

**THITIKORN PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES**

Interim Financial Information

For the Period Ended September 30, 2017

and Report on Review of Interim Financial Information

Performed by the Certified Public Accountant

M.R. & ASSOCIATES CO., LTD.

Certified Public Accountants

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION BY THE CERTIFIED PUBLIC ACCOUNTANT

To the Board of Directors of Thitikorn Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Thitikorn Public Company Limited and its subsidiaries as at September 30, 2017 and the related consolidated statements of comprehensive income for the three-month and nine-month periods then ended, the consolidated statements of changes in shareholders' equity and cash flows for the nine-month period then ended, and the condensed notes to the consolidated financial statements. I have also reviewed the accompanying separate statement of financial position of Thitikorn Public Company Limited as at September 30, 2017 and the related separate statements of comprehensive income for the three-month and nine-month periods then ended, the separate statements of changes in shareholders' equity and cash flows for the nine-month period then ended, and the condensed notes to the separate financial statements. Management is responsible for the preparation and presentation of this interim financial information in accordance with the Thai Accounting Standard No. 34 "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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

(Mr. Akadet Pliensakul)
Certified Public Accountant
Registration No. 5389

M.R. & ASSOCIATES CO., LTD.
Bangkok
November 9, 2017

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2017 AND DECEMBER 31, 2016

ASSETS

		In Thousand Baht			
		Consolidated		The Company Only	
		September 30,	December 31,	September 30,	December 31,
		2017	2016	2017	2016
		(Reviewed)		(Reviewed)	
Note		(Unaudited)	(Audited)	(Unaudited)	(Audited)
CURRENT ASSETS					
	Cash and cash equivalents	262,574	103,579	122,434	32,554
	Trade receivables				
	- Current portion of hire-purchase contract receivables - net	4,013,158	3,585,799	3,596,477	3,238,288
	- Current portion of loan receivables - net	65,246	95,935	62,224	95,935
	- Nano finance receivables - net	853	1,035	-	-
	- Other trade receivables	61,179	66,787	60,059	65,037
	Receivables from and short-term loans to related parties	-	-	597,125	537,534
	Current portion of long-term loans to other parties	6,242	6,425	6,242	6,425
	Merchandises	2,205	2,451	1,885	2,087
	Asset foreclosed - net	216,078	195,814	216,078	195,814
	Other current assets	37,036	27,169	35,258	25,875
	Total Current Assets	4,664,571	4,084,994	4,697,782	4,199,549
NON-CURRENT ASSETS					
	Restricted deposits at financial institutions	28,760	25,892	-	-
	Hire-purchase contract receivables - net	4,608,623	4,033,317	4,156,741	3,618,476
	Loan receivables - net	16,104	7,724	9,580	7,724
	Investments in subsidiaries accounted for using the cost method	-	-	183,867	166,538
	Long-term loans to other parties - net	57,642	56,709	57,642	56,709
	Property, plant and equipment - net	164,165	180,358	144,980	161,124
	Intangible assets - net	8,359	9,636	8,078	9,390
	Deferred tax assets	140,532	129,680	127,327	116,848
	Property for lease - net	19,022	19,324	-	-
	Assets not used in operations	14,282	14,282	5,708	5,708
	Other non-current assets	19,379	49,510	13,004	13,091
	Total Non-Current Assets	5,076,868	4,526,432	4,706,927	4,155,608
	TOTAL ASSETS	9,741,439	8,611,426	9,404,709	8,355,157

The accompanying condensed notes are an integral part of these financial statements.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2017 AND DECEMBER 31, 2016

LIABILITIES AND SHAREHOLDERS' EQUITY

		In Thousand Baht			
		Consolidated		The Company Only	
		September 30,	December 31,	September 30,	December 31,
		2017	2016	2017	2016
		(Reviewed)		(Reviewed)	
Note		(Unaudited)	(Audited)	(Unaudited)	(Audited)
CURRENT LIABILITIES					
	Bank overdrafts and short-term borrowings from financial institutions	709,059	329,023	635,052	280,051
3	Trade payables	-	80,000	-	65,478
	Current portion of long-term loans	21,796	15,301	-	-
6	Current portion of debentures	200,000	1,120,000	200,000	1,120,000
3	Payables to and short-term loans from related parties	40,020	16,468	440,155	412,940
	Income tax payable	33,956	52,830	26,447	48,878
	Deposits and advances from customers	91,127	85,381	76,914	77,700
	Accrued expenses and other current liabilities				
	- Accrued sales promotions and rewards	79,531	86,558	74,437	81,209
	- Others	41,812	38,809	32,178	31,043
	Total Current Liabilities	1,217,301	1,824,370	1,485,183	2,117,299
NON-CURRENT LIABILITIES					
	Long-term loans - net of current portion	8,383	3,600	-	-
6	Debentures - net of current portion	3,800,000	2,200,000	3,800,000	2,200,000
8	Liability for post-employment benefits	38,607	27,287	32,404	20,919
	Other non-current liabilities	3,536	6,248	-	2,712
	Total Non-Current Liabilities	3,850,526	2,237,135	3,832,404	2,223,631
	Total Liabilities	5,067,827	4,061,505	5,317,587	4,340,930
SHAREHOLDERS' EQUITY					
	Share capital - common shares, Baht 1 par value				
	Authorized share capital - 500,000,000 shares, Baht 1 par value	500,000	500,000	500,000	500,000
	Issued and fully paid-up share capital - 500,000,000 shares,				
	Baht 1 par value	500,000	500,000	500,000	500,000
	Premium on shares	972,987	972,987	972,987	972,987
	Retained earnings				
	- Appropriated for legal reserve	50,000	50,000	50,000	50,000
	- Unappropriated	3,140,056	3,019,504	2,564,135	2,491,240
	Other component of equity				
	- Difference on financial statement conversion of subsidiaries	(355)	(180)	-	-
	Equity attributable to Owners of the Parent	4,662,688	4,542,311	4,087,122	4,014,227
	Non-controlling interests	10,924	7,610	-	-
	Total Shareholders' Equity	4,673,612	4,549,921	4,087,122	4,014,227
	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	9,741,439	8,611,426	9,404,709	8,355,157

The accompanying condensed notes are an integral part of these financial statements.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIODS ENDED SEPTEMBER 30, 2017 AND 2016

(REVIEWED)
(UNAUDITED)

		In Thousand Baht			
		Consolidated		The Company Only	
Note		2017	2016	2017	2016
REVENUES					
	Interest income on hire purchases	752,898	634,482	717,100	617,248
	Interest income on loan receivables	5,201	10,967	4,922	10,967
	Interest income on nano finance	50	64	-	-
	Sales of merchandises	6,486	4,954	6,486	4,954
	Other income	173,609	201,950	173,744	203,904
	Total Revenues	<u>938,244</u>	<u>852,417</u>	<u>902,252</u>	<u>837,073</u>
EXPENSES					
	Cost of sales	6,426	4,848	6,426	4,848
	Distribution costs	42	73	42	73
	Administrative expenses	526,207	520,346	527,042	509,565
	Bad debt and provision for doubtful accounts	207,680	156,010	205,841	152,397
	Finance costs	29,038	28,371	31,899	32,250
	Total Expenses	<u>769,393</u>	<u>709,648</u>	<u>771,250</u>	<u>699,133</u>
	PROFIT BEFORE INCOME TAX EXPENSE	168,851	142,769	131,002	137,940
	Income Tax Expense	35,154	30,236	26,872	28,267
	PROFIT FOR THE PERIOD	133,697	112,533	104,130	109,673
	Other Comprehensive Income (Loss)				
	<i>Item that will be subsequently reclassified to profit or loss</i>				
	- Difference on financial statement conversion of subsidiaries	(1,155)	167	-	-
	Other Comprehensive Income (Loss) for the Period	<u>(1,155)</u>	<u>167</u>	<u>-</u>	<u>-</u>
	TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>132,542</u>	<u>112,700</u>	<u>104,130</u>	<u>109,673</u>
	Profit Attributable to:				
	Owners of the parent	133,060	112,428	104,130	109,673
	Non-controlling interests	637	105	-	-
	Profit for the Period	<u>133,697</u>	<u>112,533</u>	<u>104,130</u>	<u>109,673</u>
	Total Comprehensive Income Attributable to:				
	Owners of the parent	131,905	112,595	104,130	109,673
	Non-controlling interests	637	105	-	-
	Total Comprehensive Income for the Period	<u>132,542</u>	<u>112,700</u>	<u>104,130</u>	<u>109,673</u>
	Basic Earnings per Share (Baht)	<u>0.27</u>	<u>0.23</u>	<u>0.21</u>	<u>0.22</u>
	Weighted Average Number of Common Shares	<u>500,000,000</u>	<u>500,000,000</u>	<u>500,000,000</u>	<u>500,000,000</u>

The accompanying condensed notes are an integral part of these financial statements.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2017 AND 2016

(REVIEWED)
(UNAUDITED)

	Note	In Thousand Baht			
		Consolidated		The Company Only	
		2017	2016	2017	2016
REVENUES					
Interest income on hire purchases		2,136,694	1,858,457	2,044,439	1,811,012
Interest income on loan receivables		16,909	35,770	16,395	35,770
Interest income on nano finance		179	132	-	-
Sales of merchandises		10,115	14,955	10,115	14,955
Other income	3	552,618	603,118	553,572	610,911
Total Revenues		2,716,515	2,512,432	2,624,521	2,472,648
EXPENSES					
Cost of sales		9,950	14,727	9,950	14,727
Distribution costs		84	77	84	77
Administrative expenses	3	1,496,950	1,424,402	1,473,581	1,388,420
Bad debt and provision for doubtful accounts		673,948	573,040	659,962	562,767
Finance costs	3	82,033	93,436	90,921	105,039
Total Expenses		2,262,965	2,105,682	2,234,498	2,071,030
PROFIT BEFORE INCOME TAX EXPENSE		453,550	406,750	390,023	401,618
Income Tax Expense	7	93,184	78,697	80,748	73,787
PROFIT FOR THE PERIOD		360,366	328,053	309,275	327,831
Other Comprehensive Income (Loss)					
<i>Item that will be subsequently reclassified to profit or loss</i>					
- Difference on financial statement conversion of subsidiaries		(175)	(400)	-	-
<i>Item that will not be subsequently reclassified to profit or loss</i>					
- Actuarial loss on measurement of liability for post-employment benefits (net of income tax expense of Baht 2,875 thousand for consolidated and Baht 2,845 thousand for the company only) in 2017	7, 8	(11,500)	-	(11,380)	-
Other Comprehensive Loss for the Period		(11,675)	(400)	(11,380)	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		348,691	327,653	297,895	327,831
Profit (Loss) Attributable to:					
Owners of the parent		357,052	327,987	309,275	327,831
Non-controlling interests		3,314	66	-	-
Profit for the Period		360,366	328,053	309,275	327,831
Total Comprehensive Income (Loss) Attributable to:					
Owners of the parent		345,377	327,587	297,895	327,831
Non-controlling interests		3,314	66	-	-
Total Comprehensive Income for the Period		348,691	327,653	297,895	327,831
Basic Earnings per Share (Baht)		0.71	0.66	0.62	0.66
Weighted Average Number of Common Shares		500,000,000	500,000,000	500,000,000	500,000,000

The accompanying condensed notes are an integral part of these financial statements.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

(REVIEWED)

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

(UNAUDITED)

FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2017 AND 2016

		In Thousand Baht							
		Consolidated							
		Retained Earnings			Other Component of Equity		Equity		Total
		Issued and Fully Paid-up Share Capital	Premium on Common Shares	Appropriated for Legal Reserve	Unappropriated	Difference on Conversion of Subsidiaries	attributable to Owners of the Parent	Non-Controlling Interests	Shareholders' Equity
Note									
	Beginning Balance as at January 1, 2017	500,000	972,987	50,000	3,019,504	(180)	4,542,311	7,610	4,549,921
	Payment of dividends	-	-	-	(225,000)	-	(225,000)	-	(225,000)
	Total comprehensive income for the period	-	-	-	345,552	(175)	345,377	3,314	348,691
	Ending Balance as at September 30, 2017	<u>500,000</u>	<u>972,987</u>	<u>50,000</u>	<u>3,140,056</u>	<u>(355)</u>	<u>4,662,688</u>	<u>10,924</u>	<u>4,673,612</u>
	Beginning Balance as at January 1, 2016	500,000	972,987	50,000	2,789,812	1,506	4,314,305	6,998	4,321,303
	Payment of dividends	-	-	-	(200,000)	-	(200,000)	-	(200,000)
	Total comprehensive income for the period	-	-	-	327,987	(400)	327,587	66	327,653
	Ending Balance as at September 30, 2016	<u>500,000</u>	<u>972,987</u>	<u>50,000</u>	<u>2,917,799</u>	<u>1,106</u>	<u>4,441,892</u>	<u>7,064</u>	<u>4,448,956</u>

The accompanying condensed notes are an integral part of these financial statements.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2017 AND 2016

(REVIEWED)
(UNAUDITED)

In Thousand Baht						
The Company Only						
	Note	Issued and Fully Paid-up Share Capital	Premium on Shares	Retained Earnings		Total
				Appropriated for Legal Reserve	Unappropriated	
Beginning Balance as at January 1, 2017		500,000	972,987	50,000	2,491,240	4,014,227
Payment of dividends	9	-	-	-	(225,000)	(225,000)
Total comprehensive income for the period		-	-	-	297,895	297,895
Ending Balance as at September 30, 2017		<u>500,000</u>	<u>972,987</u>	<u>50,000</u>	<u>2,564,135</u>	<u>4,087,122</u>
Beginning Balance as at January 1, 2016		500,000	972,987	50,000	2,268,203	3,791,190
Payment of dividends	9	-	-	-	(200,000)	(200,000)
Total comprehensive income for the period		-	-	-	327,831	327,831
Ending Balance as at September 30, 2016		<u>500,000</u>	<u>972,987</u>	<u>50,000</u>	<u>2,396,034</u>	<u>3,919,021</u>

The accompanying condensed notes are an integral part of these financial statements.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2017 AND 2016

(REVIEWED)
(UNAUDITED)

	In Thousand Baht			
	Consolidated		The Company Only	
	2017	2016	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before income tax expense	453,550	406,750	390,023	401,618
Adjustments				
Depreciation and amortization	48,388	53,524	44,685	49,280
Expenses for post-employment benefits	2,995	2,112	2,574	1,742
Unrealized loss (gain) on exchange rate	72	(506)	247	(106)
Bad debt and provision for doubtful accounts	673,948	573,040	659,962	562,767
Increase in allowance for diminution in value of asset foreclosed	8,020	12,421	8,020	12,845
Gain on sales of equipment	(2,689)	(4,899)	(2,689)	(4,899)
Loss on written-off asset	2,559	-	2,559	-
Interest income	(5,016)	(4,882)	(19,739)	(24,291)
Interest expense	82,033	93,436	90,921	105,039
(Increase) Decrease in operating assets :				
Trade receivables - hire-purchase contract receivables	(1,675,882)	(955,151)	(1,555,812)	(1,022,960)
Trade receivables - loan receivables	21,686	26,755	31,251	26,755
Trade receivables - nano finance receivables	74	(1,147)	-	-
Trade receivables - other	5,608	1,606	4,978	761
Other receivables from related parties	-	-	8,208	1,530
Merchandises	246	1,743	202	492
Asset foreclosed	(28,284)	(37,872)	(28,284)	(38,445)
Other current assets	(9,849)	(4,097)	(9,311)	(6,892)
Other non-current assets	(2,742)	515	(2,472)	622
Increase (Decrease) in operating liabilities :				
Trade payables	(80,000)	(77,602)	(65,478)	(46,834)
Other payables to related parties	692	11,235	3,138	8,495
Deposits and advances from customers	5,746	(35,444)	(786)	(36,773)
Accrued expenses and other current liabilities	(4,173)	(11,011)	(5,769)	(14,262)
Liability for post-employment benefits	(6,050)	(5,838)	(5,314)	(5,838)
Other non-current liabilities	(2,712)	(1,720)	(2,712)	(1,720)
	(511,780)	42,968	(451,598)	(31,074)
Proceeds from refunded withholding tax	29,699	-	-	-
Income tax paid	(121,730)	(62,694)	(110,813)	(51,082)
Net Cash Used in Operating Activities	(603,811)	(19,726)	(562,411)	(82,156)

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2017 AND 2016

(REVIEWED)
(UNAUDITED)

	In Thousand Baht			
	Consolidated		The Company Only	
	2017	2016	2017	2016
CASH FLOWS FROM INVESTING ACTIVITIES				
Increase in restricted deposits at financial institutions	(558)	-	-	-
Increase in short-term loans to related parties	-	-	(222,629)	(119,956)
Collections from short-term loans to related parties	-	-	154,648	199,356
Increase in investment in subsidiary	-	-	(17,329)	-
Increase in long-term loans to other parties	(4,925)	(75,454)	(4,925)	(75,454)
Collections from long-term loans to other parties	4,175	73,759	4,175	73,759
Purchases of fixed assets	(33,435)	(24,367)	(30,153)	(22,168)
Proceeds from sales of equipment	7,797	6,119	7,797	6,119
Purchases of intangible assets	(1,807)	(2,959)	(1,702)	(2,850)
Interest received	4,997	4,363	19,849	24,127
Net Cash Provided by (Used in) Investing Activities	(23,756)	(18,539)	(90,269)	82,933
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase in bank overdrafts and short-term borrowings from financial institutions	379,789	313,443	354,754	293,074
Increase in short-term loans from related parties	22,860	-	46,000	46,500
Repayments of short-term loans from related party	-	-	(21,900)	(35,900)
Increase in long-term loans	35,077	14,040	-	-
Repayments of long-term loans	(23,799)	(510,345)	-	(500,000)
Issuances of debentures	1,800,000	1,700,000	1,800,000	1,700,000
Redemptions of debentures	(1,120,000)	(1,320,000)	(1,120,000)	(1,320,000)
Dividends paid	(225,000)	(200,000)	(225,000)	(200,000)
Interest paid	(82,365)	(100,068)	(91,294)	(111,750)
Net Cash Provided by (Used in) Financing Activities	786,562	(102,930)	742,560	(128,076)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	158,995	(141,195)	89,880	(127,299)
Cash and Cash Equivalents at Beginning of Period	103,579	252,151	32,554	164,001
CASH AND CASH EQUIVALENTS AT END OF PERIOD	262,574	110,956	122,434	36,702
Supplementary disclosures of cash flow information				
a. Cash and cash equivalents at end of period				
Cash in hand	15,033	23,903	10,919	22,567
Current accounts at banks	96,453	25,431	14,574	5,910
Savings deposits at banks	151,088	61,622	96,941	8,225
Total	262,574	110,956	122,434	36,702
b. Non-cash transactions				
Purchases of equipment by means of payables	482	250	482	250
Transfer of other non-current assets to restricted deposits at financial institutions	2,310	-	-	-

The accompanying condensed notes are an integral part of these financial statements.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements
September 30, 2017 and 2016 (Reviewed) (Unaudited)
And December 31, 2016 (Audited)

1. BASIS FOR THE PREPARATION OF INTERIM FINANCIAL INFORMATION

The accompanying interim financial information is prepared on a condensed basis and in accordance with The Thai Accounting Standard No. 34 (Revised 2016) “Interim Financial Reporting” including interpretations and guidelines promulgated by the Federation of Accounting Professions (“FAP”), applicable rules and regulations of the Securities and Exchange Commission, and applicable announcement of the Department of Business Development.

The accompanying interim financial information is prepared as updated information to the financial statements for the year ended December 31, 2016 with an emphasis on the more current information about activities, events and situations, not a duplicate of information previously reported. This interim financial information should therefore be read in conjunction with the financial statements for the year ended December 31, 2016.

For convenience of the readers, an English translation of the interim financial information is prepared from the Thai language interim financial information that is issued for domestic financial reporting purposes.

The consolidated financial statements for the three-month and nine-month periods ended September 30, 2017 and 2016 and the consolidated financial statements for the year ended December 31, 2016, which are a component of this interim financial information, include the accounts of the Company and its subsidiaries which the Company has the controlling power or direct and indirect holdings on those subsidiaries as follows:

Name of Companies	Type of Business	Paid-up Share Capital (In Thousand Baht)		Percentage of Direct and Indirect Holdings (%)	
		September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016
C. V. A. Co., Ltd.	Hire-purchase motorcycle business and related services	50,000	50,000	99.99	99.99
Chayapak Co., Ltd.	Hire-purchase automobile business	40,000	40,000	99.99	99.99
TK Debt Services Co., Ltd.	Debt collection and forfeiture services and vehicle modification services	700	700	99.99	99.99
TK Ngern Tan Jai Co., Ltd.	Nano finance business	50,000	50,000	99.99	99.99
Sabaidee Leasing Co., Ltd. (Lao PDR)	Hire-purchase motorcycle business	21,015*	21,015*	61.90	61.90
Suosdey Finance PLC. (Cambodia)	Hire-purchase motorcycle business	34,945***	17,616**	99.80	99.60
*KIP 5,250 million	**USD 500,000			***USD 1,000,000	

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
September 30, 2017 and 2016 (Reviewed) (Unaudited)
And December 31, 2016 (Audited)

At the Board of Directors' meeting on February 24, 2017, the Board of Directors passed the resolution to approve the budget for the increase in the authorized share capital of its subsidiary, i.e. Suosdey Finance PLC., from U.S. Dollar 0.5 million to U.S. Dollar 1 million whereby such subsidiary increased its share capital and registered the increase in share capital on April 27, 2017. In addition, at the Board of Directors' meeting on August 10, 2017, the Board of Directors passed the resolution to approve the budget for the increase in the authorized share capital of such subsidiary for an additional amount of U.S. Dollar 1.5 million whereby such subsidiary is during the process to increase and register the increase in share capital as at September 30, 2017.

At the Board of Directors' meeting on May 8, 2017, the Board of Directors passed the resolution to approve the budget for the increase in the authorized share capital of its subsidiary, i.e. Sabaidee Leasing Co., Ltd., from Kip 5,250 million to Kip 10,250 million whereby such subsidiary is during the process to increase and register the increase in share capital as at September 30, 2017.

In addition, at the Board of Directors' meeting on September 27, 2017, the Board of Directors passed the resolution to approve the Company to establish a new subsidiary (the seventh subsidiary) at Bago City in the Republic of the Union of Myanmar ("Myanmar"), i.e. "Mingalaba Thitikorn Microfinance Co., Ltd." ("Mingalaba"), whereby the Company and its director are shareholders of such company at the proportion of 99% and 1%, respectively, and source of fund for this investment will be derived from the Company's working capital. Mingalaba will be registered as a juristic company under the laws of Myanmar in order to conduct its business relating to microfinance and other kinds of finance businesses in Myanmar. Authorized share capital of Mingalaba will comprise of 200,000 common shares at Kyat 1,000 par value, totalling Kyat 200 million or approximately Baht 4.88 million. As at September 30, 2017, Mingalaba is during the process of establishment.

Significant intercompany transactions between the Company and its subsidiaries were eliminated in the preparation of the consolidated financial statements.

Starting from January 1, 2017, the Company and its subsidiaries have adopted the revision of Thai Accounting Standards (TAS), Thai Financial Reporting Standards (TFRS), Thai Accounting Interpretation (TSIC), and Thai Financial Reporting Interpretation (TFRIC), issued by FAP, which have been effective from the accounting period starting on or after January 1, 2017. The aforesaid adoption of revised TAS and TFRS as well as TSIC and TFRIC did not have any material effect on the Company and its subsidiaries.

2. SIGNIFICANT ACCOUNTING POLICIES

The Company and its subsidiaries applied significant accounting policies and methods of computation to the preparation of interim financial information for the three-month and nine-month periods ended September 30, 2017 and 2016 which are similar to those applied to the preparation of financial statements for the year ended December 31, 2016 except the adoption of revised TAS and TFRS as well as TIC and TFRIC as discussed in Note 1 which had no any material effect.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
September 30, 2017 and 2016 (Reviewed) (Unaudited)
And December 31, 2016 (Audited)

3. TRANSACTIONS WITH RELATED PARTIES

Significant transactions with related parties for the three-month and nine-month periods ended September 30, 2017 and 2016 are as follows:

	Three-Month Periods (In Thousand Baht)			
	Consolidated		The Company Only	
	2017	2016	2017	2016
Interest income				
Subsidiaries	-	-	4,896	6,210
Other income				
Subsidiaries	-	-	21	21
Rental and services				
Subsidiaries	-	-	216	216
Related companies	8,719	9,358	8,376	9,015
Total	8,719	9,358	8,592	9,231
Management fee				
Related companies	2,550	2,550	1,800	1,800
Utility expenses				
Related companies	946	944	946	944
Stationery expense				
Related companies	586	586	528	581
Other expenses				
Related companies	3,961	2,316	3,335	1,817
Service expenses				
Subsidiaries	-	-	44,327	29,855
Interest expense				
Subsidiaries	-	-	4,369	4,271
Key management's remunerations				
Short-term benefits	21,132	19,136	21,132	19,136
Post-employment benefits	228	88	228	88
Total	21,360	19,224	21,360	19,224
Purchase of vehicles for use				
Related companies	458	-	458	-
Purchase for hire-purchases				
Related companies	75,237	46,438	-	-
	Nine-Month Periods (In Thousand Baht)			
	Consolidated		The Company Only	
	2017	2016	2017	2016
Interest income				
Subsidiaries	-	-	15,037	19,702
Other income				
Subsidiaries	-	-	55	56
Rental and services				
Subsidiaries	-	-	648	648
Related companies	26,116	28,075	25,086	27,045
Total	26,116	28,075	25,734	27,693
Management fee				
Related companies	7,650	7,650	5,400	5,400

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
September 30, 2017 and 2016 (Reviewed) (Unaudited)
And December 31, 2016 (Audited)

	Nine-Month Periods (In Thousand Baht)			
	Consolidated		The Company Only	
	2017	2016	2017	2016
Utility expenses				
Related companies	2,788	2,965	2,788	2,965
Stationery expense				
Related companies	1,709	1,756	1,552	1,737
Other expenses				
Related companies	9,831	8,125	7,557	5,889
Service expenses				
Subsidiaries	-	-	102,825	76,561
Interest expense				
Subsidiaries	-	-	13,085	12,586
Key management's remunerations				
Short-term benefits	33,200	30,797	33,200	30,797
Post-employment benefits	683	263	683	263
Total	33,883	31,060	33,883	31,060
Sales of vehicles for use				
Related companies	-	561	-	561
Purchase of vehicles for use				
Related companies	458	5,589	458	5,589
Purchase for hire-purchases				
Related companies	222,168	229,918	-	-

Significant outstanding balances with related parties as at September 30, 2017 and December 31, 2016 are as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016
Receivables and short-term loans				
Receivables and accrued income - subsidiaries				
Receivable on decrease in capital for returns	-	-	-	8,144
Accrued interest and other income	-	-	1,830	2,076
Total	-	-	1,830	10,220
Advances				
Subsidiaries	-	-	3,005	3,005
Short-term loans				
Subsidiaries (interest rate at 4.125 - 4.375 p.a. in 2017 and 4.375 p.a. in 2016)	-	-	592,290	524,309
Total	-	-	597,125	537,534
Trade payables				
Related companies	-	14,522	-	-

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
September 30, 2017 and 2016 (Reviewed) (Unaudited)
And December 31, 2016 (Audited)

	In Thousand Baht			
	Consolidated		The Company Only	
	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016
Payables and short-term loans				
Accrued expenses				
Subsidiaries	-	-	14,516	11,885
Related companies	1,960	1,268	1,649	1,165
Total	1,960	1,268	16,165	13,050
Short-term loans				
Subsidiaries (interest rate at 4.125 - 4.375 p.a. in 2017 and 4.375 p.a. in 2016)	-	-	423,990	399,890
Directors (non-interest bearing)	38,060	15,200	-	-
Total	38,060	15,200	423,990	399,890
Total	40,020	16,468	440,155	412,940

Movements of loans from and loans to related parties during the period are as follows:

	Consolidated (In Thousand Baht)			September 30, 2017
	December 31, 2016	Increase	Decrease	
Short-term loans from related persons				
Directors	15,200	22,860	-	38,060

	The Company Only (In Thousand Baht)			September 30, 2017
	December 31, 2016	Increase	Decrease	
Short-term loans to subsidiaries				
Suosdey Finance PLC.	9,509	106,489	15,648	100,350
Sabaidee Leasing Co., Ltd.	24,800	37,140	-	61,940
TK Debt Services Co., Ltd.	22,000	16,000	36,000	2,000
Chayapak Co., Ltd.	468,000	63,000	103,000	428,000
Total	524,309	222,629	154,648	592,290
Short-term loans from subsidiary				
C.V.A. Co., Ltd.	399,890	46,000	21,900	423,990

As at September 30, 2017 and December 31, 2016, the Company has been guarantor for (1) short-term loan credit facilities granted by a local commercial bank to Chayapak Co., Ltd. amounting to Baht 600 million and (2) short-term loan credit facilities granted by a commercial bank incorporated in Cambodia of Suosdey Finance PLC. amounting to USD 3 million (drawdown of approximately USD 2.1 million as at September 30, 2017) and long-term loan credit facilities granted by another commercial bank incorporated in Cambodia of such subsidiary amounting to USD 2 million (fully drawdown as at September 30, 2017). There has been no intercompany charge on these guarantees.

In addition, at the Management Board's meeting on June 22, 2017, the Management Board passed the resolution to approve the Company being guarantor for loan credit facilities, granted by a commercial bank in Lao, of the other subsidiary, i.e. Sabaidee Leasing Co., Ltd., amounting to Kip 4,952 million, which has not yet been drawdown as at September 30, 2017. There has been no intercompany charge on this guarantee.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
September 30, 2017 and 2016 (Reviewed) (Unaudited)
And December 31, 2016 (Audited)

During 2017, the Company gave short-term loans amounting to approximately Baht 106.5 million and Baht 37.1 million, respectively, to its foreign subsidiaries, i.e. Suosdey Finance PLC. and Sabaidee Leasing Co., Ltd., under the loan facilities of Baht 200.0 million and Baht 123.8 million (pertaining to 61.9% of shareholding), respectively, which was approved by the Board of Directors on May 8, 2017.

4. HIRE-PURCHASE CONTRACT, LOAN, AND NANO FINANCE RECEIVABLES - NET

Hire-Purchase Contract Receivables

	Consolidated (In Thousand Baht)					
	September 30, 2017			December 31, 2016		
	Total	Current	Long-term	Total	Current	Long-term
Hire-purchase contract receivables	13,980,369	7,343,744	6,636,625	11,620,102	6,168,669	5,451,433
Less Unearned income	(4,795,710)	(2,958,898)	(1,836,812)	(3,479,742)	(2,222,924)	(1,256,818)
Net	9,184,659	4,384,846	4,799,813	8,140,360	3,945,745	4,194,615
Less Allowance for doubtful accounts	(562,878)	(371,688)	(191,190)	(521,244)	(359,946)	(161,298)
Net	8,621,781	4,013,158	4,608,623	7,619,116	3,585,799	4,033,317

	The Company Only (In Thousand Baht)					
	September 30, 2017			December 31, 2016		
	Total	Current	Long-term	Total	Current	Long-term
Hire-purchase contract receivables	12,013,476	6,315,210	5,698,266	10,680,370	5,697,299	4,983,071
Less Unearned income	(3,762,512)	(2,402,392)	(1,360,120)	(3,362,477)	(2,149,164)	(1,213,313)
Net	8,250,964	3,912,818	4,338,146	7,317,893	3,548,135	3,769,758
Less Allowance for doubtful accounts	(497,746)	(316,341)	(181,405)	(461,129)	(309,847)	(151,282)
Net	7,753,218	3,596,477	4,156,741	6,856,764	3,238,288	3,618,476

Hire-purchase contract receivables at September 30, 2017 and December 31, 2016 (contract terms are 1.5 - 5 years) are aged by the outstanding installment payments of each contract as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016
Current	6,102,185	5,437,263	5,377,528	4,801,377
Overdue 1 month	1,362,466	1,187,040	1,290,093	1,131,003
Overdue 2 - 3 months	1,300,794	1,125,918	1,244,146	1,077,415
Overdue 4 - 6 months	328,815	255,753	313,913	243,552
Overdue 7 - 12 months	28,978	67,367	19,511	48,991
Overdue longer than 12 months	61,421	67,019	5,773	15,555
Total	9,184,659	8,140,360	8,250,964	7,317,893
Less Allowance for doubtful accounts	(562,878)	(521,244)	(497,746)	(461,129)
Net	8,621,781	7,619,116	7,753,218	6,856,764

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
September 30, 2017 and 2016 (Reviewed) (Unaudited)
And December 31, 2016 (Audited)

The Company and its subsidiaries determine allowance for doubtful accounts in line with the policy for the year 2016. Such policy is not compliance with the accounting guidance for determination of allowance of doubtful accounts for consumer finance business which was mutually defined by the Securities and Exchange Commission (SEC) and the Institute of Certified Accountants and Auditors of Thailand (“ICAAT”) at that time. However, based on statistic information for the past three years (2014 - 2016), the Company and its subsidiaries had average actual bad debt less than doubtful accounts based on such basis defined by the SEC and ICAAT. As at September 30, 2017, the Company and its subsidiaries had allowance for doubtful accounts at 6.13% (6.03% for the Company only) of total hire-purchase contract receivables before deducting allowance for doubtful accounts.

Loan Receivables

	Consolidated (In Thousand Baht)					
	September 30, 2017			December 31, 2016		
	Total	Current	Long-term	Total	Current	Long-term
Loan receivables	97,588	79,577	18,011	123,249	114,959	8,290
Less Unearned income	(13,042)	(11,217)	(1,825)	(12,688)	(12,219)	(469)
Net	84,546	68,360	16,186	110,561	102,740	7,821
Less Allowance for doubtful accounts	(3,196)	(3,114)	(82)	(6,902)	(6,805)	(97)
Net	<u>81,350</u>	<u>65,246</u>	<u>16,104</u>	<u>103,659</u>	<u>95,935</u>	<u>7,724</u>

	The Company Only (In Thousand Baht)					
	September 30, 2017			December 31, 2016		
	Total	Current	Long-term	Total	Current	Long-term
Loan receivables	85,720	75,405	10,315	123,249	114,959	8,290
Less Unearned income	(10,740)	(10,119)	(621)	(12,688)	(12,219)	(469)
Net	74,980	65,286	9,694	110,561	102,740	7,821
Less Allowance for doubtful accounts	(3,176)	(3,062)	(114)	(6,902)	(6,805)	(97)
Net	<u>71,804</u>	<u>62,224</u>	<u>9,580</u>	<u>103,659</u>	<u>95,935</u>	<u>7,724</u>

Loan receivables as at September 30, 2017 and December 31, 2016 are aged by the outstanding installment payments of each contract as follows:

	In Thousand Baht			
	Consolidated		Company Only	
	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016
Current	68,177	73,128	58,939	73,128
Overdue 1 month	8,963	17,967	8,736	17,967
Overdue 2 - 3 months	5,275	14,228	5,174	14,228
Overdue 4 - 6 months	1,332	4,185	1,332	4,185
Overdue 7 - 12 months	684	994	684	994
Overdue longer than 12 months	115	59	115	59
Total	84,546	110,561	74,980	110,561
Less Allowance for doubtful accounts	(3,196)	(6,902)	(3,176)	(6,902)
Net	<u>81,350</u>	<u>103,659</u>	<u>71,804</u>	<u>103,659</u>

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
September 30, 2017 and 2016 (Reviewed) (Unaudited)
And December 31, 2016 (Audited)

The abovementioned loan receivables are receivables under loan agreements with terms between 1-2 years which are repayable monthly at the fixed equally amount per month. The characteristics of agreements or contracts of such receivables are relevant to the hire-purchase contract receivables.

Nano Finance Receivables

	Consolidated (In Thousand Baht)					
	September 30, 2017			December 31, 2016		
	Total	Current	Long-term	Total	Current	Long-term
Nano finance receivables	964	964	-	1,172	1,172	-
Less Unearned income	(88)	(88)	-	(105)	(105)	-
Net	876	876	-	1,067	1,067	-
Less Allowance for doubtful accounts	(23)	(23)	-	(32)	(32)	-
Net	<u>853</u>	<u>853</u>	<u>-</u>	<u>1,035</u>	<u>1,035</u>	<u>-</u>

Nano finance receivables as at September 30, 2017 and December 31, 2016 are aged by the outstanding installment payments of each contract as follows:

	Consolidated (In Thousand Baht)	
	September 30, 2017	December 31, 2016
Current	804	952
Overdue 1 month	19	43
Overdue 2 - 3 months	40	48
Overdue 4 - 6 months	13	24
Total	876	1,067
Less Allowance for doubtful accounts	(23)	(32)
Net	<u>853</u>	<u>1,035</u>

5. ASSET FORECLOSED - NET

	Consolidated and The Company Only (In Thousand Baht)	
	September 30, 2017	December 31, 2016
Balance not exceeding one year	308,683	279,734
Balance exceeding one year	10,696	11,361
Total	319,379	291,095
Less Allowance for diminution in value	(103,301)	(95,281)
Net	<u>216,078</u>	<u>195,814</u>

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
September 30, 2017 and 2016 (Reviewed) (Unaudited)
And December 31, 2016 (Audited)

6. DEBENTURES

Consolidated and The Company Only				In Thousand Baht	
Date of Issuance / Year of Redemption	Interest Payment	Interest Rate Per Annum (%)	Number of Unit (Baht 1,000 Each)	September 30, 2017	December 31, 2016
March 26, 2014 / 2017	Quarterly	4.00	900,000	-	900,000
April 30, 2014 / 2017	Semi-annually	4.00	100,000	-	100,000
February 25, 2015 / 2017	Semi-annually	3.15	120,000	-	120,000
September 3, 2015 / 2018	Semi-annually	2.59	200,000	200,000	200,000
May 16, 2016 / 2019	Semi-annually	2.15	600,000	600,000	600,000
July 20, 2016 / 2019	Semi-annually	2.36	600,000	600,000	600,000
September 1, 2016 / 2019	Semi-annually	2.41	500,000	500,000	500,000
September 7, 2016 / 2019	Semi-annually	2.48	300,000	300,000	300,000
February 28, 2017 / 2020	Semi-annually	2.83	1,000,000	1,000,000	-
August 18, 2017 / 2020	Semi-annually	2.56	800,000	800,000	-
Total				4,000,000	3,320,000
Less Current portion				(200,000)	(1,120,000)
Net				3,800,000	2,200,000

As at September 30, 2017, the amount for issuance and offering of the Company's debentures totalling Baht 7,000 million, which comprised of the amount approved by the shareholders' meeting in April 2016 amounting to Baht 4,000 million and another approved by the extraordinary shareholders' meeting in September 2017 amounting to Baht 3,000 million.

Under the conditions of the issuances of debentures, the Company has to comply with the specified conditions as shown below:

1. To maintain Debt-to-Equity ratio at the rate not exceeding 7:1
2. To maintain dividend payment ratio not exceeding 60% of net profit.

7. INCOME TAX

Corporate income tax recorded as expense (income) for the three-month and nine-month periods ended September 30, 2017 and 2016 consists of:

	Three-Month Periods (In Thousand Baht)			
	Consolidated		The Company Only	
	2017	2016	2017	2016
Income tax computed from accounting profit	33,923	28,554	26,200	27,588
Effects from non-deductible expenses	(3,294)	(3,216)	(953)	(2,801)
Effects from additional deductible expenses	3,980	1,066	1,413	(801)
Current tax computed from taxable profit	34,609	26,404	26,660	23,986
Decrease in deferred tax assets	545	3,832	212	4,281
Income tax presented in statement of comprehensive income	35,154	30,236	26,872	28,267

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
September 30, 2017 and 2016 (Reviewed) (Unaudited)
And December 31, 2016 (Audited)

	Nine-Month Periods (In Thousand Baht)			
	Consolidated		The Company Only	
	2017	2016	2017	2016
Income tax computed from accounting profit	91,141	81,350	78,004	80,324
Effects from non-deductible expenses	12,448	8,429	11,724	5,027
Effects from benefit of tax loss carryforward	-	(8,719)	-	(8,719)
Effects from additional deductible expenses	(2,428)	-	(1,346)	(1,848)
Current tax computed from taxable profit	101,161	81,060	88,382	74,784
Increase in deferred tax assets	(7,977)	(2,363)	(7,634)	(997)
Income tax presented in statement of comprehensive income	<u>93,184</u>	<u>78,697</u>	<u>80,748</u>	<u>73,787</u>
Increase in deferred tax assets from item under other comprehensive income	<u>(2,875)</u>	<u>-</u>	<u>(2,845)</u>	<u>-</u>

Deferred tax assets presented in the statements of financial position as at September 30, 2017 and December 31, 2016 consist of:

	In Thousand Baht			
	Consolidated		The Company Only	
	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016
Effects from temporary non-deductible items from				
- Allowance for doubtful accounts	112,150	105,166	100,186	93,608
- Allowance for diminution in value of asset foreclosed	20,660	19,056	20,660	19,056
- Liability for post-employment benefits	7,722	5,458	6,481	4,184
Total	<u>140,532</u>	<u>129,680</u>	<u>127,327</u>	<u>116,848</u>

8. LIABILITY FOR POST-EMPLOYMENT BENEFITS

The Company and its subsidiaries have obligations on post-employment benefits which were reassessed and recomputed by the qualified actuary during 2017. Movements of liability for post-employment benefits for the nine-month periods ended September 30, 2017 and 2016 are as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	2017	2016	2017	2016
Liability for post-employment benefits as at January 1	27,287	31,039	20,919	25,164
Current service cost	2,092	1,149	1,811	958
Interest cost	903	963	763	784
Actuarial loss on measurement	14,375	-	14,225	-
Expense recognized in statement of comprehensive income	17,370	2,112	16,799	1,742
Employee benefits paid during the period	(6,050)	(5,838)	(5,314)	(5,838)
Liability for post-employment benefits as at September 30	<u>38,607</u>	<u>27,313</u>	<u>32,404</u>	<u>21,068</u>

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
September 30, 2017 and 2016 (Reviewed) (Unaudited)
And December 31, 2016 (Audited)

Significant assumptions used in calculation of liability for post-employment benefits are as follows:

- Discount rate 2.71% p.a. (4.58% p.a. as at December 31, 2016)
- Salary escalation rate 5.66% p.a. (4.89% p.a. as at December 31, 2016)
- Employee turnover rate 0% - 22% p.a. (0% - 67% p.a. as at December 31, 2016)

The abovementioned actuarial loss on measurement in the consolidated financial statements comprised of (1) loss from experience adjustment amounting to approximately Baht 14,350 thousand, (2) gain from changes in demographic assumptions amounting to approximately Baht 5,989 thousand, and (3) loss from changes in financial assumptions amounting to approximately Baht 6,014 thousand.

The abovementioned actuarial loss on measurement in the separate financial statements comprised of (1) loss from experience adjustment amounting to approximately Baht 14,159 thousand, (2) gain from changes in demographic assumptions amounting to approximately Baht 5,114 thousand, and (3) loss from changes in financial assumptions amounting to approximately Baht 5,180 thousand.

The abovementioned changes in significant assumptions may affect the sensitivity of the balance of provision or liability for post-employment benefits in respect of the information as per the calculation report of the qualified actuary as follows:

Significant Assumptions	Liability May Increase (Decrease) from Changes in Significant Assumptions (In Thousand Baht)			
	If Increased by 0.5%		If Decreased by 0.5%	
	Consolidated	The Company Only	Consolidated	The Company Only
Discount rate	(986)	(858)	1,045	910
Salary escalation rate	1,132	979	(1,438)	(931)
Employee turnover rate	(2,605)	(2,260)	2,934	2,550

9. DIVIDENDS

At the general shareholders' meeting held on April 26, 2017, the shareholders unanimously approved the Company to pay dividends for the 2016 operations at Baht 0.45 per share, totalling Baht 225 million. The Company paid such dividends to the shareholders on May 18, 2017.

At the general shareholders' meeting held on April 26, 2016, the shareholders unanimously approved the Company to pay dividends for the 2015 operations at Baht 0.40 per share, totalling Baht 200 million. The Company paid such dividends to the shareholders on May 18, 2016.

10. SIGNIFICANT FINANCIAL INFORMATION CLASSIFIED BY OPERATING SEGMENT

Statement of financial position and statement of income are significant financial and core information of the Company and its subsidiaries that are provided regularly to the highest authority in decision-making operation and also used in evaluation of financial performances of the segments. However, the Company and its subsidiaries have a single core operating segment (being internal reporting segment) by product which is hire-purchase on automobile and motorcycle for general retail customers in Thailand whereby the business activities relating to loans and nano finance to general retail customers in Thailand are operated with the insignificant portion as compared to entire volumes and business activities. Accordingly, the accompanying interim financial information does not include the operating segment information on products and key customers.

THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
September 30, 2017 and 2016 (Reviewed) (Unaudited)
And December 31, 2016 (Audited)

Information on Geographic Areas

The Company's subsidiaries in Cambodia and Lao PDR started their business activities near the end of 2014. Currently, their operations have been insignificant portion as compared to the entire volumes and business activities. Accordingly, the accompanying interim financial information does not include the operating segment information on geographic areas.

The Company and its subsidiaries incorporated in Thailand have no any non-current asset located in the countries other than Thailand. However, as at September 30, 2017, subsidiaries incorporated in Cambodia and Lao PDR had fixed assets and intangible assets of which carrying amounts totalling approximately Baht 8.6 million and Baht 2.0 million, respectively, were presented in the consolidated statement of financial position as at September 30, 2017 (as at December 31, 2016 : Baht 6.8 million and Baht 2.4 million, respectively).

11. COMMITMENTS

As at September 30, 2017, the Company and its subsidiaries had commitments on lease and service agreements for office premises and operating branches whereby the related lease and service fees are committed to pay as follows:

• Due for payments within 1 year	34.1	million Baht
• Due for payments after 1 year but not exceeding 5 years	<u>21.2</u>	
• Total	<u>55.3</u>	million Baht

12. EVENTS AFTER THE REPORTING PERIOD

At the Board of Directors' meeting on November 9, 2017, the Board of Directors passed the resolutions to approve the significant matters relating to the subsidiaries as follows:

- a) Approved temporary advances for use as working capital in operations of subsidiaries, i.e. Suosdey Finance PLC., Sabaidee Leasing Co., Ltd., and Mingalaba Thitikorn Microfinance Co., Ltd. (after completion of establishment and registration), amounting to Baht 400 million, Baht 300 million, and Baht 100 million, respectively, whereby the Company's Management Board is authorized to approve the payment of each advance under such amounts;
- b) Approved in principle for increase in authorized share capital (after completion of establishment and registration) of Mingalaba Thitikorn Microfinance Co., Ltd. amounting to Kyat 1,320 million (approximately Baht 33 million) in order to support the business expansion; and
- c) Approved in principle for sales of TK Debt Services Co., Ltd. whereby the Company's Managing Director is authorized to execute such matter.

13. APPROVAL OF THE INTERIM FINANCIAL INFORMATION

The accompanying interim financial information has been approved to be issued by the Company's Board of Directors' meeting on November 9, 2017.