

Thai Reinsurance Public Company Limited and its subsidiaries
Review report and interim financial information
For three-month period ended 31 March 2021

Independent Auditor's Report on Review of Interim Financial Information

To the shareholders of Thai Reinsurance Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Thai Reinsurance Public Company Limited and its subsidiaries as at 31 March 2021, the related consolidated statements of income, comprehensive income, changes in owners' equity and cash flows for the three-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of Thai Reinsurance Public Company Limited for the same period (collectively called "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34: Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

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

Conclusion

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

Rachada Yongsawadvanich

Certified Public Accountant (Thailand) No. 4951

EY Office Limited

Bangkok: 11 May 2021

Thai Reinsurance Public Company Limited and its subsidiaries

Statements of financial position

As at 31 March 2021 and 31 December 2020

(Unit: Baht)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March 2021	31 December 2020	31 March 2021	31 December 2020
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Cash and cash equivalents	4	351,841,484	209,845,474	277,597,652	125,548,222
Accrued investment income		1,801,794	2,655,437	1,553,931	2,293,229
Reinsurance assets	5	175,992,950	175,571,883	175,992,950	175,571,883
Receivables from reinsurance contracts	6	1,580,864,463	1,359,976,971	1,580,864,463	1,359,976,971
Debt financial assets	7	2,427,238,815	2,472,537,053	2,263,328,356	2,326,625,261
Equity financial assets	8	1,555,083,738	1,496,699,198	1,555,083,738	1,496,699,198
Loans and interest receivables	9	16,462,057	17,047,440	16,393,919	16,961,745
Investments in subsidiaries	10	-	-	307,699,320	307,699,320
Premises and equipment	11	229,655,474	233,858,280	129,593,264	131,580,371
Right-of-use assets		7,622,943	5,905,255	3,473,770	3,791,832
Intangible assets		119,569,381	117,058,108	57,956,426	59,111,650
Deferred tax assets	12.1	236,285,229	245,801,358	223,471,436	233,133,079
Other assets					
Deferred commissions and brokerages expenses		467,705,074	499,916,518	467,705,074	499,916,518
Corporate income tax awaiting refund		35,246,895	35,278,886	32,671,065	32,671,065
Deferred excess of loss		39,059,752	-	39,059,752	-
Others		139,300,372	134,511,102	57,935,443	51,285,070
Total assets		7,383,730,421	7,006,662,963	7,190,380,559	6,822,865,414

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

Thai Reinsurance Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 31 March 2021 and 31 December 2020

(Unit: Baht)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March 2021	31 December 2020	31 March 2021	31 December 2020
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and owners' equity					
Liabilities					
Insurance contract liabilities	13	2,537,226,391	2,537,813,832	2,537,226,391	2,537,813,832
Due to reinsurers	14	577,411,152	406,897,710	577,411,152	406,897,710
Income tax payables		35,310,388	5,035,877	27,542,181	-
Employee benefit obligations		80,898,099	78,643,654	47,119,615	45,926,269
Lease liabilities		7,587,757	5,891,092	3,340,780	3,696,103
Other liabilities					
Premium received in advance		163,232,273	153,379,763	163,232,273	153,379,763
Deferred commissions and brokerages income		26,988,097	22,223,663	26,988,097	22,223,663
Others		100,499,364	115,333,103	47,364,815	47,734,368
Total liabilities		3,529,153,521	3,325,218,694	3,430,225,304	3,217,671,708
Owners' equity					
Share capital					
Registered, issued and paid-up					
4,214,993,832 ordinary shares of Baht 0.88 each		3,709,194,572	3,709,194,572	3,709,194,572	3,709,194,572
Retained earnings					
Appropriated					
Statutory reserve		61,700,000	61,700,000	48,500,000	48,500,000
Unappropriated		422,611,514	400,411,936	247,568,902	243,543,999
Other components of owners' equity		(338,929,186)	(489,862,239)	(245,108,219)	(396,044,865)
Total owners' equity		3,854,576,900	3,681,444,269	3,760,155,255	3,605,193,706
Total liabilities and owners' equity		7,383,730,421	7,006,662,963	7,190,380,559	6,822,865,414
		-	-	-	-

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

Directors

(Unaudited but reviewed)

Thai Reinsurance Public Company Limited and its subsidiaries

Statements of income

For the three-month periods ended 31 March 2021 and 2020

		Consolidated		Separate	
		financial statements		financial statements	
Note	2021	2020	2021	2020	(Unit: Baht)
		(Restated)		(Restated)	
Revenues					
	999,262,894	1,073,266,389	999,262,894	1,073,266,389	
	(66,185,173)	(89,348,520)	(66,185,173)	(89,348,520)	
	933,077,721	983,917,869	933,077,721	983,917,869	
	Add (less): Unearned premium reserves (increased)				
	50,959,450	(168,490,353)	50,959,450	(168,490,353)	
	984,037,171	815,427,516	984,037,171	815,427,516	
	17,324,264	48,357,155	17,324,264	48,357,155	
	11,477,960	23,936,035	11,261,256	23,498,171	
16	-	2,334,716	-	2,313,067	
	(1,586,927)	(12,202,285)	(1,627,997)	(12,245,184)	
	97,353,484	97,001,356	-	-	
	1,212,920	980,206	1,198,257	847,141	
	1,109,818,872	975,834,699	1,012,192,951	878,197,866	
Expenses					
	453,764,339	596,875,368	453,764,339	596,875,368	
	(14,383,857)	(161,007,946)	(14,383,857)	(161,007,946)	
	442,873,366	398,612,252	442,873,366	398,612,252	
	33,055,121	35,384,992	33,055,121	35,459,120	
	49,857,471	41,315,447	52,105,472	43,759,227	
	2,162,876	1,471,292	2,162,876	1,471,292	
	77,829,133	78,242,036	-	-	
	101,253	107,382	48,344	61,468	
	91,282	553,291	60,953	76,993	
	181,987	36,738	228,151	26,051	
	1,045,532,971	991,590,852	969,914,765	915,333,825	
	64,285,901	(15,756,153)	42,278,186	(37,135,959)	
	(11,411,851)	8,149,997	(7,226,388)	12,356,661	
	52,874,050	(7,606,156)	35,051,798	(24,779,298)	
Net profit (loss) attributable to:					
	52,874,050	(7,606,156)	35,051,798	(24,779,298)	
	-	-	-	-	
	52,874,050	(7,606,156)	35,051,798	(24,779,298)	
Earnings per share					
17					
	0.013	(0.002)	0.008	(0.006)	

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

(Unaudited but reviewed)

Thai Reinsurance Public Company Limited and its subsidiaries
Statements of comprehensive income
For the three-month periods ended 31 March 2021 and 2020

	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
		(Restated)		(Restated)
				(Unit: Baht)
Net profit (loss)	52,874,050	(7,606,156)	35,051,798	(24,779,298)
Other comprehensive income (loss)				
Items to be recognised in statements of income for subsequent periods				
Losses on investments in debt securities measured at fair value through other comprehensive income	(1,293,658)	(1,564,905)	(1,289,166)	(1,525,211)
Add: Income taxes	258,732	312,981	257,833	305,042
Total items to be recognised in statements of income for subsequent periods - net of income taxes	(1,034,926)	(1,251,924)	(1,031,333)	(1,220,169)
Items not to be recognised in statements of income for subsequent periods				
Gains (Losses) on investments in equity securities designated to be measured at fair value through other comprehensive income	151,331,382	(497,703,387)	151,331,382	(497,703,387)
Add (less): Income taxes	(30,266,276)	99,540,677	(30,266,276)	99,540,677
Gains (losses) on investments in equity securities measured at fair value through other comprehensive income - net of income taxes	121,065,106	(398,162,710)	121,065,106	(398,162,710)
Actuarial gains (losses)	285,502	(11,945,754)	(155,028)	(6,997,579)
Add (less): Income taxes	(57,101)	2,389,150	31,006	1,399,515
Actuarial gains (losses) - net of income taxes	228,401	(9,556,604)	(124,022)	(5,598,064)
Total items not to be recognised in statements of income for subsequent periods - net of income taxes	121,293,507	(407,719,314)	120,941,084	(403,760,774)
Other comprehensive income (loss) for the periods	120,258,581	(408,971,238)	119,909,751	(404,980,943)
Total comprehensive income (loss) for the periods	173,132,631	(416,577,394)	154,961,549	(429,760,241)
Total comprehensive income (loss) for the periods attributable to:				
The Company's shareholders	173,132,631	(416,577,394)	154,961,549	(429,760,241)
Non-controlling interest of the subsidiaries	-	-	-	-
	173,132,631	(416,577,394)		

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

(Unaudited but reviewed)

Thai Reinsurance Public Company Limited and its subsidiaries

Statements of cash flows

For the three-month periods ended 31 March 2021 and 2020

	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
				(Unit: Baht)
Cash flows from (used in) operating activities				
Cash received for reinsurance	466,940,293	198,386,543	466,940,293	198,386,543
Interest income	7,362,164	6,593,210	7,031,115	6,235,259
Dividend income from other companies	7,684,177	15,009,459	7,684,177	15,009,459
Revenues (expenses) from other investments	(2,570,072)	15,565,447	(2,570,072)	15,587,313
Other income	102,014,011	44,381,961	1,198,257	847,141
Commission and brokerage expenses	(391,195,072)	(367,261,101)	(391,195,072)	(367,261,101)
Other underwriting expenses	(37,345,605)	(34,136,593)	(37,345,605)	(34,210,721)
Operating expenses	(45,088,843)	(37,449,953)	(47,474,205)	(35,685,639)
Other expenses	(86,709,269)	14,981,081	(228,151)	-
Income tax expenses	(6,086,251)	(8,581,422)	(3,759,923)	(4,775,555)
Cash received on financial assets	439,557,651	909,500,255	439,557,651	897,288,538
Cash paid for financial assets	(304,256,475)	(475,018,193)	(286,265,504)	(468,975,769)
Loans	585,383	771,141	567,826	754,295
Net cash provided by operating activities	150,892,092	282,741,835	154,140,787	223,199,763
Cash flows from (used in) investing activities				
Disposals of equipment and intangible assets	9,760	85,397	-	55,522
Purchases of premises, equipment and intangible assets	(8,230,205)	(17,476,401)	(1,662,194)	(9,014,778)
Net cash used in investing activities	(8,220,445)	(17,391,004)	(1,662,194)	(8,959,256)
Cash flows from (used in) financing activities				
Repayment of lease liabilities	(655,915)	(570,655)	(402,647)	(400,847)
Net cash used in financing activities	(655,915)	(570,655)	(402,647)	(400,847)
Net increase in cash and cash equivalents	142,015,732	264,780,176	152,075,946	213,839,660
Cash and cash equivalents at beginning of the periods	209,845,474	184,603,593	125,548,222	105,346,768
Less: Increase in allowance for expected credit losses	(19,722)	(303,621)	(26,516)	(215,666)
Cash and cash equivalents at end of the periods	351,841,484	449,080,148	277,597,652	318,970,762

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

(Unaudited but reviewed)

Thai Reinsurance Public Company Limited and its subsidiaries

Statements of changes in owners' equity

For the three-month periods ended 31 March 2021 and 2020

(Unit: Baht)

	Consolidated financial statements								
	Other components of owners' equity								
	Issued and paid-up share capital	Retained earnings		Debt securities measured at fair value through other comprehensive income - net of income taxes	Equity securities measured at fair value through other comprehensive income - net of income taxes	Revaluation deficit on available- for-sale investments - net of income taxes	Deficit as a result of change in shareholding percentage in a subsidiary	Total other components of owners' equity	Total owners' equity
		Statutory reserve	Unappropriated						
Balance as at 1 January 2020	4,214,993,832	90,400,000	(412,784,888)	-	-	(253,410,178)	(89,908,024)	(343,318,202)	3,549,290,742
Cumulative effect of the change in accounting policies	-	-	13,377,489	4,836,394	(255,260,773)	253,410,178	-	2,985,799	16,363,288
Balance as at 1 January 2020 - as restated	4,214,993,832	90,400,000	(399,407,399)	4,836,394	(255,260,773)	-	(89,908,024)	(340,332,403)	3,565,654,030
Net loss - as restated	-	-	(7,606,156)	-	-	-	-	-	(7,606,156)
Other comprehensive loss for the period - as restated	-	-	(9,556,604)	(1,251,924)	(398,162,710)	-	-	(399,414,634)	(408,971,238)
Balance as at 31 March 2020 - as restated	<u>4,214,993,832</u>	<u>90,400,000</u>	<u>(416,570,159)</u>	<u>3,584,470</u>	<u>(653,423,483)</u>	<u>-</u>	<u>(89,908,024)</u>	<u>(739,747,037)</u>	<u>3,149,076,636</u>
Balance as at 1 January 2021	3,709,194,572	61,700,000	400,411,936	4,736,534	(400,777,172)	-	(93,821,601)	(489,862,239)	3,681,444,269
Net profit	-	-	52,874,050	-	-	-	-	-	52,874,050
Other comprehensive income (loss) for the period	-	-	228,401	(1,034,926)	121,065,106	-	-	120,030,180	120,258,581
Transfer loss on disposals of investments in equity securities directly against retained earnings	8.2	-	(30,902,873)	-	30,902,873	-	-	30,902,873	-
Balance as at 31 March 2021	<u>3,709,194,572</u>	<u>61,700,000</u>	<u>422,611,514</u>	<u>3,701,608</u>	<u>(248,809,193)</u>	<u>-</u>	<u>(93,821,601)</u>	<u>(338,929,186)</u>	<u>3,854,576,900</u>
	-	-	-	-	-	-	-	-	-

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

(Unaudited but reviewed)

Thai Reinsurance Public Company Limited and its subsidiaries

Statements of changes in owners' equity (continued)

For the three-month periods ended 31 March 2021 and 2020

(Unit: Baht)

		Separate financial statements								
		Other components of owners' equity								
Note	Issued and paid-up share capital	Retained earnings		Debt securities measured at fair value through other comprehensive income - net of income taxes	Equity securities measures fair value through other comprehensive income - net of income taxes	Revaluation deficit on available-for-sale investments - net incomes taxes	Total other components of owners' equity	Total owners' equity		
		Appropriated - Statutory reserve	Unappropriated							
	Balance as at 1 January 2020	4,214,993,832	77,200,000	(544,358,341)	-	-	(253,410,178)	(253,410,178)	3,494,425,313	
	Cumulative effect of the change in accounting policies	-	-	13,668,480	4,791,350	(255,260,773)	253,410,178	2,940,755	16,609,235	
	Balance as at 1 January 2020 - as restated	4,214,993,832	77,200,000	(530,689,861)	4,791,350	(255,260,773)	-	(250,469,423)	3,511,034,548	
	Net loss - as restated	-	-	(24,779,298)	-	-	-	-	(24,779,298)	
	Other comprehensive loss for the period - as restated	-	-	(5,598,064)	(1,220,169)	(398,162,710)	-	(399,382,879)	(404,980,943)	
	Balance as at 31 March 2020 - as restated	4,214,993,832	77,200,000	(561,067,223)	3,571,181	(653,423,483)	-	(649,852,302)	3,081,274,307	
	Balance as at 1 January 2021	3,709,194,572	48,500,000	243,543,999	4,732,308	(400,777,173)	-	(396,044,865)	3,605,193,706	
	Net profit	-	-	35,051,798	-	-	-	-	35,051,798	
	Other comprehensive income (loss) for the period	-	-	(124,022)	(1,031,333)	121,065,106	-	120,033,773	119,909,751	
	Transfer loss on disposals of investments in equity securities directly against retained earnings	8.2	-	(30,902,873)	-	30,902,873	-	30,902,873	-	
	Balance as at 31 March 2021	3,709,194,572	48,500,000	247,568,902	3,700,975	(248,809,194)	-	(245,108,219)	3,760,155,255	
		-	-	-	-	-	-	-	-	

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

Thai Reinsurance Public Company Limited and its subsidiaries
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For the three-month periods ended 31 March 2021 and 2020

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Thai Reinsurance Public Company Limited and its subsidiaries

Notes to interim financial statements

For the three-month periods ended 31 March 2021 and 2020

1. General information

1.1 Corporate information

Thai Reinsurance Public Company Limited (“the Company”) is a public company, incorporated, domiciled in Thailand and listed on the Stock Exchange of Thailand. As at 31 March 2021 and 31 December 2020, its major shareholder is HWIC ASIA FUND, which 47% of the issued and paid-up share capital of the Company. The Company is principally engaged in the provision of non-life reinsurance and its registered address is located at 48/22-24 Soi Rajchadapisek 20, Rajchadapisek Road, Samsennok Sub-district, Huaykwang District, Bangkok.

1.2 Coronavirus 2019 pandemic

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

2. Preparation of financial statements /financial Reporting Standards/Significant accounting policies

2.1 Basis for preparation of interim financial information

These interim financial information are prepared in accordance with Thai Accounting Standard No. 34 (revised 2016) Interim Financial Reporting whereby the Company has chosen to present condensed interim financial statements. However, the Company presented each line item in the statements of financial position, income, comprehensive income, changes in owners’ equity and cash flows in the same full format as that presented in its annual financial statements and in accordance with the format of financial statements specified in the Notification of the Office of Insurance Commission (“OIC”) regarding criteria, procedures, conditions and terms for preparation and submission of financial statements and operating performance reports of non-life insurance companies (No. 2) B.E. 2562 dated 4 April 2019.

(Unaudited but reviewed)

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

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

2.2 Basis of consolidation

These consolidated financial statements were prepared to include the financial statements of Thai Reinsurance Public Company Limited and the following subsidiaries (collectively called “the Group”), using the same basis as that applied for the consolidated financial statements for the year ended 31 December 2020.

Subsidiaries	Percentage of		Assets as a percentage		Revenues as a	
	shares held		to the consolidated totals		percentage to the	
					consolidated totals	
	31	31	31	31	For the three-month	
March	December	March	December	periods ended		
	2021	2020	2021	2020	31 March	
					2021	2020
Thaire Services Co., Ltd.	100.0	100.0	3.57	3.86	4.92	6.26
EMCS Thai Co., Ltd.	100.0	100.0	2.84	2.78	3.82	4.67
Thaire Actuarial Consulting Co., Ltd.	100.0	100.0	0.48	0.48	0.40	0.47
Thaire Innovation Co., Ltd.	100.0	100.0	0.02	0.03	0.03	-

2.3 Separate financial statements

The Company prepared its separate financial statements, which have presented investments in subsidiaries under the cost method.

2.4 New financial reporting standards

2.4.1 Financial reporting standards that became effective in the current period

During the period, the Group has adopted the new financial reporting standards and interpretations, which are effective for fiscal years beginning on or after 1 January 2021. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards. However, the adoption of such financial reporting standards would have no significant impact to the Group's financial statements.

2.4.2 Financial reporting standards that became effective for fiscal years beginning on or after 1 January 2022

The Federation of Accounting Professions issued the amendment of TFRS 16 Leases, which are relief in response to the impact of IBOR reform, hence, have to apply with condition in this standard. However, the management of the Group already considered and believe that adoption of these amendments will not have any significant impact on the Group's financial statements.

2.5 Restatement and reclassification

The Company restated its statements of income and comprehensive income for the three-month period ended 31 March 2020 for comparative purpose with those of the current period as a result of reclassification of the Company's investments in unit trusts of property funds, real estate investment trusts, infrastructure funds and infrastructure trusts registered and incorporated in Thailand. The reclassification on those investments was made from those previously classified as "Debt instruments measured at fair value through profit or loss" to "Equity securities designated to be measured at fair value through other comprehensive income" in accordance with the statement of the Federation of Accounting Professions regarding the interpretation of investments in unit trusts of property funds, real estate investment trusts, infrastructure funds and infrastructure trusts registered and incorporated in Thailand, which was issued subsequent to the approval for the issue of the Company's interim financial statements for the three-month period ended 31 March 2020 by the Company's Audit Committee. The restatement and reclassification were summarized as below:

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	As restated	As previously reported	As restated	As previously reported
Statement of income:				
Net investment revenues	23,936	23,517	23,498	23,079
Fair value losses on financial instruments	(12,202)	(97,832)	(12,245)	(97,875)
Income tax benefits	8,150	23,941	12,357	28,147
Net loss	(7,606)	(77,865)	(24,779)	(95,038)
Loss per share (Baht)	(0.002)	(0.02)	(0.006)	(0.02)
Statements of comprehensive income:				
Losses on investments in equity securities designated to be measured at fair value through other comprehensive income - net of income taxes	(398,163)	(329,323)	(398,163)	(329,323)

2.6 Significant accounting policies

The interim financial information is prepared using the same accounting policies and methods of computation as those were used for the financial statements for the year ended 31 December 2020.

(Unaudited but reviewed)

3. Classification of financial assets and liabilities

As at 31 March 2021 and 31 December 2020, carrying values of financial assets and liabilities, segregated by their classification, were classified as follows:

(Unit: Thousand Baht)

	Consolidated financial statements				
	31 March 2021				
	Financial instruments measured at fair value through profit or loss	Debt securities measured at fair value through other comprehensive income	Equity securities designated to be measured at fair value through other comprehensive income	Financial instruments measured at amortised cost	Total
Financial assets					
Cash and cash equivalents	-	-	-	351,841	351,841
Accrued investment income	-	-	-	1,802	1,802
Debt financial assets	198,888	1,815,432	-	412,919	2,427,239
Equity financial assets	-	-	1,555,084	-	1,555,084
Loans and interest receivables	-	-	-	16,462	16,462
Financial liabilities					
Lease liabilities	-	-	-	7,588	7,588

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated financial statements

31 December 2020

	Financial instruments measured at fair value through profit or loss	Debt securities measured at fair value through other comprehensive income	Equity securities designated to be measured at fair value through other comprehensive income	Financial instruments measured at amortised cost	Total
Financial assets					
Cash and cash equivalents	-	-	-	209,845	209,845
Accrued investment income	-	-	-	2,655	2,655
Debt financial assets	130,646	1,901,925	-	439,966	2,472,537
Equity financial assets	-	-	1,496,699	-	1,496,699
Loans and interest receivables	-	-	-	17,047	17,047
Financial liabilities					
Lease liabilities	-	-	-	5,891	5,891

(Unit: Thousand Baht)

Separate financial statements

31 March 2021

	Financial instruments measured at fair value through profit or loss	Debt securities measured at fair value through other comprehensive income	Equity securities designated to be measured at fair value through other comprehensive income	Financial instruments measured at amortised cost	Total
Financial assets					
Cash and cash equivalents	-	-	-	277,598	277,598
Accrued investment income	-	-	-	1,554	1,554
Debt financial assets	182,245	1,805,133	-	275,950	2,263,328
Equity financial assets	-	-	1,555,084	-	1,555,084
Loans and interest receivables	-	-	-	16,394	16,394
Financial liabilities					
Lease liabilities	-	-	-	3,341	3,341

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements					
31 December 2020					
	Financial instruments measured at fair value through profit or loss	Debt securities measured at fair value through other comprehensive income	Equity securities designated to be measured at fair value through other comprehensive income	Financial instruments measured at amortised cost	Total
Financial assets					
Cash and cash equivalents	-	-	-	125,548	125,548
Accrued investment income	-	-	-	2,293	2,293
Debt financial assets	114,016	1,901,612	-	310,997	2,326,625
Equity financial assets	-	-	1,496,699	-	1,496,699
Loans and interest receivables	-	-	-	16,962	16,962
Financial liabilities					
Lease liabilities	-	-	-	3,696	3,696

4. Cash and cash equivalents

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2021	31 December 2020	31 March 2021	31 December 2020
Cash on hand	92	106	29	35
Deposits at banks with no fixed maturity date				
Saving and current accounts	351,911	209,881	277,680	125,598
Total cash and cash equivalents	352,003	209,987	277,709	125,633
Less: allowance for expected credit losses	(162)	(142)	(111)	(85)
Cash and cash equivalents - net	351,841	209,845	277,598	125,548

(Unaudited but reviewed)

5. Reinsurance assets

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	31 March 2021	31 December 2020
Insurance reserves refundable from reinsurers		
Claim reserves	105,075	111,707
Unearned premium reserves	70,918	63,865
Reinsurance assets	<u>175,993</u>	<u>175,572</u>

6. Receivables from reinsurance contracts

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	31 March 2021	31 December 2020
Amounts deposited on reinsurance	837,001	811,569
Amounts due from reinsurers	766,203	570,748
Total	1,603,204	1,382,317
Less: Allowance for doubtful accounts	(22,340)	(22,340)
Receivables from reinsurance contracts - net	<u>1,580,864</u>	<u>1,359,977</u>

As at 31 March 2021 and 31 December 2020, the Company has an overdue amount of Baht 190 million due from an oversea reinsurer and the amount of Baht 50 million due to the same reinsurer whereby the net amount due of Baht 140 million (excluding interest). The Company has continuously followed up for collection of such amount, but the thereon reinsurer refused to make any payment. The Company therefore submitted its request for collection of the disputed amount through the arbitration process. However, such reinsurer still denied payment and purportedly asserted that it was entitled to cancel the reinsurance agreement and claimed for monetary restitution of a total of approximately Baht 745 million plus interest to be accrued since 14 August 2020. In this regard, the Company's management has considered all the arguments raised by such reinsurer, including the Company's supporting evidences, as well as comparing the practice in the market between the Company and other reinsurers in making reinsurance contracts, together with a legal opinion from the Company's external legal counsel, and reasonably believed that the cancellation of the reinsurance agreement was not lawful. In view of this, the Company strongly believes that such allegations and the counterclaim amount have no sufficient legal merit and the Company would incur no significant loss in relation to such disputes. Therefore, the management considers not to record any allowance for doubtful accounts for such overdue reinsurance receivables and not to record any provision for contingent liabilities as a result of such counterclaim. Up to the date of authorisation of these financial statements, such disputes have not yet been finalised.

(Unaudited but reviewed)

7. Debt financial assets**7.1 Classified by type of investment**

(Unit: Thousand Baht)

	Consolidated financial statements			
	31 March 2021		31 December 2020	
	Cost/ amortised cost	Fair value	Cost/ amortised cost	Fair value
Debt instruments measured at fair value through profit or loss				
Private sector debt securities	103,279	128,247	103,278	130,646
Foreign debt securities	69,856	70,641	-	-
Total	173,135	198,888	103,278	130,646
Add: Unrealised gain	25,753	-	27,368	-
Total debt instruments measured at fair value through profit or loss	198,888	198,888	130,646	130,646
Debt instruments measured at fair value through other comprehensive income				
Government and state enterprise securities	1,629,884	1,630,986	1,650,095	1,652,490
Private sector debt securities	181,000	184,446	246,000	249,435
Total	1,810,884	1,815,432	1,896,695	1,901,925
Add: Unrealised gain	4,548	-	5,830	-
Total debt instruments measured at fair value through other comprehensive income	1,815,432	1,815,432	1,901,925	1,901,925
Debt instruments measured at amortised cost				
Deposits at financial institutions which matured over 3 months	413,000		440,000	
Less: Allowance for expected credit loss	(81)		(34)	
Debt instruments measured at amortised cost - net	412,919		439,966	
Debt financial assets - net	2,427,239		2,472,537	

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate financial statements			
	31 March 2021		31 December 2020	
	Cost/ amortised cost	Fair value	Cost/ amortised cost	Fair value
Debt instruments measured at fair value through profit or loss				
Private sector debt securities	87,000	111,604	87,000	114,016
Foreign debt securities	69,857	70,641	-	-
Total	156,857	182,245	87,000	114,016
Add: Unrealised gain	25,388	-	27,016	-
Total debt instruments measured at fair value through profit or loss	182,245	182,245	114,016	114,016
Debt instruments measured at fair value through other comprehensive income				
Government and state enterprise securities	1,619,585	1,620,687	1,649,787	1,652,177
Private sector debt securities	181,000	184,446	246,000	249,435
Total	1,800,585	1,805,133	1,895,787	1,901,612
Add: Unrealised gain	4,548	-	5,825	-
Total debt instruments measured at fair value through other comprehensive income	1,805,133	1,805,133	1,901,612	1,901,612
Debt instruments measured at amortised cost				
Deposits at financial institutions which matured over 3 months	276,000		311,000	
Less: Allowance for expected credit loss	(50)		(3)	
Debt instruments measured at amortised cost - net	275,950		310,997	
Debt financial assets - net	2,263,328		2,326,625	

(Unaudited but reviewed)

7.2 Classified by stage of credit risk

(Unit: Thousand Baht)

Consolidated financial statements			
31 March 2021		31 December 2020	
Fair value	Allowance for expected credit losses recognised in statement of income	Fair value	Allowance for expected credit losses recognised in statement of income
Debt instruments measured at fair value through other comprehensive income			
Debt instruments without a significant increase in credit risk (Stage 1)			
1,815,432	(78)	1,901,925	(90)

(Unit: Thousand Baht)

Separate financial statements			
31 March 2021		31 December 2020	
Fair value	Allowance for expected credit losses recognised in statement of income	Fair value	Allowance for expected credit losses recognised in statement of income
Debt instruments measured at fair value through other comprehensive income			
Debt instruments without a significant increase in credit risk (Stage 1)			
1,805,133	(78)	1,901,612	(90)

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated financial statements						
31 March 2021			31 December 2020			
	Allowance for expected credit losses			Allowance for expected credit losses		
	Gross carrying value	recognised in statement of income	Net carrying value	Gross carrying value	recognised in statement of income	Net carrying value
Debt instruments measured at amortised cost						
Debt instruments without a significant increase of credit risk (Stage 1)	413,000	(81)	412,919	440,000	(34)	439,966

(Unit: Thousand Baht)

Separate financial statements						
31 March 2021			31 December 2020			
	Allowance for expected credit losses			Allowance for expected credit losses		
	Gross carrying value	recognised in statement of income	Net carrying value	Gross carrying value	recognised in statement of income	Net carrying value
Debt instruments measured at amortised cost						
Debt instruments without a significant increase of credit risk (Stage 1)	276,000	(50)	275,950	311,000	(3)	310,997

7.3 Investments subject to restriction and commitment

As at 31 March 2021 and 31 December 2020, the Company placed certain investments as securities and insurance reserves with the registrar in accordance with the Non-Life Insurance Act and others as required in the normal course of business of the Group as follows:

(Unit: Million Baht)

	Consolidated financial statements			
	31 March 2021		31 December 2020	
	Cost	Fair value	Cost	Fair value
Placed as securities				
Government bonds	14.7	15.4	14.7	15.5
Placed as insurance reserves				
Government and state enterprise bonds	220.0	223.0	220.0	223.9
Placed as performance bonds				
Government bonds	0.6	0.6	0.6	0.6
	<u>235.3</u>	<u>239.0</u>	<u>235.3</u>	<u>240.0</u>

(Unit: Million Baht)

	Separate financial statements			
	31 March 2021		31 December 2020	
	Cost	Fair value	Cost	Fair value
Placed as securities				
Government bonds	14.7	15.4	14.7	15.5
Placed as insurance reserves				
Government and state enterprise bonds	220.0	223.0	220.0	223.9
Placed as performance bonds				
Government bonds	0.3	0.3	0.3	0.3
	<u>235.0</u>	<u>238.7</u>	<u>235.0</u>	<u>239.7</u>

(Unaudited but reviewed)

8. Equity financial assets**8.1 Classified by type of investment**

(Unit: Thousand Baht)

	Consolidated and Separate financial statements			
	31 March 2021		31 December 2020	
	Cost	Fair value	Cost	Fair value
Equity securities designated to be measured at fair value through other comprehensive income				
Domestic equity securities	1,689,770	1,349,851	2,000,771	1,496,699
Foreign equity securities	176,325	205,233	-	-
Total	1,866,095	1,555,084	2,000,771	1,496,699
Less: Unrealised loss	(311,011)	-	(500,972)	-
Less: Allowance for impairment	-	-	(3,100)	-
Equity securities measured at fair value through other comprehensive income - net	1,555,084	1,555,084	1,496,699	1,496,699
Equity financial assets	1,555,084	1,555,084	1,496,699	1,496,699

8.2 Derecognition of investments in equity securities

During the three-month period ended 31 March 2021, the Company disposed its investments in equity securities designated to be measured at fair value through other comprehensive income, the Company therefore transferred their revaluation allowance previously recognised in other comprehensive income directly to retained earnings as follows:

(Unit: Thousand Baht)

	Consolidated and Separate financial statements			
	For the three-month period ended 31 March 2021			
	Fair value on the derecognition date	Dividend received	Loss on revaluation previously recognised in other comprehensive income - net of income taxes	Reason for derecognition
Derecognition of investments in equity securities				
Domestic marketable equity securities	271,075	-	(30,903)	Disposal

(Unaudited but reviewed)

9. Loans and interest receivables

As at 31 March 2021 and 31 December 2020, the balances of loans and interest receivables, classified by stage of credit risk, were as follows:

(Unit: Thousand Baht)

Classification	Consolidated financial statements					
	31 March 2021			31 December 2020		
	Mortgaged loans	Others	Total	Mortgaged loans	Others	Total
Loans without a significant increase of credit risk (Stage 1)	16,287	175	16,462	16,836	211	17,047

(Unit: Thousand Baht)

Classification	Separate financial statements					
	31 March 2021			31 December 2020		
	Mortgaged loans	Others	Total	Mortgaged loans	Others	Total
Loans without a significant increase of credit risk (Stage 1)	16,287	107	16,394	16,836	126	16,962

The ending balances of loans and interest receivables are consisted of loans provided to employees in accordance with employee welfare plans. Interest is charged on the loans at rates between 0.01% to MLR-3% per annum, with reference to the MLR rate announced by commercial banks, depending on the type of loans. The outstanding loan balance was not yet due and there was no outstanding balance of interest receivable at the end the reporting periods.

10. Investments in subsidiaries

10.1 Share capital of subsidiaries and shareholding percentage in subsidiaries

Company's name	Nature of business	Country of incorporation	Paid-up capital		Shareholding percentage	
			31 March 2021	31 December 2020	31 March 2021	31 December 2020
			Thousand Baht	Thousand Baht	%	%
Investments in subsidiaries directly held by the company						
Thaire Services Co., Ltd.	Provision of claim management services and marketing services	Thailand	100,000	100,000	100	100
EMCS Thai Co., Ltd.	Provision of computer services in relation to motor claim management	Thailand	30,000	30,000	100	100
Thaire Actuarial Consulting Co., Ltd.	Provision of actuarial service, training and consulting services	Thailand	50,000	50,000	100	100
Investments in subsidiaries held by another subsidiary						
Thaire Innovation Co., Ltd.	Provision of develop electronic commerce service	Thailand	37,500	37,500	100	100

10.2 Investments in subsidiaries presented under the cost method

(Unit: Thousand Baht)

Company's name	Separate financial statements							
	Cost		Allowance for impairment loss		Carrying value under the cost method		Dividend received during for the three-month periods ended	
	31 March 2021	31 December 2020	31 March 2021	31 December 2020	31 March 2021	31 December 2020	31 March 2021	31 March 2020
Subsidiaries directly held by the Company								
Thaire Services Co., Ltd.	100,000	100,000	-	-	100,000	100,000	-	-
EMCS Thai Co., Ltd.	167,700	167,700	-	-	167,700	167,700	-	-
Thaire Actuarial Consulting Co., Ltd.	50,000	50,000	(10,000)	(10,000)	40,000	40,000	-	-
Total investments in subsidiaries	<u>317,700</u>	<u>317,700</u>	<u>(10,000)</u>	<u>(10,000)</u>	<u>307,700</u>	<u>307,700</u>	<u>-</u>	<u>-</u>
A subsidiary indirectly held through another subsidiary								
Thaire Innovation Co., Ltd.	23,222	23,222	(22,222)	(22,222)	1,000	1,000 ⁽¹⁾	-	-

⁽¹⁾Book value that presented in the financial statement of subsidiary company who held such investment.

(Unaudited but reviewed)

11. Premises and equipment

(Unit: Thousand Baht)

Consolidate financial statements							
For the three-month period ended 31 March 2021							
	Land	Buildings	Motor vehicles	Office equipment and furniture	Computers	Asset under installation	Total
Net book value as at							
1 January 2021	99,739	104,270	948	9,559	19,342	-	233,858
Addition during the period -							
at cost	-	7	-	398	1,377	34	1,816
Disposals/write-off during							
the period - at net book							
value	-	(3)	-	-	-	-	(3)
Depreciation charged							
for the period	-	(1,960)	(156)	(1,453)	(2,447)	-	(6,016)
Net book value as at							
31 March 2021	<u>99,739</u>	<u>102,314</u>	<u>792</u>	<u>8,504</u>	<u>18,272</u>	<u>34</u>	<u>229,655</u>

(Unit: Thousand Baht)

Separate financial statements							
For the three-month period ended 31 March 2021							
	Land	Buildings	Motor vehicles	Office equipment and furniture	Computers	Building under improvement	Total
Net book value as at							
1 January 2021	63,664	58,805	948	5,283	2,880	-	131,580
Addition during the period -							
at cost	-	7	-	159	411	34	611
Depreciation charged							
for the period	-	(1,065)	(156)	(984)	(393)	-	(2,598)
Net book value as at							
31 March 2021	<u>63,664</u>	<u>57,747</u>	<u>792</u>	<u>4,458</u>	<u>2,898</u>	<u>34</u>	<u>129,593</u>

As at 31 March 2021 and 31 December 2020, land and buildings thereon of a subsidiary with net book values amounting to 28.2 million and Baht 28.5 million, respectively, was granted an overdraft facility by a financial institution with interest at the rate of MOR.

12. Deferred tax assets and income tax expenses

12.1 Deferred tax assets

The components of deferred tax assets were the tax effects arose from timing differences of the following transactions:

	Consolidated financial statements		Separate financial statements		Consolidated financial statements		(Unit: Thousand Baht) Separate financial statements	
					Changes in deferred tax assets or liabilities for the three-month periods ended 31 March		Changes in deferred tax assets or liabilities for the three-month periods ended 31 March	
	31	31	31	31				
	March	December	March	December	2021	2020	2021	2020
Deferred tax assets (liabilities) arose from:								
Loss reserves	237,901	227,732	237,901	227,732	10,169	(21,943)	10,169	(21,943)
Unearned premium reserves	66,247	-	66,247	-	66,247	77,870	66,247	77,870
Commission receivable/payable on reinsurance	(3,194)	(9,346)	(3,194)	(9,346)	6,152	13,601	6,152	13,601
Deferred commission and brokerage income	5,398	4,445	5,398	4,445	953	(4,366)	953	(4,366)
Not-yet utilised brought forward tax losses	-	60,318	-	60,318	(60,318)	(53,720)	(60,318)	(53,720)
Revaluation deficit on available-for-sale investments	61,277	99,010	61,277	99,011	(37,733)	99,107	(37,734)	99,110
Allowance for doubtful accounts	4,683	4,676	4,468	4,468	7	157	-	-
Unrealised gain as a result of reclassification of investment types	(75,401)	(75,401)	(75,401)	(75,401)	-	-	-	-
Deferred commission and brokerage expenses	(93,541)	(99,983)	(93,541)	(99,983)	6,442	(2,380)	6,442	(2,380)
Others	32,915	34,350	20,316	21,889	(1,435)	3,440	(1,573)	2,230
Deferred tax assets	<u>236,285</u>	<u>245,801</u>	<u>223,471</u>	<u>233,133</u>				
Total changes					<u>(9,516)</u>	<u>111,766</u>	<u>(9,662)</u>	<u>110,402</u>
Recognition of changes in:								
- Retained earnings at beginning year					-	(3,372)	-	(3,436)
- Other component of equity at beginning year					-	(746)	-	(735)
- Statements of income					20,549	13,642	20,315	13,327
- Statements of comprehensive income					<u>(30,065)</u>	<u>102,242</u>	<u>(29,977)</u>	<u>101,246</u>
Total changes					<u>(9,516)</u>	<u>111,766</u>	<u>(9,662)</u>	<u>110,402</u>

(Unaudited but reviewed)

12.2 Income tax expenses

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2021	2020	2021	2020
Current income tax:				
Current income tax charge for the periods	(31,961)	(5,491)	(27,541)	(970)
Deferred income taxes:				
Deferred income taxes relating to origination and reversal of timing differences	20,549	13,641	20,315	13,327
Income tax benefits (expenses) reported in statements of income	<u>(11,412)</u>	<u>8,150</u>	<u>(7,226)</u>	<u>12,357</u>

Reconciliations between income tax expenses and the product of accounting profits for the three-month periods ended 31 March 2021 and 2020 and the applicable tax rates were as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2021	2020	2021	2020
Accounting profits before income tax expenses	<u>64,286</u>	<u>(15,756)</u>	<u>42,278</u>	<u>(37,136)</u>
Applicable tax rate	20%	20%	20%	20%
Income taxes at the applicable tax rate	(12,857)	3,151	(8,456)	7,427
Net tax effect on tax-exempted revenues and non tax-deductible expenses	<u>1,445</u>	<u>4,999</u>	<u>1,230</u>	<u>4,930</u>
Income tax benefits (expenses) reported in statements of income	<u>(11,412)</u>	<u>8,150</u>	<u>(7,226)</u>	<u>12,357</u>

(Unaudited but reviewed)

13. Insurance contract liabilities

(Unit: Thousand Baht)

	Consolidated and Separate financial statements					
	31 March 2021			31 December 2020		
	Insurance contract liabilities	Reinsurance of liabilities	Net	Insurance contract liabilities	Reinsurance of liabilities	Net
Loss reserves						
- Claim incurred and reported	602,359	(54,095)	548,264	557,523	(52,779)	504,744
- Claim incurred but not yet reported	692,223	(50,980)	641,243	692,845	(58,929)	633,916
Premium reserves						
- Unearned premium reserves	1,236,884	(70,918)	1,165,966	1,280,337	(63,865)	1,216,472
Other insurance liabilities	5,760	-	5,760	7,110	-	7,110
Total	<u>2,537,226</u>	<u>(175,993)</u>	<u>2,361,233</u>	<u>2,537,814</u>	<u>(175,572)</u>	<u>2,362,242</u>

13.1 Loss reserves

(Unit: Thousand Baht)

	Consolidated and Separate financial statements	
	For the three-month period ended	For the year ended
	31 March 2021	31 December 2020
Balances - beginning of the periods	1,250,367	1,577,879
Claims incurred for the periods	521,408	2,030,297
Changes in loss reserves of prior periods'		
incurred claims	(69,131)	39,126
Claims paid during the periods	<u>(408,062)</u>	<u>(2,396,935)</u>
Balances - ending of the periods	<u>1,294,582</u>	<u>1,250,367</u>

(Unaudited but reviewed)

13.2 Unearned premium reserves

(Unit: Thousand Baht)

	Consolidated and Separate financial statements	
	For the three-month	
	period ended 31 March 2021	For the year ended 31 December 2020
Beginning balances	1,280,337	1,275,476
Premium written during the periods	999,263	4,328,728
Premium earned during the periods	(1,042,716)	(4,323,867)
Ending balances	1,236,884	1,280,337

14. Due to reinsurers

(Unit: Thousand Baht)

	Consolidated and Separate financial statements	
	31 March 2021	31 December 2020
Amounts withheld on reinsurance	76,534	82,113
Other reinsurance payables	500,877	324,785
Total due to reinsurers	577,411	406,898

15. Segment information/major customers information

During the periods, there were no change in the organizational structure of its reportable segments.

15.1 Segment information reporting

As of 31 March 2021 and 31 December 2020, operating segment assets and liabilities can be classified as follows:

(Unit: Thousand Baht)

	Consolidated financial statements					
	31 March 2021			31 December 2020		
	General insurance	Others	Total	General insurance	Others	Total
Total assets	6,875,988	507,742	7,383,730	6,508,264	498,399	7,006,663
Total liabilities	3,430,226	98,928	3,529,154	3,217,672	107,547	3,325,219

(Unaudited but reviewed)

Operating segment information can be classified by type of insurance products as follows:

(Unit: Thousand Baht)

	Consolidated financial statement		
	For the three-month period ended 31 March 2021		
	Conventional products	Non-conventional products	Total
Underwriting revenues			
Gross reinsurance premium written	494,435	504,828	999,263
Less: Reinsurance premium ceded	(65,780)	(405)	(66,185)
Net reinsurance premium written	428,655	504,423	933,078
Add (less): Unearned premium reserves (increased) decreased from prior period	(30,118)	81,077	50,959
Earned reinsurance premium	398,537	585,500	984,037
Underwriting expenses			
Claims expenses - net	228,429	210,952	439,381
Commission and brokerage expenses - net	161,011	264,538	425,549
Other underwriting expenses	8,977	24,078	33,055
Total underwriting expenses	398,417	499,568	897,985
Profit from underwriting	120	85,932	86,052
Operating expenses			(49,857)
Profit before net service and investment revenues			36,195
Net service income			19,524
Net investment revenues			7,728
Net other income			839
Profit before income tax expenses			64,286
Income tax expenses			(11,412)
Net profit			52,874

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated financial statement			
For the three-month period ended 31 March 2020			
	Conventional	Non-conventional	
	products	products	Total
Underwriting revenues			
Gross reinsurance premium written	419,350	653,916	1,073,266
Less: Reinsurance premium ceded	(59,439)	(29,909)	(89,348)
Net reinsurance premium written	359,911	624,007	983,918
Less: Unearned premium reserves increased from prior period	(8,928)	(159,562)	(168,490)
Earned reinsurance premium	350,983	464,445	815,428
Underwriting expenses			
Claims expenses - net	225,105	210,762	435,867
Commission and brokerage expenses - net	107,559	242,696	350,255
Other underwriting expenses	6,426	28,959	35,385
Total underwriting expenses	339,090	482,417	821,507
Profit (loss) from underwriting	11,893	(17,972)	(6,079)
Operating expenses			(41,316)
Loss before net service and investment revenues			(47,395)
Net service revenues			18,759
Net investment revenues			12,597
Net other income			283
Loss before income tax expenses			(15,756)
Income tax benefits			8,150
Net loss			(7,606)

15.2 Geographic information

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

15.3 Major customers

For the three-month periods ended 31 March 2021 and 2020, the Group had gross reinsurance premium written for the amount equal to or more than 10% of total gross reinsurance premium written from major insurance companies as follows:

	(Unit: Million Baht)	
	Consolidated financial statements	
	For the three-month periods ended 31 March	
	2021	2020
Gross reinsurance premium written	717	762
Percentage of total gross reinsurance premium written (%)	72	71
Number of major customers (companies)	4	4

16. Net investment revenues

	(Unit: Thousand Baht)			
	Consolidate		Separate	
	financial statements		financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2021	2020	2021	2020
Interest income:				
Debt financial assets	3,926	7,127	3,709	6,689
Dividend income:				
Debt financial assets	2,067	3,661	2,067	3,661
Equity financial assets	5,485	13,148	5,485	13,148
Total	11,478	23,936	11,261	23,498

17. Earnings per share

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

18. Related party transactions**18.1 Nature of relationship**

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

The relationships between the Group and its related parties are summarised below.

Name of related parties	Relationship with the Company
Thaire Services Co., Ltd.	Subsidiary
EMCS Thai Co., Ltd.	Subsidiary
Thaire Actuarial Consultation Co., Ltd.	Subsidiary
Thaire Innovation Co., Ltd.	Subsidiary
Thaire Life Assurance Plc.	Related by way of common directors and shareholding
Bangkok Insurance Plc.	Related by way of common directors and shareholding
Thaivivat Insurance Plc.	Related by way of common directors and shareholding
Krungthai Panich Insurance Plc.	Related by way of common directors and shareholding
The Falcon Insurance Plc.	Related by way of common directors and shareholding
HWIC ASIA FUND	Related by way of common directors and shareholding
Muang Thai Insurance Plc.	Related by way of common directors
Muang Thai Life Assurance Plc.	Related by way of common directors
Kasikornbank Plc.	Related by way of common directors
ST-Muang Thai Insurance Co., Ltd.	Related by way of common directors

18.2 Significant related party transactions

During the three-month periods ended 31 March 2021 and 2020, the Group had significant business transactions with its related parties. Such transactions, which have been concluded on commercial terms and bases agreed upon in the ordinary course of business between the Group and those related parties, were as follows:

(Unaudited but reviewed)

(Unit: Million Baht)

	Consolidated		Separate		Pricing policy
	financial statements		financial statements		
	For the three-month		For the three-month		
	periods ended		periods ended		
	31 March		31 March		
	2021	2020	2021	2020	
<u>Transactions with subsidiaries</u>					
(eliminated from the consolidated financial statements)					
Expenses					
Service expenses	-	-	2	2	As mutually agreed and at cost
Gross reinsurance premium written	398	388	398	388	According to terms of reinsurance contracts depending on type of insurance and reinsurance contracts
Commission income	18	17	18	17	According to terms of reinsurance contracts
Service income	8	33	-	-	Contract rates or mutually agreed prices
Claim recovery	4	19	4	19	According to ratios as specified in the contracts
Expenses					
Reinsurance premium ceded	37	29	37	29	According to terms of reinsurance contracts depending on type of insurance and reinsurance contracts
Gross claims	384	339	384	339	According to claim rates as specified in the contract
Commission expenses	135	144	135	144	According to terms of reinsurance contracts

(Unaudited but reviewed)

18.3 Significant outstanding balances

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2021	31 December 2020	31 March 2021	31 December 2020
<u>Related companies</u>				
Reinsurance receivables				
Amounts deposited on reinsurance	330,711	348,938	330,711	348,938
Due from reinsurers	214,760	137,374	214,760	137,374
Other assets				
Deferred commission and brokerage expenses	159,033	163,682	159,033	163,682
Trade receivables	1,836	2,482	-	-
Insurance contract liabilities				
Loss reserves	634,208	553,795	634,208	553,795
Due to reinsurers				
Amounts withheld on reinsurance	122	122	122	122
Due to reinsurers	151,216	128,943	151,216	128,943
Other liabilities				
Reinsurance premium received in advance - net	69,490	60,847	69,490	60,847
Deferred commission and brokerage income	15,755	14,048	15,755	14,048
Unearned revenues	698	87	-	-

During the first quarter ended 31 March 2020, the Company received the transfer of intangible assets of Baht 3.2 million from a subsidiary at the original cost remained unamortised at the subsidiary.

(Unaudited but reviewed)

18.4 Directors and management personnel's remunerations

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2021	2020	2021	2020
Short-term benefits	26,379	18,618	19,647	11,726
Long-term benefits	881	1,925	520	1,317
Total	27,260	20,543	20,167	13,043

19. Commitments and contingent liabilities

19.1 Capital commitments

As at 31 March 2021 and 31 December 2020, the Group had capital commitments of Baht 0.6 million and Baht 2.0 million, respectively (The Company only: As at 31 March 2021, there was no outstanding commitment and as at 31 December 2020, there was an outstanding commitment of Baht 0.5 million), relating to the development of computer software and improvement of building.

19.2 Litigations

As mentioned in Note 6 to interim financial statement, as at 31 March 2021 and 31 December 2020, the Company has dispute with an oversea reinsurer. Such reinsurer claimed for monetary restitution through arbitration process of a total of approximately Baht 745 million plus interest. However, the Company's management believes that such allegations and the counterclaim amount have no sufficient legal merit and the Company would incur no significant loss in relation to such disputes. Therefore, the management considers not to record any provision for contingent liabilities.

20. Financial instruments

20.1 Fair value of financial instruments

Most of the Group's financial instruments are classified as short-term or have interest rates that are close to market rate. Therefore, the carrying amounts of these financial instruments is estimated to approximate their fair value.

20.2 Fair value hierarchy

As of 31 March 2021 and 31 December 2020, the Group had the following financial assets that were measured at fair value which are disclosed by different levels of fair value as follows:

(Unit: Million Baht)

	Consolidated financial statement							
	31 March 2021				31 December 2020			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value								
Debt financial assets	-	2,014	-	2,014	-	2,033	-	2,033
Equity financial assets	1,538	-	17	1,555	1,481	-	16	1,497

(Unit: Million Baht)

	Separate financial statement							
	31 March 2021				31 December 2020			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value								
Debt financial assets	-	1,987	-	1,987	-	2,016	-	2,016
Equity financial assets	1,538	-	17	1,555	1,481	-	16	1,497

During the period, there were no change in the methods and assumption used by the Company in estimating the fair value of financial instruments and no transfers within the fair value hierarchy.

(Unaudited but reviewed)

Reconciliation of fair value measurements of equity financial assets, categorised within Level 3 of the fair value hierarchy, were presented below:

	(Unit: Thousand Baht)
	Consolidated and Separate financial statements
Balance as of 1 January 2021	16,115
Gains on revaluation during the period	1,272
Balance as of 31 March 2021	17,387

21. Event after the reporting period

On 23 April 2021, the Annual General Meeting No. 28 of the Company's shareholders was resolved to approve dividend payment to the Company's shareholders from the 2020 operating results at Baht 0.04 per share or equivalent to Baht 169 million.

22. Approval of interim financial information

These interim financial information were authorised for issue by the Company's Audit Committee on 11 May 2021.