

## Thai Reinsurance Public Company Limited

## Financial highlights for the year 2016

Financial Result	Consolidated		Separate	
	Amount (Million Baht)	Inc./Dec.	Amount (Million Baht)	Inc./Dec.
Gross reinsurance premium written	5,183	-2%	5,183	-2%
Net reinsurance premium written	3,404	3%	3,404	3%
Gain from underwriting	250	-1%	236	-2%
Net Investment income *	364	9%	404	15%
Operating Profit *	551	-11%	570	3%
Net profit - equity holders of the Company	278	-90%	875	-42%

\* excluded Gain (Loss) on reducing investment in THREL

**Explanation the different between consolidated financial statements and the separate financial statements .**

**- Net Investment Income**

The Company target is to get Capital Adequacy Ratio (CAR) up to 300% (Minimum regulatory 140%) in order to strengthen our financial position and create more competitive advantage. The condition of the Office of Insurance Commission's 2015 notification on the risk-based capital calculation of non-life insurance companies, from 1 January 2016, investments in ordinary shares of subsidiary or associated companies which cannot not be counted as total capital available. Therefore in Q2/2016, 41 million shares of THREL were sold that caused the changed status THREL from "associated company" to "available -for-sale

Consolidated financial statements – Loss from reducing the shareholding in THREL at amounting to Baht 318 million that was loss on sales Baht 90 million, was recognized as loss from adjustment to fair value Baht 228.2 million. The Company's operating profit was Baht 278 million. Exclude the result of reducing the shareholding in THREL, the Company's operating profit was Baht 551 million.

Separate financial statements – Gain on sales THREL at amounting to Baht 382 million which was recorded by cost method. The Company's operating profit was Baht 875 million. Exclude the result of gain on sales THREL, the Company's operating profit was Baht 570 million.

Financial Position as at 31 December 2016	Consolidated		Separate	
	Amount (Million Baht)	Inc./Dec.	Amount (Million Baht)	Inc./Dec.
Total assets	14,418	-5%	14,224	5%
Equity attributable to owners of the Company	5,320	-2%	5,247	32%

Capital adequacy ratio (CAR ratio)	337%			
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Note: In process of being audited by external auditors.