

SG Capital Public Company Limited

Interim financial statements
for the three-month and nine-month periods ended
30 September 2022
and
Independent auditor's review report

Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of SG Capital Public Company Limited

I have reviewed the accompanying statements of financial position of SG Capital Public Company Limited as at 30 September 2022, the statements of comprehensive income for the three-month and the nine-month periods ended 30 September 2022 and the statements of changes in equity and cash flows for the nine-month period ended 30 September 2022 and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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

(Chokechai Ngamwutikul)
Certified Public Accountant
Registration No. 9728

KPMG Phoomchai Audit Ltd.
Bangkok
7 November 2022

SG Capital Public Company Limited

Statement of financial position

		30 September	31 December
Assets	<i>Note</i>	2022	2021
		(Unaudited)	
		(in thousand Baht)	
<i>Current assets</i>			
Cash and cash equivalents		349,229	391,367
Current portion of hire-purchase contract receivables	5	3,964,345	3,076,261
Current portion of loan receivables	6	1,772,706	1,225,052
Other receivables	4	169,116	228,983
Accrued income	4	29,921	25,567
Assets foreclosed		25,498	-
Other current assets		38	14
Total current assets		6,310,853	4,947,244
<i>Non-current assets</i>			
Hire-purchase contract receivables	5	2,727,965	2,076,036
Loan receivables	6	6,203,704	4,277,933
Leasehold improvement and equipment		20,712	14,316
Right-of-use assets		18,907	14,900
Intangible assets		5,469	4,719
Deferred tax assets		108,011	93,627
Other non-current assets		1,606	1,464
Total non-current assets		9,086,374	6,482,995
Total assets		15,397,227	11,430,239

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

SG Capital Public Company Limited

Statement of financial position

		30 September	31 December
	Note	2022	2021
		(Unaudited)	
		(in thousand Baht)	
Liabilities and equity			
<i>Current liabilities</i>			
Trade accounts payable	4	866,658	1,179,628
Other payables	4	169,009	263,444
Current portion of long-term loan from financial institution	7	10,338	9,891
Current portion of lease liabilities	4, 7	9,809	7,552
Current income tax payable		52,307	49,259
Total current liabilities		1,108,121	1,509,774
<i>Non-current liabilities</i>			
Long-term loans from parent company	4, 7	11,807,225	7,463,090
Long-term loan from financial institution	7	6,582	14,439
Lease liabilities	4, 7	10,752	8,609
Provisions for employee benefits		22,094	19,143
Employee security deposits		2,446	1,197
Total non-current liabilities		11,849,099	7,506,478
Total liabilities		12,957,220	9,016,252
<i>Equity</i>			
Share capital	8		
Authorised share capital		3,270,000	3,270,000
(3,270 million ordinary shares, par value at Baht 1 per share)			
Issued and paid-up share capital		2,450,000	2,450,000
(2,450 million ordinary shares, par value at Baht 1 per share)			
Difference arising from business combination			
under common control	9	(974,118)	(974,118)
Retained earnings:			
Appropriated:			
Legal reserve		176,018	176,018
Unappropriated		788,107	762,087
Total equity		2,440,007	2,413,987
Total liabilities and equity		15,397,227	11,430,239

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

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

		Three-month period ended	
		30 September	
	<i>Note</i>	2022	2021
			(Restated)
		<i>(in thousand Baht)</i>	
<i>Income</i>			
Interest income from hire-purchase contract and loans		623,493	423,665
Other income		10,564	12,456
Total income		634,057	436,121
<i>Expenses</i>			
Service and administrative expenses		157,652	103,847
Total expenses		157,652	103,847
Profit from operating activities		476,405	332,274
Finance costs		-162,656	-91,566
Expected credit loss	13	-117,543	-41,779
Profit before income tax expense		196,206	198,929
Tax expense		-36,093	-32,182
Profit for the period		160,113	166,747
Other comprehensive income			
<i>Items that will not be reclassified to profit or loss</i>			
Gain on remeasurements of defined benefit plans		-	-
Income tax relating to items that will not be reclassified		-	-
Total items that will not be reclassified to profit or loss		-	-
Other comprehensive income for the period, net of tax		-	-
Total comprehensive income for the period		160,113	166,747
Basic earnings per share <i>(in Baht)</i>	11	0.07	0.07

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

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

		Nine-month period ended	
		30 September	
	<i>Note</i>	2022	2021
		(Restated)	
		<i>(in thousand Baht)</i>	
<i>Income</i>			
Interest income from hire-purchase contract and loans	4	1,636,534	1,274,270
Other income	4	28,205	32,684
Total income		1,664,739	1,306,954
<i>Expenses</i>			
Service and administrative expenses	4	462,382	352,710
Total expenses		462,382	352,710
Profit from operating activities		1,202,357	954,244
Finance costs	4	-417,964	-249,573
Expected credit loss	13	-214,283	-121,417
Profit before income tax expense		570,110	583,254
Tax expense		-103,090	-107,258
Profit for the period		467,020	475,996
Other comprehensive income			
<i>Items that will not be reclassified to profit or loss</i>			
Gain on remeasurements of defined benefit plans		-	1,009
Income tax relating to items that will not be reclassified		-	(202)
Total items that will not be reclassified to profit or loss		-	807
Other comprehensive income for the period, net of tax		-	807
Total comprehensive income for the period		467,020	476,803
Basic earnings per share <i>(in Baht)</i>	11	0.19	0.25

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

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

				Retained earnings		
		Issued and	Difference arising			
		paid-up	from business			
		share capital	combination under	Legal reserve	Unappropriated	Total
	<i>Note</i>		common control			equity
				<i>(in thousand Baht)</i>		
<i>Nine-month period ended 30 September 2021</i>						
Balance at 1 January 2021		1,450,000	(974,118)	145,000	199,264	820,146
Transactions with owners, recorded directly in equity						
<i>Contributions by owners of the parent</i>						
Issue of ordinary shares	8	1,000,000	-	-	-	1,000,000
Total transactions with owners, record directly in equity		1,000,000	-	-	-	1,000,000
Comprehensive income for the period						
Profit - restated	2	-	-	-	475,996	475,996
Other comprehensive income		-	-	-	807	807
Total comprehensive income for the period		-	-	-	476,803	476,803
Balance at 30 September 2021 - restated		2,450,000	-974,118	145,000	676,067	2,296,949

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

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

			Retained earnings			
		Issued and paid-up share capital	Difference arising from business combination under common control	Legal reserve	Unappropriated	
	Note				Total equity	
(in thousand Baht)						
Nine-month period ended 30 September 2022						
Balance at 1 January 2022		2,450,000	(974,118)	176,018	762,087	2,413,987
Transactions with owners, recorded directly in equity						
Distributions to owners of the parent						
Dividends	12	-	-	-	(441,000)	(441,000)
Total transactions with owners, record directly in equity		-	-	-	(441,000)	(441,000)
Comprehensive income for the period						
Profit		-	-	-	467,020	467,020
Total comprehensive income for the period		-	-	-	467,020	467,020
Balance at 30 September 2022		2,450,000	(974,118)	176,018	788,107	2,440,007

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

SG Capital Public Company Limited

Statement of cash flows (Unaudited)

	Nine-month period ended 30 September	
	2022	2021
	<i>(in thousand Baht)</i>	
<i>Cash flows from operating activities</i>		
Profit for the period	467,020	475,996
<i>Adjustments to reconcile profit (loss) to cash receipts (payments)</i>		
Tax expense	103,090	107,258
Interest income from hire-purchase contract and loans	(1,636,534)	(1,274,270)
Finance costs	417,964	249,573
Depreciation	14,181	13,779
Amortisation	418	101
Expected credit loss	214,283	121,417
Loss from impairment of asset foreclosed	6,866	-
Provision for employee benefit	3,011	5,539
Gain on sale investment	-	(590)
Loss (gain) on sale equipment	1,136	(155)
Other interest income	(55)	(82)
	<u>(408,620)</u>	<u>(301,434)</u>
<i>Changes in operating assets and liabilities</i>		
Hire-purchase contract receivables	(1,728,106)	(1,327,988)
Loan receivables	(2,490,176)	(1,765,396)
Other receivables	54,306	152,092
Accrued income	(4,354)	(9,287)
Assets foreclosed	(32,364)	(1,798)
Other current assets	(24)	(6)
Other non-current assets	(142)	(344)
Trade accounts payable	(312,970)	(200,314)
Deferred interest subsidies	(67,451)	(152,925)
Other payables	(26,982)	17,125
Employee security deposits	1,249	(15)
Employee benefit paid	(60)	(2,193)
Net cash used in operating activities	<u>(5,015,694)</u>	<u>(3,592,483)</u>
Interest received from hire-purchase contract and loans	1,628,106	1,266,592
Tax paid	<u>(109,877)</u>	<u>(82,623)</u>
Net cash used in operating activities	<u>(3,497,465)</u>	<u>(2,408,514)</u>

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

SG Capital Public Company Limited

Statement of cash flows (Unaudited)

	Nine-month period ended	
	30 September	
	2022	2021
	<i>(in thousand Baht)</i>	
<i>Cash flows from investing activities</i>		
Other interest received	55	83
Proceeds from sale investment	-	600,591
Acquisition of investment	-	(600,001)
Proceeds from sale of leasehold improvement and equipment	-	321
Acquisition of leasehold improvement and equipment	(11,484)	(4,865)
Acquisition of intangible assets	(1,168)	(4,261)
Net cash used in investing activities	(12,597)	(8,132)
<i>Cash flows from financing activities</i>		
Proceeds from issued of shares	-	1,000,000
Dividend paid	(441,000)	-
Finance cost paid	(417,010)	(248,562)
Proceeds from loan from a financial institution	-	30,000
Repayment of loan from a financial institution	(7,410)	(3,227)
Proceeds from loans from parent company	5,535,298	2,994,969
Repayment of loans from parent company	(1,191,163)	(1,234,176)
Payment of lease liabilities	(10,791)	(12,358)
Net cash from financing activities	3,467,924	2,526,646
Net (decrease) increase in cash and cash equivalents	(42,138)	110,000
Cash and cash equivalents at 1 January	391,367	155,663
Cash and cash equivalents at 30 September	349,229	265,663

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

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

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SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

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

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language financial statements, and were approved and authorised for issue by the Board of Directors on 7 November 2022.

1 Basis of preparation of the interim financial statements

The condensed interim financial statements are presented in the same format as the annual financial statements together with notes to the interim financial statements on a condensed basis (“interim financial statements”) in accordance with Thai Accounting Standard (TAS) No. 34 *Interim Financial Reporting*, guidelines promulgated by the Federation of Accounting Professions. The interim financial statements focus on new activities, events and circumstances to avoid repetition of information previously reported in annual financial statements. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company for the year ended 31 December 2021.

In preparing these interim financial statements, judgements and estimates are made by management in applying the Company’s accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that described in the financial statements for the year ended 31 December 2021.

2 Effect from accounting adjustments and reclassification of accounts

In the financial statements for the year ended 31 December 2021, the Company restated that subsidy interest income which recognised as a part of interest income from hire-purchase contracts and loans, therefore the Company corrected the impact by restating each of the affected financial statement line items for the three-month and nine-month ended 30 September 2021. In addition, certain accounts in the financial statements for the three-month and nine-month periods ended 30 September 2021 has been reclassified to conform to the presentation in the financial statements for the three-month and nine-month periods ended 30 September 2022.

	Effect from accounting adjustments and reclassification			
	As previously reported	Adjustments	Reclassification (in thousand Baht)	After adjustments and reclassification
Statement of comprehensive income				
<i>For the three-month period ended 30 September 2021</i>				
Interest income from hire-purchase contract and loans	(376,125)	(5,119)	(42,421)	(423,665)
Other income	(54,877)	-	42,421	(12,456)
Service and administrative expenses	-	-	103,847	103,847
Distribution costs	71,633	-	(71,633)	-
Administrative expenses	56,804	-	(56,804)	-
Expected credit loss	17,189	-	24,590	41,779
Tax expense	31,158	1,024	-	32,182

SG Capital Public Company Limited

Notes to the interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

	Effect from accounting adjustments and reclassification			
	As previously reported	Adjustments	Reclassification (in thousand Baht)	After adjustments and reclassification
For the nine-month period ended 30 September 2021				
Interest income from hire-purchase contract and loans	(1,073,517)	(68,948)	(131,805)	(1,274,270)
Other income	(164,489)	-	131,805	(32,684)
Service and administrative expenses	-	-	352,710	352,710
Distribution costs	292,197	-	(292,197)	-
Administrative expenses	151,105	-	(151,105)	-
Expected credit loss	30,825	-	90,592	121,417
Tax expense	93,468	13,790	-	107,258

The reclassification has been made because, in the opinion of management, the new classification is more appropriate to the Company's business.

3 Impact of COVID-19 Outbreak

COVID-19 outbreak is still on going. Due to uncertainty of the situation since 2020, the Bank of Thailand ("BoT") has provided measures, which are intended to support the financial institutions and finance businesses to help the affected debtors. Additional measures continue to be provided.

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

Debt restructuring method

1. Debt restructuring which aims to reduce the repayment burden other than term extension. (There is no restructuring debt by this method in 2022.)

Guideline of staging and provisioning

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

SG Capital Public Company Limited

Notes to the interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

Debt restructuring method

2. Debt restructuring by term extension only

Guideline of staging and provisioning

Apply in accordance with the relevant financial reporting standard.

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

As at 30 September 2022, the Company had modification of receivables affected by the Covid-19, which are approximately 8.39% of total hire-purchase contract receivables and loan receivables (31 December 2021: 15.66%).

4 Related parties

Significant transactions with related parties

Nine-month period ended 30 September

Parent company

	2022	2021
	(in thousand Baht)	
Sale of assets foreclosed	15,023	60,781
Revenue from interest subsidies	-	131,805
Purchase of goods*	2,179,061	1,722,697
Debt collecting fee	31,049	32,078
Management fee	9,000	23,940
Commission expense	1,200	-
Other expenses	955	-
Interest expenses	416,222	248,331

Other related parties

Commission income	12,149	14,420
Revenue from sales of rights in receivable	15,767	2,321
Purchase of goods*	221,973	164,277
Debt collecting fee	2,004	2,885
Commission expense	2,823	-
Other expenses	284	69
Interest expense	-	32

Key management personnel

Key management personnel compensation

Short-term benefit	28,532	17,245
Post-employment benefits	1,761	1,600

Total

30,293	18,845
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* Purchased goods from related parties for hire-purchased receivables

Balances with related parties as at

Other receivables

	30 September 2022	31 December 2021
	(in thousand Baht)	
Parent company	-	72,589
Other related parties	83	37
Total	83	72,626

Accrued income

Other related parties	29,921	25,567
Total	29,921	25,567

SG Capital Public Company Limited
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

	30 September 2022	31 December 2021
<i>Balances with related parties as at</i>		
	<i>(in thousand Baht)</i>	
Trade accounts payable		
Parent company	810,981	1,099,861
Other related parties	35,505	57,765
Total	846,486	1,157,626
Other payables		
Parent company	31,619	128,157
Other related parties	671	3,008
Total	32,290	131,165
Lease liabilities		
Parent company	2,447	-
Other related parties	121	483
Total	2,568	483
Loans		
Parent company	7 11,807,225	7,463,090
Total	11,807,225	7,463,090

Significant agreement with related party

Interest subsidy agreement

The Company entered into an interest subsidy agreement with the parent company. This agreement is effective for a year, and will be automatically renewed a year unless either party gives to the other party a written notice to terminate the agreements. Fees and conditions are specified in the agreements. The Company recorded deferred interest subsidy income as other payables when received and recognised over the period of related hire-purchase contracts with customers as interest income for the nine-month period ended 30 September 2022 amounting to Baht 67.45 million (2021: Baht 200.75 million). Since 1 April 2021 the parent company has terminated the interest subsidy agreement.

Loan agreement

The Company entered into loan agreements with the parent company in the amount of Baht 11,807 million (31 December 2021: 7,463 million), interest rate of 5.25% - 6.06% (31 December 2021: 5.25% - 6.09%). The interest rate shall be calculated from an average interest rate of the parent company's debentures, which were issued each time, add mark-up. The interest shall be paid by monthly. The loans will be matured in September 2024 to September 2025.

Memorandum of understanding for the business support

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

SG Capital Public Company Limited

Notes to the interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

5 Hire-purchase contract receivables

	Portion due within one year	Portion due over one year but within two years	Portion due over two year but within three years	Portion due over three year but within four years (in thousand Baht)	Portion due over four year but within five years	Portion due over five years	Total
30 September 2022							
Hire-purchase contract receivables	5,711,657	1,900,450	972,170	509,927	241,812	70,939	9,406,955
Less unearned interest income	(1,455,483)	(499,609)	(228,894)	(103,927)	(40,712)	(7,479)	(2,336,104)
	4,256,174	1,400,841	743,276	406,000	201,100	63,460	7,070,851
Less allowance for expected credit loss	(291,829)	(47,850)	(21,858)	(10,772)	(4,748)	(1,484)	(378,541)
Net	3,964,345	1,352,991	721,418	395,228	196,352	61,976	6,692,310
31 December 2021							
Hire-purchase contract receivables	4,371,094	1,603,329	656,229	329,979	122,957	10,108	7,093,696
Less unearned interest income	(1,071,813)	(408,849)	(127,712)	(45,915)	(9,349)	(1,160)	(1,664,798)
	3,299,281	1,194,480	528,517	284,064	113,608	8,948	5,428,898
Less allowance for expected credit loss	(223,020)	(33,045)	(12,847)	(5,557)	(2,042)	(90)	(276,601)
Net	3,076,261	1,161,435	515,670	278,507	111,566	8,858	5,152,297

SG Capital Public Company Limited
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For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

As at 30 September 2022 and 31 December 2021, carrying amount and allowance for expected credit loss for electronic appliances, others and vehicles hire-purchase contract receivables were as follows:

	Electronic appliances and others				Vehicles				Total			
	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total
<i>(in thousand Baht)</i>												
30 September 2022												
Hire-purchase contract receivables*												
Within credit terms	2,879,095	105,766	-	2,984,861	335,577	10,882	-	346,459	3,214,672	116,648	-	3,331,320
Overdue:												
1 - 30 days	1,392,692	10,008	-	1,402,700	179,523	12,202	-	191,725	1,572,215	22,210	-	1,594,425
31 - 60 days	-	472,377	-	472,377	-	178,678	-	178,678	-	651,055	-	651,055
61 - 90 days	-	892,308	-	892,308	-	78,888	-	78,888	-	971,196	-	971,196
more than 90 days	-	-	493,037	493,037	-	-	29,818	29,818	-	-	522,855	522,855
Hire-purchase contract receivables*	4,271,787	1,480,459	493,037	6,245,283	515,100	280,650	29,818	825,568	4,786,887	1,761,109	522,855	7,070,851
Less allowance for expected credit loss	(106,502)	(94,721)	(157,640)	(358,863)	(2,438)	(8,571)	(8,669)	(19,678)	(108,940)	(103,292)	(166,309)	(378,541)
Total	4,165,285	1,385,738	335,397	5,886,420	512,662	272,079	21,149	805,890	4,677,947	1,657,817	356,546	6,692,310

*Hire-purchase contract receivables net of unearned interest income

SG Capital Public Company Limited

Notes to the interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

	Electronic appliances and others				Vehicles				Total			
	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total
	<i>(in thousand Baht)</i>											
31 December 2021												
Hire-purchase contract receivables*												
Within credit terms	2,899,741	44,414	-	2,944,155	439,019	9,835	-	448,854	3,338,760	54,249	-	3,393,009
Overdue:												
1 - 30 days	635,177	8,070	-	643,247	103,525	8,373	-	111,898	738,702	16,443	-	755,145
31 - 60 days	-	213,200	-	213,200	-	56,181	-	56,181	-	269,381	-	269,381
61 - 90 days	-	565,329	-	565,329	-	47,019	-	47,019	-	612,348	-	612,348
more than 90 days	-	-	368,325	368,325	-	-	30,690	30,690	-	-	399,015	399,015
Hire-purchase contract receivables*	3,534,918	831,013	368,325	4,734,256	542,544	121,408	30,690	694,642	4,077,462	952,421	399,015	5,428,898
Less allowance for expected credit loss	(85,470)	(55,230)	(122,018)	(262,718)	(1,930)	(3,370)	(8,583)	(13,883)	(87,400)	(58,600)	(130,601)	(276,601)
Total	<u>3,449,448</u>	<u>775,783</u>	<u>246,307</u>	<u>4,471,538</u>	<u>540,614</u>	<u>118,038</u>	<u>22,107</u>	<u>680,759</u>	<u>3,990,062</u>	<u>893,821</u>	<u>268,414</u>	<u>5,152,297</u>

*Hire-purchase contract receivables net of unearned interest income

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Modification of hire-purchase contract receivables

The financial statements for the nine-month period ended 30 September 2022 and 2021 includes the following changes through various types of modification:

	2022		2021	
	Before modification	After modification (in thousand Baht)	Before modification	After modification
Modification of hire-purchase contract receivables				
- Nine-month period ended 30 September	<u>702,882</u>	<u>700,461</u>	<u>118,577</u>	<u>118,577</u>

Cash collection under modification of hire-purchase contract receivables for the nine-month period ended 30 September 2022 and 2021 were as follows:

	2022	2021
	(in thousand Baht)	
Cash collection under modification		
- Nine-month period ended 30 September	<u>35,248</u>	<u>36,236</u>

As at 30 September 2022 and 31 December 2021 modifying of hire-purchase contract receivables have remaining balances were as follows:

	30 September 2022	31 December 2021
	(in thousand Baht)	
Hire-purchase contract receivables net of unearned interest income after modification	710,035	159,481

6 Loan receivables

	Portion due within 1 year		Portion due after 1 year		Total	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	(in thousand Baht)					
Loan receivables	1,758,809	1,207,735	6,233,293	4,294,957	7,992,102	5,502,692
Add accrued interest receivable	<u>38,924</u>	<u>30,396</u>	<u>-</u>	<u>-</u>	<u>38,924</u>	<u>30,396</u>
	1,797,733	1,238,131	6,233,293	4,294,957	8,031,026	5,533,088
Less allowance for expected credit loss	<u>(25,027)</u>	<u>(13,079)</u>	<u>(29,589)</u>	<u>(17,024)</u>	<u>(54,616)</u>	<u>(30,103)</u>
Net	<u><u>1,772,706</u></u>	<u><u>1,225,052</u></u>	<u><u>6,203,704</u></u>	<u><u>4,277,933</u></u>	<u><u>7,976,410</u></u>	<u><u>5,502,985</u></u>

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At 30 September 2022 and 31 December 2021, carrying amount and allowance for expected credit loss for loan receivables were as follows:

	Vehicles				Debt consolidation				Others				Total			
	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total
	<i>(in thousand Baht)</i>															
30 September 2022																
Loan receivables																
Within credit terms	6,107,104	23,898	-	6,131,002	251,063	-	-	251,063	12,213	-	-	12,213	6,370,380	23,898	-	6,394,278
Overdue:																
1 - 30 days	888,611	43,005	-	931,616	1,509	-	-	1,509	5,416	-	-	5,416	895,536	43,005	-	938,541
31 - 60 days	-	484,264	-	484,264	-	374	-	374	-	2,645	-	2,645	-	487,283	-	487,283
61 - 90 days	-	175,974	-	175,974	-	348	-	348	-	1,442	-	1,442	-	177,764	-	177,764
more than 90 days	-	-	31,995	31,995	-	-	807	807	-	-	358	358	-	-	33,160	33,160
Net carrying amount	6,995,715	727,141	31,995	7,754,851	252,572	722	807	254,101	17,629	4,087	358	22,074	7,265,916	731,950	33,160	8,031,026
Less allowance for expected credit loss	(23,482)	(19,594)	(9,600)	(52,676)	(1,128)	(5)	(807)	(1,940)	-	-	-	-	(24,610)	(19,599)	(10,407)	(54,616)
Total	6,972,233	707,547	22,395	7,702,175	251,444	717	-	252,161	17,629	4,087	358	22,074	7,241,306	712,351	22,753	7,976,410

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	Vehicles				Debt consolidation				Others				Total			
	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total	Assets without a significant increase in credit risk	Assets with a significant increase in credit risk	Assets with credit impairment	Total
<i>31 December 2021</i>																
<i>Loan receivables</i>																
Within credit terms	4,472,153	25,250	-	4,497,403	164,545	-	-	164,545	8,595	-	-	8,595	4,645,293	25,250	-	4,670,543
Overdue:																
1 - 30 days	517,926	20,992	-	538,918	-	-	-	-	5,134	-	-	5,134	523,060	20,992	-	544,052
31 - 60 days	-	221,618	-	221,618	-	164	-	164	-	4,966	-	4,966	-	226,748	-	226,748
61 - 90 days	-	68,445	-	68,445	-	-	-	-	-	31	-	31	-	68,476	-	68,476
more than 90 days	-	-	22,992	22,992	-	-	277	277	-	-	-	-	-	-	23,269	23,269
Net carrying amount	4,990,079	336,305	22,992	5,349,376	164,545	164	277	164,986	13,729	4,997	-	18,726	5,168,353	341,466	23,269	5,533,088
Less allowance for expected credit loss	(14,855)	(8,346)	(6,435)	(29,636)	(189)	-	(277)	(466)	-	-	-	-	(15,045)	(8,346)	(6,712)	(30,103)
Total	4,975,224	327,959	16,557	5,319,740	164,356	164	-	164,520	13,729	4,997	-	18,726	5,153,308	333,120	16,557	5,502,985

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Modification of loan receivables

The financial statements for the nine-month period ended 30 September 2022 and 2021 includes the following changes through various types of modification:

	2022		2021	
	Before modification	After modification (in thousand Baht)	Before modification	After modification
Modification of loan receivables				
- Nine-month period ended				
30 September	<u>122,483</u>	<u>122,483</u>	<u>7,329</u>	<u>7,329</u>

Cash collection under of hire-purchase contract receivables for the nine-month period ended 30 September 2022 and 2021 were as follows:

	2022	2021
	(in thousand Baht)	
Cash collection under modification		
- Nine-month period ended 30 September	<u>12,054</u>	<u>2,377</u>

As at 30 September 2022 and 31 December 2021 modification of loan receivables have remaining balances were as follows:

	30 September 2022	31 December 2021
	(in thousand Baht)	
Loan receivables after modification	135,569	32,072

7 Interest-bearing liabilities

	30 September 2022			31 December 2021		
	Secured	Unsecured	Total	Secured	Unsecured	Total
	(in thousand Baht)					
<i>Current</i>						
Current portion of long-term loan from financial institution	-	10,338	10,338	-	9,891	9,891
Lease liabilities	-	9,809	9,809	-	7,552	7,552
<i>Non-current</i>						
Long-term loans from parent company	-	11,807,225	11,807,225	-	7,463,090	7,463,090
Long-term loan from financial institution	-	6,582	6,582	-	14,439	14,439
Lease liabilities	-	10,752	10,752	-	8,609	8,609
Total interest-bearing liabilities	<u>-</u>	<u>11,844,706</u>	<u>11,844,706</u>	<u>-</u>	<u>7,503,581</u>	<u>7,503,581</u>

The detail of long-term loan from parent company see in note 4.

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On 21 May 2021, the Company entered into a loan agreement with a financial institution, amounting to Baht 30 million with repayment term within 3 years ended May 2024. The interest rates are MLR-3.85% to MLR-2.85% per annum. This loan is secured by the parent company.

As at 30 September 2022, the Company had unutilised credit facilities totalling Baht 60 million (31 December 2021: Baht 70 million).

The Company had obligated to comply with the conditions and restrictions specified in the loan credit facility agreement with a financial institution.

8 Share capital

	Par value per share (in Baht)	30 September 2022		31 December 2021	
		Number	Baht	Number	Baht
		(thousand share / thousand Baht)			
Authorised shares					
At 1 January					
- Ordinary shares	1,000	-	-	1,450	1,450,000
- Ordinary shares	1	3,270,000	3,270,000	-	-
Increase of new shares	1,000	-	-	1,000	1,000,000
Increase of new shares	1	-	-	820,000	820,000
Shares split					
- From Baht 1,000 to Baht 1	1,000	-	-	(2,450)	(2,450,000)
- From Baht 1,000 to Baht 1	1	-	-	2,450,000	2,450,000
At 30 September 2022 /					
31 December 2021					
- Ordinary shares	1	<u>3,270,000</u>	<u>3,270,000</u>	<u>3,270,000</u>	<u>3,270,000</u>
Issued and paid-up shares					
At 1 January					
- Ordinary shares	1,000	-	-	1,450	1,450,000
- Ordinary shares	1	2,450,000	2,450,000	-	-
Increase of new shares	1,000	-	-	1,000	1,000,000
Shares split					
- From Baht 1,000 to Baht 1	1,000	-	-	(2,450)	(2,450,000)
- From Baht 1,000 to Baht 1	1	-	-	2,450,000	2,450,000
At 30 September 2022 /					
31 December 2021					
- Ordinary shares	1	<u>2,450,000</u>	<u>2,450,000</u>	<u>2,450,000</u>	<u>2,450,000</u>

9 Difference arising from business combination under common control

During the year 2012, the extraordinary meeting of shareholders had passed the resolution to approve the entering into the Business transfer agreement with Singer Thailand Public Company Limited ("Parent company") and agreed to the basis for the Company to enter into the asset sale and purchase agreement with Parent company by transfer in hire purchase business including staffs and related obligation from the Parent company as at 31 December 2012.

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The net book value of related installments receivables and employee benefit obligations of Singer Thailand Public Company as at 31 December 2012 compared to total transfer price was as follows:

	<i>(in thousand Baht)</i>
Assets	
Installment receivables, net	1,582,796
Liabilities	
Employee benefit obligation	(8,614)
Net book value	1,574,182
Total transfer price (exclude value added tax)	<u>2,548,300</u>
Difference arising from business under common control	<u>(974,118)</u>

This transaction has been accounted for a transaction between entities under common control since the Company and the Parent company are under the same ultimate share holder both before and after this business transfer and such control is not temporary.

Those difference amounting to Baht 974.12 million, between net book value of transfer's assets and liability and total price of business transfer in, staged as difference arising from business combination under common control.

10 Segment information and disaggregation of revenue

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

Geographical segments

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

Timing of revenue recognition

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

11 Earnings per share

<i>For the three-month ended 30 September</i>	2022	2021 (Restated)
	<i>(in thousand Baht / thousand shares)</i>	
Profit attributable to ordinary shareholders of the Company (basic)	160,113	166,747
Number of ordinary shares outstanding as at 1 July	2,450,000	2,450,000
Weighted average number of ordinary shares outstanding (basic) as at 30 September	2,450,000	2,450,000
Earnings per share (basic) (in Baht)	0.07	0.07

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For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

For the nine-month ended 30 September

	2022	2021 (Restated)
	<i>(in thousand Baht / thousand shares)</i>	
Profit attributable to ordinary shareholders of the Company (basic)	467,020	475,996
Number of ordinary shares outstanding as at 1 January	2,450,000	1,450
Effect of change in par value of shares	-	1,448,550
Number of ordinary shares outstanding as at 28 May	-	461,538
Weighted average number of ordinary shares outstanding (basic) as at 30 September	2,450,000	1,911,538
Earnings per share (basic) (in Baht)	0.19	0.25

12 Dividends

	Approval date	Payment schedule	Dividend rate per share (Baht)	Amount (in thousand Baht)
2022				
Annual dividend	20 April 2022	12 May 2022	0.18	441,000
Dividend paid				441,000

13 Financial instruments

Carrying amounts and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy, but does not include fair value information for financial assets and financial liabilities measured at amortised cost if the carrying amount is a reasonable approximation of fair value.

	Carrying amount Financial instruments measured at amortised cost - net	Fair value		Total
		Level 2 (in thousand Baht)	Level 3	
At 30 September 2022				
Financial assets				
Hire-purchase contract receivables	6,692,310	-	6,692,310	6,692,310
Loan receivables	7,976,410	-	7,976,410	7,976,410
Financial Liabilities				
Long-term loan from financial institution	16,920	16,920	-	16,920
Long-term loans from parent company	11,807,225	11,807,225	-	11,807,225

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	Carrying amount Financial instruments measured at amortised cost - net	Level 2 (in thousand Baht)	Level 3	Total
At 31 December 2021				
Financial assets				
Hire-purchase contract receivables	5,152,297	-	5,152,297	5,152,297
Loan receivables	5,502,985	-	5,502,985	5,502,985
Financial Liabilities				
Long-term loan from financial institution	24,330	24,330	-	24,330
Long-term loans from parent company	7,463,090	7,463,090	-	7,463,090

Concentrations of credit risk

The Company monitor concentrations of credit risk by type of financing which credit risk concentration of hire-purchase contract receivables more than 40% are in retail group comprising of owned-business, and loan receivables more than 30% are in retail group comprising of owned-business.

Expected credit losses increase

for the three-month period ended 30 September

	2022 (in thousand Baht)	2021
Hire-purchase contract receivables	112,221	39,744
Loan receivables	5,322	2,035
	117,543	41,779

Expected credit losses increase

for the nine-month period ended 30 September

	2022 (in thousand Baht)	2021
Hire-purchase contract receivables	188,092	117,858
Loan receivables	25,181	3,559
Other receivables	1,010	-
	214,283	121,417

14 Commitments with non-related parties

	30 September 2022 (in thousand Baht)	31 December 2021
Other commitments		
Bank guarantees	510	510
Total	510	510