

**The Siam Commercial Bank Public Company Limited
and its Subsidiaries**

Condensed interim financial statements
for the three-month period ended
31 March 2021
and
Independent auditor's review report

Independent Auditor’s Report on Review of Interim Financial Information

To the Board of Directors of The Siam Commercial Bank Public Company Limited

I have reviewed the accompanying consolidated and the Bank’s statements of financial position of The Siam Commercial Bank Public Company Limited and its subsidiaries (“the Group”), and of The Siam Commercial Bank Public Company Limited, respectively, as at 31 March 2021; the consolidated and the Bank’s statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three-month period then ended; and condensed notes (“interim financial information”). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, “Interim Financial Reporting” and the regulations of the Bank of Thailand. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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

(Orawan Chuhakitpaisan)
Certified Public Accountant
Registration No. 6105

KPMG Phoomchai Audit Ltd.
Bangkok
14 May 2021

The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of financial position

| Assets | Note | Consolidated | | The Bank | |
|--|------|---------------------------|----------------------|----------------------|----------------------|
| | | 31 March | 31 December | 31 March | 31 December |
| | | 2021 | 2020 | 2021 | 2020 |
| | | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| | | <i>(in thousand Baht)</i> | | | |
| Cash | | 43,308,504 | 51,631,543 | 42,788,652 | 51,528,618 |
| Interbank and money market items, net | | 533,350,092 | 547,504,036 | 524,187,935 | 539,107,537 |
| Financial assets measured at fair value through profit or loss | 4 | 28,400,522 | 28,032,542 | 19,429,883 | 23,106,838 |
| Derivative assets | | 68,092,666 | 86,829,862 | 68,405,979 | 87,095,023 |
| Investments, net | 5 | 237,120,063 | 311,795,715 | 237,382,811 | 312,059,270 |
| Investments in subsidiaries and associates, net | 6 | 542,046 | - | 24,870,132 | 24,659,612 |
| Loans to customers and accrued interest receivables, net | 7, 8 | 2,149,122,565 | 2,130,308,123 | 2,145,184,868 | 2,125,942,032 |
| Properties for sale, net | | 15,961,683 | 16,136,334 | 15,742,600 | 15,917,594 |
| Investment properties, net | | - | - | 285,410 | 287,464 |
| Premises and equipment, net | | 38,739,161 | 40,308,637 | 37,212,304 | 38,642,255 |
| Goodwill and other intangible assets, net | | 17,927,988 | 18,566,173 | 17,029,131 | 17,678,858 |
| Deferred tax assets | | 4,022,968 | 4,505,357 | 3,841,240 | 4,239,543 |
| Other assets, net | | 40,783,641 | 42,765,197 | 35,751,052 | 40,177,545 |
| Total assets | | 3,177,371,899 | 3,278,383,519 | 3,172,111,997 | 3,280,442,189 |

The accompanying note form an integral part of the interim financial statements.

The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of financial position

| | Consolidated | | The Bank | |
|---|---------------------------------|----------------------------------|---------------------------------|----------------------------------|
| | 31 March 2021 (Unaudited) | 31 December 2020 (Audited) | 31 March 2021 (Unaudited) | 31 December 2020 (Audited) |
| <i>(in thousand Baht)</i> | | | | |
| Liabilities and shareholders' equity | | | | |
| Liabilities | | | | |
| Deposits | 2,349,471,362 | 2,420,455,426 | 2,354,661,085 | 2,429,779,524 |
| Interbank and money market items | 170,143,263 | 198,491,004 | 170,425,168 | 198,359,503 |
| Liabilities payable on demand | 15,040,723 | 10,266,910 | 15,040,550 | 10,266,680 |
| Financial liabilities measured at fair value through profit or loss | 20,435 | 3,771 | - | - |
| Derivative liabilities | 62,361,154 | 79,271,805 | 62,666,635 | 79,775,566 |
| Debt issued and borrowings | 68,086,666 | 67,234,660 | 67,271,695 | 66,800,699 |
| Provisions | 18,478,256 | 17,896,778 | 17,882,579 | 17,330,929 |
| Deferred tax liabilities | 411,397 | 132,018 | - | - |
| Other liabilities | 71,970,117 | 72,802,099 | 67,095,922 | 68,385,233 |
| Total liabilities | 2,755,983,373 | 2,866,554,471 | 2,755,043,634 | 2,870,698,134 |
| Shareholders' equity | | | | |
| Share capital | | | | |
| Authorised share capital | | | | |
| 3,582,724,897 preferred shares of Baht 10 each | 35,827,249 | 35,827,259 | 35,827,249 | 35,827,259 |
| 3,417,275,103 common shares of Baht 10 each | 34,172,751 | 34,172,741 | 34,172,751 | 34,172,741 |
| Issued and paid-up share capital | | | | |
| 3,600,540 preferred shares of Baht 10 each | 36,005 | 36,015 | 36,005 | 36,015 |
| 3,395,591,658 common shares of Baht 10 each | 33,955,917 | 33,955,907 | 33,955,917 | 33,955,907 |
| Premium on share capital | | | | |
| Premium on preferred shares | 14,081 | 14,085 | 14,081 | 14,085 |
| Premium on common shares | 11,110,110 | 11,110,106 | 11,110,110 | 11,110,106 |
| Other reserves | 16,154,245 | 16,906,997 | 15,866,613 | 16,919,044 |
| Retained earnings | | | | |
| Appropriated | | | | |
| Legal reserve | 7,000,000 | 7,000,000 | 7,000,000 | 7,000,000 |
| Unappropriated | 352,558,853 | 342,406,796 | 349,085,637 | 340,708,898 |
| Total owners of the company | 420,829,211 | 411,429,906 | 417,068,363 | 409,744,055 |
| Non-controlling interests | 559,315 | 399,142 | - | - |
| Total shareholders' equity | 421,388,526 | 411,829,048 | 417,068,363 | 409,744,055 |
| Total liabilities and shareholders' equity | 3,177,371,899 | 3,278,383,519 | 3,172,111,997 | 3,280,442,189 |

(Mr. Arthid Nanthawithaya)
CEO & Chairman of Executive Committee

The accompanying note form an integral part of the interim financial statements.

The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of profit or loss and other comprehensive income (Unaudited)

| | Note | Consolidated | | The Bank | |
|--|------|---------------------------|------------------|--------------------------|------------------|
| | | Three-month period ended | | Three-month period ended | |
| | | 31 March | | 31 March | |
| | | 2021 | 2020 | 2021 | 2020 |
| | | <i>(in thousand Baht)</i> | | | |
| Interest income | | 27,719,361 | 32,272,025 | 27,570,507 | 32,177,049 |
| Interest expenses | | 4,343,664 | 6,494,781 | 4,326,187 | 6,459,465 |
| Net interest income | | 23,375,697 | 25,777,244 | 23,244,320 | 25,717,584 |
| Fee and service income | | 12,752,327 | 11,466,296 | 11,057,245 | 10,452,360 |
| Fee and service expenses | | 2,313,484 | 2,551,697 | 1,861,495 | 2,236,805 |
| Net fee and service income | | 10,438,843 | 8,914,599 | 9,195,750 | 8,215,555 |
| Net gain on financial instruments measured at fair value through profit or loss | | 3,154,925 | 2,120,289 | 1,807,039 | 2,087,934 |
| Net gain on investments | | 99,140 | 751,487 | 99,140 | 751,487 |
| Share of profit from investment in associates | 6 | 410,726 | - | - | - |
| Dividend income | | 26,896 | 45,556 | 156,526 | 32,018 |
| Other operating income | | 246,580 | 31,514 | 207,057 | 12,588 |
| Total operating income | | 37,752,807 | 37,640,689 | 34,709,832 | 36,817,166 |
| Other operating expenses | | | | | |
| Employee expenses | | 8,017,726 | 7,975,801 | 7,085,850 | 7,268,998 |
| Directors' remuneration | | 29,500 | 27,200 | 23,325 | 25,080 |
| Premises and equipment expenses | | 3,044,107 | 3,420,091 | 2,937,623 | 3,266,673 |
| Taxes and duties | | 920,402 | 1,011,415 | 912,289 | 1,006,285 |
| Other expenses | | 3,089,359 | 3,958,299 | 3,446,568 | 4,622,024 |
| Total operating expenses | | 15,101,094 | 16,392,806 | 14,405,655 | 16,189,060 |
| Expected credit loss | | 10,008,000 | 9,726,466 | 9,929,397 | 9,333,549 |
| Profit from operation before income tax expenses | | 12,643,713 | 11,521,417 | 10,374,780 | 11,294,557 |
| Income tax expenses | 18 | 2,596,571 | 2,316,498 | 2,061,533 | 2,134,920 |
| Net profit | | 10,047,142 | 9,204,919 | 8,313,247 | 9,159,637 |

The accompanying note form an integral part of the interim financial statements.

The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of profit or loss and other comprehensive income (Unaudited)

| | Note | Consolidated | | The Bank | |
|--|------|--------------------------|-------------------------|--------------------------|-------------------------|
| | | Three-month period ended | | Three-month period ended | |
| | | 31 March | | 31 March | |
| | | 2021 | 2020 | 2021 | 2020 |
| <i>(in thousand Baht)</i> | | | | | |
| Other comprehensive income (loss) | | | | | |
| <i>Items that will be reclassified subsequently to profit or loss</i> | | | | | |
| (Losses) gains on investments in debt instruments at fair value through other comprehensive income | | (690,532) | 82,998 | (690,532) | 82,998 |
| Gains (losses) arising from translating the financial statements of a foreign operation | | 101,686 | (41,480) | (199,789) | (247,985) |
| Income tax relating to components of other comprehensive income (loss) will be reclassified subsequently to profit or loss | | 138,107 | (16,600) | 138,107 | (16,600) |
| | | <u>(450,739)</u> | <u>24,918</u> | <u>(752,214)</u> | <u>(181,587)</u> |
| <i>Items that will not be reclassified subsequently to profit or loss</i> | | | | | |
| (Losses) gains on investments designated at fair value through other comprehensive income | | (295,906) | 116,179 | (295,906) | 116,179 |
| Income tax relating to components of other comprehensive income (loss) will not be reclassified subsequently to profit or loss | | 59,181 | (23,236) | 59,181 | (23,236) |
| | | <u>(236,725)</u> | <u>92,943</u> | <u>(236,725)</u> | <u>92,943</u> |
| Total other comprehensive income (loss), net of income tax | | <u>(687,464)</u> | <u>117,861</u> | <u>(988,939)</u> | <u>(88,644)</u> |
| Total comprehensive income | | <u>9,359,678</u> | <u>9,322,780</u> | <u>7,324,308</u> | <u>9,070,993</u> |
| Net profit (loss) attributable to: | | | | | |
| Owners of the company | | 10,087,799 | 9,250,999 | 8,313,247 | 9,159,637 |
| Non-controlling interests | | (40,657) | (46,080) | - | - |
| Total comprehensive income (loss) attributable to: | | | | | |
| Owners of the company | | 9,399,305 | 9,367,985 | 7,324,308 | 9,070,993 |
| Non-controlling interests | | (39,627) | (45,205) | - | - |
| Earnings per share of the parent company | | | | | |
| Basic earnings per share <i>(in Baht)</i> | 19 | <u>2.97</u> | <u>2.72</u> | <u>2.45</u> | <u>2.69</u> |

(Mr. Arthid Nanthawithaya)

CEO & Chairman of Executive Committee

The accompanying note form an integral part of the interim financial statements.

The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

| | Consolidated | | | | | | | | | | | | | |
|---|-------------------------------------|-------------------|-----------------------------|-------------------|---|---------------------------|---|------------------------|---|------------------|--|--------------------------|---|--------------------|
| | Issued and paid-up share capital | | Premium on share capital | | Gains (losses) on investments in debt instruments at fair value through other comprehensive income | | Losses (gains) arising from translating the financial statements of a foreign operation | | Gains (losses) on investments designated at fair value through other comprehensive income | | Changes in Total Retained earnings Legal reserve | | Total Non- controlling interests | |
| Note | Preferred shares | Common shares | Preferred shares | Common shares | comprehensive income | of a foreign operation | comprehensive income | revaluation surplus | other reserves | Unappropriated | owners of the company | controlling interests | Total | |
| <i>(in thousand Baht)</i> | | | | | | | | | | | | | | |
| Three-month period ended 31 March 2021 | | | | | | | | | | | | | | |
| Balance at 1 January 2021 | 36,015 | 33,955,907 | 14,085 | 11,110,106 | 833,790 | (528,799) | 1,329,935 | 15,272,071 | 16,906,997 | 7,000,000 | 342,406,796 | 411,429,906 | 399,142 | 411,829,048 |
| Transactions with owners, recorded directly in equity | | | | | | | | | | | | | | |
| Conversion of preferred shares to common shares | (10) | 10 | (4) | 4 | - | - | - | - | - | - | - | - | - | - |
| Capital contribution from a non-controlling interest of subsidiaries | - | - | - | - | - | - | - | - | - | - | - | - | 199,800 | 199,800 |
| Total transactions with owners, recorded directly in equity | (10) | 10 | (4) | 4 | - | - | - | - | - | - | - | - | 199,800 | 199,800 |
| Comprehensive income (loss) for the period | | | | | | | | | | | | | | |
| Net profit (loss) | - | - | - | - | - | - | - | - | - | - | 10,087,799 | 10,087,799 | (40,657) | 10,047,142 |
| Other comprehensive income (loss) | - | - | - | - | (552,425) | 100,656 | (236,725) | - | (688,494) | - | - | (688,494) | 1,030 | (687,464) |
| Total comprehensive income (loss) for the period | - | - | - | - | (552,425) | 100,656 | (236,725) | - | (688,494) | - | 10,087,799 | 9,399,305 | (39,627) | 9,359,678 |
| Transfer to retained earnings | - | - | - | - | - | - | - | (64,258) | (64,258) | - | 64,258 | - | - | - |
| Balance at 31 March 2021 | 36,005 | 33,955,917 | 14,081 | 11,110,110 | 281,365 | (428,143) | 1,093,210 | 15,207,813 | 16,154,245 | 7,000,000 | 352,558,853 | 420,829,211 | 559,315 | 421,388,526 |

The accompanying note form an integral part of the interim financial statements.

The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

| | Consolidated | | | | | | | | | | | | | | |
|--|----------------------------------|-------------------|--------------------------|-------------------|---|---|---|--|--------------------------------|----------------------|-------------------|---------------------|-----------------------------|---------------------------|---------------------|
| | Issued and paid-up share capital | | Premium on share capital | | Gains on remeasuring available-for-sale investments | Gains on investments in debt instruments at fair value through other comprehensive income | Other reserves | | Changes in revaluation surplus | Total other reserves | Retained earnings | | Total owners of the company | Non-controlling interests | Total |
| Note | Preferred shares | Common shares | Preferred shares | Common shares | | | Losses arising from translating the financial statements of a foreign operation | Gains on investments designated at fair value through other comprehensive income | | | Legal reserve | Unappropriated | | | |
| <i>(in thousand Baht)</i> | | | | | | | | | | | | | | | |
| Three-month period ended 31 March 2020 | | | | | | | | | | | | | | | |
| Balance at 31 December 2019 - as reported | 36,107 | 33,955,815 | 14,121 | 11,110,070 | 1,059,304 | - | (530,055) | - | 15,640,686 | 16,169,935 | 7,000,000 | 332,071,783 | 400,357,831 | 488,640 | 400,846,471 |
| Impact of changes in accounting policies | - | - | - | - | (1,059,304) | 1,172,391 | - | 1,243,267 | - | 1,356,354 | - | 274,161 | 1,630,515 | - | 1,630,515 |
| Balance at 1 January 2020 restated | 36,107 | 33,955,815 | 14,121 | 11,110,070 | - | 1,172,391 | (530,055) | 1,243,267 | 15,640,686 | 17,526,289 | 7,000,000 | 332,345,944 | 401,988,346 | 488,640 | 402,476,986 |
| Transactions with owners, recorded directly in equity | | | | | | | | | | | | | | | |
| Dividend paid | 11 | - | - | - | - | - | - | - | - | - | - | (16,146,163) | (16,146,163) | - | (16,146,163) |
| Conversion of preferred shares to common shares | | (87) | 87 | (34) | 34 | - | - | - | - | - | - | - | - | - | - |
| Liquidation of subsidiary | | - | - | - | - | - | - | - | - | - | - | 12,827 | 12,827 | (118) | 12,709 |
| Capital contribution from a non-controlling interest of subsidiaries | | - | - | - | - | - | - | - | - | - | - | - | - | 132,000 | 132,000 |
| Total transactions with owners, recorded directly in equity | | (87) | 87 | (34) | 34 | - | - | - | - | - | - | (16,133,336) | (16,133,336) | 131,882 | (16,001,454) |
| Comprehensive income (loss) for the period | | | | | | | | | | | | | | | |
| Net profit (loss) | - | - | - | - | - | - | - | - | - | - | - | 9,250,999 | 9,250,999 | (46,080) | 9,204,919 |
| Other comprehensive income (loss) | - | - | - | - | - | 66,398 | (42,355) | 92,943 | - | 116,986 | - | - | 116,986 | 875 | 117,861 |
| Total comprehensive income (loss) for the period | - | - | - | - | - | 66,398 | (42,355) | 92,943 | - | 116,986 | - | 9,250,999 | 9,367,985 | (45,205) | 9,322,780 |
| Transfer to retained earnings | - | - | - | - | - | - | - | - | (88,407) | (88,407) | - | 88,407 | - | - | - |
| Balance at 31 March 2020 | 36,020 | 33,955,902 | 14,087 | 11,110,104 | - | 1,238,789 | (572,410) | 1,336,210 | 15,552,279 | 17,554,868 | 7,000,000 | 325,552,014 | 395,222,995 | 575,317 | 395,798,312 |

The accompanying note form an integral part of the interim financial statements.

The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

| | | | | | The Bank | | | | | | | | | |
|--|-------------------------------------|-------------------|-----------------------------|-------------------|---|---|---|--------------------------------------|----------------------------|-------------------|--------------------|--------------------|-------|--|
| | Issued and paid-up share capital | | Premium on share capital | | Gains (losses) on investments in debt instruments at fair value through other comprehensive income | Gains (losses) arising from translating the financial statements of a foreign operation | Gains (losses) on investments designated at fair value through other comprehensive income | Changes in revaluation surplus | Total other reserves | Retained earnings | | | Total | |
| <i>Note</i> | Preferred shares | Common shares | Preferred shares | Common shares | | | | | | Legal reserve | Unappropriated | | | |
| <i>(in thousand Baht)</i> | | | | | | | | | | | | | | |
| Three-month period ended 31 March 2021 | | | | | | | | | | | | | | |
| Balance at 1 January 2021 | 36,015 | 33,955,907 | 14,085 | 11,110,106 | 833,789 | 17,937 | 1,330,004 | 14,737,314 | 16,919,044 | 7,000,000 | 340,708,898 | 409,744,055 | | |
| Transactions with owners, recorded directly in equity | | | | | | | | | | | | | | |
| Conversion of preferred shares to common shares | (10) | 10 | (4) | 4 | - | - | - | - | - | - | - | - | | |
| Total transactions with owners, recorded directly in equity | (10) | 10 | (4) | 4 | - | - | - | - | - | - | - | - | | |
| Comprehensive income (loss) for the period | | | | | | | | | | | | | | |
| Net profit | - | - | - | - | - | - | - | - | - | - | 8,313,247 | 8,313,247 | | |
| Other comprehensive loss | - | - | - | - | (552,425) | (199,789) | (236,725) | - | (988,939) | - | - | (988,939) | | |
| Total comprehensive income (loss) for the period | - | - | - | - | (552,425) | (199,789) | (236,725) | - | (988,939) | - | 8,313,247 | 7,324,308 | | |
| Transfer to retained earnings | - | - | - | - | - | - | - | (63,492) | (63,492) | - | 63,492 | - | | |
| Balance at 31 March 2021 | 36,005 | 33,955,917 | 14,081 | 11,110,110 | 281,364 | (181,852) | 1,093,279 | 14,673,822 | 15,866,613 | 7,000,000 | 349,085,637 | 417,068,363 | | |

The accompanying note form an integral part of the interim financial statements.

The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

| Note | The Bank | | | | | | | | | | | | | | |
|--|----------------------------------|-------------------|--------------------------|-------------------|---|---|---|--|--------------------------------|----------------------|---|------------------------------------|---------------------|-------|----------------|
| | Other reserves | | | | | | | | | | | | | Total | |
| | Issued and paid-up share capital | | Premium on share capital | | Gains on remeasuring available-for-sale investments | Gains on investments in debt instruments at fair value through other comprehensive income | Losses arising from translating the financial statements of a foreign operation | Gains on investments designated at fair value through other comprehensive income | Changes in revaluation surplus | Total other reserves | Retained earnings | | Legal reserve | | Unappropriated |
| | Preferred shares | Common shares | Preferred shares | Common shares | | | | | | | on remeasuring available-for-sale investments | through other comprehensive income | | | |
| (in thousand Baht) | | | | | | | | | | | | | | | |
| Three-month period ended 31 March 2020 | | | | | | | | | | | | | | | |
| Balance at 31 December 2019 - as reported | 36,107 | 33,955,815 | 14,121 | 11,110,070 | 1,056,822 | - | - | - | 15,078,908 | 16,135,730 | 7,000,000 | 329,692,330 | 397,944,173 | | |
| Impact of changes in accounting policies | - | - | - | - | (1,056,822) | 1,172,390 | - | 1,243,336 | - | 1,358,904 | - | 374,632 | 1,733,536 | | |
| Balance at 1 January 2020 restated | 36,107 | 33,955,815 | 14,121 | 11,110,070 | - | 1,172,390 | - | 1,243,336 | 15,078,908 | 17,494,634 | 7,000,000 | 330,066,962 | 399,677,709 | | |
| Transactions with owners, recorded directly in equity | | | | | | | | | | | | | | | |
| Dividend paid | - | - | - | - | - | - | - | - | - | - | - | (16,146,163) | (16,146,163) | | |
| Conversion of preferred shares to common shares | (87) | 87 | (34) | 34 | - | - | - | - | - | - | - | - | - | | |
| Total transactions with owners, recorded directly in equity | (87) | 87 | (34) | 34 | - | - | - | - | - | - | - | (16,146,163) | (16,146,163) | | |
| Comprehensive income (loss) for the period | | | | | | | | | | | | | | | |
| Net profit | - | - | - | - | - | - | - | - | - | - | - | 9,159,637 | 9,159,637 | | |
| Other comprehensive income (loss) | - | - | - | - | - | 66,398 | (247,985) | 92,943 | - | (88,644) | - | - | (88,644) | | |
| Total comprehensive income (loss) for the period | - | - | - | - | - | 66,398 | (247,985) | 92,943 | - | (88,644) | - | 9,159,637 | 9,070,993 | | |
| Transfer to retained earnings | - | - | - | - | - | - | - | - | (87,634) | (87,634) | - | 87,634 | - | | |
| Balance at 31 March 2020 | 36,020 | 33,955,902 | 14,087 | 11,110,104 | - | 1,238,788 | (247,985) | 1,336,279 | 14,991,274 | 17,318,356 | 7,000,000 | 323,168,070 | 392,602,539 | | |

(Mr. Arthid Nanthawithaya)

CEO & Chairman of Executive Committee

The accompanying note form an integral part of the interim financial statements.

The Siam Commercial Bank Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

| | Consolidated | | The Bank | |
|---|----------------------------|----------------------------|----------------------------|----------------------------|
| | Three-month period ended | | Three month period ended | |
| | 31 March | | 31 March | |
| | 2021 | 2020 | 2021 | 2020 |
| | <i>(in thousand Baht)</i> | | | |
| Cash flows from operating activities | | | | |
| Profit from operating before income tax expense | 12,643,713 | 11,521,417 | 10,374,780 | 11,294,557 |
| <i>Adjustments to reconcile profit from operating before income tax expense to cash receipts (payments) from operating activities</i> | | | | |
| Depreciation and amortisation | 2,245,760 | 2,453,027 | 2,146,306 | 2,338,039 |
| Expected credit loss | 10,621,537 | 10,565,487 | 10,542,341 | 10,172,570 |
| Impairment loss on properties for sale | 83,204 | 228,492 | 83,204 | 228,492 |
| Reversal of impairment loss on premises and equipment | (2,167) | - | (2,167) | - |
| Impairment losses on intangible assets | 4,257 | - | - | - |
| Provision expenses | 375,738 | 380,320 | 357,651 | 355,745 |
| Gain on sale of properties for sale | (268,062) | (146,044) | (268,062) | (146,044) |
| Gain on sale of premises and equipment | (12,316) | - | (3,316) | - |
| Loss from write-off of premises and equipment | 107,343 | 17,765 | 107,343 | 17,765 |
| Net (gain) loss on financial instruments | (422,866) | (3,072,242) | 910,495 | (3,228,036) |
| Net gain on investments | (99,140) | (751,487) | (99,140) | (751,487) |
| Share of profit from investment in associates | (410,726) | - | - | - |
| | <u>24,866,275</u> | <u>21,196,735</u> | <u>24,149,435</u> | <u>20,281,601</u> |
| Net interest income | (23,375,697) | (25,777,244) | (23,244,320) | (25,717,584) |
| Dividend income | (26,896) | (45,556) | (156,526) | (32,018) |
| Proceeds from interest | 29,034,900 | 30,692,070 | 28,900,838 | 30,623,179 |
| Interest paid | (5,184,529) | (10,613,620) | (5,161,579) | (10,586,436) |
| Proceeds from dividend | 9,546 | 40,683 | 150,058 | 30,400 |
| Income tax paid | <u>(100,464)</u> | <u>(16,514)</u> | <u>(21,416)</u> | <u>(237)</u> |
| Profit from operating before changes in operating assets and liabilities | 25,223,135 | 15,476,554 | 24,616,490 | 14,598,905 |
| <i>(Increase) decrease in operating assets</i> | | | | |
| Interbank and money market items | 14,171,101 | (147,129,945) | 14,950,965 | (148,088,737) |
| Derivative assets | 19,858,201 | (28,959,996) | 19,810,372 | (28,925,176) |
| Investment in short-term securities | 54,887 | (21,415,639) | 2,766,460 | (22,224,889) |
| Loans to customers | (31,239,298) | 8,554,217 | (31,626,954) | 9,081,481 |
| Properties for sale | 1,629,391 | 1,879,177 | 1,629,391 | 1,879,177 |
| Other assets | 1,668,750 | (28,954,405) | 4,101,428 | (29,217,808) |
| <i>Increase (decrease) in operating liabilities</i> | | | | |
| Deposits | (70,984,064) | 116,534,816 | (75,118,439) | 117,994,358 |
| Interbank and money market items | (28,347,741) | 10,900,191 | (27,934,335) | 10,910,118 |
| Liabilities payable on demand | 4,773,813 | 23,330,478 | 4,773,870 | 23,331,699 |
| Liabilities to deliver security | - | (18,335) | - | - |
| Financial liabilities measured at fair value through profit or loss | 16,664 | 32,421 | - | - |
| Derivative liabilities | (16,910,651) | 34,254,456 | (17,108,931) | 34,356,828 |
| Short-term debt issued and borrowings | 812,991 | (14,695,457) | 431,981 | (13,539,427) |
| Other liabilities | <u>(1,196,153)</u> | <u>(23,257,336)</u> | <u>(1,711,040)</u> | <u>(22,782,574)</u> |
| Net cash used in operating activities | <u>(80,468,974)</u> | <u>(53,468,803)</u> | <u>(80,418,742)</u> | <u>(52,626,045)</u> |

The accompanying note form an integral part of the interim financial statements.

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Statement of cash flows (Unaudited)

| | Consolidated | | The Bank | |
|---|---------------------------|--------------------|--------------------------|--------------------|
| | Three-month period ended | | Three-month period ended | |
| | 31 March | | 31 March | |
| <i>Note</i> | 2021 | 2020 | 2021 | 2020 |
| | <i>(in thousand Baht)</i> | | | |
| Cash flows from investing activities | | | | |
| Acquisition of instruments measured at fair value through other comprehensive income | (55,580,991) | (91,393,187) | (55,580,939) | (91,129,301) |
| Proceeds from sale of instruments measured at fair value through other comprehensive income | 129,264,945 | 146,887,131 | 129,264,945 | 146,887,131 |
| Acquisition of instruments at amortised cost | - | (1,377) | - | - |
| Proceeds from redemption of instruments at amortised cost | - | 723,902 | - | 723,902 |
| Payment for investments in subsidiaries | - | - | (79,200) | (899,000) |
| Proceeds from liquidation of subsidiaries | - | 28,612 | - | 28,612 |
| Acquisition of premises and equipment | (165,571) | (146,273) | (131,107) | (97,191) |
| Proceeds from sale of premises and equipment | 18,167 | - | 3,019 | - |
| Acquisition of intangible assets | (248,461) | (345,449) | (181,306) | (308,739) |
| Net cash from investing activities | 73,288,089 | 55,753,359 | 73,295,412 | 55,205,414 |
| Cash flows from financing activities | | | | |
| Proceeds from long-term debt issued | - | 192,025 | - | 192,025 |
| Repayment of long-term debt issued | (1,001,815) | (1,700,000) | (1,001,815) | (1,700,000) |
| Proceeds from long-term borrowings | - | 7,270 | - | 7,270 |
| Repayment of long-term borrowings | (21,787) | (23,683) | (21,787) | (23,683) |
| Payment of lease liabilities | (420,038) | (761,515) | (393,245) | (715,274) |
| Dividend paid to equity holders of the Bank | <i>11</i> | (2,549,394) | - | (2,549,394) |
| Capital contribution from a non-controlling interest of the subsidiaries | 199,800 | 132,000 | - | - |
| Net cash used in financing activities | (1,243,840) | (4,703,297) | (1,416,847) | (4,789,056) |
| Gain (loss) arising from translating the financial statements of a foreign operation | 101,686 | (41,480) | (199,789) | (247,985) |
| Net decrease in cash | (8,323,039) | (2,460,221) | (8,739,966) | (2,457,672) |
| Cash at 1 January | 51,631,543 | 47,615,159 | 51,528,618 | 47,450,329 |
| Cash at 31 March | 43,308,504 | 45,154,938 | 42,788,652 | 44,992,657 |

(Mr. Arthid Nanthawithaya)
CEO & Chairman of Executive Committee

The accompanying note form an integral part of the interim financial statements.

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month period ended 31 March 2021 (Unaudited)

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The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month period ended 31 March 2021 (Unaudited)

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

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from and are consistent with the Thai language financial statements, and both the English and Thai language financial statements were approved and authorised for issue by the directors on 14 May 2021.

1 General information

The principal activities of the Bank are the provision of financial products and services through its Head Office and branch network in Thailand, its branches in Singapore, Hong Kong, Laos, Vietnam, China and Cayman Islands and its subsidiaries in Thailand, Singapore, Cambodia and Myanmar. Details of the Bank's subsidiaries as at 31 March 2021 and 31 December 2020 are given in note 6.

2 Basis of preparation of the interim financial statements

2.1 Statement of compliance

The condensed interim financial statements are presented in the same format as the annual financial statements together with notes to the interim financial statements on a condensed basis ("interim financial statements") in accordance with Thai Accounting Standard (TAS) No. 34 *Interim Financial Reporting*, guidelines promulgated by the Federation of Accounting Professions, the regulations of the Bank of Thailand (BoT) and applicable rules and regulations of the Thai Securities and Exchange Commission. The interim financial statements are presented in accordance with the BoT notification number Sor Nor Sor 21/2561 dated 31 October 2018, regarding to *Preparation and Announcement of Financial Statements of a Commercial Bank and a Holding Company that is the Parent Company of a Financial Group*.

The interim financial statements do not include all of the financial information required for annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Bank and its subsidiaries for the year ended 31 December 2020.

The Bank and its subsidiaries have initially applied revised TFRS that are effective for annual periods beginning on or after 1 January 2021 and has not early adopted TFRS which are not yet effective. The application has no material impact on the financial statements.

The COVID-19 pandemic is still on going. Due to uncertainty of the situation during 2020, the BoT has provided measures, which are intended to support the financial institutions and to help the borrowers and industries that are affected by COVID-19 and by Thai economic situations. Additional measures continue to be provided in 2021. The Bank and its subsidiaries applied accounting relief provided by the BoT in response to impact from the situation of COVID-19 that are same as those used for the financial statements of the Bank and its subsidiaries for the year ended 31 December 2020 which includes the application of the following:

- (1) The application of BoT's notification number Sor Nor Sor 6/2563 dated 24 March 2020, regarding to *Holding or having investment units of fixed income funds to enhance the liquidity of the money market*; and

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month period ended 31 March 2021 (Unaudited)

- (2) The application of BoT circular letter number Tor Por Tor For Nor Sor (23) Wor 276/2563 dated 28 February 2020, regarding to *The relief programs for customers affected by Thai economic situations* and BoT circular letter number Tor Por Tor For Nor Sor (01) Wor 380/2563 dated 26 March 2020, regarding to *The additional relief measures for the customers during COVID-19 pandemic situations*.

Under the COVID-19 related circular, the BoT announced to support financial institution to proactively reschedule and restructure with the affected borrowers (both pre-emptive and trouble debt restructuring). Furthermore, BoT announced relief measures for financial institutions to classify loan's staging between 1 January 2020 to 31 December 2021 as follows:

- Non-NPL customer as of 1 January 2020 can be classified as performing or stage 1 immediately if the Bank believes that such customer can perform according to the restructuring plans.
- NPL customers as of 1 January 2019 can be classified as performing, or stage 1, immediately if they can adhere to repayment schedule specified in the restructuring plans for 3 consecutive months or 3 consecutive periods, whichever is longer.

Moreover, during the year 2020 and continuing in 2021, Government of Thailand and the BoT have provided relief measures which are intended to help borrowers and industries that are affected by COVID-19 and Thai economic situations. Other significant relief measures include but not limited to the following:

- Granting 3 to 6 months principal and/or interest payment holiday
- Reduction of minimum credit card payment
- Providing soft loans programs through BoT and Government Savings Bank (GSB)
- Reduction of interest rate ceiling by 2 - 4% per annum for credit cards and personal loans.

As at 31 March 2021, approximately 19% of the Bank and its subsidiaries' loans to customers were under the aforementioned financial relief program including in various segments and industries. The Bank has additional internal process and controls when applying the relief measures regarding loan's staging classification.

2.2 Use of judgments, estimates and accounting policies

In preparing these interim financial statements, judgements and estimates are made by management in applying the Bank and its subsidiaries accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were not significantly different as those that described in the financial statements for the year ended 31 December 2020.

3 Maintenance of capital fund

The Bank and its Financial Group are subject to various capital and regulatory requirements of BoT. Under these capital adequacy guidelines and the regulatory framework for prompt corrective action, the Bank and its subsidiaries must satisfy specific capital guidelines that involve, among others, quantitative measures of the Bank and its subsidiaries' assets, liabilities and certain off-financial reporting items as calculated in accordance with regulatory practices. The Bank and its subsidiaries' capital amounts and classifications are also subject to qualitative judgments by BoT as to components, risk weightings, and other factors. These capital and regulatory requirements are subject to change, as considered necessary by BoT.

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month period ended 31 March 2021 (Unaudited)

The Bank maintains its capital fund in accordance with the Financial Institution Business Act B.E. 2551 by maintaining its capital fund as a proportion of risk weighted assets in accordance with the criteria, methodologies, and conditions prescribed by BoT. As announced by the BoT in circulars dated 8 November 2012 and 7 May 2019, the Bank is required to calculate its Capital Fund in accordance with Basel III.

Additionally, the BoT notification dated 19 November 2019 sets out guidelines on holding of minimum provisions to accommodate the implementation of TFRS 9, requiring that banks to hold minimum provisions of 0.33% for accounting period 2020, 0.67% for accounting period 2021 and 1.0% for accounting period 2022 onwards; of assets and off-financial reporting items which are performing (stage 1) and under-performing (stage 2). In case the available provisions are less than minimum requirement, the Bank shall adjust such difference to the capital fund items starting from 1 January 2020 onwards.

As at 31 March 2021 and 31 December 2020, the Consolidated Supervision and the Bank's total capital funds were categorised as follows:

| | Basel III | |
|-----------------------------------|---------------------------------|-----------------------|
| | Consolidated Supervision | |
| | 31 March 2021 | 31 December 2020 |
| | <i>(in million Baht)</i> | |
| Tier 1 capital | | |
| Common Equity Tier 1 (CET1) | | |
| Issued and paid-up share capital | 33,992 | 33,992 |
| Premium on share capital | 11,124 | 11,124 |
| Legal reserve | 7,000 | 7,000 |
| Net gain after appropriations | 334,705 | 334,705 |
| Other comprehensive income | 13,720 | 14,468 |
| Capital deduction items on CET1 | (21,539) | (24,253) |
| Total Tier 1 capital | <u>379,002</u> | <u>377,036</u> |
| Tier 2 capital | | |
| General provisions | <u>23,977</u> | <u>23,875</u> |
| Total Tier 2 capital | <u>23,977</u> | <u>23,875</u> |
| Total capital funds | <u>402,979</u> | <u>400,911</u> |
| Total risk weighted assets | 2,214,951 | 2,197,668 |

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month period ended 31 March 2021 (Unaudited)

| | 31 March 2021 | | 31 December 2020 | |
|---|---|--------------------------------------|---|--------------------------------------|
| | The BoT's regulation minimum requirement* | Capital ratio of the Financial Group | The BoT's regulation minimum requirement* (%) | Capital ratio of the Financial Group |
| Total capital funds / Total risk-weighted assets | 12.0 | 18.2 | 12.0 | 18.2 |
| Total Tier 1 capital / Total risk-weighted assets | 9.5 | 17.1 | 9.5 | 17.1 |
| Total CET1 / Total risk-weighted assets | 8.0 | 17.1 | 8.0 | 17.1 |
| Total Tier 2 capital / Total risk-weighted assets | | 1.1 | | 1.1 |

* The BoT requires commercial banks to maintain an additional buffer on top of minimum regulatory required Common Equity Tier 1 consists of conservative buffer of 2.50% and D-SIB buffer of 1.0%.

| | 31 March 2021 | 31 December 2020 |
|--|--------------------------|------------------|
| | <i>(in million Baht)</i> | |
| Capital after deducting capital add-on arising from Single Lending Limit | 402,979 | 400,911 |
| Capital ratio after deducting capital add-on arising from Single Lending Limit (%) | 18.2 | 18.2 |

| | Basel III The Bank | |
|-----------------------------------|-------------------------------|------------------|
| | 31 March 2021 | 31 December 2020 |
| | <i>(in million Baht)</i> | |
| Tier 1 capital | | |
| Common Equity Tier 1 (CET1) | | |
| Issued and paid-up share capital | 33,992 | 33,992 |
| Premium on share capital | 11,124 | 11,124 |
| Legal reserve | 7,000 | 7,000 |
| Net gain after appropriations | 332,326 | 332,326 |
| Other comprehensive income | 13,111 | 14,157 |
| Capital deduction items on CET1 | (20,870) | (23,109) |
| Total Tier 1 capital | 376,683 | 375,490 |
| Tier 2 capital | | |
| General provisions | 24,016 | 24,015 |
| Total Tier 2 capital | 24,016 | 24,015 |
| Total capital funds | 400,699 | 399,505 |
| Total risk weighted assets | 2,203,295 | 2,201,154 |

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month period ended 31 March 2021 (Unaudited)

| | 31 March 2021 | | 31 December 2020 | |
|---|--|---------------------------------|---|---------------------------------|
| | The BoT's regulation minimum requirement* | Capital ratio of the Bank | The BoT's regulation minimum requirement* (%) | Capital ratio of the Bank |
| Total capital funds / Total risk-weighted assets | 12.0 | 18.2 | 12.0 | 18.1 |
| Total Tier 1 capital / Total risk-weighted assets | 9.5 | 17.1 | 9.5 | 17.0 |
| Total CET1 / Total risk-weighted assets | 8.0 | 17.1 | 8.0 | 17.0 |
| Total Tier 2 capital / Total risk-weighted assets | | 1.1 | | 1.1 |

* The BoT requires commercial banks to maintain an additional buffer on top of minimum regulatory required Common Equity Tier 1 consists of conservative buffer of 2.50% and D-SIB buffer of 1.0%.

| | 31 March 2021 | 31 December 2020 |
|--|--------------------------|---------------------|
| | <i>(in million Baht)</i> | |
| Capital after deducting capital add-on arising from Single Lending Limit | 400,699 | 399,505 |
| Capital ratio after deducting capital add-on arising from Single Lending Limit (%) | 18.2 | 18.1 |

Disclosures of capital maintenance information under the BoT notification number Sor Nor Sor 4/2556 dated 2 May 2013, regarding to *Disclosure Requirement on Capital Adequacy for a Commercial Bank*, the BoT notification number Sor Nor Sor 14/2562 dated 7 May 2019, regarding to *Disclosure requirement on Capital Adequacy for a Commercial Bank (Volume 2)*, the BoT notification number Sor Nor Sor 5/2556 dated 2 May 2013, regarding to *Disclosure Requirement on Capital Adequacy for a Financial Group* and the BoT notification number Sor Nor Sor 15/2562 dated 7 May 2019, regarding to *Disclosure Requirement on Capital Adequacy for a Financial group (Volume 2)*, were as follows:

| | |
|-------------------------------|--|
| Location of disclosure | The Bank's website under Investor Relations section at http://www.scb.co.th/en/investor-relations/financial-information.html |
| Disclosure period requirement | Within 4 months after the period end date as indicated in the BoT notification |
| Latest information at | 31 December 2020 |

Capital management

The Bank and its subsidiaries' policies are to maintain a strong capital base so as to provide a cushion against future uncertainties, engender market confidence in the Bank's robustness and to support business growth. Further, the impact of the level of capital on shareholders' returns is also considered together with the need to maintain a balance between the higher returns that might be possible with higher gearing and the advantages and security afforded by a sound capital position.

The Bank and its subsidiaries complied with the BoT's imposed capital requirements throughout the period and, as noted in the table above, its capital level is well in excess of the minimum requirements.

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month period ended 31 March 2021 (Unaudited)

4 Financial assets measured at fair value through profit or loss

| | Consolidated | | The Bank | |
|--|--------------------------------|-----------------------------------|--------------------------------|-----------------------------------|
| | 31 March 2021 Fair value | 31 December 2020 Fair value | 31 March 2021 Fair value | 31 December 2020 Fair value |
| | <i>(in million Baht)</i> | | | |
| Government and state enterprise securities | 5,875 | 10,458 | 5,872 | 10,446 |
| Corporate debt instruments | 6,899 | 6,730 | 6,880 | 6,644 |
| Foreign debt instruments | 537 | 352 | 357 | 203 |
| Domestic equity instruments | 5,852 | 4,167 | 2,484 | 2,029 |
| Foreign equity instruments | 9,238 | 6,326 | 3,837 | 3,785 |
| Total | 28,401 | 28,033 | 19,430 | 23,107 |

Financial assets measured at fair value through profit or loss includes equity instruments of certain companies held by its venture capital subsidiary. As at 31 March 2021, this subsidiary has equity instruments in these venture capital investees of Baht 1,597 million with voting rights between 20.7% and 40.0%. The venture capital subsidiary also manages these investments on a fair value basis. (31 December 2020: 1,742 million with 20.7% of the voting rights).

5 Investments, net

5.1 Classification by type of investments

| | Consolidated | | The Bank | |
|--|--------------------------|----------------------------|-------------------------|----------------------------|
| | 31 March 2021 AMC | 31 December 2020 AMC | 31 March 2021 AMC | 31 December 2020 AMC |
| | <i>(in million Baht)</i> | | | |
| Investments in debt instruments measured at AMC | | | | |
| Government and state enterprise securities | 7,069 | 7,072 | 7,058 | 7,061 |
| Corporate debt instruments | - | - | 317 | 316 |
| Foreign debt instruments | 241 | 234 | 210 | 204 |
| Less allowance for expected credit loss | (51) | (47) | (51) | (47) |
| Total | 7,259 | 7,259 | 7,534 | 7,534 |

| | Consolidated | | The Bank | |
|--|--------------------------------|-----------------------------------|--------------------------------|-----------------------------------|
| | 31 March 2021 Fair value | 31 December 2020 Fair value | 31 March 2021 Fair value | 31 December 2020 Fair value |
| | <i>(in million Baht)</i> | | | |
| Investments in debt instruments measured at FVOCI | | | | |
| Government and state enterprise securities | 222,843 | 270,088 | 222,843 | 270,088 |
| Corporate debt instruments | 388 | 394 | 388 | 394 |
| Foreign debt instruments | 4,898 | 31,896 | 4,898 | 31,896 |
| Total | 228,129 | 302,378 | 228,129 | 302,378 |
| Allowance for expected credit loss | (28) | (40) | (28) | (40) |

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month period ended 31 March 2021 (Unaudited)

| | Consolidated | | The Bank | |
|---|--------------------------------|---|--------------------------------|-----------------------------------|
| | 31 March 2021 Fair value | 31 December 2020 Fair value <i>(in million Baht)</i> | 31 March 2021 Fair value | 31 December 2020 Fair value |
| <i>Investments in equity instruments designated at FVOCI</i> | | | | |
| Domestic equity instruments | 1,727 | 2,154 | 1,716 | 2,143 |
| Foreign equity instruments | 5 | 5 | 4 | 4 |
| Total | 1,732 | 2,159 | 1,720 | 2,147 |
| Total investments, net | 237,120 | 311,796 | 237,383 | 312,059 |

Dividend income from investments in equity instruments designated at FVOCI recognised in the consolidated and the Bank's statement of profit or loss and other comprehensive income for the three-month period ended 31 March 2021 amounting to Baht 8 million and 8 million, respectively. *(31 March 2020: Baht 29 million and Baht 29 million, respectively).*

5.2 Investment in companies with problems in their financial positions and operating results

As at 31 March 2021, the consolidated and the Bank's aggregate cost of investments in companies with problems in their financial position and operating results amounting to Baht 279 million and Baht 276 million, respectively. These investments have zero fair value at reporting date. *(31 December 2020: aggregate cost of Baht 279 million and Baht 276 million, respectively, with zero fair value).*

6 Investments in subsidiaries and associates, net

| | Type of business | Type of share | Direct | | Consolidated | | | |
|--|--|------------------|---------------------|--------------------------|------------------|---------------|---------------|---------------|
| | | | shareholding | | Investment value | | Equity method | |
| | | | 31 March 2021 | 31 December 2020 | Cost method | Equity method | Cost method | Equity method |
| | | 31 | | 31 | 31 | 31 | 31 | |
| | | March | | March | December | March | December | |
| | | 2021 | | 2021 | 2020 | 2021 | 2020 | |
| | | 2020 | | 2021 | | | | |
| | | 2020 | | 2020 | | | | |
| | | (%) | | <i>(in million Baht)</i> | | | | |
| Associates | | | | | | | | |
| Blockchain Community Initiative (Thailand) Co., Ltd.* | Blockchain platform | Common | 22.2 | - | 117 | - | 95 | - |
| National ITMX Co., Ltd.* | Payment system service provider | Common | 19.0 | - | 14 | - | 447 | - |
| Dean & DeLuca Inc.** | Retailer of premium gourmet and delicatessen business | Common | 26.5 | - | - | - | - | - |
| Sahaviriya Steel Industries PCL | Steel industry | Common | 40.2 | 40.2 | - | - | - | - |
| Total investments in associates, net | | | | | 131 | - | 542 | - |

* The Bank has determined that certain equity investment positions held now meet the definition of associates in accordance with the Bank's accounting policy. Such investments and related adjustments to reflect the Bank's respective share of equity are not material to the financial statements and these adjustments have been applied prospectively.

** The Bank acquired common shares in Dean & DeLuca, Inc. through the debt-to-equity conversion under the business reorganisation process in the Bankruptcy Court of the United States of America (Chapter 11) in January 2021.

The Siam Commercial Bank Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month period ended 31 March 2021 (Unaudited)

| | Type of business | Type of share | Direct shareholding | | Investment value | | Dividend income | |
|--|--|---------------|---------------------|----------|-------------------|---------------|-----------------------------------|----------|
| | | | 31 | 31 | 31 | 31 | for the three-month periods ended | |
| | | | March | December | March | December | 31 | 31 |
| | | | 2021 | 2020 | 2021 | 2020 | March | March |
| | | | (%) | | (in million Baht) | | | |
| Subsidiaries | | | | | | | | |
| SCB 10X Co., Ltd. | Venture capital, venture builder and strategic investments | Common | 100.0 | 100.0 | 13,300 | 13,300 | - | - |
| Siam Commercial Myanmar Ltd. | Banking | Common | 100.0 | 100.0 | 4,513 | 4,513 | - | - |
| Cambodian Commercial Bank Ltd. | Banking | Common | 100.0 | 100.0 | 2,688 | 2,688 | 142 | - |
| SCB Securities Co., Ltd. | Securities | Common | 100.0 | 100.0 | 2,207 | 2,207 | - | - |
| SCB-Julius Baer Securities Co., Ltd. | Securities | Common | 60.0 | 60.0 | 1,080 | 1,080 | - | - |
| SCB Training Centre Co., Ltd. | Training center | Common | 100.0 | 100.0 | 390 | 390 | - | - |
| SCB Asset Management Co., Ltd. | Asset management | Common | 100.0 | 100.0 | 222 | 222 | - | - |
| Monix Co., Ltd. | Digital lending | Common | 60.0 | 60.0 | 277 | 198 | - | - |
| SCB Protect Co., Ltd. | Insurance broker | Common | 100.0 | 100.0 | 183 | 183 | - | 1 |
| Rutchayothin Assets Management Co., Ltd. | Asset management | Common | 100.0 | 100.0 | 25 | 25 | - | - |
| SCB Plus Co., Ltd. | Collection | Common | 100.0 | 100.0 | 1 | 1 | - | - |
| | | | | | | | 142 | 1 |
| Indirect subsidiaries | | | | | | | | |
| Mahisorn Co., Ltd. * | Property management | Common | - | - | - | - | - | - |
| Digital Ventures Co., Ltd. ** | Financial technology | Common | - | - | - | - | - | - |
| SCB Abacus Co., Ltd. ** | Data analytics and digital lending | Common | - | - | - | - | - | - |
| Purple Ventures Co., Ltd. ** | E-Commerce and digital services | Common | - | - | - | - | - | - |
| Token X Co., Ltd. *** | Initial Coin Offering Portal | Common | - | - | - | - | - | - |
| Trex Ventures Co., Ltd. **** | Digital financial services | Common | - | - | - | - | - | - |
| SCB-Julius Baer (Singapore) Pte. Ltd. ***** | Securities | Common | - | - | - | - | - | - |
| Associates | | | | | | | | |
| Blockchain Community Initiative (Thailand) Co., Ltd. ***** | Blockchain platform | Common | 22.2 | - | 117 | - | - | - |
| National ITMX Co., Ltd. ***** | Payment system service provider | Common | 19.0 | - | 14 | - | - | - |
| Dean & DeLuca, Inc. ***** | Retailer of premium gourmet and delicatessen business | Common | 26.5 | - | - | - | - | - |
| Sahaviriya Steel Industries PCL | Steel industry | Common | 40.2 | 40.2 | - | - | - | - |
| Total | | | | | 25,017 | 24,807 | | |
| Less allowance for impairment | | | | | (147) | (147) | | |
| Total investments in subsidiaries and associates, net | | | | | 24,870 | 24,660 | | |

* Subsidiary of SCB Plus Co., Ltd. (100% shareholding)

** Subsidiary of SCB 10X Co., Ltd. (100% shareholding)

*** Subsidiary of SCB 10X Co., Ltd. (100% shareholding) which was newly established in 2021

**** Subsidiary of SCB 10X Co., Ltd. (51% shareholding) which was newly established in 2021

***** Subsidiary of SCB-Julius Baer Securities Co., Ltd. (100% shareholding)

***** The Bank has determined that certain equity investment positions held now meet the definition of associates in accordance with the Bank's accounting policy. Such investments and related adjustments to reflect the Bank's respective share of equity are not material to the financial statements and these adjustments have been applied prospectively.

***** The Bank acquired common shares in Dean & DeLuca, Inc. through the debt-to-equity conversion under the business reorganisation process in the Bankruptcy Court of the United States of America (Chapter 11) in January 2021.

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All subsidiaries and associates are registered and operated in Thailand except for the Siam Commercial Myanmar Ltd., Cambodian Commercial Bank Ltd., SCB-Julius Baer (Singapore) Pte. Ltd. and Dean & DeLuca, Inc. which are registered and operate in Myanmar, Cambodia, Singapore and United States of America respectively.

7 Loans to customers and accrued interest receivables, net

7.1 Classified by type of accounts

| | Consolidated | | The Bank | |
|--|--------------------------|---------------------|------------------|---------------------|
| | 31 March 2021 | 31 December 2020 | 31 March 2021 | 31 December 2020 |
| | <i>(in million Baht)</i> | | | |
| Loans to customers | 2,277,458 | 2,255,242 | 2,272,543 | 2,249,928 |
| Add accrued interest receivables and undue interest receivables | 13,497 | 14,508 | 13,422 | 14,445 |
| Total loans to customers and accrued interest receivables and undue interest receivables | 2,290,955 | 2,269,750 | 2,285,965 | 2,264,373 |
| Less unamortised modification loss | (2,188) | (2,124) | (2,188) | (2,124) |
| Less allowance for expected credit loss | (139,644) | (137,318) | (138,592) | (136,307) |
| Total | 2,149,123 | 2,130,308 | 2,145,185 | 2,125,942 |

7.2 Classified by business type and stages

| | Consolidated | | | | | | | | |
|------------------------------|--------------------------|----------------|----------------|------------------|------------------|------------------|----------------|------------------|---------|
| | 31 March 2021 | | | Total * | | 31 December 2020 | | | Total * |
| | Stage 1 | Stage 2 | Stage 3 | Stage 1 | Stage 2 | Stage 3 | Stage 2 | Stage 3 | Total * |
| | <i>(in million Baht)</i> | | | | | | | | |
| Agriculture and mining | 12,663 | 1,138 | 3,686 | 17,487 | 12,518 | 1,336 | 3,455 | 17,309 | |
| Manufacturing and commercial | 516,751 | 67,897 | 44,703 | 629,351 | 512,761 | 62,987 | 43,837 | 619,585 | |
| Real estate and construction | 151,507 | 17,973 | 17,615 | 187,095 | 155,503 | 18,059 | 17,561 | 191,123 | |
| Utilities and services | 360,343 | 23,705 | 11,579 | 395,627 | 352,384 | 23,182 | 11,171 | 386,737 | |
| Housing loans | 509,606 | 36,440 | 15,819 | 561,865 | 494,524 | 46,925 | 15,793 | 557,242 | |
| Others | 430,864 | 44,239 | 10,930 | 486,033 | 430,464 | 43,137 | 9,645 | 483,246 | |
| Total * | 1,981,734 | 191,392 | 104,332 | 2,277,458 | 1,958,154 | 195,626 | 101,462 | 2,255,242 | |

| | The Bank | | | | | | | | |
|------------------------------|--------------------------|----------------|----------------|------------------|------------------|------------------|----------------|------------------|---------|
| | 31 March 2021 | | | Total * | | 31 December 2020 | | | Total * |
| | Stage 1 | Stage 2 | Stage 3 | Stage 1 | Stage 2 | Stage 3 | Stage 2 | Stage 3 | Total * |
| | <i>(in million Baht)</i> | | | | | | | | |
| Agriculture and mining | 12,663 | 1,138 | 3,686 | 17,487 | 12,518 | 1,336 | 3,455 | 17,309 | |
| Manufacturing and commercial | 515,803 | 67,693 | 44,432 | 627,928 | 511,292 | 62,699 | 43,577 | 617,568 | |
| Real estate and construction | 151,458 | 17,973 | 16,816 | 186,247 | 155,459 | 18,059 | 16,757 | 190,275 | |
| Utilities and services | 360,318 | 23,705 | 11,579 | 395,602 | 352,203 | 23,182 | 11,171 | 386,556 | |
| Housing loans | 509,547 | 36,440 | 15,819 | 561,806 | 494,464 | 46,925 | 15,793 | 557,182 | |
| Others | 428,409 | 44,207 | 10,857 | 483,473 | 428,335 | 43,123 | 9,580 | 481,038 | |
| Total * | 1,978,198 | 191,156 | 103,189 | 2,272,543 | 1,954,271 | 195,324 | 100,333 | 2,249,928 | |

* Excludes accrued interest receivables and undue interest receivables

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7.3 Non-Performing Loans

The Bank used the guidelines specified in the BoT notification number Sor Nor Sor 23/2561 dated 31 October 2018, regarding to *Regulations Asset Classification and Provisioning of a Financial Institution*, in determining Non-Performing Loans. As at 31 March 2021 and 31 December 2020, the Bank and its subsidiaries have Non-Performing Loans (including loans to interbank and money market items) base on BoT's guidelines as follow:

| | Consolidated | | The Bank | |
|---|--------------------------|---------------------|------------------|---------------------|
| | 31 March 2021 | 31 December 2020 | 31 March 2021 | 31 December 2020 |
| | <i>(in million Baht)</i> | | | |
| Non-Performing Loans* (net of allowance for expected credit loss) | 45,340 | 42,864 | 45,049 | 42,558 |
| % of Non-Performing Loans to total loans (net) | 1.7 | 1.6 | 1.7 | 1.6 |
| Non-Performing Loans* (gross) | 104,332 | 101,462 | 103,189 | 100,333 |
| % of Non-Performing Loans to total loans | 3.8 | 3.7 | 3.8 | 3.6 |

* See note 2.1 for application on loans to customers subject to relief programmes

During the three-month period ended 31 March 2021, the Bank sold and transferred right to receive debt payments of Non-Performing Loans to an Asset Management Company with a total principal amount of Baht 2,504 million (*31 March 2020: 4,478 million*).

8 Allowance for expected credit loss

8.1 Classified by type of financial instruments

| | Consolidated | | | Total |
|--|--------------------------|---|---|----------------|
| | 12-month ECL | Lifetime ECL, not credit- impaired | Lifetime ECL, credit- impaired | |
| | <i>(in million Baht)</i> | | | |
| <i>Interbank and money market items</i> | | | | |
| Balance as at 31 March 2021 | 112 | - | - | 112 |
| <i>Investments in debt instruments</i> | | | | |
| Balance as at 31 March 2021 | 29 | 50 | - | 79 |
| <i>Loans to customers</i> | | | | |
| Balance as at 31 March 2021 | 48,238 | 32,756 | 58,650 | 139,644 |
| Total | 48,379 | 32,806 | 58,650 | 139,835 |

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| | 12-month ECL | Consolidated Lifetime ECL, not credit- impaired | | Lifetime ECL, credit- impaired | Total |
|--|-----------------|--|---------------|---|----------------|
| | | <i>(in million Baht)</i> | | | |
| <i>Interbank and money market items</i> | | | | | |
| Balance as at 31 December 2020 | 107 | 7 | - | | 114 |
| <i>Investments in debt instruments</i> | | | | | |
| Balance as at 31 December 2020 | 41 | 46 | - | | 87 |
| <i>Loans to customers</i> | | | | | |
| Balance as at December 2020 | 48,378 | 30,616 | 58,324 | | 137,318 |
| Total | 48,526 | 30,669 | 58,324 | | 137,519 |

| | 12-month ECL | The Bank Lifetime ECL, not credit- impaired | | Lifetime ECL, credit- impaired | Total |
|--|-----------------|--|---------------|---|----------------|
| | | <i>(in million Baht)</i> | | | |
| <i>Interbank and money market items</i> | | | | | |
| Balance as at 31 March 2021 | 81 | - | - | | 81 |
| <i>Investments in debt instruments</i> | | | | | |
| Balance as at 31 March 2021 | 29 | 50 | - | | 79 |
| <i>Loans to customers</i> | | | | | |
| Balance as at 31 March 2021 | 48,113 | 32,681 | 57,798 | | 138,592 |
| Total | 48,223 | 32,731 | 57,798 | | 138,752 |

| | 12-month ECL | The Bank Lifetime ECL, not credit- impaired | | Lifetime ECL, credit- impaired | Total |
|--|-----------------|--|---------------|---|----------------|
| | | <i>(in million Baht)</i> | | | |
| <i>Interbank and money market items</i> | | | | | |
| Balance as at 31 December 2020 | 89 | 7 | - | | 96 |
| <i>Investments in debt instruments</i> | | | | | |
| Balance as at 31 December 2020 | 41 | 46 | - | | 87 |
| <i>Loans to customers</i> | | | | | |
| Balance as at 31 December 2020 | 48,270 | 30,537 | 57,500 | | 136,307 |
| Total | 48,400 | 30,590 | 57,500 | | 136,490 |

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8.2 Changes to the allowance for expected credit loss

| | Consolidated | The Bank |
|-------------------------|--------------------------|-----------------------|
| | <i>(in million Baht)</i> | |
| At 1 January 2021 | 137,519 | 136,490 |
| Net remeasurement | 5,316 | 5,262 |
| Write-off | (3,248) | (3,236) |
| Others | 248 | 236 |
| At 31 March 2021 | <u>139,835</u> | <u>138,752</u> |

| | Consolidated | The Bank |
|----------------------------|--------------------------|-----------------------|
| | <i>(in million Baht)</i> | |
| At 1 January 2020 | 109,609 | 108,866 |
| Net remeasurement | 39,987 | 39,662 |
| Write-off | (12,051) | (12,020) |
| Others | (26) | (18) |
| At 31 December 2020 | <u>137,519</u> | <u>136,490</u> |

9 Modified loans to customers

During the three-month periods ended 31 March 2021 and 2020, the Bank and its subsidiaries have modified loans that have not resulted in derecognition, while they had a loss allowance measured at an amount equal to lifetime ECL, which excluded loans to customers modified under relief program as mentioned in note 2.1, as follows:

| | Consolidated and the Bank | |
|---|----------------------------------|---------------------|
| | 2021 | 2020 |
| | <i>(in million Baht)</i> | |
| <i>Loans modified during the three-month period ended 31 March</i> | | |
| Outstanding before modification | 1,285 | 5,074 |
| Net modification loss | (62) | (78) |
| | <u>1,223</u> | <u>4,996</u> |
| <i>Loans modified since initial recognition</i> | | |
| Outstanding of loans to customers at the end of reporting date that have previously modified for which loss allowance has changed during the period from measured amount equal to lifetime expected credit losses to an amount equal to 12-month expected credit losses | <u>283</u> | <u>-</u> |

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10 Fair value of financial assets and financial liabilities

10.1 Financial assets and financial liabilities measured at fair value

The following table analyses financial instruments measured at fair value at the reporting date, by the level in the fair value hierarchy into which the fair value measurement is categorised. The amounts are based on the values recognised in the statement of financial position. The fair values include any deferred differences between the transaction price and the fair value on initial recognition when the fair value is based on a valuation technique that uses unobservable inputs.

| | Consolidated | | | | The Bank | | | |
|---|--------------------------|----------------|---------------|----------------|--------------|----------------|--------------|----------------|
| | Fair value | | | | Fair value | | | |
| | Level 1 | Level 2 | Level 3 | Total | Level 1 | Level 2 | Level 3 | Total |
| | <i>(in million Baht)</i> | | | | | | | |
| At 31 March 2021 | | | | | | | | |
| Financial assets | | | | | | | | |
| Financial assets | | | | | | | | |
| measured at FVTPL | <u>5,813</u> | <u>13,013</u> | <u>9,575</u> | <u>28,401</u> | <u>2,484</u> | <u>12,973</u> | <u>3,973</u> | <u>19,430</u> |
| Derivative assets | | | | | | | | |
| - Foreign exchange rate | - | 17,963 | - | 17,963 | - | 17,963 | - | 17,963 |
| - Interest rate | - | 49,665 | - | 49,665 | - | 49,665 | - | 49,665 |
| - Others | - | 464 | - | 464 | - | 778 | - | 778 |
| Total | <u>-</u> | <u>68,092</u> | <u>-</u> | <u>68,092</u> | <u>-</u> | <u>68,406</u> | <u>-</u> | <u>68,406</u> |
| Investments, net | | | | | | | | |
| - Investments in debt instruments measured at FVOCI | - | 228,129 | - | 228,129 | - | 228,129 | - | 228,129 |
| - Investments in equity instruments designated at FVOCI | - | - | 1,732 | 1,732 | - | - | 1,720 | 1,720 |
| Total | <u>-</u> | <u>228,129</u> | <u>1,732</u> | <u>229,861</u> | <u>-</u> | <u>228,129</u> | <u>1,720</u> | <u>229,849</u> |
| Total financial assets | <u>5,813</u> | <u>309,234</u> | <u>11,307</u> | <u>326,354</u> | <u>2,484</u> | <u>309,508</u> | <u>5,693</u> | <u>317,685</u> |
| Financial liabilities | | | | | | | | |
| Financial liabilities | | | | | | | | |
| measured at FVTPL | <u>20</u> | <u>-</u> | <u>-</u> | <u>20</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Derivative liabilities | | | | | | | | |
| - Foreign exchange rate | - | 19,136 | - | 19,136 | - | 19,136 | - | 19,136 |
| - Interest rate | - | 42,676 | - | 42,676 | - | 42,676 | - | 42,676 |
| - Others | - | 549 | - | 549 | - | 855 | - | 855 |
| Total | <u>-</u> | <u>62,361</u> | <u>-</u> | <u>62,361</u> | <u>-</u> | <u>62,667</u> | <u>-</u> | <u>62,667</u> |
| Total financial liabilities | <u>20</u> | <u>62,361</u> | <u>-</u> | <u>62,381</u> | <u>-</u> | <u>62,667</u> | <u>-</u> | <u>62,667</u> |

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| | Consolidated | | | | The Bank | | | |
|---|--------------|----------------|--------------|----------------|--------------|----------------|--------------|----------------|
| | Fair value | | | Total | Fair value | | | Total |
| Level 1 | Level 2 | Level 3 | Level 1 | | Level 2 | Level 3 | | |
| <i>At 31 December 2020</i> | | | | | | | | |
| <i>Financial assets</i> | | | | | | | | |
| Financial assets | | | | | | | | |
| measured at FVTPL | 4,158 | 17,386 | 6,489 | 28,033 | 2,020 | 17,293 | 3,794 | 23,107 |
| Derivative assets | | | | | | | | |
| - Foreign exchange rate | - | 18,845 | - | 18,845 | - | 18,845 | - | 18,845 |
| - Interest rate | - | 67,398 | - | 67,398 | - | 67,398 | - | 67,398 |
| - Others | - | 587 | - | 587 | - | 852 | - | 852 |
| Total | - | 86,830 | - | 86,830 | - | 87,095 | - | 87,095 |
| Investments, net | | | | | | | | |
| - Investments in debt instruments measured at FVOCI | - | 302,378 | - | 302,378 | - | 302,378 | - | 302,378 |
| - Investments in equity instruments designated at FVOCI | - | - | 2,159 | 2,159 | - | - | 2,147 | 2,147 |
| Total | - | 302,378 | 2,159 | 304,537 | - | 302,378 | 2,147 | 304,525 |
| Total financial assets | 4,158 | 406,594 | 8,648 | 419,400 | 2,020 | 406,766 | 5,941 | 414,727 |
| <i>Financial liabilities</i> | | | | | | | | |
| Financial liabilities | | | | | | | | |
| measured at FVTPL | 4 | - | - | 4 | - | - | - | - |
| Derivative liabilities | | | | | | | | |
| - Foreign exchange rate | - | 19,823 | - | 19,823 | - | 19,823 | - | 19,823 |
| - Interest rate | - | 59,246 | - | 59,246 | - | 59,246 | - | 59,246 |
| - Others | - | 203 | - | 203 | - | 707 | - | 707 |
| Total | - | 79,272 | - | 79,272 | - | 79,776 | - | 79,776 |
| Total financial liabilities | 4 | 79,272 | - | 79,276 | - | 79,776 | - | 79,776 |

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10.2 Financial assets and financial liabilities not measured at fair value

Fair value of financial instruments which are not measured at fair value and for which there is a significant difference with carrying amount as at 31 March 2021 and 31 December 2020 were as follows:

| | Consolidated | | The Bank | |
|---|---------------------|--|-----------------|--------------------|
| | Carrying amount | Fair value Level 2 <i>(in million Baht)</i> | Carrying amount | Fair value Level 2 |
| At 31 March 2021 | | | | |
| Financial assets | | | | |
| Investments in debt instruments measured at AMC | 7,259 | 8,010 | 7,534 | 8,284 |

| | Consolidated | | The Bank | |
|---|---------------------|--|-----------------|--------------------|
| | Carrying amount | Fair value Level 2 <i>(in million Baht)</i> | Carrying amount | Fair value Level 2 |
| At 31 December 2020 | | | | |
| Financial assets | | | | |
| Investments in debt instruments measured at AMC | 7,259 | 8,110 | 7,534 | 8,385 |

The following methods and assumptions are used in estimating fair values of financial instruments as disclosed herein:

Interbank and money market items (Assets) - Fair value calculated based on present value of estimated cash flows, using the current interest rate in the money market. The fair value has no significant difference with the carrying amount.

Financial assets measured at FVTPL and investments: The following methodologies are used to determine the fair value of securities held by the Bank.

- The fair value of debt securities is estimated based on the Thai Bond Market Association's last average bid price for identical or similar instruments in active markets or other inputs that are observable market data. In situations where no auction prices are available, the fair value is estimated based on the last executed price. For debt instruments with no active market price, the fair value is estimated based on the yield curve of debt securities plus a risk premium.
- The fair value of listed private sector equity instruments and listed unit trust is estimated by using the bidding prices at The Stock Exchange of Thailand on the last business day of the period.
- The fair value of non-marketable equity instruments is measured based on different measurement approach that is most appropriate to the investee's business i.e. current adjusted book value, latest round funding price and other valuation models.
- The fair value of non-listed unit trusts is estimated based on the net asset value at the reporting date.

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- The fair value of foreign debt and equity instruments listed on foreign stock exchanges is estimated by using the bid prices at such exchanges as of the last business day of the period. The fair value of non-listed foreign debt and equity instruments is determined based on values quoted by reliable international financial institutions.
- Derivatives:
- The fair values of derivatives are obtained from quoted market prices in active markets, where available. Fair values for over-the-counter derivatives are derived using broker quotes in active markets. Fair values of derivatives in an illiquid market are obtained using an average price quoted from several reliable sources, valuation technique and a benchmark price of instruments which have similar characteristics, as appropriate. In the case of derivative assets, fair values are also reflected the credit risk of counterparty.
- Loans to customers and accrued interest receivables:
- For variable-rate loans that are repriced frequently and have no significant change in credit risk, fair values are based on carrying amount.
 - The fair values of other loans are estimated using discounted cash flow analyses, using market interest rates or the fair value of collateral. There is no significant difference with the carrying amount.
- Deposits:
- The fair value of deposits which are payable on demand by the depositor are equal to the carrying amount.
 - Fair values for fixed-deposits are estimated using a discounted cash flow calculation that applies interest rates currently being offered on similar deposits.
- Interbank and money market items (Liabilities):
- The fair value has no significant difference with the carrying amount.
- Liabilities payable on demand:
- The fair value is approximated based on its carrying amount.
- Financial liabilities measured at FVTPL:
- The fair value is calculated based on valuation models using market data obtained from reliable sources.
- Debt issued and borrowings:
- The fair value of short-term borrowings maturing within 90 days approximated its carrying amount.
 - Fair values of other borrowings are estimated using discounted cash flow analyses based on the Bank's current borrowing rates for similar types of borrowing arrangements.

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11 Dividends

The dividends paid by the Bank to the shareholders are as follows:

| | Approval date | Payment schedule | Dividend rate per share (Baht) | Amount (in million Baht) |
|------------------------------------|-----------------|------------------|--------------------------------------|-----------------------------|
| <i>2020</i> | | | | |
| Interim dividend 2019 (special) | 17 January 2020 | 14 February 2020 | 0.75 | 2,549 |
| Annual dividend 2019 | 24 March 2020 | 22 April 2020 | 4.00 | 13,597 |
| Total | | | 4.75 | 16,146 |

12 Assets pledged as collateral and under restriction

| | Consolidated | | The Bank | |
|--|--------------------------|---------------------|------------------|---------------------|
| | 31 March 2021 | 31 December 2020 | 31 March 2021 | 31 December 2020 |
| | <i>(in million Baht)</i> | | | |
| Securities pledged as collateral for repurchase | 29,293 | 57,130 | 29,293 | 57,130 |
| Deposits under restriction of oversea subsidiaries and branch | 1,137 | 1,037 | 432 | 392 |
| Others | 86 | 86 | 75 | 75 |
| Total | 30,516 | 58,253 | 29,800 | 57,597 |

13 Contingent liabilities

| | Consolidated | | The Bank | |
|---|--------------------------|---------------------|------------------|---------------------|
| | 31 March 2021 | 31 December 2020 | 31 March 2021 | 31 December 2020 |
| | <i>(in million Baht)</i> | | | |
| Avals to bills | 4,249 | 5,184 | 4,249 | 5,184 |
| Guarantees of loans | 4,512 | 5,507 | 4,153 | 5,142 |
| Liability under unmatured import bills | 19,040 | 11,409 | 18,934 | 11,328 |
| Letters of credit | 43,480 | 33,354 | 43,389 | 33,252 |
| Other contingencies | | | | |
| - Unused bank overdrafts | 203,271 | 201,324 | 202,468 | 200,613 |
| - Other guarantees | 162,257 | 160,822 | 161,288 | 159,862 |
| - Receivables / payables from investments | 7,971 | 15,849 | 7,971 | 15,849 |
| - Others | 71,584 | 105,061 | 71,584 | 105,061 |
| Total | 516,364 | 538,510 | 514,036 | 536,291 |

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14 Related parties

The Bank has business transactions with related parties or persons. Interest rate for staff loans under the staff welfare scheme is charged in accordance with the Bank's regulations for such loans. Interest rate and other pricing for other related parties are at the same rate as in the normal course of business with the same business conditions as general customers. For other income and expenses are charged at market price as normal business or the price as stipulated in the agreement. Significant transactions with related parties or persons were as follows:

14.1 Assets, liabilities and contingencies

| | Consolidated | | The Bank | |
|--|--------------------------|---------------------|------------------|---------------------|
| | 31 March 2021 | 31 December 2020 | 31 March 2021 | 31 December 2020 |
| | <i>(in million Baht)</i> | | | |
| Subsidiaries | | | | |
| Interbank and money market items (assets) | - | - | 1,600 | 1,750 |
| Investments | - | - | 317 | 316 |
| Loans* | - | - | 995 | 690 |
| Other assets | - | - | 1,353 | 2,924 |
| Deposits | - | - | 11,376 | 14,915 |
| Interbank and money market items (liabilities) | - | - | 591 | 233 |
| Other liabilities | - | - | 763 | 743 |
| Contingencies (Notional amount) | - | - | 4,533 | 4,502 |
| Associates | | | | |
| Loans* | 8,657 | 8,307 | 8,657 | 8,307 |
| Deposits | 287 | 47 | 287 | 47 |
| Contingencies (Notional amount) | 228 | 267 | 228 | 267 |
| Major shareholders (more than 10% ownership) | | | | |
| Deposits | 10,272 | 9,039 | 10,272 | 9,039 |
| Directors and key executive officers | | | | |
| Loans* | 107 | 107 | 107 | 107 |
| Deposits | 1,681 | 1,523 | 1,681 | 1,523 |
| Entities in which the directors, management or close members of their families have significant influence | | | | |
| Loans* | 4,883 | 19,911 | 4,883 | 19,911 |
| Deposits | 19,023 | 42,692 | 19,023 | 42,692 |
| Contingencies (Notional amount) | 1,392 | 2,293 | 1,392 | 2,293 |

* Before deducting allowance for expected credit loss

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14.2 Income and expenses

| <i>Three-month period ended 31 March</i> | Consolidated | | The Bank | |
|---|--------------------------|------|-----------------|-------|
| | 2021 | 2020 | 2021 | 2020 |
| | <i>(in million Baht)</i> | | | |
| Subsidiaries | | | | |
| Interest income | - | - | 7 | 4 |
| Interest expenses | - | - | 11 | 3 |
| Fee and service income and other income | - | - | 1,218 | 1,092 |
| Fee and service expenses and other expenses | - | - | 702 | 817 |
| Dividend income | - | - | 142 | 1 |
| Net gain on financial instruments measured at fair value through profit or loss | - | - | 201 | 152 |
| Associates | | | | |
| Interest income | 11 | 5 | 11 | 5 |
| Major shareholders (more than 10% ownership) | | | | |
| Interest expenses | 30 | 34 | 30 | 34 |
| Directors and key executive officers | | | | |
| Interest income | 1 | 1 | 1 | 1 |
| Interest expenses | 2 | 3 | 2 | 3 |
| Entities in which the directors, management or close members of their families have significant influence | | | | |
| Interest income | 45 | 97 | 45 | 97 |
| Interest expenses | 26 | 53 | 26 | 53 |

15 Key management personnel compensation

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Bank and its subsidiaries, holding the position of Executive Vice President or higher.

The Bank and its subsidiaries have not paid benefits to directors and executives other than the benefits that are normally paid such as meeting allowances, reward, salary, bonus, cost of living allowance, transportation charges and fringe benefits according to the Bank and its subsidiaries regulations.

| <i>For the three-month period ended 31 March</i> | Consolidated | | The Bank | |
|--|--------------------------|------------|-----------------|------------|
| | 2021 | 2020 | 2021 | 2020 |
| | <i>(in million Baht)</i> | | | |
| Short-term employee benefits | 558 | 911 | 348 | 767 |
| Post-employment benefits | 15 | 12 | 11 | 10 |
| Other long-term employee benefits | - | 4 | - | - |
| Total | 573 | 927 | 359 | 777 |

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16 Segment information

Information on the Bank's operating model and business segments is set out in the annual report. Specifically, the Bank has four main lines of business: the Corporate Segment which serves corporate and commercial customers; the SME Segment which serves SME customers and small businesses; the Retail Segment which serves individuals; the Insurance segment which provides life and non-life insurance products through the Bank and its subsidiaries' distribution channel.

Others segment includes the income from the Banks' interbank and money market and investments that is not allocated to a specific business unit and the results of subsidiaries other than insurance broker business. Operating expenses are both direct and indirect business expenses of each line of business as well as allocation of common expenses to these businesses. The pricing policy among business units are in line with the normal course of business.

| <i>Three-month period ended</i> <i>31 March 2021</i> | Corporate Segment | SME Segment | Retail Segment | Consolidated | | | Elimination | Total |
|---|-------------------|-------------|----------------|-------------------|---------|-------------------|-------------|-------|
| | | | | Insurance Segment | Others | (in million Baht) | | |
| Net interest income | 4,392 | 3,954 | 11,204 | - | 3,826 | - | 23,376 | |
| Non-interest income, net | 1,585 | 815 | 4,634 | 3,503 | 4,448 | (608) | 14,377 | |
| Total operating income | 5,977 | 4,769 | 15,838 | 3,503 | 8,274 | (608) | 37,753 | |
| Total operating expenses | (2,183) | (2,269) | (7,374) | (340) | (3,812) | 877 | (15,101) | |
| Profit before expected credit loss and income tax | 3,794 | 2,500 | 8,464 | 3,163 | 4,462 | 269 | 22,652 | |
| Expected credit loss | | | | | | | (10,008) | |
| Income tax expense | | | | | | | (2,597) | |
| Net profit | | | | | | | 10,047 | |

| <i>Three-month period ended</i> <i>31 March 2020</i> | Corporate Segment | SME Segment | Retail Segment | Consolidated | | | Elimination | Total |
|---|-------------------|-------------|----------------|-------------------|---------|-------------------|-------------|-------|
| | | | | Insurance Segment | Others | (in million Baht) | | |
| Net interest income | 4,561 | 4,458 | 12,547 | - | 4,211 | - | 25,777 | |
| Non-interest income, net | 1,733 | 648 | 4,500 | 2,884 | 3,093 | (995) | 11,863 | |
| Total operating income | 6,294 | 5,106 | 17,047 | 2,884 | 7,304 | (995) | 37,640 | |
| Total operating expenses | (2,926) | (2,575) | (9,795) | (192) | (1,867) | 962 | (16,393) | |
| Profit before expected credit loss and income tax | 3,368 | 2,531 | 7,252 | 2,692 | 5,437 | (33) | 21,247 | |
| Expected credit loss | | | | | | | (9,726) | |
| Income tax expense | | | | | | | (2,316) | |
| Net profit | | | | | | | 9,205 | |

| <i>At 31 March 2021</i> | Corporate Segment | SME Segment | Retail Segment | Consolidated | | | Elimination | Total |
|-------------------------|-------------------|-------------|----------------|-------------------|-----------|-------------------|-------------|-------|
| | | | | Insurance Segment | Others | (in million Baht) | | |
| Loans to customers | 842,283 | 383,831 | 1,046,299 | - | 6,040 | (995) | 2,277,458 | |
| Total assets | 816,413 | 348,092 | 1,052,125 | 213 | 1,004,171 | (43,642) | 3,177,372 | |
| Total liabilities | 662,528 | 224,431 | 1,474,624 | 104 | 412,246 | (17,950) | 2,755,983 | |

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| <i>At 31 December 2020</i> | Corporate Segment | SME Segment | Retail Segment | Consolidated | | | Total |
|----------------------------|-------------------|-------------|----------------|--------------------------|-----------|-------------|-----------|
| | | | | Insurance Segment | Others | Elimination | |
| | | | | | | | |
| | | | | <i>(in million Baht)</i> | | | |
| Loans to customers | 840,842 | 370,541 | 1,038,489 | - | 6,060 | (690) | 2,255,242 |
| Total assets | 818,592 | 337,413 | 1,090,883 | 278 | 1,079,620 | (48,402) | 3,278,384 |
| Total liabilities | 718,118 | 205,839 | 1,464,829 | 115 | 500,322 | (22,669) | 2,866,554 |

17 Financial position and results of operations classified by domestic and foreign business

17.1 Financial position classified by domestic and foreign business

| | Consolidated | | | | | | |
|--|-------------------|------------------|--------------------------|-------------------|------------------|-----------|--|
| | 31 March 2021 | | | 31 December 2020 | | | |
| | Domestic business | Foreign business | Total | Domestic business | Foreign business | Total | |
| | | | | | | | |
| | | | <i>(in million Baht)</i> | | | | |
| Total assets | 3,148,498 | 28,874 | 3,177,372 | 3,260,009 | 18,375 | 3,278,384 | |
| Interbank and money market items, net (Assets) | 518,797 | 14,553 | 533,350 | 536,471 | 11,033 | 547,504 | |
| Financial asset measured at FVTPL | 28,401 | - | 28,401 | 28,033 | - | 28,033 | |
| Investments, net * | 236,052 | 1,610 | 237,662 | 310,183 | 1,613 | 311,796 | |
| Loans to customers and accrued interest receivables, net | 2,129,943 | 19,180 | 2,149,123 | 2,112,258 | 18,050 | 2,130,308 | |
| Deposits | 2,334,755 | 14,716 | 2,349,471 | 2,407,254 | 13,201 | 2,420,455 | |
| Interbank and money market items (Liabilities) | 165,821 | 4,322 | 170,143 | 194,032 | 4,459 | 198,491 | |
| Debt issued and borrowings | 5,024 | 63,063 | 68,087 | 5,208 | 62,027 | 67,235 | |

| | The Bank | | | | | | |
|--|-------------------|------------------|--------------------------|-------------------|------------------|-----------|--|
| | 31 March 2021 | | | 31 December 2020 | | | |
| | Domestic business | Foreign business | Total | Domestic business | Foreign business | Total | |
| | | | | | | | |
| | | | <i>(in million Baht)</i> | | | | |
| Total assets | 3,156,587 | 15,525 | 3,172,112 | 3,270,536 | 9,906 | 3,280,442 | |
| Interbank and money market items, net (Assets) | 520,192 | 3,996 | 524,188 | 533,434 | 5,674 | 539,108 | |
| Financial asset measured at FVTPL | 19,430 | - | 19,430 | 23,107 | - | 23,107 | |
| Investments, net * | 260,674 | 1,579 | 262,253 | 335,136 | 1,583 | 336,719 | |
| Loans to customers and accrued interest receivables, net | 2,128,296 | 16,889 | 2,145,185 | 2,110,615 | 15,327 | 2,125,942 | |
| Deposits | 2,346,131 | 8,530 | 2,354,661 | 2,422,169 | 7,611 | 2,429,780 | |
| Interbank and money market items (Liabilities) | 166,412 | 4,013 | 170,425 | 194,265 | 4,095 | 198,360 | |
| Debt issued and borrowings | 4,209 | 63,063 | 67,272 | 4,774 | 62,027 | 66,801 | |

* Includes net investments in subsidiaries and associates

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17.2 The results of operations classified by domestic and foreign businesses

| <i>Three-month period ended</i> <i>31 March</i> | 2021 | | | Consolidated | | | | 2020 | | |
|--|--------------------------|---------------------|-------------|--------------|----------------------|---------------------|-------------|----------|--|--|
| | Domestic business | Foreign business | Elimination | Total | Domestic business | Foreign business | Elimination | Total | | |
| | <i>(in million Baht)</i> | | | | | | | | | |
| Interest income | 27,524 | 281 | (85) | 27,720 | 31,736 | 1,154 | (618) | 32,272 | | |
| Interest expenses | (3,788) | (641) | 85 | (4,344) | (5,887) | (1,226) | 618 | (6,495) | | |
| Net interest income (expenses) | 23,736 | (360) | - | 23,376 | 25,849 | (72) | - | 25,777 | | |
| Net fee and service income | 10,419 | 20 | - | 10,439 | 8,889 | 25 | - | 8,914 | | |
| Other operating income | 3,677 | 271 | (10) | 3,938 | 2,611 | 346 | (8) | 2,949 | | |
| Other operating expenses | (14,931) | (180) | 10 | (15,101) | (16,255) | (146) | 8 | (16,393) | | |
| Expected credit loss | (10,022) | 14 | - | (10,008) | (9,506) | (220) | - | (9,726) | | |
| Profit (loss) before income tax | 12,879 | (235) | - | 12,644 | 11,588 | (67) | - | 11,521 | | |
| Income tax | (2,584) | (13) | - | (2,597) | (2,305) | (11) | - | (2,316) | | |
| Net profit (loss) | 10,295 | (248) | - | 10,047 | 9,283 | (78) | - | 9,205 | | |

| <i>Three-month period ended</i> <i>31 March</i> | 2021 | | | The Bank | | | | 2020 | | |
|--|--------------------------|---------------------|-------------|----------|----------------------|---------------------|-------------|----------|--|--|
| | Domestic business | Foreign business | Elimination | Total | Domestic business | Foreign business | Elimination | Total | | |
| | <i>(in million Baht)</i> | | | | | | | | | |
| Interest income | 27,419 | 236 | (85) | 27,570 | 31,714 | 1,080 | (617) | 32,177 | | |
| Interest expenses | (3,778) | (633) | 85 | (4,326) | (5,868) | (1,208) | 617 | (6,459) | | |
| Net interest income (expenses) | 23,641 | (397) | - | 23,244 | 25,846 | (128) | - | 25,718 | | |
| Net fee and service income | 9,189 | 7 | - | 9,196 | 8,209 | 7 | - | 8,216 | | |
| Other operating income | 2,015 | 255 | - | 2,270 | 2,547 | 337 | - | 2,884 | | |
| Other operating expenses | (14,303) | (103) | - | (14,406) | (16,091) | (98) | - | (16,189) | | |
| Expected credit loss | (9,974) | 45 | - | (9,929) | (9,487) | 153 | - | (9,334) | | |
| Profit (loss) before income tax | 10,568 | (193) | - | 10,375 | 11,024 | 271 | - | 11,295 | | |
| Income tax | (2,057) | (5) | - | (2,062) | (2,133) | (2) | - | (2,135) | | |
| Net profit (loss) | 8,511 | (198) | - | 8,313 | 8,891 | 269 | - | 9,160 | | |

18 Income tax expenses

Income tax expense is recognised based on management's best estimate of the weighted average annual income tax rate expected for the full financial year multiplied by the pre-tax income of the interim reporting period.

The consolidated and the Bank's effective tax rate in respect of continuing operations for the three-month periods ended 31 March 2021 were 21% and 20% respectively (*31 March 2020: 20% and 19% respectively*).

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19 Basic earnings per share

| <i>Three-month period ended 31 March</i> | Consolidated | | The Bank | |
|--|---|--------------------|--------------------|--------------------|
| | 2021 | 2020 | 2021 | 2020 |
| | <i>(in million Baht / million shares)</i> | | | |
| Profit attributable to common shareholders of the Bank (basic) | <u>10,088</u> | <u>9,251</u> | <u>8,313</u> | <u>9,160</u> |
| Number of common and preferred shares outstanding | <u>3,399</u> | <u>3,399</u> | <u>3,399</u> | <u>3,399</u> |
| Earnings per share (basic) (in Baht) | <u>2.97</u> | <u>2.72</u> | <u>2.45</u> | <u>2.69</u> |

20 Events after the reporting period

20.1 At the Annual General Meeting of Shareholders held on 8 April 2021, the shareholders approved the dividend payment in respect of the Bank result of the year 2020 at Baht 2.30 per share, totalling Baht 7,818 million. The dividend was paid to shareholders on 7 May 2021.

20.2 On 16 April 2021, the Bank registered the conversion of 30,920 preferred shares to 30,920 common shares with the Ministry of Commerce.

20.3 The Bank established a new subsidiary, SCB TECH X Company Limited with initial registered capital of Baht 1 million (initial shareholding of 100% of total shares of the Company). The Company was registered for an establishment with the Department of Business Development, Ministry of Commerce on 22 April 2021. The Company's main objective is to engage in the business of providing specialised technology services.