

Thaire Life Assurance Public Company Limited  
Review report and interim financial information  
For the three-month and nine-month period ended  
30 September 2020

## **Independent Auditor's Report on Review of Interim Financial Information**

To the Shareholders of Thaire Life Assurance Public Company Limited

I have reviewed the accompanying statement of financial position, in which the equity method is applied, of Thaire Life Assurance Public Company Limited as at 30 September 2020, the statements of income and comprehensive income, in which the equity method is applied, for the three-month and nine-month periods then ended, and the statements of changes in owners' equity and cash flows, in which the equity method is applied, for the nine-month period then ended, as well as the condensed notes to the interim financial statements. I have also reviewed the separate financial information of Thaire Life Assurance Public Company Limited for the same period (collectively called "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

### **Scope of Review**

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

### **Conclusion**

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

Rachada Yongsawadvanich  
Certified Public Accountant (Thailand) No. 4951

EY Office Limited  
Bangkok: 3 November 2020

**Thaire Life Assurance Public Company Limited**  
**Statements of financial position**  
**As at 30 September 2020 and 31 December 2019**

(Unit: Baht)

Note	Financial statements				
	in which the equity method is applied		Separate financial statements		
	30 September 2020	31 December 2019	30 September 2020	31 December 2019	
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)	
<b>Assets</b>					
Cash and cash equivalents	4	37,241,950	33,798,067	37,241,950	33,798,067
Accrued investment income		13,574,209	13,187,204	13,574,209	13,187,204
Reinsurance assets	5	2,756,652	2,662,337	2,756,652	2,662,337
Reinsurance receivables	6	320,725,016	214,596,499	320,725,016	214,596,499
Investment assets					
Investments in securities	7.1	1,714,305,667	1,947,134,836	1,714,305,667	1,947,134,836
Loans and interest receivables	8	734,130	1,029,648	734,130	1,029,648
Investments in an associate	9.1	13,525,067	13,624,528	21,684,234	21,684,234
Premises and equipment	10	52,179,410	53,308,373	52,179,410	53,308,373
Intangible assets	11	31,466,763	33,649,819	31,466,763	33,649,819
Deferred tax assets	12.1	80,461,347	28,592,060	78,829,514	26,980,119
Other assets					
Deferred commission expenses		91,805,008	78,324,647	91,805,008	78,324,647
Others		13,364,117	6,256,404	13,364,117	6,256,404
<b>Total assets</b>		<b>2,372,139,336</b>	<b>2,426,164,422</b>	<b>2,378,666,670</b>	<b>2,432,612,187</b>
<b>Liabilities and owners' equity</b>					
<b>Liabilities</b>					
Insurance contract liabilities	13	917,597,596	786,531,545	917,597,596	786,531,545
Due to reinsurers	14	101,985,815	137,009,478	101,985,815	137,009,478
Income tax payable		-	18,794,352	-	18,794,352
Lease liabilities	15	1,659,713	-	1,659,713	-
Employee benefit obligations		18,424,713	14,080,989	18,424,713	14,080,989
Other liabilities					
Accrued expenses		3,366,898	4,644,925	3,366,898	4,644,925
Deferred commission income		41,350	39,935	41,350	39,935
Others		8,215,037	6,449,194	8,215,037	6,449,194
<b>Total liabilities</b>		<b>1,051,291,122</b>	<b>967,550,418</b>	<b>1,051,291,122</b>	<b>967,550,418</b>
<b>Owners' equity</b>					
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		732,001,812	739,516,723	736,036,713	743,339,730
Other component of owners' equity		(150,316,423)	(20,065,544)	(147,823,990)	(17,440,786)
<b>Total owners' equity</b>		<b>1,320,848,214</b>	<b>1,458,614,004</b>	<b>1,327,375,548</b>	<b>1,465,061,769</b>
<b>Total liabilities and owners' equity</b>		<b>2,372,139,336</b>	<b>2,426,164,422</b>	<b>2,378,666,670</b>	<b>2,432,612,187</b>
		-	-	-	-

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

Directors

## Thaire Life Assurance Public Company Limited

## Statements of income

For the three-month periods ended 30 September 2020 and 2019

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		2020	2019	2020	2019
<b>Revenues</b>					
Reinsurance premium written		581,056,042	566,036,931	581,056,042	566,036,931
Less: Reinsurance premium ceded		(5,128,187)	(5,076,600)	(5,128,187)	(5,076,600)
Net reinsurance premium written		575,927,855	560,960,331	575,927,855	560,960,331
Add : Unearned premium reserves decreased from prior period		17,169,315	43,948,364	17,169,315	43,948,364
Earned premium		593,097,170	604,908,695	593,097,170	604,908,695
Commission income		586,044	564,117	586,044	564,117
Net investment revenue		18,653,811	19,043,672	18,653,811	19,043,672
Gains (losses) on investments		(1,096,925)	13,178,713	(1,096,925)	13,178,713
Fair value gains (losses)		9,664	(7,392,490)	9,664	(7,392,490)
Share of profit from investments in an associate under the equity method	9.3	612,819	176,722	-	-
Other income		2,235,499	312,209	2,235,499	312,209
<b>Total revenues</b>		<b>614,098,082</b>	<b>630,791,638</b>	<b>613,485,263</b>	<b>630,614,916</b>
<b>Expenses</b>					
Long-term insurance policy reserves increased		6,600,738	29,542,212	6,600,738	29,542,212
Gross benefits and claims		384,652,111	344,642,162	384,652,111	344,642,162
Less: claims recovered from reinsurers		(1,032,295)	(608,409)	(1,032,295)	(608,409)
Commission expenses		146,549,326	143,079,613	146,549,326	143,079,613
Other underwriting expenses		8,955,587	9,763,872	8,955,587	9,763,872
Operating expenses		24,381,101	21,023,610	24,381,101	21,023,610
Finance costs		27,505	-	27,505	-
Reversal of expected credit losses		(9,150)	-	(9,150)	-
<b>Total expenses</b>		<b>570,124,923</b>	<b>547,443,060</b>	<b>570,124,923</b>	<b>547,443,060</b>
<b>Profits before income tax expenses</b>		<b>43,973,159</b>	<b>83,348,578</b>	<b>43,360,340</b>	<b>83,171,856</b>
Income tax expenses	12.2	(6,246,937)	(14,165,074)	(6,124,373)	(14,129,730)
<b>Net profits</b>		<b>37,726,222</b>	<b>69,183,504</b>	<b>37,235,967</b>	<b>69,042,126</b>
<b>Earnings per share</b>	17				
Basic earnings per share					
Net profits		0.06	0.12	0.06	0.12

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

(Unaudited but reviewed)

**Thaire Life Assurance Public Company Limited**

**Statements of comprehensive income**

**For the three-month periods ended 30 September 2020 and 2019**

(Unit: Baht)

Note	Financial statements		Separate financial statements	
	2020	2019	2020	2019
<b>Net profits</b>	<u>37,726,222</u>	<u>69,183,504</u>	<u>37,235,967</u>	<u>69,042,126</u>
<b>Other comprehensive income</b>				
Items to be reclassified to statements of income in subsequent periods:				
Translation adjustments of the financial statements				
in foreign currency of an associate	29,338	(269,652)	-	-
Loss on revaluation of available-for-sale investments				
measured at fair value through other comprehensive income	(56,305,468)	(13,070,445)	(56,305,468)	(13,070,445)
Add : Income taxes	11,255,226	2,668,019	11,261,094	2,614,089
Items to be reclassified to statements of income in subsequent periods				
- net of income taxes	(45,020,904)	(10,672,078)	(45,044,374)	(10,456,356)
<b>Other comprehensive loss for the periods</b>	<u>(45,020,904)</u>	<u>(10,672,078)</u>	<u>(45,044,374)</u>	<u>(10,456,356)</u>
<b>Total comprehensive income (loss) for the periods</b>	<u>(7,294,682)</u>	<u>58,511,426</u>	<u>(7,808,407)</u>	<u>58,585,770</u>

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

## Thaire Life Assurance Public Company Limited

## Statements of income

For the nine-month periods ended 30 September 2020 and 2019

(Unit: Baht)

	Note	Financial statements			
		in which the equity method is applied		Separate financial statements	
		2020	2019	2020	2019
<b>Revenues</b>					
Reinsurance premium written		1,826,111,589	1,826,888,135	1,826,111,589	1,826,888,135
Less: Reinsurance premium ceded		(13,604,741)	(11,182,154)	(13,604,741)	(11,182,154)
Net reinsurance premium written		1,812,506,848	1,815,705,981	1,812,506,848	1,815,705,981
Less: Unearned premium reserves increased from prior period		(110,569,957)	(89,067,136)	(110,569,957)	(89,067,136)
Earned premium		1,701,936,891	1,726,638,845	1,701,936,891	1,726,638,845
Commission income		1,795,805	985,740	1,795,805	985,740
Net investment revenue		53,711,893	56,619,131	53,711,893	56,619,131
Gains (losses) on investments		(10,836,732)	18,540,966	(10,836,732)	18,540,966
Fair value gains (losses)		(1,426,419)	6,457,600	(1,426,419)	6,457,600
Share of loss from investments in an associate under the equity method	9.3	(264,867)	(735,221)	-	-
Other income		4,553,558	541,507	4,553,558	541,507
<b>Total revenues</b>		<b>1,749,470,129</b>	<b>1,809,048,568</b>	<b>1,749,734,996</b>	<b>1,809,783,789</b>
<b>Expenses</b>					
Long-term insurance policy reserves increased		33,244,288	36,177,732	33,244,288	36,177,732
Unexpired risk reserves decreased		(9,507,891)	-	(9,507,891)	-
Gross benefits and claims		1,114,325,900	1,059,161,815	1,114,325,900	1,059,161,815
Less: claims recovered from reinsurers		(3,129,270)	(1,746,114)	(3,129,270)	(1,746,114)
Commission expenses		434,731,591	404,059,380	434,731,591	404,059,380
Other underwriting expenses		26,499,516	27,492,159	26,499,516	27,492,159
Operating expenses		70,568,094	70,318,051	70,568,094	70,318,051
Finance costs		90,330	-	90,330	-
Expected credit losses		251,114	-	251,114	-
<b>Total expenses</b>		<b>1,667,073,672</b>	<b>1,595,463,023</b>	<b>1,667,073,672</b>	<b>1,595,463,023</b>
<b>Profits before income tax expenses</b>		<b>82,396,457</b>	<b>213,585,545</b>	<b>82,661,324</b>	<b>214,320,766</b>
Income tax expenses	12.2	(9,770,830)	(35,483,714)	(9,823,803)	(36,421,467)
<b>Net profits</b>		<b>72,625,627</b>	<b>178,101,831</b>	<b>72,837,521</b>	<b>177,899,299</b>
<b>Earnings per share</b>					
Basic earnings per share	17				
Net profits		0.12	0.30	0.12	0.30

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

(Unaudited but reviewed)

**Thaire Life Assurance Public Company Limited****Statements of comprehensive income****For the nine-month periods ended 30 September 2020 and 2019**

(Unit: Baht)

Note	Financial statements			
	in which the equity method is applied		Separate financial statements	
	2020	2019	2020	2019
<b>Net profits</b>	<u>72,625,627</u>	<u>178,101,831</u>	<u>72,837,521</u>	<u>177,899,299</u>
<b>Other comprehensive income</b>				
Items to be reclassified to statements of income in subsequent periods:				
Translation adjustments of the financial statements				
in foreign currency of an associate	165,406	(1,363,588)	-	-
Gain (loss) on revaluation of available-for-sale investments				
measured at fair value through other comprehensive income	(162,979,005)	58,297,354	(162,979,005)	58,297,354
Add (less): Income taxes	<u>32,562,720</u>	<u>(11,061,026)</u>	<u>32,595,801</u>	<u>(11,659,471)</u>
Items to be recognised in statement of income				
in subsequent periods - net of income taxes	<u>(130,250,879)</u>	<u>45,872,740</u>	<u>(130,383,204)</u>	<u>46,637,883</u>
Items not to be reclassified to statements of income in subsequent periods:				
Actuarial losses	(2,679,231)	(595,133)	(2,679,231)	(595,133)
Add: Income taxes	<u>535,846</u>	<u>119,027</u>	<u>535,846</u>	<u>119,027</u>
Items not to be reclassified to statements of income in subsequent periods				
- net of income taxes	<u>(2,143,385)</u>	<u>(476,106)</u>	<u>(2,143,385)</u>	<u>(476,106)</u>
<b>Other comprehensive income (loss) for the periods</b>	<u>(132,394,264)</u>	<u>45,396,634</u>	<u>(132,526,589)</u>	<u>46,161,777</u>
<b>Total comprehensive income (loss) for the periods</b>	<u><u>(59,768,637)</u></u>	<u><u>223,498,465</u></u>	<u><u>(59,689,068)</u></u>	<u><u>224,061,076</u></u>

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

## Thaire Life Assurance Public Company Limited

## Statements of cash flows

For the nine-month period ended 30 September 2020 and 2019

(Unit: Baht)

	Note	Financial statements		Separate financial statements	
		2020	2019	2020	2019
<b>Cash flows from (used in) operating activities</b>					
Cash received from reinsurance		108,668,115	69,243,061	108,668,115	69,243,061
Interest income		12,669,631	13,314,325	12,669,631	13,314,325
Dividend income		41,078,249	43,117,867	41,078,249	43,117,867
Other investment income (expenses)		(11,247,645)	18,131,966	(11,247,645)	18,131,966
Other income		503,474	554,294	503,474	554,294
Other underwriting expenses		(26,352,194)	(27,357,061)	(26,352,194)	(27,357,061)
Operating expenses		(58,820,746)	(62,591,810)	(58,820,746)	(62,591,810)
Income tax expenses		(47,965,330)	(47,992,321)	(47,965,330)	(47,992,321)
Investments in securities		-	169,315,939	-	169,315,939
Loans		-	239,763	-	239,763
Cash received on financial assets		1,417,802,089	-	1,417,802,089	-
Cash paid for financial assets		(1,352,349,232)	-	(1,352,349,232)	-
<b>Net cash provided by operating activities</b>		<b>83,986,411</b>	<b>175,976,023</b>	<b>83,986,411</b>	<b>175,976,023</b>
<b>Cash flows from (used in) investing activities</b>					
Disposals of equipment		-	419,321	-	419,321
Purchases of equipment		(811,800)	(2,596,021)	(811,800)	(2,596,021)
Purchases of intangible assets		(1,111,334)	(185,538)	(1,111,334)	(185,538)
<b>Net cash used in investing activities</b>		<b>(1,923,134)</b>	<b>(2,362,238)</b>	<b>(1,923,134)</b>	<b>(2,362,238)</b>
<b>Cash flows from (used in) financing activities</b>					
Repayment of lease liabilities		(594,171)	-	(594,171)	-
Dividend paid	18	(78,000,000)	(168,000,000)	(78,000,000)	(168,000,000)
<b>Net cash used in financing activities</b>		<b>(78,594,171)</b>	<b>(168,000,000)</b>	<b>(78,594,171)</b>	<b>(168,000,000)</b>
Increase in expected credit losses		(25,223)	-	(25,223)	-
<b>Net increase in cash and cash equivalents</b>		<b>3,443,883</b>	<b>5,613,785</b>	<b>3,443,883</b>	<b>5,613,785</b>
Cash and cash equivalents at beginning of the periods		33,798,067	55,107,499	33,798,067	55,107,499
<b>Cash and cash equivalents at end of the periods</b>		<b>37,241,950</b>	<b>60,721,284</b>	<b>37,241,950</b>	<b>60,721,284</b>
		-	-	-	-

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



(Unaudited but reviewed)

## Thaire Life Assurance Public Company Limited

## Statements of changes in owners' equity

For the nine-month periods ended 30 September 2020 and 2019

(Unit: Baht)

Financial statements in which the equity method is applied									
	Note	Issued and paid-up share capital	Share premium	Retained earnings		Other components of owners' equity			Total owners' equity
				Appropriated - statutory reserve	Unappropriated	Revaluation surplus (deficit) on available-for-sale investments measured at fair value through other comprehensive income - net of income taxes	Translation adjustments of the financial statements in foreign currency of an associate - net of income taxes	Total other components of owners' equity	
<b>Balance as at 1 January 2019</b>		600,000,000	79,162,825	60,000,000	714,249,360	(12,863,016)	(1,628,637)	(14,491,653)	1,438,920,532
Dividend paid	18	-	-	-	(168,000,000)	-	-	-	(168,000,000)
Reversal of dividend payable due to ineligibility of shareholders		-	-	-	867	-	-	-	867
Net profit		-	-	-	178,101,831	-	-	-	178,101,831
Other comprehensive income (loss) for the period		-	-	-	(476,106)	46,637,883	(765,143)	45,872,740	45,396,634
Total comprehensive income (loss) for the period		-	-	-	177,625,725	46,637,883	(765,143)	45,872,740	223,498,465
<b>Balance as at 30 September 2019</b>		<u>600,000,000</u>	<u>79,162,825</u>	<u>60,000,000</u>	<u>723,875,952</u>	<u>33,774,867</u>	<u>(2,393,780)</u>	<u>31,381,087</u>	<u>1,494,419,864</u>
<b>Balance as at 1 January 2020</b>		600,000,000	79,162,825	60,000,000	739,516,723	(17,440,786)	(2,624,758)	(20,065,544)	1,458,614,004
Dividend paid	18	-	-	-	(78,000,000)	-	-	-	(78,000,000)
Reversal of dividend payable due to ineligibility of shareholders		-	-	-	2,847	-	-	-	2,847
Net profit		-	-	-	72,625,627	-	-	-	72,625,627
Other comprehensive income (loss) for the period		-	-	-	(2,143,385)	(130,383,204)	132,325	(130,250,879)	(132,394,264)
Total comprehensive income (loss) for the period		-	-	-	70,482,242	(130,383,204)	132,325	(130,250,879)	(59,768,637)
<b>Balance as at 30 September 2020</b>		<u>600,000,000</u>	<u>79,162,825</u>	<u>60,000,000</u>	<u>732,001,812</u>	<u>(147,823,990)</u>	<u>(2,492,433)</u>	<u>(150,316,423)</u>	<u>1,320,848,214</u>
		-	-	-	-	-	-	-	-

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

(Unaudited but reviewed)

## Thaire Life Assurance Public Company Limited

## Statements of changes in owners' equity (continued)

For the ninemonth periods ended 30 September 2020 and 2019

(Unit: Baht)

Separate financial statements							
Note	Issued and paid-up share capital	Share permium	Retained earnings		Other component of owners' equity	Total owners' equity	
			Appropriated - statutory reserve	Unappropriated	Revaluation surplus (deficit) on available-for-sale investments measured at fair value through other comprehensive income - net of income taxes		
	<b>Balance as at 1 January 2019</b>	600,000,000	79,162,825	60,000,000	718,202,902	(12,863,016)	1,444,502,711
18	Dividend paid	-	-	-	(168,000,000)	-	(168,000,000)
	Reversal of dividend payable due to ineligibility of shareholders	-	-	-	867	-	867
	Net profit	-	-	-	177,899,299	-	177,899,299
	Other comprehensive income (loss) for the period	-	-	-	(476,106)	46,637,883	46,161,777
	<b>Total comprehensive income for the period</b>	-	-	-	<b>177,423,193</b>	<b>46,637,883</b>	<b>224,061,076</b>
	<b>Balance as at 30 September 2019</b>	<b>600,000,000</b>	<b>79,162,825</b>	<b>60,000,000</b>	<b>727,626,962</b>	<b>33,774,867</b>	<b>1,500,564,654</b>
	<b>Balance as at 1 January 2020</b>	600,000,000	79,162,825	60,000,000	743,339,730	(17,440,786)	1,465,061,769
18	Dividend paid	-	-	-	(78,000,000)	-	(78,000,000)
	Reversal of dividend payable due to ineligibility of shareholders	-	-	-	2,847	-	2,847
	Net profit	-	-	-	72,837,521	-	72,837,521
	Other comprehensive loss for the period	-	-	-	(2,143,385)	(130,383,204)	(132,526,589)
	<b>Total comprehensive income (loss) for the period</b>	-	-	-	<b>70,694,136</b>	<b>(130,383,204)</b>	<b>(59,689,068)</b>
	<b>Balance as at 30 September 2020</b>	<b>600,000,000</b>	<b>79,162,825</b>	<b>60,000,000</b>	<b>736,036,713</b>	<b>(147,823,990)</b>	<b>1,327,375,548</b>
		-	-	-	-	-	-

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

# Thaire Life Assurance Public Company Limited

## Table of contents of notes to financial statements

For the three-month and nine-month periods ended 30 September 2020 and 2019

<b>Note</b>	<b>Contents</b>	<b>Page</b>
1.	General information.....	1
2.	Basis for preparation of interim financial information.....	1
3.	Cumulative effects of the changes in accounting policies.....	9
4.	Cash and cash equivalents.....	11
5.	Reinsurance assets.....	12
6.	Reinsurance receivables.....	12
7.	Investments in securities.....	13
8.	Loans and interest receivables.....	15
9.	Investment in an associate.....	16
10.	Premises and equipment.....	19
11.	Intangible assets.....	19
12.	Deferred tax assets and income tax expenses.....	20
13.	Insurance contract liabilities.....	23
14.	Due to reinsurers.....	26
15.	Lease liabilities.....	27
16.	Segment information.....	28
17.	Earnings per share.....	32
18.	Dividends paid.....	32
19.	Related party transactions.....	33
20.	Assets placed and reserved with the Registrar.....	36
21.	Other assets subject to restrictions.....	36
22.	Commitments.....	37
23.	Fair value of financial assets.....	38
24.	Approval of interim financial information.....	38

**Thaire Life Assurance Public Company Limited**

**Notes to interim financial statements**

**For the three-month and nine-month periods ended 30 September 2020 and 2019**

**1. General information**

**1.1 Corporate information**

Thaire Life Assurance Public Company Limited (“the Company”) is a public company, incorporated under Thai laws, domiciled in Thailand and listed on the Stock Exchange of Thailand since 9 October 2013. Its major shareholder is Thai Reinsurance Public Company Limited, a public company incorporated under Thai laws, domiciled in Thailand and listed on the Stock Exchange of Thailand. As at 30 September 2020 and 31 December 2019, the major shareholder held 10.10%, of the issued and paid-up share capital of the Company. The Company is principally engaged in the provision of life reinsurance services. The registered office of the Company is located at No. 48/15 Soi Ratchadapisek 20, Ratchadapisek Road, Samsenok Sub-district, Huaykwang District, Bangkok.

**1.2 Coronavirus 2019 pandemic**

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

**2. Basis for preparation of interim financial information**

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

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

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

## **2.1 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 Financial reporting standards that became effective in the current year**

During the period, the Company has adopted the revised (revised 2019) and new financial reporting standards and interpretations which are effective for fiscal years beginning on or after 1 January 2020. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards. However, the new standard involves changes to key principles, which are summarised below:

### **(a) Financial reporting standards and accounting guidance related to financial instruments**

#### **Financial reporting standards related to financial instruments**

A set of TFRSs related to financial instruments consists of five accounting standards and interpretations, as follows:

Financial reporting standards:

TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments

Accounting standard:

TAS 32                                      Financial Instruments: Presentation

Financial Reporting Standard Interpretations:

TFRIC 16                                      Hedges of a Net Investment in a Foreign Operation

TFRIC 19                                      Extinguishing Financial Liabilities with Equity Instruments

This set of TFRSs related to financial instruments makes stipulations relating to the classification of financial instruments and their measurement at fair value or amortised cost (taking into account the type of instrument, the characteristics of the contractual cash flows and the Company's business model), calculation of impairment using the expected credit loss method, and hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments.

**Accounting Guidance related to financial instruments and disclosures applicable for insurance business**

Accounting Guidance related to financial instruments and disclosures applicable to insurance business was issued to comply with TFRS 4 (revised 2019) Insurance contracts, which allows insurers who meet certain criteria stipulated in TFRS 4 to delay adoption of TFRS 9 Financial Instruments and TFRS 7 Financial Instruments: Disclosures, which are applicable for the financial reporting period beginning on or after 1 January 2020, and to adopt the Accounting Guidance related to financial instruments and disclosures applicable to insurance business instead.

This accounting guidance has certain stipulations differing from those stipulated in TFRS 9 in the following key topics.

- Classification and measurement of financial assets: These are to be classified as trading securities, available-for-sale securities, held to maturity debt securities, and loans and receivables, with no requirement to take into accounts the assessment of the entity's business model and the characteristics of the contractual cash flows.
- Loss on impairment, gain or loss on derecognition, and gain and loss on fair value hedges for available-for-sale equity securities are to be recognised in profit or loss.
- The derivatives embedded in financial assets that are hybrid contracts are to be separated from host contract if they meet all criteria for separation.

In addition, the accounting guidance also stipulates certain disclosure topics to be different from those stipulated in the TFRS 7.

According to the Company's statement of financial position as of 31 December 2017, the Company had liabilities in connection with insurance services under the scope of TFRS 4: Insurance Contracts of 80% or more but less than 90% of the carrying value of total liabilities and the Company operates non-insurance related business insignificantly. As such, the Company meets criteria under TFRS 4: Insurance Contracts, and there has been no change in the core business of the Company in the following accounting periods. The Company's management, therefore, considered to adopt such accounting guidance instead of the adoption of TFRS 9 and TFRS 7.

Impact to the Company's interim financial information from the adoption of this accounting guidance can be summarised as follows:

#### Classification and measurement of financial assets

- The Company continues to classify its available-for-sale investments both debt instruments and equity instruments, except for non-listed equity securities, as financial assets measured at fair value through other comprehensive income. The investments newly acquired during the period will be classified based on the objective designated on the investment date.
- The Company considers to classify its investments in non-listed equity securities, which were previously classified as general investments measured at cost net of allowance for impairment (if any) under the cancelled former accounting standard to be financial assets measured at fair value through other comprehensive income.
- The Company continues to classify and present investment in debt securities and loans, which the Company held to collect contractual cash flow (both principal and interest), as held-to-maturity investments and loans and interest receivables, respectively, measured at amortised cost.

#### Classification of financial liabilities

The adoption of this accounting guidance does not have any impact to classification of financial liabilities. The Company continues to classify financial liabilities measured at amortised cost.

### Impairment of financial assets

- This accounting guidance requires the Company to move from incurred loss provisioning, under former accounting policy, to expected loss provisioning by recognising an allowance for expected credit losses on its financial assets and it is no longer necessary for a credit-impaired event to have occurred. The Company considers to adopt the general approach to determine expected credit loss on financial assets.
- Loss on impairment of investments in equity instruments and unit trusts classified as available-for-sale investments is immediately recognised in profit or loss when there is objective evidence of impairment, considering from the evidence that indicates the cost of investments may not be recovered and a significant or prolonged decline in fair value of investments below its costs.

### Transition

The Company's management already considered that the effect from measurement and expected credit losses are insignificantly higher than the amount previously recognised under the former accounting policy. The cumulative effect, therefore, was not adjusted against retained earnings as at 1 January 2020, and the comparative information was not restated.

However, reclassification is described in Note 3 to interim financial statements.

### **(b) TFRS 16 Leases**

TFRS 16 supersedes TAS 17 Leases together with related Interpretations. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases, and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is low value.

Accounting by lessors under TFRS 16 is substantially unchanged from TAS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles to those used under TAS 17.

There will be impact in the following matters to the Company's interim financial information from the adoption of this Thai Financial Reporting Standard.



### Right-of-use assets

The Company recognises right-of-use assets at the commencement date of the lease. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised through initial measurement, initial direct costs incurred, and lease payments made at or before the commencement date, less any lease incentives received.

Unless the Company is reasonably certain that it will obtain ownership of the leased asset at the end of the lease term, the recognised right-of-use assets are depreciated on a straight-line basis from the commencement date of the lease to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

### Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of the lease payments to be made over the lease term, discounted by the interest rate implicit in the lease or the Company's incremental borrowing rate. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification or reassessment.

### Short-term leases and Leases of low-value assets

Payments under leases that, have a lease term of 12 months or less at the commencement date, or are leases of low-value assets, are recognised as expenses on a straight-line basis over the lease term.

### Transition

The Company initially adopted this financial reporting standard using the modified retrospective method whereby an adjustment of the cumulative effect was made against assets and liabilities as at 1 January 2020, and the comparative information was not restated.

The cumulative effect of the change in this accounting policy is described in Note 3 to interim financial statements.

**(c) Accounting guidances on temporary relief measures**

**Accounting Guidance on Temporary Relief Measures for Entities Providing Assistance to Debtors Impacted by Situations That Affect the Thai Economy**

The Federation of Accounting Professions announced Accounting Guidance on Temporary Relief Measures for Entities Providing Assistance to Debtors Impacted by Situations That Affect the Thai Economy. Its objectives are to provide temporary relief measures solely for entities providing assistance to debtors impacted by the situations that affect the Thai economy, such as COVID-19, economic conditions, trade wars and drought, and to provide an alternative for all entities providing assistance to debtors in accordance with measures to assist debtors specified in the circular of the Bank of Thailand No. BOT.RPD.(23)C. 276/2563 “Guidelines on providing assistance to debtors impacted by situations that affect the Thai economy” and the circular of the Bank of Thailand No. BOT.RPD.(01)C. 380/2563 “Measures to provide additional assistance to debtors during the COVID-19 situation” or any other measures announced by the Bank of Thailand. Such entities include credit card businesses, businesses providing loans secured against vehicle registrations without collateral, personal loan businesses under the supervision of the Bank of Thailand and certain entities not under the supervision of the Bank of Thailand, such as leasing, hire-purchase, motorcycle hire-purchase and factoring businesses. Entities providing assistance to debtors in accordance with the Bank of Thailand’s measures and electing to apply this Accounting Guidance have to apply all temporary relief measures in this guidance.

On 22 April 2020, the Accounting Guidance was announced in the Royal Gazette and it is effective for entities providing assistance to debtors impacted by situations that affect the Thai economy during the period from 1 January 2020 to 31 December 2021 or until the Bank of Thailand makes changes, with which the entities are to comply. The guidance applies to large debtors, small- and medium-sized debtors and retail debtors who have the ability to run a business or to pay debts in the future and who have been impacted directly or indirectly by such this, considering the following guidelines.

The Company did not adopt this accounting guidance since it was not applicable to the Company’s business.

### **Accounting Guidance on Temporary Relief Measures on Accounting Alternatives in Response to the Impact of the COVID-19 Pandemic**

The Federation of Accounting Professions announced Accounting Guidance on Temporary Relief Measures on Accounting Alternatives in Response to the Impact of the COVID-19 Pandemic. Its objectives are to alleviate some of the impact of applying certain financial reporting standards, and to provide clarification about accounting treatments during the period of uncertainty relating to this situation.

On 22 April 2020, the Accounting Guidance was announced in the Royal Gazette and it is effective for the financial statements prepared for reporting periods ending between 1 January 2020 and 31 December 2020.

The Company did not adopt this accounting guidance in the current period.

#### **2.4 Financial reporting standards that became effective for fiscal years beginning on or after 1 January 2021**

The Federation of Accounting Professions issued a number of revised financial reporting standards and interpretations, which are effective for fiscal years beginning on or after 1 January 2021. These revised financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards.

The Company's management is currently evaluating the impact of these revised standards to the financial statements in the year when they are adopted.

#### **2.5 Significant accounting policies**

This interim financial information is prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2019, except for the changes in accounting policy as a result of the adoption of new standard as discussed in Note 2.3 (a) and (b) to interim financial statements.

### 3. Cumulative effects of the changes in accounting policies

As described in Note 2.3 (a) and (b) to interim financial statements, during the current period, the Company has adopted Accounting Guidance related to financial instruments and disclosures applicable to insurance business and TFRS 16. For Accounting Guidance related to financial instruments and disclosures applicable to insurance business, the Company's management has already considered that the effect from the initial adoption is not significant, the Company, therefore, did not recognise the cumulative effect against retained earnings as at 1 January 2020. For TFRS 16, the Company chose to use the modified retrospective method whereby an adjustment of the cumulative effect was made against assets and liabilities as at 1 January 2020 and the comparative information was not restated.

The impacts to the line items in the financial statements as at 1 January 2020 from the adoption of these standards were presented as follows:

(Unit: Baht)

	Financial statements in which the equity method is applied			
	31 December 2019	The impacts of Accounting Guidance related to financial instruments (Note 3.1)	TFRS 16 (Note 3.2)	1 January 2020
<b>Statement of financial position</b>				
<b>Assets</b>				
Investment in securities	1,947,134,836	-	-	1,947,134,836
Right-of-use assets <sup>(1)</sup>	-	-	2,163,554	2,163,554
<b>Liabilities</b>				
Lease liabilities	-	-	2,163,554	2,163,554
<b>Owners' equity</b>				
Retained earnings - unappropriated	739,516,723	-	-	739,516,723
Other component of owners' equity	(20,065,544)	-	-	(20,065,544)

<sup>(1)</sup> Included in "Premises and equipment" in statements of financial position

(Unaudited but reviewed)

(Unit: Baht)

	Separate financial statements			1 January 2020
	31 December 2019	The impacts of		
		Accounting Guidance related to financial instruments (Note 3.1)	TFRS 16 (Note 3.2)	
<b>Statement of financial position</b>				
<b>Assets</b>				
Investment in securities	1,947,134,836	-	-	1,947,134,836
Right-of-use assets <sup>(1)</sup>	-	-	2,163,554	2,163,554
<b>Liabilities</b>				
Lease liabilities	-	-	2,163,554	2,163,554
<b>Owners' equity</b>				
Retained earnings - unappropriated	743,339,730	-	-	743,339,730
Other component of owners' equity	(17,440,786)	-	-	(17,440,786)

<sup>(1)</sup> Included in "Premises and equipment" in statements of financial position

### 3.1 Financial instruments

The carrying values of financial assets in accordance with the Accounting Guidance related to financial instruments and disclosures applicable to insurance business as at 1 January 2020, as compared to the carrying amounts under the former basis, were as follows:

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements			The carrying values under the new accounting guidance as at 1 January 2020
	The carrying values under the former accounting standard as at 31 December 2019	Impact of adoption of Accounting Guidance related to financial instrument		
		Classification	Measurement	
<b>Investment in securities</b>				
Trading investments measured at fair value through profit or loss	72,336,094	-	-	72,336,094
Available-for-sale investments measured at fair value through other comprehensive income	803,962,688	2,105,720	-	806,068,408
Held-to-maturity investments measured at amortised cost	1,068,730,334	-	-	1,068,730,334
General investments	2,105,720	(2,105,720)	-	-
Total investment in securities	1,947,134,836	-	-	1,947,134,836

**3.2 Leases**

Upon initial application of TFRS 16, the Company recognised lease liabilities previously classified as operating leases at the present value of the remaining lease payments, discounted using the Company's incremental borrowing rate at 1 January 2020.

	(Unit: Baht)
	Financial statements in which the equity method is applied and Separate financial statements
	<u></u>
Operating lease commitments as at 31 December 2019	2,376,684
Less: Deferred interest expenses	(213,130)
	<u>2,163,554</u>
Increase in lease liabilities due to TFRS 16 adoption	2,163,554
Lease liabilities as at 31 December 2019	-
	<u>2,163,554</u>
Lease liabilities as at 1 January 2020	<u>2,163,554</u>

**4. Cash and cash equivalents**

	(Unit: Baht)	
	Financial statements in which the equity method is applied and Separate financial statements	
	<u>30 September 2020</u>	<u>31 December 2019</u>
Cash	8,119	4,052
Deposits at banks with no fixed maturity date	30,273,235	8,788,149
Deposits at other financial institutions	6,985,819	25,005,866
Total	<u>37,267,173</u>	<u>33,798,067</u>
Less: Allowance for expected credit losses	(25,223)	-
Cash and cash equivalents - net	<u>37,241,950</u>	<u>33,798,067</u>

As at 30 September 2020 and 31 December 2019, saving deposits, and deposits at other financial institutions carried interests between 0.05 to 1.0 and 0.1 to 1.0 percent per annum, respectively.

(Unaudited but reviewed)

**5. Reinsurance assets**

(Unit: Baht)

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

	<u>30 September 2020</u>	<u>31 December 2019</u>
Insurance reserves refundable from reinsurers		
Long-term insurance policy reserves	2,744,666	2,656,014
Unearned premium reserves	11,986	6,323
Total reinsurance assets	<u>2,756,652</u>	<u>2,662,337</u>

**6. Reinsurance receivables**

(Unit: Baht)

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

	<u>30 September 2020</u>	<u>31 December 2019</u>
Amounts deposited on reinsurance	76,826,583	92,399,180
Amounts due from reinsurers	243,898,433	122,197,319
Total reinsurance receivables	<u>320,725,016</u>	<u>214,596,499</u>

## 7. Investments in securities

### 7.1 Classified by types of investments

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements			
	30 September 2020		31 December 2019	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
<b>Trading investments measured at fair value through profit or loss</b>				
Common stocks	-	-	75,613,249	72,336,094
Unit trusts	13,043,048	13,048,253	-	-
Total	13,043,048	13,048,253	75,613,249	72,336,094
Add (less): Unrealised gain (loss)	5,205	-	(3,277,155)	-
Trading investments measured at fair value through profit or loss - net	13,048,253	13,048,253	72,336,094	72,336,094
<b>Available-for-sale investments measured at fair value through other comprehensive income</b>				
Common stocks	357,061,861	292,206,820	200,215,348	203,031,302
Unit trusts	685,366,096	565,441,151	625,548,322	600,931,386
Total	1,042,427,957	857,647,971	825,763,670	803,962,688
Less: Unrealised loss	(184,779,986)	-	(21,800,982)	-
Available-for-sale investments measured at fair value through other comprehensive income - net	857,647,971	857,647,971	803,962,688	803,962,688
<b>Held-to-maturity investments measured at amortised cost</b>				
Government and state enterprise securities	451,510,215		709,081,922	
Private enterprise debt securities	262,325,118		214,648,412	
Deposits at financial institutions which mature over 3 months	130,000,000		145,000,000	
Total	843,835,333		1,068,730,334	
Less: Allowance for expected credit losses	(225,890)		-	
Held-to-maturity investments measured at amortised cost - net	843,609,443		1,068,730,334	
<b>General investments</b>				
Common stocks	-		2,105,720	
Total general investments	-		2,105,720	
Investments in securities - net	1,714,305,667		1,947,134,836	



(Unaudited but reviewed)

**7.2 Classified by stage of credit risk**

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements		
	30 September 2020		
	Gross carrying value	Allowance for expected credit losses	carrying value
<b>Held-to-maturity investments measured at amortised cost</b>			
Stage 1 - Debt securities without a significant increase of credit risk	843,835,333	(225,890)	843,609,443
Total	843,835,333	(225,890)	843,609,443

**7.3 Revaluation deficit on available-for-sale investments measured at fair value through other comprehensive income**

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	For the nine-month period ended 30 September 2020	For the year ended 31 December 2019
Revaluation deficit on available-for-sale investments measured at fair value through other comprehensive income, net of income taxes - beginning of the periods	(17,440,786)	(12,863,016)
Revaluation during the periods	(173,480,549)	19,707,595
(Gains) losses transferred to be recognised in statements of income	10,501,544	(25,429,808)
Total losses on revaluation of available-for-sale investments measured at fair value through other comprehensive income	(162,979,005)	(5,722,213)
Add: Income taxes	32,595,801	1,144,443
Losses on revaluation of available-for-sale investments measured at fair value through other comprehensive income - net of income taxes	(130,383,204)	(4,577,770)
Revaluation deficit on available-for-sale investments measured at fair value through other comprehensive income, net of income taxes - end of the periods	(147,823,990)	(17,440,786)

#### 7.4 Investments subject to restriction

As at 30 September 2020 and 31 December 2019, 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 20 and 21 to the interim financial statements.

#### 7.5 Reclassification of investment in current period

During the period, the Company transferred investment in marketable securities, previously classified as trading investments measured at fair value through profit or loss to available-for-sale investments measured at fair value through other comprehensive income under the resolution of the Company's Investment Committee Meeting, held on 20 February 2020. The fair value on the transfer date was Baht 79.9 million.

#### 8. Loans and interest receivables

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.

As at 30 September 2020 and 1 January 2020, the balances of loans and interest receivables, classified by stage of credit risk, were as follows:

Staging	(Unit: Baht)	
	Financial statements in which the equity method is applied and Separate financial statements	
	30 September 2020	1 January 2020
	Mortgaged loans	Mortgaged loans
Stage 1 - Loans without a significant increase of credit risk	734,130	1,029,648
Loans and interest receivables	734,130	1,029,648

## 9. Investment in an associate

### 9.1 Details of an associate

Company's name	Nature of business	Country of incorporation	Issued and paid-up share capital		Shareholding percentage held by the Company	
			30 September	31 December	30 September	31 December
			2020	2019	2020	2019
			(Thousand Baht)	(Thousand Baht)	(%)	(%)
TKI Life Insurance Company Limited	Life insurance	Laos	66,118	66,118	32.50	32.50

(Unit: Thousand Baht)

Company's name	Financial statements				
	in which the equity method is applied		Separate financial statements		
	Investment value under equity method		Investment value under cost method as		
	30 September	31 December	30 September	31 December	
TKI Life Insurance Company Limited		13,525	13,625	21,684	21,684

### 9.2 Financial information of an associate

#### Summarised information about financial position

(Unit: Thousand Baht)

	TKI Life Insurance Company Limited	
	30 September 2020	31 December 2019
Total assets	45,740	44,067
Total liabilities	(4,124)	(2,145)
Net assets	41,616	41,922
Shareholding percentage (%)	32.50	32.50
Carrying amount of an associate under equity method	13,525	13,625

**Summarised information of statements of comprehensive income**

(Unit: Thousand Baht)

	TKI Life Insurance Company Limited			
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2020	2019	2020	2019
Total revenues	3,423	2,957	6,238	4,896
Net profit (loss)	1,886	544	(767)	(2,262)
Total comprehensive income (loss) for the periods	1,886	544	(767)	(2,262)

**9.3 Share of profit (loss) and other comprehensive income and dividend income**

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

	Financial statements in which the equity method is applied				Separate financial statements	
	Share of profit from investments in an associate for the three-month periods ended 30 September		Share of other comprehensive income from investments in an associate for the three-month periods ended 30 September		Dividends received during the three-month periods ended 30 September	
	2020	2019	2020	2019	2020	2019
TKI Life Insurance Company Limited	613	177	-	-	-	-
	613	177	-	-	-	-

(Unaudited but reviewed)

(Unit: Thousand Baht)

Associate	Financial statements in which the equity method is applied				Separate financial statements	
	Share of loss from		Share of other comprehensive		Dividends received during the	
	investments in an associate for		income from investments in an		nine-month periods	
	the nine-month periods ended		associate for the nine-month		ended 30 September	
	30 September		periods ended 30 September		ended 30 September	
	2020	2019	2020	2019	2020	2019
TKI Life Insurance						
Company Limited	(265)	(735)	-	-	-	-
	(265)	(735)	-	-	-	-

As at 30 September 2020 and 31 December 2019, the Company presented investment in an associate under the equity method in the financial statements, in which the equity method is applied, based on the financial information, as prepared by the associate's management. However, the Company obtained the 2019 financial statements of TKI Life Insurance Company Limited, which were audited by the associate's auditor and the auditor expressed an unqualified opinion under their report dated 5 May 2020. Such audited financial statements presented financial information that were not significantly different from the financial information prepared by the associate's management used for equity-accounting in that year.

(Unaudited but reviewed)

**10. Premises and equipment**

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements					Total
	For the nine-month period ended 30 September 2020					
	Land	Building	Furniture, fixtures and equipment	Computers	Right-of-use assets	
Net book value as at 1 January 2020	17,640,000	29,413,402	5,115,345	1,139,626	-	53,308,373
Adjustments of right-of-use assets due to the first time adoption of TFRS 16 adoption	-	-	-	-	2,163,554	2,163,554
Acquisition during the period - at cost	-	-	69,530	742,270	-	811,800
Depreciation charged for the period	-	(1,654,681)	(1,132,726)	(776,022)	(540,888)	(4,104,317)
Net book value as at 30 September 2020	<u>17,640,000</u>	<u>27,758,721</u>	<u>4,052,149</u>	<u>1,105,874</u>	<u>1,622,666</u>	<u>52,179,410</u>

**11. Intangible assets**

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements		
	For the nine-month period ended 30 September 2020		
	Computer software	Computer software under development	Total
Net book value as at 1 January 2020	33,649,819	-	33,649,819
Acquisition during the period - at cost	446,864	738,300	1,185,164
Transfer in (out)	738,300	(738,300)	-
Amortisation charged for the period	(3,368,220)	-	(3,368,220)
Net book value as at 30 September 2020	<u>31,466,763</u>	<u>-</u>	<u>31,466,763</u>

## 12. Deferred tax assets and income tax expenses

### 12.1 Deferred tax assets

As at 30 September 2020 and 31 December 2019, the components of deferred tax assets were as follows:

								(Unit: Thousand Baht)	
				Financial statements in which the equity method is applied		Separate financial statements			
				Changes in deferred tax assets for the nine- month periods ended		Changes in deferred tax assets for the nine- month periods ended			
Financial statements in which the equity method is applied		Separate financial statements		30 September		30 September			
30 September 2020	31 December 2019	30 September 2020	31 December 2019	2020	2019	2020	2019		
<b>Deferred tax assets</b>									
<b>(liabilities) arose from:</b>									
Loss reserves	891	1,558	891	1,558	(667)	4,515	(667)	4,515	
Commission payable on reinsurance	54,086	30,872	54,086	30,872	23,214	(8,938)	23,214	(8,938)	
Employee benefit obligations	3,685	2,816	3,685	2,816	869	755	869	755	
Unrealised losses on available-for-sale investments measured at fair value through other comprehensive income	36,956	4,360	36,956	4,360	32,596	(11,660)	32,596	(11,660)	
Net deferred commission	(18,353)	(15,657)	(18,353)	(15,657)	(2,696)	(2,198)	(2,696)	(2,198)	
Others	3,196	4,643	1,564	3,031	(1,447)	1,634	(1,467)	97	
Deferred tax assets	<u>80,461</u>	<u>28,592</u>	<u>78,829</u>	<u>26,980</u>					
<b>Total changes</b>					<u>51,869</u>	<u>(15,892)</u>	<u>51,849</u>	<u>(17,429)</u>	
<b>Recognition of changes in:</b>									
- Statements of income					18,771	(4,950)	18,718	(5,887)	
- Statements of comprehensive income					33,098	(10,942)	33,131	(11,542)	
<b>Total changes</b>					<u>51,869</u>	<u>(15,892)</u>	<u>51,849</u>	<u>(17,429)</u>	

**12.2 Income tax expenses**

Income tax expenses for the three-month and nine-month periods ended 30 September 2020 and 2019 were made up as follows:

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied		Separate financial statements	
	For the three-month periods ended 30 September			
	2020	2019	2020	2019
<b>Current income taxes:</b>				
Interim corporate income tax charge	458	(16,176)	458	(16,176)
<b>Deferred income taxes:</b>				
Relating to origination and reversal of temporary differences	(6,705)	2,011	(6,582)	2,047
Income tax expenses reported in the statements of income	<u>(6,247)</u>	<u>(14,165)</u>	<u>(6,124)</u>	<u>(14,129)</u>

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied		Separate financial statements	
	For the nine-month periods ended 30 September			
	2020	2019	2020	2019
<b>Current income taxes:</b>				
Interim corporate income tax charge	(28,592)	(30,574)	(28,592)	(30,574)
Adjustment of prior year's corporate income tax expenses	50	40	50	40
<b>Deferred income taxes:</b>				
Relating to origination and reversal of temporary differences	18,771	(4,950)	18,718	(5,887)
Income tax expenses reported in the statements of income	<u>(9,771)</u>	<u>(35,484)</u>	<u>(9,824)</u>	<u>(36,421)</u>



(Unaudited but reviewed)

Reconciliations between income tax expenses and the product of accounting profits for the three-month and nine-month periods ended 30 September 2020 and 2019 and the applicable tax rate were as follows:

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied		Separate financial statements	
	For the three-month periods ended 30 September			
	2020	2019	2020	2019
Accounting profits before income tax expenses	43,973	83,349	43,360	83,172
Applicable tax rate	20%	20%	20%	20%
Income taxes at the applicable tax rate	(8,795)	(16,670)	(8,672)	(16,634)
Tax effects of:				
Tax - exempted revenues	2,541	2,471	2,541	2,471
Non - tax deductible expenses	(1)	-	(1)	-
Additional tax deductible expenses allowed	28	52	28	52
Others	(20)	(18)	(20)	(18)
Total	2,548	2,505	2,548	2,505
Income tax expenses reported in statements of income	(6,247)	(14,165)	(6,124)	(14,129)

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Financial statements in which the equity method is applied		Separate financial statements	
	For the nine-month periods ended 30 September			
	2020	2019	2020	2019
Accounting profits before income tax expenses	82,396	213,586	82,661	214,321
Applicable tax rate	20%	20%	20%	20%
Income taxes at the applicable tax rate	(16,479)	(42,717)	(16,532)	(42,864)
Adjustment of prior year's corporate income tax expenses	50	40	50	40
Tax effects of:				
Tax - exempted revenues	6,570	7,007	6,570	7,007
Non - tax deductible expenses	(26)	(846)	(26)	(846)
Additional tax deductible expenses allowed	176	296	176	296
Others	(62)	736	(62)	(54)
Total	6,658	7,193	6,658	6,403
Income tax expenses reported in statements of income	(9,771)	(35,484)	(9,824)	(36,421)

**13. Insurance contract liabilities**

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements		
	30 September 2020		
	Insurance contract liabilities	Liabilities on reinsurance	Net
Long-term insurance policy reserves	504,514,593	(2,744,666)	501,769,927
Loss reserves			
Claims incurred and reported	346,428	-	346,428
Claims incurred but not yet reported	4,109,166	-	4,109,166
Premium reserves			
Unearned premium reserves	408,627,409	(11,986)	408,615,423
Total	917,597,596	(2,756,652)	914,840,944

(Unaudited but reviewed)

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements		
	31 December 2019		
	Insurance contract liabilities	Liabilities on reinsurance	Net
Long-term insurance policy reserves	471,181,653	(2,656,014)	468,525,639
Loss reserves			
Claims incurred and reported	347,636	-	347,636
Claims incurred but not yet reported	7,442,576	-	7,442,576
Premium reserves			
Unearned premium reserves	298,051,789	(6,323)	298,045,466
Unexpired risk reserves	9,507,891	-	9,507,891
Total	<u>786,531,545</u>	<u>(2,662,337)</u>	<u>783,869,208</u>

### 13.1 Long-term insurance policy reserves

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	For the nine-month period ended 30 September 2020	For the years ended 31 December 2019
Beginning balances	471,181,653	406,751,589
Reserves increased from new policies and enforced policies	74,078,717	120,753,086
Insurance policy reserves decreased from benefit paid for lapse, surrender and others	(40,221,722)	(61,865,391)
Assumptions changes	(524,055)	5,542,369
Ending balances	<u>504,514,593</u>	<u>471,181,653</u>

(Unaudited but reviewed)

### 13.2 Loss reserves

(Unit: Baht)

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

	For the nine-month period ended 30 September 2020	For the years ended 31 December 2019
Beginning balances	7,790,212	21,702,409
Claims incurred for the periods	777,932,838	1,003,236,892
Changes in loss reserve	18,195,590	1,784,243
Changes in assumptions for calculating loss reserves	(21,523,058)	(15,700,440)
Claims paid during the periods	(777,939,988)	(1,003,232,892)
Ending balances	<u>4,455,594</u>	<u>7,790,212</u>

### 13.3 Unearned premium reserves

(Unit: Baht)

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

	For the nine-month period ended 30 September 2020	For the year ended 31 December 2019
Beginning balances	298,051,789	255,423,506
Premium written for the periods	1,105,883,777	1,312,036,745
Premium earned during the periods	(995,308,157)	(1,269,408,462)
Ending balances	<u>408,627,409</u>	<u>298,051,789</u>

(Unaudited but reviewed)

#### 13.4 Unexpired risk reserves

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	For the nine-month period ended 30 September 2020	For the year ended 31 December 2019
Beginning balances	9,507,891	-
Increase during the periods	-	9,507,891
Dissolved during the periods	(9,507,891)	-
Ending balances	<u>-</u>	<u>9,507,891</u>

#### 14. Due to reinsurers

(Unit: Baht)

	Financial statements in which the equity method is applied and Separate financial statements	
	30 September 2020	31 December 2019
Amounts due to reinsurers	<u>101,985,815</u>	<u>137,009,478</u>
Total due to reinsurers	<u>101,985,815</u>	<u>137,009,478</u>

**15. Lease liabilities**

Reconciliation of lease liabilities for the nine-month period ended 30 September 2020 was as follow:

	(Unit: Baht)
	Financial statements in which the equity method is applied and Separate financial statements
	<u>Vehicle</u>
Lease liabilities as at 1 January 2020	2,163,554
Add: Financial cost for the period	90,330
Less: Lease payments during the period	<u>(594,171)</u>
Lease liabilities as at 30 September 2020	<u>1,659,713</u>

	(Unit: Baht)		
	<u>Financial statements in which the equity method is applied</u>		
	<u>and Separate financial statements</u>		
	<u>30 September 2020</u>		
	<u>Lease liabilities</u>	<u>Deferred financial cost</u>	<u>Lease liabilities - net</u>
Due within 1 year	792,228	83,018	709,210
Due over 1 year	990,285	39,782	950,503
Total	<u>1,782,513</u>	<u>122,800</u>	<u>1,659,713</u>

**16. Segment information****16.1 Operating segment information reporting**

Operating segment information for the three-month and nine-month period ended 30 September 2020 and 2019 can be classified by type of products as follows:

	(Unit: Baht)		
	Financial statements in which the equity method is applied		
	For the three-month period ended 30 September 2020		
	Conventional products	Non-conventional products	Total
<b>Underwriting revenues</b>			
Reinsurance premium written	376,783,626	204,272,416	581,056,042
Less: Reinsurance premium ceded	(4,778,659)	(349,528)	(5,128,187)
Net reinsurance premium written	372,004,967	203,922,888	575,927,855
Add (less): Unearned premium reserves (increased) decreased from prior period	(34,020,641)	51,189,956	17,169,315
<b>Earned premium</b>	<b>337,984,326</b>	<b>255,112,844</b>	<b>593,097,170</b>
<b>Underwriting expenses</b>			
Long-term insurance policy reserves increased	2,687,739	3,912,999	6,600,738
Net benefits and claims	215,361,243	168,258,573	383,619,816
Commissions and brokerages expenses - net	94,058,034	51,905,248	145,963,282
Other underwriting expenses	5,708,843	3,246,744	8,955,587
<b>Total underwriting expenses</b>	<b>317,815,859</b>	<b>227,323,564</b>	<b>545,139,423</b>
<b>Profit from underwriting</b>	<b>20,168,467</b>	<b>27,789,280</b>	<b>47,957,747</b>
Operating expenses			(24,408,606)
Reversal of expected credit losses			9,150
<b>Profit from operation</b>			<b>23,558,291</b>
Share of profit from investment in an associate			612,819
Net investment revenue			17,566,550
Other income			2,235,499
<b>Profit before income tax expenses</b>			<b>43,973,159</b>
Income tax expenses			(6,246,937)
<b>Net profit</b>			<b>37,726,222</b>

(Unaudited but reviewed)

(Unit: Baht)

Financial statements in which the equity method is applied

For the three-month period ended 30 September 2019

	Conventional products	Non-conventional products	Total
<b>Underwriting revenues</b>			
Reinsurance premium written	378,748,976	187,287,955	566,036,931
Less: Reinsurance premium ceded	(4,749,598)	(327,002)	(5,076,600)
Net reinsurance premium written	373,999,378	186,960,953	560,960,331
Add (less): Unearned premium reserves (increased) decreased from prior period	(25,100,934)	69,049,298	43,948,364
<b>Earned premium</b>	<b>348,898,444</b>	<b>256,010,251</b>	<b>604,908,695</b>
<b>Underwriting expenses</b>			
Long-term insurance policy reserves increased	1,751,265	27,790,947	29,542,212
Net benefits and claims	182,483,626	161,550,127	344,033,753
Commissions and brokerages expenses - net	91,730,237	50,785,259	142,515,496
Other underwriting expenses	6,290,315	3,473,557	9,763,872
<b>Total underwriting expenses</b>	<b>282,255,443</b>	<b>243,599,890</b>	<b>525,855,333</b>
<b>Profit from underwriting</b>	<b>66,643,001</b>	<b>12,410,361</b>	<b>79,053,362</b>
Operating expenses			(21,023,610)
<b>Profit from operation</b>			<b>58,029,752</b>
Share of profit from investment in an associates			176,722
Net investment revenue			24,829,895
Other income			312,209
<b>Profit before income tax expenses</b>			<b>83,348,578</b>
Income tax expenses			(14,165,074)
<b>Net profit</b>			<b>69,183,504</b>



(Unaudited but reviewed)

(Unit: Baht)

Financial statements in which the equity method is applied			
For the nine-month period ended 30 September 2020			
	Conventional products	Non-conventional products	Total
<b>Underwriting revenues</b>			
Reinsurance premium written	950,223,904	875,887,685	1,826,111,589
Less: Reinsurance premium ceded	(12,796,886)	(807,855)	(13,604,741)
Net reinsurance premium written	937,427,018	875,079,830	1,812,506,848
Less: Unearned premium reserves increased from prior period	(22,800,680)	(87,769,277)	(110,569,957)
<b>Earned premium</b>	<b>914,626,338</b>	<b>787,310,553</b>	<b>1,701,936,891</b>
<b>Underwriting expenses</b>			
Long-term insurance policy reserves increased (decreased)	(11,000,873)	44,245,161	33,244,288
Unexpired risk reserves decreased	(5,097,739)	(4,410,152)	(9,507,891)
Net benefits and claims	594,894,712	516,301,918	1,111,196,630
Commissions and brokerages expenses - net	268,149,079	164,786,707	432,935,786
Other underwriting expenses	13,789,121	12,710,395	26,499,516
<b>Total underwriting expenses</b>	<b>860,734,300</b>	<b>733,634,029</b>	<b>1,594,368,329</b>
<b>Profit from underwriting</b>	<b>53,892,038</b>	<b>53,676,524</b>	<b>107,568,562</b>
Operating expenses			(70,658,424)
Expected credit losses			(251,114)
<b>Profit from operation</b>			<b>36,659,024</b>
Share of loss from investment in an associate			(264,867)
Net investment revenue			41,448,742
Other income			4,553,558
<b>Profit before income tax expenses</b>			<b>82,396,457</b>
Income tax expenses			(9,770,830)
<b>Net profit</b>			<b>72,625,627</b>

(Unaudited but reviewed)

(Unit: Baht)

Financial statements in which the equity method is applied			
For the nine-month period ended 30 September 2019			
	Conventional products	Non-conventional products	Total
<b>Underwriting revenues</b>			
Reinsurance premium written	976,550,975	850,337,160	1,826,888,135
Less: Reinsurance premium ceded	(10,397,861)	(784,293)	(11,182,154)
Net reinsurance premium written	966,153,114	849,552,867	1,815,705,981
Less: Unearned premium reserves increased from prior period	(9,503,613)	(79,563,523)	(89,067,136)
<b>Earned premium</b>	<b>956,649,501</b>	<b>769,989,344</b>	<b>1,726,638,845</b>
<b>Underwriting expenses</b>			
Long-term insurance policy reserves increased (decreased)	(12,645,964)	48,823,696	36,177,732
Net benefits and claims	577,605,542	479,810,159	1,057,415,701
Commissions and brokerages expenses - net	253,883,177	149,190,463	403,073,640
Other underwriting expenses	14,695,752	12,796,407	27,492,159
<b>Total underwriting expenses</b>	<b>833,538,507</b>	<b>690,620,725</b>	<b>1,524,159,232</b>
<b>Profit from underwriting</b>	<b>123,110,994</b>	<b>79,368,619</b>	<b>202,479,613</b>
Operating expenses			(70,318,051)
<b>Profit from operation</b>			<b>132,161,562</b>
Share of loss from investment in an associate			(735,221)
Net investment revenue			81,617,697
Other income			541,507
<b>Profit before income tax expenses</b>			<b>213,585,545</b>
Income tax expenses			(35,483,714)
<b>Net profit</b>			<b>178,101,831</b>

## 16.2 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.

## 16.3 Major customers

During the three-month and nine-month periods ended 30 September 2020 and 2019, the Company had reinsurance premium written from each life insurance company for the amount equal to or higher than 10% of total reinsurance premium written as follows:

	(Unit: Million Baht)			
	Financial statements in which the equity method is applied			
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2020	2019	2020	2019
Reinsurance premium written	381	430	1,170	1,136

## 17. Earnings per share

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

## 18. Dividends paid

Dividends declared during the nine-month periods ended 30 September 2020 and 2019 consisted of the followings:

	Approved by	Total	Dividend
		dividend (Million Baht)	per share (Baht)
Interim dividend payment from 2019 net income	Board of Director meeting on 22 April 2020	78.0	0.13
Total dividend paid during the period of 2020		<u>78.0</u>	<u>0.13</u>
Final dividend from 2018 net income	Annual General Meeting of the shareholders on 23 April 2019	90.0	0.15
Interim dividend payment from 2019	Board of Director meeting on 20 August 2019	78.0	0.13
Total dividend paid during the period of 2019		<u>168.0</u>	<u>0.28</u>

## 19. Related party transactions

### 19.1 Nature of relationship

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

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

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

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

## 19.2 Significant related party transactions

During the three-month and nine-month periods ended 30 September 2020 and 2019, 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 were as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September		Pricing policy
	2020	2019	2020	2019	
<b><u>Transactions with associates</u></b>					
<b><i>Revenues</i></b>					
Service revenues	2,136	69	4,320	207	Mutually agreed rates
<b><u>Transactions with related parties</u></b>					
<b><i>Revenues</i></b>					
Reinsurance premium written	143,300	111,200	459,813	419,086	According to terms of reinsurance contracts
Commissions income	174	173	541	544	According to terms of reinsurance contracts
Claims refundable	294	186	926	686	According to the ratios as specified in the reinsurance contracts
<b><i>Expenses</i></b>					
Reinsurance premium ceded	734	701	2,240	1,949	According to terms of reinsurance contracts
Claim expenses	80,866	81,742	246,502	202,895	According to the ratios as specified in the reinsurance contracts
Commissions expenses	40,672	37,931	126,184	110,692	According to terms of reinsurance contracts
Service fee expenses <sup>(1)</sup>	1,972	1,724	5,916	6,026	Mutually agreed rates
<b><i>Owner's equity</i></b>					
Dividend paid	-	9,649	9,568	20,782	As declared

<sup>(1)</sup> Including in "Operating expenses" in statements of income

### 19.3 Outstanding balances

As at 30 September 2020 and 31 December 2019, the Company had the outstanding balances with its related parties as follows:

	(Unit: Thousand Baht)	
	30 September 2020	31 December 2019
<b>Associate</b>		
Other receivables <sup>(1)</sup>	7,035	5,025
Accrued service income <sup>(1)</sup>	2,040	-
<b>Related parties</b>		
Insurance reserves refundable from reinsurers <sup>(2)</sup>	821	814
Amounts due from reinsurers <sup>(3)</sup>	100,977	70,592
Amounts deposited on reinsurance <sup>(3)</sup>	10,412	28,219
Deferred commissions expenses	37,450	28,001
Loss reserves <sup>(4)</sup>	2,225	3,952
Amounts due to reinsurers <sup>(5)</sup>	23,325	44,326
Deferred commissions income	12	12

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

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

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

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

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

### 19.4 Directors' and key management's remuneration

During the three-month and nine-month periods ended 30 September 2020 and 2019, the Company had salaries, bonuses, meeting allowances and post-employment benefits of its directors and key management personnel recognised as expenses, were as follows:

	(Unit: Thousand Baht)			
	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2020	2019	2020	2019
Short-term benefits	9,961	8,342	27,040	27,982
Post employment benefits	1,062	1,089	3,403	3,337
Total	11,023	9,431	30,443	31,319

(Unaudited but reviewed)

## 20. Assets placed and reserved with the Registrar

As at 30 September 2020 and 31 December 2019, the Company had the following assets placed and reserved with the Registrar of the Office of Insurance Commission in accordance with the Life Insurance Act.

(Unit: Million Baht)

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

	30 September 2020		31 December 2019	
	Cost	Fair value	Cost	Fair value
<b>Assets placed</b>				
Government bonds	21.0	21.2	21.0	21.6
<b>Assets reserved as insurance reserves</b>				
Government and state enterprise bonds	217.0	226.5	250.0	255.2
Private sector debt securities	54.0	55.3	36.0	37.2

## 21. Other assets subject to restrictions

As at 30 September 2020 and 31 December 2019, the Company had placed the following assets as collateral.

(Unit: Million Baht)

Financial statements

in which the equity method is applied  
and Separate financial statements

	30 September	31 December
	2020	2019
<b>Guarantee for electricity consumption</b>		
Government bonds	-	0.1

**22. Commitments****22.1 Operating lease commitments**

The Company entered into a lease agreement in respect of the lease of vehicle. The term of the agreement is 5 years. As at 31 December 2019, the Company had future minimum lease payments required under such non-cancellable operating lease contract was as follows.

Payable	(Unit: Million Baht) 30 September 2020
Within 1 year	0.8
Longer than 1 year but within 5 years	1.6

However, as at 1 January 2020, lease commitment amounting to Baht 2.4 million was recognised as lease liabilities from adoption of TFRS 16 which described in Notes 2.3 (b) and 3.2 to interim financial statements. Therefore, it is not required to disclose such outstanding lease commitments as at 30 September 2020.

**22.2 Service commitments**

As at 30 September 2020, the Company had no outstanding service commitments. (31 December 2019, the Company had outstanding service commitments and future minimum service fees amounting to Baht 0.6 million).



**23. Fair value of financial assets**

As of 30 September 2020 and 31 December 2019, the Company had the following financial assets that were measured at fair value, using different levels of inputs as follows:

(Unit: Baht)					
30 September 2020					
Fair value					Carrying value
Level 1	Level 2	Level 3	Total		
Trading investments measured at fair value through profit or loss	-	13,048,253	-	13,048,253	13,048,253
Available-for-sale investments measured at fair value through other comprehensive income	543,039,115	312,298,881	2,309,975	857,647,971	857,647,971
(Unit: Baht)					
31 December 2019					
Fair value					Carrying value
Level 1	Level 2	Level 3	Total		
Trading investments measured at fair value through profit or loss	72,336,094	-	-	72,336,094	72,336,094
Available-for-sale investments measured at fair value through other comprehensive income	452,475,752	351,486,936	-	803,962,688	803,962,688

The methods and assumptions used by the Company in estimating the fair value of financial instruments were as follows:

- (a) Investments in listed equity securities and investment units were presented at fair values using market price.
- (b) Investments in debts securities were presented at fair values, determined using the yield curves as announced by the Thai Bond Market Association.
- (c) Investments in non-listed were presented at equity securities fair values, determined using the discounted cash flow method. Investments in non-listed investment units were presented at fair values are the net asset value per unit as announced by the fund managers.

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

**24. Approval of interim financial information**

These interim financial information were authorised for issue by the Company's Audit Committee on 3 November 2020.