



*KING WAI INSURANCE PUBLIC
COMPANY LIMITED*

Interim Financial Statements

*Three-month and nine-month periods ended
September 30, 2021*



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**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION
BY THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

**TO THE BOARD OF DIRECTORS
KING WAI INSURANCE PUBLIC COMPANY LIMITED**

We have reviewed the statement of financial position of King Wai Insurance Public Company Limited as at September 30, 2021, and the statements of profit or loss and other comprehensive income for the three-month and nine-month periods ended September 30, 2021, and the related statements of changes in equity and cash flows for the nine-month period ended September 30, 2021, 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".

Dr. Suphamit Techamontrikul
Certified Public Accountant (Thailand)
Registration No. 3356

BANGKOK
November 10, 2021

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.



KING WAI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2021

UNIT : BAHT

	Notes	"UNAUDITED" As at September 30, 2021	As at December 31, 2020
ASSETS			
Cash and cash equivalents	5	127,484,907	120,077,758
Premium receivables	6	63,718,837	51,524,819
Accrued investment income		1,593,686	685,129
Reinsurance assets	7	111,875,493	81,784,156
Due from reinsurers	8	13,528,805	18,578,753
Financial assets - debt securities	9	264,436,847	246,293,864
Financial assets - equity securities	10	12,224,449	12,216,097
Leasehold improvement and equipment	11	6,546,062	4,488,398
Intangible assets	12	32,612,087	149,503,998
Deferred acquisition costs		23,544,634	24,566,151
License costs	13	16,711,451	16,711,451
Other assets	14	229,595,457	104,435,520
TOTAL ASSETS		<u>903,872,715</u>	<u>830,866,094</u>



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KING WAI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT SEPTEMBER 30, 2021

UNIT : BAHT

	Notes	"UNAUDITED" As at September 30, 2021	As at December 31, 2020
LIABILITIES AND EQUITY			
LIABILITIES			
Insurance contract liabilities	15	355,449,044	305,241,584
Due to reinsurers	16	77,241,335	92,841,476
Lease liabilities	17	4,403,026	2,421,307
Unearned fee and commission income		14,529,704	15,106,234
Employee benefit obligations		21,154,370	23,545,249
Deferred tax liabilities	18	3,342,290	3,342,290
Provision for cost of assets decommissioning		2,173,800	2,173,800
Other liabilities	19	47,294,021	85,405,431
TOTAL LIABILITIES		525,587,590	530,077,371
EQUITY			
Share capital	20		
Authorized share capital			
165,800,000 ordinary shares of Baht 5.00 each		829,000,000	
135,800,000 ordinary shares of Baht 5.00 each			679,000,000
Issued and paid-up share capital			
165,800,000 ordinary shares of Baht 5.00 each		829,000,000	
135,800,000 ordinary shares of Baht 5.00 each			679,000,000
Premium on share capital		122,520,000	122,520,000
Retained earnings (deficits)			
Appropriated			
Legal reserve		15,438,000	15,438,000
Unappropriated		(599,626,176)	(525,234,430)
Other components of equity		10,953,301	9,065,153
TOTAL EQUITY		378,285,125	300,788,723
TOTAL LIABILITIES AND EQUITY		903,872,715	830,866,094

See condensed notes to the financial statements



KING WAI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2021
"UNAUDITED"

UNIT : BAHT

	Notes	2021	2020
REVENUES			
Gross premium written	21	106,203,990	59,791,227
<u>Less</u> Premium ceded	21	(23,888,725)	(31,105,173)
Net premium written		82,315,265	28,686,054
<u>Less</u> Unearned premium reserve increased from previous period	21	(27,302,262)	(5,198,742)
Net premium earned		55,013,003	23,487,312
Fee and commission income	21	6,661,563	17,561,371
Investment income	22	1,110,879	1,528,112
Loss on financial instruments	23	(2,401,852)	-
Other income		27,974,560	439,215
Total Revenues		88,358,153	43,016,010
EXPENSES			
Claims incurred	21	(16,446,152)	45,111,971
<u>Less</u> Claims refundable from reinsurers	21	(44,638,737)	(2,890,393)
Commission and brokerage expenses	21	11,781,037	19,993,069
Other underwriting expenses	21	31,397,787	15,123,306
Operating expenses	12	105,182,900	17,267,261
Total Expenses		87,276,835	94,605,214
Gain (loss) before income tax		1,081,318	(51,589,204)
Income tax expense		-	-
Net income (loss)		1,081,318	(51,589,204)



KING WAI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2021
"UNAUDITED"

UNIT : BAHT

	Note	2021	2020
Other comprehensive income (loss)			
Items that will be reclassified subsequently to profit or loss			
Gain (loss) on investment in debt instruments at fair value through other comprehensive income		1,260,772	(1,332,078)
		<u>1,260,772</u>	<u>(1,332,078)</u>
Items that will not be reclassified subsequently to profit or loss			
Actuarial gain on defined employee benefit plans		144,870	-
		<u>144,870</u>	<u>-</u>
Other comprehensive income (loss) for the periods		<u>1,405,642</u>	<u>(1,332,078)</u>
Total comprehensive income (loss) for the periods		<u>2,486,960</u>	<u>(52,921,282)</u>
Earning (loss) per share			
Basic earning (loss) per share	24 Baht	0.01	(0.38)
Weighted average number of ordinary shares	Shares	146,017,391	135,800,000



See condensed notes to the financial statements

KING WAI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021
"UNAUDITED"

UNIT : BAHT

	Notes	2021	2020
REVENUES			
Gross premium written	21	230,031,217	281,552,135
<u>Less</u> Premium ceded	21	(113,071,371)	(188,760,486)
Net premium written		116,959,846	92,791,649
<u>Less</u> Unearned premium reserve increased from previous period	21	(22,341,152)	(30,204,524)
Net premium earned		94,618,694	62,587,125
Fee and commission income	21	19,256,722	68,344,947
Investment income	22	4,066,473	5,556,947
Gain (loss) on financial instruments	23	(2,284,124)	988,840
Other income		28,040,513	499,441
Total Revenues		143,698,278	137,977,300
EXPENSES			
Claims incurred	21	18,966,081	56,508,024
<u>Less</u> Claims refundable from reinsurers	21	(53,236,259)	(17,626,578)
Commission and brokerage expenses	21	33,529,060	66,259,205
Other underwriting expenses	21	72,610,744	63,788,565
Operating expenses	12	146,220,398	54,679,735
Total Expenses		218,090,024	223,608,951
Loss before income tax		(74,391,746)	(85,631,651)
Income tax expense		-	-
Net loss		(74,391,746)	(85,631,651)



KING WAI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021
"UNAUDITED"

UNIT : BAHT

	Note	2021	2020
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		(845,840)	(1,076,530)
Written off gain from reclassification of investment from sale of investment		(204,328)	(778,708)
		<u>(1,050,168)</u>	<u>(1,855,238)</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		8,352	-
Actuarial gain on defined employee benefit plans		2,929,964	-
		<u>2,938,316</u>	<u>-</u>
Other comprehensive income (loss) for the periods		<u>1,888,148</u>	<u>(1,855,238)</u>
Total comprehensive loss for the periods		<u>(72,503,598)</u>	<u>(87,486,889)</u>
Loss per share			
Basic loss per share	24	Baht	(0.53) (0.63)
Weighted average number of ordinary shares		Shares	141,550,916 135,800,000

See condensed notes to the financial statements



KING WAI INSURANCE PUBLIC COMPANY LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021

"UNAUDITED"

UNIT : BAHT

Note	Issued and paid-up share capital	Premium on share capital	Retained earnings (deficits)		Other components of equity				Total other components of equity	Total Equity
			Appropriated Legal reserve	Unappropriated	Debt securities measured at fair value through other comprehensive income	Equity securities designated at fair value	Equity securities other comprehensive income	Written off gain from reclassification of financial assets from sale of financial assets		
Beginning balance as at January 1, 2020	679,000,000	122,520,000	15,438,000	(419,925,782)	(3,798,472)	22,704,190	1,525,812	2,329,096	22,760,626	419,792,844
Net loss	-	-	-	(85,631,651)	-	-	-	-	-	(85,631,651)
Total comprehensive loss for the period	-	-	-	-	(1,076,530)	-	(778,708)	-	(1,855,238)	(1,855,238)
Ending balance as at September 30, 2020	679,000,000	122,520,000	15,438,000	(505,557,433)	(4,875,002)	22,704,190	747,104	2,329,096	20,905,388	332,305,955
Beginning balance as at January 1, 2021	679,000,000	122,520,000	15,438,000	(525,234,430)	(5,665,024)	11,653,977	747,104	2,329,096	9,065,153	300,788,723
Increase in share capital - ordinary shares	150,000,000	-	-	-	-	-	-	-	-	150,000,000
Net loss	-	-	-	(74,391,746)	-	-	-	-	-	(74,391,746)
Total comprehensive income (loss) for the period	-	-	-	-	(845,840)	8,352	(204,328)	2,929,964	1,888,148	1,888,148
Ending balance as at September 30, 2021	829,000,000	122,520,000	15,438,000	(599,626,176)	(6,510,864)	11,662,329	542,776	5,259,060	10,953,301	378,285,125



See condensed notes to the financial statements

KING WAI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021
"UNAUDITED"

UNIT : BAHT

	Notes	2021	2020
CASH FLOWS PROVIDED BY (USED IN)			
OPERATING ACTIVITIES			
Written premium received from direct insurance		221,203,661	325,064,876
Cash paid from reinsurance		(106,133,023)	(252,562,196)
Investment income		3,157,916	4,163,693
Loss incurred from direct insurance		(70,952,633)	(116,361,408)
Commission and brokerage paid to direct insurance		(34,982,759)	(54,818,352)
Other underwriting expenses		(71,556,622)	(63,809,678)
Operating expenses		(54,255,066)	(43,621,601)
Other income		212,010	234,495
Income tax expense		(956,785)	6,257,241
Cash received - financial assets		49,754,000	357,806,398
Cash paid - financial assets		(71,231,276)	(237,770,777)
Net cash used in operating activities		<u>(135,740,577)</u>	<u>(75,417,309)</u>
CASH FLOWS PROVIDED BY (USED IN)			
INVESTING ACTIVITIES			
Sale of equipment		15,888	264,953
Purchase of equipment		(1,486,350)	(256,495)
Purchase of intangible assets	4.2	(3,409,340)	(24,777,961)
Net cash used in investing activities		<u>(4,879,802)</u>	<u>(24,769,503)</u>



KING WAI INSURANCE PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021
"UNAUDITED"

UNIT : BAHT

	Notes	2021	2020
CASH FLOWS PROVIDED BY (USED IN)			
FINANCING ACTIVITIES			
Lease payment	4.1	(1,972,472)	(2,918,499)
Cash received from increase in share capital		150,000,000	-
Net cash provided by (used in) financing activities		148,027,528	(2,918,499)
Net increased (decreased) in cash and cash equivalents		7,407,149	(103,105,311)
Cash and cash equivalents as at January 1,		120,077,758	215,059,495
Cash and cash equivalents as at September 30,	5	127,484,907	111,954,184



See condensed notes to the financial statements

KING WAI INSURANCE PUBLIC COMPANY LIMITED
CONDENSED NOTES TO FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2021
"UNAUDITED"

1. GENERAL INFORMATION AND OPERATION OF THE COMPANY

King Wai Insurance Public Company Limited (the "Company") is a limited company incorporated in Thailand on January 2, 2013. The Company's registered address is located at U Chuliang Building, 15th Floor, 968 Rama IV Road, Silom, Bangrak, Bangkok. The main objective of the Company is non-life insurance.

The Company's major shareholder is King Wai Capital Limited, which was registered in Thailand, holding 98.24% of the Company's authorized share capital and the ultimate parent company is King Wai Group (Thailand) 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.

The Coronavirus disease 2019 ("COVID-19") pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the group operates. Nevertheless, the Company's management will continue to monitor the ongoing development and regularly assess the financial impact in respect of valuation of assets, provisions and contingent liabilities.

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 (No. 2) B.E. 2562 dated April 4, 2019. The Company presents the condensed notes to interim financial statements.
- 2.2 The statement of financial position as at December 31, 2020, 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 nine-month periods ended September 30, 2021 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 nine-month periods ended September 30, 2021 should be read in conjunction with the audited financial statements for the year ended December 31, 2020.
- 2.5 The preparation of interim financial statements in conformity with Thai Accounting Standard No. 34 also requires the Company's management to exercise judgements 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 and the Conceptual Framework for Financial Reporting issued by the Federation of Accounting Professions which are effective for fiscal years beginning on or after January 1, 2021. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revisions to references to the Conceptual Framework in TFRSs, the amendment for definition of business, the amendment for definition of materiality and accounting requirements for interest rate reform. 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

The Amendment to Thai Financial Reporting Standards No. 16 "Leases" ("TFRS 16") added the requirements for the temporary exception arising from the Phase 2 of the interest rate benchmark reform amendments, which an entity shall apply these amendments for annual reporting periods beginning on or after January 1, 2022 with earlier application permitted. This revised TFRS 16 has been announced in the Royal Gazette on January 27, 2021.

In addition, the Federation of Accounting Professions has issued the Notification regarding the amendments to Thai Financial Reporting Standards No. 4 "Insurance Contracts", Thai Financial Reporting Standards No. 7 "Financial Instruments: Disclosures", and Thai Financial Reporting Standards No. 9 "Financial Instruments", which have been announced in the Royal Gazette on June 28, 2021 and will be effective for the financial statements for the period beginning on or after January 1, 2022 onwards with earlier application permitted. The amendment to such Thai Financial Reporting Standards are relevant to the Phase 2 of the interest rate benchmark reform amendments which provided practical expedients for the modification of the contractual cash flows of financial assets or financial liabilities resulted from the interest rate benchmark reform, including temporary exceptions from specific hedge accounting requirements, and additional disclosure requirements of TFRS 7.

The Company's management will adopt such TFRSs 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 these TFRSs 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, 2020.

4. ADDITIONAL INFORMATION FOR CASH FLOWS

4.1 Non-cash items of lease liabilities for the nine-month period ended September 30, 2021 and 2020 consisted of the following:

	For the nine-month periods ended September 30,	
	2021	2020
	Baht	Baht
Right of used assets		
Lease liabilities as at January 1,	2,421,307	6,146,837
Add Lease liabilities	3,916,654	-
Interest from lease liabilities	37,537	137,995
Less Cash paid for lease payment	(1,972,472)	(2,918,499)
Lease liabilities as at September 30,	<u>4,403,026</u>	<u>3,366,333</u>

4.2 Cash paid for intangible assets for the nine-month periods ended September 30, 2021 and 2020 consisted of the following:

	For the nine-month periods ended September 30,	
	2021	2020
	Baht	Baht
Cash paid for intangible assets		
Payable from intangible assets		
- beginning period/year	29,403,839	29,403,839
Add Purchases of intangible assets	3,409,340	24,777,961
Less Cash paid for intangible assets	(3,409,340)	(24,777,961)
Reverse payable from intangible assets	(29,403,839)	-
Payable from intangible assets		
- ending period/year	<u>-</u>	<u>29,403,839</u>

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at September 30, 2021 and December 31, 2020, consisted of the following:

	As at September 30, 2021 Baht	As at December 31, 2020 Baht
Cash on hand	65,000	65,000
Deposits at bank - at call	127,419,907	120,012,758
Cash and cash equivalents	<u>127,484,907</u>	<u>120,077,758</u>

6. PREMIUM RECEIVABLES

Premium receivables as at September 30, 2021 and December 31, 2020 consisted of the following:

	As at September 30, 2021 Baht	As at December 31, 2020 Baht
Within credit terms	34,517,020	34,280,424
Less than 30 days	9,622,203	5,288,895
31 - 60 days	6,099,726	3,909,798
61 - 90 days	7,408,919	1,111,267
Over 90 days	8,188,389	7,686,576
Total premium due and uncollected	<u>65,836,257</u>	<u>52,276,960</u>
<u>Less</u> Allowance for doubtful accounts	<u>(2,117,420)</u>	<u>(752,141)</u>
Premium due and uncollected - net	<u>63,718,837</u>	<u>51,524,819</u>

7. REINSURANCE ASSETS

Reinsurance assets as at September 30, 2021 and December 31, 2020 consisted of the following:

	As at September 30, 2021 Baht	As at December 31, 2020 Baht
Insurance reserve refundable from reinsurers		
Loss reserves	57,386,434	15,977,086
Unearned premium reserve		
- Unearned reinsurance premium reserve	54,489,059	65,807,070
Total reinsurance assets (see Note 15)	<u>111,875,493</u>	<u>81,784,156</u>

8. DUE FROM REINSURERS

Due from reinsurers as at September 30, 2021 and December 31, 2020 consisted of the following:

	As at September 30, 2021 Baht	As at December 31, 2020 Baht
Due from reinsurers	13,529,024	18,614,319
<u>Less</u> Allowance for doubtful accounts	(219)	(35,566)
Due from reinsures	<u>13,528,805</u>	<u>18,578,753</u>

9. FINANCIAL ASSETS - DEBT SECURITIES

Financial assets - debt securities-as at September 30, 2021 and December 31, 2020 consisted of the following:

	As at September 30, 2021 Fair value	Unit : Baht As at December 31, 2020 Fair value
<u>Debt instrument measured at fair value through other comprehensive income</u>		
Government and state enterprise securities	102,169,826	145,003,916
Private enterprise debt securities	20,975,024	-
	<u>123,144,850</u>	<u>145,003,916</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	141,291,997	101,289,948
<u>Less</u> Allowance for expected credit loss	(10,000,000)	(10,000,000)
Total debt instrument measured at amortized cost	<u>141,291,997</u>	<u>101,289,948</u>
Total investment in debt securities	<u>264,436,847</u>	<u>246,293,864</u>

As at September 30, 2021 and December 31, 2020, certain government securities were pledged and used for assets reserved with the Registrar amounting to Baht 40.00 million and Baht 40.25 million, respectively (see Note 27).

Allowance for expected credit loss as at September 30, 2021 and December 31, 2020 were as follows:

	As at September 30, 2021		As at December 31, 2020	
	Fair value	Allowance for expected credit loss recognized in other comprehensive income	Fair value	Allowance for expected credit loss recognized in other comprehensive income
Debt securities measured at fair value through other comprehensive income				
Debt securities without significant increased in credit risk (Stage 1)	123,144,850	-	145,003,916	-
Total	<u>123,144,850</u>	<u>-</u>	<u>145,003,916</u>	<u>-</u>

			Unit : Baht
	Book value	Allowance for expected credit loss	Net book value
As at September 30, 2021			
Debt instrument measured at amortized cost			
Debt securities without significant increased in credit risk (Stage 1)	141,291,997	-	141,291,997
Debt securities with credit impairment loss (Stage 3)	10,000,000	(10,000,000)	-
Total	<u>151,291,997</u>	<u>(10,000,000)</u>	<u>141,291,997</u>
As at December 31, 2020			
Debt instrument measured at amortized cost			
Debt securities without significant increased in credit risk (Stage 1)	101,289,948	-	101,289,948
Debt securities with credit impairment loss (Stage 3)	10,000,000	(10,000,000)	-
Total	<u>111,289,948</u>	<u>(10,000,000)</u>	<u>101,289,948</u>

10. FINANCIAL ASSETS - EQUITY SECURITIES

Financial assets - equity securities as at September 30, 2021 and December 31, 2020 consisted of the following:

	As at September 30, 2021 Fair value	Unit : Baht As at December 31, 2020 Fair value
<u>Equity securities designated at fair value through other comprehensive income</u>		
Local equity securities	12,224,449	12,216,097
Total financial asset - equity securities	<u>12,224,449</u>	<u>12,216,097</u>

11. LEASEHOLD IMPROVEMENT AND EQUIPMENTS

Leasehold improvements and equipment as at September 30, 2021 and December 31, 2020 consisted of the following:

Unit : Baht

	Cost			Accumulated depreciation			Beginning balance of Equipment - net as at January 1, 2021	Ending balance of Equipment - net as at September 30, 2021
	As at January 1, 2021	Additions	Disposal/ Write-off	As at September 30, 2021	As at January 1, 2021	Depreciation	Disposal/ Write-off	As at September 30, 2021
Furniture, fixture & fittings, leasehold improvement	18,861,481	-	-	18,861,481	18,401,209	456,720	-	18,857,929
Equipment	3,122,657	34,486	(29,159)	3,127,984	3,084,112	21,356	(17,687)	3,087,781
Vehicles	-	-	-	-	-	-	-	-
Computer equipment	10,996,761	1,451,864	(39,690)	12,408,935	9,360,492	949,318	(19,609)	10,290,201
Right of used assets	8,829,626	3,916,655	-	12,746,281	6,476,314	1,886,394	-	8,362,708
Total	41,810,525	5,403,005	(68,849)	47,144,681	37,322,127	3,313,788	(37,296)	40,598,619

Unit : Baht

	Cost					Accumulated depreciation						
	As at January 1, 2020	Impact from initial application of TFRS 16	Additions	Disposal/ Write-off	As at December 31, 2020	As at January 1, 2020	Impact from initial application of TFRS 16	Depreciation	Disposal/ Write-off	As at December 31, 2020	Beginning balance of Equipment - net as at January 1, 2020	Ending balance of Equipment - net as at December 31, 2020
Furniture, fixture & fittings												
leasehold improvement	18,861,481	-	-	-	18,861,481	17,299,023	-	1,102,186	-	18,401,209	1,562,458	460,272
Equipment	3,122,190	-	3,729	(3,262)	3,122,657	3,019,352	-	68,021	(3,261)	3,084,112	102,838	38,545
Vehicles	2,489,000	-	-	(2,489,000)	-	2,488,999	-	-	(2,488,999)	-	1	-
Computer equipment	10,901,761	-	252,766	(157,766)	10,996,761	8,284,387	-	1,233,865	(157,760)	9,360,492	2,617,374	1,636,269
Right of used assets	-	8,829,626	-	-	8,829,626	-	2,745,586	3,730,728	-	6,476,314	-	2,353,312
Total	35,374,432	8,829,626	256,495	(2,650,028)	41,810,525	31,091,761	2,745,586	6,134,800	(2,650,020)	37,322,127	4,282,671	4,488,398

As at September 30, 2021 and December 31, 2020, certain leasehold improvement and equipment at cost of Baht 30.34 million and Baht 26.75 million, respectively, were fully depreciated but still in use.

Depreciation for the three-month periods ended September 30, 2021 and 2020 amounting to Baht 0.63 million and Baht 1.54 million, respectively, and depreciation for the nine-month periods ended September 30, 2021 and 2020 amounting to Baht 3.31 million and Baht 4.59 million, respectively, were included in operating expenses.

12. INTANGIBLE ASSETS

Intangible assets as at September 30, 2021 and December 31, 2020 consisted of the following:

Unit : Baht									
	Cost				Accumulated depreciation			Beginning balance of intangible assets - net as at January 1, 2021	Ending balance of intangible assets - net as at September 30, 2021
	As at January 1, 2021	Additions	Disposal/ Write-off	Transfer-in/ (Transfer-out)	As at September 30, 2021	As at January 1, 2021	Amortization	As at September 30, 2021	
Software	29,818,987	709,340	-	4,785,140	35,313,467	1,512,927	3,888,453	5,401,380	29,912,087
Software under installation	121,197,938	2,700,000	(29,403,839)	(4,785,140)	89,708,959	-	-	-	89,708,959
Total	151,016,925	3,409,340	(29,403,839)	-	125,022,426	1,512,927	3,888,453	5,401,380	119,621,046
Less Allowance for impairment	-	(87,008,959)	-	-	(87,008,959)	-	-	-	(87,008,959)
Total	151,016,925	(83,599,619)	(29,403,839)	-	38,013,467	1,512,927	3,888,453	5,401,380	32,612,087

Unit : Baht									
	Cost				Accumulated depreciation			Beginning balance of intangible assets - net as at January 1, 2020	Ending balance of intangible assets - net as at December 31, 2020
	As at January 1, 2020	Additions	Transfer-in/ (Transfer-out)	As at December 31, 2020	As at January 1, 2020	Amortization	As at December 31, 2020		
Software	858,050	-	28,960,937	29,818,987	149,133	1,363,794	1,512,927	708,917	28,306,060
Software under installation	123,870,574	26,288,301	(28,960,937)	121,197,938	-	-	-	123,870,574	121,197,938
Total	124,728,624	26,288,301	-	151,016,925	149,133	1,363,794	1,512,927	124,579,491	149,503,998

Amortization for the three-month periods ended September 30, 2021 and 2020 amounting to Baht 1.67 million and Baht 0.11 million, respectively, and amortization for the nine-month periods ended September 30, 2021 and 2020 amounting to Baht 3.89 million and Baht 0.34 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.

13. LICENSE COSTS

License costs as at September 30, 2021 and December 31, 2020 consisted of the following:

	As at September 30, 2021 Baht	As at December 31, 2020 Baht
License costs	67,000,000	67,000,000
<u>Less</u> Accumulated amortization	<u>(50,288,549)</u>	<u>(50,288,549)</u>
License costs	<u>16,711,451</u>	<u>16,711,451</u>

License costs were amortised 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 amortisation but are tested annually for impairment.

14. OTHER ASSETS

Other assets as at September 30, 2021 and December 31, 2020 consisted of the following:

	As at September 30, 2021 Baht	As at December 31, 2020 Baht
Income tax refundable	20,298,934	17,283,335
Withholding tax	1,367,756	2,991,684
Deposits	7,078,599	3,485,376
The Revenue Department receivable	72,979,888	76,057,863
Undue purchase VAT	1,188,982	470,029
Prepaid Expense	4,351,799	2,426,580
Prepaid premium ceded	1,907,867	301,156
Other receivables (see Note 21)	<u>120,421,632</u>	<u>1,419,497</u>
Total other assets	<u>229,595,457</u>	<u>104,435,520</u>

15. INSURANCE CONTRACT LIABILITIES

Insurance contract liabilities as at September 30, 2021 and December 31, 2020 consisted of the following:

	Unit : Baht		
	As at September 30, 2021		
	Insurance liabilities	Reinsurance liabilities (see Note 7)	Net
Claim reserves			
Claim incurred and reported	153,460,657	(49,026,572)	104,434,085
Claim incurred but not reported	39,902,250	(8,359,862)	31,542,388
	<u>193,362,907</u>	<u>(57,386,434)</u>	<u>135,976,473</u>
Premium reserve			
Unearned premium reserve	162,086,137	(54,489,059)	107,597,078
Total	<u>355,449,044</u>	<u>(111,875,493)</u>	<u>243,573,551</u>

	Unit : Baht		
	As at December 31, 2020		
	Insurance liabilities	Reinsurance liabilities (see Note 7)	Net
Claim reserves			
Claim incurred and reported	120,018,204	(9,446,348)	110,571,856
Claim incurred but not reported	34,160,385	(6,530,738)	27,629,647
	<u>154,178,589</u>	<u>(15,977,086)</u>	<u>138,201,503</u>
Premium reserve			
Unearned premium reserve	151,062,995	(65,807,070)	85,255,925
Total	<u>305,241,584</u>	<u>(81,784,156)</u>	<u>223,457,428</u>

15.1 Insurance reserve for short-term insurance contract

15.1.1 Claim reserve

Claim reserve as at September 30, 2021 and December 31, 2020 consisted of the following:

	As at September 30, 2021 Baht	As at December 31, 2020 Baht
Balance as at beginning period/year	154,178,589	231,424,610
Claim incurred during the period/year	118,917,135	124,914,340
Changes in claims reserve incurred in previous period/year	(14,522,049)	(48,331,930)
Changes in claims reserve assumption	5,741,864	(4,225,132)
Claim paid during the period/year	<u>(70,952,632)</u>	<u>(149,603,299)</u>
Balance as at ending period/year	<u>193,362,907</u>	<u>154,178,589</u>

15.1.2 Unearned premium reserve

	As at September 30, 2021 Baht	As at December 31, 2020 Baht
Balance as at beginning period/year	151,062,995	281,148,317
Premium written for the period/year	230,031,217	340,250,591
Premium earned for the period/year	(219,008,075)	(470,335,913)
Balance as at ending period/year	<u>162,086,137</u>	<u>151,062,995</u>

15.1.3 Unexpired risk reserve

As at September 30, 2021 and December 31, 2020, no additional reserve for unexpired risk reserve has been established as the unexpired risk reserve estimated by the Company amounting to Baht 93.28 million and Baht 65.70 million, respectively, is lower than the unearned premium reserve.

16. DUE TO REINSURERS

Due to reinsurers as at September 30, 2021 and December 31, 2020 consisted of the following:

	As at September 30, 2021 Baht	As at December 31, 2020 Baht
Reinsurance payables	60,152,888	78,088,008
Amount withheld on reinsurance	<u>17,088,447</u>	<u>14,753,468</u>
Total due to reinsurers	<u>77,241,335</u>	<u>92,841,476</u>

17. LEASE LIABILITIES

Lease liabilities as at September 30, 2021 and December 31, 2020 were as follows:

	Minimum lease payment		Present value of minimum lease payment	
	As at September 30, 2021 Baht	As at December 31, 2020 Baht	As at September 30, 2021 Baht	As at December 31, 2020 Baht
Within 1 year	2,104,130	2,038,938	1,996,154	1,994,680
Over 1 year to 5 years	<u>2,472,050</u>	<u>432,200</u>	<u>2,406,872</u>	<u>426,627</u>
	4,576,180	2,471,138	4,403,026	2,421,307
Less Deferred interest	(173,154)	(49,831)	-	-
Total	<u>4,403,026</u>	<u>2,421,307</u>	<u>4,403,026</u>	<u>2,421,307</u>

18. DEFERRED TAX LIABILITIES

Deferred tax liabilities as at September 30, 2021 and December 31, 2020 consisted of the following:

	As at September 30, 2021 Baht	As at December 31, 2020 Baht
Deferred tax liabilities	<u>3,342,290</u>	<u>3,342,290</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 September 30, 2021 and December 31, 2020 consisted of the following:

	As at September 30, 2021 Baht	As at December 31, 2020 Baht
Temporary difference	182,831,231	184,565,534
Loss carried forward	<u>779,186,402</u>	<u>816,158,101</u>
	962,017,633	1,000,723,635
Income tax rate	20%	20%
Deferred tax assets	<u>192,403,527</u>	<u>200,144,727</u>

The loss carried forward as at September 30, 2021 and December 31, 2020 amounting to Baht 779.19 million and 816.16 million, respectively, will gradually expire from 2022 to 2026.

19. OTHER LIABILITIES

Other liabilities as at September 30, 2021 and December 31, 2020 consisted of the following:

	As at September 30, 2021 Baht	As at December 31, 2020 Baht
Commission and brokerage payable	10,418,657	12,893,874
Accrued expenses	27,227,456	52,110,974
Other payables	<u>9,647,908</u>	<u>20,400,583</u>
Total other liabilities	<u>47,294,021</u>	<u>85,405,431</u>

20. SHARE CAPITAL

On February 12, 2021, the Extraordinary General Meeting of Shareholders passed resolutions to increase and allocate the authorized share capital of 10,000,000 shares, Baht 5 par value each, to offer to existing shareholders of the Company by proportion of shareholding of each shareholder ratio of 13.58 existing ordinary share 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 March 12, 2021, the Company registered its and called for the capital increase in the amount of Baht 50,000,000 and the Company received payment of the share subscription on March 5, 2021. The Company registered change of paid-up capital with the Ministry of Commerce on April 29, 2021.

On September 1, 2021, the Extraordinary General Meeting of Shareholders passed resolutions to increase and allocate the authorized share capital of 20,000,000 shares, Baht 5 par value each, to offer to existing shareholders of the Company by proportion of shareholding of each shareholder ratio of 7.29 existing ordinary share 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 September 30, 2021, the Company registered its and called for the capital increase in the amount of Baht 100,000,000 and the Company received payment of the share subscription on September 23, 2021. The Company registered change of paid-up capital with the Ministry of Commerce on September 30, 2021.

The number of weighted average ordinary shares for the three-month and nine-month periods ended September 30, 2021 and 2020 are as follows:

	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2021	2020	2021	2020
Share				
Beginning balance	145,800,000	135,800,000	135,800,000	135,800,000
The number of weighted average ordinary shares during the periods	217,391	-	5,750,916	-
The number of weighted average ordinary shares - ending balance (see Note 24)	146,017,391	135,800,000	141,550,916	135,800,000

21. 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 nine-month periods ended September 30, 2021 and 2020, 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 nine-month periods ended September 30, 2021 and 2020 were as follows:

	For the three-month period ended September 30, 2021				Unit : Baht
	Fire	Marine	Motor	Miscellaneous	Total
Underwriting income					
Gross written premiums	1,769,299	19,178,685	38,617,657	46,638,349	106,203,990
Less Premium ceded	288,186	(2,944,177)	(37,312)	(21,195,422)	(23,888,725)
Net written premiums	2,057,485	16,234,508	38,580,345	25,442,927	82,315,265
Add (less) Unearned premium reserve					
(increased) decreased from the previous period	(110,679)	429,005	(27,838,448)	217,860	(27,302,262)
Net premium earned	1,946,806	16,663,513	10,741,897	25,660,787	55,013,003
Fee and commission income	111,964	1,444,459	612	5,104,528	6,661,563
Total underwriting income	2,058,770	18,107,972	10,742,509	30,765,315	61,674,566
Underwriting expenses					
Claim Incurred	1,015,621	5,067,001	2,942,538	(25,471,312)	(16,446,152)
Less Claim refundable from reinsurers	(897,165)	(960,590)	-	(42,780,982)	(44,638,737)
Commission and brokerage expenses	269,064	2,197,266	1,431,385	7,883,322	11,781,037
Other underwriting expenses	524,511	5,611,611	11,928,756	13,332,909	31,397,787
Total underwriting expenses	912,031	11,915,288	16,302,679	(47,036,063)	(17,906,065)
Profit (loss) on underwriting					
before operating expenses	1,146,739	6,192,684	(5,560,170)	77,801,378	79,580,631
Operating expenses					105,182,900
Loss on underwriting after operating expenses					(25,602,269)

	For the three-month period ended September 30, 2020				Unit : Baht
	Fire	Marine	Motor	Miscellaneous	Total
Underwriting income					
Gross premium written	1,619,073	13,681,871	2,338,606	42,151,677	59,791,227
<u>Less</u> Premium ceded	<u>(1,088,194)</u>	<u>(5,041,746)</u>	<u>-</u>	<u>(24,975,233)</u>	<u>(31,105,173)</u>
Net premium written	530,879	8,640,125	2,338,606	17,176,444	28,686,054
<u>Add (less)</u> Unearned premium reserve					
(increased) decreased from the previous period	1,790,259	(3,317,813)	1,154,921	(4,826,109)	(5,198,742)
Net premium earned	2,321,138	5,322,312	3,493,527	12,350,335	23,487,312
Fee and commission income	716,543	1,067,756	-	15,777,072	17,561,371
Total underwriting income	<u>3,037,681</u>	<u>6,390,068</u>	<u>3,493,527</u>	<u>28,127,407</u>	<u>41,048,683</u>
Underwriting expenses					
Claim Incurred	2,206,432	(558,156)	1,294,427	42,169,268	45,111,971
<u>Less</u> Claim refundable from reinsurers	<u>(1,242,905)</u>	<u>(140,693)</u>	<u>-</u>	<u>(1,506,795)</u>	<u>(2,890,393)</u>
Commission and brokerage expenses	1,238,700	1,172,326	987,063	16,594,980	19,993,069
Other underwriting expenses	506,731	3,238,932	597,331	10,780,312	15,123,306
Total underwriting expenses	<u>2,708,958</u>	<u>3,712,409</u>	<u>2,878,821</u>	<u>68,037,765</u>	<u>77,337,953</u>
Profit (loss) on underwriting					
before operating expenses	<u>328,723</u>	<u>2,677,659</u>	<u>614,706</u>	<u>(39,910,358)</u>	<u>(36,289,270)</u>
Operating expenses					17,267,261
Loss on underwriting after operating expenses					(53,556,531)

	For the nine-month period ended September 30, 2021				Unit : Baht
	Fire	Marine	Motor	Miscellaneous	Total
Underwriting income					
Gross written premiums	3,748,262	44,935,833	53,826,547	127,520,575	230,031,217
<u>Less</u> Premium ceded	(3,319,296)	(20,618,274)	(37,312)	(89,096,489)	(113,071,371)
Net written premiums	428,966	24,317,559	53,789,235	38,424,086	116,959,846
<u>Add (less)</u> Unearned premium reserve					
(increased) decreased from the previous period	3,423,377	6,900,609	(35,183,188)	2,518,050	(22,341,152)
Net premium earned	3,852,343	31,218,168	18,606,047	40,942,136	94,618,694
Fee and commission income	1,274,145	3,320,655	612	14,661,310	19,256,722
Total underwriting income	5,126,488	34,538,823	18,606,659	55,603,446	113,875,416
Underwriting expenses					
Claim Incurred	1,676,942	7,446,355	6,413,510	3,429,274	18,966,081
<u>Less</u> Claim refundable from reinsurers	(1,012,156)	(1,083,557)	-	(51,140,546)	(53,236,259)
Commission and brokerage expenses	2,372,676	5,834,181	2,469,354	22,852,849	33,529,060
Other underwriting expenses	1,183,162	14,184,267	16,990,675	40,252,640	72,610,744
Total underwriting expenses	4,220,624	26,381,246	25,873,539	15,394,217	71,869,626
Profit (loss) on underwriting					
before operating expenses	905,864	8,157,577	(7,266,880)	40,209,229	42,005,790
Operating expenses					146,220,398
Loss on underwriting after operating expenses					(104,214,608)

	For the nine-month period ended September 30, 2020				Unit : Baht
	Fire	Marine	Motor	Miscellaneous	Total
Underwriting income					
Gross premium written	21,294,193	33,251,259	11,830,113	215,176,570	281,552,135
Less Premium ceded	(11,839,777)	(12,410,493)	-	(164,510,216)	(188,760,486)
Net premium written	9,454,416	20,840,766	11,830,113	50,666,354	92,791,649
Less Unearned premium reserve increased from the previous period	(6,024,784)	(10,454,502)	(936,976)	(12,788,262)	(30,204,524)
Net premium earned	3,429,632	10,386,264	10,893,137	37,878,092	62,587,125
Fee and commission income	782,614	2,841,748	-	64,720,585	68,344,947
Total underwriting income	4,212,246	13,228,012	10,893,137	102,598,677	130,932,072
Underwriting expenses					
Claim Incurred	2,087,913	2,509,111	2,177,022	49,733,978	56,508,024
Less Claim refundable from reinsurers	(1,178,826)	(1,059,857)	-	(15,387,895)	(17,626,578)
Commission and brokerage expenses	1,408,335	3,069,282	1,946,747	59,834,841	66,259,205
Other underwriting expenses	4,824,421	7,533,419	2,680,235	48,750,490	63,788,565
Total underwriting expenses	7,141,843	12,051,955	6,804,004	142,931,414	168,929,216
Profit (loss) on underwriting before operating expenses	(2,929,597)	1,176,057	4,089,133	(40,332,737)	(37,997,144)
Operating expenses					34,679,735
Loss on underwriting after operating expenses					(92,676,879)

In 2017, the Company exercised the right of recourse for prosecuted to request claim recovery from a company in the event of fire case. On September 28, 2021, the Supreme Court has passed a verdict to such company to pay all claim refundable with interest at 7.5% per annum from prosecution date in the amount of Baht 119.02 million. The Company is in the process of receiving the claim recovery from the Supreme court (see Note 14).

22. INVESTMENT INCOME

Investment income for the three-month and nine-month periods ended September 30, 2021 and 2020 were as follows:

	For the three-month periods ended September 30,		For the nine-month periods ended September 30,		Unit : Baht
	2021	2020	2021	2020	
Interest income	1,110,879	1,518,112	4,051,473	5,546,947	
Dividend income	-	10,000	15,000	10,000	
	<u>1,110,879</u>	<u>1,528,112</u>	<u>4,066,473</u>	<u>5,556,947</u>	

23. GAIN (LOSS) ON FINANCIAL INSTRUMENTS - NET

Gain (loss) on financial instruments for the three-month and nine-month periods ended September 30, 2021 and 2020 were as follows:

	Unit : Baht			
	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2021	2020	2021	2020
Gain (loss) from sales and write-off				
Debt instrument reclassified and measured at fair value through profit or loss	(2,401,852)	-	(2,284,124)	988,840
Total	<u>(2,401,852)</u>	<u>-</u>	<u>(2,284,124)</u>	<u>988,840</u>

24. BASIC EARNING (LOSS) PER SHARE

Basic earning (loss) per share for the three-month and nine-month periods ended September 30, 2021 and 2020 were as follows:

	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2021	2020	2021	2020
Net income (loss) attributable to shareholders (Baht)	1,081,318	(51,589,204)	(74,391,746)	(85,631,651)
Weighted average number of ordinary shares in issue (Shares) (see Note 20)	<u>146,017,391</u>	<u>135,800,000</u>	<u>141,550,916</u>	<u>135,800,000</u>
Basic earning (loss) per share (Baht)	<u>0.01</u>	<u>(0.38)</u>	<u>(0.53)</u>	<u>(0.63)</u>

25. 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.

26. DIRECTORS AND KEY MANAGEMENT PERSONNEL'S REMUNERATION

For the three-month and nine-month periods ended September 30, 2021 and 2020, 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 September 30,		For the nine-month periods ended September 30,	
	2021 Baht	2020 Baht	2021 Baht	2020 Baht
Directors and key management personnel's remuneration				
Short-term benefits	2,581,715	4,137,863	20,865,367	13,811,611
Post-employment benefits	(184,993)	113,569	(554,978)	340,706
	<u>2,396,722</u>	<u>4,251,432</u>	<u>20,310,389</u>	<u>14,152,317</u>

Directors' remunerations for the years of 2021 and 2020 were approved by the annual general meeting of shareholders of the Company held on March 25, 2021 and April 10, 2020, respectively.

27. SECURITIES PLEDGED AND ASSETS RESERVED WITH THE REGISTRAR

As at September 30, 2021 and December 31, 2020, 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 9) 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 September 30, 2021 Baht	As at December 31, 2020 Baht
Investment in securities used to secure the facilities collateral with the Office of Insurance Commission		
Securities pledged with the registrar		
Government bonds	-	14,448,789
Deposit at financial institutions with maturity Over 3 months	14,000,000	-
Assets reserved with the registrar		
Government bonds	-	25,801,409
Deposit at financial institutions with maturity Over 3 months	26,000,000	-
Total investment in securities of pledged	<u>40,000,000</u>	<u>40,250,198</u>

28. CONTINGENT LIABILITIES AND COMMITMENT

- 28.1 As at September 30, 2021 and December 31, 2020, lawsuits have been brought against the Company, as insurer, from which the Company estimates losses totaling Baht 28.58 million and Baht 4.68 million, respectively. Such amount has been set aside in the loss reserve and outstanding claims accounts. The Company's management 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.
- 28.2 As at September 30, 2021 and December 31, 2020, the Company had a capital commitment to pay computer software in amount of Baht 9.71 million and Baht 8.11 million, respectively.

29. LONG TERM LEASE AND SERVICE AGREEMENT

Long term leases and service agreement as at September 30, 2021 and December 31, 2020 consisted of the follows:

	As at September 30, 2021 Baht	As at December 31, 2020 Baht
Within 1 year	7,191,844	8,340,782
Over 1 year to 5 years	6,062,359	-
Total	<u>13,254,203</u>	<u>8,340,782</u>

The Company recognized rental expense in the statements of profit and loss and other comprehensive income for the three-month and nine-month periods ended September 30, 2021 amounting to Baht 2.87 million and amounting to Baht 7.88 million, respectively. (For the three-month and nine-month periods ended September 30, 2020 amounting to Baht 1.65 million and amounting to Baht 4.63 million, respectively).

30. 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 values of these financial assets were determined.

	As at September 30, 2021				Unit : Baht
	Fair value				Book value
	Level 1	Level 2	Level 3	Total	
Financial assets					
Financial assets - debt instruments	-	123,144,850	-	123,144,850	123,144,850
Financial assets - equity instruments	-	-	12,224,449	12,224,449	12,224,449
Financial liabilities					
Lease liabilities	-	-	(4,403,026)	(4,403,026)	(4,403,026)

	As at December 31, 2020				Unit : Baht
	Fair value				Book value
	Level 1	Level 2	Level 3	Total	
Financial assets					
Financial assets - debt instruments	-	145,003,916	-	145,003,916	145,003,916
Financial assets - equity instruments	-	-	12,216,097	12,216,097	12,216,097
Financial liabilities					
Lease liabilities	-	-	(2,421,307)	(2,421,307)	(2,421,307)

During the period, there are no fair value transferred between level 1, level 2 and level 3.

There are no change in fair value measurement technique.

Level 2 of fair values for debt instruments measured at fair value through other comprehensive income and debt securities available-for-sale investments 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 are based on discounted cash flows.

Financial assets or financial liabilities not measured at fair value Cash and cash equivalents, Premium receivable, Accrued investment income, Reinsurance assets, 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 values approximate their carrying values due to the relatively short period to maturity.

31. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements were approved for issuance by the Company's authorized executive director on November 10, 2021.



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