
KWI INSURANCE PUBLIC COMPANY LIMITED

Interim financial statements

***Three-month and six-month period ended
June 30, 2023***



บริษัท ดีลอยท์ ทูเช่ โทมัทสु ไทยแลนด์
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**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION
BY THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

**TO THE BOARD OF DIRECTORS
KWI INSURANCE PUBLIC COMPANY LIMITED**

We have reviewed the statement of financial position of KWI Insurance Public Company Limited as at June 30, 2023, and the statements of profit or loss and other comprehensive income for the three-month and six-month periods ended June 30, 2023, and the related statements of changes in equity and cash flows for the six-month period then ended, and the condensed notes to the financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our 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 us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the aforementioned interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

Nisakorn Songmanee

Nisakorn Songmanee
Certified Public Accountant (Thailand)
Registration No. 5035

BANGKOK
August 10, 2023

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.



KWI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2023

UNIT : BAHT

	Notes	“UNAUDITED”	
		As at June 30, 2023	As at December 31, 2022
ASSETS			
Cash and cash equivalents	6	99,736,579	106,637,599
Premium receivables	7	170,373,206	127,729,647
Accrued investment income		1,524,502	1,632,412
Reinsurance assets	8	189,339,261	190,543,759
Due from reinsurers	9	42,817,962	36,314,325
Financial assets - debt securities	10	401,796,812	405,629,821
Financial assets - equity securities	11	23,575,841	23,492,949
Leasehold improvement and equipment	12	13,383,347	15,145,655
Intangible assets	13	28,916,217	30,592,604
Deferred acquisition costs		49,850,937	44,489,157
License costs	14	16,711,451	16,711,451
Other assets	15	77,071,206	88,031,792
TOTAL ASSETS		1,115,097,321	1,086,951,171



See condensed notes to the financial statements

KWI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT JUNE 30, 2023

UNIT : BAHT

	Notes	“UNAUDITED” As at June 30, 2023	As at December 31, 2022
LIABILITIES AND EQUITY			
LIABILITIES			
Insurance contract liabilities	16	586,559,263	557,365,357
Due to reinsurers	17	169,910,966	159,834,154
Lease liabilities	18	4,116,778	5,294,606
Unearned fee and commission income		38,315,672	28,275,806
Employee benefit obligations		21,310,061	20,902,340
Deferred tax liabilities	19	7,945,034	7,928,456
Provision for cost of assets decommissioning		448,431	441,675
Other liabilities	20	59,550,115	64,098,339
TOTAL LIABILITIES		888,156,320	844,140,733
EQUITY			
Share capital			
Authorized share capital			
177,800,000 ordinary shares of Baht 5 each	21	889,000,000	
165,800,000 ordinary shares of Baht 5 each	21		829,000,000
Issued and paid-up share capital			
169,800,000 ordinary shares of Baht 5 each	21	849,000,000	
165,800,000 ordinary shares of Baht 5 each	21		829,000,000
Premium on share capital		122,520,000	122,520,000
Retained earnings (deficits)			
Appropriated			
Legal reserve		15,438,000	15,438,000
Unappropriated		(780,427,571)	(747,865,717)
Other components of equity		20,410,572	23,718,155
TOTAL EQUITY		226,941,001	242,810,438
TOTAL LIABILITIES AND EQUITY		1,115,097,321	1,086,951,171

See condensed notes to the financial statements



KWI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2023
“UNAUDITED”

UNIT : BAHT

	Notes	2023	2022
REVENUES			
Gross premium written	22	190,335,774	132,671,153
<u>Less</u> Premiums ceded	22	(78,689,292)	(42,346,819)
Net premium written		111,646,482	90,324,334
<u>Less</u> Unearned premium reserve increased from previous period	22	(14,103,002)	(18,538,832)
Net premium earned		97,543,480	71,785,502
Fee and commission income	22	16,368,263	10,870,218
Investment income	23	2,300,378	2,011,571
Other income		168,146	781,110
Total revenues		116,380,267	85,448,401
EXPENSES			
Claims incurred	22	59,557,760	32,031,862
<u>Less</u> Claims refundable from reinsurers	22	(13,283,790)	(3,033,040)
Commission and brokerage expenses	22	22,940,965	16,273,828
Other underwriting expenses	22	36,570,969	36,310,238
Operating expenses		17,383,561	16,892,361
Expected credit loss (reversal)	25	14,471	(278,123)
Total expenses		123,183,936	98,197,126
Loss before income tax expenses		(6,803,669)	(12,748,725)
Income tax expense		-	-
Net loss		(6,803,669)	(12,748,725)



KWI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2023
“UNAUDITED”

		UNIT : BAHT	
	Notes	2023	2022
Other comprehensive income (loss)			
Items that will be reclassified subsequently to profit or loss			
Loss on investment in debt instruments at fair value through other comprehensive income		(2,711,216)	(11,072,743)
		<u>(2,711,216)</u>	<u>(11,072,743)</u>
Items that will not be reclassified subsequently to profit or loss			
Actuarial gain (loss) on defined employee benefit plans		219,426	657,936
		<u>219,426</u>	<u>657,936</u>
Other comprehensive loss for the periods		<u>(2,491,790)</u>	<u>(10,414,807)</u>
Total comprehensive loss for the periods		<u><u>(9,295,459)</u></u>	<u><u>(23,163,532)</u></u>
Loss per share			
Basic loss per share	26 Baht	(0.04)	(0.08)
Weighted average number of ordinary shares	21 Shares	165,887,912	165,800,000



See condensed notes to the financial statements

KWI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2023
“UNAUDITED”

UNIT : BAHT

	Notes	2023	2022
REVENUES			
Gross premium written	22	367,795,477	248,993,908
<u>Less</u> Premiums ceded	22	(163,344,902)	(92,244,774)
Net premium written		204,450,575	156,749,134
<u>Less</u> Unearned premium reserve			
increased from previous period	22	(18,293,580)	(24,914,606)
Net premium earned		186,156,995	131,834,528
Fee and commission income	22	31,529,326	20,124,454
Investment income	23	4,536,947	4,817,072
Net gain on financial instruments	24	-	6,597
Other income		190,704	914,703
Total revenues		222,413,972	157,697,354
EXPENSES			
Claims incurred	22	149,314,263	69,346,136
<u>Less</u> Claims refundable from reinsurers	22	(45,125,004)	(6,006,529)
Commission and brokerage expenses	22	43,638,632	30,307,540
Other underwriting expenses	22	70,864,844	68,924,063
Operating expenses		36,375,550	33,300,492
Expected credit loss (reversal)	25	(92,459)	(283,062)
Total expenses		254,975,826	195,588,640
Loss before income tax expenses		(32,561,854)	(37,891,286)
Income tax expense		-	-
Net loss		(32,561,854)	(37,891,286)



KWI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2023
“UNAUDITED”

UNIT : BAHT

	Notes	2023	2022
Other comprehensive income (loss)			
Items that will be reclassified subsequently to profit or loss			
Loss on investment in debt instruments at fair value through other comprehensive income		(3,162,038)	(20,375,755)
		<u>(3,162,038)</u>	<u>(20,375,755)</u>
Items that will not be reclassified subsequently to profit or loss			
Gain on investment in equity instruments at fair value through other comprehensive income		82,892	35,287
Actuarial gain (loss) on defined employee benefit plans		(211,859)	1,366,455
Income tax relating to components of other comprehensive income that will not be reclassified subsequently to profit or loss		(16,578)	(7,057)
		<u>(145,545)</u>	<u>1,394,685</u>
Other comprehensive loss for the periods		<u>(3,307,583)</u>	<u>(18,981,070)</u>
Total comprehensive loss for the periods		<u>(35,869,437)</u>	<u>(56,872,356)</u>
Loss per share			
Basic loss per share	26 Baht	(0.20)	(0.23)
Weighted average number of ordinary shares	21 Shares	165,844,199	165,800,000



See condensed notes to the financial statements

KWI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2023
“UNAUDITED”

UNIT : BAHT

	Note	Other components of equity							Total	
		Other comprehensive income								equity
		Issued and paid-up share capital	Premium on share capital	Retained earnings (deficits)		Debt securities measured at fair value through other comprehensive income	Equity securities designated at fair value through other comprehensive income	Actuarial gain on defined employee benefit plans	Total other components of equity	
				Appropriated Legal reserve	Unappropriated					
Beginning balance as at January 1, 2022		829,000,000	122,520,000	15,438,000	(674,660,159)	(627,094)	14,883,066	9,321,836	23,577,808	315,875,649
Total comprehensive gain (loss) for the period		-	-	-	(37,891,286)	(20,375,755)	28,230	1,366,455	(18,981,070)	(56,872,356)
Ending balance as at June 30, 2022		829,000,000	122,520,000	15,438,000	(712,551,445)	(21,002,849)	14,911,296	10,688,291	4,596,738	259,003,293
Beginning balance as at January 1, 2023		829,000,000	122,520,000	15,438,000	(747,865,717)	(5,059,669)	18,344,663	10,433,161	23,718,155	242,810,438
Increase in share capital - ordinary shares	21	20,000,000	-	-	-	-	-	-	-	20,000,000
Total comprehensive gain (loss) for the period		-	-	-	(32,561,854)	(3,162,038)	66,314	(211,859)	(3,307,583)	(35,869,437)
Ending balance as at June 30, 2023		849,000,000	122,520,000	15,438,000	(780,427,571)	(8,221,707)	18,410,977	10,221,302	20,410,572	226,941,001



See condensed notes to the financial statements

KWI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2023
“UNAUDITED”

UNIT : BAHT

	Note	2023	2022
CASH FLOWS PROVIDED BY (USED IN)			
OPERATING ACTIVITIES			
Written premium received from direct insurance		335,078,299	246,985,234
Cash paid from reinsurance		(42,146,779)	(38,429,798)
Investment income		4,644,857	4,807,958
Claim incurred from direct insurance		(169,478,531)	(80,453,144)
Commission and brokerage paid to direct insurance		(44,812,668)	(34,231,644)
Other underwriting expenses		(69,761,496)	(67,407,281)
Operating expenses		(44,264,982)	(33,440,893)
Other income		186,698	794,810
Income tax expense		6,448,281	(1,174,258)
Cash received - financial assets		5,896,358	51,661,789
Cash paid - financial assets		(5,241,965)	(29,895,025)
Net cash provided by (used in) operating activities		<u>(23,451,928)</u>	<u>19,217,748</u>
CASH FLOWS PROVIDED BY (USED IN)			
INVESTING ACTIVITIES			
Sale of equipment		-	120,000
Purchase of equipment		(552,506)	(303,445)
Purchase of intangible asset	4.2	<u>(1,425,000)</u>	<u>(3,995,000)</u>
Net cash used in investing activities		<u>(1,977,506)</u>	<u>(4,178,445)</u>



KWI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2023
“UNAUDITED”

UNIT : BAHT

	Note	2023	2022
CASH FLOWS PROVIDED BY (USED IN)			
FINANCING ACTIVITIES			
Lease payment	4.1	(1,471,586)	(1,157,992)
Cash received from increase in share capital	21	20,000,000	-
Net cash provided by (used in) financing activities		<u>18,528,414</u>	<u>(1,157,992)</u>
Net increased (decreased) in cash and cash equivalents		(6,901,020)	13,881,311
Cash and cash equivalents as at January 1,		<u>106,637,599</u>	<u>87,068,756</u>
Cash and cash equivalents as at June 30,	6	<u><u>99,736,579</u></u>	<u><u>100,950,067</u></u>



See condensed notes to the financial statements

KWI INSURANCE PUBLIC COMPANY LIMITED
CONDENSED NOTES TO FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2023
“UNAUDITED”

1. GENERAL INFORMATION AND OPERATION OF THE COMPANY

KWI Insurance Public Company Limited (the “Company”) is a company incorporated in Thailand on January 2, 2013. The Company’s registered address is located at Thai CC Tower 33rd Floor, 43 South Sathorn Road, Yannawa, Sathorn, Bangkok. The main objective of the Company is non-life insurance.

The Company’s major shareholder is King Wai Capital Limited, which was incorporated in Thailand, holding 99.24% of the Company’s authorized share capital and the ultimate parent company is KWI Public Company Limited which was incorporated in Thailand.

The Company has extensive transactions and relationships with related parties. Accordingly, the financial statements may not necessarily be indicative of the conditions that would have existed or the results of operations that would have occurred if the Company had operated without such related parties.

2. BASIS FOR PREPARATION AND PRESENTATION OF THE INTERIM FINANCIAL STATEMENTS

- 2.1 These interim financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No. 34 “Interim Financial Reporting” and accounting practices generally accepted in Thailand and the Notification of the Office of Insurance Commission regarding the Rules, Procedures, Conditions and Periods for Preparing and Submitting Financial Statements and Reports on the Operations of the Non-Life Insurance Business B.E. 2566 dated February 8, 2023 which has been effective since January 1, 2023 onwards. The Company presents the condensed notes to interim financial statements.
- 2.2 The statement of financial position as at December 31, 2022, presented herein for comparison, has been derived from the financial statements of the Company for the year then ended which had been previously audited.
- 2.3 The unaudited results of operations presented in the three-month and six-month periods ended June 30, 2023 are not necessarily an indication nor anticipation of the operating results for the full year.
- 2.4 Certain financial information which is normally included in the annual financial statements prepared in accordance with TFRS, but which is not required for interim reporting purposes, has been omitted. Therefore, the interim financial statements for the three-month and six-month periods ended June 30, 2023 should be read in conjunction with the audited financial statements for the year ended December 31, 2022.
- 2.5 The preparation of interim financial statements in conformity with Thai Accounting Standard No. 34 also requires the Company’s management to exercise judgments in order to determine the accounting policies, estimates and assumptions that affect the reported amounts of assets, liabilities and the disclosure of contingent assets and liabilities at the end of the reporting period including the reported amounts of revenue and expense during the reporting period. Although, these estimates are based on management’s reasonable consideration of current events, actual results may differ from these estimates.

2.6 Thai Financial Reporting Standards affecting the presentation and disclosure in the current period financial statements

During the period, the Company has adopted the revised financial reporting standards issued by the Federation of Accounting Professions which are effective for fiscal years beginning on or after January 1, 2023. These financial reporting standards were aimed at alignment with the corresponding Thai Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology and clarification of accounting requirements. The adoption of these financial reporting standards does not have any significant impact on the Company's interim financial statements.

2.7 Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective

On August 19, 2022, Thai Financial Reporting Standard No.17 "Insurance Contracts" has been announced in the Royal Gazette and will be effective for the financial statements for the period beginning on or after January 1, 2025 onwards.

The Company's management will adopt such TFRS in the preparation of the Company's financial statements when it becomes effective. The Company's management is in the process to assess the impact of this TFRS on the financial statements of the Company in the period of initial application.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended December 31, 2022.

4. ADDITIONAL INFORMATION FOR CASH FLOWS

4.1 Non-cash items of lease liabilities for the six-month periods ended June 30, 2023 and 2022 consisted of the following:

	For the six-month periods ended June 30,	
	2023	2022
	Baht	Baht
Lease liabilities		
Lease liabilities as at January 1,	5,294,606	4,059,905
<u>Add</u> Lease liabilities	746,269	-
Interest from lease liabilities	77,071	55,900
<u>Less</u> Cash paid for lease payment	(1,471,586)	(1,157,992)
Reversal from lease liabilities	(529,582)	-
Lease liabilities as at June 30,	<u>4,116,778</u>	<u>2,957,813</u>

- 4.2 Cash paid for intangible assets for the six-month periods ended June 30, 2023 and 2022 consisted of the following;

	For the six-month periods ended March 31,	
	2023	2022
	Baht	Baht
Cash paid for intangible assets		
Payable from intangible assets as at January 1,	-	2,488,000
Add Purchases of intangible assets	1,600,000	1,507,000
Less Cash paid for intangible assets	(1,425,000)	(3,995,000)
Payable from intangible assets as at June 30,	<u>175,000</u>	<u>-</u>

5. FINANCIAL ASSETS AND LIABILITIES CLASSIFICATION

The carrying amount of financial asset and liabilities as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023			Unit : Baht
	Debt instrument measured at fair value through other comprehensive income	Equity instrument designated at fair value through other comprehensive income	Financial instrument measured at amortized cost	Total
Financial assets				
Cash and cash equivalents	-	-	99,736,579	99,736,579
Financial assets - debt instruments	381,501,756	-	20,295,056	401,796,812
Financial assets - equity instruments	-	23,575,841	-	23,575,841
Others	-	-	4,455,107	4,455,107
Total	<u>381,501,756</u>	<u>23,575,841</u>	<u>124,486,742</u>	<u>529,564,339</u>
Financial liabilities				
Lease liabilities	-	-	(4,116,778)	(4,116,778)
Others	-	-	(2,504,544)	(2,504,544)
Total	<u>-</u>	<u>-</u>	<u>(6,621,322)</u>	<u>(6,621,322)</u>

	As at December 31, 2022			Unit : Baht
	Debt instrument measured at fair value through other comprehensive income	Equity instrument designated at fair value through other comprehensive income	Financial instrument measured at amortized cost	Total
Financial assets				
Cash and cash equivalents	-	-	106,637,599	106,637,599
Financial assets - debt instruments	385,335,796	-	20,294,025	405,629,821
Financial assets - equity instruments	-	23,492,949	-	23,492,949
Others	-	-	3,678,588	3,678,588
Total	<u>385,335,796</u>	<u>23,492,949</u>	<u>130,610,212</u>	<u>539,438,957</u>
Financial liabilities				
Lease liabilities	-	-	(5,294,606)	(5,294,606)
Others	-	-	(2,614,698)	(2,614,698)
Total	<u>-</u>	<u>-</u>	<u>(7,909,304)</u>	<u>(7,909,304)</u>

6. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Cash on hand	65,000	65,000
Deposits at bank - at call	99,671,579	106,572,599
Cash and cash equivalents	<u>99,736,579</u>	<u>106,637,599</u>

7. PREMIUM RECEIVABLES

Premium receivables as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Within credit terms	108,131,113	93,119,004
Less than 30 days	25,813,937	21,266,000
31 - 60 days	15,752,204	8,849,836
61 - 90 days	7,932,765	2,400,463
Over 90 days	14,790,017	4,025,354
Total premium due and uncollected	172,420,036	129,660,657
<u>Less</u> Allowance for doubtful accounts	<u>(2,046,830)</u>	<u>(1,931,010)</u>
Premium due and uncollected - net	<u>170,373,206</u>	<u>127,729,647</u>

8. REINSURANCE ASSETS

Reinsurance assets as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Insurance reserve refundable from reinsurers		
Loss reserves	51,409,600	83,678,692
Unearned premium reserve		
- Unearned reinsurance premium reserve	137,929,661	106,865,067
Total reinsurance assets (see Note 16)	<u>189,339,261</u>	<u>190,543,759</u>

9. DUE FROM REINSURERS

Due from reinsurers as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Due from reinsurers	42,826,707	36,320,002
<u>Less</u> Allowance for doubtful accounts	(8,745)	(5,677)
Due from reinsurers	<u>42,817,962</u>	<u>36,314,325</u>

10. FINANCIAL ASSETS - DEBT SECURITIES

Financial assets - debt securities as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023 Fair value	Unit : Baht As at December 31, 2022 Fair value
<u>Debt instrument measured at fair value through other comprehensive income</u>		
Government and state enterprise securities	159,807,182	161,824,370
Private enterprise debt securities	221,694,574	223,511,426
Total debt instrument measured at fair value through other comprehensive income	<u>381,501,756</u>	<u>385,335,796</u>
	Amortized cost	Amortized cost
<u>Debt instrument measured at amortized cost</u>		
Private enterprise debt securities	10,000,000	10,000,000
Deposits at financial institutions with maturity over 3 months	20,295,056	20,294,025
<u>Less</u> Allowance for expected credit loss	(10,000,000)	(10,000,000)
Total debt instrument measured at amortized cost	<u>20,295,056</u>	<u>20,294,025</u>
Total investment in debt securities	<u>401,796,812</u>	<u>405,629,821</u>

As at June 30, 2023 and December 31, 2022, certain government securities were pledged and used for assets reserved with the Registrar amounting to Baht 101.06 million and Baht 60.82 million, respectively (see Note 29).

Allowance for expected credit loss as at June 30, 2023 and December 31, 2022 were as follows:

	As at June 30, 2023		As at December 31, 2022	
	Fair value	Allowance for expected credit loss	Fair value	Allowance for expected credit loss
Debt securities measured at fair value through other comprehensive income				
Debt securities without significant increased in credit risk (Stage 1)	381,501,756	282,969	385,335,796	375,428
Total	<u>381,501,756</u>	<u>282,969</u>	<u>385,335,796</u>	<u>375,428</u>

	As at June 30, 2023		As at December 31, 2022	
	Book value	Allowance for expected credit loss	Net book value	
Debt instrument measured at amortized cost				
Debt securities without significant increased in credit risk (Stage 1)	20,295,056	-	20,295,056	
Debt securities with credit impairment loss (Stage 3)	10,000,000	(10,000,000)	-	
Total	<u>30,295,056</u>	<u>(10,000,000)</u>	<u>20,295,056</u>	

	As at June 30, 2023		As at December 31, 2022	
	Book value	Allowance for expected credit loss	Net book value	
Debt instrument measured at amortized cost				
Debt securities without significant increased in credit risk (Stage 1)	20,294,025	-	20,294,025	
Debt securities with credit impairment loss (Stage 3)	10,000,000	(10,000,000)	-	
Total	<u>30,294,025</u>	<u>(10,000,000)</u>	<u>20,294,025</u>	

11. FINANCIAL ASSETS - EQUITY SECURITIES

Financial assets - equity securities as at June 30, 2023 and December 31, 2022 consisted of the following:

	Unit : Baht	
	As at June 30, 2023	As at December 31, 2022
	Fair value	Fair value
<u>Equity securities designated at fair value through other comprehensive income</u>		
Local equity securities	23,575,841	23,492,949
Total financial assets - equity securities	<u>23,575,841</u>	<u>23,492,949</u>

12. LEASEHOLD IMPROVEMENT AND EQUIPMENT

Leasehold improvements and equipment as at June 30, 2023 and December 31, 2022 consisted of the following:

	Cost				Accumulated depreciation				Unit : Baht		
	As at January 1, 2023	Additions	Disposal / Write-off	Transfer-in / (Transfer-out)	As at June 30, 2023	As at January 1, 2023	Depreciation	Disposal / Write-off	As at June 30, 2023	Beginning balance of equipment as at January 1, 2023	Ending balance of equipment as at June 30, 2023
Furniture, fixture & fittings, leasehold improvement	6,865,774	94,537	-	-	6,960,311	754,563	407,957	-	1,162,520	6,111,211	5,797,791
Equipment	3,270,642	31,627	-	-	3,302,269	727,991	305,934	-	1,033,925	2,542,651	2,268,344
Computer equipment	4,262,652	426,341	-	-	4,688,993	3,238,146	333,611	-	3,571,757	1,024,506	1,117,236
Right-of-use assets	8,031,671	746,269	(653,836)	-	8,124,104	2,564,384	1,488,006	(128,262)	3,924,128	5,467,287	4,199,976
Total	22,430,739	1,298,774	(653,836)	-	23,075,677	7,285,084	2,535,508	(128,262)	9,692,330	15,145,655	13,383,347

	Cost				Accumulated depreciation				Unit : Baht		
	As at January 1, 2022	Additions	Disposal/ Write-off	Transfer-in/ (Transfer-out)	As at December 31, 2022	As at January 1, 2022	Depreciation	Disposal/ Write-off	As at December 31, 2022	Beginning balance of equipment as at January 1, 2022	Ending balance of equipment as at December 31, 2022
Furniture, fixture & fittings,											
leasehold improvement	4,736,721	2,129,053	-	-	6,865,774	113,433	641,130	-	754,563	4,623,288	6,111,211
Equipment	2,525,958	247,860	(1,376,022)	1,872,846	3,270,642	1,592,546	511,360	(1,375,915)	727,991	933,412	2,542,651
Computer equipment	4,105,072	157,580	-	-	4,262,652	2,242,040	996,106	-	3,238,146	1,863,032	1,024,506
Right-of-use assets	6,786,848	3,495,278	(2,250,455)	-	8,031,671	2,293,384	2,473,802	(2,202,802)	2,564,384	4,493,464	5,467,287
Asset under installation	1,872,846	-	-	(1,872,846)	-	-	-	-	-	1,872,846	-
Total	20,027,445	6,029,771	(3,626,477)	-	22,430,739	6,241,403	4,622,398	(3,578,717)	7,285,084	13,786,042	15,145,655

As at June 30, 2023 and December 31, 2022, certain leasehold improvement and equipment at cost of Baht 2.56 million and Baht 2.56 million, respectively, were fully depreciated but still in use.

Depreciation for the three-month periods ended June 30, 2023 and 2022 amounting to Baht 1.28 million and Baht 1.22 million, respectively, and depreciation for the six-month periods ended June 30, 2023 and 2022 amounting to Baht 2.54 million and Baht 2.28 million, respectively, were included in operating expenses.

13. INTANGIBLE ASSETS

Intangible assets as at June 30, 2023 and December 31, 2022 consisted of the following:

	Cost			Accumulated amortization			Unit : Baht	
	As at January 1, 2023	Additions	Decrease	As at June 30, 2023	As at January 1, 2023	As at June 30, 2023	Beginning balance of intangible assets as at January 1, 2023	Ending balance of intangible assets as at June 30, 2023
Software	35,313,467	100,000	-	35,413,467	13,665,863	3,276,387	21,647,604	18,471,217
Software under installation	95,953,959	1,500,000	-	97,453,959	-	-	95,953,959	97,453,959
Total	131,267,426	1,600,000	-	132,867,426	13,665,863	3,276,387	117,601,563	115,925,176
Less Allowance for impairment	(87,008,959)	-	-	(87,008,959)	-	-	(87,008,959)	(87,008,959)
Total intangible assets	44,258,467	1,600,000	-	45,858,467	13,665,863	3,276,387	30,592,604	28,916,217

	Cost			Accumulated amortization			Unit : Baht	
	As at January 1, 2022	Additions	Decrease	As at December 31, 2022	As at January 1, 2022	As at December 31, 2022	Beginning balance of intangible assets as at January 1, 2022	Ending balance of intangible assets as at December 31, 2022
Software	35,313,467	-	-	35,313,467	7,065,125	6,600,738	28,248,342	21,647,604
Software under installation	92,196,959	3,757,000	-	95,953,959	-	-	92,196,959	95,953,959
Total	127,510,426	3,757,000	-	131,267,426	7,065,125	6,600,738	120,445,301	117,601,563
Less Allowance for impairment	(87,008,959)	-	-	(87,008,959)	-	-	(87,008,959)	(87,008,959)
Total intangible assets	40,501,467	3,757,000	-	44,258,467	7,065,125	6,600,738	33,436,342	30,592,604

Amortization for the three-month periods ended June 30, 2023 and 2022 amounting to Baht 1.65 million and Baht 1.64 million, respectively, and amortization for the six-month periods ended June 30, 2023 and 2022 amounting to Baht 3.28 million and Baht 3.27 million, respectively, were included in operating expenses.

During the year 2021, the Company recognized allowance for impairment in the amounts of Baht 87.01 million for computer software under installation which was unable continue to develop according to the Company's management intention.

14. LICENSE COSTS

License costs as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
License costs	67,000,000	67,000,000
<u>Less Accumulated amortization</u>	<u>(50,288,549)</u>	<u>(50,288,549)</u>
Total license costs	<u>16,711,451</u>	<u>16,711,451</u>

License costs were amortized on the straight-line method over 25 years. After January 1, 2008, the license costs which have been considered indefinite useful life assets are no longer subject to amortization but are tested annually for impairment.

15. OTHER ASSETS

Other assets as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Income tax refundable	16,754,504	22,040,601
Withholding tax	2,288,518	3,049,836
Deposits	3,339,686	2,603,115
The Revenue Department receivable	42,830,568	53,175,545
Undue purchase value-added tax	1,809,186	1,679,554
Prepaid expense	5,151,376	2,064,344
Prepaid premium ceded	3,678,592	2,343,320
Other receivables	<u>1,218,776</u>	<u>1,075,477</u>
Total other assets	<u>77,071,206</u>	<u>88,031,792</u>

16. INSURANCE CONTRACT LIABILITIES

Insurance contract liabilities as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023		Unit : Baht
	Insurance liabilities	Reinsurance liabilities (see Note 8)	Net
Claim reserves			
Claim incurred and reported	180,476,718	(42,673,957)	137,802,761
Claim incurred but not reported	45,950,144	(8,735,643)	37,214,501
	<u>226,426,862</u>	<u>(51,409,600)</u>	<u>175,017,262</u>
Premium reserve			
Unearned premium reserve	360,132,401	(137,929,661)	222,202,740
Total	<u>586,559,263</u>	<u>(189,339,261)</u>	<u>397,220,002</u>

	As at December 31, 2022		Unit : Baht
	Insurance liabilities	Reinsurance liabilities (see Note 8)	Net
Claim reserves			
Claim incurred and reported	198,563,069	(72,158,759)	126,404,310
Claim incurred but not reported	48,028,061	(11,519,933)	36,508,128
	<u>246,591,130</u>	<u>(83,678,692)</u>	<u>162,912,438</u>
Premium reserve			
Unearned premium reserve	310,774,227	(106,865,067)	203,909,160
Total	<u>557,365,357</u>	<u>(190,543,759)</u>	<u>366,821,598</u>

16.1 Insurance reserve for short-term insurance contract

16.1.1 Claim reserve

Claim reserve as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Balance as at beginning period/year	246,591,130	272,399,301
Claim incurred during the period/year	128,041,293	234,896,660
Changes in claims reserve incurred in previous period/year	23,350,887	(45,168,192)
Changes in claims reserve assumption	(2,077,917)	(64,060)
Claim paid during the period/year	<u>(169,478,531)</u>	<u>(215,472,579)</u>
Balance as at ending period/year	<u>226,426,862</u>	<u>246,591,130</u>

16.1.2 Unearned premium reserve

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Balance as at beginning period/year	310,774,227	211,329,181
Premium written for the period/year	367,795,477	578,933,120
Premium earned for the period/year	(318,437,303)	(479,488,074)
Balance as at ending period/year	<u>360,132,401</u>	<u>310,774,227</u>

16.1.3 Unexpired risk reserve

As at June 30, 2023 and December 31, 2022, no additional reserve for unexpired risk reserve has been established as the unexpired risk reserve estimated by the Company amounting to Baht 204.58 million and Baht 176.21 million, respectively, is lower than the unearned premium reserve.

17. DUE TO REINSURERS

Due to reinsurers as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Reinsurance payables	107,894,252	105,029,455
Amount withheld on reinsurance	<u>62,016,714</u>	<u>54,804,699</u>
Total due to reinsurers	<u>169,910,966</u>	<u>159,834,154</u>

18. LEASE LIABILITIES

Lease liabilities as at June 30, 2023 and December 31, 2022 were as follows:

	Minimum lease payment		Present value of minimum lease payment	
	As at June 30, 2023 Baht	As at December 31, 2022 Baht	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Within 1 year	2,799,869	2,956,372	2,706,004	2,830,773
Over 1 year to 5 years	<u>1,452,461</u>	<u>2,510,245</u>	<u>1,410,774</u>	<u>2,463,833</u>
	4,252,330	5,466,617	4,116,778	5,294,606
Less Deferred interest	<u>(135,552)</u>	<u>(172,011)</u>	-	-
Total	<u>4,116,778</u>	<u>5,294,606</u>	<u>4,116,778</u>	<u>5,294,606</u>

19. DEFERRED TAX LIABILITIES

Deferred tax liabilities as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Deferred tax liabilities	<u>7,945,034</u>	<u>7,928,456</u>

Deferred income tax assets are recognized only to the extent that realization of the related tax benefit through the future taxable profits is probable. The Company did not recognize deferred income tax assets from temporary difference and loss carried forward as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Temporary difference	372,221,349	355,972,069
Loss carried forward	<u>760,875,302</u>	<u>863,195,116</u>
	1,133,096,651	1,219,167,185
Income tax rate	20%	20%
Deferred tax assets	<u>226,619,330</u>	<u>243,833,437</u>

The loss carried forward as at June 30, 2023 and December 31, 2022 amounting to Baht 760.88 million and Baht 863.20 million, respectively, will gradually expire from 2023 to 2027.

20. OTHER LIABILITIES

Other liabilities as at June 30, 2023 and December 31, 2022 consisted of the following:

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Commission and brokerage payable	25,333,689	21,145,944
Accrued expenses	24,661,122	32,790,974
Other payables	<u>9,555,304</u>	<u>10,161,421</u>
Total other liabilities	<u>59,550,115</u>	<u>64,098,339</u>

21. SHARE CAPITAL

On June 8, 2023, the Extraordinary General Meeting of Shareholders No.1/2023 passed resolutions to increase and allocate the authorized share capital of 12,000,000 shares, Baht 5 par value each, to offer to existing shareholders of the Company by proportion of shareholding of each shareholder ratio of 13.82 existing ordinary shares to 1 new ordinary share. The shareholders have the right to subscribe for newly issued ordinary shares exceeding their rights. Shares subscribed in excess of their entitlement will be allocated to the subscribed shareholders in excess of their entitlement after the allocation of newly issued ordinary shares to all shareholders subscribed for in the first round.

On June 21, 2023, the Company called for and received the increased share capital in the amount of Baht 20,000,000. The Company registered change of paid-up capital with the Ministry of Commerce on June 29, 2023.

The number of weighted average ordinary shares for the three-month and six-month periods ended June 30, 2023 and 2022 are as follows:

	For the three-month periods ended June 30,		For the six-month periods ended June 30,	
	2023	2022	2023	2022
	Share	Share	Share	Share
Beginning balance	165,800,000	165,800,000	165,800,000	165,800,000
The number of weighted average ordinary shares during the periods	87,912	-	44,199	-
The number of weighted average ordinary shares - ending balance (see Note 26)	<u>165,887,912</u>	<u>165,800,000</u>	<u>165,844,199</u>	<u>165,800,000</u>

22. FINANCIAL INFORMATION BY SEGMENT

The business segment results are prepared based on the management of the company. The operating results by business segment provided to Chief Operating Decision Maker to make decisions about allocating resources to, and assessing the performance of, operating segments is measured in accordance with Financial Reporting Standard.

The Company has four reportable segments, which represent the major products that the Company underwrites and consists of fire, marine and logistic, motor and miscellaneous.

The Company is only operated and managed in a single geographic area, namely in Thailand. Therefore, no geographical segment information is presented.

For the three-month and six-month periods ended June 30, 2023 and 2022, there is no underwriting income with a single external customer contributed 10% or more to the Company's total revenue.

The reporting of underwriting information classified by type of insurance for the three-month and six-month periods ended June 30, 2023 and 2022 were as follows:

					Unit : Baht
For the three-month period ended June 30, 2023					
	Fire	Marine	Motor	Miscellaneous	Total
Underwriting income					
Gross written premiums	1,197,498	40,272,491	64,549,828	84,315,957	190,335,774
<u>Less</u> Premium ceded	<u>(808,917)</u>	<u>(20,052,539)</u>	<u>-</u>	<u>(57,827,836)</u>	<u>(78,689,292)</u>
Net written premiums	388,581	20,219,952	64,549,828	26,488,121	111,646,482
<u>Add (less)</u> Unearned premium reserve					
(increased) decreased from the previous period	107,690	3,403,006	(7,931,998)	(9,681,700)	(14,103,002)
Net premium earned	496,271	23,622,958	56,617,830	16,806,421	97,543,480
Fee and commission income	168,596	4,626,087	18,134	11,555,446	16,368,263
Total underwriting income	664,867	28,249,045	56,635,964	28,361,867	113,911,743
Underwriting expenses					
Claim Incurred	50,500	9,094,673	33,396,023	17,016,564	59,557,760
<u>Less</u> Claim refundable from reinsurers	<u>(3,855)</u>	<u>(3,373,324)</u>	<u>2,348</u>	<u>(9,908,959)</u>	<u>(13,283,790)</u>
Commission and brokerage expenses	262,062	5,113,478	6,851,856	10,713,569	22,940,965
Other underwriting expenses	137,798	8,064,091	19,676,463	8,692,617	36,570,969
Total underwriting expenses	446,505	18,898,918	59,926,690	26,513,791	105,785,904
Profit (loss) on underwriting before operating expenses	<u>218,362</u>	<u>9,350,127</u>	<u>(3,290,726)</u>	<u>1,848,076</u>	<u>8,125,839</u>
Operating expenses					17,383,561
Expected credit loss					14,471
Loss on underwriting after operating expense					<u>(9,272,193)</u>

					Unit : Baht
For the three-month period ended June 30, 2022					
	Fire	Marine	Motor	Miscellaneous	Total
Underwriting income					
Gross written premiums	1,192,957	32,295,072	45,771,607	53,411,517	132,671,153
<u>Less</u> Premium ceded	<u>(655,618)</u>	<u>(9,788,923)</u>	<u>-</u>	<u>(31,902,278)</u>	<u>(42,346,819)</u>
Net written premiums	537,339	22,506,149	45,771,607	21,509,239	90,324,334
<u>Add (less)</u> Unearned premium reserve					
(increased) decreased from the previous period	79,112	(6,981,411)	(6,304,032)	(5,332,501)	(18,538,832)
Net premium earned	616,451	15,524,738	39,467,575	16,176,738	71,785,502
Fee and commission income	164,346	2,396,342	12,345	8,297,185	10,870,218
Total underwriting income	780,797	17,921,080	39,479,920	24,473,923	82,655,720
Underwriting expenses					
Claim Incurred	282,828	12,438,619	13,607,851	5,702,564	32,031,862
<u>Add (Less)</u> Claim refundable from reinsurers	<u>(61,305)</u>	<u>(4,810,555)</u>	<u>-</u>	<u>1,838,820</u>	<u>(3,033,040)</u>
Commission and brokerage expenses	259,172	3,345,477	5,000,434	7,668,745	16,273,828
Other underwriting expenses	327,934	8,854,481	12,494,265	14,633,558	36,310,238
Total underwriting expenses	808,629	19,828,022	31,102,550	29,843,687	81,582,888
Profit (loss) on underwriting before operating expenses	<u>(27,832)</u>	<u>(1,906,942)</u>	<u>8,377,370</u>	<u>(5,369,764)</u>	<u>1,072,832</u>
Operating expenses					16,892,361
Expected credit loss (reversal)					(278,123)
Loss on underwriting					<u>(15,541,406)</u>

					Unit : Baht
For the six-month period ended June 30, 2023					
	Fire	Marine	Motor	Miscellaneous	Total
Underwriting income					
Gross written premiums	2,078,348	83,874,212	128,039,707	153,803,210	367,795,477
<u>Less</u> Premium ceded	<u>(1,200,968)</u>	<u>(42,629,302)</u>	<u>(110,603)</u>	<u>(119,404,029)</u>	<u>(163,344,902)</u>
Net written premiums	877,380	41,244,910	127,929,104	34,399,181	204,450,575
<u>Add (less)</u> Unearned premium reserve					
(increased) decreased from the previous period	166,494	1,655,330	(18,528,962)	(1,586,442)	(18,293,580)
Net premium earned	1,043,874	42,900,240	109,400,142	32,812,739	186,156,995
Fee and commission income	367,769	8,683,010	34,139	22,444,408	31,529,326
Total underwriting income	1,411,643	51,583,250	109,434,281	55,257,147	217,686,321
Underwriting expenses					
Claim Incurred	82,671	28,934,847	71,073,517	49,223,228	149,314,263
<u>Less</u> Claim refundable from reinsurers	<u>(11,171)</u>	<u>(10,474,088)</u>	<u>(8,636)</u>	<u>(34,631,109)</u>	<u>(45,125,004)</u>
Commission and brokerage expenses	529,823	9,654,158	13,005,041	20,449,610	43,638,632
Other underwriting expenses	236,253	16,907,069	39,714,506	14,007,016	70,864,844
Total underwriting expenses	837,576	45,021,986	123,784,428	49,048,745	218,692,735
Profit (loss) on underwriting					
before operating expenses	574,067	6,561,264	(14,350,147)	6,208,402	(1,006,414)
Operating expenses					36,375,550
Expected credit loss (reversal)					(92,459)
Loss on underwriting after operating expense					(37,289,505)

					Unit : Baht
For the six-month period ended June 30, 2022					
	Fire	Marine	Motor	Miscellaneous	Total
Underwriting income					
Gross written premiums	1,835,233	56,184,679	95,103,058	95,870,938	248,993,908
<u>Less</u> Premium ceded	<u>(1,053,553)</u>	<u>(22,061,545)</u>	<u>(43,680)</u>	<u>(69,085,996)</u>	<u>(92,244,774)</u>
Net written premiums	781,680	34,123,134	95,059,378	26,784,942	156,749,134
<u>Add (less)</u> Unearned premium reserve					
(increased) decreased from the previous period	407,858	(6,583,472)	(26,392,146)	7,653,154	(24,914,606)
Net premium earned	1,189,538	27,539,662	68,667,232	34,438,096	131,834,528
Fee and commission income	327,510	4,693,095	24,088	15,079,761	20,124,454
Total underwriting income	1,517,048	32,232,757	68,691,320	49,517,857	151,958,982
Underwriting expenses					
Claim Incurred	6,981,436	12,063,050	25,709,734	24,591,916	69,346,136
<u>Add (Less)</u> Claim refundable from reinsurers	<u>(1,329,896)</u>	<u>4,839,542</u>	<u>-</u>	<u>(9,516,175)</u>	<u>(6,006,529)</u>
Commission and brokerage expenses	523,126	6,190,962	8,682,568	14,910,884	30,307,540
Other underwriting expenses	508,011	15,552,495	26,325,500	26,538,057	68,924,063
Total underwriting expenses	6,682,677	38,646,049	60,717,802	56,524,682	162,571,210
Profit (loss) on underwriting					
before operating expenses	(5,165,629)	(6,413,292)	7,973,518	(7,006,825)	(10,612,228)
Operating expenses					33,300,492
Expected credit loss (reversal)					(283,062)
Loss on underwriting					(43,629,658)

23. INVESTMENT INCOME

Investment income for the three-month and six-month periods ended June 30, 2023 and 2022 were as follows:

	For the three-month periods ended June 30,		For the six-month periods ended June 30,	
	2023	2022	2023	2022
Interest income	2,280,378	1,996,571	4,516,947	4,802,072
Dividend income	20,000	15,000	20,000	15,000
	<u>2,300,378</u>	<u>2,011,571</u>	<u>4,536,947</u>	<u>4,817,072</u>

Unit : Baht

24. NET GAIN ON FINANCIAL INSTRUMENTS

Net gain on financial instruments for the three-month and six-month periods ended June 30, 2023 and 2022 were as follows:

	For the three-month periods ended June 30,		For the six-month periods ended June 30,	
	2023	2022	2023	2022
Gain from sales				
Debt instrument reclassified and measured at fair value through profit or loss	-	-	-	6,597
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,597</u>

Unit : Baht

25. EXPECTED CREDIT LOSS (REVERSAL)

Expected credit loss (reversal) for the three-month and six-month periods ended June 30, 2023 and 2022 were as follows:

	For the three-month periods ended June 30,		For the six-month periods ended June 30,	
	2023	2022	2023	2022
Expected credit loss (reversal)				
Debt securities measured at fair value through other comprehensive income	14,471	(278,123)	(92,459)	(283,062)
Total	<u>14,471</u>	<u>(278,123)</u>	<u>(92,459)</u>	<u>(283,062)</u>

Unit : Baht

26. BASIC LOSS PER SHARE

Basic loss per share for the three-month and six-month periods ended June 30, 2023 and 2022 were as follows:

	For the three-month periods ended June 30,		For the six-month periods ended June 30,	
	2023	2022	2023	2022
Net loss attributable to shareholders (Baht)	(6,803,669)	(12,748,725)	(32,561,854)	(37,891,286)
Weighted average number of ordinary shares in issue (Shares)	165,887,912	165,800,000	165,844,199	165,800,000
Basic loss per share (Baht)	<u>(0.04)</u>	<u>(0.08)</u>	<u>(0.20)</u>	<u>(0.23)</u>

Unit : Baht

27. TRANSACTIONS WITH RELATED PARTIES

A portion of the Company's assets, liabilities, revenues and expenses arose from transactions with related parties. The relationship may be by shareholding or the companies may have the same group of shareholders or directors. The Company's management believes that the Company has no significant influence over the related parties. The accompanying financial statements reflect the effects of these transactions determined on the basis of commitments and conditions as in the normal course of business.

The relationships between the Company and its related parties are summarized below:

Companies	Relationship	Type of business
KWI Public Company Limited	Ultimate parent company	Renting and operating of self-owned or leased of residential buildings
King Wai Capital Limited	Some common shareholders and directors	Activities of holding companies, of mostly investing in non-financial sectors
Cornerstone Realty Company Limited	Some common shareholders and directors	Buying and selling of on own account of residential buildings
Gold Star Property Company Limited	Some common shareholders and directors	Buying and selling of on own account of residential buildings
Thai-Kami Company Limited	Some common shareholders and directors	Buying and selling of on own account of residential buildings
Top Property Co., Ltd.	Some common shareholders and directors	Buying and selling of on own account of residential buildings
AEC City Co., Ltd.	Some common shareholders and directors	Construction of non-residential buildings
S31 Limited	Some common shareholders and directors	Buying and selling of on own account of residential buildings
S61 Limited	Some common shareholders and directors	Buying and selling of on own account of residential buildings
Praram4 Limited	Some common shareholders and directors	Buying and selling of on own account of residential buildings
KWI Life Insurance Public Company Limited	Some common shareholders and directors	Life Assurance
NVV Development Company Limited	Some common shareholders and directors	Develops Real Estate Properties
King Wai Asset Management (Asia) Co., Ltd.	Some common shareholders and directors	Mutual fund management, private fund management and investment advisor
King Wai Insurance Brokers & Consultants Limited	Some common shareholders and directors	Insurance broker

Significant balances and transactions were as follows:

			As at June 30, 2023 Baht	As at December 31, 2022 Baht
Assets				
Premium receivables			494,952	199,788
Liabilities				
Outstanding claims			41,050	12,000
Other liabilities			430,258	3,118,545

The Company paid insurance claims in compliance with insurance policy criteria and it is normal commercial transaction for insurance.

The Company used the same pricing policy and conditions for the above premiums as it did for other customers and other insurance companies.

28. DIRECTORS AND KEY MANAGEMENT PERSONNEL'S REMUNERATION

For the three-month and six-month periods ended June 30, 2023 and 2022, the Company had salaries, bonuses, directors allowances and other benefits of its directors and key management personnel recognized as expenses as follows:

	For the three-month periods ended June 30,		For the six-month periods ended June 30,	
	2023	2022	2023	2022
	Baht	Baht	Baht	Baht
Directors and key management personnel's remuneration				
Short-term benefits	2,929,950	2,359,500	7,490,460	9,319,440
Post-employment benefits	85,106	84,943	170,211	169,886
	<u>3,015,056</u>	<u>2,444,443</u>	<u>7,660,671</u>	<u>9,489,326</u>

Directors' remunerations for the years of 2023 and 2022 were approved by the annual general meeting of shareholders of the Company held on April 17, 2023 and April 19, 2022, respectively.

29. SECURITIES PLEDGED AND ASSETS RESERVED WITH THE REGISTRAR

As at June 30, 2023 and December 31, 2022, certain financial assets - debt securities and financial assets - equity securities of the Company were pledged and used for assets reserved with the Registrar (see Note 10) in accordance with the Insurance Act and according to the announcement of the Office of Insurance Commission regarding "Rates, Rules and Procedures for pledge of unearned premium reserve of Non-Life Insurance Company B.E. 2557" as follows:

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Investment in securities used to secure the facilities collateral with the Office of Insurance Commission		
Securities pledged with the registrar		
Deposits at financial institutions with maturity over 3 months	14,000,000	14,000,000
Assets reserved with the registrar		
Government bonds	82,055,134	41,820,267
Deposits at financial institutions with maturity over 3 months	<u>5,000,000</u>	<u>5,000,000</u>
Total investment in securities of pledged	<u>101,055,134</u>	<u>60,820,267</u>

30. CONTINGENT LIABILITIES AND COMMITMENT

- 30.1 In 2021, the Company has been brought against from an insured, as the insurer, in the amount of Baht 114.18 million with interest at 5% per annum from prosecution date. At present, the lawsuit is still in the process of legal proceedings. As at June 30, 2023 and December 31, 2022, the lawsuits have been brought against the Company, as insurer, from such lawsuit and other lawsuits which the Company estimates losses totaling Baht 22.81 million and Baht 22.78 million, respectively. The Company's management believes that such estimation is adequate to losses and does not expect the outcome of the litigation to result in losses that differ from the recorded liability by amounts, that would be material to the Company's operating results.
- 30.2 On November 11, 2022, the Company has filed a lawsuit to the Civil Court against a contractual party to claims for a compensation of damage incurred from contractual party failed to fulfil its obligations to complete and deliver the agreed deliverables by the contractually stipulated deadlines. On June 22, 2023, the contractual party has filed a counterclaim to the Civil Court demanding compensation from alleging that the Company has wrongfully terminated the contract and not paid the outstanding amount under the contract to such contractual party.
- Nevertheless, such litigation is in the mediation proceeding. The Company believes that the result of this case will not significantly impact to the Company.
- 30.3 As at June 30, 2023 and December 31, 2022, the Company had a capital commitment to pay computer software in amount of Baht 1.03 million and Baht 2.18 million, respectively.

31. COMMITMENTS UNDER SERVICE AGREEMENTS

Commitments for service expenses under service agreements as at June 30, 2023 and December 31, 2022 consisted of the follows:

	As at June 30, 2023 Baht	As at December 31, 2022 Baht
Within 1 year	4,971,589	6,847,537
Over 1 year to 5 years	2,351,322	4,191,200
Total	<u>7,322,911</u>	<u>11,038,737</u>

The Company recognized service expensed in the statements of profit and loss and other comprehensive income for the three-month and six-month periods ended June 30, 2023 amounting to Baht 3.34 million and amounting to Baht 7.16 million, respectively (For the three-month and six-month periods ended June 30, 2022 amounting to Baht 2.87 million and amounting to Baht 5.97 million, respectively).

32. FAIR VALUE MEASUREMENT

Certain financial assets of the Company were measured at fair value at the end of reporting period. The following table gives information about how the fair value of these financial assets were determined.

	As at June 30, 2023			Unit : Baht
	Level 2	Fair value	Total	Book value
		Level 3		
Financial assets				
Financial assets - debt instruments	381,501,756	-	381,501,756	381,501,756
Financial assets - equity instruments	-	23,575,841	23,575,841	23,575,841
Financial liabilities				
Lease liabilities	-	(4,116,778)	(4,116,778)	(4,116,778)

	As at December 31, 2022			Unit : Baht
	Level 2	Fair value	Total	Book value
		Level 3		
Financial assets				
Financial assets - debt instruments	385,335,796	-	385,335,796	385,335,796
Financial assets - equity instruments	-	23,492,949	23,492,949	23,492,949
Financial liabilities				
Lease liabilities	-	(5,294,606)	(5,294,606)	(5,294,606)

During the period, the Company has not transferred fair value between level 1, level 2 and level 3.

The Company has not changed in fair value measurement technique during the period.

Valuation techniques and inputs used in determining the fair value are as follows:

Level 2 of fair value for debt instruments measured at fair value through other comprehensive income are based on the yield rate quoted by the Thai Bond Market Association.

Level 3 of fair value for equity instruments measured at fair value through other comprehensive income and lease liabilities are based on discounted cash flows or book value approach.

Financial assets or financial liabilities not measured at fair value for Cash and cash equivalents, Premium receivable, Accrued investment income, Due from reinsurers, Deferred acquisition costs, Prepaid premium ceded, other assets, Insurance contract liabilities, Due to reinsurers, Unearned fee and commission income and other liabilities; the fair value approximate their carrying value due to the relatively short period to maturity.

33. EVENT AFTER REPORTING PERIOD

On August 10, 2023 the Board of Directors' meeting No.4/2023 passed a resolution to call share subscription in total of Baht 30,000,000. The Company will call such share subscription during August 14, 2023 to August 18, 2023.

34. APPROVAL OF THE INTERIM FINANCIAL INFORMATION

These interim financial information were approved for issuance by the Company's authorized executive director on August 10, 2023.

