

The Navakij Insurance Public Company Limited
Review report and interim financial information
For the three-month and six-month periods ended
30 June 2023

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 statement of financial position, in which the equity method is applied, of The Navakij Insurance Public Company Limited as at 30 June 2023, the related statements of income and comprehensive income, in which the equity method is applied, for the three-month and six-month periods then ended, the related statements of changes in equity and cash flows, in which the equity method is applied, for the six-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 periods (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: 7 August 2023

The Navakij Insurance Public Company Limited

Statements of financial position

As at 30 June 2023

(Unit: Baht)

	Note	Financial statements in which the equity method is applied		Separate financial statements	
		30 June	31 December	30 June	31 December
		2023	2022	2023	2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Cash and cash equivalents	2	164,693,542	293,466,693	164,693,542	293,466,693
Premium receivables	3	564,034,853	557,809,721	564,034,853	557,809,721
Accrued investment income		7,768,535	6,187,364	7,768,535	6,187,364
Reinsurance assets	4	556,654,120	663,462,167	556,654,120	663,462,167
Reinsurance receivables	5	541,741,181	395,973,799	541,741,181	395,973,799
Investment assets					
Investments in securities	6.1	3,700,824,127	3,419,999,695	3,700,824,127	3,419,999,695
Loans and interest receivables		731,199	686,989	731,199	686,989
Investments in associates	7.1	19,979,668	21,149,002	33,337,976	33,337,976
Property, building and equipment		343,107,181	337,559,369	343,107,181	337,559,369
Right-of-use assets		23,816,617	28,215,001	23,816,617	28,215,001
Intangible assets		14,483,858	16,543,913	14,483,858	16,543,913
Deferred tax assets	8.1	258,564,282	242,352,174	255,892,621	239,914,380
Other assets					
Claims receivable from litigants		117,459,859	107,569,537	117,459,859	107,569,537
Deposits on rice field insurance scheme		51,996,270	80,210,983	51,996,270	80,210,983
Others		120,930,620	109,448,535	120,930,620	109,448,535
Total assets		6,486,785,912	6,280,634,942	6,497,472,559	6,290,386,122

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

The Navakij Insurance Public Company Limited

Statements of financial position (continued)

As at 30 June 2023

(Unit: Baht)

	Note	Financial statements in which the equity method is applied		Separate financial statements	
		30 June 2023 (Unaudited but reviewed)	31 December 2022 (Audited)	30 June 2023 (Unaudited but reviewed)	31 December 2022 (Audited)
Liabilities and equity					
Liabilities					
Insurance contract liabilities	9	3,088,306,439	3,058,558,266	3,088,306,439	3,058,558,266
Due to reinsurers	10	816,234,817	665,223,974	816,234,817	665,223,974
Income tax payable		27,863,336	18,442,399	27,863,336	18,442,399
Lease liabilities		33,067,278	36,804,175	33,067,278	36,804,175
Employee benefit obligations		73,192,247	67,423,858	73,192,247	67,423,858
Other liabilities					
Fee and commission payables		94,892,469	101,880,333	94,892,469	101,880,333
Accrued expenses		68,960,268	64,994,559	68,960,268	64,994,559
Others		69,166,465	82,276,441	69,166,465	82,276,441
Total liabilities		4,271,683,319	4,095,604,005	4,271,683,319	4,095,604,005
Equity					
Share capital	11				
Registered, Issued and paid up					
37,000,000 ordinary shares of Baht 10 each					
(31 December 2022: 36,000,000 ordinary shares					
of Baht 10 each)		370,000,000	360,000,000	370,000,000	360,000,000
Share premium		647,294,383	647,285,572	647,294,383	647,285,572
Retained earnings					
Appropriated					
Statutory reserve		36,000,000	36,000,000	36,000,000	36,000,000
General reserve		20,000,000	20,000,000	20,000,000	20,000,000
Unappropriated		1,086,585,980	1,075,801,410	1,036,159,264	1,025,791,482
Other components of equity		55,222,230	45,943,955	116,335,593	105,705,063
Total equity		2,215,102,593	2,185,030,937	2,225,789,240	2,194,782,117
Total liabilities and equity		6,486,785,912	6,280,634,942	6,497,472,559	6,290,386,122

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

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Directors
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(Unaudited but reviewed)

The Navakij Insurance Public Company Limited**Statements of income****For the three-month period ended 30 June 2023**

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		2023	2022	2023	2022
Income					
Gross premium written		1,008,950,566	883,208,083	1,008,950,566	883,208,083
Less: Premiums ceded to reinsurers		(198,672,377)	(168,793,862)	(198,672,377)	(168,793,862)
Net premium written		810,278,189	714,414,221	810,278,189	714,414,221
Less: Unearned premium reserves increase					
from prior period		(83,173,274)	(81,857,718)	(83,173,274)	(81,857,718)
Net earned premium		727,104,915	632,556,503	727,104,915	632,556,503
Fee and commission income		53,027,674	49,465,312	53,027,674	49,465,312
Investments income		49,485,456	37,290,145	49,485,456	37,290,145
Profit on investments		4,128,923	1,646,929	4,128,923	1,646,929
Fair value loss		(3,910,772)	(15,680,770)	(3,910,772)	(15,680,770)
Share of profit from investments in associate	7.2	1,774,635	4,448,652	-	-
Other income		681,955	317,582	681,955	317,582
Total income		832,292,786	710,044,353	830,518,151	705,595,701
Expenses					
Gross claim and loss adjustment expenses		520,134,964	504,165,287	520,134,964	504,165,287
Less: Claim recovery from reinsurers		(73,677,693)	(93,519,384)	(73,677,693)	(93,519,384)
Commission and brokerage expenses		157,225,795	148,650,419	157,225,795	148,650,419
Other underwriting expenses		66,285,847	65,846,777	66,285,847	65,846,777
Operating expenses		96,541,875	82,159,288	96,541,875	82,159,288
Financial costs		386,101	497,382	386,101	497,382
Expected credit loss		4,303,498	5,964,321	4,303,498	5,964,321
Total expenses		771,200,387	713,764,090	771,200,387	713,764,090
Profit (loss) before income tax expenses		61,092,399	(3,719,737)	59,317,764	(8,168,389)
Income tax revenue (expense)	8.2	(10,329,457)	(341,008)	(9,974,529)	548,721
Profit (loss) for the period		50,762,942	(4,060,745)	49,343,235	(7,619,668)
Basic earnings per share	13				
Earnings (loss) per share		1.37	(0.11)	1.33	(0.21)

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 30 June 2023

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		2023	2022	2023	2022
Profit (loss) for the period		<u>50,762,942</u>	<u>(4,060,745)</u>	<u>49,343,235</u>	<u>(7,619,668)</u>
Other comprehensive income					
Other comprehensive income to be reclassified to profit and loss in subsequent periods:					
Loss of exchange on translation of financial statements in foreign currency	7.2	(1,160,762)	(4,593,999)	-	-
Gain (loss) on changes in value of available-for-sale investments which are measured at fair value through other comprehensive income		18,892,823	(56,230,059)	18,892,823	(56,230,059)
Add (less): Income tax effect		<u>(3,546,413)</u>	<u>12,164,811</u>	<u>(3,778,565)</u>	<u>11,246,012</u>
Other comprehensive income to be reclassified to profit and loss in subsequent periods - net of tax		<u>14,185,648</u>	<u>(48,659,247)</u>	<u>15,114,258</u>	<u>(44,984,047)</u>
Total comprehensive income (loss) for the period		<u><u>64,948,590</u></u>	<u><u>(52,719,992)</u></u>	<u><u>64,457,493</u></u>	<u><u>(52,603,715)</u></u>

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

(Unaudited but reviewed)

The Navakij Insurance Public Company Limited**Statements of income****For the six-month period ended 30 June 2023**

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		2023	2022	2023	2022
Income					
Gross premium written		1,922,594,684	1,670,449,964	1,922,594,684	1,670,449,964
Less: Premiums ceded to reinsurers		(379,184,034)	(342,209,944)	(379,184,034)	(342,209,944)
Net premium written		1,543,410,650	1,328,240,020	1,543,410,650	1,328,240,020
Less: Unearned premium reserves increase					
from prior period		(111,278,919)	(62,691,024)	(111,278,919)	(62,691,024)
Net earned premium		1,432,131,731	1,265,548,996	1,432,131,731	1,265,548,996
Fee and commission income		90,016,599	87,126,737	90,016,599	87,126,737
Investments income		63,860,656	46,801,729	63,860,656	46,801,729
Profit on investments		5,951,957	8,322,876	5,951,957	8,322,876
Fair value loss		(28,486,815)	(17,012,549)	(28,486,815)	(17,012,549)
Share of profit from investments in associate	7.2	520,985	4,632,238	-	-
Other income		1,840,370	2,969,911	1,840,370	2,969,911
Total income		1,565,835,483	1,398,389,938	1,565,314,498	1,393,757,700
Expenses					
Gross claim and loss adjustment expenses		1,002,438,752	893,067,080	1,002,438,752	893,067,080
Less: Claim recovery from reinsurers		(133,551,951)	(70,442,381)	(133,551,951)	(70,442,381)
Commission and brokerage expenses		302,148,243	278,124,475	302,148,243	278,124,475
Other underwriting expenses		123,659,323	124,615,126	123,659,323	124,615,126
Operating expenses		190,652,104	167,582,642	190,652,104	167,582,642
Financial costs		797,999	985,259	797,999	985,259
Expected credit losses		9,647,285	13,391,440	9,647,285	13,391,440
Total expenses		1,495,791,755	1,407,323,641	1,495,791,755	1,407,323,641
Profit (loss) before income tax expenses		70,043,728	(8,933,703)	69,522,743	(13,565,941)
Income tax expenses	8.2	(13,259,158)	(13,669,257)	(13,154,961)	(1,697,892)
Profit (loss) for the period		56,784,570	(22,602,960)	56,367,782	(15,263,833)
Basic earnings per share					
Basic earnings per share	13				
Earnings (loss) per share		1.53	(0.61)	1.52	(0.41)

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 six-month period ended 30 June 2023

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		2023	2022	2023	2022
Profit (loss) for the period		<u>56,784,570</u>	<u>(22,602,960)</u>	<u>56,367,782</u>	<u>(15,263,833)</u>
Other comprehensive income					
Other comprehensive income to be reclassified to profit and loss in subsequent periods:					
Loss of exchange on translation of financial statements in foreign currency	7.2	(1,690,319)	(5,755,069)	-	-
Gain (loss) on changes in value of available-for-sale investments which are measured at fair value through other comprehensive income		13,288,163	(44,856,842)	13,288,163	(44,856,842)
Add (less): Income tax effect		<u>(2,319,569)</u>	<u>10,122,382</u>	<u>(2,657,633)</u>	<u>8,971,369</u>
Other comprehensive income to be reclassified to profit and loss in subsequent periods - net of tax		<u>9,278,275</u>	<u>(40,489,529)</u>	<u>10,630,530</u>	<u>(35,885,473)</u>
Total comprehensive income (loss) for the period		<u><u>66,062,845</u></u>	<u><u>(63,092,489)</u></u>	<u><u>66,998,312</u></u>	<u><u>(51,149,306)</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 six-month period ended 30 June 2023**

(Unit: Baht)

	Financial statements			
	in which the equity method is applied		Separate financial statements	
	2023	2022	2023	2022
Cash flows from operating activities				
Direct premium written	1,898,881,335	1,667,767,735	1,898,881,335	1,667,767,735
Cash paid for reinsurance	(72,329,088)	(152,793,216)	(72,329,088)	(152,793,216)
Interest income	14,905,681	13,761,278	14,905,681	13,761,278
Dividend income	47,155,179	37,720,444	47,155,179	37,720,444
Other income	1,858,038	3,856,922	1,858,038	3,856,922
Loss incurred and loss adjustment expenses on				
direct insurance	(1,036,711,002)	(910,165,865)	(1,036,711,002)	(910,165,865)
Commission and brokerage on direct insurance	(304,454,426)	(267,778,858)	(304,454,426)	(267,778,858)
Other underwriting expenses	(118,392,346)	(108,233,019)	(118,392,346)	(108,233,019)
Operating expenses	(170,280,081)	(168,857,983)	(170,280,081)	(168,857,983)
Income tax expenses	(22,369,898)	(5,724,185)	(22,369,898)	(5,724,185)
Cash received - financial assets	1,344,587,939	1,523,910,766	1,344,587,939	1,523,910,766
Cash paid - financial assets	(1,654,737,747)	(1,467,838,487)	(1,654,737,747)	(1,467,838,487)
Net cash provided by (used in) operating activities	(71,886,416)	165,625,532	(71,886,416)	165,625,532
Cash flows from investing activities				
Purchases of property, building and equipment	(13,263,844)	(2,317,527)	(13,263,844)	(2,317,527)
Purchases of intangible assets	-	(176,498)	-	(176,498)
Disposals of property, building and equipment	49,469	21,589	49,469	21,589
Net cash used in investing activities	(13,214,375)	(2,472,436)	(13,214,375)	(2,472,436)
Cash flows from financing activities				
Cash received from share capital issuance	8,811	10,499	8,811	10,499
Repayment of lease liabilities	(7,674,785)	(7,442,945)	(7,674,785)	(7,442,945)
Dividend paid	(36,000,000)	(52,499,500)	(36,000,000)	(52,499,500)
Net cash used in financing activities	(43,665,974)	(59,931,946)	(43,665,974)	(59,931,946)
Net increase (decrease) in cash and cash equivalents	(128,766,765)	103,221,150	(128,766,765)	103,221,150
Cash and cash equivalents at beginning of period	293,466,693	301,851,326	293,466,693	301,851,326
Add (less): Decrease (increase) in allowance for expected credit loss	(6,386)	81,359	(6,386)	81,359
Cash and cash equivalents at end of period	164,693,542	405,153,835	164,693,542	405,153,835

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 six-month period ended 30 June 2023

(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 equity			Total	
				Statutory reserve	General reserve	Unappropriated	Exchange differences on translation of financial statements in foreign currency	Surplus (deficit) on changes in value of investments in securities		Total other components of equity
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
Increase in share capital	11	10,000,000	10,499	-	-	-	-	-	-	10,010,499
Dividend paid	14	-	-	-	-	(62,499,500)	-	-	-	(62,499,500)
Loss for the period		-	-	-	-	(22,602,960)	-	-	-	(22,602,960)
Other comprehensive loss for the period		-	-	-	-	-	(4,604,056)	(35,885,473)	(40,489,529)	(40,489,529)
Balance as at 30 June 2022		<u>360,000,000</u>	<u>647,285,572</u>	<u>35,000,000</u>	<u>20,000,000</u>	<u>1,027,047,833</u>	<u>(12,800,899)</u>	<u>56,170,834</u>	<u>43,369,935</u>	<u>2,132,703,340</u>
Balance as at 1 January 2023		360,000,000	647,285,572	36,000,000	20,000,000	1,075,801,410	(15,581,432)	61,525,387	45,943,955	2,185,030,937
Increase in share capital	11	10,000,000	8,811	-	-	-	-	-	-	10,008,811
Dividend paid	14	-	-	-	-	(46,000,000)	-	-	-	(46,000,000)
Profit for the period		-	-	-	-	56,784,570	-	-	-	56,784,570
Other comprehensive income (loss) for the period		-	-	-	-	-	(1,352,255)	10,630,530	9,278,275	9,278,275
Balance as at 30 June 2023		<u>370,000,000</u>	<u>647,294,383</u>	<u>36,000,000</u>	<u>20,000,000</u>	<u>1,086,585,980</u>	<u>(16,933,687)</u>	<u>72,155,917</u>	<u>55,222,230</u>	<u>2,215,102,593</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 six-month period ended 30 June 2023

(Unit: Baht)

	Separate financial statements							
	Note	Issued and paid-up share capital	Share premium	Retained earnings			Other components of equity - surplus (deficit) on changes in value of investments	
				Appropriated		Unappropriated	in securities	Total
				Statutory reserve	General reserve			
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
Increase in share capital	11	10,000,000	10,499	-	-	-	-	10,010,499
Dividend paid	14	-	-	-	-	(62,499,500)	-	(62,499,500)
Loss for the period		-	-	-	-	(15,263,833)	-	(15,263,833)
Other comprehensive loss for the period		-	-	-	-	-	(35,885,473)	(35,885,473)
Balance as at 30 June 2022		<u>360,000,000</u>	<u>647,285,572</u>	<u>35,000,000</u>	<u>20,000,000</u>	<u>978,540,398</u>	<u>100,350,510</u>	<u>2,141,176,480</u>
Balance as at 1 January 2023		360,000,000	647,285,572	36,000,000	20,000,000	1,025,791,482	105,705,063	2,194,782,117
Increase in share capital	11	10,000,000	8,811	-	-	-	-	10,008,811
Dividend paid	14	-	-	-	-	(46,000,000)	-	(46,000,000)
Profit for the period		-	-	-	-	56,367,782	-	56,367,782
Other comprehensive income for the period		-	-	-	-	-	10,630,530	10,630,530
Balance as at 30 June 2023		<u>370,000,000</u>	<u>647,294,383</u>	<u>36,000,000</u>	<u>20,000,000</u>	<u>1,036,159,264</u>	<u>116,335,593</u>	<u>2,225,789,240</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 and six-month periods ended 30 June 2023

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 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 of non-life insurance companies B.E. 2566 dated 8 February 2023.

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.

(A) 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.

(B) Separate financial information

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

1.3 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 2022.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2023, do not have any significant impact on the Company's financial statements.

2. Cash and cash equivalents

	(Unit: Baht)	
	30 June 2023	31 December 2022
Cash on hand	257,000	257,000
Deposits at banks with no fixed maturity date	164,472,771	263,239,535
Deposits at banks and certificate of deposit with fixed maturity date	-	30,000,000
Total cash and cash equivalents	164,729,771	293,496,535
Less: Allowance for expected credit loss	(36,229)	(29,842)
Total cash and cash equivalents, net	<u>164,693,542</u>	<u>293,466,693</u>

3. Premium receivables

As at 30 June 2023 and 31 December 2022, 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)	
	30 June 2023	31 December 2022
Not yet due	300,660,241	486,073,041
Not over 30 days	226,855,128	54,291,619
Over 31 days to 60 days	22,147,132	10,584,184
Over 61 days to 90 days	6,241,162	2,337,161
Over 91 days to 1 year	7,929,338	5,711,585
Over 1 year	1,428,191	444,360
Total premium receivables	565,261,192	559,441,950
Less: Allowance for doubtful accounts	(1,226,339)	(1,632,229)
Total premium receivables, net	<u>564,034,853</u>	<u>557,809,721</u>

(Unaudited but reviewed)

4. Reinsurance assets

	(Unit: Baht)	
	30 June 2023	31 December 2022
Insurance reserve refundable from reinsurers		
Claims reserve	160,966,895	235,682,956
Unearned premium reserve	395,687,225	427,779,211
Reinsurance assets	<u>556,654,120</u>	<u>663,462,167</u>

5. Reinsurance receivables

	(Unit: Baht)	
	30 June 2023	31 December 2022
Amounts deposit on reinsurance	129,408	96,677
Amounts due from reinsurers	541,611,773	395,877,122
Total	<u>541,741,181</u>	<u>395,973,799</u>

6. Investments in securities

6.1 Classified by type of investments

	(Unit: Baht)			
	Financial statements in which the equity method is applied			
	30 June 2023		31 December 2022	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Trading investments which measured at FVPL				
Equity instruments	436,997,808	416,031,705	436,997,809	442,008,200
Unit trusts	156,267,421	90,371,520	156,267,420	92,881,840
Total	593,265,229	506,403,225	593,265,229	534,890,040
Less: Unrealised loss	(86,862,004)		(58,375,189)	
Total trading investments	506,403,225		534,890,040	
Available-for-sale investments which measured at FVOCI				
Government and state enterprise securities	1,019,634,120	1,017,438,995	753,522,060	753,275,350
Private debt securities	798,388,154	793,044,728	771,034,524	766,911,294
Equity instruments	377,176,646	300,544,087	352,880,242	317,735,563
Non-listed equity instruments	104,905,795	350,753,479	104,905,795	273,407,232
Foreign equity instruments	37,200,000	43,170,503	37,200,000	45,784,596
Unit trusts	276,832,829	179,405,624	278,586,317	198,037,460
Total	2,614,137,544	2,684,357,416	2,298,128,938	2,355,151,495
Add: Unrealised gain	90,194,896		76,906,733	
Less: Allowance for expected credit loss	(717,300)		(626,452)	
Less: Allowance for impairment	(19,257,724)		(19,257,724)	
Total available-for-sale investments	2,684,357,416		2,355,151,495	
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	480,149,507		500,001,007	
Total	510,149,507		530,001,007	
Less: Allowance for expected credit loss	(86,021)		(42,847)	
Total held-to-maturity investments	510,063,486		529,958,160	
Total investments in securities	3,700,824,127		3,419,999,695	

(Unaudited but reviewed)

(Unit: Baht)

	Separate financial statements			
	30 June 2023		31 December 2022	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Trading investments which measured at FVPL				
Equity instruments	436,997,808	416,031,705	436,997,809	442,008,200
Unit trusts	156,267,421	90,371,520	156,267,420	92,881,840
Total	593,265,229	506,403,225	593,265,229	534,890,040
Less: Unrealised loss	(86,862,004)		(58,375,189)	
Total trading investments	506,403,225		534,890,040	
Available-for-sale investments measured at FVOCI				
Government and state enterprise securities	1,019,634,120	1,017,438,995	753,522,060	753,275,350
Private debt securities	798,388,154	793,044,728	771,034,524	766,911,294
Equity instruments	377,176,646	300,544,087	352,880,242	317,735,563
Non-listed equity instruments	49,681,200	350,753,479	49,681,200	273,407,232
Foreign equity instruments	37,200,000	43,170,503	37,200,000	45,784,596
Unit trusts	276,832,829	179,405,624	278,586,317	198,037,460
Total	2,558,912,949	2,684,357,416	2,242,904,343	2,355,151,495
Add: Unrealised gain	145,419,491		132,131,328	
Less: Allowance for expected credit loss	(717,300)		(626,452)	
Less: Allowance for impairment	(19,257,724)		(19,257,724)	
Total available-for-sale investments	2,684,357,416		2,355,151,495	
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	480,149,507		500,001,007	
Total	510,149,507		530,001,007	
Less: Allowance for expected credit loss	(86,021)		(42,847)	
Total held-to-maturity investments	510,063,486		529,958,160	
Total investments in securities	3,700,824,127		3,419,999,695	

6.2 Classified by stage of credit risk

(Unit: Baht)

	30 June 2023		31 December 2022	
	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	1,014,088,995	(2,930)	753,275,350	-
Private debt securities	793,044,728	(714,370)	766,911,294	(626,452)
	<u>1,807,133,723</u>	<u>(717,300)</u>	<u>1,520,186,644</u>	<u>(626,452)</u>

(Unit: Baht)

	30 June 2023			31 December 2022		
	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	(2,221)	29,997,779	30,000,000	(2,300)	29,997,700
Deposits and certificate of deposits at financial institutions which matured over 3 months	480,149,507	(83,800)	480,065,707	500,001,007	(40,547)	499,960,460
	<u>510,149,507</u>	<u>(86,021)</u>	<u>510,063,486</u>	<u>530,001,007</u>	<u>(42,847)</u>	<u>529,958,160</u>

(Unaudited but reviewed)

6.3 Investments subject to restriction

As at 30 June 2023 and 31 December 2022, 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)

	30 June 2023		31 December 2022	
	Cost	Fair value	Cost	Fair value
Assets pledged				
Government bonds	15,000,000	15,385,338	15,000,000	15,165,854
Assets reserve as non-life insurance reserve				
Government and state enterprise securities	355,000,000	353,372,798	315,000,000	314,181,360
Non-life insurance project				
Government and state enterprise securities	10,000,000	10,000,000	10,000,000	10,000,000

7. Investments in associates

7.1 Details of associates

(Unit: Baht)

Company's name	Nature of business	Country of incorporation	Shareholding		Financial statements in which the equity method is applied		Separate financial statements	
			percentage		Book value		Cost/Book value	
			30 June 2023	31 December 2022	30 June 2023	31 December 2022	30 June 2023	31 December 2022
			(%)	(%)				
TKI General Insurance Company Limited	Non-life insurance	Laos	32.50	32.50	10,551,707	11,029,511	21,628,040	21,628,040
TKI Life Insurance Company Limited	Life insurance	Laos	32.50	32.50	9,427,961	10,119,491	21,628,039	21,628,039
Total					19,979,668	21,149,002	43,256,079	43,256,079
Less: Allowance for impairment					-	-	(9,918,103)	(9,918,103)
Investments in associates - net					19,979,668	21,149,002	33,337,976	33,337,976

7.2 Shares of gain, other comprehensive loss and dividend received

(Unit: Baht)

Associates	Financial statements in which the equity method is applied				Separate financial statements	
	Share of gain from statement of income		Loss from exchange differences on translation from statement of other comprehensive income		Dividend received	
	For the three-month periods ended 30 June				For the three-month periods ended 30 June	
	2023	2022	2023	2022	2023	2022
TKI General Insurance Company Limited	1,031,523	2,856,779	(579,383)	(2,390,588)	-	-
TKI Life Insurance Company Limited	743,112	1,591,873	(581,379)	(2,203,411)	-	-
	<u>1,774,635</u>	<u>4,448,652</u>	<u>(1,160,762)</u>	<u>(4,593,999)</u>	<u>-</u>	<u>-</u>

(Unit: Baht)

Associates	Financial statements in which the equity method is applied				Separate financial statements	
	Share of gain from statement of income		Loss from exchange differences on translation from statement of comprehensive income		Dividend received	
	For the six-month periods ended 30 June				For the six-month periods ended 30 June	
	2023	2022	2023	2022	2023	2022
TKI General Insurance Company Limited	323,696	3,074,109	(801,500)	(3,117,368)	-	-
TKI Life Insurance Company Limited	197,289	1,558,129	(888,819)	(2,637,701)	-	-
	<u>520,985</u>	<u>4,632,238</u>	<u>(1,690,319)</u>	<u>(5,755,069)</u>	<u>-</u>	<u>-</u>

7.3 Summarised financial information of associates

(Unit: Baht)

Company's name	Total assets as at		Total liabilities as at		Total revenues		Profit (loss)		Other comprehensive income	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022	for the six-month periods ended 30 June		for the six-month periods ended 30 June		for the six-month periods ended 30 June	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
TKI General Insurance Company Limited	48,497,072	49,405,146	16,030,283	15,468,188	7,617,436	16,133,003	995,986	9,458,797	(2,466,155)	(9,591,901)
TKI Life Insurance Company Limited	36,365,383	37,160,172	7,356,275	6,023,276	5,445,984	9,783,219	607,044	4,794,242	(2,734,832)	(8,116,003)

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

8. Deferred tax assets and income tax expenses

8.1 Deferred tax assets

The components of deferred tax assets and liabilities as at 30 June 2023 and 31 December 2022 are as follows:

	(Unit: Baht)			
	Financial statements in which the equity method is applied			
	Balance as at		Changes in deferred tax assets and liabilities for the six-month periods ended	
	30 June	31 December	30 June	
	2023	2022	2023	2022
Deferred tax assets				
Unearned premium reserve	101,815,322	96,773,188	5,042,134	5,624,062
Allowance for loss on impairment of investments in securities	3,851,545	3,851,545	-	-
Allowance for expected credit loss	43,731,797	41,802,340	1,929,457	2,678,288
Allowance for doubtful accounts	89,377	168,155	(78,778)	(117,270)
Loss reserves	85,732,660	81,344,180	4,388,480	16,016,701
Provision for loss incurred but not reported	6,753,025	8,984,734	(2,231,709)	(6,584,400)
Employee benefit obligations	19,536,129	18,661,815	874,314	(3,889,965)
Share of loss from investments in associates	4,655,282	4,421,415	233,867	224,567
Fair value loss of trading investments	17,372,401	11,675,038	5,697,363	3,402,510
Others	12,913,476	11,638,864	1,274,612	3,374,977
Total	296,451,014	279,321,274		
Deferred tax liabilities				
Unrealised gain on changes in value of available-for-sale investments	18,038,979	15,381,347	(2,657,632)	8,971,369
Difference of investment cost arising from reclassification	8,802,834	8,802,834	-	(1,358,704)
Gain on reclassification of investment	11,044,919	11,044,919	-	-
Others	-	1,740,000	1,740,000	(10,305,805)
Total	37,886,732	36,969,100		
Deferred tax assets - net	258,564,282	242,352,174		
Total changes			16,212,108	18,036,330
Changes were recognised in:				
- Statements of income			18,531,677	7,913,948
- Statements of comprehensive income			(2,319,569)	10,122,382
			16,212,108	18,036,330

(Unaudited but reviewed)

(Unit: Baht)

	Separate financial statements			
	Balance as at		Changes in deferred tax assets and liabilities for the six-month periods ended	
	30 June	31 December	30 June	
	2023	2022	2023	2022
Deferred tax assets				
Unearned premium reserve	101,815,322	96,773,188	5,042,134	5,624,062
Allowance for loss on impairment of investments in securities	3,851,545	3,851,545	-	-
Allowance for loss on impairment of investments in associates	1,983,621	1,983,621	-	-
Allowance for expected credit loss	43,731,797	41,802,340	1,929,457	2,678,288
Allowance for doubtful accounts	89,377	168,155	(78,778)	(117,270)
Loss reserves	85,732,660	81,344,180	4,388,480	16,016,701
Provision for loss incurred but not reported	6,753,025	8,984,734	(2,231,709)	(6,584,400)
Employee benefit obligations	19,536,129	18,661,815	874,314	(3,889,965)
Fair value loss of trading investments	17,372,401	11,675,038	5,697,363	3,402,510
Others	12,913,476	11,638,864	1,274,612	3,374,977
Total	<u>293,779,353</u>	<u>276,883,480</u>		
Deferred tax liabilities				
Unrealised gain on changes in value of available-for-sale investments	29,083,898	26,426,266	(2,657,632)	8,971,369
Difference of investment cost arising from reclassification	8,802,834	8,802,834	-	(1,358,704)
Others	-	1,740,000	1,740,000	739,114
Total	<u>37,886,732</u>	<u>36,969,100</u>		
Deferred tax assets - net	<u>255,892,621</u>	<u>239,914,380</u>		
Total changes			<u>15,978,241</u>	<u>28,856,682</u>
Changes were recognised in:				
- Statements of income			18,635,874	19,885,313
- Statements of comprehensive income			(2,657,633)	8,971,369
			<u>15,978,241</u>	<u>28,856,682</u>

8.2 Income tax expense

Income tax revenue for the three-month and six-month periods ended 30 June 2023 and 2022 are made up as follows:

(Unit: Baht)

	Financial statements in which the equity method is applied		Separate financial statements	
	For the three-month periods ended 30 June		For the three-month periods ended 30 June	
	2023	2022	2023	2022
Current income tax:				
Current income tax charge for the period	(32,156,699)	(15,360,021)	(32,156,699)	(15,360,021)
Adjustment in respect of income tax of previous period	2,193,174	(636,949)	2,193,174	(636,949)
Deferred tax:				
Relating to origination and reversal of temporary differences	19,634,068	15,655,962	19,988,996	16,545,691
Income tax revenue (expense) reported in statements of income	(10,329,457)	(341,008)	(9,974,529)	548,721

(Unit: Baht)

	Financial statements in which the equity method is applied		Separate financial statements	
	For the six-month periods ended 30 June		For the six-month periods ended 30 June	
	2023	2022	2023	2022
Current income tax:				
Current income tax charge for the period	(33,984,009)	(18,940,156)	(33,984,009)	(18,940,156)
Adjustment in respect of income tax of previous period	2,193,174	(2,643,049)	2,193,174	(2,643,049)
Deferred tax:				
Deferred tax adjustments	-	(11,044,919)	-	-
Relating to origination and reversal of temporary differences	18,531,677	18,958,867	18,635,874	19,885,313
Income tax expense reported in statements of income	(13,259,158)	(13,669,257)	(13,154,961)	(1,697,892)

(Unaudited but reviewed)

Reconciliation between income tax expense (revenue) and the product of accounting profit (loss) multiplied by the applicable tax rate for the three-month and six-month periods ended 30 June 2023 and 2022 are as follows:

(Unit: 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 June		ended 30 June	
	2023	2022	2023	2022
Accounting profit before tax	61,092,399	(3,719,737)	59,317,764	(8,168,389)
Applicable tax rate	20%	20%	20%	20%
Tax expenses at the applicable tax rate	(12,218,481)	743,947	(11,863,553)	1,633,676
Adjustment in respect of income tax of previous period	2,193,174	(636,949)	2,193,174	(636,949)
Net tax effect on tax-exempted revenues and non tax-deductible expenses	(304,150)	(448,006)	(304,150)	(448,006)
Income tax revenue (expense) reported in statement of income	<u>(10,329,457)</u>	<u>(341,008)</u>	<u>(9,974,529)</u>	<u>548,721</u>

(Unit: Baht)

	Financial statements in which the		Separate financial statements	
	equity method is applied			
	For the six-month periods		For the six-month periods	
	ended 30 June		ended 30 June	
	2023	2022	2023	2022
Accounting profit (loss) before tax	70,043,728	(8,933,703)	69,522,743	(13,565,941)
Applicable tax rate	20%	20%	20%	20%
Tax expenses at the applicable tax rate	(14,008,746)	1,786,740	(13,904,549)	2,713,186
Adjustment in respect of income tax of previous period	2,193,174	(2,643,049)	2,193,174	(2,643,049)
Deferred tax adjustments	-	(11,044,919)	-	-
Net tax effect on tax-exempted revenues and non tax-deductible expenses	(1,443,586)	(1,768,029)	(1,443,586)	(1,768,029)
Income tax expense reported in statements of income	<u>(13,259,158)</u>	<u>(13,669,257)</u>	<u>(13,154,961)</u>	<u>(1,697,892)</u>

9. Insurance contract liabilities

(Unit: Baht)

	30 June 2023		
	Insurance contract liabilities	Reinsurance assets	Net
Claim reserves and outstanding claims			
Claim incurred and reported	926,985,232	(142,264,091)	784,721,141
Claim incurred but not reported	52,467,930	(18,702,804)	33,765,126
Premium reserves			
Unearned premium reserves	2,108,853,277	(395,687,225)	1,713,166,052
Total	3,088,306,439	(556,654,120)	2,531,652,319

(Unit: Baht)

	31 December 2022		
	Insurance contract liabilities	Reinsurance assets	Net
Claim reserves and outstanding claims			
Claim incurred and reported	933,335,377	(185,050,079)	748,285,298
Claim incurred but not reported	95,556,545	(50,632,877)	44,923,668
Premium reserves			
Unearned premium reserves	2,029,666,344	(427,779,211)	1,601,887,133
Total	3,058,558,266	(663,462,167)	2,395,096,099

9.1 Claim reserves and outstanding claims

(Unit: Baht)

	For the six-month	
	period ended 30 June 2023	For the year ended 31 December 2022
Beginning balance	1,028,891,922	1,019,959,239
Claim expenses for the periods	1,122,335,699	2,372,136,274
Change in claim reserves and outstanding claims		
from the prior periods	(26,896,030)	(100,333,440)
Change in assumption for calculating claim reserves	(43,088,614)	(119,380,848)
Claim paid during the periods	(1,101,789,815)	(2,143,489,303)
Ending balance	979,453,162	1,028,891,922

9.2 Unearned premium reserves

	(Unit: Baht)	
	For the six-month period ended 30 June 2023	For the year ended 31 December 2022
Beginning balance	2,029,666,344	1,818,326,935
Premium written for the periods	1,922,594,684	3,666,681,691
Premium earned for the current periods	(1,843,407,751)	(3,455,342,282)
Ending balance	<u>2,108,853,277</u>	<u>2,029,666,344</u>

10. Due to reinsurers

	(Unit: Baht)	
	30 June 2023	31 December 2022
Amounts withheld on reinsurance	274,527,386	257,593,579
Amounts due to reinsurers	541,707,431	407,630,395
Total due to reinsurers	<u>816,234,817</u>	<u>665,223,974</u>

11. Share capital

On 20 April 2023, the 2023 Annual General Meeting of shareholders approved an increase of the Company's registered share capital from Baht 360 million to be Baht 370 million (37 million shares of Baht 10 each) by newly issues the ordinary shares in amount of 1 million shares with the par value at Baht 10 per share to support the stock dividend payment, and approved to allocate indivisible share remaining after such allocated the stock dividend to the Navakij Insurance Provident Fund. The Company registered the increase of share capital with the Ministry of Commerce on 2 June 2023.

On 26 April 2022, the 2022 Annual General Meeting of shareholders approved an increase of the Company's registered share capital from Baht 350 million to be Baht 360 million (36 million shares of Baht 10 each) by newly issues the ordinary shares in amount of 1 million shares with the par value at Baht 10 per share to support the stock dividend payment, and approved to allocate indivisible share remaining after such allocated the stock dividend to the Navakij Insurance Provident Fund. The Company registered the increase of share capital with the Ministry of Commerce on 7 June 2022.

12. 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.

Separating segment information for the three-month and six-month periods ended 30 June 2023 and 2022 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 30 June 2023				
	Fire	Marine and transportation	Motor	Miscellaneous	Total
Underwriting income					
Gross premium written	222,338,161	33,817,402	612,857,127	139,937,876	1,008,950,566
Less: Premium ceded to reinsurers	(63,167,258)	(22,051,909)	(3,347,895)	(110,105,315)	(198,672,377)
Net premium written	159,170,903	11,765,493	609,509,232	29,832,561	810,278,189
Add (less): Unearned premium reserves (increase) decrease from prior period	(73,277,521)	(1,168,237)	(17,597,467)	8,869,951	(83,173,274)
Net earned premium	85,893,382	10,597,256	591,911,765	38,702,512	727,104,915
Fee and commission income	22,688,453	5,387,790	990,643	23,960,788	53,027,674
Total underwriting income	108,581,835	15,985,046	592,902,408	62,663,300	780,132,589
Underwriting expenses					
Net claim and loss adjustment expenses	28,151,198	213,664	397,715,668	20,376,741	446,457,271
Commission and brokerage expenses	52,465,338	2,400,870	89,116,632	13,242,955	157,225,795
Other underwriting expenses	16,013,586	1,684,003	39,696,096	8,892,162	66,285,847
Total underwriting expenses before operating expenses	96,630,122	4,298,537	526,528,396	42,511,858	669,968,913
Profit from underwriting before operating expenses	11,951,713	11,686,509	66,374,012	20,151,442	110,163,676
Operating expenses					(96,541,875)
Profit from underwriting					13,621,801
Investments income					49,485,456
Profit on investments					4,128,923
Fair value loss					(3,910,772)
Share of profit from investments in associates					1,774,635
Other income					681,955
Finance costs					(386,101)
Expected credit loss					(4,303,498)
Profit before income tax					61,092,399
Income tax expenses					(10,329,457)
Profit for the period					50,762,942

(Unaudited but reviewed)

(Unit: Baht)

Financial statements in which the equity method is applied					
For the three-month period ended 30 June 2022					
	Fire	Marine and transportation	Motor	Miscellaneous	Total
Underwriting income					
Gross premium written	218,362,185	29,373,436	517,219,481	118,252,981	883,208,083
Less: Premium ceded to reinsurers	(61,501,127)	(18,169,933)	(2,791,069)	(86,331,733)	(168,793,862)
Net premium written	156,861,058	11,203,503	514,428,412	31,921,248	714,414,221
Add (less): Unearned premium reserves (increase) decrease from prior period	(78,888,056)	(1,648,331)	(13,292,271)	11,970,940	(81,857,718)
Net earned premium	77,973,002	9,555,172	501,136,141	43,892,188	632,556,503
Fee and commission income	23,867,687	4,434,232	823,518	20,339,875	49,465,312
Total underwriting income	101,840,689	13,989,404	501,959,659	64,232,063	682,021,815
Underwriting expenses					
Net claim and loss adjustment expenses	19,870,085	2,324,177	315,745,884	72,705,757	410,645,903
Commission and brokerage expenses	51,574,360	2,200,673	81,532,994	13,342,392	148,650,419
Other underwriting expenses	19,116,115	1,040,682	38,160,321	7,529,659	65,846,777
Total underwriting expenses before operating expenses	90,560,560	5,565,532	435,439,199	93,577,808	625,143,099
Profit (loss) from underwriting before operating expenses	11,280,129	8,423,872	66,520,460	(29,345,745)	56,878,716
Operating expenses					(82,159,288)
Loss from underwriting					(25,280,572)
Investments income					37,290,145
Profit on investments					1,646,929
Fair value loss					(15,680,770)
Share of profit from investments in associates					4,448,652
Other income					317,582
Finance costs					(497,382)
Expected credit loss					(5,964,321)
Loss before income tax					(3,719,737)
Income tax expenses					(341,008)
Loss for the period					(4,060,745)

(Unaudited but reviewed)

(Unit: Baht)

Financial statements in which the equity method is applied					
For the six-month period ended 30 June 2023					
	Fire	Marine and transportation	Motor	Miscellaneous	Total
Underwriting income					
Gross premium written	379,505,482	54,425,686	1,255,199,421	233,464,095	1,922,594,684
Less: Premium ceded to reinsurers	(177,225,069)	(33,502,259)	(7,823,775)	(160,632,931)	(379,184,034)
Net premium written	202,280,413	20,923,427	1,247,375,646	72,831,164	1,543,410,650
Add (less): Unearned premium reserves (increase) decrease from prior period	(29,230,660)	407,318	(92,410,537)	9,954,960	(111,278,919)
Net earned premium	173,049,753	21,330,745	1,154,965,109	82,786,124	1,432,131,731
Fee and commission income	38,740,190	8,225,730	2,820,159	40,230,520	90,016,599
Total underwriting income	211,789,943	29,556,475	1,157,785,268	123,016,644	1,522,148,330
Underwriting expenses					
Net claim and loss adjustment expenses	46,435,966	1,874,612	783,266,223	37,310,000	868,886,801
Commission and brokerage expenses	85,468,443	3,838,090	186,962,300	25,879,410	302,148,243
Other underwriting expenses	26,164,844	2,880,892	79,759,261	14,854,326	123,659,323
Total underwriting expenses before operating expenses	158,069,253	8,593,594	1,049,987,784	78,043,736	1,294,694,367
Profit from underwriting before operating expenses	53,720,690	20,962,881	107,797,484	44,972,908	227,453,963
Operating expenses					(190,652,104)
Profit from underwriting					36,801,859
Investments income					63,860,656
Profit on investments					5,951,957
Fair value loss					(28,486,815)
Share of profit from investments in associates					520,985
Other income					1,840,370
Finance costs					(797,999)
Expected credit loss					(9,647,285)
Profit before income tax					70,043,728
Income tax expenses					(13,259,158)
Profit for the period					56,784,570

(Unaudited but reviewed)

(Unit: Baht)

Financial statements in which the equity method is applied					
For the six-month period ended 30 June 2022					
	Fire	Marine and transportation	Motor	Miscellaneous	Total
Underwriting income					
Gross premium written	360,715,351	48,381,078	1,054,711,235	206,642,300	1,670,449,964
Less: Premium ceded to reinsurers	(167,493,815)	(28,647,684)	(8,535,544)	(137,532,901)	(342,209,944)
Net premium written	193,221,536	19,733,394	1,046,175,691	69,109,399	1,328,240,020
Add (less): Unearned premium reserves (increase) decrease from prior period	(39,976,054)	311,240	(59,623,175)	36,596,965	(62,691,024)
Net earned premium	153,245,482	20,044,634	986,552,516	105,706,364	1,265,548,996
Fee and commission income	42,138,072	7,256,099	1,683,687	36,048,879	87,126,737
Total underwriting income	195,383,554	27,300,733	988,236,203	141,755,243	1,352,675,733
Underwriting expenses					
Net claim and loss adjustment expenses	29,624,181	4,674,429	631,204,667	157,121,422	822,624,699
Commission and brokerage expenses	83,082,735	3,692,559	165,100,461	26,248,720	278,124,475
Other underwriting expenses	29,280,568	1,862,822	75,228,128	18,243,608	124,615,126
Total underwriting expenses before operating expenses	141,987,484	10,229,810	871,533,256	201,613,750	1,225,364,300
Profit (loss) from underwriting before operating expenses	53,396,070	17,070,923	116,702,947	(59,858,507)	127,311,433
Operating expenses					(167,582,642)
Loss from underwriting					(40,271,209)
Investments income					46,801,729
Profit on investments					8,322,876
Fair value loss					(17,012,549)
Share of profit from investments in associates					4,632,238
Other income					2,969,911
Finance costs					(985,259)
Expected credit loss					(13,391,440)
Loss before income tax					(8,933,703)
Income tax expenses					(13,669,257)
Loss for the period					(22,602,960)

(Unaudited but reviewed)

Segment assets and liabilities of the Company's operating segments as at 30 June 2023 and 31 December 2022 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 30 June 2023	<u>459,490,231</u>	<u>39,309,636</u>	<u>256,149,103</u>	<u>365,740,004</u>	<u>1,120,688,974</u>	<u>5,366,096,938</u>	<u>6,486,785,912</u>
As at 31 December 2022	<u>482,714,337</u>	<u>36,834,372</u>	<u>285,098,400</u>	<u>416,624,779</u>	<u>1,221,271,888</u>	<u>5,059,363,054</u>	<u>6,280,634,942</u>
Liabilities							
As at 30 June 2023	<u>673,238,108</u>	<u>42,614,852</u>	<u>2,012,729,730</u>	<u>359,723,750</u>	<u>3,088,306,440</u>	<u>1,183,376,879</u>	<u>4,271,683,319</u>
As at 31 December 2022	<u>693,616,685</u>	<u>41,324,782</u>	<u>1,859,924,123</u>	<u>463,692,676</u>	<u>3,058,558,266</u>	<u>1,037,045,739</u>	<u>4,095,604,005</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 and six-month periods ended 30 June 2023 and 2022, the Company had gross premium written from major customers as follows:

(Unit: Baht)

	Financial statements in which the equity method is applied		Financial statements in which the equity method is applied	
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2023	2022	2023	2022
Gross premium written	92,463,793	94,941,534	180,797,619	176,210,823

13. Basic earnings per share

Basic earnings 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 20 April 2023, the 2023 Annual General Meeting of shareholders approved to pay a cash dividend of Baht 1.0 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		For the three-month periods ended	
	30 June		30 June	
	2023	2022 (Restated)	2023	2022 (Restated)
Number of ordinary shares issued during the period (shares)	37,000,000	36,000,000	37,000,000	36,000,000
Number of stock dividend additional issue (shares) in 2023	-	1,000,000	-	1,000,000
Total (shares)	37,000,000	37,000,000	37,000,000	37,000,000
Profit (loss) for the period (Baht)	50,762,942	(4,060,745)	49,343,235	(7,619,668)
Earnings (loss) per share (Baht per share)	1.37	(0.11)	1.33	(0.21)
	Financial statements in which the equity method is applied		Separate financial statements	
	For the six-month periods ended		For the six-month periods ended	
	30 June		30 June	
	2023	2022 (Restated)	2023	2022 (Restated)
Number of ordinary shares issued during the period (shares)	37,000,000	36,000,000	37,000,000	36,000,000
Number of stock dividend additional issue (shares) in 2023	-	1,000,000	-	1,000,000
Total (shares)	37,000,000	37,000,000	37,000,000	37,000,000
Profit (loss) for the period (Baht)	56,784,570	(22,602,960)	56,367,782	(15,263,833)
Earnings (loss) per share (Baht per share)	1.53	(0.61)	1.52	(0.41)

14. Dividends payment

Dividends declared during the six-month periods ended 30 June 2022 and 2021 consisted of the following:

	Approved by	Total dividends	Dividends per share
		(Million Baht)	(Baht)
Annual dividends for 2022 (Cash dividends with the par value at 1 Baht per share and stock dividend at the rate of Baht 0.28 per share)	2023 Annual General Meeting No.91 on 20 April 2023	46.0	1.28
Annual dividends for 2021 (Cash dividends with the par value at 1.50 Baht per share and stock dividend at the rate of Baht 0.29 per share)	2022 Annual General Meeting No.90 on 26 April 2022	62.5	1.79

15. Contingent liabilities and commitments**15.1 Leases and service agreements commitments**

As at 30 June 2023 and 31 December 2022, future minimum payments required under short-term leases, leases of low-value assets and service agreements were as follows.

	(Unit: Baht)	
	30 June 2023	31 December 2022
Payable within:		
Within 1 year	212,894	212,894
Over 1 to 3 years	-	106,448

15.2 Capital commitments

As at 30 June 2023, the Company had capital commitments of approximately Baht 2.3 million relating to building improvement, furniture, fixtures and equipment and amounting to Baht 10.1 million relating to computer software (31 December 2022: Baht 2.6 million and Baht 10.1 million, respectively).

15.3 Letter of Guarantees

As at 30 June 2023, there were bank guarantees amounting to Baht 2.2 million, and a certificate issued in the Company's name amounting to Baht 7.2 million, as required in the normal course of the Company's business (31 December 2022: Baht 2.1 million and Baht 7.1 million, respectively).

15.4 Litigation

As at 30 June 2023, the Company has been sued for damages totaling approximately Baht 80.4 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 39.8 million, and the Company has set aside reserves for contingent losses amounting to Baht 39.8 million in the financial statements (31 December 2022: Baht 69.1 million, Baht 38.9 million and Baht 38.9 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 summarized 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.	7.18% of shares held in the Company
Thanasarn Sombat (Thai) Company Limited	5.17% 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
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
Varopakorn Plc.	Common directors
Serm Suk Plc.	Common directors
Chaitip Co., Ltd.	Common directors
Alinkij Siam Co., Ltd.	Common directors
Siam Calsonic Co., Ltd. ⁽¹⁾	Common directors
Siam Riken Industrial Co., Ltd. ⁽¹⁾	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

(1) Since January 2022, it is not a related party.

Name of related parties	Nature of relationship
Bangkok Motor Works Co., Ltd.	Common directors
Thong Thaworn Pattana Co., Ltd.	Common directors
Siam Auto Parts Co., Ltd.	Common directors
Thaworn Estate Co., Ltd.	Common directors
Siam Country Club Co., Ltd.	Common directors
S T M S Co., Ltd.	Common directors
Poonpipat Co., Ltd.	Common directors
Aqua flow Co., Ltd.	Common directors
Starflex Plc.	Common directors
Jitpipat 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

16.2 Significant related party transactions

During the three-month and six-month periods ended 30 June 2023 and 2022, 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 ended 30 June		For the six-month periods ended 30 June		Pricing policy
	2023	2022	2023	2022	
Transactions with associated companies					
Reinsurance premium written	98,462	816,887	527,464	1,310,294	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Commission paid to reinsurance	28,383	172,176	135,907	265,297	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Transactions with related companies					
Direct premium written	19,133,248	8,143,292	30,478,525	20,576,767	Rates as specified in insurance contracts
Reinsurance premium written	2,776,240	3,998,729	2,776,240	6,726,071	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Premium ceded	10,832,646	11,002,689	16,081,632	15,682,828	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Claim expenses	2,514,587	2,055,618	5,225,805	4,763,959	Actual incurred

(Unaudited but reviewed)

(Unit: Baht)

	For the three-month periods ended 30 June		For the six-month periods ended 30 June		Pricing policy
	2023	2022	2023	2022	
Commission paid to reinsurance	1,039,780	1,519,786	1,039,780	2,434,058	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Commission received	6,545,746	6,711,475	7,453,125	7,548,264	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Dividend income	19,938,560	20,715,840	20,538,560	21,315,840	As declared
Dividend paid	12,416,438	11,325,735	12,416,438	11,325,735	As declared
Rental and service fee for branch office expenses	61,073	59,864	121,140	119,100	Contract price
Rental income	43,243	43,243	86,486	86,486	Contract price

16.3 Outstanding balances

The balances of the accounts between the Company and those related companies as at 30 June 2023 and 31 December 2022 are as follows:

	(Unit: Baht)	
	30 June 2023	31 December 2022
Reinsurance receivables - Amounts due from reinsurers		
The Falcon Insurance Plc.	20,314,017	14,604,716
TKI General Insurance Co., Ltd.	753,351	2,260,630
Total	<u>21,067,368</u>	<u>16,865,346</u>
Investments in securities - Equity securities		
Thai Metal Drum Manufacturing Plc.	290,620,200	301,213,200
BTS Group Holdings Plc.	29,600,000	33,819,000
Thaire Life Assurance Plc.	25,399,617	31,286,718
The Falcon Insurance Plc.	126,000,000	57,576,000
Sathorn Thani Co., Ltd.	21,740,000	23,755,000
Rangsit Plaza Co., Ltd.	19,480,000	18,592,000
Starflex Plc.	3,998,400	3,814,800
Total	<u>516,838,217</u>	<u>470,056,718</u>
Due to reinsurers - Amounts due to reinsurance		
The Falcon Insurance Plc.	19,800,088	21,037,185
TKI General Insurance Co., Ltd.	360,076	596,743
Total	<u>20,160,164</u>	<u>21,633,928</u>

16.4 Directors and management's benefits

During the three-month and six-month periods ended 30 June 2023 and 2022, the Company had employment benefits expenses payable to their directors and management as below.

(Unit: Baht)

	For the three-month periods		For the six-month periods	
	ended 30 June		ended 30 June	
	2023	2022	2023	2022
Short-term benefits	12,071,209	12,585,574	26,714,233	27,897,327
Post-employment benefits	223,404	179,643	446,811	359,284
Total	12,294,613	12,765,217	27,161,044	28,256,611

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 30 June 2023 and 31 December 2022, the Company had the financial assets that measured at fair value using different levels of inputs as follows:

(Unit: Baht)

	30 June 2023			
	Fair value			
	Level 1	Level 2	Level 3	Total
Trading investments measured at FVPL				
Equity instruments	416,031,705	-	-	416,031,705
Unit trusts	90,371,520	-	-	90,371,520
Available-for-sale investments measured at FVOCI				
Government and state enterprise securities	3,350,000	1,014,088,995	-	1,017,438,995
Private debt securities	-	793,044,728	-	793,044,728
Equity instruments	300,544,087	-	393,923,982	694,468,069
Unit trusts	136,672,672	42,732,952	-	179,405,624

(Unit: Baht)

	31 December 2022			
	Fair value			

(Unaudited but reviewed)

	Level 1	Level 2	Level 3	Total
Trading investments measured at FVPL				
Equity instruments	442,008,200	-	-	442,008,200
Unit trusts	92,881,840	-	-	92,881,840
Available-for-sale investments measured at FVOCI				
Government and state enterprise securities	-	753,275,350	-	753,275,350
Private debt securities	-	766,911,294	-	766,911,294
Equity instruments	317,735,563	-	319,191,828	636,927,391
Unit trusts	151,746,371	46,291,089	-	198,037,460

During the current period, there were no changes in the methods used to estimate the fair value of financial instruments and there were no transfers within 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 2023	319,191,828
Net profit recognised in other comprehensive income	<u>74,732,154</u>
Balance as of 30 June 2023	<u><u>393,923,982</u></u>

18. Event after reporting period

On 11 July 2023, the Company disposed its ordinary shares of The Falcon Insurance Public Company Limited which is a related company in amounting to Baht 126 million, totally of 1,200,000 shares at the price of 105 Baht per share, to VFIN Corporation Limited.

19. Approval of interim financial information

These interim financial information were authorised for issue by the Company's Board of Directors on 7 August 2023.