,538
Total liabilities		<u>1,610,008</u>	<u>1,868,050</u>
Owners' equity			
Issued and paid-up share capital			
Ordinary share 154,912,584 shares of Baht 10 each		1,549,126	1,549,126
Retained earnings			
Appropriated - statutory reserve		46,157	46,157
Unappropriated		313,317	304,141
Other components of owners' equity	5.3	215	163
Total owners' equity		<u>1,908,815</u>	<u>1,899,587</u>
Total liabilities and owners' equity		<u><u>3,518,823</u></u>	<u><u>3,767,637</u></u>

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



(Mr. Udomkarn Udomsab)

Director



(Miss Malaiporn Pornlert)

Vice President of

Accounting and Finance Department

TSFC Securities Public Company Limited
Statement of comprehensive income
For the three-month period ended 31 March 2025

(Unit: Thousand Baht)

	<u>Note</u>	<u>2025</u>	<u>2024</u>
Revenues			
Fees and service income		62	18
Interest incomes	8	49,377	53,815
Losses and return on financial instruments		(1)	-
Other incomes		18	11
Total revenues		<u>49,456</u>	<u>53,844</u>
Expenses			
Employee benefits expenses		16,353	22,362
Fees and service expenses		451	382
Interest expenses		13,285	14,095
Expected credit loss (reversal)		(759)	379
Other expenses		8,634	10,475
Total expenses		<u>37,964</u>	<u>47,693</u>
Profit before income tax expenses		<u>11,492</u>	<u>6,151</u>
Income tax expenses	9	(2,316)	(1,260)
Profit for the period		<u>9,176</u>	<u>4,891</u>

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



(Mr. Udomkarn Udomsab)

Director



(Miss Malaiporn Pornlert)

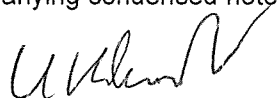
Vice President of
Accounting and Finance Department

TSFC Securities Public Company Limited
Statement of comprehensive income (continued)
For the three-month period ended 31 March 2025

(Unit: Thousand Baht)

	<u>Note</u>	<u>2025</u>	<u>2024</u>
Other comprehensive income:			
<i>Items that will be reclassified subsequently to profit or loss</i>			
Gain on investments in debt instruments designated at fair value through other comprehensive income	5.3	65	52
Less: Income tax effect	10	(13)	(10)
Items that will be reclassified subsequently to profit or loss - net of income tax		<u>52</u>	<u>42</u>
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Loss on investments in equity instruments designated at fair value through other comprehensive income	5.3	-	(1)
Items that will not be reclassified subsequently to profit or loss - net of income tax		-	(1)
Other comprehensive income for the period		<u>52</u>	<u>41</u>
Total comprehensive income for the period		<u>9,228</u>	<u>4,932</u>
Basic earnings per share			
Profit for the period (Baht/share)		<u>0.06</u>	<u>0.03</u>

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



(Mr. Udomkarn Udomsab)

Director



(Miss Malaiporn Pornlert)

Vice President of
Accounting and Finance Department

TSFC Securities Public Company Limited

Statement of changes in owners' equity

For the three-month period ended 31 March 2025

(Unit: Thousand Baht)

	Issued and paid-up share capital	Retained earnings		Other components of owners' equity Gain (loss) on investments designated at fair value through other comprehensive income	Total owners' equity
		Appropriated	Unappropriated		
Balance as at 1 January 2024	1,549,126	44,665	305,341	(78)	1,899,054
<u>Change during the period</u>					
Profit for the period	-	-	4,891	-	4,891
Other comprehensive income for the period	-	-	-	41	41
Total comprehensive income for the period	-	-	4,891	41	4,932
Balance as at 31 March 2024	1,549,126	44,665	310,232	(37)	1,903,986
Balance as at 1 January 2025	1,549,126	46,157	304,141	163	1,899,587
<u>Change during the period</u>					
Profit for the period	-	-	9,176	-	9,176
Other comprehensive income for the period	-	-	-	52	52
Total comprehensive income for the period	-	-	9,176	52	9,228
Balance as at 31 March 2025	1,549,126	46,157	313,317	215	1,908,815

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

TSFC Securities Public Company Limited**Statement of cash flows****For the three-month period ended 31 March 2025**

(Unit: Thousand Baht)

	<u>2025</u>	<u>2024</u>
Cash flows from operating activities		
Profit before income tax	11,492	6,151
Adjustments to reconcile profit before tax to net cash provided by (paid for) operating activities:		
Depreciation and amortisation	2,033	2,825
Expected credit loss (reversal)	(759)	379
Loss on change in fair value of investments	1	-
Interest expenses	13,285	14,095
Interest incomes	(49,377)	(53,815)
Long-term employee benefits expenses	827	792
Loss from operating activities before changes in operating assets and liabilities	(22,498)	(29,573)
Decrease (increase) in operating assets		
Receivables from Clearing House	9,918	8,464
Securities business receivables	107,804	380,130
Loans	275,000	(10,000)
Other assets	(1,542)	(1,938)
Increase (decrease) in operating liabilities		
Borrowings from financial institutions	(270,000)	(369,584)
Payables from Clearing House	25,877	11,160
Securities business payables	(6,326)	(3,625)
Debt issued and borrowings	-	(40,000)
Cash paid for long-term employee benefits	-	(4,686)
Other liabilities	(9,781)	(7,340)
Cash flows from (use in) operating activities	108,452	(66,992)
Cash received from interest incomes	5,052	7,653
Cash paid for interest expenses	(13,466)	(14,161)
Net cash flows from (use in) operating activities	100,038	(73,500)

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

TSFC Securities Public Company Limited
Statement of cash flows (continued)
For the three-month period ended 31 March 2025

(Unit: Thousand Baht)

	<u>2025</u>	<u>2024</u>
Cash flows from investing activities		
Cash paid for purchase of non-collateralised investments designated at fair value through other comprehensive income	(76,204)	-
Cash received from disposal of non-collateralised investments designated at fair value through other comprehensive income	75,000	80,909
Cash paid for purchase of equipment	(493)	(4,577)
Cash paid for purchase of intangible assets	(214)	(1,596)
Net cash flows from (used in) investing activities	<u>(1,911)</u>	<u>74,736</u>
Cash flows from financial activities		
Cash paid for lease liabilities	(1,002)	(2,563)
Net cash flows used in financial activities	<u>(1,002)</u>	<u>(2,563)</u>
Net increase (decrease) in cash and cash equivalents	97,125	(1,327)
Cash and cash equivalents at beginning of period	3,784	3,868
Cash and cash equivalents at end of period (Note 3)	<u>100,909</u>	<u>2,541</u>

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

TSFC Securities Public Company Limited
Condensed notes to interim financial statements
For the three-month periods ended 31 March 2025

1. General information

1.1 Corporate information

TSFC Securities Public Company Limited (hereinafter referred to as “the Company”) is a public company incorporated and domiciled in Thailand. The Company is principally engaged in securities business and has two business licenses to engage in granting credits to securities business and securities borrowing and lending business. Its registered address is located at No. 33/4 The 9th Towers Grand Rama 9, Tower A, 32nd Floor, Rama 9 Road, Huaykwang Sub-District, Huaykwang District, Bangkok.

1.2 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 *Interim Financial Reporting*, with the Company presenting condensed interim financial statements. The Company has presented the statements of financial position, comprehensive income, changes in owners’ equity, and cash flows in the same format as that used for the annual financial statements and has presented notes to the interim financial statements on a condensed basis which has been made in compliance with the stipulations of the Notification of the Office of the Securities and Exchange Commission relating to the format of the financial statements of securities companies (version 3) No. SorThor. 6/2562 dated 8 January 2019.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

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

1.3 Accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2024.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2025, do not have any significant impact on the Company’s financial statements.

2. Related party transactions

During the period, the Company had significant business transactions with individuals or entities related to each other. These business transactions were conducted according to commercial terms and criteria agreed upon between the Company and these related individuals or entities, which were in line with normal business practices.

Summaries significant business transaction with related parties as follows.

	(Unit: Thousand Baht)		
	For the three-month periods		
	ended 31 March		Transfer pricing policy
	2025	2024	
Transactions with related parties			
Interest income	54	-	As stipulated in the agreement
Service expense	296	227	Contract price
Interest expense	2,773	1,150	As stipulated in the agreement

The balances of the accounts between the Company and those related companies are as follows:

	(Unit: Thousand Baht)	
	31 March	31 December
	2025	2024
		(Audited)
Deposits in current accounts - related party		
Related company	80	80
Receivables from Clearing House - related party		
Related company	-	9,918
Borrowings from financial institutions - related parties		
Related companies	390,000	290,000
Payables from Clearing House - related party		
Related company	54,871	28,994
Other liabilities - related parties		
Related companies	68	62

Directors and management's benefits

During the periods, the Company had salaries, bonuses, meeting allowances, post-employee benefits, gratuities of its directors and management, which were as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 31 March	
	2025	2024
Short-term employee benefits	9,056	8,389
Post-employment benefits	1,119	445
Total	10,175	8,834

3. Cash and cash equivalents

(Unit: Thousand Baht)

	31 March 2025	31 December 2024
		(Audited)
Cash	30	30
Saving and current deposits	128,888	27,040
Less: Deposits for customers' account	(28,009)	(23,286)
Total cash and cash equivalents	100,909	3,784

Supplemental cash flows information

(Unit: Thousand Baht)

	For the three-month periods ended 31 March	
	2025	2024
Non-cash items		
Gain on investments in debt instruments designated at fair value through other comprehensive income	65	52
Loss on investments in equity instruments designated at fair value through other comprehensive income	-	(1)

4. Securities business receivables

	(Unit: Thousand Baht)	
	31 March 2025	31 December 2024
		(Audited)
Customers' accounts - credit balance	2,767,451	2,895,835
Other receivables	84,004	20,169
Total	2,851,455	2,916,004
Add: Accrued interest income	56	24
Less: Allowance for expected credit losses	(19,379)	(20,138)
Securities business receivables	2,832,132	2,895,890

As at 31 March 2025 and 31 December 2024, the Company has classified securities business receivables in accordance with TFRS 9 / the relevant notification issued by the Office of the Securities and Exchange Commission. The classification is as follows:

	31 March 2025			31 December 2024 (Audited)		
	Receivables amount to be considered setting up of allowance for expected credit losses			Receivables amount to be considered setting up of allowance for expected credit losses		
	Securities business receivables and accrued interest	Allowance for expected credit losses		Securities business receivables and accrued interest	Allowance for expected credit losses	
Performing debts	2,749	2,749	-	2,803	2,803	-
Under-performing debts	83	83	-	93	93	-
Credit impaired debts	19	19	19	20	20	20
Total	2,851	2,851	19	2,916	2,916	20

5. Investments

5.1 Cost and fair value

	31 March 2025			31 December 2024 (Audited)		
	Fair value			Fair value		
	Non- collateralised investments	Collateralised investments	Total	Non- collateralised investments	Collateralised investments	Total
<u>Investments measured at fair value through profit or loss</u>						
Investments measured at fair value						
Open end fund - equity	8	-	8	9	-	9
Total	8	-	8	9	-	9
Total investments measured at fair value through profit or loss	8	-	8	9	-	9

(Unaudited but reviewed)

(Unit: Thousand Baht)

	31 March 2025			31 December 2024 (Audited)		
	Fair value			Fair value		
	Non-collateralised investments	Collateralised investments	Total	Non-collateralised investments	Collateralised investments	Total
Investments measured at fair value through other comprehensive income						
Investments in debt instruments measured at fair value through other comprehensive income						
Government bonds	39,746	129,348	169,094	96,643	126,731	223,374
Less: Government bonds for customers' account	(25,959)	-	(25,959)	(82,228)	-	(82,228)
Total	13,787	129,348	143,135	14,415	126,731	141,146
Investments in equity instruments measured at fair value through other comprehensive income						
Non-marketable equity instruments in domestic market	647	-	647	648	-	648
Total	647	-	647	648	-	648
Total investments measured at fair value through other comprehensive income	14,434	129,348	143,782	15,063	126,731	141,794
Total investments	14,442	129,348	143,790	15,072	126,731	141,803

5.2 Investments in debt instruments classified by the remaining contracts

	31 March 2025				31 December 2024 (Audited)			
	Not over 1 year	1 - 5 years	Over 5 years	Total	Not over 1 year	1 - 5 years	Over 5 years	Total
Investments in debt instruments designated at fair value through other comprehensive income	169,094	-	-	169,094	223,374	-	-	223,374
Total	169,094	-	-	169,094	223,374	-	-	223,374

5.3 Gain (loss) on remeasuring investments designated at fair value through other comprehensive income which recognised in owners' equity

	(Unit: Thousand Baht)	
	For the three-month periods ended 31 March	
	2025	2024
Balance - beginning of the period	163	(78)
Changes during the period		
- from revaluation (before net of income tax)	65	51
- income tax	(13)	(10)
Balance - end of the period	215	(37)

6. Loans

	(Unit: Thousand Baht)	
	31 March 2025	31 December 2024
		(Audited)
At call	300,000	400,000
Not over 1 year	105,000	280,000
Total loans	405,000	680,000

These loans are provided to financial institutions. Part of such loans are unsecured loans which due at call and the remaining are secured loans which have right to claim on margin loan receivables of the borrowers as collateral and due not over 1 year.

7. Borrowings from financial institutions

	(Unit: Thousand Baht)							
	31 March 2025				31 December 2024 (Audited)			
	Due period				Due period			
	Interest rate	Not over			Interest rate	Not over		
	(% per annum)	1 year	1 - 5 years	Total	(% per annum)	1 year	1 - 5 years	Total
Promissory notes	2.10 - 4.00	1,210,000	-	1,210,000	2.10 - 4.00	1,480,000	-	1,480,000
Short-term loan	4.35	300,000	-	300,000	4.35	300,000	-	300,000
Total borrowings from financial institutions		1,510,000	-	1,510,000		1,780,000	-	1,780,000

The borrowings from financial institutions are unsecured loans.

The loan agreements contain covenants that, among other things, require the Company to maintain net capital ratios in the agreements.

8. Interest incomes

(Unit: Thousand Baht)

For the three-month periods ended
31 March

	2025	2024
Interest income on margin loans	43,287	45,297
Interest income from loans	4,578	7,317
Others	1,512	1,201
Total	49,377	53,815

9. Income tax

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month periods ended 31 March 2025 and 2024 are made up as follows:

(Unit: Thousand Baht)

For the three-month periods ended
31 March

	2025	2024
Current income tax:		
Interim corporate income tax charge	2,544	440
Deferred tax:		
Relating to origination and reversal of temporary differences	(228)	820
Income tax expenses reported in profit or loss	2,316	1,260

The amounts of income tax relating to each component of other comprehensive income for the three-month periods ended 31 March 2025 and 2024 are as follows:

(Unit: Thousand Baht)

For the three-month periods ended
31 March

	2025	2024
Deferred tax relating to		
Gain on investments in debt instruments designated at fair value through other comprehensive income	(13)	(10)
Total	(13)	(10)

10. Commitments

10.1 Capital commitments

As at 31 March 2025, the Company had capital commitments related to contracts for office building renovations, totaling Baht 0.2 million (31 December 2024: Baht 0.1 million related to the acquisition of computer software).

10.2 Commitments related to service agreements and leases of low-value assets/Operating leases

As at 31 March 2025 and 31 December 2024, the Company had commitments from several service agreements and lease agreements of low-value assets in respect of the lease of equipment. The terms of the agreements are generally between 1 year and 5 years. Future minimum payments required were as follows:

	(Unit: Million Baht)	
	31 March 2025	31 December 2024
		(Audited)
Payable:		
In up to 1 year	5.7	5.4
In over 1 and up to 5 years	3.4	4.2

11. Segment information

The Company is principally engaged in the granting credits to securities business. Its operations are carried on only in Thailand. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss in the financial statements. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain to the aforementioned reportable operating segment and geographical area.

12. Financial instruments

12.1 Fair value of financial instruments

Since the majority of the Company's financial instruments are short-term in nature or carrying interest at rates close to the market interest rates, their fair value is not expected to be materially different from the amounts presented in the statements of financial position.

12.2 Fair value hierarchy

As of 31 March 2025 and 31 December 2024, the Company had the following assets that were measured at fair value using different levels of inputs as follows:

(Unit: Thousand Baht)

		As at 31 March 2025			
	Book value	Fair value			
		Level 1	Level 2	Level 3	Total
Financial assets measured at fair value					
Non-collateralised investments ⁽¹⁾	40,401	-	39,754	647	40,401
Collateralised investments	129,348	-	129,348	-	129,348

⁽¹⁾ Included government securities for customers' account amounting to Baht 26 million.

(Unit: Thousand Baht)

		As at 31 December 2024 (Audited)			
	Book value	Fair value			
		Level 1	Level 2	Level 3	Total
Financial assets measured at fair value					
Non-collateralised investments ⁽¹⁾	97,300	-	96,652	648	97,300
Collateralised investments	126,731	-	126,731	-	126,731

⁽¹⁾ Included government securities for customers' account amounting to Baht 82 million.

During the current period, the Company has not changed the methods and assumptions used to estimate the fair value of financial instruments and there were no transfers within the fair value hierarchy.

13. Event after the reporting period

On 22 April 2025, the Annual General Meeting of the Company's shareholders for the year 2025 passed resolution approving payment of a dividend of Baht 0.11 per share to the ordinary shareholders, from profit for the year 2024, or a total of Baht 17.04 million. The dividend payment will be made on 20 May 2025 and will be reflected in the financial statements of the second quarter of the year 2025.

14. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 27 May 2025.