

SCB<sup>x</sup>

SCB<sup>x</sup> Group  
**TAX POLICY**

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Our Sustainability Mission

**OPPORTUNITIES  
FOR EVERYONE,  
POSSIBILITIES  
EVERYDAY**

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# SCB<sup>X</sup> GROUP TAX POLICY

The SCB<sup>X</sup> Group's tax policy is formulated based on transparency, corporate governance, the protection and maintenance of the group's credibility and reputation, with a focus on tax risk management, compliance, no tax avoidance, and utilizing of tax benefits under the law to enhance operational efficiency. Since social responsibility is one of the Group's core values, the Group is aware of the importance of being a good taxpayer since proper tax payments are essential in supporting the sustainable development of society.

## TAX GOVERNANCE

SCB<sup>X</sup> Group is committed to strengthening governance of our tax affairs. The Group sets policies and internal procedures as part of the framework for tax compliance to ensure that the Group's product operations and customer services meet the best practice and comply with the tax laws that are enforced in all countries where the Group operates. This tax policy is binding on all executives and employees of the Group's companies and is reviewed regularly for appropriateness by internal auditors and tax reporting team before submission to the audit committee for approval.

## TAX MANAGEMENT AND COMPLIANCE

The Group is committed to complying with the tax laws of every country in which the Group operates. This is achieved by providing complete, accurate, and reliable information on all important aspects to the tax authorities within the time frame prescribed by law or by agreement with the tax authorities. The Group adheres to the principle of transparency in reporting the tax payments of the Group, which is one of the group's responsibilities to stakeholders.

The Group has a separate legal team that provides tax law advice, and it works collaboratively with the tax reporting team. The legal team provides legal advice to various units of the Group to ensure that the Group's activities and operations comply with tax laws and reduce tax risks exposure. Additionally, the legal team regularly monitors and updates taxation issues and tax laws, including tax benefits, to ensure that the Group is kept abreast on the matter. In case of any legal changes that may impact the business, a flash report will be issued since the drafted taxation law is being reviewed and approved by the cabinet's resolution, for the relevant business operations to prepare and manage any risks. The Group will utilize legitimate business tax structures and benefits available in each country beyond their obvious intended purpose. However, the Group will never seek loopholes or devise schemes that stretch the rules.

Apart from a tax legal team, the Group has a separate tax reporting team under the finance group which will manage the tax calculation, submit tax filing, and pay the tax in a timely manner.

The legal team and the tax reporting team cross-check, balance, and exchange information to ensure correct tax filing and payment.

The Group may also engage external professional tax consultants to obtain additional insights and ensure that the activities of the Group comply with tax laws thoroughly and confidently.

## TAX PAYMENT AND STRUCTURE

The Group is committed to paying an appropriate amount of tax according to where value is created within the normal course of commercial activity and does not transfer value created to low tax jurisdictions. The Group will not use abnormal or tax avoidance structures that are not related to business operations and violate local or international laws. Additionally, the Group has no policy to use undisclosed lands or tax havens to evade taxes, except for important business purposes, such as fundraising and liquidity management.

## TAX TRANSFER PRICING

The Group adopts the Arm's Length Pricing principle to set transfer prices and avoids using transfer pricing as an inappropriate tax planning tool. The transfer pricing must align with relevant business activities, risks, and assets used in each tax jurisdiction.

## RELATIONSHIP WITH REVENUE AUTHORITIES

The Group seeks and maintains relationships with revenue authorities by proactively working with relevant tax authorities, ensuring transparent information disclosure, and engaging in discussions to resolve material issues to make sure that the Group maintains its tax governance and compliance with tax issues before returns are filed to tax laws of all countries where the Group operates.



The background of the page features a large, stylized 'X' shape formed by four overlapping, semi-transparent grey trapezoidal shapes. The 'X' is centered and its arms extend towards the corners of the page. In the center of the 'X', the text 'SCB' is displayed in a bold, sans-serif font, with a small 'x' superscripted to the right of the 'B'.

SCB<sup>x</sup>

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