

Trinity Watthana Public Company Limited and its subsidiaries

Notes to consolidated financial statements

For the year ended 31 December 2023

1. General information

1.1 Trinity Watthana Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company is principally engaged in investments in other companies, listed companies and derivatives, and lending. The registered office of the Company is at 179/111, 26th Floor, Bangkok City Tower, South Sathorn Road, Thungmahamek, Sathorn, Bangkok.

On 19 September 2023, the Company registered the change of its head office's address to No. 1 Park Silom Building, 22nd Floor, Convent Road, Silom, Bangrak, Bangkok.

1.2 The Company invests 99.9% of the registered share capital of Trinity Securities Company Limited, a subsidiary, which operates its business in Thailand and undertakes securities businesses licensed, as follows:

1. Securities brokerage
2. Securities trading
3. Investment advisory
4. Securities underwriting
5. Securities borrowing and lending
6. Private fund asset management
7. Financial advisory
8. Derivatives agent

On 29 April 2019, the Office of the Securities and Exchange Commission has permitted the Company to operate as Bond Representative.

The registered office of the subsidiary is at 1 Park Silom Building, 22nd floor and unit 2301, 23rd floor, Convent Road, Silom, Bangrak, Bangkok.

As at 31 December 2023, the subsidiary has 5 branches (2022: 5 branches).

2. Basis of preparation

2.1 The financial statements have been prepared in accordance with Thai Financial Reporting Standards enunciated under the Accounting Profession Act B.E. 2547 and in conjunction with the Notifications of the Office of the Securities and Exchange Commission. The presentation of the financial statements has been made in compliance with the stipulations of the Notification of the Department of Business Development, issued under the Accounting Act B.E. 2543.

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

The financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

2.2 Basis of consolidation

a) The consolidated financial statements include the financial statements of Trinity Watthana Public Company Limited (“the Company”) and the following subsidiary companies (“the subsidiaries”) (collectively as “the Group”):

| Company's name | Nature of business | Country of incorporation | Percentage of shareholding | |
|---|-----------------------------|--------------------------|----------------------------|------|
| | | | 2023 | 2022 |
| | | | (%) | (%) |
| Trinity Securities Company Limited | Securities business | Thailand | 99.9 | 99.9 |
| Trinity Advisory 2001 Company Limited | Financial advisory | Thailand | -* | 99.9 |
| Trinity Intelligence Plus Company Limited | Advisory | Thailand | 99.9 | 99.9 |
| Trinity One Company Limited | Investment | Thailand | 99.9 | 99.9 |
| Asset Backed Holdings Limited | Investing in securitisation | Thailand | 99.9 | 99.9 |

* Trinity Advisory 2001 Company Limited registered its dissolution with the Ministry of Commerce on 15 August 2023, and subsequently completed the liquidation on 28 August 2023.

The subsidiary which the Company owns through other company is as follows:

| Company's name | Nature of business | Country of incorporation | Percentage of shareholding | |
|---|---|--------------------------|----------------------------|-----------|
| | | | 2023 | 2022 |
| | | | (Percent) | (Percent) |
| Subsidiary under “Asset Backed Holdings Limited” | | | | |
| Conduit Management Services Limited | Management service for special purpose vehicles | Thailand | 100 | 100 |

- b) The Company is deemed to have control over an investee or subsidiaries if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns.
 - c) Subsidiaries are fully consolidated, being the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.
 - d) The financial statements of the subsidiaries are prepared using the same significant accounting policies as the Company.
 - e) Material balances and transactions between the Group have been eliminated from the consolidated financial statements.
- 2.3 The separate financial statements present investments in subsidiaries, joint venture and associates under the equity method.

3. New financial reporting standards

3.1 Financial reporting standards that became effective in the current year

During the year, the Group has adopted the revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2023. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards.

The adoption of these financial reporting standards does not have any significant impact on the Group's financial statements.

3.2 Financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2024

The Federation of Accounting Professions issued a number of revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2024. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards.

The management of the Group believes that adoption of these amendments will not have any significant impact on the Group's financial statements.

4. Significant accounting policies

4.1 Revenue and expense recognition

(a) Brokerage fees

Brokerage fees on securities and derivatives trading are recognised as income on the transaction dates.

(b) Fees and services income

Service income is recognised when services have been rendered taking into account the stage of completion. Revenue is recognised when it is probable that the amount will be collected.

Management fees for private fund management are calculated as a percentage of the net asset value of the funds managed by the subsidiary and recognised as income when services have been rendered.

(c) Interest income

Interest income is calculated using the effective interest method and recognised on an accrual basis. The effective interest rate is applied to the gross carrying amount of a financial asset, unless the financial assets subsequently become credit-impaired when it is applied to the net carrying amount of the financial asset (net of the expected credit loss allowance).

(d) Gain (loss) and return on financial instruments

Gain (loss) on investments and derivatives

Gain (loss) on investments and derivatives are recognised as income or expense on the transaction dates.

Dividend

Dividends are recognised when the right to receive the dividends is established.

(e) Gain (loss) on digital assets inventories

Realised gain (loss) on digital assets inventories are recognised as income or expense on the transaction dates.

(f) Expenses

Fee and service expenses and operating expenses are recognised on an accrual basis.

(g) Finance cost

Interest expense from financial liabilities at amortised cost is calculated using the effective interest method and recognised on an accrual basis.

4.2 Cash and cash equivalents

Cash and cash equivalents consist of cash in hand, all bank deposit accounts with an original maturity less than 3 months, and not subject to withdrawal restrictions, promissory notes and term notes with an original maturity less than 3 months and exclude deposits used as collateral.

4.3 Recognition of customers assets

Cash received from customers of cash accounts, credit balance accounts and derivatives trading are recorded as assets and liabilities of the Group for the internal control purposes. At the end of the reporting period, the Group excludes these amounts from both assets and liabilities and presents only the assets which belong to the Group.

4.4 Securities borrowing and lending

The Group record their obligations to return borrowed securities which they have been sold as short selling or lent as “Securities borrowing and lending payables”, which are included in securities and derivatives business payables in the statement of financial position. At the end of reporting period, the balance of securities borrowing and lending payables are adjusted by the latest offer price quoted on the Stock Exchange of Thailand on the last working day of the year. Gains or losses arising from such adjustment are included in profit or loss. Securities lent to customers are recorded as “Securities borrowing and lending receivables”, which are included in securities and derivatives business receivables in the statement of financial position. Cash paid or received as collateral for securities borrowing and lending is recorded as “Collateral receivables” or “Collateral payables”.

Fees on securities borrowing and lending are recognised on an accrual basis over the term of the lending.

4.5 Receivables from Clearing House and broker - dealers

Receivables from Clearing House and broker - dealers comprise the net receivable from Thailand Clearing House (TCH) for settlements of equity securities trades made through the Stock Exchange of Thailand, and net receivables from TCH from derivatives trades made through the Thailand Future Exchange, including cash collateral pledged with TCH for derivatives trade.

4.6 Securities and derivatives business receivables

Securities and derivatives business receivables are the net balances of securities business receivables and derivatives business receivables after deducting allowance for expected credit losses.

In addition, securities business receivables include the net receivable balance of cash accounts, credit balance accounts, collateral receivables (which comprise cash pledged as security with securities lenders or securities depositories) and other receivables such as overdue cash accounts and securities receivables which are the subject of legal proceedings, are undergoing restructuring or are being settled in installments.

4.7 Digital assets

Digital assets inventories - cryptocurrency

As digital assets transactions are new to the world, the International Accounting Standards Board (IASB) has not yet set the International Financial Reporting Standards (IFRS) in connection with this matter, the Company considers that holding of digital assets are purchases/ sales transactions and recording the digital assets as inventories and measuring the value of digital assets at the lower of cost (under the weighted-average method) and net realisable value.

The net realisable value of digital assets is based on quote prices on the active exchange market that the Company has determined that it is principal market for the digital assets (Level 1 inputs) less cost to sell.

Digital assets - digital tokens

The digital asset business is a new business globally, and there are no directly applicable financial reporting standards governing this business. The Company considers that investing in digital assets - digital tokens is for the purposes of long-term investment. The Company has therefore adopted the principles of TAS 38, *Intangible Assets*, and classifies them as non-current assets.

The Company initially recognises digital assets - digital tokens at cost, which is the fair value of the assets as of the date of receipt. Following the initial recognition, the digital assets - digital tokens are carried at cost (weighted average method) less any accumulated impairment losses (if any). The Company does not amortise digital assets - digital tokens because they have indefinite useful lives. The Company will review the status of indefinite useful lives of these digital assets - digital tokens on an annual basis.

At the end of each reporting period, the Company evaluates impairment of digital assets - digital tokens by recognising an impairment loss when the carrying amount is higher than the digital assets - digital tokens' fair value less costs to sell as at the end of the reporting period. The fair value is measured using the closing price on the digital asset exchange in Singapore as at the end of the reporting period.

Digital assets - digital tokens are derecognised upon disposal or when no future economic benefits are expected from their use or disposal. Any gain or loss arising on disposal of an asset is included in profit or loss when the asset is derecognised.

Digital assets - digital tokens are presented as intangible assets in the financial position.

4.8 Loans

Loans are initially recognised at the amount granted to borrower and are subsequently stated at amortised cost, based on the effective interest rate. Returns are recognised in profit or loss over the term of loan.

4.9 Investments in subsidiaries, joint venture and associates

Investments in subsidiaries, joint venture and associates are accounted for in the consolidated and separate financial statements using the equity method.

4.10 Premises improvement and equipment and depreciation

Premises improvement and equipment are stated at cost less accumulated depreciation and allowance for loss on impairment of assets (if any).

Depreciation of premises improvement and equipment is calculated by reference to their costs on the straight-line basis over the following estimated useful lives:

| | |
|----------------------|-------------|
| Furniture & fixtures | 5 years |
| Office equipment | 3 - 5 years |
| Motor vehicles | 5 years |

Depreciation is included in determining income.

No depreciation is provided on assets under installation.

An item of premises improvement and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on disposal of an asset is included in profit or loss when the asset is derecognised.

4.11 Intangible assets and amortisation

Intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses (if any).

Intangible assets with finite lives are amortised on the straight-line basis over the economic useful life and tested for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for such intangible assets are reviewed at least at each financial year end. The amortisation expense is charged to profit or loss.

A summary of the intangible assets with finite useful lives is as follows:

| | <u>Useful lives</u> |
|----------------------|---------------------|
| Deferred license fee | 5 - 10 years |
| Computer software | 3 - 10 years |
| Others | 2 - 8 years |

No amortisation is provided on computer software under installation.

4.12 Goodwill

Goodwill is initially recorded at cost, which equals to the excess of cost of business combination over the fair value of the net assets acquired. If the fair value of the net assets acquired exceeds the cost of business combination, the excess is immediately recognised as gain in profit or loss.

Goodwill is carried at cost less any accumulated impairment losses. Goodwill is tested for impairment annually and when circumstances indicate that the carrying value may be impaired.

For the purpose of impairment testing, goodwill acquired in a business combination is allocated to each of the Company's cash-generating units (or group of cash-generating units) that are expected to benefit from the synergies of the combination. The Company estimates the recoverable amount of each cash-generating unit (or group of cash-generating units) to which the goodwill relates. Where the recoverable amount of the cash-generating unit is less than the carrying amount, an impairment loss is recognised in profit or loss. Impairment losses relating to goodwill cannot be reversed in future periods.

4.13 Leases

At inception of contract, the Group assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The Group as a lessee

The Group applied a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. At the commencement date of the lease (i.e. the date the underlying asset is available for use), the Group recognises right-of-use assets representing the right to use underlying assets and lease liabilities based on lease payments.

Right-of-use assets

Right-of-use assets are measured at cost, less accumulated depreciation, any accumulated impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities initially recognised, initial direct costs incurred, and lease payments made at or before the commencement date of the lease, and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located less any lease incentives received.

Depreciation of right-of-use assets are calculated by reference to their costs, on the straight-line basis over the shorter of their estimated useful lives and the lease term.

| | |
|-----------------------------------|-------------|
| Building and building improvement | 2 - 5 Years |
| Motor vehicles | 5 Years |

If ownership of the leased asset is transferred to the Group at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

Lease liabilities

Lease liabilities are measured at the present value of the lease payments to be made over the lease term. The lease payments include fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be payable under residual value guarantees. Moreover, the lease payments include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating the lease, if the lease term reflects the Group exercising an option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses in the period in which the event or condition that triggers the payment occurs.

The Group discounted the present value of the lease payments by the interest rate implicit in the lease or the Group's incremental borrowing rate. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a change in the lease term, a change in the lease payments or a change in the assessment of an option to purchase the underlying asset.

Short-term leases and leases of low-value assets

A lease that has a lease term less than or equal to 12 months from commencement date or a lease of low-value assets is recognised as expenses on a straight-line basis over the lease term.

The Group as a lessor

A lease is classified as an operating lease if it does not transfer substantially all the risks and rewards incidental to ownership of an underlying asset to a lessee. Lease receivables from operating leases is recognised as income in profit or loss on a straight-line basis over the lease term. Initial direct costs incurred in obtaining an operating lease are added to the carrying amount of the underlying assets and recognised as an expense over the lease term on the same basis as the lease income.

4.14 Related party transactions

Related parties comprise individuals or enterprises that control, or are controlled by, the Company, whether directly or indirectly, or which are under common control with the Company.

They also include associates, and individuals or enterprises which directly or indirectly own a voting interest in the Company that gives them significant influence over the Company, key management personnel, directors, and officers with authority in the planning and direction of the Company's operations.

4.15 Foreign currencies

The consolidated and separate financial statements are presented in Baht, which is also the Company's functional currency.

Transactions in foreign currencies are translated into Baht at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into Baht at the exchange rate ruling at the end of reporting period.

Gains and losses on exchange are included in determining income.

4.16 Impairment of non-financial assets

At the end of each reporting period, the Group perform impairment reviews in respect of the premises improvement and equipment, right-of-use assets and other intangible assets whenever events or changes in circumstances indicate that an asset may be impaired. The Group also carries out annual impairment reviews in respect of goodwill. An impairment loss is recognised when the recoverable amount of an asset, which is the higher of the asset's fair value less costs to sell and its value in use, is less than the carrying amount.

An impairment loss is recognised in profit or loss.

4.17 Payables to Clearing House and broker - dealers

Payables to Clearing House and broker - dealers comprises the net payable to Thailand Clearing House (TCH) for settlement of equity securities trades made through the Stock Exchange of Thailand and net payable for derivatives trade made through the Thailand Futures Exchange.

4.18 Securities and derivatives business payables

Securities and derivatives business payables are the obligations of the subsidiary in respect of its securities and derivatives business with outside parties, such as the net payable balances of cash accounts, securities delivery obligations as a result of short sales or securities borrowing, and obligations to return assets held by the subsidiary as collateral for securities lending.

4.19 Other borrowings

Other borrowings are recognised initially at the fair value of the proceeds received. Borrowings are subsequently stated at amortised cost, using the effective yield method; any difference between proceeds and the redemption value is recognised in the profit or loss over the period of the borrowings.

4.20 Employee benefits

Short-term employee benefits

Salaries, wages, bonuses and contributions to the social security fund are recognised as expenses when incurred.

Post-employment benefits

Defined contribution plans

The Group and their employees have jointly established a provident fund. The fund is monthly contributed by employees and by the Group. The fund's assets are held in a separate trust fund and the Group's contributions are recognised as expenses when incurred.

Defined benefit plans

The Group have obligations in respect of the severance payments they must make to employees upon retirement under labor law. The Group treat these severance payment obligations as a defined benefit plan.

The obligation under the defined benefit plan is determined by a professionally qualified independent actuary, based on actuarial techniques, using the projected unit credit method.

Actuarial gains and losses arising from defined benefit plans are recognised immediately in other comprehensive income.

4.21 Provisions

Provisions are recognised when the Group have a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

4.22 Income tax

Income tax expense represents the sum of corporate income tax currently payable and deferred tax.

Current tax

Current income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

Deferred income tax is provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of the reporting period.

The Group recognise deferred tax liabilities for all taxable temporary differences while they recognise deferred tax assets for all deductible temporary differences and tax losses carried forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences and tax losses carried forward can be utilised.

At each reporting date, the Group review and reduce the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

The Group record deferred tax directly to shareholders' equity if the tax relates to items that are recorded directly to shareholders' equity.

4.23 Derivatives

Futures contracts

The subsidiary initially recognises future contracts at fair value. Obligations under derivatives business are regarded as the subsidiary's commitments. Amounts pledged as securities for these derivatives are recorded as receivable at Thailand Clearing House. Subsequently, as at reporting date, the futures contracts are presented at their fair value, which calculated with reference to the daily settlement prices quoted by Thailand Futures Exchange Public Company Limited on the last business day of the year. Unrealised gain or loss resulting from changes in the fair value is included in the profit or loss.

Options contracts

The subsidiary initially recognises options contracts at fair value. The subsidiary recorded the premium paid (long position) and the premium received (short position) under options contracts as at trade date as derivative assets and derivative liabilities, respectively. Subsequently, as at reporting date, the options contracts are presented at their fair value, which calculated with reference to the daily settlement prices quoted by Thailand Futures Exchange Public Company Limited on the last business day of the year. Unrealised gain or loss resulting from changes in the fair value is included in the profit or loss.

Forward currency contracts

The Group uses forward currency contracts to hedge its foreign currency risks.

Forward currency contracts are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently remeasured at fair value. The subsequent changes are recognised in profit or loss. Forward currency contracts are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

4.24 Financial instruments

The Group initially measures financial assets at its fair value plus, in the case of financial assets that are not measured at fair value through profit or loss, transaction costs.

Classification and measurement of financial assets

Financial assets are classified, at initial recognition, as to be subsequently measured at amortised cost, fair value through other comprehensive income ("FVOCI"), or fair value through profit or loss ("FVTPL"). The classification of financial assets at initial recognition is driven by the Group's business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Financial assets at amortised cost

The Group measures financial assets at amortised cost if the financial asset is held in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

These financial assets are initially measured at fair value on trade date and are subsequently measured at amortised cost and are subject to impairment (if any).

Financial assets at amortised cost are subsequently measured using the effective interest rate ("EIR") method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

Financial assets at FVOCI (debt instruments)

The Group measures financial assets at FVOCI if the financial asset is held to collect contractual cash flows and to sell the financial asset and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Interest income, foreign exchange revaluation and impairment losses or reversals are recognised in profit or loss and computed in the same manner as for financial assets measured at amortised cost. The remaining fair value changes are recognised in other comprehensive income. Upon derecognition, the cumulative fair value change recognised in other comprehensive income is recycled to profit or loss.

Financial assets designated at FVOCI (equity instruments)

Upon initial recognition, the Group can elect to irrevocably classify its equity investments which are not held for trading as equity instruments designated at FVOCI. The classification is determined on an instrument-by-instrument basis.

Gains and losses recognised in other comprehensive income on these financial assets are never recycled to profit or loss.

Dividends are recognised as gains (losses) and return on financial instruments in profit or loss, except when the dividends clearly represent a recovery of part of the cost of the financial asset, in which case, the gains are recognised in other comprehensive income.

Equity instruments designated at FVOCI are not subject to impairment assessment.

Financial assets at FVTPL

Financial assets measured at FVTPL are carried in the statement of financial position at fair value with net changes in fair value recognised in profit or loss.

These financial assets include derivatives, security investments held for trading, equity investments which the Group has not irrevocably elected to classify at FVOCI and financial assets with cash flows that are not solely payments of principal and interest.

Dividends on listed equity investments are recognised as gains (losses) and return on financial instruments in profit or loss.

Classification and measurement of financial liabilities

Except for securities borrowing and lending payables, and derivative (losses) are measured at fair value through profit or loss. At initial recognition the Group's financial liabilities are recognised at fair value net of transaction costs and classified as liabilities to be subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process. In determining amortised cost, the Group takes into account any discounts or premiums on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance costs in profit or loss.

The Group may elect to measure financial liabilities at FVTPL if doing so eliminates, or significantly reduces a recognition inconsistency (Accounting mismatch).

Changes in conditions of financial instruments which are not measured at fair value

Financial assets

If there is a change in conditions of financial instruments and the Group estimates that cash flows of the financial assets significantly change, the former financial assets will be derecognised and reverted to be recorded at fair value. The difference of those book values is recorded in profit or loss as a part of loss on impairment.

If the cash flows of financial assets have an insignificant change, the Group adjusts gross value of the financial assets and records the adjusted amount to profit (loss) on changes in contractual term in profit or loss which is a part of loss on impairment.

Financial liabilities

The Group derecognises the financial liabilities if there is a change in contractual terms which causes significant changes in cash flows of the financial liabilities, and recognises the financial liabilities at fair value. The difference between book value and fair value is recorded in profit or loss.

If the cash flows of financial liabilities have an insignificant change, the Group adjusts gross value of the financial liabilities which reflects the reviewed net present value, then discounts using the former effective interest rate, and records the adjusted amount to profit or loss.

Financial guarantee contracts

Provisions on financial guarantee contracts are initially recognised in the financial statements at fair value, which is equal to the fee received. The provision under each guarantee contract is subsequently measured at the higher of the amount initially recognised less cumulative amortisation, and the allowance for expected credit losses.

The guarantee fee income is recognised as management service income in profit or loss by amortising the fee received on a straight-line basis over the life of the guarantee.

Regular way purchases and sales of financial assets

Regular way purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the marketplace are recognised on the trade date, i.e., the date on which the Group commits to purchase or sell the asset.

Derecognition of financial instruments

A financial asset is primarily derecognised when the rights to receive cash flows from the asset have expired or have been transferred and either the Group has transferred substantially all the risks and rewards of the asset, or the Group has transferred control of the asset. Interest derived from remaining financial asset or transferred is recognised as asset or liability.

Financial liability is derecognised when the obligation under the liability are discharged or cancelled or expires.

Write-offs

Financial assets are written off either partially or in their entirety only when the Group has no reasonable expectation of recovering a financial asset in its entirety or a portion thereof. Financial assets written off may still be subject to enforcement activities under the Group's recovery procedures.

Impairment of financial assets

The Group recognises an allowance for expected credit losses (“ECLs”) on investments in debt instruments including cash equivalents, receivables from Clearing House and broker - dealers, securities business receivables - cash accounts, securities business receivables - credit balance accounts, collateral receivables, derivatives business receivables, other securities business receivables, loans, and investment in debt securities that are measured at amortised cost by using General Approach. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate.

For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure (a lifetime ECL).

Allowance for expected credit losses are re-measured at every end of reporting period in order to reflect the change in credit risk from those have been initially recognised of related financial instruments.

The measurement of expected credit losses is a function of the probability of default, loss given default (i.e. the magnitude of the loss if there is a default) and the exposure at default. The assessment of the probability of default and loss given default is based on historical data adjusted by present observable and supportable and reasonable forward-looking information. As for the exposure at default, for financial assets, this is represented by the asset’s gross carrying amount at the reporting date. The Group continuously reviews and revisits the methods used, assumptions and forward-looking information.

For credit balance accounts, the allowance is set up based on the Group’s historical credit loss experience, adjusted for factors that are specific to the debtors and general economic conditions assessment/forward-looking. In considering whether there has been a significant increase in credit risk since initial recognition, it is based on outstanding status of the debtors, required maintaining of collateral, high credit-risk debtors with a high attention by the Group’s management, and the default.

Increase (decrease) of allowance for expected credit losses is recorded as expenses during the period in the statement of comprehensive income.

Impairment of financial guarantee contracts

The Company estimates the expected credit losses of financial guarantee contracts based on the present value of the payments expected to be made to the holder of the contract if a default occurs, discounted using a risk-adjusted interest rate relevant to the exposure. The calculation is made using a probability-weighting. The expected credit losses related to financial guarantee contracts are recognised under provisions - related party (if any).

Offsetting of financial instruments

Financial assets and financial liabilities are offset, and the net amount is reported in the statement of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

4.25 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between buyer and seller (market participants) at the measurement date. The Group apply a quoted market price in an active market to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in case of no active market of an identical asset or liability or when a quoted market price is not available, the Group measure fair value using valuation technique that are appropriate in the circumstances and maximises the use of relevant observable inputs related to assets and liabilities that are required to be measured at fair value.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy into three levels based on categorise of input to be used in fair value measurement as follows:

- Level 1 - Use of quoted market prices in an active market for such assets or liabilities
- Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly
- Level 3 - Use of unobservable inputs such as estimates of future cash flows

At the end of each reporting period, the Group determine whether transfers have occurred between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

5. Significant accounting judgements and estimates

The preparation of financial statements in conformity with financial reporting standards at times requires management to make subjective judgements and estimates regarding matters that are inherently uncertain. These judgements and estimates affect reported amounts and disclosures; and actual results could differ from these estimates. Significant judgements and estimates are as follows:

Leases

Determining the lease term with extension and termination options

In determining the lease term, the management is required to exercise judgement in assessing whether the Group is reasonably certain to exercise the option to extend or terminate the lease considering all relevant facts and circumstances that create an economic incentive for the Group to exercise either the extension or termination option.

Estimating the incremental borrowing rate

The Group cannot readily determine the interest rate implicit in the lease, therefore, the management is required to exercise judgement in estimating its incremental borrowing rate to discount lease liabilities. The incremental borrowing rate is the rate of interest that the Group would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment.

Allowance for expected credit losses of securities and derivatives business receivables

Allowance for expected credit losses of securities and derivatives business receivables are intended to adjust the values of loans and receivables for probable credit losses. The management needs to make judgement to establish reserves for estimated losses for each outstanding loan and receivable by taking into account collection risk and the value of the securities used as collateral. However, the use of different estimates and assumptions could affect the amounts of allowance for expected credit losses and adjustments to the allowance for expected credit losses may therefore be required in the future.

Fair value of financial instruments

In determining the fair value of financial instruments recognised in the statement of financial position that are not actively traded and for which quoted market prices are not readily available, the management exercise judgement, using a variety of valuation techniques and models. The input to these models is taken from observable markets, and includes consideration of credit risk, liquidity, correlation and longer-term volatility of financial instruments. Change in assumptions about these factors could affect the fair value recognised in the statement of financial position and disclosures of fair value hierarchy.

Premises improvement and equipment and depreciation

The management is required to review premises improvement and equipment for impairment on a periodical basis and record impairment losses in the period when it is determined that their recoverable amount is lower than the carrying amount. This requires judgements regarding forecast of future revenues and expenses relating to the assets subject to the review.

Goodwill and intangible assets

The initial recognition and measurement of goodwill and other intangible assets, and subsequent impairment testing, require management to make estimates of cash flows to be generated by the asset or the cash generating units and to choose a suitable discount rate in order to calculate the present value of those cash flows.

Deferred tax assets

Deferred tax assets are recognised for deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the temporary differences and losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of estimate future taxable profits.

Recognition and derecognising of assets and liabilities

In considering whether to recognise or to derecognise assets or liabilities, the management is required to make judgement on whether the subsidiary significant risk and rewards of those assets or liabilities have been transferred, based on their best knowledge of the current events and arrangements.

Post employment benefits under defined benefit plans

The obligation under the defined benefit plan is determined based on actuarial techniques. Such determination is made based on various assumptions, including discount rate, future salary increase rate, mortality rate and staff turnover rate.

6. Related party transactions

The relationships between the Company and its related parties that have significant business transactions during the years 2023 and 2022 are summarised below:

| Name of related parties | Relationship |
|---|-------------------------------------|
| Trinity Securities Company Limited | Subsidiary |
| Trinity Advisory 2001 Company Limited | Subsidiary (To date 28 August 2023) |
| Trinity Intelligence Plus Company Limited | Subsidiary |
| Trinity One Company Limited | Subsidiary |
| Asset Backed Holdings Limited | Subsidiary |
| Tree Money Holding Company Limited | Joint Venture |
| Conduit Management Service Limited | Under the control of a subsidiary |
| Zennite Company Limited (formerly known as “Digital Asset Management Company Limited”) | Associate |
| Thaitex CBD Smart Farm Company Limited | Associate |

During the years, the Group had significant business transactions with related parties, which have been concluded on commercial terms and bases agreed upon in the ordinary course of businesses between the Company and those parties. Below is a summary of those transactions.

| | (Unit: Thousand Baht) | | | | Transfer Pricing Policy |
|---|-----------------------------------|--------|-------------------------------|--------|---|
| | Consolidated financial statements | | Separate financial statements | | |
| | 2023 | 2022 | 2023 | 2022 | |
| <u>Related party transactions</u> | | | | | |
| Brokerage fees from securities business | | | | | |
| - Directors of the Group | 109 | 1,061 | - | - | At the subsidiary's normal rate charged to other clients, in accordance with Association of Thai Securities Companies' notification |
| Brokerage fees from derivatives business | | | | | |
| - Directors of the Group | 8 | 125 | - | - | At the subsidiary's normal rate charged to other clients, in accordance with Association of Thai Securities Companies' notification |
| Private fund management fees | | | | | |
| - Directors of the Group | 606 | 629 | - | - | Contract price |
| Management service income | | | | | |
| - Subsidiary | - | - | 14,400 | 14,400 | Agreed upon basis |
| - Joint venture | 11,903 | 10,792 | 11,903 | 10,792 | Agreed upon basis |
| Securities business income (fee and service income) | | | | | |

| | | | | | |
|-----------------|-------|-------|---|---|----------------|
| - Joint venture | 2,565 | 2,264 | - | - | Contract price |
|-----------------|-------|-------|---|---|----------------|

(Unit: Thousand Baht)

| | Consolidated financial statements | | Separate financial statements | | Transfer Pricing Policy |
|---------------------------------|-----------------------------------|-------|-------------------------------|--------|---|
| | 2023 | 2022 | 2023 | 2022 | |
| Underwriting fees | | | | | |
| - Joint venture | - | 6,000 | - | - | Contract price |
| Dividend income | | | | | |
| - Subsidiaries | - | - | 3,260 | 1,500 | Normal rate declared to ordinary investors |
| - Joint venture | - | 4,515 | - | 4,515 | Normal rate declared to ordinary investors |
| Interest income | | | | | |
| - Subsidiaries | - | - | 32,932 | 33,349 | Interbank rate |
| - Joint venture | - | 5,083 | - | 5,083 | MOR Plus 3.63 per annum |
| Interest expenses | | | | | |
| - Subsidiaries | - | - | 52 | 148 | Interbank rate |
| Interest expenses of debentures | | | | | |
| - Directors of the Group | 1,139 | 719 | 1,139 | 719 | Normal rate declared to ordinary investors |
| Management service expenses | | | | | |
| - Subsidiary | - | - | 2,435 | 1,665 | Agreed upon basis |
| Brokerage fee expenses | | | | | |
| - Subsidiary | - | - | 18,208 | - | At the subsidiary's normal rate charged to other clients, in accordance with Association of Thai Securities Companies' notification |

The balances of the accounts as at 31 December 2023 and 2022 between the Group and those related parties are as follows:

| | (Unit: Thousand Baht) | | | |
|--|-----------------------------------|--------|-------------------------------|---------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| <u>Outstanding balances of the transactions</u> | | | | |
| Securities and derivatives business receivables | | | | |
| Directors of the Group | 27,299 | 31,327 | - | - |
| Other receivables - subsidiaries (Note 13) | | | | |
| Trinity Securities Company Limited | - | - | 6,432 | 36,015 |
| Short-term loans to subsidiaries | | | | |
| Trinity Securities Company Limited | - | - | 277,000 | 651,000 |
| Subordinated loan to subsidiaries | | | | |
| Trinity Securities Company Limited | - | - | 500,000 | 500,000 |
| Securities and derivatives business payables | | | | |
| Directors of the Group | 4,568 | 7,884 | - | - |
| Other payables - related parties (Note 24) | | | | |
| Trinity Securities Company Limited | - | - | 8,308 | 72,700 |

| | (Unit: Thousand Baht) | | | |
|--|--------------------------------------|--------|----------------------------------|--------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Deferred income fee | | | | |
| Tree Money Holding Company Limited | 4,271 | 18,657 | 3,533 | 15,437 |
| Short-term loans from subsidiaries | | | | |
| Trinity Advisory 2001 Company Limited | - | - | - | 3,500 |
| Trinity Intelligence Plus Company Limited | - | - | 3,200 | 1,900 |
| Trinity One Company Limited | - | - | 228 | 229 |
| Unsecured debentures | | | | |
| Directors of the Group | 35,200 | 28,800 | 35,200 | 28,800 |
| Unamortised portion of deferred transaction costs | - | - | 995 | 985 |

Short-term loans to subsidiaries are due at call. Movements in the balance of the loans during the year were as follows:

| | (Unit: Thousand Baht) | | | |
|------------------------------------|------------------------------------|--------------------------------|--------------------------------|--------------------------------------|
| | Separate financial statements | | | |
| | Balance as at 1 January 2023 | Increase during the year | Decrease during the year | Balance as at 31 December 2023 |
| Short-term loans | | | | |
| Trinity Securities Company Limited | 651,000 | 4,870,600 | (5,244,600) | 277,000 |
| Subordinated loan | | | | |
| Trinity Securities Company Limited | 500,000 | 500,000 | (500,000) | 500,000 |

Short-term loans to a subsidiary are unsecured loans, carry interest at average bond interest rate and are due at call.

Subordinated loans to a subsidiary are loans that prioritise the payment of return of capital to the Company after other ordinary creditors, in the event that the subsidiary declares bankruptcy or undergo liquidation. The loans carry interest at a rate of 3.8% per annum and are subject to covenants stipulating that they must not be secured by any assets or individuals and are due within 1 year.

Short-term loans from subsidiaries are unsecured loans, carry interest at interbank loan rate and are due at call. Movements in the balance of the loans during the year were as follows:

(Unit: Thousand Baht)

| | Separate financial statements | | | |
|---|-------------------------------|-----------------|-----------------|------------------|
| | Balance as at | Increase | Decrease | Balance as at |
| | 1 January 2023 | during the year | during the year | 31 December 2023 |
| Short-term loans | | | | |
| Trinity Advisory 2001 Company Limited | 3,500 | - | (3,500) | - |
| Trinity Intelligence Plus Company Limited | 1,900 | 7,600 | (6,300) | 3,200 |
| Trinity One Company Limited | 229 | 228 | (229) | 228 |
| | <u>5,629</u> | <u>7,828</u> | <u>(10,029)</u> | <u>3,428</u> |

Directors and management's benefits

During the years ended 31 December 2023 and 2022, the Group had employee benefit payable to their directors and management as follows:

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|--------------------------|----------------------|---------------|----------------------|--------------|
| | financial statements | | financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Short-term benefits | 48,516 | 47,566 | 5,295 | 5,220 |
| Post-employment benefits | 7,438 | 6,826 | - | - |
| Total | <u>55,954</u> | <u>54,392</u> | <u>5,295</u> | <u>5,220</u> |

The Company provided the other employee benefits to its directors and management. In the year 2023, the Company purchased liability insurance amounting to Baht 50 million for directors and management of the Group (2022: Baht 50 million).

Guarantee obligations with related party

The Company issues financial guarantees with its related party, as described in Note 38.3 to the consolidated financial statements for guarantee loans of joint venture. Financial guarantees commit the Company to make payment on behalf of the joint venture in the event of default on the payment of loans, to lenders.

The outstanding exposure of financial guarantee which is not recognised on the financial statements and corresponding allowance for expected credit losses classified by stage is as follow:

| | (Unit: Thousand Baht) | | | |
|--|--|----------|----------------------|----------|
| | Consolidated / Separate financial statements | | | |
| | 2023 | | 2022 | |
| | Outstanding exposure | ECL | Outstanding exposure | ECL |
| No significant increase in credit risk (Performing) | 400,000 | - | 700,000 | - |
| Significant increase in credit risk (Under-performing) | - | - | - | - |
| Credit-impaired (Non-performing) | - | - | - | - |
| Total | 400,000 | - | 700,000 | - |

7. Cash and cash equivalents

| | (Unit: Thousand Baht) | | | |
|---|-----------------------------------|----------------|-------------------------------|--------------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Cash on hand | 168 | 168 | - | - |
| Deposits at financial institutions | 451,388 | 589,190 | 5,049 | 1,652 |
| Total cash and cash equivalents | 451,556 | 589,358 | 5,049 | 1,652 |
| Less: Deposits for customers' account of subsidiary | (366,928) | (410,581) | - | - |
| Net cash and cash equivalents | 84,628 | 178,777 | 5,049 | 1,652 |

8. Investments

8.1 Fair value of obligated investments in equity securities

| | (Unit: Thousand Baht) | | | |
|---|-----------------------------------|--------------|--------------------------------|----------|
| | Consolidated financial statements | | Separated financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Securities borrowing and not yet due | | | | |
| Equity securities ⁽¹⁾ | - | 7,774 | - | - |
| Total obligated investments | - | 7,774 | - | - |

⁽¹⁾ Fair value of securities borrowed but has not yet to be transferred was measured at fair value using Level 1 input.

8.2 Cost and fair value

(Unit: Thousand Baht)

| | Consolidated financial statements | | Separate financial statements | |
|---|-----------------------------------|----------------|-------------------------------|----------------|
| | 2023 | 2022 | 2023 | 2022 |
| Current investments | | | | |
| Investments measured at FVTPL | | | | |
| Equity securities - Trading securities | | | | |
| Unit trusts | - | 851 | - | 851 |
| Listed securities | 359,651 | 687,541 | 156,197 | 250,242 |
| Total equity securities | 359,651 | 688,392 | 156,197 | 251,093 |
| Debt securities measured at FVTPL | | | | |
| Unit trusts | 2,860 | 3,430 | - | - |
| Foreign debt securities | 8,974 | 7,031 | 8,974 | 7,031 |
| Total debt securities | 11,834 | 10,461 | 8,974 | 7,031 |
| Total investments measured at FVTPL | 371,485 | 698,853 | 165,171 | 258,124 |
| Investments measured at amortised cost | | | | |
| Fixed deposits | 200,000 | 650,000 | - | - |
| Debt securities | | | | |
| Bills of exchange | 1,415 | 25,370 | - | - |
| Debentures | 56,976 | 56,984 | - | - |
| Government bonds | 149,365 | 149,178 | - | - |
| Less: Investments of customer's account of the subsidiary | (349,365) | (799,178) | - | - |
| Total investments measured at amortised cost | 58,391 | 82,354 | - | - |
| Total current investments | 429,876 | 781,207 | 165,171 | 258,124 |
| Long-term investments | | | | |
| Investments measured at FVTPL | | | | |
| Debt securities measured at FVTPL | | | | |
| Convertible loan | 105,000 | 95,000 | 105,000 | 95,000 |
| Total investments measured at FVTPL | 105,000 | 95,000 | 105,000 | 95,000 |
| Investments measured at FVOCI | | | | |
| Listed securities | 117,875 | 114,481 | 50,500 | 51,500 |
| Non-listed securities | 70,974 | 10,066 | 70,324 | 9,415 |
| Total investments measured at FVOCI | 188,849 | 124,547 | 120,824 | 60,915 |
| Total long-term investments | 293,849 | 219,547 | 225,824 | 155,915 |

As at 31 December 2023 and 2022, the Group has trading securities that has a business going concern problem. The cost is Baht 80 million (the Company only: Baht 80 million), the Group has fully set up allowance for impairment of such investments.

Equity instruments designated at FVOCI include listed and non-listed securities investments which the Company considers as long-term investments.

8.3 As at 31 December 2023 and 2022, investments in fixed deposits with financial institutions and debt securities (exclude investments measured at FVTPL) classified by the remaining period to maturities of contracts.

(Unit: Thousand Baht)

| | Consolidated financial statements | | | |
|---|-----------------------------------|-------------|--------------|---------------|
| | 2023 | | | |
| | Period to maturity | | | Total |
| | Within 1 year | 1 - 5 years | Over 5 years | |
| Investments measured at amortised cost | | | | |
| Fixed deposits | 200,000 | - | - | 200,000 |
| Bills of exchange | 1,415 | - | - | 1,415 |
| Debentures | 56,976 | - | - | 56,976 |
| Government bonds | 149,365 | - | - | 149,365 |
| Less: Investments of customer's account of the subsidiary | (349,365) | - | - | (349,365) |
| Total | 58,391 | - | - | 58,391 |

(Unit: Thousand Baht)

| | Consolidated financial statements | | | |
|---|-----------------------------------|-------------|--------------|---------------|
| | 2022 | | | |
| | Period to maturity | | | Total |
| | Within 1 year | 1 - 5 years | Over 5 years | |
| Investments measured at amortised cost | | | | |
| Fixed deposits | 650,000 | - | - | 650,000 |
| Bills of exchange | 25,370 | - | - | 25,370 |
| Debentures | 56,984 | - | - | 56,984 |
| Government bonds | 149,178 | - | - | 149,178 |
| Less: Investments of customer's account of the subsidiary | (799,178) | - | - | (799,178) |
| Total | 82,354 | - | - | 82,354 |

8.4 Unrealised gain (loss) on revaluation of investments measured at FVOCI recognised in shareholders' equity

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|---|----------------------|-----------------|----------------------|-----------------|
| | financial statements | | financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Balance - beginning of the year | (49,387) | (54,617) | (49,387) | (54,617) |
| Changes during the year (net of income tax) | | | | |
| - from revaluation | 2,802 | 3,803 | (713) | 931 |
| - from disposals | - | 1,427 | - | - |
| Share of other comprehensive income | | | | |
| from investments in subsidiaries | - | - | 3,515 | 4,299 |
| Balance - end of the year | (46,585) | (49,387) | (46,585) | (49,387) |

8.5 Investments in equity securities measured at FVOCI

(Unit: Thousand Baht)

| Consolidated financial statements | | | |
|-----------------------------------|----------------|-----------------|--|
| 2023 | | | |
| Investments | Fair value | Dividend income | Retained earnings or deficit transferred within owner's equity during the year from sales of investments |
| Industries | | | |
| Resource | 36,643 | 1,538 | - |
| Financial | 40,256 | 1,219 | - |
| Industrials | 50,500 | 4,000 | - |
| Technology | 60,800 | - | - |
| Others | 650 | - | - |
| Total | 188,849 | 6,757 | - |

(Unit: Thousand Baht)

| Consolidated financial statements | | | |
|-----------------------------------|----------------|-----------------|--|
| 2022 | | | |
| Investments | Fair value | Dividend income | Retained earnings or deficit transferred within owner's equity during the year from sales of investments |
| Industries | | | |
| Resource | 33,825 | 2,783 | (1,427) |
| Financial | 38,571 | 1,048 | - |
| Industrials | 51,500 | 3,000 | - |
| Others | 651 | - | - |
| Total | 124,547 | 6,831 | (1,427) |

(Unit: Thousand Baht)

| Separate financial statements | | | |
|-------------------------------|------------|-----------------|--|
| 2023 | | | |
| Investments | Fair value | Dividend income | Retained earnings or deficit transferred within owner's equity during the year from sales of investments |
| Industries | | | |
| Financial | 9,524 | 234 | - |
| Industrials | 50,500 | 4,000 | - |
| Technology | 60,800 | - | - |
| Total | 120,824 | 4,234 | - |

(Unit: Thousand Baht)

| Separate financial statements | | | |
|-------------------------------|------------|-----------------|--|
| 2022 | | | |
| Investments | Fair value | Dividend income | Retained earnings or deficit transferred within owner's equity during the year from sales of investments |
| Industries | | | |
| Financial | 9,415 | 257 | - |
| Industrials | 51,500 | 3,000 | - |
| Total | 60,915 | 3,257 | - |

9. Receivables from Clearing House and broker - dealers

(Unit: Thousand Baht)

| | Consolidated financial statements | |
|--|--------------------------------------|----------|
| | 2023 | 2022 |
| Receivables from Clearing House | 79,429 | 67,041 |
| Less: Receivables from Clearing House for customers' accounts of the subsidiary | (22,602) | (48,241) |
| Receivables from Clearing House and broker - dealers | 56,827 | 18,800 |

10. Securities and derivatives business receivables

| | (Unit: Thousand Baht) | |
|---|-----------------------|-----------|
| | Consolidated | |
| | financial statements | |
| | 2023 | 2022 |
| Securities business receivables | | |
| Cash customers' accounts | 98,752 | 292,495 |
| Credit balance accounts | 2,446,655 | 3,721,165 |
| Collateral receivables | - | 8,678 |
| Other receivables | 788,599 | 556,764 |
| Total securities business receivables | 3,334,006 | 4,579,102 |
| Less: Allowance for expected credit losses | (294,154) | (61,969) |
| Net securities business receivables | 3,039,852 | 4,517,133 |
| Derivatives business receivables | | |
| Derivatives business receivables | 936 | 3,438 |
| Other receivables | 2,716 | 2,822 |
| Total derivatives business receivables | 3,652 | 6,260 |
| Net securities and derivatives business receivables | 3,043,504 | 4,523,393 |

Securities and derivatives business receivables of Trinity Securities Company Limited, which is a subsidiary of the Company, as presented in the consolidated financial statements as at 31 December 2023 in the amount of Baht 3,044 million (2022: Baht 4,523 million), included securities business receivables amounting to Baht 479 million that had defaulted on payments of outstanding positions resulting from purchase orders made for shares of a listed company that the Stock Exchange of Thailand ("SET") identified as potentially abnormal purchase and sale transactions in November 2022. On 15 November 2022, the subsidiary filed a complaint alleging fraudulent conduct with the Economic Crime Suppression Division of the Central Investigation Bureau ("ECD"), requesting to proceed with a case against the receivable and any other individuals involved or previously involved with the receivable for the fraud under the Criminal Code with a nature of regular or business conduct, which is a predicate offense under the Anti-Money Laundering Act B.E.2542 (1999). In addition, on 10 February 2023, the Securities and Exchange Commission ("SEC") stated to the ECD that the receivable and 18 co-offenders had caused the general public to misunderstand the price or volume of securities transactions, thereby violating the Securities and Exchange Act B.E.2535 (1992) and constitutes an unfair practice that constitutes a criminal offense under the Anti-Money Laundering Act B.E.2542 (1999). The SEC reported the case to the Anti-Money Laundering Office ("AMLO") for further action.

Subsequently, on 16 February 2023, the special prosecutor under the Office of the Attorney General determined that the gathered evidence showed that the accused and its associates involved or previously involved with the offender of the fraudulent activities, and therefore filed a petition with the court. Moreover, on 16 February 2023, the Civil Court issued an emergency motion for the temporary seizure and attachment of assets related to the alleged wrongdoing until it is otherwise adjudicated. On the same date, the subsidiary filed a petition for protection of its rights from the predicate offense and submitted supporting evidence that details the damage incurred and the amount of damages suffered to the authorities at the AMLO. This action was taken to enable the AMLO and the public prosecutor to pursue legal action to obtain compensatory damages.

On 27 June 2023, the SEC filed an accusation the 32 offenders with the ECD, which resulted from the SEC's review of additional offenses related to manipulate the price or volume of "MORE" securities. In addition, evidence substantiating the collaboration among these offenders to manipulate the price or volume of "MORE" securities was discovered during the period from 18 July 2022 to 10 November 2022. These offenders submitted trading orders in a continuous manner, leading the general public to misunderstand the price or volume of securities transactions, for the purpose of making the price or volume of "MORE" deviate from the market's normal condition. This violates Section 244/3 (1) and (2) in conjunction with Section 244/5 and Section 244/6 (as the case may be) of the Securities and Exchange Act. The benefits that all individuals received or should receive represent a total of approximately Baht 800 million. Consequently, the SEC filed an accusation against the 32 offenders with the ECD for further legal proceedings. Additionally, the SEC reported the case to the AMLO for further action as these offenses constitute an unfair practice in trading securities and derivatives.

On 28 August 2023, the court scheduled a hearing of the petition or the establishment of the course of prosecution. The court has scheduled the examination of witnesses for the petitioner and the respondent, for the period from October 2024 to March 2025. Subsequently, on 4 October 2023, the SEC announced the progress that the Department of Special Investigation ("DST") had received the case as special case.

Subsequently, the subsidiary received a letter from the AMLO dated 21 November 2023 regarding the outcome of the investigation. The letter informed the subsidiary of the decision that the subsidiary was a victim of the primary offense in such case, resulting in damages of Baht 478.5 million. Any recoverable damages or compensation will be distributed proportionately.

The management of the Company and the subsidiary have determined that this event is an abnormal transaction, as it was carried out with fraudulent intent. Such conduct is prohibited by law and runs counter to public order and good morals. Therefore this event must be cancelled and the transaction must be treated as if it had never occurred. Setting up the allowance for expected credit losses may have an adverse affect on the case that the subsidiary has filed with the AMLO on 16 February 2023, seeking protection of its rights from the predicate offense. It may also adversely affect the case under which the subsidiary has filed the complaint alleging fraudulent conduct with the ECD. Since the setting up the allowance for expected credit losses could be interpreted as the subsidiary's acceptance of the disputed transactions as being valid, along with the acceptance of the damage caused. In this regard, the subsidiary has not recorded any allowance for expected credit losses related to the overdue securities business receivables mentioned above. The management of the Company and the subsidiary believe that there is a high probability that this transaction will be cancelled and treated as if it had never occurred. The overdue amount is expected to be fully reimbursed from assets totaling Baht 4,470.87 million with interest thereon, which are seized in accordance with the court order, which is the result of the cooperation and coordination of all relevant regulators and presentation of evidence proving the wrongdoing of the offenders, leading to legal proceedings that result in the attachment of assets in accordance with the court order.

10.1 The classification of securities and derivative business receivables

As at 31 December 2023 and 2022, Trinity Securities Company Limited, the Company's subsidiary, has classified securities and derivative business receivables in accordance with TFRS 9 as follows:

(Unit: Thousand Baht)

| | Consolidated financial statements | | |
|--|--|--|---|
| | 2023 | | |
| | Securities and derivatives business receivables and interest receivables | Receivables amount to be considered setting up of allowance for expected credit losses | Allowance for expected credit losses amount |
| <u>Securities business receivables</u> | | | |
| Performing debts | 2,264,458 | 2,264,458 | 3 |
| Under-performing debts | 775,397 | 775,397 | - |
| Non-performing debts | 294,151 | 294,151 | 294,151 |
| Total | 3,334,006 | 3,334,006 | 294,154 |

(Unit: Thousand Baht)

| Consolidated financial statements | | | |
|---|--|--|---|
| 2023 | | | |
| | Securities and derivatives business receivables and interest receivables | Receivables amount to be considered setting up of allowance for expected credit losses | Allowance for expected credit losses amount |
| <u>Derivatives business receivables</u> | | | |
| Performing debts | 931 | 931 | - |
| Under-performing debts | 2,721 | 2,721 | - |
| Total | 3,652 | 3,652 | - |
| Total securities and derivatives business receivables | 3,337,658 | 3,337,658 | 294,154 |

(Unit: Thousand Baht)

| Consolidated financial statements | | | |
|---|--|--|---|
| 2022 | | | |
| | Securities and derivatives business receivables and interest receivables | Receivables amount to be considered setting up of allowance for expected credit losses | Allowance for expected credit losses amount |
| <u>Securities business receivables</u> | | | |
| Performing debts | 3,504,377 | 3,504,377 | - |
| Under-performing debts | 1,012,758 | 1,012,758 | - |
| Non-performing debts | 61,969 | 61,969 | 61,969 |
| Total | 4,579,104 | 4,579,104 | 61,969 |
| <u>Derivatives business receivables</u> | | | |
| Performing debts | 1,610 | 1,610 | - |
| Under-performing debts | 4,650 | 4,650 | - |
| Total | 6,260 | 6,260 | - |
| Total securities and derivatives business receivables | 4,585,364 | 4,585,364 | 61,969 |

11. Allowance for expected credit losses

Details of allowance for expected credit losses as at 31 December 2023 and 2022 are summarised below.

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|------------------------------------|----------------------|---------------|----------------------|----------|
| | financial statements | | financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Securities and derivative business | | | | |
| receivables | 294,154 | 61,969 | - | - |
| Accrued income | 518 | 225 | - | - |
| Loans to others | 6,531 | - | 6,531 | - |
| Total | 301,203 | 62,194 | 6,531 | - |

Movements of allowance for expected credit losses during the years ended 31 December 2023 and 2022 are summarised below.

(Unit: Thousand Baht)

| | Consolidated financial statements | | | | |
|--|--------------------------------------|------------------|----------------|------------------|---------|
| | Allowance for expected credit losses | | | | |
| | Performing | Under-performing | Non-performing | General approach | Total |
| Balance as at 1 January 2022 | 1 | - | 61,969 | - | 61,970 |
| Changes in allowance of expected credit losses | (1) | - | - | 225 | 224 |
| Balance as at 31 December 2022 | - | - | 61,969 | 225 | 62,194 |
| Changes in allowance of expected credit losses | 3 | 6,531 | 232,182 | 293 | 239,009 |
| Balance as at 31 December 2023 | 3 | 6,531 | 294,151 | 518 | 301,203 |

(Unit: Thousand Baht)

| | Separate financial statements | | | | |
|--|--------------------------------------|------------------|----------------|------------------|-------|
| | Allowance for expected credit losses | | | | |
| | Performing | Under-performing | Non-performing | General approach | Total |
| Balance as at 1 January 2022 | - | - | - | - | - |
| Balance as at 31 December 2022 | - | - | - | - | - |
| Changes in allowance of expected credit losses | - | 6,531 | - | - | 6,531 |
| Balance as at 31 December 2023 | - | 6,531 | - | - | 6,531 |

12. Derivatives assets and liabilities

12.1 Derivatives assets and liabilities for trading

(Unit: Thousand Baht)

| | Consolidated financial statements | | | | | | | |
|----------------------------------|-----------------------------------|-----------------|-------------|-----------------|--------------|-----------------|--------------|-----------------|
| | 2023 | | | | 2022 | | | |
| | Assets | | Liabilities | | Assets | | Liabilities | |
| | Fair value | Notional amount | Fair value | Notional amount | Fair value | Notional amount | Fair value | Notional amount |
| <u>Equity securities</u> | | | | | | | | |
| Warrants | 982 | 16,364 | - | - | 2,336 | 3,503 | - | - |
| <u>Exchange rate</u> | | | | | | | | |
| Forward contracts ⁽¹⁾ | 1,058 | 169,261 | 862 | 138,240 | 1,427 | 238,370 | 1,696 | 284,225 |
| Total | 2,040 | 185,625 | 862 | 138,240 | 3,763 | 241,873 | 1,696 | 284,225 |

⁽¹⁾ Forward contracts on behalf of the subsidiary for the Company and clients' portfolio of the subsidiary in full amount.

(Unit: Thousand Baht)

| | Separate financial statements | | | | | | | |
|----------------------------------|-------------------------------|-----------------|-------------|-----------------|------------|-----------------|-------------|-----------------|
| | 2023 | | | | 2022 | | | |
| | Assets | | Liabilities | | Assets | | Liabilities | |
| | Fair value | Notional amount | Fair value | Notional amount | Fair value | Notional amount | Fair value | Notional amount |
| <u>Equity securities</u> | | | | | | | | |
| Warrants | 982 | 16,364 | - | - | - | - | - | - |
| <u>Exchange rate</u> | | | | | | | | |
| Forward contracts ⁽¹⁾ | 196 | 31,021 | - | - | - | - | 269 | 45,855 |
| Total | 1,178 | 47,385 | - | - | - | - | 269 | 45,855 |

⁽¹⁾ Forward contracts on behalf of the subsidiary for the Company.

12.2 Portion of derivative trading transactions separated by type of contract party

(Unit: Percent)

| Type of derivatives | Consolidated financial statements | | | |
|-------------------------------------|-----------------------------------|-------------|----------------------------|-------------|
| | 2023 | | 2022 | |
| | Portion of notional amount | | Portion of notional amount | |
| | Assets | Liabilities | Assets | Liabilities |
| Clearing House and broker - dealers | 9 | - | 1 | - |
| Financial institutions | 91 | 100 | 99 | 100 |
| Total | 100 | 100 | 100 | 100 |

(Unit: Percent)

| Type of derivatives | Separate financial statements | | | |
|-------------------------------------|-------------------------------|-------------|----------------------------|-------------|
| | 2023 | | 2022 | |
| | Portion of notional amount | | Portion of notional amount | |
| | Assets | Liabilities | Assets | Liabilities |
| Clearing House and broker - dealers | 35 | - | - | - |
| Financial institutions | 65 | - | - | 100 |
| Total | 100 | - | - | 100 |

13. Other receivables

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|--|----------------------|--------|----------------------|--------|
| | financial statements | | financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Accrued income and dividend receivable | 58,235 | 49,120 | 40,293 | 28,745 |
| Collateral receivables for trading of inventories - digital assets | 2,342 | 1,478 | 2,342 | 1,478 |
| Collateral receivables for trading of investments | 41,475 | 11,270 | 41,475 | 11,270 |
| Other receivables - subsidiaries (Note 6) | - | - | 6,432 | 36,015 |
| Less: Allowance for expected credit losses | (518) | (225) | - | - |
| Total other receivables | 101,534 | 61,643 | 90,542 | 77,508 |

14. Loans to others

As at 31 December 2023, the Company has loans to unrelated companies and individuals which carry interest at MOR to MOR plus 2.00% per annum (2022: MOR to MOR plus 3.50% per annum) and are secured by the pledges of listed and non-listed securities, with details as follows:

(Unit: Thousand Baht)

| | Consolidated / Separate | | | |
|---|-------------------------|---------------|----------------------|-----------|
| | Repayment within | | financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Short-term loans to others | December 2024 | December 2023 | 878,913 | 1,125,557 |
| Less : Allowance for expected credit losses | | | (6,531) | - |
| Total | | | 872,382 | 1,125,557 |

14.1 The classification of loans to others and accrued interest income

(Unit: Thousand Baht)

| | Consolidated/ Separate financial statements | | |
|------------------------|---|--|---|
| | 2023 | | |
| | Loans to others and accrued interest income | Receivables amount to be considered setting up of allowance for expected credit losses | Allowance for expected credit losses amount |
| Performing debts | 873,832 | 873,832 | - |
| Under-performing debts | 30,915 | 30,915 | 6,531 |
| Non-performing debts | - | - | - |
| Total | 904,747 | 904,747 | 6,531 |

(Unit: Thousand Baht)

| | Consolidated/ Separate financial statements | | |
|------------------------|---|--|---|
| | 2022 | | |
| | Loans to others and accrued interest income | Receivables amount to be considered setting up of allowance for expected credit losses | Allowance for expected credit losses amount |
| Performing debts | 1,145,883 | 1,145,883 | - |
| Under-performing debts | - | - | - |
| Non-performing debts | - | - | - |
| Total | 1,145,883 | 1,145,883 | - |

15. Digital assets inventories

During the year 2023 and 2022, the Company has invested in digital assets, are as follows:

(Unit: Thousand Baht)

| | Consolidated /Separate financial statements | |
|---|---|--------------|
| | 2023 | 2022 |
| Cryptocurrencies | | |
| Cost | 9,589 | 10,383 |
| Less: Reduce cost to net realisable value | - | (3,063) |
| Total | 9,589 | 7,320 |

16. Investments in subsidiaries

16.1 Details of investments in subsidiaries as presented in the separate financial statements

(Unit: Thousand Baht)

| Company's name | Paid-up capital | | Shareholding percentage | | Cost | | Carrying amounts based on the equity method | |
|---|-----------------|-----------|-------------------------|------|------------------|------------------|---|------------------|
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| | | | (%) | (%) | | | | |
| Trinity Securities Company Limited | 1,200,000 | 1,200,000 | 99.9 | 99.9 | 1,176,101 | 1,176,101 | 1,532,993 | 1,688,969 |
| Trinity Advisory 2001 Company Limited | - | 2,500 | - | 99.9 | - | 2,557 | - | 3,761 |
| Trinity Intelligence Plus Company Limited | 3,000 | 3,000 | 99.9 | 99.9 | 3,043 | 3,043 | 5,256 | 5,784 |
| Trinity One Company Limited | 250 | 250 | 99.9 | 99.9 | 250 | 250 | 224 | 225 |
| Asset Backed Holdings Limited | 10,000 | 10,000 | 99.9 | 99.9 | 6,132 | 6,132 | 5,061 | 5,219 |
| Total | | | | | <u>1,185,526</u> | <u>1,188,083</u> | <u>1,543,534</u> | <u>1,703,958</u> |

16.2 Share of comprehensive income and dividend received

During the years, the Company has recognised its share of comprehensive income from investment in subsidiaries in the separate financial statements and dividend income from subsidiaries as follows:

(Unit: Thousand Baht)

| Subsidiaries | Separate financial statements | | | | | |
|---|-------------------------------|----------------|-------------------------------------|--------------|-------------------|--------------|
| | Share of profit or loss | | Share of other comprehensive income | | Dividend received | |
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| Trinity Securities Company Limited | (157,369) | 125,151 | 1,393 | 2,872 | - | - |
| Trinity Advisory 2001 Company Limited | (1) | 98 | - | - | 1,260 | 500 |
| Trinity Intelligence Plus Company Limited | (761) | 866 | 233 | - | - | - |
| Trinity One Company Limited | (1) | (2) | - | - | - | - |
| Asset Backed Holdings Limited | 1,842 | 1,720 | - | - | 2,000 | 1,000 |
| Total | <u>(156,290)</u> | <u>127,833</u> | <u>1,626</u> | <u>2,872</u> | <u>3,260</u> | <u>1,500</u> |

Details of share of comprehensive income from investments in subsidiaries as follows:

(Unit: Thousand Baht)

| | Separate financial statements | |
|--|-------------------------------|--------------|
| | 2023 | 2022 |
| Share of actuarial loss from subsidiaries | (1,888) | - |
| Share of other comprehensive income from investments in subsidiary | 3,514 | 4,299 |
| Loss on disposal of equity investments designated at fair value through other comprehensive income of subsidiary | - | (1,427) |
| Total | <u>1,626</u> | <u>2,872</u> |

17. Investments in joint venture

17.1 Details of investments in joint venture:

Investments in joint venture represent investments in entities which are jointly controlled by the Company and other companies. Details of these investments are as follows:

(Unit: Thousand Baht)

| Joint venture | Nature of business | Consolidated / Separate financial statements | | | | | |
|------------------------------------|---|--|-------|--------|--------|---|--------|
| | | Shareholding percentage | | Cost | | Carrying amounts based on equity method | |
| | | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| | | (%) | (%) | | | | |
| Tree Money Holding Company Limited | Investing in companies that providing pico finance services | 30.07 | 30.07 | 21,500 | 21,500 | 50,125 | 49,125 |

On 1 July 2019 the Company entered into Shareholder Agreement of Tree Money Holding Company Limited with an individual, to invest in 215,000 newly-issued ordinary shares at a par value of Baht 100 each of such company for Baht 21.5 million, representing 30.07% of the issued and paid-up share capital of such company after the capital increase. The Company decided that under the terms of the Shareholder Agreement, this company is jointly controlled by the Company and the individual, and the Company therefore presents the investment in this company as investment in joint venture. The joint venture is principally engaged in investment in other companies. As at investment date, the joint venture had 18 subsidiaries that are principally engaged in the provision of pico finance services in 6 provinces (2022: 18 subsidiaries in 6 provinces), and one subsidiary that is principally engaged in the provision of related services. Providers of pico finance require permission from and under the supervision of the Ministry of Finance and providers are required to strictly comply with the related rules and conditions in the announcements issued by the Ministry of Finance and the Fiscal Policy Office.

17.2 Share of comprehensive income and dividend received

During the years, the Company recognised its share of comprehensive income from investment in the joint venture in the consolidated and separate financial statements and dividend income from the joint venture as follows:

(Unit: Thousand Baht)

| Joint venture | Consolidated / Separate financial statements | | | | | |
|--------------------|--|--------|-------------------------------------|------|-------------------|-------|
| | Share of profit | | Share of other comprehensive income | | Dividend received | |
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| Tree Money Holding | 1,000 | 14,824 | - | (35) | - | 4,515 |

17.3 Summarised financial information about material joint ventures

Summarised information about financial position

| | (Unit: Million Baht) | |
|--|---------------------------------------|------------|
| | Tree Money Holding Company Limited | |
| | 2023 | 2022 |
| Cash and cash equivalent | 112 | 211 |
| Loans and interest receivables - net | 424 | 627 |
| Other current assets | 5 | 6 |
| Other non-current assets | 70 | 84 |
| Short-term loans | (398) | (680) |
| Other current liabilities | (20) | (52) |
| Other non-current liabilities | (8) | (16) |
| Non-controlling interests | (16) | (12) |
| Net assets | 169 | 168 |
| Shareholding percentage (%) | 30.07 | 30.07 |
| Share of net assets | 51 | 51 |
| Carrying amounts of joint ventures based on equity method | 51 | 51 |

Summarised information about comprehensive income

| | (Unit: Million Baht) | |
|--|---------------------------------------|-------|
| | For the year ended 31 December | |
| | Tree Money Holding Company Limited | |
| | 2023 | 2022 |
| Interest income | 164 | 224 |
| Service income | 86 | 173 |
| Administrative expenses | (101) | (95) |
| Interest expense | (60) | (58) |
| Expected credit loss | (72) | (176) |
| Income tax expense | (10) | (15) |
| Profit | 7 | 53 |
| Other comprehensive income | - | - |
| Total comprehensive income | 7 | 53 |
| Less: Non-controlling interests | (4) | (11) |
| Total comprehensive income attributable to shareholders of the parent company | 3 | 42 |
| Adjustment of net profit | - | 7 |
| Total comprehensive income after adjustment | 3 | 49 |

As at 31 December 2023, the Company has commitments and contingent liabilities relating to its interests in joint ventures, as described in Note 38.3 to the consolidated financial statements.

18. Investments in associates

18.1 Details of associates

(Unit: Thousand Baht)

| Company's name | Country of incorporation | Consolidated / Separate financial statements | | | | | |
|---|--------------------------|--|-------|---------------|---------------|---|---------------|
| | | Shareholding percentage | | Cost | | Carrying amounts based on equity method | |
| | | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| | | (%) | (%) | | | | |
| Zennite Company Limited (formerly known as "Digital Asset Management Company Limited") | Thailand | 28.34 | 23.56 | 16,000 | 12,500 | 18,441 | 12,346 |
| Thaitex CBD Smart Farm Company Limited | Thailand | 20.00 | - | 10,000 | - | 8,031 | - |
| Total | | | | 26,000 | 12,500 | 26,472 | 12,346 |

On 2 April 2021, the Company invested in ordinary shares of Digital Asset Management Company Limited amounting to Baht 5 million, representing 18.03% of its issued and paid-up share capital. On 6 December 2022, the Company has additionally invested in such company, with total investment cost of Baht 12.5 million, representing 23.56% of its issued and paid-up share capital. The Company therefore presents the investment in this company as investment in associate. The associate's objective is to operate a business that provides platforms for wealth and human resources management.

Subsequently, on 31 May 2023, the Company made an additional investment of Baht 3.5 million in such company, for a total of Baht 16 million. As a result, the Company's shareholding percentage increased to 28.34% of its issued and paid-up share capital.

Subsequently, on 18 May 2023, Digital Asset Management Company Limited has registered to change the company name to Zennite Company Limited.

On 31 January 2023, the Company entered into the share purchase agreement to acquire newly issued ordinary shares of Thaitex CBD Smart Farm Company Limited for Baht 10 million, representing 20% of share capital of such company. The associate operates in the business of planting and/or extracting and selling flower buds, leaves, bark, stems, branches, roots, seeds, and/or products produced from cannabis and/or marijuana.

18.2 Share of comprehensive income and dividend received

During the years, the Company has recognised its share of profit/loss from investments in associate in the consolidated and separate financial statements and dividend income as follows:

(Unit: Thousand Baht)

| Associates | Consolidated financial statements | | | | Separate financial statements | |
|--|---|------------|--|----------|-----------------------------------|----------|
| | Share of profit (loss) from investments in associates during the year | | Share of other comprehensive income from investments in associates during the year | | Dividend received during the year | |
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| Zennite Company Limited (formerly known as "Digital Asset Management Company Limited") | 2,595 | 155 | - | - | - | - |
| Thaitex CBD Smart Farm Company Limited | (1,969) | - | - | - | - | - |
| Total | 626 | 155 | - | - | - | - |

19. Premises improvement and equipment

(Unit: Thousand Baht)

| | Consolidated financial statements | | | | |
|------------------------------------|-----------------------------------|------------------|----------------|-------------------------|----------|
| | Furniture and fixtures | Office equipment | Motor vehicles | Construction In process | Total |
| Cost | | | | | |
| 1 January 2022 | 40,317 | 93,048 | 18,490 | - | 151,855 |
| Additions | 332 | 3,107 | - | - | 3,439 |
| Transfers from right-of-use assets | - | - | 612 | - | 612 |
| Disposals | (66) | (680) | (2,235) | - | (2,981) |
| Write-off | (555) | (469) | - | - | (1,024) |
| 31 December 2022 | 40,028 | 95,006 | 16,867 | - | 151,901 |
| Additions | 33,106 | 26,771 | - | 8,426 | 68,303 |
| Transfers from right-of-use assets | - | - | 442 | - | 442 |
| Disposals | (709) | (33,244) | (3,900) | - | (37,853) |
| Write-off | (30,040) | (5,698) | - | - | (35,738) |
| 31 December 2023 | 42,385 | 82,835 | 13,409 | 8,426 | 147,055 |

(Unit: Thousand Baht)

| | Consolidated financial statements | | | | |
|-----------------------------------|-----------------------------------|------------------|----------------|-------------------------|----------|
| | Furniture and fixtures | Office equipment | Motor vehicles | Construction In process | Total |
| Accumulated depreciation | | | | | |
| 1 January 2022 | 39,783 | 82,150 | 11,817 | - | 133,750 |
| Depreciation for the year | 168 | 5,240 | 2,233 | - | 7,641 |
| Depreciation on disposals | (44) | (482) | (1,131) | - | (1,657) |
| Depreciation on write-off | (90) | (469) | - | - | (559) |
| 31 December 2022 | 39,817 | 86,439 | 12,919 | - | 139,175 |
| Depreciation for the year | 1,978 | 6,991 | 2,330 | - | 11,299 |
| Depreciation on disposals | (709) | (33,125) | (3,900) | - | (37,734) |
| Depreciation on write-off | (29,973) | (5,688) | - | - | (35,661) |
| 31 December 2023 | 11,113 | 54,617 | 11,349 | - | 77,079 |
| Net book value | | | | | |
| 31 December 2022 | 211 | 8,567 | 3,948 | - | 12,726 |
| 31 December 2023 | 31,272 | 28,218 | 2,060 | 8,426 | 69,976 |
| Depreciation for the years | | | | | |
| 2022 | | | | | 7,641 |
| 2023 | | | | | 11,299 |

(Unit: Thousand Baht)

| | Separate financial statements | | |
|---------------------------------|-------------------------------|----------------|-------|
| | Furniture and fixtures | Motor vehicles | Total |
| Cost | | | |
| 1 January 2022 | 3 | 1,249 | 1,252 |
| 31 December 2022 | 3 | 1,249 | 1,252 |
| 31 December 2023 | 3 | 1,249 | 1,252 |
| Accumulated depreciation | | | |
| 1 January 2022 | 3 | 1,201 | 1,204 |
| Depreciation for the year | - | 48 | 48 |
| 31 December 2022 | 3 | 1,249 | 1,252 |
| 31 December 2023 | 3 | 1,249 | 1,252 |

(Unit: Thousand Baht)

| | Separate financial statements | | |
|-----------------------------------|-------------------------------|----------------|-------|
| | Furniture and fixtures | Motor vehicles | Total |
| Net book value | | | |
| 31 December 2022 | - | - | - |
| 31 December 2023 | - | - | - |
| Depreciation for the years | | | |
| 2022 | | | 48 |
| 2023 | | | - |

As at 31 December 2023, certain premises improvement and equipment have been fully depreciated but are still in use. The gross carrying amount (before deducting accumulated amortisation) of those assets amounted to approximately Baht 59 million (2022: Baht 117 million).

20. Intangible assets

(Unit: Thousand Baht)

| | Consolidated financial statements | | | | | |
|----------------------------|-----------------------------------|-------------------|----------------|--------------------------------------|---------|---------|
| | Deferred license fee | Computer software | Digital tokens | Computer software under installation | Others | Total |
| Cost | | | | | | |
| 1 January 2022 | 250 | 37,907 | - | 4,225 | 2,186 | 44,568 |
| Additions | 500 | 354 | 3,051 | - | 375 | 4,280 |
| Write-off | (250) | - | - | - | (1,086) | (1,336) |
| 31 December 2022 | 500 | 38,261 | 3,051 | 4,225 | 1,475 | 47,512 |
| Additions | - | 37 | - | 953 | 56 | 1,046 |
| Write-off | - | - | - | - | (612) | (612) |
| 31 December 2023 | 500 | 38,298 | 3,051 | 5,178 | 919 | 47,946 |
| Amortisation | | | | | | |
| 1 January 2022 | 223 | 31,827 | - | - | 1,159 | 33,209 |
| Amortisation for the year | 65 | 1,186 | - | - | 470 | 1,721 |
| Amortisation for write-off | (250) | - | - | - | (1,086) | (1,336) |
| 31 December 2022 | 38 | 33,013 | - | - | 543 | 33,594 |
| Amortisation for the year | 100 | 1,174 | - | - | 327 | 1,601 |
| Amortisation for write-off | - | - | - | - | (612) | (612) |
| 31 December 2023 | 138 | 34,187 | - | - | 258 | 34,583 |

(Unit: Thousand Baht)

| | Consolidated financial statements | | | | | Total |
|---|-----------------------------------|----------------------|-------------------|---|--------|--------|
| | Deferred license fee | Computer software | Digital tokens | Computer software under installation | Others | |
| Net book value | | | | | | |
| 31 December 2022 | 462 | 5,248 | 3,051 | 4,225 | 932 | 13,918 |
| 31 December 2023 | 362 | 4,111 | 3,051 | 5,178 | 661 | 13,363 |
| Amortisation expense for the years | | | | | | |
| 2022 | | | | | | 1,721 |
| 2023 | | | | | | 1,601 |

As at 31 December 2023, certain computer software items have been fully amortisation but are still in use. The gross carrying amount (before deducting accumulated amortisation) of those assets amounted to approximately Baht 28 million (2022: Baht 26 million).

During the year 2022, the Company purchased digital assets - digital tokens, in the form of ready-to-use utility tokens, at a cost of Baht 3.05 million. The Company can sell and transfer 25% of these tokens after a period of 1 year and then sell and transfer the remainder daily at an average rate over the following 3 years. In the first year the maturity date is in September 2023 and the remaining amount will gradually mature over 3 years, ending in September 2026.

As at 31 December 2023, the book value of the digital assets - digital tokens under the cost method, net of accumulated allowance for impairment, is Baht 3.05 million (2022: Baht 3.05 million).

21. Goodwill

(Unit: Thousand Baht)

| | 2023 | 2022 |
|---|--------|--------|
| Goodwill - Trinity Securities Co., Ltd. | 50,865 | 50,865 |

The Company allocates goodwill acquired through business combination with indefinite useful lives to business unit which an asset's cash-generating unit to Trinity Securities Co., Ltd. for annual impairment testing.

The Company has determined the recoverable amounts of its cash-generating units based on value in use using cash flow projections from financial estimation approved by management and key assumptions relating to revenue's growth rate and discount rate.

22. Short-term borrowings from financial institutions, other short-term borrowings, short-term unsecured debentures and other long-term borrowings

(Unit: Thousand Baht)

| Type | Interest rate per annum | | Consolidated financial statements | | Separate financial statements | |
|--|----------------------------|-----------------|--------------------------------------|-----------|----------------------------------|---------|
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| | (% per annum) | (% per annum) | | | | |
| Short-term borrowings from financial institutions | | | | | | |
| Promissory notes | Inter bank rate | Inter bank rate | 1,225,000 | 2,105,000 | - | - |
| Other short-term borrowings | | | | | | |
| Bills of exchange | Inter bank rate | Inter bank rate | - | 59,416 | - | 59,416 |
| Short-term unsecured debentures | | | | | | |
| Debentures | 3.25 - 3.40 | 2.50 - 3.30 | 716,800 | 843,500 | 716,800 | 843,500 |
| Less: Unamortised portion of deferred | | | | | | |
| | transaction costs | | - | - | (247) | (209) |
| Net | | | 716,800 | 843,500 | 716,553 | 843,291 |

There is no collateral for these short-term borrowings from financial institutions, other short-term borrowings and short-term unsecured debentures and unsubordinated with debentureholders' representative debentures, remaining period to maturity within 1 year.

The Company has other long-term borrowings unsecured with details as follows:

(Unit: Thousand Baht)

| Type | Term | Maturity date | Interest rate (% per annum) | Consolidated / Separate financial statements | |
|---|-----------------|---------------|--------------------------------|---|-----------|
| | | | | 2023 | 2022 |
| Other long-term borrowings | | | | | |
| Bills of exchange | 2 years 11 days | 19 April 2023 | 3.70 | - | 128,676 |
| Less: Portion due within one year | | | | - | (128,676) |
| Other long-term borrowings - net of current portion | | | | - | - |

23. Securities and derivatives business payables

(Unit: Thousand Baht)

| | Consolidated | |
|--|----------------------|---------|
| | financial statements | |
| | 2023 | 2022 |
| Securities business payables | | |
| Cash customers' accounts | 135,968 | 204,558 |
| Total securities business payables | 135,968 | 204,558 |
| Derivatives business payables | | |
| Derivatives business payables | 1,189 | 1,331 |
| Total derivatives business payables | 1,189 | 1,331 |
| Total securities and derivatives business payables | 137,157 | 205,889 |

24. Other payables

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|--------------------------------------|----------------------|---------|----------------------|--------|
| | financial statements | | financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Accrued expenses | 44,593 | 121,298 | 13,207 | 21,000 |
| Other payables - subsidiary (Note 6) | - | - | 8,307 | 72,700 |
| Total other payables | 44,593 | 121,298 | 21,514 | 93,700 |

25. Leases

The subsidiaries have lease contracts of property used in their operation. Leases generally have lease terms between 3 - 6 years.

a) Right-of-use assets

Movement of right-of-use assets for the years ended 31 December 2023 and 2022 are summarised below:

(Unit: Thousand Baht)

| | Consolidated financial statements | | |
|---|--|----------------|----------|
| | Buildings and building improvement | Motor vehicles | Total |
| As at 1 January 2022 | 55,865 | 4,469 | 60,334 |
| Transfers to motor vehicles in equipment | - | (612) | (612) |
| Write-off | (807) | - | (807) |
| Depreciation for the year | (31,322) | (1,445) | (32,767) |
| As at 31 December 2022 | 23,736 | 2,412 | 26,148 |
| Additions | 166,336 | 8,378 | 174,714 |
| Transfers to motor vehicles in equipment | - | (442) | (442) |
| Depreciation for the year | (38,655) | (982) | (39,637) |
| As at 31 December 2023 | 151,417 | 9,366 | 160,783 |

b) Lease liabilities

(Unit: Thousand Baht)

| | Consolidated financial statements | |
|--|-----------------------------------|----------|
| | 2023 | 2022 |
| Lease payments | 194,096 | 25,423 |
| Less: Deferred interest expenses | (26,912) | (332) |
| Total | 167,184 | 25,091 |
| Less: Portion due within one year | (27,659) | (23,719) |
| Lease liabilities - net of current portion | 139,525 | 1,372 |

Movements of the lease liability account during the years ended 31 December 2023 and 2022 are summarised below:

| | (Unit: Thousand Baht) | |
|------------------------------|-----------------------|---------------|
| | Consolidated | |
| | financial statements | |
| | 2023 | 2022 |
| Balance at beginning of year | 25,091 | 57,277 |
| Additions (decrease) | 166,564 | (815) |
| Accretion of interest | 5,218 | 1,044 |
| Repayments | (29,689) | (32,415) |
| Balance at end of year | <u>167,184</u> | <u>25,091</u> |

A maturity analysis of lease payments is disclosed in Note 40.2 to the consolidated financial statements under the liquidity risk.

c) Expenses relating to leases that are recognised in profit or loss

| | (Unit: Thousand Baht) | |
|--|-----------------------|--------|
| | 2023 | 2022 |
| Depreciation expense of right-of-use assets | 39,637 | 32,767 |
| Interest expense on lease liabilities | 5,218 | 1,044 |
| Expense relating to short-term leases and low-value assets | 588 | 613 |

d) Others

The Group had total cash outflows for leases for the year ended 31 December 2023 of Baht 30 million (2022: Bath 33 million), including the cash outflow related to short-term lease and leases of low-value assets.

26. Long-term unsecured debentures

The Company has long-term unsubordinated and unsecured with debenture holders' representative debentures.

(Unit: Thousand Baht)

| Issue date | Number of debenture (units) | Interest rate (% per annum) | Term | Maturity date | Consolidated financial statements | | Separate financial statements | |
|------------------|--------------------------------|--------------------------------|--------------------------|-------------------|--------------------------------------|---------|----------------------------------|---------|
| | | | | | 2023 | 2022 | 2023 | 2022 |
| 26 January 2021 | 84,000 | 3.80 | 2 years | 26 January 2023 | - | 84,000 | - | 84,000 |
| 4 June 2021 | 100,500 | 3.80 | 2 years 2 days | 6 June 2023 | - | 100,500 | - | 100,500 |
| 16 August 2021 | 134,900 | 3.80 | 2 years | 16 August 2023 | - | 134,900 | - | 134,900 |
| 9 September 2021 | 72,500 | 3.80 | 1 year 11 months 30 days | 9 August 2023 | - | 72,500 | - | 72,500 |
| 12 December 2021 | 100,000 | 3.60 | 1 year 6 months 4 days | 6 June 2023 | - | 100,000 | - | 100,000 |
| 14 January 2022 | 202,000 | 3.80 | 2 years 1 day | 15 January 2024 | 202,000 | 202,000 | 202,000 | 202,000 |
| 9 March 2022 | 64,000 | 3.80 | 1 year 11 months 28 days | 8 March 2024 | 64,000 | 64,000 | 64,000 | 64,000 |
| 10 May 2022 | 200,000 | 3.60 | 1 year 3 months 29 days | 8 September 2023 | - | 200,000 | - | 200,000 |
| 19 July 2022 | 85,000 | 3.20 | 1 year 28 days | 16 August 2023 | - | 85,000 | - | 85,000 |
| 19 July 2022 | 139,100 | 3.80 | 2 years | 19 July 2024 | 139,100 | 139,100 | 139,100 | 139,100 |
| 16 August 2022 | 125,200 | 3.90 | 1 year 11 months 3 days | 19 July 2024 | 125,200 | 125,200 | 125,200 | 125,200 |
| 9 September 2022 | 67,100 | 3.90 | 2 years 1 day | 9 September 2024 | 67,100 | 67,100 | 67,100 | 67,100 |
| 3 October 2022 | 130,600 | 3.30 | 1 year 1 month | 3 November 2023 | - | 130,600 | - | 130,600 |
| 3 October 2022 | 139,100 | 3.60 | 1 year 5 months 5 days | 8 March 2024 | 139,100 | 139,100 | 139,100 | 139,100 |
| 26 January 2023 | 101,500 | 3.75 | 1 year 3 months 28 days | 24 May 2024 | 101,500 | - | 101,500 | - |
| 6 June 2023 | 200,000 | 3.75 | 1 year 3 months 4 days | 10 September 2024 | 200,000 | - | 200,000 | - |
| 6 June 2023 | 200,000 | 3.80 | 1 year 6 months | 6 December 2024 | 200,000 | - | 200,000 | - |

| | | | | | (Unit: Thousand Baht) | | | |
|---|---------------------|---------------|--------------------------|------------------|-----------------------|-----------|----------------------|-----------|
| | | | | | Consolidated | | Separate | |
| | | | | | financial statements | | financial statements | |
| Issue date | Number of debenture | Interest rate | Term | Maturity date | 2023 | 2022 | 2023 | 2022 |
| | | (% per annum) | | | | | | |
| | | (units) | | | | | | |
| 16 August 2023 | 41,000 | 3.80 | 1 year 5 months 29 days | 14 February 2025 | 41,000 | - | 41,000 | - |
| 16 August 2023 | 152,500 | 4.00 | 1 year 11 months 30 days | 15 August 2025 | 152,500 | - | 152,500 | - |
| 8 September 2023 | 84,700 | 4.00 | 1 year 11 months 28 days | 5 September 2025 | 84,700 | - | 84,700 | - |
| 20 October 2023 | 40,300 | 4.00 | 1 year 10 months 16 days | 5 September 2025 | 40,300 | - | 40,300 | - |
| 3 November 2023 | 119,500 | 3.47 | 1 year 3 days | 6 November 2024 | 119,500 | - | 119,500 | - |
| Total | | | | | 1,676,000 | 1,644,000 | 1,676,000 | 1,644,000 |
| Less: Unamortised portion of deferred transaction costs | | | | | - | - | (748) | (776) |
| Total long-term unsecured debentures | | | | | 1,676,000 | 1,644,000 | 1,675,252 | 1,643,224 |
| Less: Portion due within one year | | | | | (1,357,500) | (907,500) | (1,357,005) | (907,246) |
| Long-term unsecured debentures - net of current portion | | | | | 318,500 | 736,500 | 318,247 | 735,978 |

27. Provision for long-term employee benefits

Provision for long-term employee benefits, which represents compensation payable to employees after they retire, was as follows:

| | (Unit: Thousand Baht) | | | |
|---|-----------------------|---------------|----------------------|--------------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Provision for long-term employee benefits at the beginning of year | 88,779 | 88,179 | 3,168 | 2,707 |
| Included in profit or loss: | | | | |
| Current service cost | 4,676 | 4,827 | 426 | 420 |
| Interest cost | 770 | 757 | 47 | 41 |
| Included in other comprehensive income | | | | |
| Actuarial (gain) loss arising from | | | | |
| Demographic assumptions change | 3,141 | - | 574 | - |
| Financial assumptions change | (4,746) | - | (317) | - |
| Experience adjustments | 5,158 | - | 935 | - |
| Benefits paid in the year | (3,993) | (4,984) | - | - |
| Provision for long-term employee benefits at the end of year | 93,785 | 88,779 | 4,833 | 3,168 |

As at 31 December 2023, the Group expects to pay Baht 4 million of long-term employee benefit during the next year (2022: Baht 4 million).

As at 31 December 2023, the weighted average duration of the liabilities for long-term employee benefit is 6 - 12 years (the Company only: 8 years) (2022: 9 - 11 years (the Company only: 11 years)).

Significant actuarial assumptions are summarised below:

| | (Unit: Percent per annum) | | | |
|----------------------|-----------------------------------|--------------|-------------------------------|--------------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Discount rate | 2.52 - 2.76 | 1.17 - 1.49 | 2.65 | 1.49 |
| Salary increase rate | 3.00 - 4.00 | 3.00 - 4.00 | 3.00 | 3.00 |
| Turnover rate | 1.91 - 22.92 | 1.91 - 22.92 | 5.73 - 22.92 | 7.64 - 22.92 |

The result of sensitivity analysis for significant assumptions that affect the present value of the long-term employee benefit obligation as at 31 December 2023 and 2022 are summarized below:

| | Consolidated financial statements | | | |
|----------------------|-----------------------------------|---|-----------|---|
| | 2023 | | | |
| | Increase | Effect to provision for employee benefits | Decrease | Effect to provision for employee benefits |
| | (Percent) | (Thousand Baht) | (Percent) | (Thousand Baht) |
| Discount rate | 0.5 | (1,801) | 0.5 | 1,917 |
| Salary increase rate | 1.0 | 3,866 | 1.0 | (3,484) |
| Staff turnover rate | 20.0 | (3,360) | 20.0 | 3,815 |

| | Consolidated financial statements | | | |
|----------------------|-----------------------------------|---|-----------|---|
| | 2022 | | | |
| | Increase | Effect to provision for employee benefits | Decrease | Effect to provision for employee benefits |
| | (Percent) | (Thousand Baht) | (Percent) | (Thousand Baht) |
| Discount rate | 0.5 | (2,068) | 0.5 | 2,204 |
| Salary increase rate | 1.0 | 5,786 | 1.0 | (5,182) |
| Staff turnover rate | 20.0 | (5,904) | 20.0 | 6,864 |

| | Separate financial statements | | | |
|----------------------|-------------------------------|---|-----------|---|
| | 2023 | | | |
| | Increase | Effect to provision for employee benefits | Decrease | Effect to provision for employee benefits |
| | (Percent) | (Thousand Baht) | (Percent) | (Thousand Baht) |
| Discount rate | 0.5 | (151) | 0.5 | 159 |
| Salary increase rate | 1.0 | 323 | 1.0 | (296) |
| Staff turnover rate | 20.0 | (371) | 20.0 | 416 |

| | Separate financial statements | | | |
|----------------------|-------------------------------|-----------------|-----------|-----------------|
| | 2022 | | | |
| | | Effect to | | Effect to |
| | | provision for | | provision for |
| | employee | | employee | |
| | Increase | benefits | Decrease | benefits |
| | (Percent) | (Thousand Baht) | (Percent) | (Thousand Baht) |
| Discount rate | 0.5 | (124) | 0.5 | 131 |
| Salary increase rate | 1.0 | 362 | 1.0 | (325) |
| Staff turnover rate | 20.0 | (487) | 20.0 | 586 |

28. Statutory reserve

Pursuant to Section 116 of the Public Limited Companies Act B.E. 2535, the Company is required to set aside to a statutory reserve at least 5% of its profit after deducting accumulated deficit brought forward (if any), until the reserve reaches 10% of the registered capital. The statutory reserve is not available for dividend distribution.

During the year 2022, the Company had set aside the statutory reserve of Baht 9 million from profit for the year (2023: Nil).

29. Securities business income

| | (Unit: Thousand Baht) | |
|---|-----------------------|---------|
| | Consolidated | |
| | financial statements | |
| | 2023 | 2022 |
| Brokerage fees from securities business | 127,051 | 260,058 |
| Fees and service income | 55,705 | 100,084 |
| Interest on margin loans | 174,532 | 179,297 |
| Other interest income | 15,457 | 14,768 |
| Total | 372,745 | 554,207 |

30. Interest income

| | (Unit: Thousand Baht) | | | |
|----------------------------------|-----------------------|----------------------|----------------------|----------------------|
| | Consolidated | | Separate | |
| | financial statements | financial statements | financial statements | financial statements |
| | 2023 | 2022 | 2023 | 2022 |
| Interest income on bank deposits | 45 | 53 | - | 13 |
| Interest income on loans | 82,411 | 106,854 | 99,879 | 107,369 |
| Interest income on investments | - | 996 | 15,367 | 33,633 |
| Others | 1,883 | 1,183 | - | - |
| Total | 84,339 | 109,086 | 115,249 | 141,015 |

31. Gain (loss) and return on financial instruments

| | (Unit: Thousand Baht) | | | |
|----------------------------|-----------------------|----------------------|----------------------|----------------------|
| | Consolidated | | Separate | |
| | financial statements | financial statements | financial statements | financial statements |
| | 2023 | 2022 | 2023 | 2022 |
| Gain (loss) on securities | (394,694) | 50,420 | (288,619) | 15,375 |
| Gain (loss) on derivatives | 115,969 | (3,907) | - | (724) |
| Dividend income | 41,648 | 21,075 | 31,019 | 12,148 |
| Total | (237,077) | 67,588 | (257,600) | 26,799 |

32. Finance cost

| | (Unit: Thousand Baht) | | | |
|--|-----------------------|----------------------|----------------------|----------------------|
| | Consolidated | | Separate | |
| | financial statements | financial statements | financial statements | financial statements |
| | 2023 | 2022 | 2023 | 2022 |
| Interest expense on borrowings | 132,938 | 112,479 | 91,335 | 86,392 |
| Interest expense on lease liabilities | 5,443 | 1,264 | - | - |
| Interest expense on securities business payables | 3,386 | 3,334 | - | - |
| Total | 141,767 | 117,077 | 91,335 | 86,392 |

33. Income tax

Income tax expenses (revenue) for the years ended 31 December 2023 and 2022 are made up as follows:

| | (Unit: Thousand Baht) | | | |
|--|-----------------------|---------------|----------------------|--------------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Current income tax: | | | | |
| Current income tax charge | - | 41,157 | - | 5,815 |
| Deferred tax: | | | | |
| Relating to origination and reversal of temporary differences | (89,766) | (1,422) | (50,498) | 2,334 |
| Income tax expense (revenue) reported in profit or loss | <u>(89,766)</u> | <u>39,735</u> | <u>(50,498)</u> | <u>8,149</u> |

The amounts of income tax relating to each component of other comprehensive income for the years ended 31 December 2023 and 2022 are as follows:

| | (Unit: Thousand Baht) | | | |
|--|-----------------------|---------|----------------------|-------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Deferred tax on actuarial loss | 711 | - | 238 | - |
| Deferred tax on gain (loss) from change in value of financial assets measured at FVOCI | (701) | (1,308) | 178 | (233) |

The reconciliation between accounting profit (loss) and income tax expenses (revenue) is shown below.

| | (Unit: Thousand Baht) | | | |
|---|-----------------------|-------------|----------------------|----------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Accounting profit (loss) before tax | (443,166) | 218,132 | (403,897) | 186,546 |
| Applicable tax rate | 20% | 15% and 20% | 20% | 20% |
| Accounting profit (loss) before tax multiplied by applicable tax rate | (88,633) | 40,684 | (80,779) | 37,309 |
| Effects of: | | | | |
| Tax exempted revenue | (1,889) | (996) | (1,499) | (1,854) |
| Non-deductible expenses | 194 | 306 | - | 2 |
| Others | 562 | (259) | 31,780 | (27,308) |
| Total | (1,133) | (949) | 30,281 | (29,160) |
| Income tax expenses (revenue) reported in profit or loss | (89,766) | 39,735 | (50,498) | 8,149 |

The components of deferred tax assets and deferred tax liabilities are as follows:

| | (Unit: Thousand Baht) | | | |
|---|-----------------------|--------|----------------------|--------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 2023 | 2022 | 2023 | 2022 |
| Deferred tax assets | | | | |
| Allowance for expected credit losses | 11,629 | 10,265 | 1,306 | - |
| Allowance for impairment of investments | 16,059 | 16,059 | 15,965 | 15,965 |
| Unrealised fair value loss on investments | 32,544 | 13,367 | 18,294 | 7,738 |
| Leases | 1,246 | - | - | - |
| Provision for dismantling cost | 1,627 | 1,931 | - | - |
| Provision for long-term employee benefits | 18,632 | 16,843 | 967 | 634 |
| Unrealised fair value loss on derivatives | - | 3,012 | - | - |
| Unused tax loss | 66,536 | - | 34,054 | - |
| Total | 148,273 | 61,477 | 70,586 | 24,337 |
| Deferred tax liabilities | | | | |
| Unrealised fair value gain on derivatives | 1,548 | - | 1,255 | - |
| Unrealised fair value gain on investments | 3,873 | 8,427 | 132 | 6,052 |
| Leases | - | 247 | - | - |
| Total | 5,421 | 8,674 | 1,387 | 6,052 |
| Deferred tax assets - net | 142,852 | 52,803 | 69,199 | 18,285 |

The unused tax losses amounting to Baht 332 million (the Company only: Baht 170 million) will expire in 2028.

34. Earnings per share

Basic earnings (loss) per share is calculated by dividing profit (loss) for the year attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the year.

35. Segment information

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance. The authorised decision maker has been identified as the Company's Board of Directors.

The Group are organised into business units based on their products and services and have two reportable segments which are Securities and Derivatives Business, and Financial Advisory Business and investment banking.

No operating segments have been aggregated to form the above reportable operating segments.

The authorised operating decision maker monitors the operating results of the business units separately for the purpose of making decisions about resource allocation and assessing performance. Segment performance is measured based on operating profit or loss and total assets and on a basis consistent with that used to measure operating profit or loss and total assets in the financial statements. However, the Group are not allocated operating expenses and income tax expenses to operating segments.

The basis of accounting for any transactions between reportable segments is consistent with that for third party transactions.

The following tables present revenue and profit (loss), and total assets information regarding the Group's operating segments for the years ended 31 December 2023 and 2022, respectively.

(Unit: Million Baht)

| 2023 | | | | | |
|--|---|--|---------------------------------|------------------------------------|--------------|
| | Securities and derivatives business | Financial advisory business and investment banking | Total reportable segments | Adjustments and eliminations | Total |
| Revenue from external customers | 6 | 45 | 51 | - | 51 |
| Inter-segment revenue (expenses) | (1) | 1 | - | - | - |
| Interest income | 290 | - | 290 | (33) | 257 |
| Interest expenses | (175) | - | (175) | 33 | (142) |
| Segment profit (loss) | (162) | 43 | (119) | - | (119) |
| Unallocated revenues and expenses: | | | | | |
| Operating revenues and expenses | | | | | |
| Personnel expenses | | | | | (218) |
| Depreciation and amortisation | | | | | (51) |
| Other expenses | | | | | (57) |
| Share of profit from investments in joint venture and associates | | | | | 2 |
| Income tax revenue | | | | | 90 |
| Loss for the year | | | | | (353) |

(Unit: Million Baht)

| 2022 | | | | | |
|---|---|--|---------------------------------|------------------------------------|------------|
| | Securities and derivatives business | Financial advisory business and investment banking | Total reportable segments | Adjustments and eliminations | Total |
| Revenue from external customers | 471 | 49 | 520 | - | 520 |
| Inter-segment revenue (expenses) | 8 | 1 | 9 | (8) | 1 |
| Interest income | 330 | - | 330 | (33) | 297 |
| Interest expenses | (151) | - | (151) | 33 | (118) |
| Segment profit | 603 | 43 | 646 | (8) | 638 |
| Unallocated revenues and expenses: | | | | | |
| Operating revenues and expenses | | | | | |
| Personnel expenses | | | | | (329) |
| Depreciation and amortisation | | | | | (42) |
| Other expenses | | | | | (64) |
| Share of profit from investments in joint venture and associate | | | | | 15 |
| Income tax expenses | | | | | (40) |
| Profit for the year | | | | | 178 |

The following table presents segment assets of the Group's operating segments as at 31 December 2023 and 2022:

(Unit: Million Baht)

| | Securities and derivative business | Financial advisory business and investment banking | Total segments | Unallocated assets | Total |
|---------------------|--|--|-------------------|-----------------------|-------|
| Segment assets | | | | | |
| At 31 December 2023 | 3,734 | 3 | 3,737 | 1,770 | 5,507 |
| At 31 December 2022 | 5,486 | 13 | 5,499 | 1,739 | 7,238 |

Geographic information

The Group operates in Thailand only. As a result, all of the revenues and assets as reflected in these financial statements pertain to the aforementioned geographical reportable.

Major customers

For the years 2023 and 2022, the Group has no major customer with revenue of 10 percent or more of an entity's revenues.

36. Provident fund

The Group and their employees have jointly established a provident fund in accordance with the Provident Fund Act B.E. 2530. Both employees and the Group contributed to the fund monthly at the rate of 3% - 15% of basic salary. The fund, which is managed by TMB Asset management Company Limited, will be paid to employees upon termination in accordance with the fund rules.

The contributions from the Group for the year 2023 amounting to approximately of Baht 21 million (the Company only: Baht 1 million) (2022: Baht 20 million (the Company only: Baht 1 million)) were recognised as expenses.

37. Dividend paid

| Dividend | Approved by | Total dividends (Million Baht) | Dividend per share (Baht) |
|----------------------------|---|-----------------------------------|---------------------------------|
| Final dividend for 2021 | Annual General Meeting of the shareholders on 29 April 2022 | 161 | 0.75 |
| Interim dividends for 2022 | Board of directors' Meeting on 11 August 2022 | 37 | 0.175 |
| Total for 2022 | | 198 | 0.925 |

38. Commitments and contingent liabilities

38.1 As at 31 December 2023, the subsidiaries have future minimum payments required under short-term lease agreements and lease agreements of low-value assets relating to rental space. Apart from the portion recorded as lease liabilities in the statement of financial position as follows:

| | (Unit: Million Baht) | |
|-----------------------------|----------------------|------|
| | 2023 | 2022 |
| Payable: | | |
| In up to 1 year | 0.5 | 0.4 |
| In over 1 and up to 3 years | 0.3 | - |

38.2 As at 31 December 2023 and 2022, the Company's subsidiary has commitments in respect of futures contracts and options traded through the Thailand Futures Exchange as detailed in Note 40.4 to the consolidated financial statements.

38.3 Guarantees

The Company has guaranteed liabilities of Tree Money Holding Company Limited, the joint venture of the Company, are as follows:

- a) As at 31 December 2023 and 2022, the secured debentures totaling Baht 400 million with a guarantee period of two years. The guarantee period will mature on 10 June 2024.
- b) As at 31 December 2022, the secured debentures totaling Baht 300 million with a guarantee period of two years. The guarantee period matured on 25 August 2023.

39. Fair value hierarchy

As at 31 December 2023 and 2022, the Group had the following assets and liabilities that were measured at fair value using different levels of inputs as follows:

(Unit: Million Baht)

| | Consolidated financial statements | | | |
|---|-----------------------------------|---------|---------|-------|
| | 2023 | | | |
| | Level 1 | Level 2 | Level 3 | Total |
| Financial assets measured at fair value | | | | |
| Investments measured at FVTPL | | | | |
| Equity securities | 360 | - | - | 360 |
| Unit trusts | 3 | - | - | 3 |
| Debt securities | - | 9 | - | 9 |
| Convertible loan | - | - | 105 | 105 |
| Investments measured at FVOCI | | | | |
| Equity securities | 118 | - | 71 | 189 |
| Derivatives assets | | | | |
| Warrants | 1 | - | - | 1 |
| Forward contracts ⁽¹⁾ | - | 1 | - | 1 |
| Financial liability measured at fair value | | | | |
| Derivatives liability | | | | |
| Forward contracts ⁽¹⁾ | - | 1 | - | 1 |

⁽¹⁾ Forward contracts on behalf of the subsidiary for the Company and clients' portfolio in full amount

(Unit: Million Baht)

| Consolidated financial statements | | | | |
|---|---------|---------|---------|-------|
| 2022 | | | | |
| | Level 1 | Level 2 | Level 3 | Total |
| Financial assets measured at fair value | | | | |
| Investments measured at FVTPL | | | | |
| Equity securities | 688 | - | - | 688 |
| Unit trusts | 3 | - | - | 3 |
| Debt securities | - | 7 | - | 7 |
| Convertible loan | - | - | 95 | 95 |
| Investments measured at FVOCI | | | | |
| Equity securities | 115 | - | 10 | 125 |
| Derivatives assets | | | | |
| Warrants | 2 | - | - | 2 |
| Forward contracts ⁽¹⁾ | - | 1 | - | 1 |
| Financial liability measured at fair value | | | | |
| Derivatives liability | | | | |
| Forward contracts ⁽¹⁾ | - | 2 | - | 2 |

⁽¹⁾ Forward contracts on behalf of the subsidiary for the Company and clients' portfolio in full amount

(Unit: Million Baht)

| Separate financial statements | | | | |
|--|---------|---------|---------|-------|
| 2023 | | | | |
| | Level 1 | Level 2 | Level 3 | Total |
| Financial assets measured at fair value | | | | |
| Investments measured at FVTPL | | | | |
| Equity securities | 156 | - | - | 156 |
| Debt securities | - | 9 | - | 9 |
| Convertible loan | - | - | 105 | 105 |
| Investments measured at FVOCI | | | | |
| Equity securities | 51 | - | 70 | 121 |
| Derivatives assets | | | | |
| Warrants | 1 | - | - | 1 |
| Forward contracts ⁽¹⁾ | - | 0.2 | - | 0.2 |

⁽¹⁾ Forward contracts on behalf of the subsidiary for the Company's portfolio

(Unit: Million Baht)

| | Separate financial statements | | | |
|---|-------------------------------|---------|---------|-------|
| | 2022 | | | |
| | Level 1 | Level 2 | Level 3 | Total |
| Financial assets measured at fair value | | | | |
| Investments measured at FVTPL | | | | |
| Equity securities | 250 | - | - | 250 |
| Debt securities | - | 9 | - | 9 |
| Convertible loan | - | - | 95 | 95 |
| Investments measured at FVOCI | | | | |
| Equity securities | 52 | - | 9 | 61 |
| Financial liability measured at fair value | | | | |
| Derivatives liability | | | | |
| Forward contracts ⁽¹⁾ | - | 0.3 | - | 0.3 |

⁽¹⁾ Forward contracts on behalf of the subsidiary for the Company's portfolio

40. Financial instruments

40.1 Derivatives

Derivatives not designated as hedging instruments

Details of derivatives assets and liabilities which were not designated as hedging instruments are disclosed in Note 12 to the consolidated financial statements.

The Group uses foreign exchange forward contracts to manage some of their transaction exposures. The contracts are entered into for periods consistent with foreign currency exposure of the underlying transactions, generally 12 months. Details of the forward contracts are disclosed in Note 40.2 to the consolidated financial statements.

40.2 Financial risk management objectives and policies

The Group's financial instruments principally comprise cash and cash equivalents, investments, receivables from Clearing House and broker - dealers, securities and derivatives business receivables, other receivables, loans to, derivatives assets, payables to Clearing House and broker - dealers, securities and derivatives business payables, other payables, derivatives liabilities, borrowings, and lease liabilities. The financial risks associated with these financial instruments and how they are managed is described below.

Credit risk

The Group is exposed to credit risk primarily with respect to deposits at financial institutions, investments in debt securities, receivables from Clearing House and broker - dealers, securities and derivatives business receivables, other receivables and loans to. Except for derivatives, the maximum exposure to credit risk is limited to the carrying amounts as stated in the statement of financial position. The Group's maximum exposure relating to derivatives is noted in the liquidity risk topic.

To control this risk, the management set proper policies and procedures for credit control, i.e. an establishment of credit approval authority from those of officer's level to the Credit Committee and Board of Directors; rules regulating a cluster of credit provision to any particular clients/counterparties; specification of securities eligible for credit offer; analysis of debt settlement ability of both clients and counterparties; and an annual review of credit line. The investment in debt instruments is determined on the basis of the firm financial status of issuing institutions and their instruments being rated at acceptable rating by the reputable credit rating agencies. In addition, the Group's credits are not clustered in any particular group of clients or counterparties given that the Group has a large and diversified client base. As a result, the Group did not expect to suffer any material adverse effect from their credit provision.

Market risk

There are three types of market risk comprising currency risk, interest rate risk, and price fluctuation risk are in connection with investments in securities and derivatives.

Foreign currency risk

The Group is exposed to significant foreign currency risk in respect of financial assets and liabilities in foreign currencies. The Group seeks to reduce this risk by entering into forward contracts when it considers appropriate. Generally, the forward contracts mature within 1 year.

As at 31 December 2023 and 2022, outstanding balances of the Company's financial assets denominated in foreign currency is as follows:

| Foreign currencies | Separate financial statements | | | |
|--------------------|-------------------------------|-----------|------------------------------------|--------|
| | Financial assets | | Average buying exchange rate | |
| | 2023 | 2022 | 2023 | 2022 |
| | (Million) | (Million) | (Baht per 1 foreign currency unit) | |
| US Dollar | 0.9 | 1.4 | 32.925 | 32.048 |

Outstanding balance of the Group's forward contracts as at 31 December 2023 and 2022 are summarised below.

| Consolidated financial statements | | | | | |
|-----------------------------------|---------------|-------------|------------------------------------|-------------|---------------------------|
| 2023 | | | | | |
| Foreign currencies | Bought amount | Sold amount | Contractual exchange rate | | Contractual maturity date |
| | | | Bought amount | Sold amount | |
| | (Million) | (Million) | (Baht per 1 foreign currency unit) | | |
| US Dollar | - | 4 | - | 34.56 | 12 January 2024 |

| Consolidated financial statements | | | | | |
|-----------------------------------|---------------|-------------|------------------------------------|---------------|---------------------------|
| 2022 | | | | | |
| Foreign currencies | Bought amount | Sold amount | Contractual exchange rate | | Contractual maturity date |
| | | | Bought amount | Sold amount | |
| | (Million) | (Million) | (Baht per 1 foreign currency unit) | | |
| US Dollar | - | 7 | - | 33.79 - 35.45 | 1 June 2023 |

As at 31 December 2023 and 2022, a subsidiary entered into forward contracts with banks to reduce the foreign currency risk in respect of investment in foreign currency for the Company and clients' portfolio.

As at 31 December 2023 and 2022, the Company entered into forward contracts in name of the subsidiary to reduce the foreign currency risk in respect of its investments in foreign currencies.

| Separate financial statement | | | | | |
|------------------------------|---------------|-------------|------------------------------------|-------------|---------------------------|
| 2023 | | | | | |
| Foreign currencies | Bought amount | Sold amount | Contractual exchange rate | | Contractual maturity date |
| | | | Bought amount | Sold amount | |
| | (Million) | (Million) | (Baht per 1 foreign currency unit) | | |
| US Dollar | - | 0.9 | - | 34.56 | 12 January 2024 |

| Separate financial statement | | | | | |
|------------------------------|---------------|-------------|------------------------------------|---------------|---------------------------|
| 2022 | | | | | |
| Foreign currencies | Bought amount | Sold amount | Contractual exchange rate | | Contractual maturity date |
| | | | Bought amount | Sold amount | |
| | (Million) | (Million) | (Baht per 1 foreign currency unit) | | |
| US Dollar | - | 1.4 | - | 33.79 - 35.45 | 1 June 2023 |

Interest rate risk

The Group's exposure to interest rate risk relates primarily to their investments in debt securities, securities business receivables - credit balance accounts, loans to, borrowings, unsecured debentures, and lease liabilities. However, since most of the Group's financial assets and liabilities bear floating interest rates or fixed interest rates which are close to the market rate.

The Group manages its interest rate risk by sourcing loans with fixed and variable interest rates from financial institutions and issue various type of debt securities, but not exceeding the limits set by the Group and in accordance with the lending investments and liquidity management of the Group.

As at 31 December 2023 and 2022, significant financial assets and liabilities classified by type of interest rate are summarised in the table below, with those financial assets and liabilities that carry fixed interest rates further classified based on the maturity date, or the repricing date if this occurs before the maturity date.

(Unit: Million Baht)

| | Consolidated financial statement | | | | | | | | |
|--|---|---------------------|-------------|--------------|---------------|------------|-------------|-------------------------------|-----------------------------|
| | 2023 | | | | | | | | |
| | Outstanding balances of net financial instruments | | | | | | | | |
| | Floating interest rate | Fixed interest rate | | | | | No interest | Total | Interest rate per annum (%) |
| Repricing or maturity dates | | | | | Floating rate | Fixed rate | | | |
| | At call | Within 1 year | 1 - 5 years | Over 5 years | | | | | |
| Financial assets | | | | | | | | | |
| Cash and cash equivalents | 74 | - | - | - | - | 11 | 85 | Saving deposits interest rate | - |
| Receivables from Clearing House and broker - dealers | - | - | - | - | - | 57 | 57 | - | - |
| Securities and derivatives business receivables | 2,679 | - | - | - | - | 365 | 3,044 | 6.40 - 15.00 | - |
| Derivatives assets | - | - | - | - | - | 2 | 2 | - | - |
| Other receivables | - | - | - | - | - | 102 | 102 | - | - |
| Investments | | | | | | | | | |
| - Equity securities | - | - | - | - | - | 363 | 363 | - | - |
| - Debt securities | - | - | 58 | - | - | 9 | 67 | - | 2.10 - 7.00 |
| Short-term loans to others | - | - | 872 | - | - | - | 872 | - | MOR to MOR plus 2.00% |
| Financial instruments - liabilities | | | | | | | | | |
| Short-term borrowings from financial institutions | - | 1,205 | 900 | - | - | - | 2,105 | - | Interbank rate |
| Securities and derivatives business payables | - | - | - | - | - | 137 | 137 | - | - |
| Derivatives liabilities | - | - | - | - | - | 1 | 1 | - | - |
| Other payables | - | - | - | - | - | 45 | 45 | - | - |
| Unsecured debentures | - | - | 2,074 | 319 | - | - | 2,393 | - | 3.25 - 4.00 |
| Lease liabilities | - | - | 27 | 140 | - | - | 167 | - | 2.31 - 5.66 |

(Unit: Million Baht)

Consolidated financial statement

2022

Outstanding balances of net financial instruments

| | Floating interest rate | Fixed interest rate | | | | No interest | Total | Interest rate per annum (%) | |
|--|------------------------|-----------------------------|---------------|-------------|--------------|-------------|-------|-----------------------------|----------------------|
| | | Repricing or maturity dates | | | | | | Floating rate | Fixed rate |
| | | At call | Within 1 year | 1 - 5 years | Over 5 years | | | | |
| Financial assets | | | | | | | | | |
| Cash and cash equivalents | 166 | - | - | - | - | 13 | 179 | Saving deposit interest | - |
| Receivables from Clearing House and broker - dealers | - | - | - | - | - | 19 | 19 | - | - |
| Securities and derivatives business receivables | 3,721 | - | - | - | - | 802 | 4,523 | 5.00 - 15.00 | - |
| Derivatives assets | - | - | - | - | - | 4 | 4 | - | - |
| Other receivables | - | - | - | - | - | 62 | 62 | - | - |
| Investments | | | | | | | | | |
| - Equity securities | - | - | - | - | - | 818 | 818 | - | - |
| - Debt securities | - | - | 82 | 95 | - | 7 | 184 | - | 1.80 - 7.00 |
| Short-term loans to others | - | - | 1,126 | - | - | - | 1,126 | - | MOR to MOR plus 3.50 |
| Financial instruments - liabilities | | | | | | | | | |
| Short-term borrowings from financial institutions | - | 1,205 | 900 | - | - | - | 2,105 | - | Interbank rate |
| Payables to Clearing House and broker - dealers | - | - | - | - | - | 195 | 195 | - | - |
| Securities and derivatives business payables | - | - | - | - | - | 206 | 206 | - | - |
| Derivatives liabilities | - | - | - | - | - | 2 | 2 | - | - |
| Other payables | - | - | - | - | - | 120 | 120 | - | - |
| Unsecured debentures | - | - | 1,751 | 737 | - | - | 2,488 | - | 2.50 - 3.90 |
| Other short-term borrowings | - | - | 59 | - | - | - | 59 | - | Interbank rate |
| Lease liabilities | - | - | 24 | 1 | - | - | 25 | - | 2.31 - 4.00 |
| Other long-term borrowings | - | - | 129 | - | - | - | 129 | - | 3.70 |

(Unit: Million Baht)

Separate financial statement

2023

Outstanding balances of net financial instruments

| | Floating interest rate | Fixed interest rate | | | | No interest | Total | Interest rate per annum (%) | |
|----------------------------------|------------------------|-----------------------------|---------------|-------------|--------------|-------------|-------|-----------------------------|-----------------------|
| | | Repricing or maturity dates | | | | | | Floating rate | Fixed rate |
| | | At call | Within 1 year | 1 - 5 years | Over 5 years | | | | |
| Financial assets | | | | | | | | | |
| Cash and cash equivalents | - | - | - | - | - | 5 | 5 | - | - |
| Investments | | | | | | | | | |
| - Equity securities | - | - | - | - | - | 156 | 156 | - | - |
| - Debt securities | - | - | - | - | - | 9 | 9 | - | 2.10 - 7.00 |
| Derivatives assets | - | - | - | - | - | 1 | 1 | - | - |
| Other receivables | - | - | - | - | - | - | - | - | - |
| Short-term loans to subsidiaries | - | 277 | 500 | - | - | - | 777 | - | Interbank rate |
| Short-term loans to others | - | - | 872 | - | - | - | 872 | - | MOR to MOR plus 2.00% |

(Unit: Million Baht)

| Separate financial statement | | | | | | | | | |
|---|-----------------------------|---------------|-------------|--------------|-------------|-------|-----------------------------|------------|----------------|
| 2023 | | | | | | | | | |
| Outstanding balances of net financial instruments | | | | | | | | | |
| Floating interest rate | Fixed interest rate | | | | | | Interest rate per annum (%) | | |
| | Repricing or maturity dates | | | | | | Floating | | |
| | At call | Within 1 year | 1 - 5 years | Over 5 years | No interest | Total | rate | Fixed rate | |
| Financial liabilities | | | | | | | | | |
| Other payables | - | - | - | - | - | 22 | 22 | - | - |
| Unsecured debentures | - | - | 2,074 | 318 | - | - | 2,392 | - | 3.25 - 4.00 |
| Short-term loans from subsidiaries | - | - | 3 | - | - | - | 3 | - | Interbank rate |

(Unit: Million Baht)

| Separate financial statement | | | | | | | | | |
|---|-----------------------------|---------------|-------------|--------------|-------------|-------|-----------------------------|------------|----------------------|
| 2022 | | | | | | | | | |
| Outstanding balances of net financial instruments | | | | | | | | | |
| Floating interest rate | Fixed interest rate | | | | | | Interest rate per annum (%) | | |
| | Repricing or maturity dates | | | | | | Floating | | |
| | At call | Within 1 year | 1 - 5 years | Over 5 years | No interest | Total | rate | Fixed rate | |
| Financial assets | | | | | | | | | |
| Cash and cash equivalents | - | - | - | - | - | 2 | 2 | - | - |
| Investments | | | | | | | | | |
| - Equity securities | - | - | - | - | - | 615 | 615 | - | - |
| - Debt securities | - | - | - | 95 | - | 7 | 102 | - | 1.80 - 7.00 |
| Other receivables | - | - | - | - | - | 78 | 78 | - | - |
| Short-term loans to subsidiaries | - | 651 | 500 | - | - | - | 1,151 | - | Inter bank |
| Short-term loans to others | - | - | 1,126 | - | - | - | 1,126 | - | MOR to MOR plus 3.50 |
| Financial liabilities | | | | | | | | | |
| Derivatives liabilities | - | - | - | - | - | 2 | 2 | - | - |
| Other payables | - | - | - | - | - | 120 | 120 | - | - |
| Unsecured debentures | - | - | 1,751 | 736 | - | - | 2,487 | - | 2.50 - 3.90 |
| Other short-term borrowings | - | - | 59 | - | - | - | 59 | - | Interbank rate |
| Short-term loans from subsidiaries | - | - | 6 | - | - | - | 6 | - | Interbank rate |
| Other long-term borrowings | - | - | 129 | - | - | - | 129 | - | 3.70 |

Price fluctuation risk

The Group's price fluctuation risk is in connection with investment in securities and derivatives.

To control this risk, the management instructs the Proprietary Committee to stipulate the investment policy and requirements and rules to limit loss (Stop Loss Limit) from the Group's proprietary trading. In this regard, the Risk Management and Management Information Department is assigned to follow up the risk management and regularly report results to the Proprietary Committee both on a daily and monthly basis to ensure that the investment risks are acceptable to the Group.

Liquidity risk

Liquidity risk is the risk that the Group will be unable to liquidate its financial assets and/or procure sufficient funds to discharge their obligations in a timely manner, resulting in the Group incurring a financial loss.

The Group's liquidity risk is in connection with their assets and financial obligations. However, given that most of the Group's assets and financial obligations are short-term, the liquidity risk is low. To control this risk, the management reviews the net capital ratio report on a daily basis and instructs any departments engaging in new transactions which may have effects on the Group's liquidity to check with the Accounting and Finance Department so as to make sure that such transactions will not cause its subsidiary's net capital ratio to be lower than its subsidiary's specified ratio which is higher than that prescribed by the Office of the Securities and Exchange Commission. In case that a financial crisis arises in the Group, the management will closely follow up and monitor all transactions.

During the current year, its subsidiary was able to maintain a net capital ratio exceeding the requirement laid down by the Office of Securities and Exchange Commission.

The years of time from the end of reporting date to the maturity dates of financial instruments as of 31 December 2023 and 2022 follows:

(Unit: Million Baht)

| | Consolidated financial statement | | | | | |
|--|---|------------------|-------------|-----------------|----------------|-------|
| | 2023 | | | | | |
| | Outstanding balances of net financial instruments | | | | | |
| | At call | Within 1 year | 1 - 5 years | Over 5 years | No maturity | Total |
| Financial assets | | | | | | |
| Cash and cash equivalents | 85 | - | - | - | - | 85 |
| Investments | | | | | | |
| - Equity securities | - | - | - | - | 363 | 363 |
| - Debt securities | - | 58 | - | - | 9 | 67 |
| Receivables from Clearing House and broker - dealers | - | - | - | - | 57 | 57 |
| Securities and derivatives business receivables | - | 362 | 1 | 2 | 2,679 | 3,044 |
| Derivatives assets | - | 2 | - | - | - | 2 |
| Other receivables | - | 102 | - | - | - | 102 |
| Short-term loans to others | - | 872 | - | - | - | 872 |

(Unit: Million Baht)

| Consolidated financial statement | | | | | | |
|---|--------|-------------|--------|----------|-------|-------|
| 2023 | | | | | | |
| Outstanding balances of net financial instruments | | | | | | |
| | Within | | Over 5 | No | | |
| At call | 1 year | 1 - 5 years | years | maturity | Total | |
| Financial liabilities | | | | | | |
| Short-term borrowings from financial institutions | 1,205 | 900 | - | - | - | 2,105 |
| Payables to Clearing House and broker - dealers | - | 137 | - | - | - | 137 |
| Derivatives liabilities | - | 1 | - | - | - | 1 |
| Other payables | - | 45 | - | - | - | 45 |
| Unsecured debentures | - | 2,074 | 319 | - | - | 2,393 |
| Lease liabilities | - | 27 | 140 | - | - | 167 |

(Unit: Million Baht)

| Consolidated financial statement | | | | | | |
|--|--------|-------------|--------|----------|-------|-------|
| 2022 | | | | | | |
| Outstanding balances of net financial instruments | | | | | | |
| | Within | | Over 5 | No | | |
| At call | 1 year | 1 - 5 years | years | maturity | Total | |
| Financial assets | | | | | | |
| Cash and cash equivalents | 179 | - | - | - | - | 179 |
| Investments | | | | | | |
| - Equity securities | - | - | - | - | 818 | 818 |
| - Debt securities | - | 82 | 95 | - | 7 | 184 |
| Receivables from Clearing House and broker - dealers | - | - | - | - | 19 | 19 |
| Securities and derivatives business receivables | - | 799 | 1 | 2 | 3,721 | 4,523 |
| Derivatives assets | - | 4 | - | - | - | 4 |
| Other receivables | - | 62 | - | - | - | 62 |
| Short-term loans to others | - | 1,126 | - | - | - | 1,126 |
| Financial liabilities | | | | | | |
| Short-term borrowings from financial institutions | 1,205 | 900 | - | - | - | 2,105 |
| Payables to Clearing House and broker - dealers | - | 195 | - | - | - | 195 |
| Securities and derivatives business payables | - | 206 | - | - | - | 206 |
| Derivatives liabilities | - | 2 | - | - | - | 2 |
| Other payables | - | 120 | - | - | - | 120 |
| Other short-term borrowings | - | 59 | - | - | - | 59 |
| Unsecured debentures | - | 1,751 | 737 | - | - | 2,488 |
| Lease liabilities | - | 24 | 1 | - | - | 25 |
| Other long-term borrowings | - | 129 | - | - | - | 129 |

(Unit: Million Baht)

| | Separate financial statement | | | | | |
|-------------------------------------|---|------------------|-------------|-----------------|----------------|-------|
| | 2023 | | | | | |
| | Outstanding balances of net financial instruments | | | | | |
| | At call | Within 1 year | 1 - 5 years | Over 5 years | No maturity | Total |
| <u>Financial assets</u> | | | | | | |
| Cash and cash equivalents | 5 | - | - | - | - | 5 |
| Investments | | | | | | |
| - Equity securities | - | - | - | - | 156 | 156 |
| - Debt securities | - | - | - | - | 9 | 9 |
| Derivatives assets | - | 1 | - | - | - | 1 |
| Other receivables | - | 91 | - | - | - | 91 |
| Short-term loans to subsidiaries | 277 | 500 | - | - | - | 777 |
| Short-term loans to others | - | 872 | - | - | - | 872 |
| <u>Financial liabilities</u> | | | | | | |
| Other payables | - | 22 | - | - | - | 22 |
| Unsecured debentures | - | 2,074 | 318 | - | - | 2,392 |
| Short-term loans from subsidiaries | - | 3 | - | - | - | 3 |

(Unit: Million Baht)

| | Separate financial statement | | | | | |
|-------------------------------------|---|------------------|-------------|-----------------|----------------|-------|
| | 2022 | | | | | |
| | Outstanding balances of net financial instruments | | | | | |
| | At call | Within 1 year | 1 - 5 years | Over 5 years | No maturity | Total |
| <u>Financial assets</u> | | | | | | |
| Cash and cash equivalents | 2 | - | - | - | - | 2 |
| Investments | | | | | | |
| - Equity securities | - | - | - | - | 313 | 313 |
| - Debt securities | - | - | 95 | - | 7 | 102 |
| Other receivables | - | 78 | - | - | - | 78 |
| Short-term loans to subsidiaries | 651 | 500 | - | - | - | 1,151 |
| Short-term loans to others | - | 1,126 | - | - | - | 1,126 |
| <u>Financial liabilities</u> | | | | | | |
| Other payables | - | 94 | - | - | - | 94 |
| Unsecured debentures | - | 1,751 | 736 | - | - | 2,487 |
| Other short-term borrowing | - | 59 | - | - | - | 59 |
| Short-term loans from subsidiaries | 6 | - | - | - | - | 6 |
| Other long-term borrowings | - | 129 | - | - | - | 129 |

40.3 Fair values of financial instruments

Since the majority of the Group'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 statement of financial position.

The methods and assumptions used by the Group in estimating the fair value of financial instruments are as follows:

- a) For financial assets and liabilities which have short-term maturity, including cash and cash equivalents, receivables and payables from Clearing House and broker - dealers, securities and derivatives business receivables and payables, other receivables and payables, short-term loans and short-term borrowings, their carrying amounts in the statement of financial position approximate their fair value.
- b) For investment in debts securities, their fair values, are generally derived from quoted market prices or determined by using the yield curve as announced by the Thai Bond Market Association or by other relevant bodies.
- c) For investment in marketable equity securities, warrants and derivatives, their fair values, are generally derived from quoted market prices. Investments in non-marketable equity, their fair value is generally based on generally accepted pricing models.
- d) For other derivatives, their fair values have been determined by using a valuation model technique. Most of the inputs used for the valuation are observable in the relevant market, such as spot rates of foreign currencies, forward exchange rates. The Group considered counterparty credit risk when determining the fair value of derivatives.
- e) For debentures, the fair value is estimated by discounting expected future cash flow by the current market interest rate of the loans with similar terms and conditions. The estimated fair value does not significantly differ from the carrying value presenting in the statement of financial position.
- f) For lease liabilities carrying interest approximate to the market rate, their carrying amounts in the statement of finance position approximates their fair value.

During the current year, there were no transfers within the fair value hierarchy.

40.4 Commitments in respect of derivatives trading

As at 31 December 2023 and 2022, the fair values of financial derivatives which are the commitments of Trinity Securities Company Limited, the Company's subsidiary, are as follows:

| | | (Unit: Million Baht) | | | | |
|---------|----------------|---------------------------------------|--------|--------|---------|--------|
| | | 2023 | | | | |
| | | Remaining period before maturity date | | | | |
| | | 1 - 3 | 3 - 6 | 6 - 9 | 10 - 12 | Total |
| | | months | months | months | months | months |
| Futures | | | | | | |
| | Short position | 89 | - | 90 | - | 179 |
| | | (Unit: Million Baht) | | | | |
| | | 2022 | | | | |
| | | Remaining period before maturity date | | | | |
| | | 1 - 3 | 3 - 6 | 6 - 9 | 10 - 12 | Total |
| | | months | months | months | months | months |
| Futures | | | | | | |
| | Short position | 343 | 83 | - | - | 426 |

Fair value of financial derivatives instruments was measured at fair value using Level 1 input.

40.5 Reconciliation of recurring fair value measurements, of financial assets, categorised within Level 3 of the fair value hierarchy.

| | | (Unit: Thousand Baht) | | | |
|---|--|-----------------------------------|---------|------------------|----------|
| | | Consolidated financial statements | | | |
| | | Non-listed equity securities | | Convertible loan | |
| | | FVTPL | FVOCI | FVTPL | Total |
| Balance as of 1 January 2022 | | 109,091 | 14,903 | 70,000 | 193,994 |
| Acquired during the year | | - | - | 25,000 | 25,000 |
| Disposed during the year | | (73,636) | - | - | (73,636) |
| Reclassified | | - | (5,000) | - | (5,000) |
| Net loss recognised into profit or loss | | (35,455) | - | - | (35,455) |
| Net gain recognised into other comprehensive income | | - | 163 | - | 163 |
| Balance as of 31 December 2022 | | - | 10,066 | 95,000 | 105,066 |
| Acquired during the year | | - | 60,800 | 10,000 | 70,800 |
| Net gain recognised into other comprehensive income | | - | 108 | - | 108 |
| Balance as of 31 December 2023 | | - | 70,974 | 105,000 | 175,974 |

(Unit: Thousand Baht)

| | Separate financial statements | | | |
|---|-------------------------------|---------|------------------|----------|
| | Non-listed equity securities | | Convertible loan | |
| | FVTPL | FVOCI | FVTPL | Total |
| Balance as of 1 January 2022 | 109,091 | 14,251 | 70,000 | 193,342 |
| Acquired during the year | - | - | 25,000 | 25,000 |
| Disposed during the year | (73,636) | - | - | (73,636) |
| Reclassified | - | (5,000) | - | (5,000) |
| Net loss recognised into profit or loss | (35,455) | - | - | (35,455) |
| Net gain recognised into other comprehensive income | - | 164 | - | 164 |
| Balance as of 31 December 2022 | - | 9,415 | 95,000 | 104,415 |
| Acquired during the year | - | 60,800 | 10,000 | 70,800 |
| Net gain recognised into other comprehensive income | - | 109 | - | 109 |
| Balance as of 31 December 2023 | - | 70,324 | 105,000 | 175,324 |

41. Capital management

The primary objectives of the Group's capital management is to ensure that it has an appropriate financing structure, to preserve the ability to continue its business as a going concern, and to maintain net capital ratio in accordance with the rules laid down by the Office of the Securities and Exchange Commission.

42. Reclassifications

Certain amounts in the financial statements for the year ended 31 December 2022 have been reclassified to conform to the current year's classification with no effect to previously reported profit or shareholders' equity. The reclassifications are as follows:

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|--|----------------------|------------------------|---------------------|------------------------|
| | financial statements | | financial statement | |
| | As reclassified | As previously reported | As reclassified | As previously reported |
| Statement of financial position | | | | |
| <u>Current assets</u> | | | | |
| Other current assets | 10,556 | 10,556 | 218 | 1,203 |
| <u>Current liabilities</u> | | | | |
| Current portion of long-term unsecured | | | | |
| debentures | 907,500 | 907,500 | 907,246 | 907,500 |
| Short-term unsecured debentures | 843,500 | 843,500 | 843,291 | 843,500 |

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|--|----------------------|---------------------------|---------------------|---------------------------|
| | financial statements | | financial statement | |
| | As reclassified | As previously reported | As reclassified | As previously reported |
| <u>Non-current liabilities</u> | | | | |
| Long-term unsecured debenture, net of current portion | 736,500 | 736,500 | 735,978 | 736,500 |
| Statement of comprehensive income | | | | |
| <u>Expenses</u> | | | | |
| Loss on diminution value of digital assets inventories (reversal) | 2,880 | - | 2,880 | - |
| Other expenses | 61,241 | 64,121 | 13,764 | 16,644 |

43. Approval of financial statements

These financial statements were authorised for issue by the Company's Board of Directors on 29 February 2024.