

The Navakij Insurance Public Company Limited
Review report and interim financial information
30 September 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 30 September 2022, the related statements of income and comprehensive income, in which the equity method is applied, for the three-month and nine-month periods then ended, the related statements of changes in equity and cash flows, in which the equity method is applied, for the nine-month period then ended, as well as the condensed notes to the interim financial statements. I have also reviewed the separate financial information of The Navakij Insurance Public Company Limited for the same period (collectively called "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34: Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with Thai Standard on Review Engagements 2410: Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34: Interim Financial Reporting.

Narissara Chaisuwan

Certified Public Accountant (Thailand) No. 4812

EY Office Limited

Bangkok: 10 November 2022

The Navakij Insurance Public Company Limited

Statements of financial position

As at 30 September 2022

(Unit: Baht)

	Note	Financial statements in which the equity method is applied		Separate financial statements	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Cash and cash equivalents	3	462,489,130	301,851,326	462,489,130	301,851,326
Premium receivables	4	337,478,527	511,712,858	337,478,527	511,712,858
Accrued investment income		6,259,471	7,716,990	6,259,471	7,716,990
Reinsurance assets	5	652,521,327	722,571,121	652,521,327	722,571,121
Reinsurance receivables	6	498,427,365	504,266,249	498,427,365	504,266,249
Investment assets					
Investments in securities	7.1	3,352,057,737	3,406,995,306	3,352,057,737	3,406,995,306
Loans and interest receivables		631,198	386,007	631,198	386,007
Investments in associates	8.1	23,956,015	23,869,382	33,337,976	33,337,976
Property, building and equipment		194,360,586	204,852,781	194,360,586	204,852,781
Right-of-use assets		32,737,055	38,484,111	32,737,055	38,484,111
Intangible assets		15,656,506	18,665,853	15,656,506	18,665,853
Deferred tax assets	9.1	242,196,282	215,646,375	240,319,890	202,707,738
Other assets					
Claims receivable from litigants	10	103,341,332	102,169,497	103,341,332	102,169,497
Deposits on rice field insurance scheme		227,047,859	103,104,181	227,047,859	103,104,181
Others		114,997,051	116,618,748	114,997,051	116,618,748
Total assets		6,264,157,441	6,278,910,785	6,271,663,010	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 30 September 2022

(Unit: Baht)

	Note	Financial statements in which the equity method is applied		Separate financial statements	
		30 September 2022 (Unaudited but reviewed)	31 December 2021 (Audited)	30 September 2022 (Unaudited but reviewed)	31 December 2021 (Audited)
Liabilities and equity					
Liabilities					
Insurance contract liabilities	11	2,915,615,447	2,838,286,174	2,915,615,447	2,838,286,174
Due to reinsurers	12	843,395,769	839,315,814	843,395,769	839,315,814
Income tax payable		7,388,862	7,479,782	7,388,862	7,479,782
Lease liabilities		39,798,529	41,597,346	39,798,529	41,597,346
Employee benefit obligations		75,540,518	67,415,580	75,540,518	67,415,580
Other liabilities					
Fee and commission payables		80,581,875	94,734,854	80,581,875	94,734,854
Accrued expenses		82,414,605	84,587,930	82,414,605	84,587,930
Others		85,966,604	57,208,475	85,966,604	57,208,475
Total liabilities		4,130,702,209	4,030,625,955	4,130,702,209	4,030,625,955
Equity					
Share capital	13				
Registered, Issued and paid up					
36,000,000 ordinary shares of Baht 10 each					
(31 December 2021: 35,000,000 ordinary shares					
of Baht 10 each)		360,000,000	350,000,000	360,000,000	350,000,000
Share premium		647,285,572	647,275,073	647,285,572	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		1,048,057,985	1,112,150,293	998,147,967	1,056,303,731
Other components of equity		23,111,675	83,859,464	80,527,262	136,235,983
Total equity		2,133,455,232	2,248,284,830	2,140,960,801	2,244,814,787
Total liabilities and equity		6,264,157,441	6,278,910,785	6,271,663,010	6,275,440,742

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 September 2022**

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		2022	2021	2022	2021
Income					
Gross premium written		998,479,041	912,893,137	998,479,041	912,893,137
Less: Premiums ceded to reinsurers		(315,083,676)	(298,129,724)	(315,083,676)	(298,129,724)
Net premium written		683,395,365	614,763,413	683,395,365	614,763,413
Add (less): Unearned premium reserves (increase) decrease					
from prior period		(9,551,853)	33,121,203	(9,551,853)	33,121,203
Net earned premium		673,843,512	647,884,616	673,843,512	647,884,616
Fee and commission income		60,749,453	55,159,847	60,749,453	55,159,847
Investments income		13,606,808	8,771,174	13,606,808	8,771,174
Profit (loss) on investments		(1,623,184)	2,597,791	(1,623,184)	2,597,791
Fair value loss		(127,932)	(2,088,857)	(127,932)	(2,088,857)
Share of profit from investments in associate	8.2	1,753,231	489,511	-	-
Other income (reversal)		(1,969,756)	102,316	(1,969,756)	102,316
Total income		746,232,132	712,916,398	744,478,901	712,426,887
Expenses					
Gross claim and loss adjustment expenses		533,305,312	750,887,806	533,305,312	750,887,806
Less: Claim recovery from reinsurers		(103,355,069)	(261,922,630)	(103,355,069)	(261,922,630)
Commission and brokerage expenses		135,586,798	122,112,622	135,586,798	122,112,622
Other underwriting expenses		71,022,243	62,705,536	71,022,243	62,705,536
Operating expenses		86,963,689	81,938,331	86,963,689	81,938,331
Financial costs		475,121	546,815	475,121	546,815
Expected credit loss (reversal)		(1,798,998)	71,569	(1,798,998)	71,569
Other expenses		2,687,186	-	2,687,186	-
Total expenses		724,886,282	756,340,049	724,886,282	756,340,049
Profit (loss) before income tax expenses		21,345,850	(43,423,651)	19,592,619	(43,913,162)
Income tax revenue (expense)	9.2	(335,698)	14,761,039	14,950	14,858,942
Profit (loss) for the period		21,010,152	(28,662,612)	19,607,569	(29,054,220)
Earnings (loss) per share	15				
Basic earnings (loss) per share		0.58	(0.80)	0.54	(0.81)

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 September 2022

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		2022	2021	2022	2021
Profit (loss) for the period		<u>21,010,152</u>	<u>(28,662,612)</u>	<u>19,607,569</u>	<u>(29,054,220)</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 (loss)	8.2	(543,767)	243,310	-	-
Gain (loss) on changes in value of available-for-sale investments which are measured at fair value through other comprehensive income		(24,779,059)	163,408	(24,779,059)	163,408
Income tax effect		<u>5,064,566</u>	<u>(81,343)</u>	<u>4,955,811</u>	<u>(32,681)</u>
Other comprehensive income to be reclassified to profit and loss in subsequent periods - net of tax		<u>(20,258,260)</u>	<u>325,375</u>	<u>(19,823,248)</u>	<u>130,727</u>
Total comprehensive income (loss) for the period		<u><u>751,892</u></u>	<u><u>(28,337,237)</u></u>	<u><u>(215,679)</u></u>	<u><u>(28,923,493)</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 nine-month period ended 30 September 2022**

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		2022	2021	2022	2021
Income					
Gross premium written		2,668,929,005	2,463,215,346	2,668,929,005	2,463,215,346
Less: Premiums ceded to reinsurers		(657,293,620)	(606,638,707)	(657,293,620)	(606,638,707)
Net premium written		2,011,635,385	1,856,576,639	2,011,635,385	1,856,576,639
Add (less): Unearned premium reserves (increase) decrease					
from prior period		(72,242,877)	29,916,765	(72,242,877)	29,916,765
Net earned premium		1,939,392,508	1,886,493,404	1,939,392,508	1,886,493,404
Fee and commission income		147,876,190	135,007,444	147,876,190	135,007,444
Investments income		60,408,537	65,581,452	60,408,537	65,581,452
Profit on investments		6,699,692	6,171,651	6,699,692	6,171,651
Fair value loss		(17,140,481)	(3,080,062)	(17,140,481)	(3,080,062)
Share of profit (loss) from investments in associate	8.2	6,385,469	(733,026)	-	-
Other income		1,887,166	1,691,548	1,887,166	1,691,548
Total income		2,145,509,081	2,091,132,411	2,139,123,612	2,091,865,437
Expenses					
Gross claim and loss adjustment expenses		1,426,372,392	1,546,047,366	1,426,372,392	1,546,047,366
Less: Claim recovery from reinsurers		(173,797,450)	(338,909,620)	(173,797,450)	(338,909,620)
Commission and brokerage expenses		413,711,273	384,627,427	413,711,273	384,627,427
Other underwriting expenses		195,637,369	167,111,720	195,637,369	167,111,720
Operating expenses		254,546,331	253,605,251	254,546,331	253,605,251
Financial costs		1,460,380	1,784,733	1,460,380	1,784,733
Expected credit losses		11,592,442	4,813,345	11,592,442	4,813,345
Other expenses		3,574,197	-	3,574,197	-
Total expenses		2,133,096,934	2,019,080,222	2,133,096,934	2,019,080,222
Profit before income tax expenses		12,412,147	72,052,189	6,026,678	72,785,215
Income tax expenses	9.2	(14,004,955)	(8,369,056)	(1,682,942)	(8,515,661)
Profit (loss) for the period		(1,592,808)	63,683,133	4,343,736	64,269,554
Earnings (loss) per share	15				
Basic earnings (loss) per share		(0.04)	1.77	0.12	1.79

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 nine-month period ended 30 September 2022

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		2022	2021	2022	2021
Profit (loss) for the period		<u>(1,592,808)</u>	<u>63,683,133</u>	<u>4,343,736</u>	<u>64,269,554</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 (loss)	8.2	(6,298,836)	974,250	-	-
Gain (loss) on changes in value of available-for-sale investments which are measured at fair value through other comprehensive income		(69,635,901)	87,029,520	(69,635,901)	87,029,520
Income tax effect		<u>15,186,948</u>	<u>(17,600,754)</u>	<u>13,927,180</u>	<u>(17,405,904)</u>
Other comprehensive income to be reclassified to profit and loss in subsequent periods - net of tax		<u>(60,747,789)</u>	<u>70,403,016</u>	<u>(55,708,721)</u>	<u>69,623,616</u>
Total comprehensive income (loss) for the period		<u><u>(62,340,597)</u></u>	<u><u>134,086,149</u></u>	<u><u>(51,364,985)</u></u>	<u><u>133,893,170</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 nine-month period ended 30 September 2022**

(Unit: Baht)

	Financial statements			
	in which the equity method is applied		Separate financial statements	
	2022	2021	2022	2021
Cash flows from operating activities				
Direct premium written	2,814,978,797	2,549,781,065	2,814,978,797	2,549,781,065
Cash paid for reinsurance	(215,478,616)	(254,112,734)	(215,478,616)	(254,112,734)
Interest income	20,916,992	13,721,992	20,916,992	13,721,992
Dividend income	45,986,509	49,768,243	45,986,509	49,768,243
Other income	3,472,216	4,771,433	3,472,216	4,771,433
Loss incurred and loss adjustment expenses on direct insurance	(1,579,720,621)	(1,321,834,386)	(1,579,720,621)	(1,321,834,386)
Commission and brokerage on direct insurance	(419,492,001)	(396,013,067)	(419,492,001)	(396,013,067)
Other underwriting expenses	(178,602,379)	(170,168,044)	(178,602,379)	(170,168,044)
Operating expenses	(222,299,424)	(200,444,960)	(222,299,424)	(200,444,960)
Income tax expenses	(15,636,874)	(44,092,245)	(15,636,874)	(44,092,245)
Cash received - financial assets	2,453,003,662	1,708,976,675	2,453,003,662	1,708,976,675
Cash paid - financial assets	(2,480,010,216)	(1,845,888,546)	(2,480,010,216)	(1,845,888,546)
Net cash provided by operating activities	227,118,045	94,465,426	227,118,045	94,465,426
Cash flows from investing activities				
Purchases of property, building and equipment	(3,484,493)	(5,433,156)	(3,484,493)	(5,433,156)
Purchases of intangible assets	(176,498)	(3,759,621)	(176,498)	(3,759,621)
Disposals of property, building and equipment	937,478	400,558	937,478	400,558
Net cash used in investing activities	(2,723,513)	(8,792,219)	(2,723,513)	(8,792,219)
Cash flows from financing activities				
Cash received from share capital issuance	10,500	-	10,500	-
Repayment of lease liabilities	(11,358,368)	(11,014,176)	(11,358,368)	(11,014,176)
Dividend paid	(52,499,500)	(52,500,000)	(52,499,500)	(52,500,000)
Net cash used in financing activities	(63,847,368)	(63,514,176)	(63,847,368)	(63,514,176)
Net increase in cash and cash equivalents	160,547,164	22,159,031	160,547,164	22,159,031
Cash and cash equivalents at beginning of period	301,851,326	263,536,309	301,851,326	263,536,309
Add (less): Decrease (increase) in allowance for expected credit loss	90,640	(11,649)	90,640	(11,649)
Cash and cash equivalents at end of period	462,489,130	285,683,691	462,489,130	285,683,691

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 nine-month period ended 30 September 2022

(Unit: Baht)

Financial statements in which the equity method is applied										
	Note	Issued and paid-up		Retained earnings			Other components of equity			Total
		share capital	Share premium	Appropriated		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	
				Statutory reserve	General reserve					
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
Dividend paid	16	-	-	-	-	(52,500,000)	-	-	-	(52,500,000)
Profit for the period		-	-	-	-	63,683,133	-	-	-	63,683,133
Other comprehensive income for the period		-	-	-	-	-	779,400	69,623,616	70,403,016	70,403,016
Balance as at 30 September 2021		<u>350,000,000</u>	<u>647,275,073</u>	<u>35,000,000</u>	<u>20,000,000</u>	<u>1,064,214,138</u>	<u>(5,556,678)</u>	<u>65,210,133</u>	<u>59,653,455</u>	<u>2,176,142,666</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
Increase in share capital	13	10,000,000	10,499	-	-	-	-	-	-	10,010,499
Dividend paid	13, 16	-	-	-	-	(62,499,500)	-	-	-	(62,499,500)
Loss for the period		-	-	-	-	(1,592,808)	-	-	-	(1,592,808)
Other comprehensive loss for the period		-	-	-	-	-	(5,039,068)	(55,708,721)	(60,747,789)	(60,747,789)
Balance as at 30 September 2022		<u>360,000,000</u>	<u>647,285,572</u>	<u>35,000,000</u>	<u>20,000,000</u>	<u>1,048,057,985</u>	<u>(13,235,911)</u>	<u>36,347,586</u>	<u>23,111,675</u>	<u>2,133,455,232</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 nine-month period ended 30 September 2022

(Unit: Baht)

	Note	Separate financial statements					Other components of equity -	
		Issued and paid-up share capital	Share premium	Retained earnings			surplus (deficit) on changes in value of investments	
				Appropriated		Unappropriated	in securities	Total
				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
Dividend paid	16	-	-	-	-	(52,500,000)	-	(52,500,000)
Profit for the period		-	-	-	-	64,269,554	-	64,269,554
Other comprehensive income for the period		-	-	-	-	-	69,623,616	69,623,616
Balance as at 30 September 2021		<u>350,000,000</u>	<u>647,275,073</u>	<u>35,000,000</u>	<u>20,000,000</u>	<u>1,010,061,621</u>	<u>109,389,809</u>	<u>2,171,726,503</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
Increase in share capital	13	10,000,000	10,499	-	-	-	-	10,010,499
Dividend paid	13, 16	-	-	-	-	(62,499,500)	-	(62,499,500)
Profit for the period		-	-	-	-	4,343,736	-	4,343,736
Other comprehensive loss for the period		-	-	-	-	-	(55,708,721)	(55,708,721)
Balance as at 30 September 2022		<u>360,000,000</u>	<u>647,285,572</u>	<u>35,000,000</u>	<u>20,000,000</u>	<u>998,147,967</u>	<u>80,527,262</u>	<u>2,140,960,801</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 nine-month periods ended 30 September 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)

	<u>30 September 2022</u>	<u>31 December 2021</u>
Cash on hand	257,000	257,000
Deposits at banks with no fixed maturity date	402,289,610	301,742,446
Deposits at banks and certificate of deposit with fixed maturity date	60,000,000	-
Total cash and cash equivalents	462,546,610	301,999,446
Less: Allowance for expected credit loss	(57,480)	(148,120)
Total cash and cash equivalents, net	<u>462,489,130</u>	<u>301,851,326</u>

4. Premium receivables

As at 30 September 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)	
	30 September 2022	31 December 2021
Not yet due	249,409,298	434,957,500
Not over 30 days	47,412,259	48,500,570
Over 31 days to 60 days	16,539,421	14,645,048
Over 61 days to 90 days	4,105,073	6,453,625
Over 91 days to 1 year	20,220,581	9,044,433
Over 1 year	589,350	82,189
Total premium receivables	338,275,982	513,683,365
Less: Allowance for doubtful accounts	(797,455)	(1,970,507)
Total premium receivables, net	<u>337,478,527</u>	<u>511,712,858</u>

5. Reinsurance assets

	(Unit: Baht)	
	30 September 2022	31 December 2021
Insurance reserve refundable from reinsurers		
Claims reserve	234,572,037	335,932,257
Unearned premium reserve	417,949,290	386,638,864
Reinsurance assets	<u>652,521,327</u>	<u>722,571,121</u>

6. Reinsurance receivables

	(Unit: Baht)	
	30 September 2022	31 December 2021
Amounts deposit on reinsurance	174,758	171,999
Amounts due from reinsurers	498,252,607	504,094,250
Total	<u>498,427,365</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			
	30 September 2022		31 December 2021	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Trading investments which measured at FVPL				
Equity instruments	436,997,808	438,933,887	441,235,308	456,546,387
Unit trusts	156,267,421	87,233,620	156,267,420	90,999,100
Total	593,265,229	526,167,507	597,502,728	547,545,487
Less: Unrealised loss	(67,097,722)		(49,957,241)	
Total trading investments	526,167,507		547,545,487	
Available-for-sale investments which measured at FVOCI				
Government and state enterprise securities	917,640,382	916,598,763	735,110,189	735,237,025
Private debt securities	737,702,238	726,474,081	681,307,532	680,378,435
Equity instruments	325,709,179	271,850,169	278,078,313	246,060,084
Non-listed equity instruments	104,905,795	265,193,161	104,905,795	285,928,438
Foreign equity instruments	37,200,000	50,209,918	37,200,000	41,721,824
Unit trusts	277,144,504	195,598,451	263,390,308	209,586,282
Total	2,400,302,098	2,425,924,543	2,099,992,137	2,198,912,088
Add: Unrealised gain	45,434,482		115,070,383	
Less: Allowance for expected credit loss	(554,313)		(797,209)	
Less: Allowance for impairment	(19,257,724)		(15,353,223)	
Total available-for-sale investments	2,425,924,543		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	370,001,000		630,696,993	
Total	400,001,000		660,696,993	
Less: Allowance for expected credit loss	(35,313)		(159,262)	
Total held-to-maturity investments	399,965,687		660,537,731	
Total investments in securities	3,352,057,737		3,406,995,306	

(Unaudited but reviewed)

(Unit: Baht)

	Separate financial statements			
	30 September 2022		31 December 2021	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Trading investments which measured at FVPL				
Equity instruments	436,997,808	438,933,887	441,235,308	456,546,387
Unit trusts	156,267,421	87,233,620	156,267,420	90,999,100
Total	593,265,229	526,167,507	597,502,728	547,545,487
Less: Unrealised loss	(67,097,722)		(49,957,241)	
Total trading investments	526,167,507		547,545,487	
Available-for-sale investments measured at FVOCI				
Government and state enterprise securities	917,640,382	916,598,763	735,110,189	735,237,025
Private debt securities	737,702,238	726,474,081	681,307,532	680,378,435
Equity instruments	325,709,179	271,850,169	278,078,313	246,060,084
Non-listed equity instruments	49,681,200	265,193,161	49,681,200	285,928,438
Foreign equity instruments	37,200,000	50,209,918	37,200,000	41,721,824
Unit trusts	277,144,504	195,598,451	263,390,308	209,586,282
Total	2,345,077,503	2,425,924,543	2,044,767,542	2,198,912,088
Add: Unrealised gain	100,659,078		170,294,978	
Less: Allowance for expected credit loss	(554,313)		(797,209)	
Less: Allowance for impairment	(19,257,724)		(15,353,223)	
Total available-for-sale investments	2,425,924,543		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	370,001,000		630,696,993	
Total	400,001,000		660,696,993	
Less: Allowance for expected credit loss	(35,313)		(159,262)	
Total held-to-maturity investments	399,965,687		660,537,731	
Total investments in securities	3,352,057,737		3,406,995,306	

7.2 Classified by stage of credit risk

(Unit: Baht)

	30 September 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	916,598,763	-	735,237,025	-
Private debt securities	726,474,081	(554,313)	680,378,435	(797,209)
	<u>1,643,072,844</u>	<u>(554,313)</u>	<u>1,415,615,460</u>	<u>(797,209)</u>

(Unit: Baht)

	30 September 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	(2,300)	29,997,700	30,000,000	(7,047)	29,992,953
Deposits and certificate of deposits at financial institutions which matured over 3 months	370,001,000	(33,013)	369,967,987	630,696,993	(152,215)	630,544,778
	<u>400,001,000</u>	<u>(35,313)</u>	<u>399,965,687</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 30 September 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)

	30 September 2022		31 December 2021	
	Cost	Fair value	Cost	Fair value
Assets pledged				
Government bonds	15,000,000	15,249,461	15,000,000	15,665,911
Assets reserve as non-life insurance reserve				
Government and state enterprise securities	315,000,000	314,302,393	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				
					Book value		Separate financial statements		
							Cost/Book value		
					30 September 2022	31 December 2021	30 September 2022	31 December 2021	30 September 2022
			(%)	(%)					
TKI General Insurance Company Limited	Non-life insurance	Laos	32.50	32.50	12,488,362	11,978,789	21,628,040	21,628,040	
TKI Life Insurance Company Limited	Life insurance	Laos	32.50	32.50	11,467,653	11,890,593	21,628,039	21,628,039	
Total					23,956,015	23,869,382	43,256,079	43,256,079	
Less: Allowance for impairment					-	-	(9,918,103)	(9,918,103)	
Investments in associates - net					23,956,015	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 other comprehensive income		Dividend received	
	2022	2021	2022	2021	2022	2021
TKI General Insurance Company Limited	794,546	303,960	(241,713)	116,595	-	-
TKI Life Insurance Company Limited	958,684	185,551	(302,053)	126,715	-	-
	<u>1,753,230</u>	<u>489,511</u>	<u>(543,766)</u>	<u>243,310</u>	<u>-</u>	<u>-</u>

(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	3,868,655	(126,332)	(3,359,082)	353,528	-	-
TKI Life Insurance Company Limited	2,516,814	(606,694)	(2,939,754)	620,722	-	-
	<u>6,385,469</u>	<u>(733,026)</u>	<u>(6,298,836)</u>	<u>974,250</u>	<u>-</u>	<u>-</u>

8.3 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	31	30	31	for the nine-month periods		for the nine-month periods		for the nine-month periods	
	September	December	September	December	ended 30 September		ended 30 September		ended 30 September	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
TKI General Insurance Company Limited	56,925,634	55,072,367	(18,499,905)	(18,214,556)	21,763,779	9,669,927	11,903,553	(388,713)	(10,335,635)	1,087,780
TKI Life Insurance Company Limited	42,521,583	42,066,727	(7,236,496)	(5,480,286)	15,648,583	6,432,576	7,744,041	(1,866,750)	(9,045,395)	1,909,911

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

9. Deferred tax assets and income tax expenses

9.1 Deferred tax assets

The components of deferred tax assets and liabilities as at 30 September 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 for the nine-month periods ended	
	30 September	31 December	30 September	
	2022	2021	2022	2021
Deferred tax assets				
Unearned premium reserve	84,177,047	82,133,171	2,043,876	(2,575,381)
Allowance for loss on impairment of investments in securities	3,851,545	3,070,645	780,900	-
Allowance for expected credit loss	42,993,151	40,674,663	2,318,488	962,669
Allowance for doubtful accounts	-	117,270	(117,270)	(377,411)
Loss reserves	75,814,106	57,557,629	18,256,477	8,423,256
Provision for loss incurred but not reported	8,069,703	14,665,386	(6,595,683)	7,428,866
Employee benefit obligations	21,450,944	22,684,966	(1,234,022)	2,621,565
Share of loss from investments in associates	3,860,013	3,877,339	(17,326)	(48,244)
Unrealised loss on changes in value of available-for-sale investments	-	-	-	(1,103,372)
Fair value loss of trading investments	13,419,544	9,991,448	3,428,096	616,013
Others	17,494,878	12,071,179	5,423,699	2,993,230
Total	271,130,931	246,843,696		
Deferred tax liabilities				
Unrealised gain on changes in value of available-for-sale investments	9,086,896	23,014,077	13,927,181	(16,302,533)
Difference of investment cost arising from reclassification	8,802,834	7,444,130	(1,358,704)	(621,637)
Others	11,044,919	739,114	(10,305,805)	425,767
Total	28,934,649	31,197,321		
Deferred tax assets - net	242,196,282	215,646,375		
Total changes			26,549,907	2,442,788
Changes were recognised in:				
- Statements of income			11,362,959	20,043,542
- Statements of comprehensive income			15,186,948	(17,600,754)
			26,549,907	2,442,788

(Unit: Baht)

	Separate financial statements			
	Balance as at		Changes in deferred tax assets and liabilities for the nine-month periods ended	
	30 September	31 December	30 September	
	2022	2021	2022	2021
Deferred tax assets				
Unearned premium reserve	84,177,047	82,133,171	2,043,876	(2,575,381)
Allowance for loss on impairment of investments in securities	3,851,545	3,070,645	780,900	-
Allowance for loss on impairment of investments in associates	1,983,621	1,983,621	-	-
Allowance for expected credit loss	42,993,151	40,674,663	2,318,488	962,669
Allowance for doubtful accounts	-	117,270	(117,270)	(377,411)
Loss reserves	75,814,106	57,557,629	18,256,477	8,423,256
Provision for loss incurred but not reported	8,069,703	14,665,386	(6,595,683)	7,428,866
Employee benefit obligations	21,450,944	22,684,966	(1,234,022)	2,621,565
Fair value loss of trading investments	13,419,544	9,991,448	3,428,096	616,013
Others	17,494,878	12,071,179	5,423,699	2,993,230
Total	269,254,539	244,949,978		
Deferred tax liabilities				
Unrealised gain on changes in value of available-for-sale investments	20,131,815	34,058,996	13,927,181	(17,405,904)
Difference of investment cost arising from reclassification	8,802,834	7,444,130	(1,358,704)	(621,637)
Others	-	739,114	739,114	425,767
Total	28,934,649	42,242,240		
Deferred tax assets - net	240,319,890	202,707,738		
Total changes			37,612,152	2,491,033
Changes were recognised in:				
- Statements of income			23,684,972	19,896,937
- Statements of comprehensive income			13,927,180	(17,405,904)
			37,612,152	2,491,033

9.2 Income tax revenue (expense)

Income tax revenue (expense) for the three-month and nine-month periods ended 30 September 2022 and 2021 are made up 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 September		ended 30 September	
	2022	2021	2022	2021
Current income tax:				
Current income tax charge for the period	(3,784,709)	(4,746,914)	(3,784,709)	(4,746,914)
Deferred tax:				
Relating to origination and reversal of temporary differences	3,449,011	19,507,953	3,799,659	19,605,856
Income tax revenue (expense) reported in statements of income	<u>(335,698)</u>	<u>14,761,039</u>	<u>14,950</u>	<u>14,858,942</u>

(Unit: Baht)

	Financial statements in which the		Separate financial statements	
	equity method is applied			
	For the nine-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2022	2021	2022	2021
Current income tax:				
Current income tax charge for the period	(22,724,865)	(29,151,718)	(22,724,865)	(29,151,718)
Adjustment in respect of income tax of previous period	(2,643,049)	739,120	(2,643,049)	739,120
Deferred tax:				
Deferred tax adjustments	(11,044,919)	-	-	-
Relating to origination and reversal of temporary differences	22,407,878	20,043,542	23,684,972	19,896,937
Income tax expense reported in statements of income	<u>(14,004,955)</u>	<u>(8,369,056)</u>	<u>(1,682,942)</u>	<u>(8,515,661)</u>

(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 nine-month periods ended 30 September 2022 and 2021 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 September		ended 30 September	
	2022	2021	2022	2021
Accounting profit (loss) before tax	21,345,850	(43,423,651)	19,592,619	(43,913,162)
Applicable tax rate	20%	20%	20%	20%
Tax expenses at the applicable tax rate	(4,269,170)	8,684,730	(3,918,522)	8,782,632
Net tax effect on tax-exempted revenues and non tax-deductible expenses	3,933,472	6,076,310	3,933,472	6,076,310
Income tax revenue (expense) reported in statement of income	(335,698)	14,761,039	14,950	14,858,942

(Unit: Baht)

	Financial statements in which the		Separate financial statements	
	equity method is applied			
	For the nine-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2022	2021	2022	2021
Accounting profit before tax	12,412,147	72,052,189	6,026,678	72,785,215
Applicable tax rate	20%	20%	20%	20%
Tax expenses at the applicable tax rate	(2,482,430)	(14,410,438)	(1,205,336)	(14,557,043)
Adjustment in respect of income tax of previous period	(2,643,049)	739,120	(2,643,049)	739,120
Deferred tax adjustments	(11,044,919)	-	-	-
Net tax effect on tax-exempted revenues and non tax-deductible expenses	2,165,443	5,302,262	2,165,443	5,302,262
Income tax expense reported in statements of income	(14,004,955)	(8,369,056)	(1,682,942)	(8,515,661)

10. Claims receivable from litigants

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

	(Unit: Baht)	
	30 September 2022	31 December 2021
Claim years		
Year 2022	69,473,413	-
Year 2021	53,858,293	80,399,884
Year 2020	47,692,414	57,195,826
Year 2019	31,132,775	32,449,469
Year 2018	28,270,203	29,393,698
Prior to 2017	87,229,154	104,985,068
Total claims receivable from litigants	317,656,252	304,423,945
Less: Allowance for expected credit loss	(214,314,920)	(202,254,448)
Claims receivable from litigants, net	<u>103,341,332</u>	<u>102,169,497</u>

11. Insurance contract liabilities

	(Unit: Baht)		
	30 September 2022		
	Insurance contract liabilities	Reinsurance assets	Net
Claim reserves and outstanding claims			
Claim incurred and reported	907,611,600	(188,796,945)	718,814,655
Claim incurred but not reported	86,123,609	(45,775,092)	40,348,517
Premium reserves			
Unearned premium reserves	1,921,880,238	(417,949,290)	1,503,930,948
Total	<u>2,915,615,447</u>	<u>(652,521,327)</u>	<u>2,263,094,120</u>

	(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	<u>2,838,286,174</u>	<u>(722,571,121)</u>	<u>2,115,715,053</u>

11.1 Claim reserves and outstanding claims

	(Unit: Baht)	
	For the nine-month period ended 30 September 2022	For the year ended 31 December 2021
Beginning balance	1,019,959,239	860,718,119
Claim expenses for the periods	1,692,647,051	2,149,880,458
Change in claim reserves and outstanding claims from the prior periods	(74,745,950)	(101,005,141)
Change in assumption for calculating claim reserves	(128,813,784)	116,052,771
Claim paid during the periods	(1,515,311,347)	(2,005,686,968)
Ending balance	<u>993,735,209</u>	<u>1,019,959,239</u>

11.2 Unearned premium reserves

	(Unit: Baht)	
	For the nine-month period ended 30 September 2022	For the year ended 31 December 2021
Beginning balance	1,818,326,935	1,778,705,006
Premium written for the periods	2,668,929,005	3,372,953,128
Premium earned for the current periods	(2,565,375,702)	(3,333,331,199)
Ending balance	<u>1,921,880,238</u>	<u>1,818,326,935</u>

12. Due to reinsurers

	(Unit: Baht)	
	30 September 2022	31 December 2021
Amounts withheld on reinsurance	368,481,672	254,291,517
Amounts due to reinsurers	474,914,097	585,024,297
Total due to reinsurers	<u>843,395,769</u>	<u>839,315,814</u>

13. Share capital

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.

14. 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 and nine-month periods ended 30 September 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 30 September 2022				
	Fire	Marine and transportation	Motor	Miscellaneous	Total
Underwriting income					
Gross premium written	133,766,512	23,402,942	531,316,265	309,993,322	998,479,041
Less: Premium ceded to reinsurers	(60,121,057)	(13,202,018)	(3,104,087)	(238,656,514)	(315,083,676)
Net premium written	73,645,455	10,200,924	528,212,178	71,336,808	683,395,365
Add (less): Unearned premium reserves (increase) decrease from prior period	8,220,784	311,708	(2,376,261)	(15,708,084)	(9,551,853)
Net earned premium	81,866,239	10,512,632	525,835,917	55,628,725	673,843,512
Fee and commission income	20,794,801	3,279,179	922,415	35,753,058	60,749,453
Total underwriting income	102,661,040	13,791,811	526,758,332	91,381,782	734,592,965
Underwriting expenses					
Net claim and loss adjustment expenses	29,569,895	7,906,761	358,515,730	33,957,857	429,950,243
Commission and brokerage expenses	32,440,033	1,727,199	87,949,725	13,469,841	135,586,798
Other underwriting expenses	9,968,179	1,070,041	39,131,800	20,852,223	71,022,243
Total underwriting expenses before operating expenses	71,978,107	10,704,001	485,597,255	68,279,921	636,559,284
Profit (loss) from underwriting before operating expenses	30,682,933	3,087,810	41,161,077	23,101,861	98,033,681
Operating expenses					(86,963,689)
Profit from underwriting					11,069,992
Investments income					13,606,808
Profit on investments					(1,623,184)
Fair value loss					(127,932)
Share of profit from investments in associates					1,753,231
Other income (reversal)					(1,969,756)
Finance costs					(475,121)
Expected credit loss (reversal)					1,798,998
Other expenses					(2,687,186)
Loss before income tax					21,345,850
Income tax expenses					(335,698)
Profit for the period					21,010,152

(Unaudited but reviewed)

(Unit: Baht)

Financial statements in which the equity method is applied					
For the three-month period ended 30 September 2021					
	Fire	Marine and transportation	Motor	Miscellaneous	Total
Underwriting income					
Gross premium written	113,342,253	33,169,562	433,452,794	332,928,528	912,893,137
Less: Premium ceded to reinsurers	(47,060,278)	(23,112,534)	(1,082,651)	(226,874,261)	(298,129,724)
Net premium written	66,281,975	10,057,028	432,370,143	106,054,267	614,763,413
Add (less): Unearned premium reserves (increase) decrease from prior period	19,160,371	125,969	54,576,871	(40,742,008)	33,121,203
Net earned premium	85,442,346	10,182,997	486,947,014	65,312,259	647,884,616
Fee and commission income	12,249,557	5,971,268	320,895	36,618,127	55,159,847
Total underwriting income	97,691,903	16,154,265	487,267,909	101,930,386	703,044,463
Underwriting expenses					
Net claim and loss adjustment expenses	32,539,123	4,793,152	249,624,340	202,008,561	488,965,176
Commission and brokerage expenses	30,040,030	2,590,627	68,293,118	21,188,847	122,112,622
Other underwriting expenses	11,292,015	1,326,870	33,544,241	16,542,410	62,705,536
Total underwriting expenses before operating expenses	73,871,168	8,710,649	351,461,699	239,739,818	673,783,334
Profit (loss) from underwriting before operating expenses	23,820,735	7,443,616	135,806,210	(137,809,432)	29,261,129
Operating expenses					(81,938,331)
Loss from underwriting					(52,677,202)
Investments income					8,771,174
Gain on investments					2,597,791
Fair value loss					(2,088,857)
Share of profit from investments in associates					489,511
Other income					102,316
Finance costs					(546,815)
Expected credit loss					(71,569)
Loss before income tax					(43,423,651)
Income tax revenues					14,761,039
Loss for the period					(28,662,612)

(Unaudited but reviewed)

(Unit: Baht)

Financial statements in which the equity method is applied					
For the nine-month period ended 30 September 2022					
	Fire	Marine and transportation	Motor	Miscellaneous	Total
Underwriting income					
Gross premium written	494,481,863	71,784,020	1,586,027,500	516,635,622	2,668,929,005
Less: Premium ceded to reinsurers	(227,614,872)	(41,849,702)	(11,639,631)	(376,189,415)	(657,293,620)
Net premium written	266,866,991	29,934,318	1,574,387,869	140,446,207	2,011,635,385
Add (less): Unearned premium reserves (increase) decrease from prior period	(31,755,270)	622,948	(61,999,436)	20,888,881	(72,242,877)
Net earned premium	235,111,721	30,557,266	1,512,388,433	161,335,089	1,939,392,508
Fee and commission income	62,932,873	10,535,278	2,606,102	71,801,937	147,876,190
Total underwriting income	298,044,594	41,092,544	1,514,994,535	233,137,025	2,087,268,698
Underwriting expenses					
Net claim and loss adjustment expenses	59,194,076	12,581,190	989,720,397	191,079,279	1,252,574,942
Commission and brokerage expenses	115,522,768	5,419,758	253,050,186	39,718,561	413,711,273
Other underwriting expenses	39,248,747	2,932,863	114,359,928	39,095,831	195,637,369
Total underwriting expenses before operating expenses	213,965,591	20,933,811	1,357,130,511	269,893,671	1,861,923,584
Profit (loss) from underwriting before operating expenses	84,079,003	20,158,733	157,864,024	(36,756,646)	225,345,114
Operating expenses					(254,546,331)
Loss from underwriting					(29,201,217)
Investments income					60,408,537
Profit on investments					6,699,692
Fair value loss					(17,140,481)
Share of profit from investments in associates					6,385,469
Other income					1,887,166
Finance costs					(1,460,380)
Expected credit loss					(11,592,442)
Other expenses					(3,574,197)
Profit before income tax					12,412,147
Income tax expenses					(14,004,955)
Loss for the period					(1,592,808)

(Unit: Baht)

Financial statements in which the equity method is applied					
For the nine-month period ended 30 September 2021					
	Fire	Marine and transportation	Motor	Miscellaneous	Total
Underwriting income					
Gross premium written	458,224,487	75,389,513	1,386,986,172	542,615,174	2,463,215,346
Less: Premium ceded to reinsurers	(201,140,611)	(46,452,108)	(7,942,270)	(351,103,718)	(606,638,707)
Net premium written	257,083,876	28,937,405	1,379,043,902	191,511,456	1,856,576,639
Add (less): Unearned premium reserves (increase) decrease from prior period	(6,686,004)	741,267	85,798,264	(49,936,762)	29,916,765
Net earned premium	250,397,872	29,678,672	1,464,842,166	141,574,694	1,886,493,404
Fee and commission income	47,172,499	13,525,482	1,493,384	72,816,079	135,007,444
Total underwriting income	297,570,371	43,204,154	1,466,335,550	214,390,773	2,021,500,848
Underwriting expenses					
Net claim and loss adjustment expenses	79,484,473	9,395,303	878,297,961	239,960,009	1,207,137,746
Commission and brokerage expenses	112,298,214	8,541,218	212,458,079	51,329,916	384,627,427
Other underwriting expenses	37,369,398	2,873,007	96,611,688	30,257,627	167,111,720
Total underwriting expenses before operating expenses	229,152,085	20,809,528	1,187,367,728	321,547,552	1,758,876,893
Profit (loss) from underwriting before operating expenses	68,418,286	22,394,626	278,967,822	(107,156,779)	262,623,955
Operating expenses					(253,605,251)
Profit from underwriting					9,018,704
Investments income					65,581,452
Profit on investments					6,171,651
Fair value loss					(3,080,062)
Share of loss from investments in associates					(733,026)
Other income					1,691,548
Finance costs					(1,784,733)
Expected credit loss					(4,813,345)
Profit before income tax					72,052,189
Income tax expenses					(8,369,056)
Profit for the period					63,683,133

(Unaudited but reviewed)

Segment assets and liabilities of the Company's operating segments as at 30 September 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 30 September 2022	<u>350,755,253</u>	<u>42,943,002</u>	<u>179,068,897</u>	<u>417,232,702</u>	<u>989,999,854</u>	<u>5,274,157,587</u>	<u>6,264,157,441</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 30 September 2022	<u>647,173,125</u>	<u>56,481,509</u>	<u>1,704,416,241</u>	<u>507,544,572</u>	<u>2,915,615,447</u>	<u>1,215,086,762</u>	<u>4,130,702,209</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 and nine-month periods ended 30 September 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		Financial statements in which the equity method is applied	
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2022	2021	2022	2021
Gross premium written	100,965,451	72,648,098	277,176,274	205,650,375

15. 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 30 September		For the three-month periods ended 30 September	
	2022	2021 (Restated)	2022	2021 (Restated)
Number of ordinary shares issued during the period (shares)	35,000,000	35,000,000	35,000,000	35,000,000
Number of stock dividend additional issue (shares) in 2022	1,000,000	1,000,000	1,000,000	1,000,000
Total (shares)	<u>36,000,000</u>	<u>36,000,000</u>	<u>36,000,000</u>	<u>36,000,000</u>
Profit (loss) for the period (Baht)	21,010,152	(28,662,612)	19,607,569	(29,054,220)
Earnings (loss) per share (Baht per share)	0.58	0.80	0.54	0.81
	Financial statements in which the equity method is applied		Separate financial statements	
	For the nine-month periods ended 30 September		For the nine-month periods ended 30 September	
	2022	2021 (Restated)	2022	2021 (Restated)
Number of ordinary shares issued during the period (shares)	35,000,000	35,000,000	35,000,000	35,000,000
Number of stock dividend additional issue (shares) in 2022	1,000,000	1,000,000	1,000,000	1,000,000
Total (shares)	<u>36,000,000</u>	<u>36,000,000</u>	<u>36,000,000</u>	<u>36,000,000</u>
Profit (loss) for the period (Baht)	(1,592,808)	63,683,133	4,343,736	64,269,554
Earnings (loss) per share (Baht per share)	(0.04)	1.77	0.12	1.79

16. Dividends

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

	Approved by	Total dividends	Dividends per share
		(Million Baht)	(Baht)
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
Annual dividends for 2020 (Cash dividends with the par value at 1.50 Baht per share)	2021 Annual General Meeting No.89 on 27 April 2021	52.5	1.50

17. Contingent liabilities and commitments**17.1 Capital commitments**

As at 30 September 2022, the Company had capital commitments of approximately Baht 1.1 million relating to building improvement, furniture, fixtures and equipment (31 December 2021: Baht 0.02 million).

17.2 Letter of Guarantees

As at 30 September 2022, there were bank guarantees amounting to Baht 2.6 million, and a certificate issued in the Company's name amounting to Baht 6.0 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).

17.3 Litigation

As at 30 September 2022, the Company has been sued for damages totaling approximately Baht 55.9 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 38.8 million, and the Company has set aside reserves for contingent losses amounting to Baht 38.8 million in the financial statements (31 December 2021: Baht 66.1 million, Baht 34.1 million and Baht 33.6 million, respectively).

18. Related party transactions

18.1 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
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
Varopakorn Plc.	Common directors
Serm Suk Plc.	Common directors
Chaitip Co., Ltd.	Common directors
Alinkij Siam Co., Ltd	Common directors
Siam Calsonic Co., Ltd. ⁽²⁾	Common directors
Siam Riken Industrial Co., Ltd. ⁽²⁾	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.

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

18.2 Significant related party transactions

During the three-month and nine-month periods ended 30 September 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 ended 30		For the nine-month periods ended 30		Pricing policy
	September		September		
	2022	2021	2022	2021	
Transactions with associated companies					
Reinsurance premium written	659,660	286,670	1,969,954	1,771,326	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Commission paid to reinsurance	134,771	71,871	400,468	385,387	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Transactions with related companies					
Direct premium written	7,872,086	5,895,482	28,448,853	25,041,438	Rates as specified in insurance contracts
Reinsurance premium written	-	3,137,787	6,726,071	10,004,288	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Premium ceded	1,617,547	1,553,105	17,300,375	16,303,836	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Claim expenses	4,902,269	3,784,809	12,679,237	13,823,166	Actual incurred
Commission paid to reinsurance	-	1,059,387	2,271,753	3,643,128	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Commission received	742,206	625,668	8,290,470	7,639,540	Ceded rates as specified based on the type of reinsurance and the reinsurance contracts
Dividend income	1,800,000	640,000	23,240,940	21,488,560	As declared
Dividend paid	-	-	11,325,735	12,065,649	As declared
Rental and service fee for branch office expenses	60,235	22,404	179,334	171,109	Contract price
Rental income	43,243	43,243	129,730	129,729	Contract price

18.3 Outstanding balances

The balances of the accounts between the Company and those related companies as at 30 September 2022 and 31 December 2021 are as follows:

	(Unit: Baht)	
	30 September 2022	31 December 2021
Reinsurance receivables - Amounts due from reinsurers		
The Falcon Insurance Plc.	8,478,546	6,959,142
TKI General Insurance Co., Ltd.	2,858,425	2,210,481
Total	<u>11,336,971</u>	<u>9,169,623</u>
Investments in securities - Equity securities		
Varopakorn Plc.	-	1,046,952
Thai Metal Drum Manufacturing Plc.	281,148,570	300,817,400
BTS Group Holdings Plc.	33,420,800	38,107,600
Thaire Life Assurance Plc.	34,500,000	24,287,000
The Falcon Insurance Plc.	60,662,400	74,659,200
Sathorn Thani Co., Ltd.	20,980,000	20,945,000
Rangsit Plaza Co., Ltd.	16,420,000	16,044,000
Total	<u>447,131,770</u>	<u>475,907,152</u>
Due to reinsurers - Amounts due to reinsurance		
The Falcon Insurance Plc.	12,260,049	12,671,175
TKI General Insurance Co., Ltd.	683,001	585,998
Total	<u>12,943,050</u>	<u>13,257,173</u>

18.4 Directors and management's benefits

During the three-month and nine-month periods ended 30 September 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 30 September		For the nine-month periods ended 30 September	
	2022	2021	2022	2021
Short-term benefits	13,269,747	11,753,649	41,170,894	38,571,459
Post-employment benefits	179,643	177,909	538,927	533,725
Total	<u>13,449,390</u>	<u>11,931,558</u>	<u>41,709,821</u>	<u>39,105,184</u>

19. Financial instrument

19.1 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.

19.2 Fair value hierarchy

As at 30 September 2022 and 31 December 2021, the Company had the financial assets that measured at fair value using different levels of inputs as follows:

(Unit: Baht)				
30 September 2022				
Fair value				
	Level 1	Level 2	Level 3	Total
Trading investments measured at FVPL				
Equity instruments	438,933,887	-	-	438,933,887
Unit trusts	87,233,620	-	-	87,233,620
Available-for-sale investments				
measured at FVOCI				
Government and state enterprise				
securities	-	916,598,763	-	916,598,763
Private debt securities	-	726,474,081	-	726,474,081
Equity instruments	271,850,169	-	315,403,079	587,253,248
Unit trusts	150,533,125	45,065,326	-	195,598,451
(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

(Unaudited but reviewed)

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 2022	327,650,261
Net loss recognised in other comprehensive income	<u>(12,247,182)</u>
Balance as of 30 September 2022	<u><u>315,403,079</u></u>

20. Approval of interim financial information

These interim financial information were authorised for issue by the Company's Board of Directors on 10 November 2022.