

Maybank Securities (Thailand) Public Company
Limited
Review report and interim financial information
For the three-month period ended 31 March 2022

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Maybank Securities (Thailand) Public Company Limited

I have reviewed the accompanying statement of financial position of Maybank Securities (Thailand) Public Company Limited as at 31 March 2022, and the related statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, as well as the condensed notes to the interim financial statements (collectively "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.



Ratana Jala
Certified Public Accountant (Thailand) No. 3734

EY Office Limited
Bangkok: 13 May 2022

Maybank Securities (Thailand) Public Company Limited
Statement of Financial Position
As at 31 March 2022

		(Unit: Thousand Baht)	
	Note	31 March 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)
Assets			
Cash and cash equivalents	2	545,281	800,844
Receivables from Clearing House and brokers		960,844	550,049
Securities and derivatives business receivables	3	17,834,388	21,600,700
Derivatives assets	4	67,026	71,638
Investments	5	4,740,628	3,273,149
Loans to employees		197,503	198,211
Equipment		81,484	88,426
Right-of-use assets		246,095	267,789
Intangible assets		40,619	35,137
Deferred tax assets		79,106	83,292
Other assets		450,749	384,424
Total assets		25,243,723	27,353,659

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

Maybank Securities (Thailand) Public Company Limited
Statement of Financial Position (continued)
As at 31 March 2022

(Unit: Thousand Baht)

Note	31 March 2022 (Unaudited but reviewed)	31 December 2021 (Audited)
Liabilities and shareholders' equity		
Liabilities		
	2,085,000	
	149,489	1,450,434
6	2,476,603	2,511,550
4	40,298	24,771
	162,124	98,283
7	14,460,277	17,520,271
	305,112	295,452
	239,851	260,408
	229,759	378,879
Total liabilities	20,148,513	22,540,048
Shareholders' equity		
Issued and paid-up share capital		
	2,854,073	2,854,073
	523,571	523,571
	19,218	19,218
Retained earnings		
	286,125	286,125
	1,410,052	1,128,453
	2,171	2,171
Total shareholders' equity	5,095,210	4,813,611
Total liabilities and shareholders' equity	25,243,723	27,353,659

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



Directors

บริษัทหลักทรัพย์ ไทยพาณิชย์ (ประเทศไทย) จำกัด (มหาชน)
 Maybank Securities (Thailand) Public Company Limited

(Unaudited but reviewed)

Maybank Securities (Thailand) Public Company Limited

Statement of comprehensive income

For the three-month period ended 31 March 2022

(Unit: Thousand Baht, except earnings per share expressed in Baht)

	Note	2022	2021
Profit or loss:			
Income			
Brokerage fees income	8	567,694	686,323
Fees and service income	9	39,042	41,895
Interest income	10	183,099	144,593
Gains and returns on financial instruments	11	126,288	58,915
Other income		22,839	16,560
Total income		938,962	948,286
Expenses			
Employee benefit expenses		359,841	379,802
Fees and service expenses		51,254	63,809
Interest expenses		65,099	53,223
Expected credit losses (reversal)		(828)	1
Other expenses		111,561	105,127
Total expenses		586,927	601,962
Profit before income tax		352,035	346,324
Income tax	12	(70,436)	(69,590)
Profit for the period		281,599	276,734
Other comprehensive income:			
Other comprehensive income for the period		-	-
Total comprehensive income for the period		281,599	276,734
Earnings per share			
Basic earnings per share		0.49	0.48

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

(Unaudited but reviewed)

Maybank Securities (Thailand) Public Company Limited
Statement of changes in shareholders' equity
For the three-month period ended 31 March 2022

(Unit: Thousand Baht)

	Issued and paid-up capital	Share premium	Premium on treasury shares	Retained earnings		Gain from investment in equity instruments designated fair value through other comprehensive income	Total
				Appropriated - statutory reserve	Unappropriated		
				Other components of equity	Other comprehensive income		
Balance as at 1 January 2021	2,854,073	523,571	19,218	286,125	916,502	2,065	4,601,554
Profit for the period	-	-	-	-	276,734	-	276,734
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	276,734	-	276,734
Balance as at 31 March 2021	2,854,073	523,571	19,218	286,125	1,193,236	2,065	4,878,288
Balance as at 1 January 2022	2,854,073	523,571	19,218	286,125	1,128,453	2,171	4,813,611
Profit for the period	-	-	-	-	281,599	-	281,599
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	281,599	-	281,599
Balance as at 31 March 2022	2,854,073	523,571	19,218	286,125	1,410,052	2,171	5,095,210

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

(Unaudited but reviewed)

Maybank Securities (Thailand) Public Company Limited

Cash flows statement

For the three-month period ended 31 March 2022

	(Unit: Thousand Baht)	
	2022	2021
Cash flows from operating activities		
Profits before income tax	352,035	346,324
Adjustments to reconcile profit before income tax to net cash provided by (paid for) operating activities		
Depreciation and amortisation	32,107	33,022
Expected credit losses (reversal)	(828)	1
Unrealised gain on revaluation of investments	(179,655)	(505,745)
Unrealised gain on revaluation of exchange rate	(16,471)	(352)
Unrealised loss on revaluation of derivatives assets and liabilities	80,306	292,337
(Gain) loss on sales and written-off of equipment	(1)	1
Interest expenses	65,099	53,223
Interest income	(183,099)	(144,593)
Amortisation of prepaid personal expenses	112	56
Provision for long-term employee benefits	9,660	10,016
Profit from operating activities before changes in operating assets and liabilities	159,265	84,290
(Increase) decrease in operating assets		
Receivables from Clearing House and brokers	(469,815)	1,167,319
Securities and derivatives business receivables	3,760,838	(2,588,110)
Investments	(1,289,122)	167,395
Loans to employees	705	3,994
Other assets	(46,632)	23,295

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

(Unaudited but reviewed)

Maybank Securities (Thailand) Public Company Limited

Cash flows statement (continued)

For the three-month period ended 31 March 2022

	(Unit: Thousand Baht)	
	2022	2021
Increase (decrease) in operating liabilities		
Payables to Clearing House and brokers	(1,300,944)	346,498
Securities and derivatives business payables	(33,649)	(622,918)
Derivative liabilities	513	(4,256)
Other liabilities	(147,341)	(58,892)
Cash received (paid) from operating activities	633,818	(1,481,385)
Cash paid for interest	(36,764)	(32,341)
Cash received from interest	168,944	117,320
Cash paid for income tax	(2,409)	(2,319)
Net cash flows provided by (used in) operating activities	763,589	(1,398,725)
Cash flows from investing activities		
Cash received (paid) from investing activities		
Cash paid for purchases of equipment	(3,175)	(9,951)
Proceeds from disposals of equipment	1	9
Cash paid for purchases of intangible assets	(6,944)	(6,754)
Net cash flows used in investing activities	(10,118)	(16,696)
Cash flows from financing activities		
Cash received (paid) from financing activities		
Cash received from borrowings from financial institutions	11,965,000	29,690,000
Cash paid for borrowings from financial institutions	(9,880,000)	(33,180,000)
Cash received from debt issued and other borrowings	7,308,985	9,017,244
Cash paid for debt issued and other borrowings	(10,381,000)	(3,980,000)
Cash paid for lease liabilities	(22,673)	(24,088)
Net cash flows provided by (used in) financing activities	(1,009,688)	1,523,156
Net increase (decrease) in cash and cash equivalents	(256,217)	107,735
Increase in allowance for expected credit losses	654	155
Cash and cash equivalents at the beginning of the period	800,844	130,770
Cash and cash equivalents at the ending of the period (Note 2)	545,281	238,660

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

Maybank Securities (Thailand) Public Company Limited

Notes to interim financial statements

For the three-month period ended 31 March 2022

1. General information

1.1 Corporate information

Maybank Securities (Thailand) Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. Its parent company is Maybank IBG Holdings Limited (Formerly known as “Maybank Kim Eng Holdings Limited”), which is incorporated in Singapore. The ultimate parent company of the Group is Malayan Banking Berhad, which is incorporated in Malaysia. The Company has licenses for securities business, which are securities brokerage, securities trading, underwriting, investment advisory, corporate finance advisory, securities registrar, derivatives brokerage and securities borrowing and lending.

The Company's registered office is located at No. 999/9 The Offices at Central World Building, 20th - 21st Floor, Rama 1 Road, Pathumwan, Bangkok. As at 31 March 2022, the Company has 28 branches in Bangkok and upcountry (31 December 2021: 28 branches).

1.2 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Accounting Standard No.34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity and cash flows in the same format as that used for the annual financial statements and the presentation of the financial statements has been made in compliance with requirement 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 additional information 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 interim financial statements in Thai language.

1.3 Significant accounting policies

The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2021.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2022, do not have any significant impact on the Company's financial statements.

2. Cash and cash equivalents

	(Unit: Thousand Baht)	
	31 March 2022	31 December 2021
Cash, short-term fixed deposits and short-term certificates of deposit maturing within 3 months from date of acquisition	4,621,735	4,102,517
Less: Cash deposits held for customers	(4,076,287)	(3,300,852)
	545,448	801,665
Less: Allowance for expected credit losses	(167)	(821)
Cash and cash equivalents	545,281	800,844

Supplemental cash flows information

	(Unit: Thousand Baht)	
	31 March 2022	31 March 2021
Non-cash items:		
Increase in right-of-use assets and lease liabilities	965	15,169

(Unaudited but reviewed)

3. Securities and derivatives business receivables

	(Unit: Thousand Baht)	
	31 March 2022	31 December 2021
Securities business receivables		
Cash accounts receivables	1,748,364	4,098,003
Credit balance accounts receivables	15,842,541	17,357,725
Receivables under securities borrowing and lending business	177,407	31,768
Other receivables	263,706	263,656
Total securities business receivables	18,032,018	21,751,152
Add: Accrued interest receivables	54,556	60,212
Less: Allowance for expected credit losses	(252,479)	(252,648)
Securities business receivables	17,834,095	21,558,716
Derivatives business receivables		
Derivatives business receivables	158	41,861
Other receivables	134,020	134,020
Less: Allowance for expected credit losses	(133,885)	(133,897)
Derivatives business receivables	293	41,984
Securities and derivatives business receivables	17,834,388	21,600,700

3.1 Classification of securities and derivatives business receivables

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

(Unit: Thousand Baht)

	31 March 2022		
	Securities business receivables and accrued interest	Exposure at Default	Allowance for expected credit losses
Securities business receivables			
12-month ECL	17,822,868	17,822,868	(1,081)
Lifetime ECL - not credit impaired	-	-	-
Lifetime ECL - credit impaired	263,706	263,706	(251,398)
Total securities business receivables	18,086,574	18,086,574	(252,479)
Derivative business receivables			
12-month ECL	158	158	-
Lifetime ECL - not credit impaired	-	-	-
Lifetime ECL - credit impaired	134,020	134,020	(133,885)
Total derivative business receivables	134,178	134,178	(133,885)
Total securities and derivative business receivables	18,220,752	18,220,752	(386,364)

(Unit: Thousand Baht)

	31 December 2021		
	Securities business receivables and accrued interest	Exposure at Default	Allowance for expected credit losses
Securities business receivables			
12-month ECL	21,547,708	21,547,708	(1,306)
Lifetime ECL - not credit impaired	-	-	-
Lifetime ECL - credit impaired	263,656	263,656	(251,342)
Total securities business receivables	21,811,364	21,811,364	(252,648)
Derivative business receivables			
12-month ECL	41,861	41,861	-
Lifetime ECL - not credit impaired	-	-	-
Lifetime ECL - credit impaired	134,020	134,020	(133,897)
Total derivative business receivables	175,881	175,881	(133,897)
Total securities and derivative business receivables	21,987,245	21,987,245	(386,545)

(Unaudited but reviewed)

As at 31 March 2022, credit impaired loans (including accrued interest) totalling Baht 254 million is the Company's receivables before Kim Eng Holdings Limited (Current name is Maybank IBG Holdings Limited) became a shareholders and management of the Company in 1998.

4. Derivatives assets and derivatives liabilities

(Unit: Thousand Baht)

Type of risk	31 March 2022			
	Assets		Liabilities	
	Fair value	Notional amount	Fair value	Notional amount
Equity price				
- Derivatives warrants	-	-	521	40,794
- Futures ⁽¹⁾	-	991,358	-	3,734,555
Exchange rate				
- Forward contract	67,026	1,601,736	39,777	2,388,975
Total	67,026	2,593,094	40,298	6,164,324

⁽¹⁾ The futures are cash settlement. Real exposure is a difference between cost of such contracts and underlying assets level. Net fair value of outstanding futures as at 31 March 2022, fair value of derivative liabilities - futures is Baht 159 million included in "Receivables from clearing house and brokers".

(Unit: Thousand Baht)

Type of risk	31 December 2021			
	Assets		Liabilities	
	Fair value	Notional amount	Fair value	Notional amount
Equity price				
- Futures ⁽¹⁾	-	833,270	-	2,499,065
Exchange rate				
- Forward contract	71,638	1,599,633	24,771	2,390,348
Total	71,638	2,432,903	24,771	4,889,413

⁽¹⁾ The futures are cash settlement. Real exposure is a difference between cost of such contracts and underlying assets level. Net fair value of outstanding futures as at 31 December 2021, fair value of derivative liabilities - futures is Baht 98 million included in "Receivables from Clearing House and brokers".

Derivatives warrants are cash settlement between the closing price of underlying equities as at last trading day and the exercise price.

(Unaudited but reviewed)

5. Investments**5.1 Cost and fair value**

(Unit: Thousand Baht)

	31 March 2022			31 December 2021		
	Fair value/Amortised cost			Fair value/Amortised cost		
	Non-collateralised investments	Collateralised investments	Total	Non-collateralised investments	Collateralised investments	Total
Fair value						
Investments measured at fair value through profit or loss						
Trading securities						
Marketable equity instruments in domestic market						
	4,717,856	6,773	4,724,629	3,254,565	2,585	3,257,150
Total	4,717,856	6,773	4,724,629	3,254,565	2,585	3,257,150
Investments designated at fair value through other comprehensive income						
Non-marketable equity instruments in domestic market						
	12,471	-	12,471	12,471	-	12,471
Total	12,471	-	12,471	12,471	-	12,471
Amortised cost						
Held-to-maturity securities						
Fixed deposits	3,000,000	-	3,000,000	3,000,000	-	3,000,000
Deposits with restriction	-	3,531	3,531	-	3,531	3,531
Government bonds	10,001,784	-	10,001,784	9,435,304	-	9,435,304
Less: Investments held for customers	(13,001,784)	-	(13,001,784)	(12,435,304)	-	(12,435,304)
Less: Allowance for expected credit losses	-	(3)	(3)	-	(3)	(3)
Total	-	3,528	3,528	-	3,528	3,528
Total investments	4,730,327	10,301	4,740,628	3,267,036	6,113	3,273,149

(Unit: Thousand Baht)

31 March 2022

31 December 2021

Restricted investments in equity instruments in domestic market

Fair value of securities lending

6,773

2,585

(Unaudited but reviewed)

6. Securities and derivatives business payables

(Unit: Thousand Baht)

	31 March 2022	31 December 2021
Cash accounts payables	2,231,271	2,452,857
Guaranteed deposit payables	52,567	-
Payables under securities borrowings and lending business	192,765	58,693
Securities and derivatives business payables	2,476,603	2,511,550

7. Debt issued and other borrowings

As at 31 March 2022 and 31 December 2021, debt issued and borrowings are classified as follows:

(Unit: Thousand Baht)

	31 March 2022			Total
	Interest rate per annum (percent)	Remaining years to maturity		
		Within 1 year	1 - 5 years	
Bills of exchange	0.72 - 1.05	10,437,963	-	10,437,963
Subordinated loans (USD 121 million, matured within October 2022)	1.90 - 2.00	4,022,314	-	4,022,314
Debt issued and other borrowings		14,460,277	-	14,460,277

(Unit: Thousand Baht)

	31 December 2021			Total
	Interest rate per annum (percent)	Remaining years to maturity		
		Within 1 year	1 - 5 years	
Bills of exchange	0.95 - 1.05	13,483,147	-	13,483,147
Subordinated loan (USD 121 million, mature within October 2022)	1.90 - 2.00	4,037,124	-	4,037,124
Debt issued and other borrowings		17,520,271	-	17,520,271

(Unaudited but reviewed)

8. Brokerage fees income

(Unit: Thousand Baht)

For the three-month

periods ended 31 March

	2022	2021
Brokerage fees income from securities business	526,490	646,255
Brokerage fees income from derivatives business	41,204	40,068
Brokerage fees income	567,694	686,323

9. Fees and service income

(Unit: Thousand Baht)

For the three-month

periods ended 31 March

	2022	2021
Underwriting fee	21,666	15,766
Financial advisory	4,006	13,544
Securities borrowing and lending	1,365	1,911
Others	12,005	10,674
Fees and service income	39,042	41,895

10. Interest income

(Unit: Thousand Baht)

For the three-month

periods ended 31 March

	2022	2021
Interest income on margin loans	162,352	125,001
Interest income on bank deposits and government bonds	19,917	18,548
Interest income on staff loans	830	1,044
Total interest income	183,099	144,593

(Unaudited but reviewed)

11. Gains and returns on financial instruments

(Unit: Thousand Baht)

For the three-month
periods ended 31 March

	2022	2021
Gains on trading investments	248,989	560,871
Losses on trading derivatives	(150,379)	(509,076)
Dividend income	27,678	7,120
Gains and returns on financial instruments	126,288	58,915

12. Income tax

Income tax for the three-month periods ended 31 March 2022 and 2021 are made up as follows:

(Unit: Thousand Baht)

For the three-month
periods ended 31 March

	2022	2021
Current income tax:		
Interim corporate income tax	66,250	29,902
Deferred tax:		
Relating to origination and reversal of temporary differences	4,186	39,688
Income tax reported in profit or loss	70,436	69,590

13. Related party transactions

During the period, the Company had significant business transactions with the following related parties.

Related parties	Relationship
Malayan Banking Berhad	The ultimate parent company
Maybank IBG Holdings Limited (Formerly known as "Maybank Kim Eng Holdings Limited")	Parent company
Maybank Securities Pte. Ltd. (Formerly known as "Maybank Kim Eng Securities Pte. Ltd.")	Fellow subsidiary
MIB Securities (Hong Kong) Limited (Formerly known as "Kim Eng Securities (Hong Kong) Limited")	Fellow subsidiary
Maybank Kim Eng Research Pte. Ltd.	Fellow subsidiary
Maybank Kim Eng Securities Limited	Fellow subsidiary
Maybank Investment Bank Berhad	Fellow subsidiary of the Group
Maybank Shared Services Sdn. Bhd.	Fellow subsidiary of the Group

(Unaudited but reviewed)

Such related parties transactions have been concluded on commercial terms and base agreed upon the ordinary course of businesses between the Company and those related parties. Below is a summary of those transactions.

(Unit: Million Baht)

	For the three-month periods ended		Pricing policies
	31 March		
	2022	2021	
Transactions with related parties			
<u>Brokerage fees income</u>			At normal rate charged to other clients which is in accordance with SET's and SEC's notification
Maybank Securities Pte. Ltd. ⁽¹⁾	27	33	
MIB Securities (Hong Kong) Limited ⁽²⁾	1	-	
<u>Research and advisory service income</u>			In accordance with the agreement
Maybank Kim Eng Research Pte. Ltd.	12	8	
<u>Fees and service expenses</u>			In accordance with the agreement
Maybank Securities Pte. Ltd. ⁽¹⁾	1	-	
<u>Brokerage fees expenses</u>			In accordance with the agreement
Maybank Securities Pte. Ltd. ⁽¹⁾	1	3	
<u>Research and advisory service expenses</u>			In accordance with the agreement
Maybank Kim Eng Research Pte. Ltd.	1	1	
<u>Interest expenses</u>			In accordance with the agreement
Maybank IBG Holdings Limited ⁽³⁾	19	-	
<u>Interest expenses</u>			In accordance with the agreement
Maybank Shared Services Sdn. Bhd	3	-	

⁽¹⁾ Formerly known as "Maybank Kim Eng Securities Pte. Ltd."

⁽²⁾ Formerly known as "Kim Eng Securities (Hong Kong) Limited."

⁽³⁾ Formerly known as "Maybank Kim Eng Holdings Limited."

(Unaudited but reviewed)

As at 31 March 2022 and 31 December 2021, the outstanding balances of the above transactions, as presented in the statements of financial position are as follows:

(Unit: Million Baht)

	31 March 2022	31 December 2021	Pricing Policies
<u>Securities business receivables</u>			No interest charged
Maybank Securities Pte. Ltd. ⁽¹⁾	-	1,577	
<u>Foreign securities company receivables</u>			No interest charged
Maybank Securities Pte. Ltd. ⁽¹⁾	33	1	
<u>Foreign deposits receivables</u>			As determined by Maybank
Maybank Securities Pte. Ltd. ⁽¹⁾	597	358	Securities Pte. Ltd. ⁽¹⁾
<u>Accrued research and advisory fee income</u>			In accordance with the agreement
Maybank Kim Eng Research Pte. Ltd.	12	-	
<u>Other receivables</u>			In accordance with the agreement
Maybank Investment Bank Berhad	11	10	
<u>Securities business payables</u>			No interest charged
MIB Securities (Hong Kong) Limited ⁽²⁾	203	-	
<u>Foreign securities company payables</u>			No interest charged
Maybank Securities Pte. Ltd. ⁽¹⁾	33	4	
<u>Foreign deposit payables</u>			No interest charged
MIB Securities (Hong Kong) Limited ⁽²⁾	7	4	
<u>Subordinated loan</u>			In accordance with the agreement
Maybank IBG Holdings Limited ⁽³⁾	4,022	4,037	
<u>Accrued research and advisory fee expense</u>			In accordance with the agreement
Maybank Kim Eng Research Pte. Ltd.	1	-	
<u>Interest payables</u>			In accordance with the agreement
Maybank IBG Holdings Limited ⁽³⁾	14	15	
<u>Other payables</u>			In accordance with the agreement
Maybank Investment Bank Berhad	1	1	
Maybank Securities Pte. Ltd. ⁽¹⁾	5	-	
Maybank Shared Services Sdn. Bhd.	1	-	

⁽¹⁾ Formerly known as "Maybank Kim Eng Securities Pte. Ltd."

⁽²⁾ Formerly known as "Kim Eng Securities (Hong Kong) Limited."

⁽³⁾ Formerly known as "Maybank Kim Eng Holdings Limited."

(Unaudited but reviewed)

As at 31 March 2022, Maybank IBG Holdings Limited (Formerly known as “Maybank Kim Eng Holdings Limited.”) guaranteed the overdraft facilities of the Company amounting to Baht 30 million (31 December 2021: Baht 30 million). There is no overdraft outstanding balance as at 31 March 2022 (31 December 2021: none).

13.1 Loans from related parties

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

		(Unit: Million Baht)			
Subordinated loan	Relationship	Balance as at 1 January 2022	Increase during the period	Gain on exchange rate	Balance as at 31 March 2022
Maybank IBG Holdings Limited (Formerly known as “Maybank Kim Eng Holdings Limited.”)	Parent company	4,037	-	(15)	4,022
Total		4,037	-	(15)	4,022

13.2 Management’s remuneration

During the three-month periods ended 31 March 2022 and 2021, benefits paid to management of the Company, which presented as part of “Employee benefit expenses” are as follows:

(Unit: Million Baht)		
For the three-month periods ended 31 March		
	2022	2021
Management's remuneration		
Short-term employee benefits	25	34
Post-employment benefits	4	4
Total	29	38

14. Segment information

The Company is organised into business units based on their products and services. During the current period, the Company has not changed the organisation of their reportable segments from the last financial statements.

(Unaudited but reviewed)

The following tables present revenue and profit information regarding the Company's operating segments for the three-month periods ended 31 March 2022 and 2021, respectively.

(Unit: Million Baht)

	Securities business segment	Investment banking segment	Total segments
For the three-month period ended 31 March 2022			
Income			
Revenue from external customers			
Brokerage fees income	568	-	568
Fees and service income	13	26	39
Interest income	183	-	183
Gains and returns on financial instruments	126	-	126
Other income	23	-	23
Total income	<u>913</u>	<u>26</u>	939
Expenses			
Employee benefit expenses			360
Fees and service expenses			51
Interest expenses			65
Reversal of expected credit losses			(1)
Other expenses			112
Total expenses			<u>587</u>
Profit before income tax			352
Income tax			(70)
Profit for the period			<u>282</u>

(Unaudited but reviewed)

(Unit: Million Baht)

	Securities business segment	Investment banking segment	Total segments
For the three-month period ended 31 March 2021			
Income			
Revenue from external customers			
Brokerage fees income	686	-	686
Fees and service income	8	34	42
Interest income	145	-	145
Gains and returns on financial instruments	59	-	59
Other income	17	-	17
Total income	915	34	949
Expenses			
Employee benefit expenses			379
Fees and service expenses			64
Interest expenses			53
Expected credit losses			1
Other expenses			105
Total expenses			602
Profit before income tax			347
Income tax			(70)
Profit for the period			277

The following table presents segment assets of the Company's operating segments as at 31 March 2022 and 31 December 2021.

(Unit: Million Baht)

	Securities business segment	Investment banking segment	Total Segments	Unallocated assets	Total
Segment assets					
As at 31 March 2022	17,895	1	17,896	7,348	25,244
As at 31 December 2021	20,404	5	20,409	6,945	27,354

Geographic information

The Company operates only in Thailand. As a result, all the revenues and assets as reflected in these financial statements pertain exclusive to this geographical reportable segment.

Major customers

For the three-month periods ended 31 March 2022 and 2021, the Company has no major customer with revenue of 10 percent or more of an entity's revenues.

15. Fair value measurement of financial instruments

The Company applies the market approach in measuring the fair value of assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in the case where there is no active market or a quoted price in active market is not available, the Company is to measure the fair value using assumptions e.g. net book value, cost method or valuation technique to measure the assets and liabilities.

15.1 Fair value of financial instruments

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

	(Unit: Million Baht)			
	31 March 2022			
	Fair Value			
	Level 1	Level 2	Level 3	Total
Financial assets				
Financial assets measured at fair value				
Securities and derivatives business receivables				
Receivables under securities borrowing and lending business	177	-	-	177
Derivatives assets				
Forward contract	-	67	-	67
Investments				
Marketable equity instruments in domestic market	4,725	-	-	4,725
Non-marketable equity instruments in domestic market	-	-	12	12
Financial liabilities				
Financial liabilities measured at fair value				
Securities and derivatives business payables				
Payables under securities borrowing and lending business	193	-	-	193
Derivatives liabilities ⁽¹⁾				
Derivatives warrants	1	-	-	1
Forward contract	-	40	-	40

⁽¹⁾ Fair value of derivatives liabilities - futures (net) as at 31 March 2022 amounting to Baht 159 million, included in "Receivables from clearing house and brokers", were measured at fair value by using Level 1 of input.

(Unaudited but reviewed)

(Unit: Million Baht)

	31 December 2021			
	Fair Value			
	Level 1	Level 2	Level 3	Total
Financial assets				
Financial assets measured at fair value				
Securities and derivatives business receivables				
Receivables under securities borrowing and lending business	32	-	-	32
Derivatives assets				
Forward contract	-	72	-	72
Investments				
Marketable equity instruments in domestic market	3,257	-	-	3,257
Non-marketable equity instruments in domestic market	-	-	12	12
Financial liabilities				
Financial liabilities measured at fair value				
Securities and derivatives business payables				
Payables under securities borrowing and lending business	59	-	-	59
Derivatives liabilities ⁽¹⁾				
Forward contract	-	25	-	25

⁽¹⁾ Fair value of derivatives liabilities - futures (net) as at 31 December 2021 amounting to Baht 98 million, included in "Receivables from Clearing House and brokers", were measured at fair value by using Level 1 of input.

During the current period, the entity does not change methods and assumptions used in estimating fair value of financial instruments, and there is no transfers within the fair value hierarchy.

16. Event after the reporting period

On 11 April 2022, the Annual General Meeting of the Company's shareholders resolved to approve the 2021 annual dividend in cash at Baht 0.48 per share, or a total of Baht 274 million. The cash dividend payment was made on 21 April 2022.

17. Approval of interim financial information

These interim financial information were authorised for issue by the Company's Board of Directors on 13 May 2022.