

Thaire Life Assurance Public Company Limited
Review report and interim financial information
For the three-month and nine-month periods ended
30 September 2021

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Thaire Life Assurance Public Company Limited

I have reviewed the accompanying statement of financial position, in which the equity method is applied, of Thaire Life Assurance Public Company Limited as at 30 September 2021, the statements of income and comprehensive income, in which the equity method is applied, for the three-month and nine-month periods then ended, and the statements of changes in owners' equity and cash flows, in which the equity method is applied, for the nine-month period then ended, as well as the condensed notes to the interim financial statements. I have also reviewed the separate financial information of Thaire Life Assurance Public Company Limited for the same period (collectively called "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. 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.

Rachada Yongsawadvanich
Certified Public Accountant (Thailand) No. 4951

EY Office Limited
Bangkok: 9 November 2021

Thaire Life Assurance Public Company Limited
Statements of financial position
As at 30 September 2021 and 31 December 2020

(Unit: Baht)

	Note	Financial statements		Separate financial statements	
		in which the equity method is applied			
		30 September 2021	31 December 2020	30 September 2021	31 December 2020
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Cash and cash equivalents	3	100,640,221	41,134,866	100,640,221	41,134,866
Accrued investment income		18,262,240	14,386,288	18,262,240	14,386,288
Reinsurance assets	4	4,169,908	3,372,998	4,169,908	3,372,998
Reinsurance receivables	5	411,591,012	433,896,203	411,591,012	433,896,203
Investment assets					
Investments in securities	6	1,994,307,815	1,924,821,674	1,994,307,815	1,924,821,674
Loans and interest receivables	7	281,120	633,103	281,120	633,103
Investments in an associate	8	12,868,738	12,814,178	18,910,900	18,910,900
Premises and equipment	9	56,029,954	51,069,455	56,029,954	51,069,455
Intangible assets	10	39,874,015	37,920,025	39,874,015	37,920,025
Deferred tax assets	11.1	71,287,546	85,884,833	70,079,114	84,665,489
Other assets					
Deferred commission expenses		126,587,657	80,760,917	126,587,657	80,760,917
Others		12,232,589	13,409,224	12,232,589	13,409,224
Total assets		2,848,132,815	2,700,103,764	2,852,966,545	2,704,981,142

The accompanying notes are an integral part of the financial statements.

Thaire Life Assurance Public Company Limited
Statements of financial position (continued)
As at 30 September 2021 and 31 December 2020

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		30 September 2021	31 December 2020	30 September 2021	31 December 2020
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and owners' equity					
Liabilities					
Insurance contract liabilities	12	1,250,976,492	864,361,657	1,250,976,492	864,361,657
Due to reinsurers	13	121,388,828	346,731,212	121,388,828	346,731,212
Income tax payable		-	29,540,236	-	29,540,236
Lease liabilities		950,504	1,486,503	950,504	1,486,503
Employee benefit obligations		17,000,625	17,180,397	17,000,625	17,180,397
Other liabilities					
Accrued expenses		4,245,176	3,281,189	4,245,176	3,281,189
Deferred commission income		62,549	50,595	62,549	50,595
Others		20,396,879	13,475,935	20,396,879	13,475,935
Total liabilities		1,415,021,053	1,276,107,724	1,415,021,053	1,276,107,724
Owners' equity					
Share capital					
Registered, issued and paid-up					
600,000,000 ordinary shares of Baht 1 each		600,000,000	600,000,000	600,000,000	600,000,000
Share premium		79,162,825	79,162,825	79,162,825	79,162,825
Retained earnings					
Appropriated - statutory reserve		60,000,000	60,000,000	60,000,000	60,000,000
Unappropriated		785,694,071	782,250,161	787,940,664	783,996,204
Other component of owners' equity		(91,745,134)	(97,416,946)	(89,157,997)	(94,285,611)
Total owners' equity		1,433,111,762	1,423,996,040	1,437,945,492	1,428,873,418
Total liabilities and owners' equity		2,848,132,815	2,700,103,764	2,852,966,545	2,704,981,142
		-	-	-	-

The accompanying notes are an integral part of the financial statements.

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Directors
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(Unaudited but reviewed)

Thaire Life Assurance Public Company Limited**Statements of income****For the three-month periods ended 30 September 2021 and 2020**

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		2021	2020	2021	2020
Revenues					
Reinsurance premium written		841,623,683	581,056,042	841,623,683	581,056,042
Less: Reinsurance premium ceded		(6,868,173)	(5,128,187)	(6,868,173)	(5,128,187)
Net reinsurance premium written		834,755,510	575,927,855	834,755,510	575,927,855
Add (less) : Unearned premium reserves decreased (increased)					
from prior period		(57,569,649)	17,169,315	(57,569,649)	17,169,315
Net earned premium		777,185,861	593,097,170	777,185,861	593,097,170
Commission income		849,485	586,044	849,485	586,044
Net investment revenue		16,967,618	18,653,811	16,967,618	18,653,811
Losses on investments		(6,394,272)	(1,096,925)	(6,394,272)	(1,096,925)
Fair value gains		147,689	9,664	147,689	9,664
Share of profit from investments in an associate					
under the equity method	8.3	185,828	612,819	-	-
Other income		130,234	2,235,499	130,234	2,235,499
Total revenues		789,072,443	614,098,082	788,886,615	613,485,263
Expenses					
Long-term insurance policy reserves increased (decreased)		(4,450,855)	6,600,738	(4,450,855)	6,600,738
Unexpired risk reserves increased		12,004,136	-	12,004,136	-
Gross benefits and claims		553,214,827	384,652,111	553,214,827	384,652,111
Less: claims recovered from reinsurers		(1,174,003)	(1,032,295)	(1,174,003)	(1,032,295)
Commission expenses		168,006,372	146,549,326	168,006,372	146,549,326
Other underwriting expenses		13,979,096	8,955,587	13,979,096	8,955,587
Operating expenses		23,509,418	24,381,101	23,509,418	24,381,101
Finance costs		16,619	27,505	16,619	27,505
Reversal of expected credit losses		(34,406)	(9,150)	(34,406)	(9,150)
Total expenses		765,071,204	570,124,923	765,071,204	570,124,923
Profits before income tax expenses		24,001,239	43,973,159	23,815,411	43,360,340
Income tax expenses	11.2	(3,205,356)	(6,246,937)	(3,168,190)	(6,124,373)
Net profits		20,795,883	37,726,222	20,647,221	37,235,967
Earnings per share					
	15				
Basic earnings per share					
Net profits		0.03	0.06	0.03	0.06

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Thaire Life Assurance Public Company Limited**Statements of comprehensive income****For the three-month periods ended 30 September 2021 and 2020**

(Unit: Baht)

Note	Financial statements		Separate financial statements	
	in which the equity method is applied		2021	2020
	2021	2020	2021	2020
Net profits	20,795,883	37,726,222	20,647,221	37,235,967
Other comprehensive income (loss)				
Items to be reclassified to statements of income in subsequent periods:				
Translation adjustments of the financial statements in foreign currency of an associate	126,438	29,338	-	-
Revaluation losses on available-for-sale investments measured at fair value through other comprehensive income	(1,903,280)	(56,305,468)	(1,903,280)	(56,305,468)
Add: Income taxes	355,368	11,255,226	380,656	11,261,094
Items to be reclassified to statements of income in subsequent periods - net of income taxes	(1,421,474)	(45,020,904)	(1,522,624)	(45,044,374)
Items not to be reclassified to statements of income in subsequent periods:				
Actuarial gain	29,968	-	29,968	-
Less: Income taxes	(5,994)	-	(5,994)	-
Items not to be reclassified to statements of income in subsequent periods - net of income taxes	23,974	-	23,974	-
Other comprehensive loss for the periods	(1,397,500)	(45,020,904)	(1,498,650)	(45,044,374)
Total comprehensive income (loss) for the periods	19,398,383	(7,294,682)	19,148,571	(7,808,407)

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Thaire Life Assurance Public Company Limited**Statements of income**

For the nine-month periods ended 30 September 2021 and 2020

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		2021	2020	2021	2020
Revenues					
Reinsurance premium written		2,291,898,767	1,826,111,589	2,291,898,767	1,826,111,589
Less: Reinsurance premium ceded		(16,978,062)	(13,604,741)	(16,978,062)	(13,604,741)
Net reinsurance premium written		2,274,920,705	1,812,506,848	2,274,920,705	1,812,506,848
Less: Unearned premium reserves increased from prior period		(260,713,130)	(110,569,957)	(260,713,130)	(110,569,957)
Net earned premium		2,014,207,575	1,701,936,891	2,014,207,575	1,701,936,891
Commission income		2,668,770	1,795,805	2,668,770	1,795,805
Net investment revenue		54,148,432	53,711,893	54,148,432	53,711,893
Gains (losses) on investments		878,525	(10,836,732)	878,525	(10,836,732)
Fair value gains (losses)		214,436	(1,426,419)	214,436	(1,426,419)
Share of loss from investments in an associate					
under the equity method	8.3	(625,688)	(264,867)	-	-
Other income		713,614	4,553,558	713,614	4,553,558
Total revenues		2,072,205,664	1,749,470,129	2,072,831,352	1,749,734,996
Expenses					
Long-term insurance policy reserves increased		411,638	33,244,288	411,638	33,244,288
Unexpired risk reserves increased (decreased)		12,004,136	(9,507,891)	12,004,136	(9,507,891)
Gross benefits and claims		1,415,136,003	1,114,325,900	1,415,136,003	1,114,325,900
Less: claims recovered from reinsurers		(11,801,735)	(3,129,270)	(11,801,735)	(3,129,270)
Commission expenses		448,917,892	434,731,591	448,917,892	434,731,591
Other underwriting expenses		39,163,676	26,499,516	39,163,676	26,499,516
Operating expenses		69,377,251	70,568,094	69,377,251	70,568,094
Finance costs		58,171	90,330	58,171	90,330
Expected credit losses		98,543	251,114	98,543	251,114
Total expenses		1,973,365,575	1,667,073,672	1,973,365,575	1,667,073,672
Profits before income tax expenses		98,840,089	82,396,457	99,465,777	82,661,324
Income tax expenses	11.2	(12,887,304)	(9,770,830)	(13,012,442)	(9,823,803)
Net profits		85,952,785	72,625,627	86,453,335	72,837,521
Earnings per share					
	15				
Basic earnings per share					
Net profits		0.14	0.12	0.14	0.12

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Thaire Life Assurance Public Company Limited**Statements of comprehensive income**

For the nine-month periods ended 30 September 2021 and 2020

(Unit: Baht)

Note	Financial statements in which the equity method is applied		Separate financial statements	
	2021	2020	2021	2020
Net profits	<u>85,952,785</u>	<u>72,625,627</u>	<u>86,453,335</u>	<u>72,837,521</u>
Other comprehensive income (loss)				
Items to be reclassified to statements of income in subsequent periods:				
Translation adjustments of the financial statements in foreign currency of an associate	680,248	165,406	-	-
Revaluation gains (losses) on available-for-sale investments measured at fair value through other comprehensive income	6,409,518	(162,979,005)	6,409,518	(162,979,005)
Add (less) : Income taxes	<u>(1,417,954)</u>	<u>32,562,720</u>	<u>(1,281,904)</u>	<u>32,595,801</u>
Items to be reclassified to statements of income in subsequent periods - net of income taxes	<u>5,671,812</u>	<u>(130,250,879)</u>	<u>5,127,614</u>	<u>(130,383,204)</u>
Items not to be reclassified to statements of income in subsequent periods:				
Actuarial gains (losses)	1,860,144	(2,679,231)	1,860,144	(2,679,231)
Add (less): Income taxes	<u>(372,029)</u>	<u>535,846</u>	<u>(372,029)</u>	<u>535,846</u>
Items not to be reclassified to statements of income in subsequent periods - net of income taxes	<u>1,488,115</u>	<u>(2,143,385)</u>	<u>1,488,115</u>	<u>(2,143,385)</u>
Other comprehensive income (loss) for the periods	<u>7,159,927</u>	<u>(132,394,264)</u>	<u>6,615,729</u>	<u>(132,526,589)</u>
Total comprehensive income (loss) for the periods	<u><u>93,112,712</u></u>	<u><u>(59,768,637)</u></u>	<u><u>93,069,064</u></u>	<u><u>(59,689,068)</u></u>

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Thaire Life Assurance Public Company Limited

Statements of cash flows

For the nine-month period ended 30 September 2021 and 2020

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		2021	2020	2021	2020
Cash flows from (used in) operating activities					
Cash received from reinsurance		287,549,729	108,668,115	287,549,729	108,668,115
Interest income		10,767,482	12,669,631	10,767,482	12,669,631
Dividend income		40,126,957	41,078,249	40,126,957	41,078,249
Other investment income (expenses)		13,567,376	(11,247,645)	13,567,376	(11,247,645)
Other income		9,696,139	503,474	9,696,139	503,474
Other underwriting expenses		(38,275,830)	(26,352,194)	(38,275,830)	(26,352,194)
Operating expenses		(58,108,650)	(58,820,746)	(58,108,650)	(58,820,746)
Income tax expenses		(30,546,653)	(47,965,330)	(30,546,653)	(47,965,330)
Cash received on financial assets		1,324,897,906	1,417,802,089	1,324,897,906	1,417,802,089
Cash paid for financial assets		(1,392,454,393)	(1,352,349,232)	(1,392,454,393)	(1,352,349,232)
Net cash provided by operating activities		167,220,063	83,986,411	167,220,063	83,986,411
Cash flows from (used in) investing activities					
Disposals of equipment		2,400	-	2,400	-
Purchases of equipment		(10,034,480)	(811,800)	(10,034,480)	(811,800)
Purchases of intangible assets		(13,062,130)	(1,111,334)	(13,062,130)	(1,111,334)
Net cash used in investing activities		(23,094,210)	(1,923,134)	(23,094,210)	(1,923,134)
Cash flows used in financing activities					
Repayment of lease liabilities		(594,170)	(594,171)	(594,170)	(594,171)
Dividend paid	16	(84,000,000)	(78,000,000)	(84,000,000)	(78,000,000)
Net cash used in financing activities		(84,594,170)	(78,594,171)	(84,594,170)	(78,594,171)
Net increase in cash and cash equivalents		59,531,683	3,469,106	59,531,683	3,469,106
Cash and cash equivalents at beginning of the periods		41,134,866	33,798,067	41,134,866	33,798,067
Increase in expected credit losses		(26,328)	(25,223)	(26,328)	(25,223)
Cash and cash equivalents at end of the periods		100,640,221	37,241,950	100,640,221	37,241,950

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Thaire Life Assurance Public Company Limited

Statements of changes in owners' equity

For the nine-month periods ended 30 September 2021 and 2020

(Unit: Baht)

Financial statements in which the equity method is applied									
	Note	Issued and paid-up share capital	Share premium	Retained earnings		Other components of owners' equity			Total owners' equity
				Appropriated - statutory reserve	Unappropriated	Revaluation deficit on available-for-sale investments measured at fair value through other comprehensive income - net of income taxes	Translation adjustments of the financial statements in foreign currency of an associate - net of income taxes	Total other components of owners' equity	
Balance as at 1 January 2020		600,000,000	79,162,825	60,000,000	739,516,723	(17,440,786)	(2,624,758)	(20,065,544)	1,458,614,004
Dividend paid	16	-	-	-	(78,000,000)	-	-	-	(78,000,000)
Reversal of dividend payable due to ineligibility of shareholders		-	-	-	2,847	-	-	-	2,847
Net profit		-	-	-	72,625,627	-	-	-	72,625,627
Other comprehensive income (loss) for the period		-	-	-	(2,143,385)	(130,383,204)	132,325	(130,250,879)	(132,394,264)
Total comprehensive income (loss) for the period		-	-	-	70,482,242	(130,383,204)	132,325	(130,250,879)	(59,768,637)
Balance as at 30 September 2020		<u>600,000,000</u>	<u>79,162,825</u>	<u>60,000,000</u>	<u>732,001,812</u>	<u>(147,823,990)</u>	<u>(2,492,433)</u>	<u>(150,316,423)</u>	<u>1,320,848,214</u>
Balance as at 1 January 2021		600,000,000	79,162,825	60,000,000	782,250,161	(94,285,611)	(3,131,335)	(97,416,946)	1,423,996,040
Dividend paid	16	-	-	-	(84,000,000)	-	-	-	(84,000,000)
Reversal of dividend payable due to ineligibility of shareholders		-	-	-	3,010	-	-	-	3,010
Net profit		-	-	-	85,952,785	-	-	-	85,952,785
Other comprehensive income for the period		-	-	-	1,488,115	5,127,614	544,198	5,671,812	7,159,927
Total comprehensive income for the period		-	-	-	87,440,900	5,127,614	544,198	5,671,812	93,112,712
Balance as at 30 September 2021		<u>600,000,000</u>	<u>79,162,825</u>	<u>60,000,000</u>	<u>785,694,071</u>	<u>(89,157,997)</u>	<u>(2,587,137)</u>	<u>(91,745,134)</u>	<u>1,433,111,762</u>

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Thaire Life Assurance Public Company Limited

Statements of changes in owners' equity (continued)

For the nine-month periods ended 30 September 2021 and 2020

(Unit: Baht)

Separate financial statements						
Note	Issued and paid-up share capital	Share permium	Retained earnings		Other component of owners' equity	Total owners' equity
			Appropriated - statutory reserve	Unappropriated	Revaluation deficit on available-for-sale investments measured at fair value through other comprehensive income - net of income taxes	
Balance as at 1 January 2020	600,000,000	79,162,825	60,000,000	743,339,730	(17,440,786)	1,465,061,769
Dividend paid	16	-	-	(78,000,000)	-	(78,000,000)
Reversal of dividend payable due to ineligibility of shareholders		-	-	2,847	-	2,847
Net profit		-	-	72,837,521	-	72,837,521
Other comprehensive loss for the period		-	-	(2,143,385)	(130,383,204)	(132,526,589)
Total comprehensive income (loss) for the period		-	-	70,694,136	(130,383,204)	(59,689,068)
Balance as at 30 September 2020	600,000,000	79,162,825	60,000,000	736,036,713	(147,823,990)	1,327,375,548
Balance as at 1 January 2021	600,000,000	79,162,825	60,000,000	783,996,204	(94,285,611)	1,428,873,418
Dividend paid	16	-	-	(84,000,000)	-	(84,000,000)
Reversal of dividend payable due to ineligibility of shareholders		-	-	3,010	-	3,010
Net profit		-	-	86,453,335	-	86,453,335
Other comprehensive income for the period		-	-	1,488,115	5,127,614	6,615,729
Total comprehensive income for the period		-	-	87,941,450	5,127,614	93,069,064
Balance as at 30 September 2021	600,000,000	79,162,825	60,000,000	787,940,664	(89,157,997)	1,437,945,492

The accompanying notes are an integral part of the financial statements.

Thaire Life Assurance Public Company Limited

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Thaire Life Assurance Public Company Limited

Notes to interim financial statements

For the three-month and nine-month periods ended 30 September 2021 and 2020

1. General information

1.1 Corporate information

Thaire Life Assurance Public Company Limited (“the Company”) is a public company, incorporated under Thai laws, domiciled in Thailand and listed on the Stock Exchange of Thailand since 9 October 2013. Its major shareholder is Thai Reinsurance Public Company Limited, a public company incorporated under Thai laws, domiciled in Thailand and listed on the Stock Exchange of Thailand. As at 30 September 2021 and 31 December 2020, the major shareholder held 10.10%, of the issued and paid-up share capital of the Company. The Company is principally engaged in the provision of life reinsurance services. The registered office of the Company is located at No. 48/15 Soi Ratchadapisek 20, Ratchadapisek Road, Samsennok Sub-district, Huaykwang District, Bangkok.

1.2 Coronavirus 2019 pandemic

The Coronavirus 2019 (COVID-19) pandemic has caused an economic slowdown and has an impact on businesses and industries in various sectors either directly or indirectly. This situation may bring uncertainties and have an impact on the environment in which the business operates. The Company’s management has continuously monitored ongoing developments and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and has used estimates and judgement in respect of various issues (if any) as the situation has evolved.

2. Basis for preparation of financial statements

2.1 Basis for preparation of interim financial information

This interim financial information is prepared in accordance with Thai Accounting Standard No. 34: Interim Financial Reporting whereby the Company choose to present condensed interim financial statements. However, the Company presented each line item in the statements of financial position, income, comprehensive income, changes in owners’ equity and cash flows in the same full format as that used in its annual financial statements, and in accordance with the format of financial statements specified in Notification of the Office of Insurance Commission (“OIC”) regarding criteria, procedures, terms and conditions for preparation and submission of financial statements and operating performance reports of life insurance companies (No.2) dated 4 April 2019.

This interim financial information is intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. This interim financial information should therefore be read in conjunction with the latest annual financial statements.

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

2.2 Financial reporting standards that became effective in the current year

During the period, the Company adopted the revised financial reporting standards and interpretations which are effective for fiscal years beginning on or after 1 January 2021. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards. However, the adoption of these financial reporting standards does not have any significant impact on the Company's financial statements.

2.3 Financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2022

The Federation of Accounting Professions issued a number of revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2022. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and, for some standards, providing temporary reliefs or temporary exemptions for users. However, the management of the Company believes that adoption of these amendments will not have any significant impact on the Company's financial statements.

2.4 Significant accounting policies

This interim financial information is prepared using the same significant accounting policies and methods of computation as were used in the preparation of financial statements for the year ended 31 December 2020.

(Unaudited but reviewed)

3. Cash and cash equivalents

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	<u>30 September 2021</u>	<u>31 December 2020</u>
Cash	10	4
Deposits at banks with no fixed maturity date	93,688	18,923
Deposits at banks with fixed maturity date	-	22,000
Deposits at other financial institutions	7,010	250
Total	<u>100,708</u>	<u>41,177</u>
Less: Allowance for expected credit losses	<u>(68)</u>	<u>(42)</u>
Cash and cash equivalents - net	<u><u>100,640</u></u>	<u><u>41,135</u></u>

4. Reinsurance assets

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	<u>30 September 2021</u>	<u>31 December 2020</u>
Insurance reserves refundable from reinsurers		
Long-term insurance policy reserves	2,818	2,822
Unearned premium reserves	1,352	551
Total reinsurance assets	<u><u>4,170</u></u>	<u><u>3,373</u></u>

5. Reinsurance receivables

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	<u>30 September 2021</u>	<u>31 December 2020</u>
Amounts deposited on reinsurance	71,879	98,624
Amounts due from reinsurers	<u>339,712</u>	<u>335,272</u>
Total reinsurance receivables	<u><u>411,591</u></u>	<u><u>433,896</u></u>

6. Investments in securities

6.1 Classified by types of investments

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and Separate financial statements			
	30 September 2021		31 December 2020	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Trading investments measured at fair value through profit or loss				
Unit trusts	16,017	16,021	79,066	79,069
Total	16,017	16,021	79,066	79,069
Add: Revaluation gains	4	-	3	-
Trading investments measured at fair value through profit or loss - net				
	16,021	16,021	79,069	79,069
Available-for-sale investments measured at fair value through other comprehensive income				
Common stocks	407,393	385,582	364,433	339,383
Unit trusts	696,107	569,765	659,959	543,592
Total	1,103,500	955,347	1,024,392	882,975
Less: Revaluation losses	(111,447)	-	(117,857)	-
Less: Allowance for impairment	(36,706)	-	(23,560)	-
Available-for-sale investments measured at fair value through other comprehensive income - net				
	955,347	955,347	882,975	882,975
Held-to-maturity investments measured at amortised cost				
Government and state enterprise securities				
	551,850	557,754	475,659	486,338
Private enterprise debt securities				
	361,587	366,428	287,544	291,939
Deposits at financial institutions with a maturity period of longer than 3 months				
	110,000	110,000	200,000	200,000
Total	1,023,437	1,034,182	963,203	978,277
Less: Allowance for expected credit losses				
	(497)	-	(425)	-
Held-to-maturity investments measured at amortised cost – net				
	1,022,940	1,034,182	962,778	978,277
Investments in securities - net	1,994,308	2,005,550	1,924,822	1,940,321

6.2 Classified by stage of credit risk

(Unit: Thousand Baht)

Financial statements in which the equity method is applied and Separate financial statements			
30 September 2021			
	Gross carrying value	Allowance for expected credit losses	Net carrying value
Held-to-maturity investments measured at amortised cost			
Stage 1 - Debt securities without a significant increase of credit risk	1,023,437	(497)	1,022,940
Total	1,023,437	(497)	1,022,940

(Unit: Thousand Baht)

Financial statements in which the equity method is applied and Separate financial statements			
31 December 2020			
	Gross carrying value	Allowance for expected credit losses	Net carrying value
Held-to-maturity investments measured at amortised cost			
Stage 1 - Debt securities without a significant increase of credit risk	963,203	(425)	962,778
Total	963,203	(425)	962,778

6.3 Investments subject to restriction

As at 30 September 2021 and 31 December 2020, the Company placed some investments as a security with the Registrar as described in Notes 18 to the interim financial statements.

7. Loans and interest receivables

The outstanding balances of loans and interest receivables were due from employees in accordance with the Company's employee welfare plan whereby interest rate has been charged at the rate of not lower than 1.00% and not higher than MLR-3% per annum. The MLR is reference to that announced by commercial banks, depending on types of loans granted. The whole amounts of the outstanding balances were classified as not yet due and no interest was outstanding at the end of the reporting periods.

As at 30 September 2021 and 31 December 2020, the balances of loans and interest receivables, classified by stage of credit risk, were as follows:

Staging	(Unit: Thousand Baht)	
	Financial statements in which the equity method is applied and Separate financial statements	
	30 September 2021	31 December 2020
	Mortgaged loans	Mortgaged loans
Stage 1 - Loans without a significant increase of credit risk	281	633
Loans and interest receivables	281	633

8. Investment in an associate

8.1 Details of an associate

Company's name	Nature of business	Country of incorporation	Issued and paid-up share capital		Shareholding percentage held by the Company	
			30 September 2021	31 December 2020	30 September 2021	31 December 2020
			(Thousand Baht)	(Thousand Baht)	(%)	(%)
TKI Life Insurance Company Limited	Life insurance	Laos	66,118	66,118	32.50	32.50

(Unit: Thousand Baht)

Company's name	Financial statements in which the equity method is applied		Separate financial statements					
	Investment value under equity method		Cost		Allowance for impairment		Investment value under cost method	
	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020
TKI Life Insurance Company Limited	12,869	12,814	21,684	21,684	(2,773)	(2,773)	18,911	18,911

8.2 Financial information of an associate**Summarised information about financial position**

(Unit: Thousand Baht)

	TKI Life Insurance Company Limited	
	30 September 2021	31 December 2020
	Total assets	46,007
Total liabilities	(6,411)	(4,297)
Net assets	39,596	39,428
Shareholding percentage (%)	32.50	32.50
Carrying amount of an associate under equity method	12,869	12,814

Summarised information of statements of comprehensive income

(Unit: Thousand Baht)

	TKI Life Insurance Company Limited			
	For the three-month		For the nine-month	
	periods ended		periods ended	
	30 September		30 September	
	2021	2020	2021	2020
Total revenues	3,355	3,423	6,428	6,238
Profit (loss) for the periods	572	1,886	(1,866)	(767)
Total comprehensive income (loss) for the periods	572	1,886	(1,866)	(767)

8.3 Share of gain (loss) and other comprehensive income and dividend income

During the periods, the Company recognised shares of gain (loss) and other comprehensive income from investment in an associate in the financial statements, in which the equity method is applied, and recognised dividends received from an associate in the separate financial statements as below.

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied				Separate financial statements	
	Share of profit from investment in an associate for the three-month periods ended 30 September		Share of other comprehensive income from investment in an associate for the three-month periods ended 30 September		Dividends received for the three-month periods ended 30 September	
Associates	2021	2020	2021	2020	2021	2020
TKI Life Insurance Company Limited	186	613	-	-	-	-
	186	613	-	-	-	-

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied				Separate financial statements	
	Share of loss from investment in an associate for the nine-month periods ended 30 September		Share of other comprehensive income from investment in an associate for the nine-month periods ended 30 September		Dividends received for the nine-month periods ended 30 September	
Associate	2021	2020	2021	2020	2021	2020
TKI Life Insurance Company Limited	(626)	(265)	-	-	-	-
	(626)	(265)	-	-	-	-

As at 30 September 2021 and 31 December 2020, the Company presented investment in an associate under the equity method in the financial statements, in which the equity method is applied, based on the financial information, as prepared by the associate's management. The Company obtained the 2020 financial statements of TKI Life Insurance Company Limited, which were audited by the associate's auditor and the auditor expressed an unqualified opinion under the report dated 4 March 2021. Such audited financial statements presented financial information that were not significantly different from the financial information prepared by the associate's management used for equity-accounting in that year.

(Unaudited but reviewed)

9. Premises and equipment

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and Separate financial statements					
	For the nine-month period ended 30 September 2021					
	Land	Building	Furniture, fixtures and equipment	Computers	Right-of-use assets	Total
Net book value as at						
1 January 2021	17,640	27,203	3,782	1,002	1,442	51,069
Acquisition during the period						
- at cost	-	-	86	9,949	-	10,035
Disposals during the period -						
at net book value	-	-	(1)	-	-	(1)
Depreciation charged for						
the period	-	(1,653)	(1,105)	(1,774)	(541)	(5,073)
Net book value as at						
30 September 2021	<u>17,640</u>	<u>25,550</u>	<u>2,762</u>	<u>9,177</u>	<u>901</u>	<u>56,030</u>

10. Intangible assets

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and			
	Separate financial statements			
	For the nine-month period ended 30 September 2021			
	Computer software	Computer software under development		Total
Net book value as at 1 January 2021	30,307	7,613		37,920
Acquisition during the period - at cost	1,719	3,773		5,492
Transfer in (out)	269	(269)		-
Amortisation charged for the period	(3,538)	-		(3,538)
Net book value as at 30 September 2021	<u>28,757</u>	<u>11,117</u>		<u>39,874</u>

11. Deferred tax assets and income tax expenses

11.1 Deferred tax assets

As at 30 September 2021 and 31 December 2020, the components of deferred tax assets were as follows:

	(Unit: Thousand Baht)							
	Financial statements				Financial statements		Separate financial	
	in which the equity				in which the equity		statements	
	method is applied				method is applied		statements	
	30	31	30	31	Changes in deferred		Changes in deferred	
September	December	September	December	tax assets for		tax assets for		
2021	2020	2021	2020	the nine-month periods		the nine-month periods		
				ended 30 September		ended 30 September		
				2021	2020	2021	2020	
Deferred tax assets								
(liabilities) arose from:								
Loss reserves	28,334	5,796	28,334	5,796	22,538	(667)	22,538	(667)
Commission payable on reinsurance	23,121	61,076	23,121	61,076	(37,955)	23,214	(37,955)	23,214
Employee benefit obligations	3,400	3,436	3,400	3,436	(36)	869	(36)	869
Unrealised losses on available-for-sale investments	22,289	23,571	22,289	23,571	(1,282)	32,596	(1,282)	32,596
Deferred commission - net	(25,305)	(16,142)	(25,305)	(16,142)	(9,163)	(2,696)	(9,163)	(2,696)
Allowance for impairment on investment	7,454	4,805	8,009	5,360	2,649	-	2,649	-
Others	11,995	3,343	10,231	1,568	8,652	(1,447)	8,663	(1,467)
Deferred tax assets	<u>71,288</u>	<u>85,885</u>	<u>70,079</u>	<u>84,665</u>				
Total changes					<u>(14,597)</u>	<u>51,869</u>	<u>(14,586)</u>	<u>51,849</u>
Recognition of changes in:								
- Statements of income					(12,807)	18,771	(12,932)	18,718
- Statements of comprehensive income					(1,790)	33,098	(1,654)	33,131
Total changes					<u>(14,597)</u>	<u>51,869</u>	<u>(14,586)</u>	<u>51,849</u>

11.2 Income tax expenses

Income tax expenses for the three-month and nine-month periods ended 30 September 2021 and 2020 were made up as follows:

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied		Separate financial statements	
	For the three-month periods ended 30 September		For the three-month periods ended 30 September	
	2021	2020	2021	2020
Current income taxes:				
Interim corporate income tax charge	(12,455)	458	(12,455)	458
Deferred income taxes:				
Relating to origination and reversal of temporary differences	9,250	(6,705)	9,287	(6,582)
Income tax expenses reported in the statements of income	<u>(3,205)</u>	<u>(6,247)</u>	<u>(3,168)</u>	<u>(6,124)</u>

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied		Separate financial statements	
	For the nine-month periods ended 30 September		For the nine-month periods ended 30 September	
	2021	2020	2021	2020
Current income taxes:				
Interim corporate income tax charge	-	(28,592)	-	(28,592)
Adjustment of prior year's corporate income tax expenses	(80)	50	(80)	50
Deferred income taxes:				
Relating to origination and reversal of temporary differences	(12,807)	18,771	(12,932)	18,718
Income tax expenses reported in the statements of income	<u>(12,887)</u>	<u>(9,771)</u>	<u>(13,012)</u>	<u>(9,824)</u>

(Unaudited but reviewed)

Reconciliations between income tax expenses and the product of accounting profits for the three-month and nine-month periods ended 30 September 2021 and 2020 and the applicable tax rate were as follows:

(Unit: Thousand Baht)

	Financial statements in which the		Separate financial statements	
	equity method is applied			
	For the three-month periods		For the three-month periods	
	ended 30 September		ended 30 September	
	2021	2020	2021	2020
Accounting profits before income tax				
expenses	24,001	43,973	23,816	43,360
Applicable tax rate	20%	20%	20%	20%
Income taxes at the applicable tax rate	(4,800)	(8,795)	(4,763)	(8,672)
Tax effects of:				
Tax - exempted revenues	1,589	2,541	1,589	2,541
Non - tax deductible expenses	-	(1)	-	(1)
Additional tax deductible expenses				
allowed	24	28	24	28
Others	(18)	(20)	(18)	(20)
Total	1,595	2,548	1,595	2,548
Income tax expenses reported in				
statements of income	(3,205)	(6,247)	(3,168)	(6,124)

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Financial statements in which the		Separate financial statements	
	equity method is applied			
	For the nine-month periods	For the nine-month periods	For the nine-month periods	For the nine-month periods
	ended 30 September	ended 30 September	ended 30 September	ended 30 September
	2021	2020	2021	2020
Accounting profits before income tax				
expenses	98,840	82,396	99,466	82,661
Applicable tax rate	20%	20%	20%	20%
Income taxes at the applicable tax rate	(19,768)	(16,479)	(19,893)	(16,532)
Adjustment of prior year's corporate				
income tax expenses	(80)	50	(80)	50
Tax effects of:				
Tax - exempted revenues	6,533	6,570	6,533	6,570
Non - tax deductible expenses	-	(26)	-	(26)
Additional tax deductible expenses				
allowed	483	176	483	176
Others	(55)	(62)	(55)	(62)
Total	6,961	6,658	6,961	6,658
Income tax expenses reported in				
statements of income	(12,887)	(9,771)	(13,012)	(9,824)

(Unaudited but reviewed)

12. Insurance contract liabilities

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and Separate financial statements		
	30 September 2021		
	Insurance contract liabilities	Liabilities on reinsurance	Net
Long-term insurance policy reserves	509,013	(2,818)	506,195
Loss reserves			
Claims incurred and reported	297	-	297
Claims incurred but not yet reported	141,371	-	141,371
Premium reserves			
Unearned premium reserves	588,292	(1,352)	586,940
Unexpired risk reserves	12,004	-	12,004
Total	<u>1,250,977</u>	<u>(4,170)</u>	<u>1,246,807</u>

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and Separate financial statements		
	31 December 2020		
	Insurance contract liabilities	Liabilities on reinsurance	Net
Long-term insurance policy reserves	508,605	(2,822)	505,783
Loss reserves			
Claims incurred and reported	356	-	356
Claims incurred but not yet reported	28,623	-	28,623
Premium reserves			
Unearned premium reserves	326,778	(551)	326,227
Total	<u>864,362</u>	<u>(3,373)</u>	<u>860,989</u>

(Unaudited but reviewed)

12.1 Long-term insurance policy reserves

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	For the nine-month period ended 30 September 2021	For the year ended 31 December 2020
Beginning balances	508,605	471,182
Reserves increased from new policies and enforced policies	44,881	88,105
Insurance policy reserves decreased from benefit paid for lapse, surrender and others	(42,843)	(53,545)
Assumptions changes	(1,630)	2,863
Ending balances	<u>509,013</u>	<u>508,605</u>

12.2 Loss reserves

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	For the nine-month period ended 30 September 2021	For the year ended 31 December 2020
Beginning balances	28,979	7,790
Claims incurred for the periods	875,066	1,000,127
Changes in loss reserve	47,495	47,382
Changes in assumptions for calculating loss reserves	65,253	(26,201)
Claims paid during the periods	(875,125)	(1,000,119)
Ending balances	<u>141,668</u>	<u>28,979</u>

(Unaudited but reviewed)

12.3 Unearned premium reserves

(Unit: Thousand Baht)

Financial statements
in which the equity method is applied
and Separate financial statements

	For the nine-month period ended 30 September 2021	For the year ended 31 December 2020
Beginning balances	326,778	298,052
Premium written for the periods	1,630,702	1,401,278
Premium earned during the periods	(1,369,188)	(1,372,552)
Ending balances	<u>588,292</u>	<u>326,778</u>

12.4 Unexpired risk reserves

(Unit: Thousand Baht)

Financial statements
in which the equity method is applied
and Separate financial statements

	For the nine-month period ended 30 September 2021	For the year ended 31 December 2020
Beginning balances	-	9,508
Increased (dissolved) during the periods	12,004	(9,508)
Ending balances	<u>12,004</u>	<u>-</u>

13. Due to reinsurers

(Unit: Thousand Baht)

Financial statements
in which the equity method is applied
and Separate financial statements

	30 September 2021	31 December 2020
Amounts due to reinsurers	<u>121,389</u>	<u>346,731</u>
Total due to reinsurers	<u>121,389</u>	<u>346,731</u>

14. Segment information**14.1 Operating segment information reporting**

Operating segment information for the three-month and nine-month periods ended 30 September 2021 and 2020 can be classified by type of products as follows:

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied		
	For the three-month period ended 30 September 2021		
	Conventional products	Non-conventional products	Total
Underwriting revenues			
Reinsurance premium written	543,735	297,889	841,624
Less: Reinsurance premium ceded	(6,567)	(301)	(6,868)
Net reinsurance premium written	537,168	297,588	834,756
Add (less): Unearned premium reserves decreased (increased) from prior period	(98,674)	41,104	(57,570)
Net earned premium	438,494	338,692	777,186
Underwriting expenses			
Long-term insurance policy reserves increased (decreased)	4,804	(9,255)	(4,451)
Unexpired risk reserves increased	6,502	5,502	12,004
Net benefits and claims	317,566	234,475	552,041
Commissions and brokerages expenses - net	92,961	74,196	167,157
Other underwriting expenses	9,113	4,866	13,979
Total underwriting expenses	430,946	309,784	740,730
Profit from underwriting	7,548	28,908	36,456
Operating expenses			(23,526)
Reversal of expected credit losses			34
Profit from operation			12,964
Share of profit from investment in an associate			186
Net investment revenue			10,720
Other income			131
Profit before income tax expenses			24,001
Income tax expenses			(3,205)
Net profit			20,796

(Unaudited but reviewed)

(Unit: Baht)

Financial statements in which the equity method is applied

For the three-month period ended 30 September 2020

	Conventional products	Non-conventional products	Total
Underwriting revenues			
Reinsurance premium written	376,784	204,273	581,057
Less: Reinsurance premium ceded	(4,779)	(350)	(5,129)
Net reinsurance premium written	372,005	203,923	575,928
Add (less): Unearned premium reserves (increased) decreased from prior period	(34,021)	51,190	17,169
Net earned premium	337,984	255,113	593,097
Underwriting expenses			
Long-term insurance policy reserves increased	2,688	3,913	6,601
Net benefits and claims	215,361	168,259	383,620
Commissions and brokerages expenses - net	94,058	51,905	145,963
Other underwriting expenses	5,709	3,246	8,955
Total underwriting expenses	317,816	227,323	545,139
Profit from underwriting	20,168	27,790	47,958
Operating expenses			(24,409)
Reversal of expected credit losses			9
Profit from operation			23,558
Share of profit from investment in an associate			613
Net investment revenue			17,567
Other income			2,236
Profit before income tax expenses			43,974
Income tax expenses			(6,247)
Net profit			37,727

(Unaudited but reviewed)

(Unit: Thousand Baht)

Financial statements in which the equity method is applied

For the nine-month period ended 30 September 2021

	Conventional products	Non-conventional products	Total
Underwriting revenues			
Reinsurance premium written	1,184,473	1,107,426	2,291,899
Less: Reinsurance premium ceded	(16,329)	(649)	(16,978)
Net reinsurance premium written	1,168,144	1,106,777	2,274,921
Less: Unearned premium reserves increased from prior period	(172,167)	(88,546)	(260,713)
Net earned premium	995,977	1,018,231	2,014,208
Underwriting expenses			
Long-term insurance policy reserves increased (decreased)	(12,919)	13,331	412
Unexpired risk reserves increased	6,502	5,502	12,004
Net benefits and claims	698,139	705,195	1,403,334
Commissions and brokerages expenses - net	234,791	211,458	446,249
Other underwriting expenses	20,240	18,924	39,164
Total underwriting expenses	946,753	954,410	1,901,163
Profit from underwriting	49,224	63,821	113,045
Operating expenses			(69,435)
Expected credit losses			(99)
Profit from operation			43,511
Share of loss from investment in an associate			(626)
Net investment revenue			55,241
Other income			714
Profit before income tax expenses			98,840
Income tax expenses			(12,887)
Net profit			85,953

(Unaudited but reviewed)

(Unit: Baht)

	Financial statements in which the equity method is applied		
	For the nine-month period ended 30 September 2020		
	Conventional products	Non-conventional products	Total
Underwriting revenues			
Reinsurance premium written	950,224	875,888	1,826,112
Less: Reinsurance premium ceded	(12,797)	(808)	(13,605)
Net reinsurance premium written	937,427	875,080	1,812,507
Less: Unearned premium reserves increased from prior period	(22,801)	(87,769)	(110,570)
Net earned premium	914,626	787,311	1,701,937
Underwriting expenses			
Long-term insurance policy reserves increased (decreased)	(11,001)	44,245	33,244
Unexpired risk reserves decreased	(5,098)	(4,410)	(9,508)
Net benefits and claims	594,895	516,302	1,111,197
Commissions and brokerages expenses - net	268,149	164,787	432,936
Other underwriting expenses	13,789	12,710	26,499
Total underwriting expenses	860,734	733,634	1,594,368
Profit from underwriting	53,892	53,677	107,569
Operating expenses			(70,659)
Expected credit losses			(251)
Profit from operation			36,659
Share of loss from investment in an associate			(265)
Net investment revenue			41,449
Other income			4,554
Profit before income tax expenses			82,397
Income tax expenses			(9,771)
Net profit			72,626

14.2 Geographic information

The Company operates in Thailand only. As a result, all the revenues and assets as reflected in these financial statements pertain exclusively to this geographical reportable segment.

14.3 Major customers

During the three-month and nine-month periods ended 30 September 2021 and 2020, the Company had reinsurance premium written from each life insurance company for the amount equal to or higher than 10% of total reinsurance premium written as follows:

(Unit: Million Baht)

	Financial statements in which the equity method is applied and Separate financial statements			
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2021	2020	2021	2020
	Reinsurance premium written	499	381	1,595

15. Earnings per share

Basic earnings per share is calculated by dividing net profit by the weighted average number of ordinary shares in issue during the periods.

16. Dividends paid

Dividends declared during the nine-month periods ended 30 September 2021 and 2020 consisted of the following:

	Approved by	Total dividend (Million Baht)	Dividend per share (Baht)
Final dividend payment from 2020 net profit	Annual General Meeting of the Company's shareholders held on 23 April 2021	84.0	0.14
Total dividend paid during the period of 2021		84.0	0.14
Interim dividend payment from 2019 net profit	Meeting of the Company's Board of Directors held on 22 April 2020	78.0	0.13
Total dividend paid during the period of 2020		78.0	0.13

17. Related party transactions

17.1 Nature of relationship

In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

The relationship between the Company and its related parties are summarised below:

Name of related parties	Relationship with the Company
TKI Life Insurance Company Limited	An associate whereby the Company holds 32.50% of its shares
Thai Reinsurance Plc.	Related by way of having common directors and being the Company's shareholder
Bangkok Life Assurance Plc.	Related by way of having a common director and being the Company's shareholder
The Navakij Insurance Plc.	Related by way of having a common director and being the Company's shareholder
Thaire Services Co., Ltd.	Related by way of having common directors and a shareholder
Thai Life Insurance Plc.	Related by way of having a common director ⁽¹⁾
South East Life Insurance Plc.	Related by way of having a common director ⁽²⁾ and being the Company's shareholder
Muang Thai Life Assurance Plc.	Related by way of having a common director ⁽³⁾
Thaire Actuarial Consulting Co., Ltd.	Related by way of having a common director and a shareholder
EMCS Thai Co., Ltd.	Related by way of having a common director and a shareholder
Thaire Innovation Co., Ltd.	Related by way of having a common director and a shareholder
The Falcon Insurance Plc.	Related by way of having a common director and a shareholder

⁽¹⁾ This entity had been considered a related party until 5 October 2020, the date on which a common director resigned from the Company's Board of Directors.

⁽²⁾ This Company has had one common director with this entity since 19 February 2021, the date on which the Meeting of the Company's Board of Directors had a resolution to appoint such common director.

⁽³⁾ The Company has had one common director with this entity since 29 June 2021, the date on which the Meeting of the Board of Directors of Muang Thai Life Assurance Plc had a resolution to appoint such common director.

17.2 Significant related party transactions

During the three-month and nine-month periods ended 30 September 2021 and 2020, the Company had significant business transactions with its associate and related parties. Such transactions, which have been concluded on commercial terms and bases agreed upon in the ordinary course of business between the Company and those related parties were as follows:

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and Separate financial statements				Pricing policy
	For the three-month periods ended		For the nine-month periods ended		
	30 September		30 September		
	2021	2020	2021	2020	
<u>Transactions with associate</u>					
Revenues					
Service revenues ⁽¹⁾	69	2,109	286	4,257	Mutually agreed rates
Reinsurance premium written	342	-	712	-	According to terms of reinsurance contracts
Expenses					
Claim expenses	9	-	113	-	According to the ratios as specified in the reinsurance contracts
Commission expenses	62	-	140	-	According to terms of reinsurance contracts
<u>Transactions with related parties</u>					
Revenues					
Reinsurance premium written	556,718	143,300	958,671	459,813	According to terms of reinsurance contracts
Commissions and brokerages income	39	174	107	541	According to terms of reinsurance contracts
Claims refundable	57	294	132	926	According to the ratios as specified in the reinsurance contracts
Expenses					
Reinsurance premium ceded	166	734	390	2,240	According to terms of reinsurance contracts
Claim expenses	265,707	80,866	459,873	246,502	According to the ratios as specified in the reinsurance contracts
Commissions expenses	136,698	40,672	248,854	126,184	According to terms of reinsurance contracts
Service fee expenses ⁽²⁾	1,768	2,030	5,517	5,974	Mutually agreed rates
Owner's equity					
Dividend paid	-	-	10,244	9,654	As declared

⁽¹⁾ Including in "Other income" in statements of income

⁽²⁾ Including in "Operating expenses" in statements of income

17.3 Outstanding balances

As at 30 September 2021 and 31 December 2020, the Company had the outstanding balances with its related parties as follows:

	(Unit: Thousand Baht)	
	Financial statements in which the equity method is applied and Separate financial statements	
	<u>30 September 2021</u>	<u>31 December 2020</u>
Associate		
Other receivables ⁽¹⁾	1,074	7,122
Amounts due from reinsurers ⁽³⁾	242	-
Deferred commissions expenses	43	-
Loss reserves ⁽⁴⁾	45	-
Related parties		
Insurance reserves refundable from reinsurers ⁽²⁾	193	-
Amounts due from reinsurers ⁽³⁾	244,947	744
Amounts deposited on reinsurance ⁽³⁾	64,041	32,728
Deferred commissions expenses	86,131	30,740
Loss reserves ⁽⁴⁾	90,489	12,513
Amounts due to reinsurers ⁽⁵⁾	37,153	6,069
Deferred commissions income	3	-

⁽¹⁾ Included in "Other assets" in statements of financial position

⁽²⁾ Included in "Reinsurance assets" in statements of financial position

⁽³⁾ Included in "Reinsurance receivables" in statements of financial position

⁽⁴⁾ Included in "Insurance contract liabilities" in statements of financial position

⁽⁵⁾ Included in "Due to reinsurers" in statements of financial position

17.4 Directors' and key management's remuneration

During the three-month and nine-month periods ended 30 September 2021 and 2020, the Company had salaries, bonuses, meeting allowances and post-employment benefits of its directors and key management personnel recognised as expenses, are as follows:

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and Separate financial statements			
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2021	2020	2021	2020
Short-term benefits	12,134	10,064	33,546	28,856
Post employment benefits	1,025	1,063	3,187	3,403
Total	13,159	11,127	36,733	32,259

18. Assets subject to restrictions

As at 30 September 2021 and 31 December 2020, the Company had the following assets placed and reserved with the Registrar of the Office of Insurance Commission in accordance with the Life Insurance Act.

(Unit: Million Baht)

	Financial statements in which the equity method is applied and Separate financial statements			
	30 September 2021		31 December 2020	
	Cost	Fair value	Cost	Fair value
Assets placed				
Government bonds	21.0	21.7	21.0	21.9
Assets reserved as insurance reserves				
Government and state enterprise bonds	235.0	241.6	217.0	228.7
Private enterprise debt securities	54.0	56.4	54.0	56.2
Deposits at financial institutions	30.0	30.0	-	-

19. Commitments

19.1 Capital Commitments

As at 30 September 2021 and 31 December 2020, the Company had capital commitments in relation to installation of computer software amounting to Baht 0.5 million and Baht 3.0 million, respectively.

19.2 Service commitments

As at 30 September 2021 and 31 December 2020, the Company had outstanding service commitments and future minimum service fees amounting to Baht 7.8 million and Baht 6.0 million, respectively.

20. Financial Instrument

20.1 Fair value of financial instrument

Since most of the Company's financial instruments, which consist of cash and cash equivalents, deposits at financial institutions, accrued investment income, loans and interest receivables, other assets and lease liabilities, are classified as short-term and/or carry interest rates that are close to market rates, their fair values are therefore estimated to approximate their carrying values as presented in statements of financial position, except for those held-to-maturity investments measured at amortised cost whose fair value was different from their carrying values and they were compared as follows.

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and Separate financial statements			
	30 September 2021		31 December 2020	
	Carrying value	Fair value	Carrying value	Fair value
Held-to-maturity investments measured at amortised cost				
Government and state enterprise securities	551,801	557,754	475,643	486,338
Private enterprise debt securities	361,233	366,428	287,388	291,939
Deposits at financial institutions with a maturity period of longer than 3 months	109,906	110,000	199,747	200,000
	<u>1,022,940</u>	<u>1,034,182</u>	<u>962,778</u>	<u>978,277</u>

20.2 Fair value hierarchy

As of 30 September 2021 and 31 December 2020, the Company had the following financial assets that were measured at fair value, using different levels of inputs as follows:

(Unit: Thousand Baht)

Financial statements in which the equity method is applied and Separate financial statements					
30 September 2021					
Fair value					Carrying value
Level 1	Level 2	Level 3	Total		
Trading investments measured at fair value through profit or loss	-	16,021	-	16,021	16,021
Available-for-sale investments measured at fair value through other comprehensive income	645,520	308,096	1,731	955,347	955,347

(Unit: Thousand Baht)

Financial statements in which the equity method is applied and Separate financial statements					
31 December 2020					
Fair value					Carrying value
Level 1	Level 2	Level 3	Total		
Trading investments measured at fair value through profit or loss	-	79,069	-	79,069	79,069
Available-for-sale investments measured at fair value through other comprehensive income	600,510	280,115	2,350	882,975	882,975

During the current period, the Company does not change the valuation technique and assumptions used in the valuation of financial assets, and there were no transfers within the fair value hierarchy.

21. Approval of interim financial information

These interim financial information were authorised for issue by the Company's Board of Directors on 9 November 2021.