

Thaire Life Assurance Public Company Limited
Review report and interim financial statements
30 June 2018

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Thaire Life Assurance Public Company Limited

I have reviewed the accompanying statement of financial position, in which the equity method is applied, of Thaire Life Assurance Public Company Limited as at 30 June 2018, the statements of income and comprehensive income, in which the equity method is applied, for the three-month and six-month periods then ended, and the statements of changes in owners' 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 financial statements. I have also reviewed the separate financial information of Thaire Life Assurance Public Company Limited for the same period. 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 2018

Thaire Life Assurance Public Company Limited

Statement of financial position

As at 30 June 2018

(Unit: Baht)

	Note	Financial statements		Separate financial statements	
		in which the equity method is applied		30 June 2018	31 December 2017
		30 June 2018	31 December 2017	(Unaudited but reviewed)	(Audited)
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Cash and cash equivalents	3	39,120,194	212,087,690	39,120,194	212,087,690
Accrued investment income		10,593,779	9,242,150	10,593,779	9,242,150
Reinsurance assets	4	2,994,923	4,015,200	2,994,923	4,015,200
Reinsurance receivables	5	289,103,040	212,172,855	289,103,040	212,172,855
Investment assets					
Investments in securities - net	6	1,706,724,380	1,756,626,673	1,706,724,380	1,756,626,673
Loans	7	1,514,961	120,379	1,514,961	120,379
Investments in associates	8.1	17,669,670	18,586,214	21,684,234	21,684,234
Premises and equipment - net	9	51,126,708	46,319,442	51,126,708	46,319,442
Intangible assets - net	10	39,862,816	40,278,981	39,862,816	40,278,981
Deferred tax assets	11.1	11,024,107	28,150,584	11,024,107	28,150,584
Other assets					
Deferred commission expenses		75,122,831	65,652,194	75,122,831	65,652,194
Others		19,048,192	3,812,535	19,048,192	3,812,535
Total assets		2,263,905,601	2,397,064,897	2,267,920,165	2,400,162,917
Liabilities and owners' equity					
Liabilities					
Insurance contract liabilities	12	662,640,930	578,361,292	662,640,930	578,361,292
Due to reinsurers	13	74,915,875	181,944,707	74,915,875	181,944,707
Income tax payable		10,936,019	71,439,987	10,936,019	71,439,987
Employee benefit obligations		10,381,396	9,087,919	10,381,396	9,087,919
Other liabilities					
Accrued expenses		3,259,016	2,529,686	3,259,016	2,529,686
Deferred commission income		44,924	60,249	44,924	60,249
Others		13,114,904	10,176,891	13,114,904	10,176,891
Total liabilities		775,293,064	853,600,731	775,293,064	853,600,731
Owners' equity					
Share capital					
Registered, issued and paid-up					
600,000,000 ordinary shares of Baht 1 each		600,000,000	600,000,000	600,000,000	600,000,000
Share premium		79,162,825	79,162,825	79,162,825	79,162,825
Retained earnings					
Appropriated - statutory reserve		60,000,000	60,000,000	60,000,000	60,000,000
Unappropriated		743,347,932	761,494,365	746,479,224	763,441,126
Other component of owners' equity		6,101,780	42,806,976	6,985,052	43,958,235
Total owners' equity		1,488,612,537	1,543,464,166	1,492,627,101	1,546,562,186
Total liabilities and owners' equity		2,263,905,601	2,397,064,897	2,267,920,165	2,400,162,917

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

Directors

(Unaudited but reviewed)

Thaire Life Assurance Public Company Limited**Statement of income****For the three-month period ended 30 June 2018**

(Unit: Baht)

	Note	Financial statements		Separate financial statements	
		in which the equity method is applied		2018	2017
		2018	2017	2018	2017
Revenues					
Reinsurance premium written		633,287,342	554,142,961	633,287,342	554,142,961
Less: Reinsurance premium ceded		(4,498,051)	(4,787,923)	(4,498,051)	(4,787,923)
Net reinsurance premium written		628,789,291	549,355,038	628,789,291	549,355,038
Less: Unearned premium reserves increased					
from prior period		(68,492,877)	(68,593,477)	(68,492,877)	(68,593,477)
Earned premium		560,296,414	480,761,561	560,296,414	480,761,561
Commission income		596,730	2,157,496	596,730	2,157,496
Share of profit (loss) from investment in an associate,					
accounted for under the equity method	8.3	(328,896)	2,265,242	-	-
Net investment revenue		21,635,569	16,030,689	21,635,569	21,070,689
Gains on investments		5,989,678	4,575,256	5,989,678	4,575,256
Fair value gain (loss)		(6,510,059)	213,700	(6,510,059)	213,700
Other income		86,202	858,815	86,202	858,815
Total revenues		581,765,638	506,862,759	582,094,534	509,637,517
Expenses					
Long-term insurance policy reserves increased					
(decreased) from prior period		20,324,563	(20,195,532)	20,324,563	(20,195,532)
Gross benefits and claims		296,813,710	217,481,593	296,813,710	217,481,593
Less: claims recovered from reinsurers		(849,646)	(628,669)	(849,646)	(628,669)
Commission expenses		118,094,755	139,605,532	118,094,755	139,605,532
Other underwriting expenses		6,348,760	5,328,447	6,348,760	5,328,447
Operating expenses		25,507,892	19,786,917	25,507,892	19,786,917
Total expenses		466,240,034	361,378,288	466,240,034	361,378,288
Profits before income tax expenses		115,525,604	145,484,471	115,854,500	148,259,229
Income tax expenses	11.2	(21,529,303)	(26,502,752)	(21,529,303)	(26,502,752)
Profits for the period		93,996,301	118,981,719	94,325,197	121,756,477
Earnings per share					
15					
Basic earnings per share					
Profits for the period		0.16	0.20	0.16	0.20

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

(Unaudited but reviewed)

Thaire Life Assurance Public Company Limited
Statement of comprehensive income
For the three-month period ended 30 June 2018

(Unit: Baht)

	Financial statements		Separate financial statements	
	in which the equity method is applied			
	2018	2017	2018	2017
Profits for the period	<u>93,996,301</u>	<u>118,981,719</u>	<u>94,325,197</u>	<u>121,756,477</u>
Other comprehensive income				
Items to be recognised in statement of income in subsequent periods:				
Share of other comprehensive income from associates				
- Exchange differences on translation of financial statements in foreign currency	881,505	(309,541)	-	-
- Loss on revaluation of available-for-sale investments	-	(67)	-	-
Losses on revaluation of available-for-sale investments	(46,158,183)	(6,980,971)	(46,158,183)	(6,980,971)
Add: Income tax	9,231,637	1,396,194	9,231,637	1,396,194
Items to be recognised in statement of income in subsequent periods - net of income taxes	<u>(36,045,041)</u>	<u>(5,894,385)</u>	<u>(36,926,546)</u>	<u>(5,584,777)</u>
Other comprehensive loss for the period	<u>(36,045,041)</u>	<u>(5,894,385)</u>	<u>(36,926,546)</u>	<u>(5,584,777)</u>
Total comprehensive income for the period	<u><u>57,951,260</u></u>	<u><u>113,087,334</u></u>	<u><u>57,398,651</u></u>	<u><u>116,171,700</u></u>

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

(Unaudited but reviewed)

Thaire Life Assurance Public Company Limited**Statement of income****For the six-month period ended 30 June 2018**

(Unit: Baht)

	Note	Financial statements		Separate financial statements	
		in which the equity method is applied		2018	2017
		2018	2017	2018	2017
Revenues					
Reinsurance premium written		1,181,507,665	1,018,390,781	1,181,507,665	1,018,390,781
Less: Reinsurance premium ceded		(9,633,872)	(10,256,145)	(9,633,872)	(10,256,145)
Net reinsurance premium written		1,171,873,793	1,008,134,636	1,171,873,793	1,008,134,636
Less: Unearned premium reserves increased					
from prior period		(54,454,748)	(50,517,028)	(54,454,748)	(50,517,028)
Earned premium		1,117,419,045	957,617,608	1,117,419,045	957,617,608
Commission income		1,560,859	2,248,865	1,560,859	2,248,865
Share of profit (loss) from investment in an associate,					
accounted for under the equity method	8.3	(1,184,531)	4,214,760	-	-
Net investment revenue		30,309,099	24,000,933	30,309,099	29,040,933
Gains on investments		15,308,965	4,678,949	15,308,965	4,678,949
Fair value gain (loss)		(8,853,708)	2,137,000	(8,853,708)	2,137,000
Other income		1,523,165	1,438,217	1,523,165	1,438,217
Total revenues		1,156,082,894	996,336,332	1,157,267,425	997,161,572
Expenses					
Long-term insurance policy reserves increased					
(decreased) from prior period		39,907,147	(21,866,756)	39,907,147	(21,866,756)
Gross benefits and claims		601,998,905	429,145,180	601,998,905	429,145,180
Less: claims recovered from reinsurers		(1,880,220)	(1,847,164)	(1,880,220)	(1,847,164)
Commission expenses		259,732,910	252,587,417	259,732,910	252,587,417
Other underwriting expenses		12,282,131	10,641,629	12,282,131	10,641,629
Operating expenses		43,821,599	35,991,847	43,821,599	35,991,847
Total expenses		955,862,472	704,652,153	955,862,472	704,652,153
Profits before income tax expenses		200,220,422	291,684,179	201,404,953	292,509,419
Income tax expenses	11.2	(37,689,042)	(54,513,317)	(37,689,042)	(54,513,317)
Profits for the period		162,531,380	237,170,862	163,715,911	237,996,102
Earnings per share					
15					
Basic earnings per share					
Profits for the period		0.27	0.40	0.27	0.40

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

(Unaudited but reviewed)

Thaire Life Assurance Public Company Limited
Statement of comprehensive income
For the six-month period ended 30 June 2018

(Unit: Baht)

	Financial statements			
	in which the equity method is applied		Separate financial statements	
	2018	2017	2018	2017
Profits for the period	162,531,380	237,170,862	163,715,911	237,996,102
Other comprehensive income				
Items to be recognised in statement of income in subsequent periods:				
Share of other comprehensive income from associates				
- Exchange differences on translation of financial statements in foreign currency	267,987	(309,541)	-	-
- Gain on revaluation of available-for-sale investments	-	7,978	-	-
Gain (loss) on revaluation of available-for-sale investments	(46,216,479)	17,834,313	(46,216,479)	17,834,313
Add (less): Income tax	9,243,296	(3,566,863)	9,243,296	(3,566,863)
Items to be recognised in statement of income in subsequent periods - net of income taxes	(36,705,196)	13,965,887	(36,973,183)	14,267,450
Items not to be recognised in statement of income in subsequent periods:				
Share of other comprehensive income from an associate - actuarial loss	-	(44,467)	-	-
Actuarial losses	(847,604)	(3,282,753)	(847,604)	(3,282,753)
Add: Income tax	169,521	656,551	169,521	656,551
Items not to be recognised in statement of income in subsequent periods - net of income taxes	(678,083)	(2,670,669)	(678,083)	(2,626,202)
Other comprehensive income (loss) for the period	(37,383,279)	11,295,218	(37,651,266)	11,641,248
Total comprehensive income for the period	125,148,101	248,466,080	126,064,645	249,637,350

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

(Unaudited but reviewed)

Thaire Life Assurance Public Company Limited**Statement of cash flows****For the six-month period ended 30 June 2018**

(Unit: Baht)

	Financial statements			
	in which the equity method is applied		Separate financial statements	
	2018	2017	2018	2017
Cash flows from (used in) operating activities				
Cash received from reinsurance	106,938,599	321,770,875	106,938,599	321,770,875
Interest income	8,427,329	11,393,951	8,427,329	11,393,951
Dividend income	20,805,265	21,752,700	20,805,265	21,752,700
Other investment income (expense)	15,033,841	(3,321,396)	15,033,841	(3,321,396)
Other income	333,145	1,426,201	333,145	1,426,201
Other underwriting expenses	(12,067,205)	(10,536,291)	(12,067,205)	(10,536,291)
Operating expenses	(38,425,553)	(34,496,134)	(38,425,553)	(34,496,134)
Income tax expenses	(71,653,717)	(30,347,328)	(71,653,717)	(30,347,328)
Investments in securities	(13,964,372)	(219,517,098)	(13,964,372)	(219,517,098)
Loans	(1,394,582)	85,535	(1,394,582)	85,535
Investments in an associate	-	(11,195,880)	-	(11,195,880)
Net cash provided by operating activities	14,032,750	47,015,135	14,032,750	47,015,135
Cash flows from (used in) investing activities				
Disposals of equipment	1,699,120	12,060	1,699,120	12,060
Purchases of equipment	(6,923,940)	(1,224,118)	(6,923,940)	(1,224,118)
Purchases of intangible assets	(1,775,426)	(8,556,740)	(1,775,426)	(8,556,740)
Net cash used in investing activities	(7,000,246)	(9,768,798)	(7,000,246)	(9,768,798)
Cash flows from (used in) financing activities				
Dividend paid	(180,000,000)	(120,000,000)	(180,000,000)	(120,000,000)
Net cash used in financing activities	(180,000,000)	(120,000,000)	(180,000,000)	(120,000,000)
Net decrease in cash and cash equivalents	(172,967,496)	(82,753,663)	(172,967,496)	(82,753,663)
Cash and cash equivalents at beginning of the period	212,087,690	181,912,145	212,087,690	181,912,145
Cash and cash equivalents at end of the period	39,120,194	99,158,482	39,120,194	99,158,482
	-	-	-	-

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

(Unaudited but reviewed)

Thaire Life Assurance Public Company Limited

Statement of changes in owners' equity

For the six-month period ended 30 June 2018

(Unit: Baht)

		Financial statements in which the equity method is applied							
		Retained earnings				Other component of owners' equity			
		Issued and	Share	Appropriated -		Exchange differences	Revaluation surplus (deficit)	Total other component	Total
		paid-up	premium	statutory reserve	Unappropriated	on translation of	on available-for-sale	of owners' equity	owners' equity
Note	share capital	share premium	statutory reserve	Unappropriated	foreign currency	investments - net	of income taxes		
	Balance as at 1 January 2017	600,000,000	79,162,825	60,000,000	569,482,472	-	4,369,813	4,369,813	1,313,015,110
16	Dividend paid	-	-	-	(120,000,000)	-	-	-	(120,000,000)
	Profit for the period	-	-	-	237,170,862	-	-	-	237,170,862
	Other comprehensive income (loss) for the period	-	-	-	(2,670,669)	(309,541)	14,275,428	13,965,887	11,295,218
	Balance as at 30 June 2017	600,000,000	79,162,825	60,000,000	683,982,665	(309,541)	18,645,241	18,335,700	1,441,481,190
	Balance as at 1 January 2018	600,000,000	79,162,825	60,000,000	761,494,365	(1,121,566)	43,928,542	42,806,976	1,543,464,166
16	Dividend paid	-	-	-	(180,000,000)	-	-	-	(180,000,000)
	Reversal of dividend payable to eligible shareholders	-	-	-	270	-	-	-	270
	Profit for the period	-	-	-	162,531,380	-	-	-	162,531,380
	Other comprehensive income (loss) for the period	-	-	-	(678,083)	267,987	(36,973,183)	(36,705,196)	(37,383,279)
	Balance as at 30 June 2018	600,000,000	79,162,825	60,000,000	743,347,932	(853,579)	6,955,359	6,101,780	1,488,612,537

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

(Unaudited but reviewed)

Thaire Life Assurance Public Company Limited
Statement of changes in owners' equity (continued)
For the six-month period ended 30 June 2018

(Unit: Baht)

Separate financial statements							
			Retained earnings		Other component of owners' equity		
			Appropriated -		Revaluation surplus (deficit)		
			statutory reserve		on available-for-sale		
				Unappropriated	investments - net		
	Note	Issued and paid-up share capital	Share permium		of income taxes		
						Total owners' equity	
Balance as at 1 January 2017		600,000,000	79,162,825	60,000,000	552,491,098	4,440,786	1,296,094,709
Dividend paid	16	-	-	-	(120,000,000)	-	(120,000,000)
Profit for the period		-	-	-	237,996,102	-	237,996,102
Other comprehensive income (loss) for the period		-	-	-	(2,626,202)	14,267,450	11,641,248
Balance as at 30 June 2017		<u>600,000,000</u>	<u>79,162,825</u>	<u>60,000,000</u>	<u>667,860,998</u>	<u>18,708,236</u>	<u>1,425,732,059</u>
Balance as at 1 January 2018		600,000,000	79,162,825	60,000,000	763,441,126	43,958,235	1,546,562,186
Dividend paid	16	-	-	-	(180,000,000)	-	(180,000,000)
Reversal of dividend payable to eligible shareholders		-	-	-	270	-	270
Profit for the period		-	-	-	163,715,911	-	163,715,911
Other comprehensive loss for the period		-	-	-	(678,083)	(36,973,183)	(37,651,266)
Balance as at 30 June 2018		<u>600,000,000</u>	<u>79,162,825</u>	<u>60,000,000</u>	<u>746,479,224</u>	<u>6,985,052</u>	<u>1,492,627,101</u>

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

Thaire Life Assurance Public Company Limited

Notes to interim financial statements

For the three-month and six-month periods ended 30 June 2018

1. Corporate information

Thaire Life Assurance Public Company Limited (“the Company”) is a public company, incorporated under Thai laws, domiciled in Thailand and listed on the Stock Exchange of Thailand since 9 October 2013. Its major shareholder is Thai Reinsurance Public Company Limited, a public company incorporated under Thai laws, domiciled in Thailand and listed on the Stock Exchange of Thailand. As at 30 June 2018 and 31 December 2017, the major shareholder held 14.82% and 15.53%, respectively, of the issued and paid-up share capital of the Company. The Company is principally engaged in the provision of life reinsurance. The registered office of the Company is located at No. 48/15 Soi Ratchadapisek 20, Ratchadapisek Road, Samsennok Sub-district, Huaykwang District, Bangkok.

2. Basis for preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, 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 life insurance companies B.E. 2559 dated 4 March 2016, whereby the Company choose to present condensed interim financial statements. However, the Company presented each line items in the statements of financial position, income, comprehensive income, changes in owners’ equity and cash flows in the same format as that used in it’s annual financial statements.

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

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

2.1 The financial statements in which the equity method is applied

The Company prepares the financial statements, in which equity method is applied, which has presented investment in an associate under the equity method.

2.2 Separate financial statements

The Company prepares the separate financial statements, which has presented investment in an associate under the cost method.

2.3 New financial reporting standards

(a) Financial reporting standards that became effective in the current year

During the period, the Company has adopted the revised financial reporting standards and interpretations (revised 2017) which are effective for fiscal years beginning on or after 1 January 2018. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes and clarifications directed towards disclosures in the notes to financial statements. The adoption of these financial reporting standards does not have any significant impact on the Company's financial statements.

(b) Financial reporting standard that will become effective in the future

During the period, the Federation of Accounting Professions issued the financial reporting standard TFRS 15 Revenue from Contracts with Customers, which is effective for fiscal years beginning on or after 1 January 2019. Key principles of this standard are summarized below.

TFRS 15 Revenue from Contracts with Customers

TFRS 15 supersedes TAS 11 Construction Contracts and TAS 18 Revenue, together with related Interpretations. Entities are to apply this standard to all contracts with customers unless those contracts fall within the scope of other standards. The standard establishes a five-step model to account for revenue arising from contracts with customers, with revenue being recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The standard requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model.

At present, the management of the Company is evaluating the impact of this standard to the financial statements in the year when it is adopted.

2.4 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2017.

3. Cash and cash equivalents

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	30 June 2018	31 December 2017
Cash	1,047	1,034
Deposits at banks with no fixed maturity date	25,339,210	69,033,204
Deposits at other financial institutions	13,779,937	43,791,232
Short-term investments in money market mutual fund	-	99,262,220
Total cash and cash equivalents	<u>39,120,194</u>	<u>212,087,690</u>

As at 30 June 2018 and 31 December 2017, saving deposits, fixed deposits and deposits at other financial institutions carried interests between 0.1 and 1.0 percent per annum.

4. Reinsurance assets

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	30 June 2018	31 December 2017
Insurance reserves refundable from reinsurers		
Long-term insurance policy reserves	2,993,598	4,005,634
Unearned premium reserves	1,325	9,566
Total reinsurance assets	<u>2,994,923</u>	<u>4,015,200</u>

5. Reinsurance receivables

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	30 June 2018	31 December 2017
	Amounts deposited on reinsurance	53,936,191
Amounts due from reinsurers	235,166,849	158,196,154
Total reinsurance receivables	289,103,040	212,172,855

6. Investments in securities

6.1 Classified by types of investments

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements			
	30 June 2018		31 December 2017	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Trading investments				
Equity securities	84,327,300	75,463,175	6,223,658	6,213,240
Less: Unrealised losses	(8,864,125)	-	(10,418)	-
Trading investments - net	75,463,175	75,463,175	6,213,240	6,213,240
Available-for-sale investments				
Equity securities	953,471,427	962,202,741	653,587,368	708,535,161
Add: Unrealised gains	8,731,314	-	54,947,793	-
Available-for-sale investments - net	962,202,741	962,202,741	708,535,161	708,535,161
Held-to-maturity investments				
Government and state enterprise securities	481,933,016		768,672,536	
Private enterprise debt securities	80,019,728		76,100,016	
Deposits at financial institutions which mature over 3 months	105,000,000		195,000,000	
Total held-to-maturity investments	666,952,744		1,039,772,552	
General investments				
Equity securities	2,105,720		2,105,720	
Total general investments	2,105,720		2,105,720	
Investments in securities - net	1,706,724,380		1,756,626,673	

6.2 Revaluation surplus on available-for-sale investments

(Unit: Baht)

	Financial statements			
	in which the equity method is applied		Separate financial statements	
	For the	For the	For the	For the
	six-month	year ended	six-month	year ended
	period ended	year ended	period ended	year ended
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
Revaluation surplus on available-for-sale investments - net of income taxes				
- beginning of the period	43,928,542	4,369,813	43,958,235	4,440,786
Gain (loss) on revaluation during the period	(29,260,308)	37,591,463	(29,260,308)	37,539,863
(Gain) loss transferred to be recognised in statement of income	(16,956,171)	11,856,948	(16,956,171)	11,856,948
Total	(46,216,479)	49,448,411	(46,216,479)	49,396,811
Add (less): Income taxes	9,243,296	(9,889,682)	9,243,296	(9,879,362)
Other comprehensive income (loss) for the periods - net of income taxes	(36,973,183)	39,558,729	(36,973,183)	39,517,449
Revaluation surplus on available-for-sale investments - net of income taxes				
- end of the period	6,955,359	43,928,542	6,985,052	43,958,235

6.3 Investments subject to restriction

As at 30 June 2018 and 31 December 2017, the Company placed some investments as a security with the Registrar and had some investments placed to guarantee for electricity consumption as described in Notes 18 and 19 to the interim financial statements.

7. Loans

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

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	30 June 2018	31 December 2017
	Mortgage loans	1,483,133
Personal guarantee loans	31,828	120,379
Total loans	1,514,961	120,379

8. Investment in an associate

8.1 Details of an associate

Company's name	Nature of business	Country of incorporation	Issued and paid-up share capital		Shareholding percentage held by the Company	
			30 June 2018	31 December 2017	30 June 2018	31 December 2017
			(Thousand Baht)	(Thousand Baht)	(%)	(%)
TKI Life Insurance Company Limited	Life insurance	Lao	66,118	66,118	32.50	32.50

(Unit: Thousand Baht)

Company's name	Financial statements in which the equity method is applied		Separate financial statements	
	Investment value under equity method	Investment value under cost method as	Investment value under equity method	Investment value under cost method as
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
TKI Life Insurance Company Limited	17,670	18,586	21,684	21,684

8.2 Financial information of the associate

Summarised information about financial position

(Unit: Thousand Baht)

	TKI Life Insurance Company Limited	
	30 June 2018	31 December 2017
Total assets	54,388	58,884
Total liabilities	(20)	(1,696)
Net assets	54,368	57,188
Shareholding percentage (%)	32.50	32.50
Carrying amount of the associates based on equity method	17,670	18,586

Summarised information of statement of comprehensive income

(Unit: Thousand Baht)

	TKI Life Insurance Company Limited		EMCS Thai Co., Ltd
	For the three-month periods ended		For the three-month period ended
	30 June		30 June
	2018	2017	2017
Revenue	1,116	31	30,804
Profit (loss) for the period	(1,012)	(501)	12,140
Other comprehensive income (loss) for the period	2,712	(952)	-
Total comprehensive income (loss) for the period	1,700	(1,453)	12,140

(Unit: Thousand Baht)

	TKI Life Insurance Company Limited		EMCS Thai Co., Ltd
	For the six-month periods ended		For the six-month period ended
	30 June		30 June
	2018	2017	2017
Revenue	1,645	31	61,332
Profit (loss) for the period	(3,645)	(501)	21,887
Other comprehensive income (loss) for the period	825	(952)	(182)
Total comprehensive income (loss) for the period	(2,820)	(1,453)	21,705

On 22 September 2017, the Extraordinary General Meeting of Shareholders passed a resolution to approve the sale of all 1,200,000 shares of EMCS Thai Company Limited held by the Company, equivalent to 20 percent of the total shares of EMCS Thai Company Limited, at a price of Baht 50 per share, or a total of Baht 60 million to Thai Reinsurance Public Company Limited.

On 6 November 2017, the Office of the Insurance Commission (OIC) granted approval to Thai Reinsurance Public Company Limited to purchase the shares of EMCS Thai Company Limited from the Company. The Company received payment for the shares on 16 November 2017.

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

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

(Unit: Thousand Baht)

Associate	Financial statements in which the equity method is applied				Separate financial statements	
	Share of profit (loss) from investments in associates for the three-month periods ended 30 June		Share of other comprehensive income (loss) from investments in associates for the three-month periods ended 30 June		Dividends received for the three-month periods ended 30 June	
	2018	2017	2018	2017	2018	2017
EMCS Thai Co., Ltd.	-	2,428	-	-	-	5,040
TKI Life Insurance Company Limited	(329)	(163)	882	(310)	-	-
Total	(329)	2,265	882	(310)	-	5,040

(Unit: Thousand Baht)

Associate	Financial statements in which the equity method is applied				Separate financial statements	
	Share of profit (loss) from investments in associates for the six-month periods ended 30 June		Share of other comprehensive income (loss) from investments in associates for the six-month periods ended 30 June		Dividends received for the six-month periods ended 30 June	
	2018	2017	2018	2017	2018	2017
EMCS Thai Co., Ltd.	-	4,378	-	(36)	-	5,040
TKI Life Insurance Company Limited	(1,185)	(163)	268	(310)	-	-
Total	(1,185)	4,215	268	(346)	-	5,040

As at 30 June 2018 and 31 December 2017, the Company recorded investments in associates under the equity method (in the financial statements in which the equity method is applied) based on the financial information, as prepared by the associates' management. However, the Company obtained the 2017 financial statements of TKI Life Insurance Company Limited which were audited by the associate's auditor under report dated 16 March 2018, showed the amounts that are not significantly different from the financial information prepared by the associate's management used equity-accounting in that year.

9. Premises and equipment

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements						
	For the six-month period ended 30 June 2018						
	Land	Building	Furniture, fixtures and equipment	Computers	Motor vehicles	Construction in progress	Total
Net book value as at							
1 January 2018	17,640,000	22,759,492	2,655,351	1,857,519	250,000	1,157,080	46,319,442
Addition during the period - at cost	-	603,022	424,026	358,963	-	5,537,929	6,923,940
Transfer in (out) during the period - at cost	-	1,157,080	-	-	-	(1,157,080)	-
Disposal during the period - net book value	-	-	(259,100)	-	(250,000)	-	(509,100)
Depreciation charges for the period	-	(859,625)	(356,083)	(391,866)	-	-	(1,607,574)
Net book value as at							
30 June 2018	<u>17,640,000</u>	<u>23,659,969</u>	<u>2,464,194</u>	<u>1,824,616</u>	<u>-</u>	<u>5,537,929</u>	<u>51,126,708</u>

10. Intangible assets

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements
	For the six-month period ended 30 June 2018
	Computer software
Net book value as at 1 January 2018	40,278,981
Addition during the period - at cost	1,775,426
Amortisation for the period	(2,191,591)
Net book value as at 30 June 2018	<u>39,862,816</u>

11. Deferred tax assets and income tax expenses

11.1 Deferred tax assets

As at 30 June 2018 and 31 December 2017, the components of deferred tax assets are as follows:

	Financial statements		(Unit: Thousand Baht)	
	in which the equity method is applied and Separate financial statements		Changes in deferred tax assets and liabilities for the six-month periods ended 30 June	
	30 June 2018	31 December 2017	2018	2017
Deferred tax assets arose from:				
Premium reserves	-	-	-	6,830
Loss reserves	5,177	6,990	(1,813)	(6,245)
Commission payable on reinsurance	19,363	42,403	(23,040)	(13,867)
Differences between premium/discount on debt securities recognised at effective interest rates and interest actually incurred	(85)	(206)	121	(197)
Unrealised gains on available-for-sale investments	(1,746)	(10,990)	9,244	(3,567)
Net deferred commission	(15,015)	(13,118)	(1,897)	(149)
Others	3,330	3,072	258	(376)
Deferred tax assets	<u>11,024</u>	<u>28,151</u>		
Total changes			<u>(17,127)</u>	<u>(17,571)</u>
Changes recognised in:				
- Statement of income			(26,539)	(14,661)
- Statement of comprehensive income			9,412	(2,910)
			<u>(17,127)</u>	<u>(17,571)</u>

11.2 Income tax expenses

Income tax expenses for the three-month and six-month periods ended 30 June 2018 and 2017 are made up as follows:

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and Separate financial statements			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2018	2017	2018	2017
	2018	2017	2018	2017
Current income taxes:				
Interim corporate income tax charge	11,615	(6,467)	(11,150)	(39,852)
Deferred income taxes:				
Relating to origination and reversal of temporary differences	(33,144)	(20,035)	(26,539)	(14,661)
Income tax expenses reported in the statement of income	<u>(21,529)</u>	<u>(26,502)</u>	<u>(37,689)</u>	<u>(54,513)</u>

Reconciliations between income tax expenses and the product of accounting profits for the three-month and six-month periods ended 30 June 2018 and 2017 and the applicable tax rate are as follows:

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied and Separate financial statements			
	For the three-month periods ended 30 June		For the three-month periods ended 30 June	
	2018	2017	2018	2017
	2018	2017	2018	2017
Accounting profits before income tax expenses	115,525	145,484	115,855	148,259
Applicable tax rate	20%	20%	20%	20%
Income taxes at the applicable tax rate	(23,105)	(29,097)	(23,171)	(29,652)
Tax effects of:				
Tax - exempted revenues	1,588	2,547	1,654	3,102
Non - tax deductible expenses	(4)	(8)	(4)	(8)
Additional tax deductible expenses allowed	28	51	28	51
Others	(36)	5	(36)	5
Total	<u>1,576</u>	<u>2,595</u>	<u>1,642</u>	<u>3,150</u>
Income tax expenses reported in statement of income	<u>(21,529)</u>	<u>(26,502)</u>	<u>(21,529)</u>	<u>(26,502)</u>

(Unit: Thousand Baht)

	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	
	2018	2017	2018	2017
Accounting profits before income tax expenses	200,220	291,684	201,405	292,509
Applicable tax rate	20%	20%	20%	20%
Income taxes at the applicable tax rate	(40,044)	(58,337)	(40,281)	(58,502)
Tax effects of:				
Tax - exempted revenues	2,209	3,721	2,446	3,886
Non - tax deductible expenses	(14)	(51)	(14)	(51)
Additional tax deductible expenses allowed	196	145	196	145
Others	(36)	9	(36)	9
Total	2,355	3,824	2,592	3,989
Income tax expenses reported in statement of income	(37,689)	(54,513)	(37,689)	(54,513)

12. Insurance contract liabilities

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements		
	30 June 2018		
	Insurance contract liabilities	Liabilities on reinsurance	Net
Long term insurance policy reserves	360,178,677	(2,993,598)	357,185,079
Loss reserves			
Claims incurred and reported	365,613	-	365,613
Claims incurred but not yet reported	25,521,838	-	25,521,838
Premium reserves			
Unearned premium reserves	276,574,802	(1,325)	276,573,477
Total	662,640,930	(2,994,923)	659,646,007

(Unit: Baht)

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

	31 December 2017		
	Insurance contract liabilities	Liabilities on reinsurance	Net
Long term insurance policy reserves	321,283,566	(4,005,634)	317,277,932
Loss reserves			
Claims incurred and reported	4,340,244	-	4,340,244
Claims incurred but not yet reported	30,609,187	-	30,609,187
Premium reserves			
Unearned premium reserves	222,128,295	(9,566)	222,118,729
Total	<u>578,361,292</u>	<u>(4,015,200)</u>	<u>574,346,092</u>

12.1 Long term insurance policy reserves

(Unit: Baht)

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

	For the six-month period ended 30 June 2018	For the year ended 31 December 2017
Beginning balances	321,283,566	285,412,354
Reserves increased from new policies and enforced policies	268,094,646	321,283,566
Decrease in policy reserves	(229,199,535)	(285,412,354)
Ending balances	<u>360,178,677</u>	<u>321,283,566</u>

12.2 Loss reserves

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	For the six-month period ended 30 June 2018	For the year ended 31 December 2017
Beginning balance	34,949,431	49,650,247
Claims incurred for the period	606,170,681	932,079,248
Changes in loss reserve	38,545,520	79,219,351
Changes in assumptions for calculating loss reserves	(43,641,800)	(93,888,416)
Claims paid during the period	(610,136,381)	(932,110,999)
Ending balance	<u>25,887,451</u>	<u>34,949,431</u>

12.3 Unearned premium reserves

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	For the six-month period ended 30 June 2018	For the year ended 31 December 2017
Beginning balance	222,128,295	182,092,051
Premium written for the period	645,094,091	940,110,057
Premium earned during the period	(590,647,584)	(900,073,813)
Ending balance	<u>276,574,802</u>	<u>222,128,295</u>

13. Due to reinsurers

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	30 June 2018	31 December 2017
Amounts due to reinsurers	<u>74,915,875</u>	<u>181,944,707</u>
Total due to reinsurers	<u>74,915,875</u>	<u>181,944,707</u>

14. Segment information

The Company is organised into business units based on its insurance products. During the current period, there was no change in the organisational structure of its reportable segments.

14.1 Segment information reporting

Operating segment information for the three-month and six-month periods ended 30 June 2018 and 2017 can be classified by types of insurance products as follows:

	(Unit: Baht)		
	Financial statements in which the equity method is applied		
	For the three-month period ended 30 June 2018		
	Conventional products	Non-conventional products	Total
Underwriting revenues			
Reinsurance premium written	320,529,399	312,757,943	633,287,342
Less: Reinsurance premium ceded	(4,275,575)	(222,476)	(4,498,051)
Net reinsurance premium written	316,253,824	312,535,467	628,789,291
Less: Unearned premium reserves increased from prior period	(4,814,463)	(63,678,414)	(68,492,877)
Earned premium	311,439,361	248,857,053	560,296,414
Underwriting expenses			
Long-term insurance policy reserves increased (decreased) from prior period	(10,106,663)	30,431,226	20,324,563
Net benefits and claims	182,243,490	113,720,574	295,964,064
Commissions and brokerages expenses - net	54,783,141	62,714,884	117,498,025
Other underwriting expenses	3,188,750	3,160,010	6,348,760
Total underwriting expenses	230,108,718	210,026,694	440,135,412
Profit from underwriting	81,330,643	38,830,359	120,161,002
Operating expenses			(25,507,892)
Profit from operations			94,653,110
Share of loss from investment in an associate			(328,896)
Net investment revenue			21,115,188
Other revenue			86,202
Profit before income tax expenses			115,525,604
Income tax expenses			(21,529,303)
Profit for the period			93,996,301

(Unit: Baht)

Financial statements in which the equity method is applied			
For the three-month period ended 30 June 2017			
	Conventional	Non-conventional	
	products	products	Total
Underwriting revenues			
Reinsurance premium written	270,343,961	283,799,000	554,142,961
Less: Reinsurance premium ceded	(4,532,874)	(255,049)	(4,787,923)
Net reinsurance premium written	265,811,087	283,543,951	549,355,038
Less: Unearned premium reserves increased from prior period	(6,705,283)	(61,888,194)	(68,593,477)
Earned premium	259,105,804	221,655,757	480,761,561
Underwriting expenses			
Long-term insurance policy reserves decreased from prior period	(15,075,311)	(5,120,221)	(20,195,532)
Net benefits and claims	126,227,063	90,625,861	216,852,924
Commissions and brokerages expenses - net	97,423,693	40,024,343	137,448,036
Other underwriting expenses	2,545,221	2,783,226	5,328,447
Total underwriting expenses	211,120,666	128,313,209	339,433,875
Profit from underwriting	47,985,138	93,342,548	141,327,686
Operating expenses			(19,786,917)
Profit from operations			121,540,769
Share of profit from investment in associates			2,265,242
Net investment revenue			20,819,645
Other revenue			858,815
Profit before income tax expenses			145,484,471
Income tax expenses			(26,502,752)
Profit for the period			118,981,719

(Unit: Baht)

Financial statements in which the equity method is applied

For the six-month period ended 30 June 2018

	Conventional products	Non-conventional products	Total
Underwriting revenues			
Reinsurance premium written	655,488,894	526,018,771	1,181,507,665
Less: Reinsurance premium ceded	(9,188,920)	(444,952)	(9,633,872)
Net reinsurance premium written	646,299,974	525,573,819	1,171,873,793
Less: Unearned premium reserves increased from prior period	(15,184,226)	(39,270,522)	(54,454,748)
Earned premium	631,115,748	486,303,297	1,117,419,045
Underwriting expenses			
Long-term insurance policy reserves increased (decreased) from prior period	(10,744,585)	50,651,732	39,907,147
Net benefits and claims	337,927,477	262,191,208	600,118,685
Commission expenses	160,346,092	97,825,959	258,172,051
Other underwriting expenses	6,814,006	5,468,125	12,282,131
Total underwriting expenses	494,342,990	416,137,024	910,480,014
Profit from underwriting	136,772,758	70,166,273	206,939,031
Operating expenses			(43,821,599)
Profit from operations			163,117,432
Share of loss from investment in an associate			(1,184,531)
Net investment revenue			36,764,356
Other revenue			1,523,165
Profit before income tax expenses			200,220,422
Income tax expenses			(37,689,042)
Profit for the period			162,531,380

(Unit: Baht)

Financial statements in which the equity method is applied			
For the six-month period ended 30 June 2017			
	Conventional	Non-conventional	
	products	products	Total
Underwriting revenues			
Reinsurance premium written	551,403,922	466,986,859	1,018,390,781
Less: Reinsurance premium ceded	(9,746,047)	(510,098)	(10,256,145)
Net reinsurance premium written	541,657,875	466,476,761	1,008,134,636
Add (less): Unearned premium reserves (increased)			
decreased from prior period	7,199,015	(57,716,043)	(50,517,028)
Earned premium	548,856,890	408,760,718	957,617,608
Underwriting expenses			
Long-term insurance policy reserves decreased			
from prior period	(19,788,843)	(2,077,913)	(21,866,756)
Net benefits and claims	249,658,078	177,639,938	427,298,016
Commission expenses	183,584,282	66,754,270	250,338,552
Other underwriting expenses	5,761,871	4,879,758	10,641,629
Total underwriting expenses	419,215,388	247,196,053	666,411,441
Profit from underwriting	129,641,502	161,564,665	291,206,167
Operating expenses			(35,991,847)
Profit from operations			255,214,320
Share of profit from investment in associates			4,214,760
Net investment revenue			30,816,882
Other revenue			1,438,217
Profit before income tax expenses			291,684,179
Income tax expenses			(54,513,317)
Profit for the period			237,170,862

14.2 Geographic information

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

14.3 Major customers

During the three-month and six-month periods ended 30 June 2018 and 2017, the Company had net reinsurance premium written from 3 major life insurance companies as follows:

(Unit: Million Baht)

	Financial statements in which the equity method is applied			
	For the three-month periods		For the six-month periods	
	ended 30 June		ended 30 June	
	2018	2017	2018	2017
Reinsurance premium written from 3 major companies ⁽¹⁾	444	379	736	679

(1) Presented total amounts of reinsurance premiums written from the first 3 major customers in each period.

15. Earnings per share

Basic earnings per share is calculated by dividing profit for the period (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

16. Dividends paid

Dividends declared during the six-month periods ended 30 June 2018 and 2017 consisted of the following:

	Approved by	Total dividend (Million Baht)	Dividend per share (Baht)
Final dividend from 2017 net income	Annual General Meeting of the shareholders on 25 April 2018	180.0	0.30
Total dividend paid during the period of 2018		180.0	0.30
Final dividend from 2016 net income	Annual General Meeting of the shareholders on 21 April 2017	120.0	0.20
Total dividend paid during the period of 2017		120.0	0.20

17. Related party transactions

17.1 Nature of relationship

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

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

Name of related parties	Relationship with the Company
TKI Life Insurance Company Limited	An associate whereby the Company holds 32.5% of such company shares
EMCS Thai Co., Ltd. ⁽¹⁾	An associate whereby the Company holds 20.00% of such company's shares
Thai Reinsurance Plc.	Related by way of shareholding
Bangkok Life Assurance Plc.	Related by way of having common directors and shareholding
Thai Life Insurance Plc.	Related by way of having common directors and shareholding
The Navakij Insurance Plc.	Related by way of having common directors and shareholding
Thaire Services Co., Ltd.	Related by way of having common directors and shareholder
Thaire Actuarial Consulting Co., Ltd.	Related by way of having common shareholder

⁽¹⁾ This entity had been considered an associate until the date of sold the investment in an associate (6 November 2017) and ceased to be a related company due to no having common directors.

17.2 Significant related party transactions

During the three-month and six-month periods ended 30 June 2018 and 2017, the Company had significant business transactions with its related parties. Such transactions, which have been concluded on commercial terms and bases agreed upon in the ordinary course of business between the Company and those related parties are as follows:

(Unit: Thousand Baht)

	For the three-month periods ended		For the six-month periods ended		Pricing policy
	2018	2017	2018	2017	
Transactions with associates					
Revenues					
Dividend income ⁽¹⁾	-	5,040	-	5,040	As declared
Transactions with related parties					
Revenues					
Reinsurance premium written	214,527	142,019	264,183	198,566	Normal commercial terms for reinsurance
Commissions and brokerages income	140	404	335	420	Normal commercial terms for reinsurance
Claims refundable	202	125	412	346	As the proportion specified in insurance contract
Service revenues	-	600	208	1,180	Contract rate

⁽¹⁾ Including in "Net investment revenue" in statements of income

(Unit: Thousand Baht)

	For the three-month periods ended		For the six-month periods ended		Pricing policy
	30 June		30 June		
	2018	2017	2018	2017	
Transactions with related parties					
(continued)					
Expenses					
Reinsurance premium ceded	584	532	1,208	1,124	Normal commercial terms for reinsurance
Claim expenses	43,531	52,589	111,289	94,861	As the proportion specified in insurance contract
Commissions and brokerages expenses	56,840	32,353	54,855	34,488	Normal commercial terms for reinsurance
Service fee expenses ⁽²⁾	2,161	4,102	4,321	8,974	Contract rate
Owner's equity					
Dividend paid	29,857	22,063	29,857	22,063	As declared

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

17.3 Outstanding balances

As at 30 June 2018 and 31 December 2017, the Company had the outstanding balances with its related parties as follows:

	(Unit: Thousand Baht)	
	30 June 2018	31 December 2017
Related parties		
Insurance reserves refundable from reinsurers ⁽¹⁾	665	796
Amounts due from reinsurers ⁽²⁾	157,198	34,566
Amounts deposited on reinsurance ⁽²⁾	-	3,254
Deferred commissions expenses	21,035	12,703
Loss reserves ⁽³⁾	13,692	18,886
Amounts due to reinsurers ⁽⁴⁾	6,684	19,020
Deferred commissions income	10	12
Accrued expenses ⁽⁵⁾	-	67

⁽¹⁾ Including in "Reinsurance assets" in statement of financial position⁽²⁾ Including in "Reinsurance receivables" in statement of financial position⁽³⁾ Including in "Insurance contract liabilities" in statement of financial position⁽⁴⁾ Including in "Due to reinsurers" in statement of financial position⁽⁵⁾ Including in "Other liabilities" in statement of financial position

17.4 Directors' and key management's remuneration

During the three-month and six-month periods ended 30 June 2018 and 2017, the Company had salaries, bonuses, meeting allowances and post-employment benefits of its directors and key management personnel recognised as expenses, are as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2018	2017	2018	2017
Short-term benefits	9,359	8,197	15,569	13,334
Post employment benefits	933	100	1,551	4,503
Total	10,292	8,297	17,120	17,837

18. Assets placed and reserved with the Registrar

As at 30 June 2018 and 31 December 2017, the Company had the following assets placed and reserved with the Registrar of the Office of Insurance Commission in accordance with the Life Insurance Act.

(Unit: Million Baht)

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

	30 June 2018		31 December 2017	
	Cost	Fair value	Cost	Fair value
Assets placed				
Government bonds	21.0	20.6	21.0	21.1
Assets reserved as insurance reserves				
Government and state enterprise bonds	194.0	195.6	179.0	182.7

19. Other assets subject to restrictions

As at 30 June 2018 and 31 December 2017, the Company had pledged the following assets as collateral.

(Unit: Million Baht)

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

	30 June 2018	31 December 2017
Guarantee for electricity consumption		

Government bonds	0.1	0.1
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20. Commitments and contingent liabilities

20.1 Capital Commitments

As at 30 June 2018 and 31 December 2017, there were outstanding capital commitments contracted for construction building amounting to Baht 0.6 million and Baht 1.0 million, respectively.

20.2 Service commitments

As at 30 June 2018 and 31 December 2017, the Company had outstanding service commitments and future minimum service fees amounting to Baht 2.4 million and Baht 4.2 million, respectively.

21. Fair value of financial instruments

As of 30 June 2018 and 31 December 2017, the Company had the following financial assets that were measured at fair value using different levels of inputs as follows:

(Unit: Baht)

	30 June 2018			31 December 2017		
	Level 1	Level 2	Total	Level 1	Level 2	Total
Cash and cash equivalents						
Investment in money						
market mutual fund	-	-	-	-	99,262,220	99,262,220
Investment in securities						
Trading - Equity						
securities	75,463,175	-	75,463,175	6,213,240	-	6,213,240
Available-for-sale -						
Equity securities	607,630,155	354,572,586	962,202,741	518,402,696	190,132,465	708,535,161

The Company determined fair value of financial assets by the following method.

- (a) Investments in debts securities are presented at fair values based on market prices or prices determined using the yield curve as announced by the Thai Bond Market Association.
- (b) Investments in equity securities are presented at fair values is based on market prices. In case of investment units, which are not listed securities, their fair values are the net asset value per unit as announced by the fund manager.

During the current period, there were no transfers within the fair value hierarchy

22. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Audit Committee on 7 August 2018.