

Thai Reinsurance Public Company Limited

Financial highlights for the year 2019

Financial results	Consolidated		Separate	
	Amount (Million Baht)	Inc./Dec.	Amount (Million Baht)	Inc./Dec.
Gross written premium	4,455	-8.1%	4,455	-8.1%
Net written premium	3,498	0.4%	3,498	0.4%
Loss from underwriting	(225)	51.0%	(234)	49.9%
Net investment income	301	201.3%	339	228.6%
Net Service Income	80	23.4%	-	-
Net profit (loss)	125	112.3%	95	109.1%

Explanation of key activities in the consolidated financial statements and the separate financial statements.

The Company's performance turned into a profit close to expectation. The operating results of the year 2019 presented a net profit of THB 125 million (ROE 3.5%) was improved significantly from last year of a net loss of THB 1,012 million. The Company's Gross written premium THB 4,455 million decreased 8% due to long-term reinsurance premiums decreased whilst net written premium of THB 3,498 million increased THB 15 million due to the company's decision not to renew loss insurance contracts which was equivalent to gross and net written premium of THB 66 million. In addition, premiums for long-term projects gradually decline by gross written premium of THB 649 million and net written premium of THB 98 million. Therefore, if excluding the above items The company's reinsurance premiums grew by 9.6%. Conversely, the company developed Non-Conventional premium with a growth of 24% to substitute the declining long-term projects. The Company's Underwriting results also improved by 51% with a loss reduction of THB 234 million. For the Investment, the Company's Net investment income THB 301 million impressively improved from last year of a loss of THB 297 million due to a negative mark-to-market impact from trading investment and impairment of available-for-sale investment totally THB 531 million hit in the last year. The Company didn't have significant mark-to-market impact this year. For Service, The Company's Net services income THB 80 million increased THB 15 million or 23% increase due to revenue increase of 11% against expenses lessening from last year and together with costs reduction from new technology initiation.

Financial position as at 31 December 2019	Consolidated		Separate	
	Amount (Million Baht)	Inc./Dec.	Amount (Million Baht)	Inc./Dec.
Total assets	7,813	-21%	7,667	-21%
Equity	3,549	-2%	3,494	-3%
Capital adequacy ratio (CAR ratio)	334%*			

*Note: In process of being audited by external auditor.