

(Translation)

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21 April 2022

Subject: CIMB Thai Group consolidated unreviewed financial results for the three months ended 31 March 2022

To : President
The Stock Exchange of Thailand

Dear Sir,

On behalf of CIMB Thai Bank PCL, I am pleased to submit the unreviewed consolidated financial results for the three months ended 31 March 2022. The key summaries are as follows:

For the three months ended 31 March 2022 (3M2022), CIMB Thai Group recorded a consolidated net profit of THB 1,061.0 million, an increase of THB 719.7 million or 210.9% year-on-year (“YoY”) compared to 3M2021. The improvement was mainly attributed to better cost control with 14.0% decline in operating expenses and a 64.0% decrease in expected credit losses, despite a marginal drop of 0.8% in operating income.

On a YoY basis, operating income decline by THB 26.4 million, or 0.8% to THB 3,484.1 million attributed by the drop in net interest income of THB 152.9 million or 6.2% due to the lower interest income on loans and hire purchase business and drop in net fee and service income by THB 26.7 million or 6.5% from the higher fee and service expenses. This was partially offset by the increase in other operating income by THB 153.1 million or 24.1% due to an increase in gains on financial instruments measured at fair value through profit or loss and other income.

Operating expenses decreased by THB 291.7 million or 14.0%, largely due to better optimisation of cost management. This consequently improved the cost to income ratio to 51.4% in 3M2022 compared to 59.3% in 3M2021.

Net Interest Margin (NIM) over earning assets stood at 2.8% in 3M2022, compared to 3.1% in 3M2021, resulting from lower interest income on loans and hire purchase business.

As at 31 March 2022, total gross loans (inclusive of loans guaranteed by other banks and loans to financial institutions) stood at THB 215.0 billion, an increase of 1.5% from 31 December 2021. Deposits (inclusive of Bill of Exchanges, Debentures and selected Structured Deposit Products) stood at THB 252.5 billion, an increase of 5.4% from THB 239.5 billion as at end of December 2021. The Modified Loan to Deposit Ratio decreased to 85.2% from 88.5% as at 31 December 2021.

The gross non-performing loans (“NPL”) stood at THB 8.4 billion, with a higher gross NPL ratio of 3.8% from 3.7% as at 31 December 2021 due to the sale of NPLs in 2021. CIMB Thai continues to exercise high credit risk underwriting standards and risk management policies. The Bank also focuses on improving productivity, monitoring collection and managing all accounts closely and effectively.

CIMB Thai Group's loan loss coverage ratio as at 31 March 2022 stood at 112.0% from 117.5% at the end of December 2021. Total allowance for expected credit losses stood at THB 8.6 billion, THB 1.5 billion over the Bank of Thailand's reserve requirements.

Total consolidated capital funds as at 31 March 2022 stood at THB 53.6 billion. The BIS ratio stood at 21.9%, of which 15.9% comprised Tier-1-capital.

Yours faithfully,



Mr. Paul Wong Chee Kin
President and Chief Executive Officer
CIMB Thai Bank PCL