

The Navakij Insurance Public Company Limited
Review report and interim financial information
For the three-month period ended 31 March 2022

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of The Navakij Insurance Public Company Limited

I have reviewed the accompanying statements of financial position, in which the equity method is applied, of The Navakij Insurance Public Company Limited as at 31 March 2022, the related statements of income, comprehensive income, changes in equity and cash flows, in which the equity method is applied, for the three-month period then ended, as well as the condensed notes to the interim financial statements. I have also reviewed the separate financial information of The Navakij Insurance Public Company Limited for the same period (collectively "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.

Narissara Chaisuwan

Certified Public Accountant (Thailand) No. 4812

EY Office Limited

Bangkok: 10 May 2022

The Navakij Insurance Public Company Limited

Statements of financial position

As at 31 March 2022

(Unit: Baht)

	Note	Financial statements in which the equity method is applied		Separate financial statements	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Cash and cash equivalents	3	451,831,213	301,851,326	451,831,213	301,851,326
Premium receivables	4	369,528,156	511,712,858	369,528,156	511,712,858
Accrued investment income		6,777,772	7,716,990	6,777,772	7,716,990
Reinsurance assets	5	563,006,821	722,571,121	563,006,821	722,571,121
Reinsurance receivables	6	506,305,377	504,266,249	506,305,377	504,266,249
Investment assets					
Investments in securities	7.1	3,415,622,610	3,406,995,306	3,415,622,610	3,406,995,306
Loans and interest receivables		455,678	386,007	455,678	386,007
Investments in associates	8.1	22,891,898	23,869,382	33,337,976	33,337,976
Property, building and equipment		201,961,444	204,852,781	201,961,444	204,852,781
Right-of-use assets		37,742,826	38,484,111	37,742,826	38,484,111
Intangible assets		17,599,369	18,665,853	17,599,369	18,665,853
Deferred tax assets	9.1	205,861,932	215,646,375	203,772,717	202,707,738
Other assets					
Claims receivable from litigants	10	94,300,222	102,169,497	94,300,222	102,169,497
Deposits on rice field insurance scheme		78,466,974	103,104,181	78,466,974	103,104,181
Others		110,196,941	116,618,748	110,196,941	116,618,748
Total assets		6,082,549,233	6,278,910,785	6,090,906,096	6,275,440,742

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

The Navakij Insurance Public Company Limited

Statements of financial position (continued)

As at 31 March 2022

(Unit: Baht)

	Note	Financial statements in which the equity method is applied		Separate financial statements	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and equity					
Liabilities					
Insurance contract liabilities	11	2,700,602,515	2,838,286,174	2,700,602,515	2,838,286,174
Due to reinsurers	12	801,008,219	839,315,814	801,008,219	839,315,814
Income tax payable		7,013,473	7,479,782	7,013,473	7,479,782
Lease liabilities		42,208,155	41,597,346	42,208,155	41,597,346
Employee benefit obligations		70,123,898	67,415,580	70,123,898	67,415,580
Other liabilities					
Fee and commission payables		81,914,744	94,734,854	81,914,744	94,734,854
Accrued expenses		91,984,819	84,587,930	91,984,819	84,587,930
Others		49,781,077	57,208,475	49,781,077	57,208,475
Total liabilities		3,844,636,900	4,030,625,955	3,844,636,900	4,030,625,955
Equity					
Share capital					
Registered, Issued and paid up					
35,000,000 ordinary shares of Baht 10 each		350,000,000	350,000,000	350,000,000	350,000,000
Share premium		647,275,073	647,275,073	647,275,073	647,275,073
Retained earnings					
Appropriated					
Statutory reserve		35,000,000	35,000,000	35,000,000	35,000,000
General reserve		20,000,000	20,000,000	20,000,000	20,000,000
Unappropriated		1,093,608,078	1,112,150,293	1,048,659,566	1,056,303,731
Other components of equity		92,029,182	83,859,464	145,334,557	136,235,983
Total equity		2,237,912,333	2,248,284,830	2,246,269,196	2,244,814,787
Total liabilities and equity		6,082,549,233	6,278,910,785	6,090,906,096	6,275,440,742
		-	-	-	-

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

Directors

(Unaudited but reviewed)

The Navakij Insurance Public Company Limited**Statements of income****For the three-month period ended 31 March 2022**

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		2022	2021	2022	2021
Income					
Gross premium written		787,241,881	728,457,210	787,241,881	728,457,210
Less: Premiums ceded to reinsurers		(173,416,082)	(158,152,052)	(173,416,082)	(158,152,052)
Net premium written		613,825,799	570,305,158	613,825,799	570,305,158
Add: Unearned premium reserves					
decrease from prior period		19,166,694	56,408,654	19,166,694	56,408,654
Net earned premium		632,992,493	626,713,812	632,992,493	626,713,812
Fee and commission income		37,661,425	35,872,126	37,661,425	35,872,126
Investments income		9,511,584	11,770,020	9,511,584	11,770,020
Profit on investments		6,675,947	972,925	6,675,947	972,925
Fair value gain (loss)		(1,331,779)	23,825,629	(1,331,779)	23,825,629
Share of gain (loss) from investments in associates	8.2	183,586	(353,360)	-	-
Other income		2,652,329	148,129	2,652,329	148,129
Total income		688,345,585	698,949,281	688,161,999	699,302,641
Expenses					
Gross claim and loss adjustment expenses		388,901,793	415,635,031	388,901,793	415,635,031
Add (Less): Reversal claim (recovery) for reinsurance		23,077,003	(46,685,565)	23,077,003	(46,685,565)
Commission and brokerage expenses		129,474,056	121,130,606	129,474,056	121,130,606
Other underwriting expenses		58,768,349	51,569,829	58,768,349	51,569,829
Operating expenses		85,423,354	84,674,794	85,423,354	84,674,794
Financial costs		487,877	651,773	487,877	651,773
Expected credit loss		7,427,119	7,094,227	7,427,119	7,094,227
Total expenses		693,559,551	634,070,695	693,559,551	634,070,695
Profit (loss) before income tax expenses		(5,213,966)	64,878,586	(5,397,552)	65,231,946
Income tax expenses	9.2	(13,328,249)	(14,196,069)	(2,246,613)	(14,266,741)
Profit (loss) for the period		(18,542,215)	50,682,517	(7,644,165)	50,965,205
Earnings (loss) per share					
Basic earnings (loss) per share	14	(0.52)	1.41	(0.21)	1.42

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

(Unaudited but reviewed)

The Navakij Insurance Public Company Limited

Statements of comprehensive income

For the three-month period ended 31 March 2022

(Unit: Baht)

	Note	Financial statements		Separate financial statements	
		in which the equity method is applied		2022	2021
		2022	2021	2022	2021
Profit (loss) for the period		<u>(18,542,215)</u>	<u>50,682,517</u>	<u>(7,644,165)</u>	<u>50,965,205</u>
Other comprehensive income					
Other comprehensive income to be reclassified to profit and loss in subsequent periods					
Exchange differences on translation of financial statements in foreign currency	8.2	(1,161,070)	485,407	-	-
Gain on changes in value of available-for-sale investments which measured at fair value through other comprehensive income		11,373,217	26,426,623	11,373,217	26,426,623
Income tax effect		<u>(2,042,429)</u>	<u>(5,382,406)</u>	<u>(2,274,643)</u>	<u>(5,285,325)</u>
Other comprehensive income to be reclassified to profit and loss in subsequent periods - net of tax		<u>8,169,718</u>	<u>21,529,624</u>	<u>9,098,574</u>	<u>21,141,298</u>
Total comprehensive income (loss) for the period		<u><u>(10,372,497)</u></u>	<u><u>72,212,141</u></u>	<u><u>1,454,409</u></u>	<u><u>72,106,503</u></u>

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

(Unaudited but reviewed)

The Navakij Insurance Public Company Limited**Statements of cash flows****For the three-month period ended 31 March 2022**

(Unit: Baht)

	Financial statements			
	in which the equity method is applied		Separate financial statements	
	2022	2021	2022	2021
Cash flows from (used in) operating activities				
Direct premium written	918,971,725	808,965,888	918,971,725	808,965,888
Cash paid for reinsurance	(73,075,085)	(86,468,214)	(73,075,085)	(86,468,214)
Interest income	8,280,142	3,234,743	8,280,142	3,234,743
Dividend income	4,732,623	4,196,457	4,732,623	4,196,457
Other income	2,652,329	3,023,799	2,652,329	3,023,799
Loss incurred and loss adjustment expenses on direct insurance	(443,578,987)	(384,525,215)	(443,578,987)	(384,525,215)
Commission and brokerage on direct insurance	(139,718,201)	(125,099,011)	(139,718,201)	(125,099,011)
Other underwriting expenses	(59,081,262)	(56,009,109)	(59,081,262)	(56,009,109)
Operating expenses	(72,551,942)	(84,833,268)	(72,551,942)	(84,833,268)
Income tax revenues (expenses)	3,769,414	(4,752,265)	3,769,414	(4,752,265)
Cash received - financial assets	758,547,796	493,579,712	758,547,796	493,579,712
Cash paid - financial assets	(755,086,812)	(649,017,431)	(755,086,812)	(649,017,431)
Net cash from (used in) operating activities	153,861,740	(77,703,914)	153,861,740	(77,703,914)
Cash flows from (used in) investing activities				
Purchases of property, building and equipment	(300,320)	(2,668,302)	(300,320)	(2,668,302)
Purchases of intangible assets	-	(3,032,822)	-	(3,032,822)
Disposals of property, building and equipment	-	202,184	-	202,184
Net cash used in investing activities	(300,320)	(5,498,940)	(300,320)	(5,498,940)
Cash flows from (used in) financing activities				
Repayment of lease liabilities	(3,627,068)	(3,967,891)	(3,627,068)	(3,967,891)
Net cash used in financing activities	(3,627,068)	(3,967,891)	(3,627,068)	(3,967,891)
Net decrease in cash and cash equivalents	149,934,352	(87,170,745)	149,934,352	(87,170,745)
Cash and cash equivalents at beginning of period	301,851,326	263,536,309	301,851,326	263,536,309
Add: Decrease in expected credit loss	45,535	47,208	45,535	47,208
Cash and cash equivalents at end of period	451,831,213	176,412,772	451,831,213	176,412,772

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

(Unaudited but reviewed)

The Navakij Insurance Public Company Limited

Statements of changes in equity

For the three-month period ended 31 March 2022

(Unit: Baht)

	Financial statements in which the equity method is applied								
	Issued and paid-up share capital	Share premium	Retained earnings			Other components of equity			Total
			Statutory reserve	General reserve	Unappropriated	Exchange differences on translation of financial statements in foreign currency	Revaluation surplus (deficit) of investments in securities	Total other components of equity	
Balance as at 1 January 2021	350,000,000	647,275,073	35,000,000	20,000,000	1,053,031,005	(6,336,078)	(4,413,483)	(10,749,561)	2,094,556,517
Profit for the period	-	-	-	-	50,682,517	-	-	-	50,682,517
Other comprehensive income for the period	-	-	-	-	-	388,326	21,141,298	21,529,624	21,529,624
Balance as at 31 March 2021	<u>350,000,000</u>	<u>647,275,073</u>	<u>35,000,000</u>	<u>20,000,000</u>	<u>1,103,713,522</u>	<u>(5,947,752)</u>	<u>16,727,815</u>	<u>10,780,063</u>	<u>2,166,768,658</u>
Balance as at 1 January 2022	350,000,000	647,275,073	35,000,000	20,000,000	1,112,150,293	(8,196,843)	92,056,307	83,859,464	2,248,284,830
Loss for the period	-	-	-	-	(18,542,215)	-	-	-	(18,542,215)
Other comprehensive income (loss) for the period	-	-	-	-	-	(928,856)	9,098,574	8,169,718	8,169,718
Balance as at 31 March 2022	<u>350,000,000</u>	<u>647,275,073</u>	<u>35,000,000</u>	<u>20,000,000</u>	<u>1,093,608,078</u>	<u>(9,125,699)</u>	<u>101,154,881</u>	<u>92,029,182</u>	<u>2,237,912,333</u>
	-	-	-	-	-	-	-	-	-

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

(Unaudited but reviewed)

The Navakij Insurance Public Company Limited
Statements of changes in equity (Continued)
For the three-month period ended 31 March 2022

(Unit: Baht)

	Separate financial statements						Total
	Issued and paid-up share capital	Share premium	Retained earnings		Unappropriated	Other components of equity - revaluation surplus (deficit) of investments in securities	
			Statutory reserve	General reserve			
Balance as at 1 January 2021	350,000,000	647,275,073	35,000,000	20,000,000	998,292,067	39,766,193	2,090,333,333
Profit for the period	-	-	-	-	50,965,205	-	50,965,205
Other comprehensive income for the period	-	-	-	-	-	21,141,298	21,141,298
Balance as at 31 March 2021	<u>350,000,000</u>	<u>647,275,073</u>	<u>35,000,000</u>	<u>20,000,000</u>	<u>1,049,257,272</u>	<u>60,907,491</u>	<u>2,162,439,836</u>
Balance as at 1 January 2022	350,000,000	647,275,073	35,000,000	20,000,000	1,056,303,731	136,235,983	2,244,814,787
Loss for the period	-	-	-	-	(7,644,165)	-	(7,644,165)
Other comprehensive income for the period	-	-	-	-	-	9,098,574	9,098,574
Balance as at 31 March 2022	<u>350,000,000</u>	<u>647,275,073</u>	<u>35,000,000</u>	<u>20,000,000</u>	<u>1,048,659,566</u>	<u>145,334,557</u>	<u>2,246,269,196</u>
	-	-	-	-	-	-	-

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

The Navakij Insurance Public Company Limited

Notes to interim financial statements

For the three-month period ended 31 March 2022

1. General information

1.1 Corporate information

The Navakij Insurance Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company is principally engaged in the non-life insurance and has 24 branches located in provinces. The registered office of the Company, which is the head office, is at 100/47-55, and 90/3-6, North Sathorn Road, Silom, Bangrak, Bangkok.

1.2 The COVID-19 pandemic

The COVID-19 pandemic is continuing to evolve, and is directly and indirectly affecting businesses in many sectors, resulting in an economic slowdown and instability in money markets and capital markets. This situation may bring uncertainties and may have an impact on the environment in which the Company 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 as the situation has evolved.

2. Basis for preparation of the financial statements

2.1 Basis for preparation of the interim financial information

This interim financial information is prepared in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting”, with the Company choosing to present condensed interim financial statements. However, the Company has presented line items in the statements of financial position, income, comprehensive income, changes in equity and cash flows in the same format as that used for annual financial statements, and in accordance with the format of financial statements specified in the Notification of the Office of Insurance Commission (“OIC”) regarding criteria, procedures, conditions and terms for preparation and submission of financial statements and operating performance reports of non-life insurance companies (No.2) B.E. 2562 dated 4 April 2019.

This interim financial information is intended to provide information additional to that included in the latest annual financial statements. Accordingly, the interim financial information focuses 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 is the official statutory financial information of the Company. The interim financial information in English language has been translated from the Thai language financial information.

2.2 Financial information in which the equity method is applied

The Company prepares the financial information, in which equity method is applied, by presented investment in associates under the equity method.

2.3 Separate financial information

The separate financial information has been prepared, which presented investments in associates under the cost method.

2.4 New financial reporting standards

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2022, do not have any significant impact on the Company's financial statements.

However, the Company applied the temporary exemption for the adoption of Thai Financial Reporting Standard 9 (TFRS 9): Financial Instruments and Thai Financial Reporting Standard 7 (TFRS 7): Disclosure of Information relating to Financial Instruments, which were revised in Thai Financial Reporting Standard 4: Insurance Contracts allowing the extension of the exemption period for the adoption of such TFRS 9 and TFRS 7 whereby the exemption period will end for the financial statements having the fiscal period starts on or after 1 January 2024 or when Thai Financial Reporting Standard 17: Insurances Contracts becomes effective.

2.5 Significant accounting policies

The interim financial information is prepared using the same accounting policies and methods of computation as those were used for the financial statements for the year ended 31 December 2021.

3. Cash and cash equivalents

	(Unit: Baht)	
	31 March 2022	31 December 2021
Cash on hand	257,000	257,000
Deposits at banks with no fixed maturity date	451,676,798	301,742,446
Total cash and cash equivalents	451,933,798	301,999,446
Less: Allowance for expected credit loss	(102,585)	(148,120)
Total cash and cash equivalents, net	<u>451,831,213</u>	<u>301,851,326</u>

4. Premium receivables

As at 31 March 2022 and 31 December 2021, the balances of premium receivables from direct insurance are classified by aging from the maturity date under the stipulated law of the premium collection as follows:

	(Unit: Baht)	
	31 March 2022	31 December 2021
Not yet due	275,924,332	434,957,500
Not over 30 days	57,583,757	48,500,570
Over 31 days to 60 days	21,030,871	14,645,048
Over 61 days to 90 days	5,532,391	6,453,625
Over 91 days to 1 year	10,723,771	9,044,433
Over 1 year	637,292	82,189
Total premium receivables	371,432,414	513,683,365
Less: Allowance for doubtful accounts	(1,904,258)	(1,970,507)
Total premium receivables, net	<u>369,528,156</u>	<u>511,712,858</u>

5. Reinsurance assets

	(Unit: Baht)	
	31 March 2022	31 December 2021
Insurance reserve refundable from reinsurers		
Claims reserve	213,123,329	335,932,257
Unearned premium reserve	349,883,492	386,638,864
Reinsurance assets	<u>563,006,821</u>	<u>722,571,121</u>

6. Reinsurance receivables

	(Unit: Baht)	
	31 March 2022	31 December 2021
Amounts deposit on reinsurance	154,218	171,999
Amounts due from reinsurers	506,151,159	504,094,250
Total	<u>506,305,377</u>	<u>504,266,249</u>

7. Investments in securities

7.1 Classified by type of investments

(Unit: Baht)

	Financial statements in which the equity method is applied			
	31 March 2022		31 December 2021	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Trading investments which measured at FVPL				
Equity instruments	438,692,808	454,554,848	441,235,308	456,546,387
Unit trusts	156,267,420	89,116,360	156,267,420	90,999,100
Total	594,960,228	543,671,208	597,502,728	547,545,487
Less: Unrealised loss	(51,289,020)		(49,957,241)	
Total trading investments	543,671,208		547,545,487	
Available-for-sale investments which measured at FVOCI				
Government and state enterprise securities	851,267,326	851,103,632	735,110,189	735,237,025
Private debt securities	610,830,608	608,942,968	681,307,532	680,378,435
Equity instruments	304,514,329	274,504,586	278,078,313	246,060,084
Non-listed equity instruments	104,905,795	297,118,656	104,905,795	285,928,438
Foreign equity instruments	37,200,000	41,586,796	37,200,000	41,721,824
Unit trusts	262,398,628	208,135,468	263,390,308	209,586,282
Total	2,171,116,686	2,281,392,106	2,099,992,137	2,198,912,088
Add: Unrealised gain	126,443,600		115,070,383	
Less: Allowance for expected credit loss	(814,957)		(797,209)	
Less: Allowance for impairment	(15,353,223)		(15,353,223)	
Total available-for-sale investments	2,281,392,106		2,198,912,088	
Held-to-maturity investments which measured at amortised cost				
Government and state enterprise securities	30,000,000		30,000,000	
Deposits and certificate of deposits at financial institutions which matured over 3 months	560,696,993		630,696,993	
Total	590,696,993		660,696,993	
Less: Allowance for expected credit loss	(137,697)		(159,262)	
Total held-to-maturity investments	590,559,296		660,537,731	
Total investments in securities	3,415,622,610		3,406,995,306	

(Unaudited but reviewed)

(Unit: Baht)

	Separate financial statements			
	31 March 2022		31 December 2021	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Trading investments which measured at FVPL				
Equity instruments	438,692,808	454,554,848	441,235,308	456,546,387
Unit trusts	156,267,420	89,116,360	156,267,420	90,999,100
Total	594,960,228	543,671,208	597,502,728	547,545,487
Less: Unrealised loss	(51,289,020)		(49,957,241)	
Total trading investments	543,671,208		547,545,487	
Available-for-sale investments measured at FVOCI				
Government and state enterprise securities	851,267,326	851,103,632	735,110,189	735,237,025
Private debt securities	610,830,608	608,942,968	681,307,532	680,378,435
Equity instruments	304,514,329	274,504,586	278,078,313	246,060,084
Non-listed equity instruments	49,681,200	297,118,656	49,681,200	285,928,438
Foreign equity instruments	37,200,000	41,586,796	37,200,000	41,721,824
Unit trusts	262,398,628	208,135,468	263,390,308	209,586,282
Total	2,115,892,091	2,281,392,106	2,044,767,542	2,198,912,088
Add: Unrealised gain	181,668,195		170,294,978	
Less: Allowance for expected credit loss	(814,957)		(797,209)	
Less: Allowance for impairment	(15,353,223)		(15,353,223)	
Total available-for-sale investments	2,281,392,106		2,198,912,088	
Held-to-maturity investments measured at amortised cost				
Government and state enterprise securities	30,000,000		30,000,000	
Deposits and certificate of deposits at financial institutions which matured over 3 months	560,696,993		630,696,993	
Total	590,696,993		660,696,993	
Less: Allowance for expected credit loss	(137,697)		(159,262)	
Total held-to-maturity investments	590,559,296		660,537,731	
Total investments in securities	3,415,622,610		3,406,995,306	

7.2 Classified by stage of credit risk

(Unit: Baht)

	31 March 2022		31 December 2021	
	Fair value	Allowance for expected credit losses	Fair value	Allowance for expected credit losses
Available-for-sale investments measured at FVOCI				
Stage 1 - Debt instruments without a significant increase in credit risk				
Government and state enterprise securities	851,103,632	-	735,237,025	-
Private debt securities	608,942,968	(814,957)	680,378,435	(797,209)
	<u>1,460,046,600</u>	<u>(814,957)</u>	<u>1,415,615,460</u>	<u>(797,209)</u>

(Unit: Baht)

	31 March 2022			31 December 2021		
	Gross carrying value	Allowance for expected credit losses	Net carrying value	Gross carrying value	Allowance for expected credit losses	Net carrying value
Held-to-maturity investments measured at amortised cost						
Stage 1 - Debt instruments without a significant increase of credit risk						
Government and state enterprise securities	30,000,000	(7,056)	29,992,944	30,000,000	(7,047)	29,992,953
Deposits and certificate of deposits at financial institutions which matured over 3 months	560,696,993	(130,641)	560,566,352	630,696,993	(152,215)	630,544,778
	<u>590,696,993</u>	<u>(137,697)</u>	<u>590,559,296</u>	<u>660,696,993</u>	<u>(159,262)</u>	<u>660,537,731</u>

(Unaudited but reviewed)

7.3 Investments subject to restriction

As at 31 March 2022 and 31 December 2021, the Company had pledged certain assets as securities and insurance reserves with the Registrar of the Office of Insurance Commission in accordance with the Non-life Insurance Act and pledged for non-life insurance project as required in the normal course of business of the Company as described below.

(Unit: Baht)

	31 March 2022		31 December 2021	
	Cost	Fair value	Cost	Fair value
Assets pledged				
Government bonds	15,000,000	15,548,300	15,000,000	15,665,911
Assets reserve as non-life insurance reserve				
Government and state enterprise securities	300,000,000	299,806,070	300,000,000	299,849,719
Non-life insurance project				
Government and state enterprise securities	10,000,000	10,000,000	10,000,000	10,000,000

8. Investments in associates

8.1 Details of associates

(Unit: Baht)

Company's name	Nature of business	Country of incorporation	Shareholding percentage		Financial statements in which				
					the equity method is applied		Separate financial statements		
					Book value		Cost/Book value		
					31 March 2022	31 December 2021	31 March 2022	31 December 2021	31 March 2022
			(%)	(%)					
TKI General Insurance Company Limited	Non-life insurance	Lao	32.50	32.50	11,469,339	11,978,789	21,628,040	21,628,040	
TKI Life Insurance Company Limited	Life insurance	Lao	32.50	32.50	11,422,559	11,890,593	21,628,039	21,628,039	
Total					22,891,898	23,869,382	43,256,079	43,256,079	
Less: Allowance for impairment					-	-	(9,918,103)	(9,918,103)	
Investments in associates - net					22,891,898	23,869,382	33,337,976	33,337,976	

8.2 Shares of gain (loss), other comprehensive income and dividend received

(Unit: Baht)

Associates	Financial statements in which the equity method is applied				Separate financial statements	
	Share of gain (loss) from statement of income		Exchange differences on translation from statement of comprehensive income		Dividend received	
	2022	2021	2022	2021	2022	2021
TKI General Insurance Company Limited	217,330	37,549	(726,780)	158,806	-	-
TKI Life Insurance Company Limited	(33,744)	(390,909)	(434,290)	326,601	-	-
	183,586	(353,360)	(1,161,070)	485,407	-	-

8.3 Summarised financial information of associates

(Unit: Baht)

Company's name	Total assets as at		Total liabilities as at		Total revenues for the three-month periods ended		Profit (loss) for the three-month periods ended		Other comprehensive income for the three-month periods ended 31 March	
	31 March	31 December	31 March	31 December	31 March		31 March		ended 31 March	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
TKI General Insurance Company Limited	54,092,506	55,072,367	(18,802,233)	(18,214,556)	3,667,784	2,507,725	668,709	115,536	(2,236,248)	488,635
TKI Life Insurance Company Limited	42,300,062	42,066,727	(7,153,726)	(5,480,286)	2,480,391	1,641,834	(103,829)	(1,202,798)	(1,336,275)	1,004,926

The financial information of associated companies as the above tables were determined from financial statements which prepared by the management of such company.

9. Deferred tax assets and income tax expenses

9.1 Deferred tax assets

The components of deferred tax assets and liabilities as at 31 March 2022 and 31 December 2021 are as follows:

	(Unit: Baht)			
	Financial statements in which the equity method is applied			
	Balance as at		Changes in deferred tax assets and liabilities recognised in statements of income for the three-month periods ended	
	31 March 2022	31 December 2021	31 March	
		2022	2021	
Deferred tax assets				
Unearned premium reserve	74,818,181	82,133,171	(7,314,990)	(8,388,229)
Allowance for loss on impairment of investments in securities	3,070,645	3,070,645	-	-
Allowance for expected credit loss	42,160,087	40,674,663	1,485,424	1,418,845
Allowance for doubtful accounts	105,220	117,270	(12,050)	(333,060)
Loss reserves	68,687,626	57,557,629	11,129,997	(634,175)
Provision for loss incurred but not reported	10,025,612	14,665,386	(4,639,774)	(264,395)
Employee benefit obligations	24,556,210	22,684,966	1,871,244	(3,116,705)
Unutilised tax loss	-	-	-	1,827,560
Share of loss from investments in associates	4,072,836	3,877,339	(36,717)	70,672
Fair value loss of trading investments	10,257,804	9,991,448	266,356	(4,765,126)
Others	13,028,198	12,071,179	957,019	184,414
Total	250,782,419	246,843,696		
Deferred tax liabilities				
Unrealised gain on changes in value of available-for-sale investments	25,288,720	23,014,077		
Difference of investment cost arising from reclassification	8,586,848	7,444,130	(1,142,718)	(621,637)
Others	11,044,919	739,114	(10,305,805)	425,767
Total	44,920,487	31,197,321		
Deferred tax assets - net	205,861,932	215,646,375		
Total changes			(7,742,014)	(14,196,069)

(Unaudited but reviewed)

(Unit: Baht)

	Separate financial statements			
	Balance as at		Changes in deferred tax assets and liabilities recognised in statements of income for the three-month periods ended	
	31 March	31 December	31 March	
	2022	2021	2022	2021
Deferred tax assets				
Unearned premium reserve	74,818,181	82,133,171	(7,314,990)	(8,388,229)
Allowance for loss on impairment of investments in securities	3,070,645	3,070,645	-	-
Allowance for loss on impairment of investments in associates	1,983,621	1,983,621	-	-
Allowance for expected credit loss	42,160,087	40,674,663	1,485,424	1,418,845
Allowance for doubtful accounts	105,220	117,270	(12,050)	(333,060)
Loss reserves	68,687,626	57,557,629	11,129,997	(634,175)
Provision for loss incurred but not reported	10,025,612	14,665,386	(4,639,774)	(264,395)
Employee benefit obligations	24,556,210	22,684,966	1,871,244	(3,116,705)
Unutilised tax loss	-	-	-	1,827,560
Fair value loss of trading investments	10,257,804	9,991,448	266,356	(4,765,126)
Others	13,028,198	12,071,179	957,019	184,414
Total	<u>248,693,204</u>	<u>244,949,978</u>		
Deferred tax liabilities				
Unrealised gain on changes in value of available-for-sale investments	36,333,639	34,058,996		
Difference of investment cost arising from reclassification	8,586,848	7,444,130	(1,142,718)	(621,637)
Others	-	739,114	739,114	425,767
Total	<u>44,920,487</u>	<u>42,242,240</u>		
Deferred tax assets - net	<u>203,772,717</u>	<u>202,707,738</u>		
Total changes			<u>3,339,622</u>	<u>(14,266,741)</u>

9.2 Income tax expenses

Income tax expenses for the three-month periods ended 31 March 2022 and 2021 are made up as follows:

(Unit: Baht)

	Financial statements in which the			
	equity method is applied		Separate financial statements	
	2022	2021	2022	2021
Current income tax:				
Current income tax charge for the periods	(3,580,135)	-	(3,580,135)	-
Adjustment of corporate income tax expenses for the prior periods	(2,006,100)	-	(2,006,100)	-
Deferred tax:				
Decrease in deferred tax	(11,044,919)	-	-	-
Relating to origination and reversal of temporary differences	3,302,905	(14,196,069)	3,339,622	(14,266,741)
Income tax expenses reported in statements of income	<u>(13,328,249)</u>	<u>(14,196,069)</u>	<u>(2,246,613)</u>	<u>14,266,741</u>

Reconciliation between income tax expenses and the product of accounting profit multiplied by the applicable tax rate for the three-month periods ended 31 March 2022 and 2021 are as follows:

(Unit: Baht)

	Financial statements in which the			
	equity method is applied		Separate financial statements	
	2022	2021	2022	2021
Accounting profit (loss) before income tax	<u>(5,213,966)</u>	<u>64,878,587</u>	<u>(5,397,552)</u>	<u>65,231,947</u>
Applicable tax rate	20%	20%	20%	20%
Tax expenses at the applicable tax rate	1,042,793	(12,975,717)	1,079,510	13,046,389
Adjustment of corporate income tax expenses for the prior periods	(2,006,100)	-	(2,006,100)	-
Decrease in deferred tax	(11,044,919)	-	-	-
Net tax effect on tax-exempted revenues and non tax-deductible expenses - net	<u>(1,320,023)</u>	<u>(1,220,352)</u>	<u>(1,320,023)</u>	<u>(163,669)</u>
Income tax expenses reported in statements of income	<u>(13,328,249)</u>	<u>(14,196,069)</u>	<u>(2,246,613)</u>	<u>14,266,741</u>

10. Claims receivable from litigants

Claims receivable from litigants classified by the period of the claims incurred are as follows:

	(Unit: Baht)	
	31 March 2022	31 December 2021
Claim years		
Year 2022	27,141,299	-
Year 2021	68,005,259	80,399,884
Year 2020	51,865,636	57,195,826
Year 2019	31,256,730	32,449,469
Year 2018	28,841,737	29,393,698
Year 2017	25,753,151	26,102,087
Year 2016	23,284,442	23,625,660
Prior to 2016	47,889,477	55,257,321
Total claims receivable from litigants	304,037,731	304,423,945
Less: Allowance for expected credit loss	(209,737,509)	(202,254,448)
Claims receivable from litigants, net	94,300,222	102,169,497

11. Insurance contract liabilities

	(Unit: Baht)		
	31 March 2022		
	Insurance contract liabilities	Reinsurance assets	Net
Claim reserves and outstanding claims			
Claim incurred and reported	852,652,239	(177,705,982)	674,946,257
Claim incurred but not reported	85,545,407	(35,417,347)	50,128,060
Premium reserves			
Unearned premium reserves	1,762,404,869	(349,883,492)	1,412,521,377
Total	2,700,602,515	(563,006,821)	2,137,595,694

	(Unit: Baht)		
	31 December 2021		
	Insurance contract liabilities	Reinsurance assets	Net
Claim reserves and outstanding claims			
Claim incurred and reported	805,021,846	(194,321,796)	610,700,050
Claim incurred but not reported	214,937,393	(141,610,461)	73,326,932
Premium reserves			
Unearned premium reserves	1,818,326,935	(386,638,864)	1,431,688,071
Total	2,838,286,174	(722,571,121)	2,115,715,053

11.1 Claim reserves and outstanding claims

	(Unit: Baht)	
	For the three-month period ended 31 March 2022	For the year ended 31 December 2021
Beginning balance	1,019,959,239	860,718,119
Claim expenses for the periods	550,290,994	2,149,880,458
Change in claim reserves and outstanding claims from the prior periods	(8,067,489)	(101,005,141)
Change in assumption for calculating claim reserves	(129,391,986)	116,052,771
Claim paid during the periods	(494,593,112)	(2,005,686,968)
Ending balance	<u>938,197,646</u>	<u>1,019,959,239</u>

11.2 Unearned premium reserves

	(Unit: Baht)	
	For the three-month period ended 31 March 2022	For the year ended 31 December 2021
Beginning balance	1,818,326,935	1,778,705,006
Premium written for the periods	787,241,881	3,372,953,128
Premium earned for the current periods	(843,163,947)	(3,333,331,199)
Ending balance	<u>1,762,404,869</u>	<u>1,818,326,935</u>

12. Due to reinsurers

	(Unit: Baht)	
	31 March 2022	31 December 2021
Amounts withheld on reinsurance	258,221,141	254,291,517
Amounts due to reinsurers	542,787,078	585,024,297
Total due to reinsurers	<u>801,008,219</u>	<u>839,315,814</u>

13. Segment information

The Company summarised its business units based on its insurance products including fire, marine and transportation, motor and miscellaneous. During the current period, there were no changes in the organisation structure of its reportable segments.

Operating segment information for the three-month periods ended 3 March 2022 and 2021 can be classified by type of insurance products as follows:

(Unit: Baht)

	Financial statements in which the equity method is applied				
	For the three-month period ended 31 March 2022				
	Fire	Marine and transportation	Motor	Miscellaneous	Total
Underwriting income					
Gross premium written	142,353,166	19,007,642	537,491,754	88,389,319	787,241,881
Less: Premium ceded to reinsurers	(105,992,688)	(10,477,751)	(5,744,475)	(51,201,168)	(173,416,082)
Net premium written	36,360,478	8,529,891	531,747,279	37,188,151	613,825,799
Add (less): Unearned premium reserves (increase) decrease from prior period	38,912,002	1,959,571	(46,330,904)	24,626,025	19,166,694
Net earned premium	75,272,480	10,489,462	485,416,375	61,814,176	632,992,493
Fee and commission income	18,270,385	2,821,867	860,169	15,709,004	37,661,425
Total underwriting income	93,542,865	13,311,329	486,276,544	77,523,180	670,653,918
Underwriting expenses					
Net claim and loss adjustment expenses	9,754,096	2,350,252	315,458,783	84,415,665	411,978,796
Commission and brokerage expenses	31,508,375	1,491,886	83,567,467	12,906,328	129,474,056
Other underwriting expenses	10,164,453	822,140	37,067,807	10,713,949	58,768,349
Total underwriting expenses before operating expenses	51,426,924	4,664,278	436,094,057	108,035,942	600,221,201
Profit (loss) from underwriting before operating expenses	42,115,941	8,647,051	50,182,487	(30,512,762)	70,432,717
Operating expenses					(85,423,354)
Loss from underwriting					(14,990,637)
Investments income					9,511,584
Profit on investments					6,675,947
Fair value loss					(1,331,779)
Share of gain from investments in associates					183,586
Other income					2,652,329
Finance costs					(487,877)
Expected credit loss					(7,427,119)
Loss before income tax					(5,213,966)
Income tax expense					(13,328,249)
Loss for the period					(18,542,215)

(Unaudited but reviewed)

(Unit: Baht)

Financial statements in which the equity method is applied					
For the three-month period ended 31 March 2021					
	Fire	Marine and transportation	Motor	Miscellaneous	Total
Underwriting income					
Gross premium written	142,466,369	16,126,492	485,126,016	84,738,333	728,457,210
Less: Premium ceded to reinsurers	(96,009,354)	(7,501,719)	(4,866,648)	(49,774,331)	(158,152,052)
Net premium written	46,457,015	8,624,773	480,259,368	34,964,002	570,305,158
Add: Unearned premium reserves					
decrease from prior period	39,638,870	1,380,878	8,727,389	6,661,517	56,408,654
Net earned premium	86,095,885	10,005,651	488,986,757	41,625,519	626,713,812
Fee and commission income	16,602,997	2,435,029	651,881	16,182,219	35,872,126
Total underwriting income	102,698,882	12,440,680	489,638,638	57,807,738	662,585,938
Underwriting expenses					
Net claim and loss adjustment					
expenses	10,376,916	2,138,094	341,949,140	14,485,316	368,949,466
Commission and brokerage expenses	32,066,748	2,285,078	72,945,875	13,832,905	121,130,606
Other underwriting expenses	10,980,327	738,178	34,144,510	5,706,814	51,569,829
Total underwriting expenses					
before operating expenses	53,423,991	5,161,350	449,039,525	34,025,035	541,649,901
Profit from underwriting before					
operating expenses	49,274,891	7,279,330	40,599,113	23,782,703	120,936,037
Operating expenses					(84,674,794)
Profit from underwriting					36,261,243
Investments income					11,770,020
Profit on investments					972,925
Fair value gain					23,825,629
Share of loss from investments in					
associates					(353,360)
Other income					148,129
Finance costs					(651,773)
Expected credit loss					(7,094,227)
Profit before income tax					64,878,586
Income tax expense					(14,196,069)
Profit for the period					50,682,517

(Unaudited but reviewed)

Segment assets and liabilities of the Company's operating segments as at 31 March 2022 and 31 December 2021 are as follows:

(Unit: Baht)

	Financial statements in which the equity method is applied						
	Fire	Marine and transportation	Motor	Miscellaneous	Total segments	Unallocated	Total
Assets							
As at 31 March 2022	<u>431,475,433</u>	<u>26,856,214</u>	<u>196,235,117</u>	<u>277,968,213</u>	<u>932,534,977</u>	<u>5,150,014,256</u>	<u>6,082,549,233</u>
As at 31 December 2021	<u>457,082,654</u>	<u>31,449,225</u>	<u>249,001,375</u>	<u>496,750,724</u>	<u>1,234,283,978</u>	<u>5,044,626,807</u>	<u>6,278,910,785</u>
Liabilities							
As at 31 March 2022	<u>625,098,177</u>	<u>30,145,464</u>	<u>1,645,219,724</u>	<u>400,139,150</u>	<u>2,700,602,515</u>	<u>1,144,034,385</u>	<u>3,844,636,900</u>
As at 31 December 2021	<u>657,333,950</u>	<u>34,325,068</u>	<u>1,570,537,614</u>	<u>576,089,542</u>	<u>2,838,286,174</u>	<u>1,192,339,781</u>	<u>4,030,625,955</u>

Geographic information

The Company is operated its business in Thailand only, as a result, all of the revenues and assets as reflected in these financial statements pertain to the aforementioned geographical reportable.

Major customers' information

During the three-month periods ended 31 March 2022 and 2021, the Company had gross premium written from major customers as follows:

(Unit: Baht)

	Financial statements in which the equity method is applied	
	For the three-month periods ended 31 March	
	2022	2021
Gross premium written	<u>81,269,289</u>	<u>74,383,839</u>

14. Earnings (loss) per share

Basic earnings (loss) per share is calculated by dividing profit (loss) for the periods (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the periods, after adjusting the number of ordinary shares as a result of the increase in share capital arising from the issue of stock dividend.

On 26 April 2022, the 2022 Annual General Meeting of shareholders approved to pay a cash dividend of Baht 1.5 per share, and stock dividend of 1 million shares to the existing shareholders. For the purpose of calculating earnings per share, the Company adjusted the number of ordinary shares used to calculate the earnings (loss) per share, as though it had issued the stock dividend at the beginning of the reporting periods.

	Financial statements in which the equity method is applied		Separate financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2022	2021 (Restated)	2022	2021 (Restated)
Number of ordinary shares issued during the period (shares)	36,000,000	35,000,000	36,000,000	35,000,000
Number of stock dividend additional issue (shares) in 2022	-	1,000,000	-	1,000,000
Total (shares)	36,000,000	36,000,000	36,000,000	36,000,000
Profit (loss) for the period (Baht)	(18,542,215)	50,682,517	(7,644,165)	50,965,205
Earnings (loss) per share (Baht per share)	(0.52)	1.41	(0.21)	1.42

15. Contingent liabilities and commitments

15.1 Capital commitments

As at 31 March 2022, the Company had capital commitments of approximately Baht 0.3 million relating to building improvement, furniture, fixtures and equipment (31 December 2021: Baht 0.02 million).

15.2 Letter of Guarantees

As at 31 March 2022, there were bank guarantees amounting to Baht 2.6 million, and a certificate issued in the Company's name amounting to Baht 7.0 million, as required in the normal course of the Company's business (31 December 2021: Baht 2.6 million and Baht 7.0 million, respectively).

15.3 Litigation

As at 31 March 2022, the Company has been sued for damages totaling approximately Baht 70.7 million as insurer. The cases have not yet been finalised. However, the Company's obligations in respect of these lawsuits do not exceed the maximum sum insured per the relevant policies, which is Baht 37.3 million, and the Company has set aside reserves for contingent losses amounting to Baht 37.3 million in the financial statements (31 December 2021: Baht 66.1 million, Baht 34.1 million and Baht 33.6 million, respectively).

16. Related party transactions

16.1 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 relationships between the Company and its related parties are summarised below.

Name of related parties	Nature of relationship
TKI General Insurance Company Limited	Associated company
TKI Life Insurance Company Limited	Associated company
The United Indemnity Co., Ltd.	7.13% of shares held in the Company
Thanasarn Sombat (Thai) Company Limited	5.08% of shares held in the Company and common directors
The Falcon Insurance Plc.	12.00% of shares held by the Company
Thai Metal Drum Manufacturing Plc.	Common directors and through shareholding
Varopakorn Plc.	Common directors and through shareholding
Rangsit Plaza Co., Ltd.	Common directors and through shareholding
Sathorn Thani Co., Ltd.	Common directors and through shareholding
Siam Motors Co., Ltd.	Common directors and through shareholding
Wanglee Co., Ltd.	Common directors and through shareholding
Thaire Life Assurance Plc.	Common directors and through shareholding
Rangsit Ruam Patana Co., Ltd.	Common directors and through shareholding
Poon Phol Co., Ltd.	Common directors and through shareholding
Pipatanasin Co., Ltd.	Common directors and through shareholding
Dusit Thani Plc. ⁽¹⁾	Common directors
Serm Suk Plc.	Common directors
Chaitip Co., Ltd.	Common directors
Alinkij Siam Co., Ltd.	Common directors
Siam Calsonic Co., Ltd.	Common directors
Siam Riken Industrial Co., Ltd.	Common directors
Siam International Corp., Ltd.	Common directors
The Pet Co., Ltd.	Common directors
Toyota Petchaboon Toyota's Dealer Co., Ltd.	Common directors
Thai Petchaboon Co., Ltd.	Common directors
BTS Group Holdings Plc.	Common directors
C.E.S. Co., Ltd.	Common directors
Sittinan Co., Ltd.	A related person of the Company's director is a major shareholder
PIA Interior Co., Ltd.	A related person of the Company's director is a major shareholder

(1) Since October 2021, it is not a related party.

16.2 Significant related party transactions

During the three-month periods ended 31 March 2022 and 2021, the Company had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties.

(Unit: Baht)

	For the three-month periods		Pricing policy
	ended 31 March		
	2022	2021	
Transactions with associated companies			
Reinsurance premium written	493,407	359,704	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Commission paid to reinsurance	93,121	55,676	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Transactions with related companies			
Direct premium written	13,025,815	12,083,057	Rates as specified in insurance contracts
Reinsurance premium written	2,727,342	3,363,303	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Premium ceded	4,680,139	3,899,195	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Claim expenses	2,780,801	6,770,579	Actual incurred
Commission paid to reinsurance	914,271	1,139,596	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Commission received	836,789	682,443	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Dividend income	600,000	600,000	As declared
Rental and service fee for branch office expenses	59,236	110,599	Contract price
Rental income	43,243	43,243	Contract price

16.3 Outstanding balances

The balances of the accounts between the Company and those related companies as at 31 March 2022 and 31 December 2021 are as follows:

	(Unit: Baht)	
	31 March	31 December
	2022	2021
Reinsurance receivables - Amounts due from reinsurers		
The Falcon Insurance Plc.	7,426,595	6,959,142
TKI General Insurance Co., Ltd.	2,050,659	2,210,481
Total	<u>9,477,254</u>	<u>9,169,623</u>
Investments in securities - Equity securities		
Varopakorn Plc.	1,068,947	1,046,952
Thai Metal Drum Manufacturing Plc.	286,933,520	300,817,400
BTS Group Holdings Plc.	37,110,000	38,107,600
Thaire Life Assurance Plc.	37,800,000	24,287,000
The Falcon Insurance Plc.	79,084,800	74,659,200
Sathorn Thani Co., Ltd.	20,945,000	20,945,000
Rangsit Plaza Co., Ltd.	15,720,000	16,044,000
Total	<u>478,662,267</u>	<u>475,907,152</u>
Due to reinsurers - Amounts due to reinsurance		
The Falcon Insurance Plc.	15,754,594	12,671,175
TKI General Insurance Co., Ltd.	531,902	585,998
Total	<u>16,286,496</u>	<u>13,257,173</u>

16.4 Directors and management's benefits

During the three-month periods ended 31 March 2022 and 2021, the Company had employment benefits expenses payable to their directors and management as below.

	(Unit: Baht)	
	For the three-month periods ended	
	31 March	
	2022	2021
Short-term benefits	15,311,753	14,857,791
Post-employment benefits	179,641	177,907
Total	<u>15,491,394</u>	<u>15,035,698</u>

17. Financial instrument**17.1 Fair value of financial instrument**

Most of the Company's financial instruments are classified as short-term or carrying interest at rates close to the market interest rates, their fair value is not expected to be materially different from the amounts presented in the statement of financial position.

17.2 Fair value hierarchy

As at 31 March 2022 and 31 December 2020, the Company had the financial assets that measured at fair value using different levels of inputs as follows:

	(Unit: Baht)			
	31 March 2022			
	Fair value			
	Level 1	Level 2	Level 3	Total
Trading investments measured at FVPL				
Equity instruments	454,554,848	-	-	454,554,848
Unit trusts	89,116,360	-	-	89,116,360
Available-for-sale investments				
measured at FVOCI				
Government and state enterprise				
securities	-	851,103,632	-	851,103,632
Private debt securities	-	608,942,968	-	608,942,968
Equity instruments	274,504,586	-	338,705,452	613,210,038
Unit trusts	159,530,423	48,605,045	-	208,135,468
				(Unit: Baht)
	31 December 2021			
	Fair value			
	Level 1	Level 2	Level 3	Total
Trading investments measured at FVPL				
Equity instruments	456,546,387	-	-	456,546,387
Unit trusts	90,999,100	-	-	90,999,100
Available-for-sale investments				
measured at FVOCI				
Government and state enterprise				
securities	-	735,237,025	-	735,237,025
Private debt securities	-	680,378,435	-	680,378,435
Equity instruments	246,060,084	-	327,650,261	573,710,345
Unit trusts	160,912,587	48,673,696	-	209,586,282

During the current period, there were no transfers between the levels of the fair value hierarchy.

Reconciliation of recurring fair value measurements of financial assets, categorised within Level 3 of the fair value hierarchy, are as follows.

	(Unit: Baht)
	<u>Equity instruments</u>
Balance as of 1 January 2022	327,650,261
Net gain recognised into other comprehensive income	<u>11,055,192</u>
Balance as of 31 March 2022	<u><u>338,705,453</u></u>

18. Event after reporting period

On 26 April 2022, the 2022 Annual General Meeting of shareholders passed the following resolutions:

1. Approve an increase of the Company's registered capital from Baht 350 million to be Baht 360 million to be divided into 36 million shares with the par value at 10 Baht per share, by newly issue the ordinary shares in amount of 1 million shares with the par value at 10 Baht to support the stock dividend payment.
2. Approve the allocation of profits from the Company's retained earnings for cash dividend and stock dividend payment approximately Baht 62.5 million, as follows:
 - 2.1 Cash dividend will be paid at the rate of Baht 1.5 per share for the 35 million existing shares, totaling Baht 52.5 million. Payment is scheduled to be made on 20 May 2022.
 - 2.2 Stock dividend will be paid at the ratio of 35 existing shares per 1 stock dividend, totaling of the stock dividend payment at 1 million shares, at par value Baht 10, totaling Baht 10 million or equivalent to Baht 0.28 per share. In case that any shareholders hold the indivisible share remaining after such allocated, cash will be paid instead of the stock dividend at the rate of Baht 0.28 per share.
 - 2.3 Approve to allocate indivisible share remaining after such allocated the stock dividend to the registered Navakij Insurance Provident Fund at the rate of not lower than the market price that will be calculated from the average price of the Company's stock for 7 - 15 days before the date of offering.

19. Approval of financial statements

These financial statements were authorised for issue by the Company's Board of Directors on 10 May 2022.