

Bangkok Life Assurance Public Company Limited
Review report and interim financial statements
30 September 2013

Independent Auditor's Report on Review of Interim Financial Information

To the shareholders of Bangkok Life Assurance Public Company Limited

I have reviewed the accompanying statement of financial position of Bangkok Life Assurance Public Company Limited as at 30 September 2013, the statements of income and comprehensive income for the three-month and nine-month periods ended 30 September 2013, and statements of changes in owners' equity, and cash flows for the nine-month period ended 30 September 2013, as well as the condensed notes to the financial statements. 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.

Emphasis of Matter

I draw attention to Note 3.1 to the interim financial statements regarding the change in accounting policy as a result of the first time adoption of Thai Accounting Standard 12: Income Taxes. My conclusion is not qualified in respect of this matter.

Other Matter

The statement of financial position of Bangkok Life Assurance Public Company Limited as at 31 December 2012 (before restatement) was audited by another auditor in the same firm as mine, who expressed an unqualified opinion on those financial statements under her report dated 22 February 2013. The statements of income and comprehensive income for the three-month and nine-month periods ended 30 September 2012 and the statements of changes in owners' equity and cash flows for the nine-month period ended 30 September 2012 of Bangkok Life Assurance Public Company Limited (before restatement) were also reviewed by the aforementioned auditor who concluded, under her report dated 14 November 2012, that nothing had come to her attention that caused her to believe that the interim financial information was not prepared, in all material respects, in accordance with Thai Accounting Standard 34: Interim Financial Reporting.

Rachada Yongsawadvanich
Certified Public Accountant (Thailand) No. 4951

Ernst & Young Office Limited
Bangkok: 13 November 2013

Bangkok Life Assurance Public Company Limited**Statements of financial position****As at 30 September 2013, 31 December 2012 and 1 January 2012**

		(Unit: Baht)		
	Note	30 September 2013	31 December 2012	1 January 2012
		(Unaudited but reviewed)	(Audited and restated)	
Assets				
Cash and cash equivalents	5, 26	400,536,654	865,845,947	2,736,720,476
Accrued investment income - net	9	2,117,417,028	1,500,076,847	1,375,597,931
Premium receivables	6	2,090,721,862	1,612,729,639	2,312,647,445
Reinsurance assets	7, 26	554,537,718	510,012,812	332,055,036
Investment assets				
Investments in securities	26			
Trading investments - net	8	316,081,300	477,236,368	299,019,595
Available-for-sale investments	8	19,669,050,328	18,395,331,360	13,358,947,452
Held-to-maturity investments	8, 27, 28	137,124,484,065	116,059,781,262	89,394,339,476
General investments	8	46,962,230	46,962,230	29,587,830
Loans - net	9, 26	3,230,755,362	2,649,100,421	2,113,082,452
Premises and equipment - net	10	301,471,044	304,954,930	306,415,271
Intangible assets - net		17,277,882	17,202,032	21,390,815
Deferred tax assets	3.1, 11.1	1,282,190,399	780,101,850	340,234,468
Other assets	12	232,748,056	347,978,903	179,608,126
Total assets		167,384,233,928	143,567,314,601	112,799,646,373

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

Bangkok Life Assurance Public Company Limited**Statements of financial position (Continued)****As at 30 September 2013, 31 December 2012 and 1 January 2012**

			(Unit: Baht)	
	Note	30 September 2013	31 December 2012	1 January 2012
		(Unaudited but reviewed)	(Audited and restated)	
Liabilities and owners' equity				
Liabilities				
Income tax payable		278,517,358	581,526,761	738,563,265
Amounts due to reinsurers	13, 26	487,730,558	400,098,875	266,778,378
Insurance contract liabilities				
Life policy reserves	14	132,465,858,921	111,259,206,400	88,386,403,850
Unpaid policy benefits	15	94,292,840	88,460,596	82,588,130
Loss reserves and outstanding claims	16, 26	327,757,279	340,909,580	333,830,276
Premium reserves	17	1,109,456,128	1,078,120,949	1,085,196,967
Other insurance liabilities		7,601,468,456	7,279,716,866	6,852,174,216
Employee benefit payables	18	301,921,794	266,958,660	233,793,703
Deferred tax liabilities	3.1, 11.1	1,252,851,716	1,288,404,931	494,917,951
Other liabilities	19, 26	1,497,927,442	1,519,141,914	1,048,861,404
Total liabilities		145,417,782,492	124,102,545,532	99,523,108,140

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

Bangkok Life Assurance Public Company Limited**Statements of financial position (Continued)****As at 30 September 2013, 31 December 2012 and 1 January 2012**

		(Unit: Baht)		
	Note	30 September 2013	31 December 2012	1 January 2012
		(Unaudited but reviewed)	(Audited and restated)	
Owners' equity				
Share capital				
Registered				
1,220,000,000 ordinary shares of Baht 1 each		1,220,000,000	1,220,000,000	1,220,000,000
Issued and fully paid-up				
1,211,600,350 ordinary shares of Baht 1 each				
(31 December 2012: 1,204,771,855 ordinary shares of Baht 1 each and 1 January 2012: 1,200,000,000 ordinary shares of Baht 1 each)	20	1,211,600,350	1,204,771,855	1,200,000,000
Share premium	20	2,844,825,643	2,759,469,456	2,699,821,268
Capital reserve on share-based payments	20	56,630,382	28,315,191	-
Subscriptions received in advance from exercises of warrants	20	1,539,000	35,477,257	-
Retained earnings				
Appropriated				
Statutory reserve		122,000,000	122,000,000	122,000,000
General reserve		400,000,000	400,000,000	400,000,000
Unappropriated	3.1	12,320,311,356	9,761,362,477	6,872,550,441
Other component of owners' equity				
Revaluation surplus on available-for-sale investments - net of relevant income taxes	3.1, 8.6	5,009,544,705	5,153,372,833	1,982,166,524
Total owners' equity		21,966,451,436	19,464,769,069	13,276,538,233
Total liabilities and owners' equity		167,384,233,928	143,567,314,601	112,799,646,373
		-	-	-

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

Directors

(Unaudited but reviewed)

Bangkok Life Assurance Public Company Limited**Statements of income****For the three-month periods ended 30 September 2013 and 2012**

	Note	2013	2012 (Restated)
(Unit: Baht)			
Revenues			
Net premium written	23,26	8,371,996,102	7,624,839,211
Net investment income		1,909,293,067	1,550,846,853
Total revenues		<u>10,281,289,169</u>	<u>9,175,686,064</u>
Expenses			
Underwriting			
Life policy reserves increased from prior period	23	5,445,562,547	5,097,306,025
Benefit payments under life policies and benefit adjustment expenses	23	2,129,788,497	1,526,437,921
Claims and losses adjustment expenses	23,26	346,327,121	395,160,356
Commissions and brokerages expenses	23,26	609,643,357	609,185,251
Sales promotional expenses	23	65,056,029	60,719,306
Other underwriting expenses	23,26	7,981,888	7,145,637
Operating expenses	24	443,048,162	364,440,724
Total underwriting expenses		<u>9,047,407,601</u>	<u>8,060,395,220</u>
Profits from underwriting		1,233,881,568	1,115,290,844
Gains on investments	8.5	105,280,065	92,737,332
Fair value losses	25	(17,280,479)	(3,185,159)
Other income		11,899,330	4,582,983
Profits from operations		<u>1,333,780,484</u>	<u>1,209,426,000</u>
Contribution to the Office of Insurance Commission		13,822,415	12,698,458
Contribution to the Life Insurance Fund		8,497,667	7,721,199
Profits before income tax expenses		<u>1,311,460,402</u>	<u>1,189,006,343</u>
Income tax expenses	3.1, 11.2	210,501,500	239,545,808
Profits for the periods	3.1	<u>1,100,958,902</u>	<u>949,460,535</u>
Earnings per share	3.1, 29		
Basic earnings per share			
Profits for the periods		<u>0.909</u>	<u>0.791</u>
Diluted earnings per share			
Profits for the periods		<u>0.907</u>	<u>0.785</u>

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

(Unaudited but reviewed)

Bangkok Life Assurance Public Company Limited

Statements of comprehensive income

For the three-month periods ended 30 September 2013 and 2012

	Note	2013	2012 (Restated)
Profits for the periods		1,100,958,902	949,460,535
Other comprehensive income (loss)			
Gains (losses) on revaluation of available-for-sale investments		(763,669,218)	1,391,161,256
(Gains) losses on sales of available-for-sale investments during the periods transferred to be recognised in statements of income		37,655,533	(52,492,936)
Total other comprehensive income (loss) for the periods		(726,013,685)	1,338,668,320
Add (less): Relevant income taxes	11.2	145,202,737	(267,733,664)
Other comprehensive income (loss) for the periods - net of relevant income taxes	3.1	(580,810,948)	1,070,934,656
Total comprehensive income for the periods		520,147,954	2,020,395,191

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

(Unaudited but reviewed)

Bangkok Life Assurance Public Company Limited**Statements of income (Continued)****For the nine-month periods ended 30 September 2013 and 2012**

	Note	2013	2012 (Restated)
(Unit: Baht)			
Revenues			
Net premium written	23,26	30,445,497,127	26,400,749,763
Net investment income		5,287,890,874	4,236,028,451
Total revenues		35,733,388,001	30,636,778,214
Expenses			
Underwriting			
Life policy reserves increased from prior period	23	21,206,652,521	17,913,290,488
Benefit payments under life policies and benefit adjustment expenses	23	6,073,072,823	4,756,336,220
Claims and losses adjustment expenses	23,26	964,128,084	1,087,445,409
Commissions and brokerages expenses	23,26	2,115,028,643	2,119,818,151
Sales promotional expenses	23	245,981,416	244,549,762
Other underwriting expenses	23,26	22,140,033	19,398,326
Operating expenses	24	1,299,806,289	1,045,156,002
Total underwriting expenses		31,926,809,809	27,185,994,358
Profits from underwriting		3,806,578,192	3,450,783,856
Gains on investments	8.5	505,336,735	400,816,584
Fair value losses	25	(59,525,173)	(9,773,732)
Other income		27,082,934	11,384,594
Profits from operations		4,279,472,688	3,853,211,302
Contribution to the Office of Insurance Commission		55,405,212	45,022,934
Contribution to the Life Insurance Fund		30,937,395	26,805,110
Profits before income tax expenses		4,193,130,081	3,781,383,258
Income tax expenses	3.1, 11.2	717,433,865	816,933,924
Profits for the periods	3.1	3,475,696,216	2,964,449,334
Earnings per share	3.1, 29		
Basic earnings per share			
Profits for the periods		2.872	2.470
Diluted earnings per share			
Profits for the periods		2.863	2.452

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

(Unaudited but reviewed)

Bangkok Life Assurance Public Company Limited

Statements of comprehensive income (Continued)

For the nine-month periods ended 30 September 2013 and 2012

	Note	2013	2012 (Restated)
Profits for the periods		3,475,696,216	2,964,449,334
Other comprehensive income			
Gains on revaluation of available-for-sale investments		120,473,893	3,242,078,911
Gains on sales of available-for-sale investments transferred to be recognised in profits from operation during the periods		(300,259,053)	(586,700,667)
Total other comprehensive income (loss) for the periods		(179,785,160)	2,655,378,244
Add (less): Relevant income taxes	11.2	35,957,032	(531,075,649)
Other comprehensive income (loss) for the periods - net of relevant income taxes	3.1	(143,828,128)	2,124,302,595
Total comprehensive income for the periods		3,331,868,088	5,088,751,929

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

(Unaudited but reviewed)

Bangkok Life Assurance Public Company Limited

Statements of cash flows

For the nine-month periods ended 30 September 2013 and 2012

	(Unit: Baht)	
	2013	2012
Cash flows from operating activities		
Net premium written	29,818,984,584	26,958,051,628
Interest income	4,002,409,576	3,263,941,276
Dividend income	668,141,117	684,566,626
Other investment income	546,745,927	423,789,666
Other income	27,190,953	11,538,052
Benefit payments under life policies during the periods	(6,517,143,671)	(5,412,732,394)
Dividends to policyholders	(104,677,000)	(53,657,900)
Commissions and brokerages	(2,171,796,212)	(2,122,275,367)
Other underwriting expenses	(266,766,026)	(230,313,130)
Operating expenses	(1,254,027,440)	(1,117,145,989)
Other expenses	(93,900,752)	(81,622,399)
Corporate income taxes	(1,522,128,002)	(1,619,790,988)
Net cash provided by operating activities	23,133,033,054	20,704,349,081
Cash flows from investing activities		
Cash flows from		
Investments in securities	30,603,986,512	69,542,336,670
Loans	517,394,800	585,344,840
Deposits at financial institutions	18,155,000,000	1,585,000,000
Equipment	20,039	70,851
Cash from investing activities	49,276,401,351	71,712,752,361
Cash flows used in		
Investments in securities	(52,745,394,211)	(90,808,518,914)
Loans	(828,782,574)	(862,357,604)
Deposits at financial institutions	(18,195,000,000)	(450,000,000)
Premises and equipment	(47,066,001)	(66,931,978)
Cash used in investing activities	(71,816,242,786)	(92,187,808,496)
Net cash used in investing activities	(22,539,841,435)	(20,475,056,135)

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

(Unaudited but reviewed)

Bangkok Life Assurance Public Company Limited

Statements of cash flows (Continued)

For the nine-month periods ended 30 September 2013 and 2012

	(Unit: Baht)	
	2013	2012
Cash flows from financing activities		
Proceeds from share capital increase as a result of warrant exercises	56,707,425	-
Subscriptions received in advance from exercise of warrants	1,539,000	64,420,043
Repayments on loans	(200,000,000)	-
Dividends paid	(916,747,337)	(834,739,700)
Net cash used in financing activities	<u>(1,058,500,912)</u>	<u>(770,319,657)</u>
Net decrease in cash and cash equivalents	(465,309,293)	(541,026,711)
Cash and cash equivalents at beginning of the periods	<u>865,845,947</u>	<u>2,736,720,476</u>
Cash and cash equivalents at end of the periods	<u><u>400,536,654</u></u>	<u><u>2,195,693,765</u></u>

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

(Unaudited but reviewed)

Bangkok Life Assurance Public Company Limited

Statements of changes in owners' equity

For the nine-month periods ended 30 September 2013 and 2012

(Unit: Baht)

	Note	Issued and fully paid-up share capital	Share premium	Capital reserve for share-based payment transactions	Subscriptions received in advance from exercise of warrants	Retained earnings			Other component of owners' equity - Revaluation surplus on of available-for-sale investments - net of relevant income taxes	Total
						Appropriated		Unappropriated		
						Statutory reserve	General reserve			
Balance as at 31 December 2011										
- as previously reported		1,200,000,000	2,699,821,268	-	-	122,000,000	400,000,000	6,531,692,293	2,477,708,155	13,431,221,716
Adjustments of cumulative effect of the change in accounting policy regarding income taxes	3.1	-	-	-	-	-	-	340,858,148	(495,541,631)	(154,683,483)
Balance as at 1 January 2012		1,200,000,000	2,699,821,268	-	-	122,000,000	400,000,000	6,872,550,441	1,982,166,524	13,276,538,233
Share-based payments	21	-	-	18,876,794	-	-	-	-	-	18,876,794
Subscriptions received in advance from exercises of warrants		-	-	-	64,420,043	-	-	-	-	64,420,043
Dividend paid	22	-	-	-	-	-	-	(843,739,700)	-	(843,739,700)
Total comprehensive income for the period - as restated		-	-	-	-	-	-	2,964,449,334	2,124,302,595	5,088,751,929
Balance as at 30 September 2012- as restated		<u>1,200,000,000</u>	<u>2,699,821,268</u>	<u>18,876,794</u>	<u>64,420,043</u>	<u>122,000,000</u>	<u>400,000,000</u>	<u>8,993,260,075</u>	<u>4,106,469,119</u>	<u>17,604,847,299</u>
Balance as at 31 December 2012										
- as previously reported		1,204,771,855	2,759,469,456	28,315,191	35,477,257	122,000,000	400,000,000	8,981,322,350	6,441,716,041	19,973,072,150
Adjustments of cumulative effect of the change in accounting policy regarding income taxes	3.1	-	-	-	-	-	-	780,040,127	(1,288,343,208)	(508,303,081)
Balance as at 31 December 2012 - as restated		<u>1,204,771,855</u>	<u>2,759,469,456</u>	<u>28,315,191</u>	<u>35,477,257</u>	<u>122,000,000</u>	<u>400,000,000</u>	<u>9,761,362,477</u>	<u>5,153,372,833</u>	<u>19,464,769,069</u>
Share-based payments	20, 21	-	-	28,315,191	-	-	-	-	-	28,315,191
Share capital increase as a result of warrant exercises	20	6,828,495	85,356,187	-	(35,477,257)	-	-	-	-	56,707,425
Subscriptions received in advance from exercises of warrants	21	-	-	-	1,539,000	-	-	-	-	1,539,000
Dividend paid	22	-	-	-	-	-	-	(916,747,337)	-	(916,747,337)
Total comprehensive income (loss) for the period		-	-	-	-	-	-	3,475,696,216	(143,828,128)	3,331,868,088
Balance as at 30 September 2013		<u>1,211,600,350</u>	<u>2,844,825,643</u>	<u>56,630,382</u>	<u>1,539,000</u>	<u>122,000,000</u>	<u>400,000,000</u>	<u>12,320,311,356</u>	<u>5,009,544,705</u>	<u>21,966,451,436</u>
		-	-	-	-	-	-	-	-	-

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

Bangkok Life Assurance Public Company Limited

Notes to interim financial statements

For the three-month and nine-month periods ended 30 September 2013 and 2012

1. Corporate information

Bangkok Life Assurance Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. Its major shareholder is Nippon Life Insurance Company, which was incorporated in Japan. The Company is principally engaged in the provision of life insurance services. The registered office of the Company is at No. 23/115-121, Royal City Avenue, Rama 9 Road, Bangkok Sub-district, Huaykwang District, Bangkok.

2. Basis of preparation of interim financial statement

These interim financial statements are prepared in accordance with Accounting Standard No. 34 (revised 2009) : Interim Financial Reporting, and the requirements in the Declaration dated 27 May 2010 of the Office of the Insurance Commission, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, income, comprehensive income, changes in owners’ equity and cash flows in the same format as that used in its preparation of the annual financial statements.

These interim financial statements are 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. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

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

3. New accounting standards

Below is a summary of accounting standards that became effective in the current accounting period and those that will become effective in the future.

3.1 Accounting standards that became effective in the current accounting period

Accounting standards:

TAS 12	Income Taxes
TAS 20 (revised 2009)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (revised 2009)	The Effects of Changes in Foreign Exchange Rates

Financial Reporting Standard:

TFRS 8	Operating Segments
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Accounting Standard Interpretations:

TSIC 10	Government Assistance - No Specific Relation to Operating Activities
TSIC 21	Income Taxes - Recovery of Revalued Non-Depreciable Assets
TSIC 25	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders

Accounting Treatment Guidance for Transfers of Financial Assets

The above Thai accounting standards, Thai financial reporting standard, accounting standard interpretations and accounting treatment guidance do not have a significant impact on these financial statements, except for TAS 12 : Income Taxes, the accounting policy of which can be summarised in Note 4 to the interim financial statements.

Hence, the Company recognised the effects as a result of such change in accounting policy by restating its prior period's financial statements, presented as comparative information, as if it had always adopted deferred tax accounting and presented them under the caption of "Adjustments of cumulative effects of the change in accounting policy regarding income taxes" in the statements of changes in owners' equity.

(Unaudited but reviewed)

The amounts of adjustments to the statements of financial position, income and comprehensive income from the first-time adoption of such accounting standard are summarised below.

	(Unit: Million Baht)		
	30 September 2013	31 December 2012	1 January 2012
Statements of financial position			
Deferred tax assets were			
increased by	1,282	780	340
Deferred tax liabilities were			
increased by	1,253	1,288	495
Unappropriated retained earnings			
were increased by	1,282	780	340
Other component of owners' equity			
was decreased by	1,253	1,288	495

	(Unit: Million Baht)			
	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2013	2012	2013	2012
Statements of income				
Income tax expenses was				
decreased by	80	105	502	399
Profits for the periods were				
increased by	80	105	502	399
Basic earnings per share was				
increased by (Baht per share)	0.066	0.088	0.415	0.332
Diluted earnings per share was				
increased by (Baht per share)	0.065	0.087	0.413	0.330
Statements of comprehensive income				
Other comprehensive income (loss)				
was decreased by	145	(268)	36	(531)

3.2 Accounting standards that will become effective in the future

	<u>Effective date</u>
Accounting Standard:	
TAS 12 (revised 2012) Income taxes	1 January 2014
Financial Reporting Standard:	
TFRS 4 Insurance Contracts	1 January 2016
Accounting Standard Interpretation:	
TSIC 15 Operating Leases - Incentives	1 January 2014
TSIC 27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease	1 January 2014
TSIC 29 Service Concession Arrangements: Disclosures	1 January 2014
TSIC 32 Intangible Assets - Web Site Costs	1 January 2014
Financial Reporting Standard Interpretations:	
TFRIC 1 Changes in Existing Decommissioning, Restoration and Similar Liabilities	1 January 2014
TFRIC 4 Determining whether an Arrangement contains a Lease	1 January 2014
TFRIC 5 Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds	1 January 2014
TFRIC 7 Applying the Restatement Approach under TAS 29 <i>Financial Reporting in Hyperinflationary Economies</i>	1 January 2014
TFRIC 10 Interim Financial Reporting and Impairment	1 January 2014
TFRIC 12 Service Concession Arrangements	1 January 2014
TFRIC 13 Customer Loyalty Programmes	1 January 2014
TFRIC 17 Distributions of Non-cash Assets to Owners	1 January 2014
TFRIC 18 Transfers of Assets from Customers	1 January 2014

The management of the Company has assessed the effect of the above accounting standard, financial reporting standard, accounting standard interpretations and financial reporting standard interpretations and believes that they are not relevant to the business of the Company or have no significant impact on the financial statements when they are initially applied, except TFRS 4, for which the management is still evaluating the first-year impact to the financial statements and has yet to reach a conclusion.

4. Significant accounting policies

These interim financial statements are prepared using the same accounting policies and methods of computation as that were used for the financial statements for the year ended 31 December 2012, except for the first-time adoption of TAS 12 : Income Taxes.

Accounting policy on income taxes can be summarised as below.

Income taxes

Income tax expenses represent the sum of income taxes currently payable and deferred income taxes.

Current income taxes

Current income taxes are provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred income taxes

Deferred income tax is provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of the reporting periods.

The Company recognises deferred tax liabilities for all taxable temporary differences while they recognise deferred tax assets for all deductible temporary differences and tax losses brought forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences and tax losses brought forward can be utilised.

(Unaudited but reviewed)

At each reporting date, the Company reviews and reduces the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

The Company records deferred tax directly to owners' equity if the taxes relate to items that are recorded directly to owners' equity.

5. Cash and cash equivalents

	(Unit: Baht)	
	<u>30 September 2013</u>	<u>31 December 2012</u>
Cash on hand	3,352,454	6,438,416
Deposits at banks with no fixed maturity date	397,184,200	859,407,531
Deposits at banks with fixed maturity date	<u>790,000,000</u>	<u>750,000,000</u>
Total cash and deposits at financial institutions	1,190,536,654	1,615,845,947
Less: Deposits at banks and financial institutions with an original maturity period of longer than 3 months	<u>(790,000,000)</u>	<u>(750,000,000)</u>
Cash and cash equivalents - net	<u><u>400,536,654</u></u>	<u><u>865,845,947</u></u>

As at 30 September 2013, interest rates on saving accounts, fixed deposits and promissory notes are in the range of 0.625% - 6.10% per annum (31 December 2012: 0.063% - 6.10% per annum).

6. Premium receivables

As at 30 September 2013 and 31 December 2012, the outstanding balances of premium receivables, classified by overdue period, counted from the due dates under the stipulated credit terms, are as follows:

	(Unit: Baht)		
	<u>30 September 2013</u>		
	<u>Due from the insured</u>	<u>Due from agents and brokers</u>	<u>Total</u>
Not yet due	1,871,519,392	87,673,370	1,959,192,762
Overdue			
Not over 30 days	90,138,470	14,611,328	104,749,798
Over 30 days to 60 days	155,309	6,866,542	7,021,851
Over 60 days to 90 days	589,328	17,409,210	17,998,538
Over 90 days to 1 year	29,915	1,025,937	1,055,852
Over 1 year	<u>312,340</u>	<u>390,721</u>	<u>703,061</u>
Total premium receivables	<u><u>1,962,744,754</u></u>	<u><u>127,977,108</u></u>	<u><u>2,090,721,862</u></u>

(Unaudited but reviewed)

(Unit: Baht)

	31 December 2012		
	Due from insured	Due from agents and brokers	Total
Not yet due	1,561,794,383	27,009,885	1,588,804,268
Overdue			
Not over 30 days	192,880	7,344,220	7,537,100
Over 30 days to 60 days	970,342	5,327,853	6,298,195
Over 60 days to 90 days	1,208,521	3,986,228	5,194,749
Over 90 days to 1 year	1,655,794	2,828,770	4,484,564
Over 1 year	10,315	400,448	410,763
Total premium receivables	<u>1,565,832,235</u>	<u>46,897,404</u>	<u>1,612,729,639</u>

For premium receivables due from agents and brokers, the Company has determined criteria in collections from those debtors in order to be in compliance with the stipulated credit terms. For overdue premium receivables, the Company has taken legal process with agents and brokers on a case by case basis.

7. Reinsurance assets

(Unit: Baht)

	30 September 2013	31 December 2012
Insurance reserve refundable from reinsurers	56,099,867	66,994,992
Amounts due from reinsurers	498,437,851	443,017,820
Reinsurance assets	<u>554,537,718</u>	<u>510,012,812</u>

As at 30 September 2013 and 31 December 2012, the outstanding balances of amounts due from reinsurers, classified by overdue period, are as follows:

(Unit: Baht)

	30 September 2013	31 December 2012
Not yet due	498,437,851	443,017,820
Total amounts due from reinsurers	<u>498,437,851</u>	<u>443,017,820</u>

8. Investments in securities

8.1 Classified by investment types

(Unite: Baht)

	30 September 2013		31 December 2012	
	Cost/		Cost/	
	Amortised cost	Fair value	Amortised cost	Fair value
Trading investments				
Government and state enterprise securities	302,725,557	297,081,300	476,046,230	477,236,368
Domestic equity securities	19,000,000	19,000,000	-	-
Add (less): Unrealised gains (losses)	(5,644,257)	-	1,190,138	-
Trading investments - net	316,081,300	316,081,300	477,236,368	477,236,368
Available-for-sale investments				
Government and state enterprise securities	1,998,775,007	2,021,396,301	3,098,389,385	3,169,558,338
Domestic equity securities	7,648,352,374	13,501,231,241	6,636,430,938	12,670,085,840
Domestic investment units	2,543,957,755	2,609,434,114	1,327,416,487	1,520,087,613
Foreign investment units	1,213,438,000	1,536,988,672	921,608,000	1,035,599,569
Total	13,404,523,136	19,669,050,328	11,983,844,810	18,395,331,360
Add: Unrealised gains	6,264,527,192	-	6,411,486,550	-
Total available-for-sale investments	19,669,050,328	19,669,050,328	18,395,331,360	18,395,331,360
Held-to-maturity investments				
Government and state enterprise securities	104,604,079,190		90,327,084,144	
Private enterprises debt securities	20,753,122,616		18,812,126,696	
Foreign debt securities	10,977,282,259		6,170,570,422	
Deposits at financial institutions with an original maturity of longer than 3 months	790,000,000		750,000,000	
Total held-to-maturity investments	137,124,484,065		116,059,781,262	
General investments				
Domestic equity securities	29,887,830		29,887,830	
Foreign equity securities	17,074,400		17,074,400	
Total general investments	46,962,230		46,962,230	

8.2 Classified by remaining periods to maturity

Investments in debt securities as at 30 September 2013 and 31 December 2012, classified by remaining periods to maturity, are as follows:

	30 September 2013			
	Periods to maturity			
	Within 1 year	1 - 5 years	Over 5 years	Total
Trading investments				
Government and state enterprise securities	-	-	302,725,557	302,725,557
Less: Unrealised losses	-	-	(5,644,257)	(5,644,257)
Trading investments - net	-	-	297,081,300	297,081,300
Available-for-sale investments				
Government and state enterprise securities	-	698,155,318	1,300,619,689	1,998,775,007
Add: Unrealised gains	-	5,615,807	17,005,487	22,621,294
Total available-for-sale investments	-	703,771,125	1,317,625,176	2,021,396,301
Held-to-maturity investments				
Government and state enterprise securities	632,700,905	8,804,665,618	95,166,712,667	104,604,079,190
Private enterprises debt securities	1,575,000,000	3,324,000,000	15,854,122,616	20,753,122,616
Foreign debt securities	580,922,737	3,298,202,340	7,098,157,182	10,977,282,259
Deposits at financial institutions with an original maturity of longer than 3 months	490,000,000	300,000,000	-	790,000,000
Total held-to-maturity investments	3,278,623,642	15,726,867,958	118,118,992,465	137,124,484,065

(Unit: Baht)

	31 December 2012			
	Periods to maturity			
	Within 1 year	1 - 5 years	Over 5 years	Total
Trading investments				
Government and state enterprise securities	-	-	476,046,230	476,046,230
Add: Unrealised gains	-	-	1,190,138	1,190,138
Trading investments - net	-	-	477,236,368	477,236,368
Available-for-sale investments				
Government and state enterprise securities	-	1,718,370,905	1,380,018,480	3,098,389,385
Add: Unrealised gains	-	23,446,166	47,722,787	71,168,953
Total available-for-sale investments	-	1,741,817,071	1,427,741,267	3,169,558,338
Held-to-maturity investments				
Government and state enterprise securities	1,945,276,725	8,024,048,763	80,357,758,656	90,327,084,144
Private enterprises debt securities	560,000,000	4,128,000,000	14,124,126,696	18,812,126,696
Foreign debt securities	380,704,403	3,751,860,952	2,038,005,067	6,170,570,422
Deposits at financial institutions with an original maturity of longer than 3 months	50,000,000	700,000,000	-	750,000,000
Total held-to-maturity investments	2,935,981,128	16,603,909,715	96,519,890,419	116,059,781,262

8.3 Investments in structured notes

Investments in structured notes, which are classified as held-to-maturity investments, consisted of the followings.

- (a) As at 30 September 2013 and 31 December 2012, the Company has investments of Baht 900 million and Baht 1,400 million, respectively, in promissory notes and bills of exchange, which were issued by local banks and branches of foreign commercial banks, have remaining lives of 6 - 15 years, and contain conditions whereby the issuer has call option or has rights to call for additional deposits.
- (b) As at 30 September 2013 and 31 December 2012, the Company has investments of Baht 1,750 million and Baht 1,570 million, respectively, in promissory notes and bills of exchange, which were issued by branches of foreign commercial banks, have remaining lives of 3 years, and contain conditions whereby the issuer has a call option and additional amounts can be deposited on a monthly basis and settlement of principal and interest is to be received on the maturity date per the agreement.
- (c) As at 30 September 2013 and 31 December 2012, the Company has investments of Baht 3,600 million and Baht 3,600 million, respectively, in promissory notes and bills of exchange, which were issued by branches of foreign commercial banks, have remaining lives of 6 - 9 years, and bear interest that is reference to the yield rate on government bond (CMT Index).
- (d) As at 30 September 2013 and 31 December 2012, the Company has investments of Baht 2,328 million and Baht 1,702 million, respectively, in promissory notes and bills of exchange, which were issued by branches of foreign commercial banks, have remaining lives of 7 - 15 years, and contain conditions whereby redemption of the notes and bills is based on the credit event of the reference assets.
- (e) As at 30 September 2013, the Company has investments of Baht 710 million, in promissory notes and bills of exchange, which were issued by branches of foreign commercial banks, have remaining lives of 20 years, The bank has placed government bonds equivalent to 70-80% of the face values of the issued promissory notes and bills of exchange as collateral and such issues contain conditions whereby the redemption of the notes and bills is based on the credit event of the reference assets.

(Unaudited but reviewed)

The above promissory notes and bills of exchange contain embedded derivatives that are not closely related to the host contracts, except for investments in (b) above.

8.4 Investments subject to restriction

As at 30 September 2013 and 31 December 2012, the Company has placed government and state enterprise bonds of Baht 28,260 million and Baht 20,836 million, respectively with the Registrar as securities and reserves as described in Notes 27 and 28 to the interim financial statements.

8.5 Gains on investments

Gains on investments for the three-month and nine-month periods ended 30 September 2013 and 2012 consisted of:

(Unit: Baht)

	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2013	2012	2013	2012
Gains on sales of investments				
Trading investments	19,505,185	4,064,457	29,355,669	131,627,839
Available-for-sale investments	80,784,185	88,672,875	421,649,095	269,188,745
Held-to-maturity investments	4,990,695	-	54,331,971	-
Total	<u>105,280,065</u>	<u>92,737,332</u>	<u>505,336,735</u>	<u>400,816,584</u>

8.6 Revaluation surplus on available-for-sale investments

(Unit: Baht)

	For the nine-month	For the
	period ended	year ended
	30 September 2013	31 December 2012
Revaluation surplus on available-for-sale investments - beginning of the period/year	6,441,716,041	2,477,708,155
Gains on revaluation during the period/year	120,473,893	4,537,681,934
Gains on sales of available-for-sale investments during the period/year transferred to be recognised in statements of income	<u>(300,259,053)</u>	<u>(573,674,048)</u>
Revaluation surplus on available-for-sale investments - end of the period/year	6,261,930,881	6,441,716,041
Less: Relevant income taxes	<u>(1,252,386,176)</u>	<u>(1,288,343,208)</u>
Revaluation surplus on available-for-sale investments - net of relevant income taxes	<u>5,009,544,705</u>	<u>5,153,372,833</u>

9. Loans and accrued interest receivables

As at 30 September 2013 and 31 December 2012, the balances of loans and accrued interest receivables, classified by overdue periods, are as follows:

(Unit: Baht)

Overdue periods	30 September 2013								
	Policy loans		Mortgage loans		Other loans		Total		
	Principal	Accrued interest	Principal	Accrued interest	Principal	Accrued interest	Principal	Accrued interest	Total
Current	2,947,869,659	213,068,636	265,106,808	201,614	16,188,455	-	3,229,164,922	213,270,250	3,442,435,172
Overdue:									
6 - 12 months	-	-	335,121	1,478	-	-	335,121	1,478	336,599
Over 12 months	-	-	1,196,246	79,478	125,481	1,583	1,321,727	81,061	1,402,788
Total	2,947,869,659	213,068,636	266,638,175	282,570	16,313,936	1,583	3,230,821,770	213,352,789	3,444,174,559
Less: Allowance for doubtful accounts	-	-	(66,408)	(79,478)	-	-	(66,408)	(79,478)	(145,886)
Loans and accrued interest receivables - net	<u>2,947,869,659</u>	<u>213,068,636</u>	<u>266,571,767</u>	<u>203,092</u>	<u>16,313,936</u>	<u>1,583</u>	<u>3,230,755,362</u>	<u>213,273,311⁽¹⁾</u>	<u>3,444,028,673</u>

⁽¹⁾ This amount included as a part of "Accrued investment income - net" in statements of financial position.

(Unit: Baht)

Overdue periods	31 December 2012								
	Policy loans		Mortgage loans		Other loans		Total		
	Principal	Accrued interest	Principal	Accrued interest	Principal	Accrued interest	Principal	Accrued interest	Total
Current	2,379,924,493	177,370,233	250,004,809	27,795	17,274,290	-	2,647,203,592	177,398,028	2,824,601,620
Overdue:									
Less than 6 months	-	-	639,699	3,143	-	-	639,699	3,143	642,842
6 - 12 months	-	-	-	-	16,188	-	16,188	-	16,188
Over 12 months	-	-	1,222,637	79,478	84,713	1,583	1,307,350	81,061	1,388,411
Total	2,379,924,493	177,370,233	251,867,145	110,416	17,375,191	1,583	2,649,166,829	177,482,232	2,826,649,061
Less: Allowance for doubtful accounts	-	-	(66,408)	(79,478)	-	-	(66,408)	(79,478)	(145,886)
Loans and accrued interest receivables - net	<u>2,379,924,493</u>	<u>177,370,233</u>	<u>251,800,737</u>	<u>30,938</u>	<u>17,375,191</u>	<u>1,583</u>	<u>2,649,100,421</u>	<u>177,402,754⁽¹⁾</u>	<u>2,826,503,175</u>

⁽¹⁾ This amount included as a part of "Accrued investment income - net" in statements of financial position.

Loans to employees under the employee welfare scheme are set for a credit limit of Baht 100,000 to each employee for personal guarantee loans and of not to exceed 50 times the employee's salary to each employee for secured loans. The interest rates charged are at the rates of 6 percent and 5 percent per annum, respectively. As at 30 September 2013 and 31 December 2012, loans to employees and agents totalled Baht 68 million and Baht 69 million, respectively.

10. Premises and equipment

(Unit: Baht)

	Land	Buildings and improvements	Condominium	Office furniture, fixture and equipment	Motor vehicles	Properties foreclosed	Construction in progress	Total
Net book value as								
at 1 January 2013	97,240,890	83,121,824	19,842,017	88,877,888	4,422,284	5,010,027	6,440,000	304,954,930
Additions during the period								
- at cost	-	9,282,121	-	30,196,700	5,078,680	-	2,508,500	47,066,001
Disposals during the period								
- net book value	-	-	-	(20,827)	-	-	-	(20,827)
Depreciation charges for the period	-	(11,062,209)	(1,373,736)	(35,637,436)	(2,388,179)	(67,500)	-	(50,529,060)
Net book value as								
at 30 September 2013	<u>97,240,890</u>	<u>81,341,736</u>	<u>18,468,281</u>	<u>83,416,325</u>	<u>7,112,785</u>	<u>4,942,527</u>	<u>8,948,500</u>	<u>301,471,044</u>

11. Deferred tax assets/liabilities and income tax expenses

11.1 Deferred tax assets/liabilities

Deferred tax assets and deferred tax liabilities consisted of tax effects on temporary differences as shown below.

(Unit: Baht)

	30 September 2013	31 December 2012 (Restated)	1 January 2012	Changes in deferred tax assets/liabilities reported in the statements of income and comprehensive income			
				For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
				2013	2012 (Restated)	2013	2012 (Restated)
Deferred tax assets							
Life policy reserves	1,228,403,107	732,914,999	304,326,534	69,659,803 ⁽¹⁾	105,646,911 ⁽¹⁾	495,488,108 ⁽¹⁾	394,130,195 ⁽¹⁾
Loss reserves and outstanding claims	18,888,634	16,106,215	11,657,911	1,087,780 ⁽¹⁾	(2,612,723) ⁽¹⁾	2,782,419 ⁽¹⁾	2,562,487 ⁽¹⁾
Provisions for long-term employee benefits	34,412,804	31,051,459	24,224,229	1,120,448 ⁽¹⁾	981,865 ⁽¹⁾	3,361,345 ⁽¹⁾	2,945,596 ⁽¹⁾
Others	485,854	29,177	25,794	(99,254) ⁽¹⁾	-	456,677 ⁽¹⁾	3,382 ⁽¹⁾
Total deferred tax assets	<u>1,282,190,399</u>	<u>780,101,850</u>	<u>340,234,468</u>				
Deferred tax liabilities							
Investments							
Trading investments	465,540	61,723	(623,680)	(7,718,531) ⁽¹⁾	(1,439,168) ⁽¹⁾	403,817 ⁽¹⁾	685,316 ⁽¹⁾
Available-for-sale investments	1,252,386,176	1,288,343,208	495,541,631	(145,202,737) ⁽²⁾	267,733,664 ⁽²⁾	(35,957,032) ⁽²⁾	531,075,649 ⁽²⁾
Total deferred tax liabilities	<u>1,252,851,716</u>	<u>1,288,404,931</u>	<u>494,917,951</u>				
Total amounts recognised in statements of income⁽¹⁾				<u>64,050,246</u>	<u>102,576,885</u>	<u>502,492,366</u>	<u>400,326,976</u>
Total amounts recognised in statements of comprehensive income⁽²⁾				<u>(145,202,737)</u>	<u>267,733,664</u>	<u>(35,957,032)</u>	<u>531,075,649</u>

11.2 Income tax expenses

Income tax expenses for the three-month and nine-month periods ended 30 September 2013 and 2012 are made up as follows:

	(Unit: Baht)			
	For the three-month		For the nine-month	
	periods ended 30 September		periods ended 30 September	
	2013	2012	2013	2012
		(Restated)		(Restated)
Current income taxes:				
Corporate income tax charge	289,988,808	345,001,029	1,219,118,598	1,215,890,268
Deferred income taxes:				
Relating to origination and reversal of temporary differences	(79,487,308)	(105,455,221)	(501,684,733)	(398,956,344)
Income tax expenses recognised in statements of income	<u>210,501,500</u>	<u>239,545,808</u>	<u>717,433,865</u>	<u>816,933,924</u>

Reconciliations between income tax expenses and the product of accounting profits for the three-month and nine-month periods ended 30 September 2013 and 2012 and the applicable corporate income tax rates are as follows:

	(Unit: Baht)			
	For the three-month		For the nine-month	
	periods ended 30 September		periods ended 30 September	
	2013	2012	2013	2012
		(Restated)		(Restated)
Accounting profits before income tax expenses	<u>1,311,460,402</u>	<u>1,189,006,343</u>	<u>4,193,130,081</u>	<u>3,781,383,258</u>
Applicable corporate income tax rates	20%	23%	20%	23%
Income taxes at the applicable corporate income tax rates	262,292,080	273,471,459	838,626,016	869,718,149
Net tax effect on income or expenses that are not taxable or not deductible in determining taxable profits	(51,790,580)	(49,743,935)	(121,192,151)	(112,627,677)
Effects of changes in the applicable corporate income tax rates	-	15,818,284	-	59,843,452
Income tax expenses recognised in statements of income	<u>210,501,500</u>	<u>239,545,808</u>	<u>717,433,865</u>	<u>816,933,924</u>

(Unaudited but reviewed)

The amounts of income taxes relating to each component of other comprehensive income (loss) for the three-month and nine-month periods ended 30 September 2013 and 2012 are as follows:

	(Unit: Baht)			
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2013	2012	2013	2012
		(Restated)		(Restated)
Income taxes relating to:				
Gains (loss) on revaluation of available-for-sale investments	(152,733,843)	278,232,251	24,094,779	648,415,782
Gains (loss) on sales of available-for-sale investment transferred to be recognised in statements of income	7,531,106	(10,498,587)	(60,051,811)	(117,340,133)
Income taxes (revenues) expenses as reported in statements of comprehensive income	<u>(145,202,737)</u>	<u>267,733,664</u>	<u>(35,957,032)</u>	<u>531,075,649</u>

12. Other assets

	(Unit: Baht)	
	30 September 2013	31 December 2012
Prepaid rental expenses	84,565,004	93,410,039
Receivable from sales of investments	28,143,717	193,287,500
Prepaid expenses	88,960,098	24,459,693
Deposits	20,512,190	19,160,406
Others	10,567,047	17,661,265
Total	<u>232,748,056</u>	<u>347,978,903</u>

13. Due to reinsurers

	(Unit: Baht)	
	30 September 2013	31 December 2012
Outward premium payables	487,730,558	400,098,875
Total due to reinsurers	<u>487,730,558</u>	<u>400,098,875</u>

(Unaudited but reviewed)

14. Life policy reserves

	(Unit: Baht)	
	For the nine-month period ended 30 September 2013	For the year ended 31 December 2012
Balances - beginning of the period/year	111,259,206,400	88,386,403,850
Life policy reserves for premiums received during the period/year and increase reserves for enforced policies benefit and other claims	26,923,324,306	28,891,861,757
Benefit paid for death, maturity, surrender and other claims	<u>(5,716,671,785)</u>	<u>(6,019,059,207)</u>
Balances - end of the period/year	<u>132,465,858,921</u>	<u>111,259,206,400</u>

15. Unpaid policy benefits

	(Unit: Baht)	
	30 September 2013	31 December 2012
Death benefits	86,165,115	87,751,151
Maturity payments	<u>8,127,725</u>	<u>709,445</u>
Total	<u>94,292,840</u>	<u>88,460,596</u>

16. Loss reserves and outstanding claims

	(Unit: Baht)	
	For the nine-month period ended 30 September 2013	For the year ended 31 December 2012
Balances - beginning of the period/year	340,909,580	333,830,276
Claims and losses adjustment expenses for the period/year	1,275,074,163	2,033,661,404
Claims and losses adjustment expenses paid during the period/year	<u>(1,288,226,464)</u>	<u>(2,026,582,100)</u>
Balances - end of the period/year	<u>327,757,279</u>	<u>340,909,580</u>

(Unaudited but reviewed)

17. Premium reserves

17.1 Unearned premium reserves

(Unit: Baht)

	For the nine-month period ended 30 September 2013	For the year ended 31 December 2012
Balances - beginning of the period/year	1,078,120,949	1,085,196,967
Premium written for the period/year	2,182,193,007	2,695,302,374
Premium earned for the period/year	(2,150,857,828)	(2,702,378,392)
Balances - end of the period/year	<u>1,109,456,128</u>	<u>1,078,120,949</u>

17.2 Unexpired risk reserves

(Unit: Baht)

	For the nine-month period ended 30 September 2013	For the year ended 31 December 2012
Balances - beginning of the period/year	743,903,455	759,637,877
Increase (decrease) during the period/year	<u>21,621,274</u>	<u>(15,734,422)</u>
Balances - end of the period/year	<u>765,524,729</u>	<u>743,903,455</u>

18. Employee benefit payables

(Unit: Baht)

	<u>30 September 2013</u>	<u>31 December 2012</u>
Short-term employee benefits payables	129,857,773	111,701,364
Provisions for long-term employee benefits	<u>172,064,021</u>	<u>155,257,296</u>
Total employee benefit payables	<u>301,921,794</u>	<u>266,958,660</u>

(Unaudited but reviewed)

19. Other liabilities

	(Unit: Baht)	
	<u>30 September 2013</u>	<u>31 December 2012</u>
Accrued commission expenses	418,224,102	474,991,671
Accrued expenses	271,170,944	279,245,304
Withholding tax payable	55,599,086	57,780,393
Premiums received for policies not yet approved	211,635,956	102,988,520
Amounts received awaiting transfer	188,123,742	127,189,555
Payable to policyholders on exempted premiums	94,027,194	95,833,722
Forward exchange contracts payables	161,745,918	54,357,000
Payable on purchases of investments	15,353,474	243,882,562
Others	82,047,026	82,873,187
Total	<u>1,497,927,442</u>	<u>1,519,141,914</u>

20. Issued and paid-up share capital/share premium/capital reserve on share-based payments/subscriptions received in advance from exercises of warrants

Reconciliations for the nine-month period ended 30 September 2013 are as follows:

	Issued and fully paid-up share capital		Share premium	Capital reserve on share-based payments	Subscriptions received in advance from exercises of warrants
	Number of shares	Baht	Baht	Baht	Baht
Balances - beginning of the period	1,204,771,855	1,204,771,855	2,759,469,456	28,315,191	35,477,257
Issuance of ordinary shares as a result of exercise of Warrant No. 1	6,828,495	6,828,495	85,356,187	-	(35,477,257)
Proceeds from exercises of warrants (Note 21)	-	-	-	-	1,539,000
Expenses in respect of share-based payments - Warrant No. 2 (Note 21)	-	-	-	28,315,191	-
Balances - end of the period	<u>1,211,600,350</u>	<u>1,211,600,350</u>	<u>2,844,825,643</u>	<u>56,630,382</u>	<u>1,539,000</u>

21. Share-based payments - warrants

On 23 November 2007, the Extraordinary General Meeting No. 2 of the Company's shareholders passed a resolution approving the issuance of 20 million units of registered and non-transferrable warrants (Warrant No.1) to be allocated to employees. The Company already allocated 12.85 million units of Warrant No. 1 to employees, leaving 7.15 million units unallocated. On 26 April 2011, the Annual General Meeting of shareholders of the Company passed a resolution approving the cancellation of the unallocated 7.15 million units of Warrant No. 1 and the issuance of 7.15 million units of registered and non-transferrable warrants (Warrant No.2) in place of the cancelled Warrant No. 1. Warrant No. 2 was already allocated to employee and the grant date is stipulated to be 1 April 2012.

The allocations of warrants to employee can be summarised as follows:

Approved by	Number of units of warrants		
	Warrant No.1	Warrant No.2	Total
The Executive Board of Directors of the Company, on 29 May 2008	11,500,000	-	11,500,000
The Executive Board of Directors of the Company, on 11 August 2009	1,350,000	-	1,350,000
The Executive Board of Directors of the Company, on 22 February 2012	-	7,150,000	7,150,000
Total	12,850,000	7,150,000	20,000,000

These warrants expire the earlier of 5 years from the issue date and the termination date of employment. The exercise ratio is 1 unit of warrant to 1 new ordinary share and the exercise price is equal to Baht 13.50 per share for Warrant No.1 and Baht 35 per share for Warrant No.2. The first exercise date is 3 years from the grant date.

The issue of Warrant No.2 was approved by the Annual General Meeting of shareholders held after 1 January 2011, during which Thai Financial Reporting Standard No. 2 "Share-Based Payment" (TFRS 2) became effective. The Company therefore calculated the average fair value of the warrants at the grant date, which is Baht 20.45 per unit, in order to record expenses in respect of share-based payments in accordance with such accounting standard.

(Unaudited but reviewed)

The following information is used to determine fair value of the warrants.

Expected dividend yield	- 1.5%
Expected stock price volatility	- 39.9% (estimated with reference to historical price information of the Company)
Risk-free interest rate	- 3.51% - 3.64%
Expected life of warrants	- Not more than 5 years from the date of issuance or upon termination of an employee
Model used	- Black Schole - continuous model

Employee expenses in respect of share-based payments (Warrant No. 2) recognised for three-month and nine-month periods ended 30 September 2013 amounting to Baht 9 million and 28 million, respectively.

Movements of units of warrants during the nine-month period ended 30 September 2013 are summarised below.

	(Units)		
	Number of warrants		
	Warrants No.1	Warrants No.2	Total
Number of unexercised warrants at beginning of the period	5,350,200	7,150,000	12,500,200
Exercised during the period	(4,314,550)	-	(4,314,550)
Number of unexercised warrants at end of the period	<u>1,035,650</u>	<u>7,150,000</u>	<u>8,185,650</u>

During the nine-month period ended 30 September 2013, the Warrant No. 1 holders exercised 4,314,550 units of warrants at an exercise price of Baht 13.50 each. Details are summarised below.

	Units of warrants	Exercise price per share	Proceeds from exercises	Issued and paid up shares	Share Premium	Subscriptions received in advance from exercises of warrants	Share capital registration date	Listing date
		Baht	Baht	Baht	Baht	Baht		
The third exercise	3,401,500	13.50	45,920,250	3,401,500	42,518,750	-	25 April 2013	26 April 2013
The fourth exercise	799,050	13.50	10,787,175	799,050	9,988,125	-	16 July 2013	17 July 2013
The fifth exercise	<u>114,000</u>	13.50	<u>1,539,000</u>	-	-	<u>1,539,000</u>	18 October 2013	22 October 2013
Total	<u>4,314,550</u>		<u>58,246,425</u>	<u>4,200,550</u>	<u>52,506,875</u>	<u>1,539,000</u>		

22. Dividends paid

Dividends declared during the nine-month periods ended 30 September 2013 and 2012 consisted of the following:

	Approved by	Total dividend	Dividend per share
		(Million Baht)	(Baht)
Final dividend for 2012	Annual General Meeting of the Shareholders on 26 April 2013 and the OIC on 26 April 2013	433.65	0.36
Interim dividend from operations for six-month period ended 30 June 2013	Meeting of Board of Directors on 9 August 2013 and the OIC on 29 August 2013	<u>483.10</u>	<u>0.40</u>
Total dividend for the period 2013		<u><u>916.75</u></u>	<u><u>0.76</u></u>
Final dividend for 2011	Annual General Meeting of the Shareholders on 27 April 2012 and the OIC on 23 April 2012	405.42	0.34
Interim dividend from operations for six-month period ended 30 June 2012	Meeting of Board of Directors on 8 August 2012 and the OIC on 14 September 2012	<u>438.32</u>	<u>0.36</u>
Total dividend for the period 2012		<u><u>843.74</u></u>	<u><u>0.70</u></u>

23. Operating segment

The Company presented operating segment information in the same manner as that reported to the Office of the Insurance Commission (“OIC”) on the report of underwriting information reported by insurance categories since the management considered that the Company is operating its core business in a single segment (i.e. life insurance business) and in a single geographic area (i.e. Thailand) and has measured segment performance based on operating profit or loss on a basis consistent with that is used to prepare the report of underwriting information reported by insurance categories as reported to the OIC. Hence, all items as presented in these segment information are consistent to the Company’s internal reports that are regularly reviewed by the chief operating decision maker in order to make decision about allocation of resources to the segment and evaluate its performance. The chief operating decision maker has been identified as the Chief Executive Officer.

(Unaudited but reviewed)

Underwriting information classified by insurance categories for the three-month and nine-month periods ended 30 September 2013 and 2012 is as follows:

(Unit: Baht)

	For the three-month period ended 30 September 2013			Total
	Traditional products - no participating dividend	Life annuity products - no participating dividend	Personal accident	
Underwriting income				
Premium written	8,456,080,191	31,917,354	9,669,415	8,497,666,960
Less: Premium ceded	(121,247,834)	-	-	(121,247,834)
Net premium written	8,334,832,357	31,917,354	9,669,415	8,376,419,126
Add (less): Unearned premium reserve	(5,003,317)	-	580,293	(4,423,024)
Total underwriting income	8,329,829,040	31,917,354	10,249,708	8,371,996,102
Underwriting expenses				
Life policy reserves increased from prior period	5,423,054,625	22,507,922	-	5,445,562,547
Benefit payments under life policies and benefit adjustment expenses	2,128,291,811	1,496,686	-	2,129,788,497
Losses and losses adjustment expenses	343,216,305	-	3,110,816	346,327,121
Commissions and brokerage expenses	605,795,063	3,592,630	255,664	609,643,357
Sales promotional expenses	64,724,041	251,701	80,287	65,056,029
Other underwriting expenses	7,944,853	27,732	9,303	7,981,888
Total underwriting expenses	8,573,026,698	27,876,671	3,456,070	8,604,359,439

(Unaudited but reviewed)

(Unit: Baht)

For the three-month period ended 30 September 2012

	Traditional products - no participating dividend	Life annuity products - no participating dividend	Personal accident	Total
Underwriting income				
Premium written	7,695,478,887	14,599,457	11,120,148	7,721,198,492
Less: Premium ceded	(109,426,276)	-	-	(109,426,276)
Net premium written	7,586,052,611	14,599,457	11,120,148	7,611,772,216
Add: Unearned premium reserve	13,000,770	-	66,225	13,066,995
Total underwriting income	7,599,053,381	14,599,457	11,186,373	7,624,839,211
Underwriting expenses				
Life policy reserves increased from prior period	5,085,911,540	11,394,485	-	5,097,306,025
Benefit payments under life policies and benefit adjustment expenses	1,526,378,589	59,332	-	1,526,437,921
Losses and losses adjustment expenses	393,982,601	10,740	1,167,015	395,160,356
Commissions and brokerage expenses	606,722,119	2,212,673	250,459	609,185,251
Sales promotional expenses	60,512,270	115,439	91,597	60,719,306
Other underwriting expenses	7,121,735	13,810	10,092	7,145,637
Total underwriting expenses	7,680,628,854	13,806,479	1,519,163	7,695,954,496

(Unit: Baht)

For the nine-month period ended 30 September 2013

	Traditional products - no participating dividend	Life annuity products - no participating dividend	Personal accident	Total
Underwriting income				
Premium written	30,821,958,613	84,624,616	30,811,757	30,937,394,986
Less: Premium ceded	(460,562,680)	-	-	(460,562,680)
Net premium written	30,361,395,933	84,624,616	30,811,757	30,476,832,306
Add (less): Unearned premium reserve	(32,329,141)	-	993,962	(31,335,179)
Total underwriting income	30,329,066,792	84,624,616	31,805,719	30,445,497,127
Underwriting expenses				
Life policy reserves increased from prior period	21,130,869,786	75,782,735	-	21,206,652,521
Benefit payments under life policies and benefit adjustment expenses	6,071,304,823	1,768,000	-	6,073,072,823
Losses and losses adjustment expenses	956,357,087	-	7,770,997	964,128,084
Commissions and brokerage expenses	2,103,614,470	10,652,931	761,242	2,115,028,643
Sales promotional expenses	245,040,729	683,716	256,971	245,981,416
Other underwriting expenses	22,055,365	61,539	23,129	22,140,033
Total underwriting expenses	30,529,242,260	88,948,921	8,812,339	30,627,003,520

(Unaudited but reviewed)

(Unit: Baht)

	For the nine-month period ended 30 September 2012			Total
	Traditional products - no participating dividend	Life annuity products - no participating dividend	Personal accident	
Underwriting income				
Premium written	26,719,705,818	52,106,949	33,296,661	26,805,109,428
Add (less): Premium ceded	(436,517,254)	-	37,021	(436,480,233)
Net premium written	26,283,188,564	52,106,949	33,333,682	26,368,629,195
Add: Unearned premium reserve	31,488,516	-	632,052	32,120,568
Total underwriting income	26,314,677,080	52,106,949	33,965,734	26,400,749,763
Underwriting expenses				
Life policy reserves increased from prior period	17,872,358,541	40,931,947	-	17,913,290,488
Benefit payments under life policies and benefit adjustment expenses	4,756,123,384	212,836	-	4,756,336,220
Losses and losses adjustment expenses	1,083,395,057	32,772	4,017,580	1,087,445,409
Commissions and brokerage expenses	2,110,013,465	9,075,122	729,564	2,119,818,151
Sales promotional expenses	243,752,472	482,666	314,624	244,549,762
Other underwriting expenses	19,335,083	38,286	24,957	19,398,326
Total underwriting expenses	26,084,978,002	50,773,629	5,086,725	26,140,838,356

24. Operating expenses

(Unit: Baht)

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2013	2012	2013	2012
Personal expenses, which are not expenses for underwriting and claims	200,573,159	179,995,488	615,083,017	522,986,004
Premises and equipment expenses, which are not expenses for underwriting	37,874,830	38,560,315	113,236,571	114,361,288
Taxes and duties	46,156,500	38,415,648	135,210,251	100,615,603
Other operating expenses	158,443,673	107,469,273	436,276,450	307,193,107
Total operating expenses	443,048,162	364,440,724	1,299,806,289	1,045,156,002

25. Fair value losses

(Unit: Baht)

	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2013	2012	2013	2012
Unrealised gains (losses) from trading securities	(2,802,462)	11,100,841	(6,929,280)	(6,702,714)
Unrealised gains (losses) on foreign exchange contracts	(13,286,475)	16,450,643	(25,589,686)	26,479,906
Losses on exchange	(1,191,542)	(30,736,643)	(27,006,207)	(29,550,924)
Total fair value losses	<u>(17,280,479)</u>	<u>(3,185,159)</u>	<u>(59,525,173)</u>	<u>(9,773,732)</u>

26. Related party transactions

In considering each possible related party relationship, consideration is directed to the substance of the relationship over the legal form. The relationship between the Company and its related parties are summarised below.

Name of related parties	Type of business	Relationship with the Company
Bangkok Bank Pcl.	Banking	Shareholding and related by way of common directors
Bangkok Insurance Pcl.	Insurance	Shareholding and related by way of common directors
Thai Reinsurance Pcl.	Insurance	Related by way of common directors
Thaire Life Assurance Pcl. ⁽¹⁾	Life assurance	Subsidiary of Thai Reinsurance Pcl.
Sorachai Vivatn Co., Ltd.	Property development	Related by way of common directors
Bumrungrad Hospital Pcl.	Health care services	Related by way of common directors and shareholders
The Phyathai 1 Hospital Co., Ltd.	Health care services	Related by way of common directors
The Phyathai 2 Hospital Co., Ltd.	Health care services	Related by way of common directors
The Phyathai 3 Hospital Co., Ltd.	Health care services	Related by way of common directors
Rajburi Sugar Co., Ltd.	Industry	Related by way of common directors
Narai Ruamphiphat Co., Ltd.	Property development	Holding by an individual related to the major shareholder of the Company
Bangkok Business Building (1987) Co., Ltd.	Rental of assets	Related by way of common directors and shareholders
Tris Corporation Ltd.	Services	Related by way of common directors and shareholders
Union Textile Industries Pcl.	Industry	Related by way of common shareholders
Charoen Pokphand Foods Pcl.	Agriculture	Related by way of common directors

⁽¹⁾ It had been considered a related party until 31 July 2013 because the Company has no common directors with Thaire Life Assurance Pcl. since then.

(Unaudited but reviewed)

Name of related parties	Type of business	Relationship with the Company
TICON Industrial Connection Pcl.	Property development	Holding by an individual related to the major shareholder of the Company
Indorama Polymers Pcl.	Petrochemical	Related by way of common directors
Asia warehouse Co., Ltd.	Rental of assets	Holding by the major shareholder of the Company
Ex-chai Distribution System Co., Ltd.	Commercial	Related by way of common directors
BBL Asset Management Co., Ltd.	Asset management	Related by way of common directors and shareholders
Bualuang Securities Pcl.	Securities	Subsidiary of the major shareholder of the Company
Asia Insurance Company Limited	Insurance	Related by way of common directors
BLA Insurance Broker Co., Ltd	Insurance	Related by way of common directors are the management of the Company
Bangpain Golf Co., Ltd	Services	Related by way of common directors
Bangkok Mitsubishi Lease Co., Ltd.	Services	Related by way of common directors
TMD Design, LLC	Services	Holding by an individual related to the major shareholder of the Company

During the three-month and nine-month periods ended 30 September 2013 and 2012, the Company 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 business between the Company and those parties are as follows:

	(Unit: Baht)				Pricing policy
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September		
	2013	2012	2013	2012	
Premium written	258,749	324,207	4,448,313	4,082,128	Normal commercial terms for underwriting
Premium ceded ⁽²⁾	67,049	19,303,857	84,091,645	98,639,273	Normal commercial terms for reinsurance depending on type of insurance and reinsurance contract
Claim recovery from reinsurance	-	26,277,369	60,766,970	65,678,081	At a mutually agreed percentage of premium ceded
Commission and brokerage	258,641,948	262,952,069	1,012,867,223	1,003,459,886	At a mutually agreed percentage of premium written
Claim payments and diagnosis charges	13,359,692	18,850,735	38,886,717	50,590,646	Normal commercial terms for underwriting
Interest income - deposits at banks, promissory notes and debentures	92,359,002	61,121,687	245,613,963	176,978,916	Same rates as they offered to general customers

⁽²⁾ They presented only transactions until 31 July 2013 because the Company has common directors with Thaire Life Assurance Pcl. since then

(Unaudited but reviewed)

(Unit: Baht)

	For the three-month periods		For the nine-month periods		Pricing policy
	ended 30 September		ended 30 September		
	2013	2012	2013	2012	
Interest income - mortgage loans	2,691,290	3,069,374	8,337,311	5,682,320	Same rates as the Company charged to general mortgage borrowers
Dividend income	58,342,243	42,485,491	145,237,809	97,990,948	As declared
Brokerage income from securities trading	4,162,218	638,026	12,075,787	710,176	Normal commercial terms for securities brokerage
Bank charges	23,678,799	22,002,524	65,225,326	65,456,527	Same rates as they charge to general customers
Insurance premiums	280,601	279,805	1,673,034	859,592	Normal commercial terms for underwriting
Building space rental and service fees	16,971,335	15,834,473	48,844,130	46,836,528	Head office building: Rental fees of approximately Baht 90 per square meter per month and service fees of Baht 29 per square meter per month for long-term agreement and approximately Baht 44 and Baht 138 per square meter per month and service fees of approximately Baht 91 and Baht 307 per square meter per month. Branch office buildings: Rental fees of approximately Baht 100, Baht 150, Baht 188 and Baht 315 per square meter per month and service fees of approximately Baht 342 and Baht 200 per square meter per month.
Other service fees	180,724	-	458,533	-	- Same conditions and prices charged to general members
Rental income	96,750	-	129,000	-	- Rental fees of Baht 166 per square meter per month and service fees of Baht 334 per square meter.

For the nine-month periods ended 30 September 2013 and 2012, the premium generated from the Bancassurance distribution channel represented approximately 68.77% and 68.07% of total net premium written, respectively.

(Unaudited but reviewed)

As at 30 September 2013 and 31 December 2012, the balance of the accounts between the Company and those related companies are as follows:

(Unit: Thousand Baht)

	30 September 2013	31 December 2012
Deposit at financial institution		
(included in cash and cash equivalents)	452,025	852,168
Reinsurance assets ⁽³⁾	1,140	91,931
Investments in securities		
Available-for-sale investments - cost		
Domestic equity securities	462,185	1,450,475
Domestic investment unit	762,848	780,348
Total available-for-sale investment - cost	1,225,033	2,230,823
Add: Unrealised gains	738,746	1,411,213
Total available-for-sale investments - fair value	1,963,779	3,642,036
Held-to-maturity investments - cost/amortised cost		
Private enterprise debt securities	4,105,000	3,705,000
Foreign debt securities	3,013,305	1,638,005
Total held-to-maturity investment - cost/amortised cost	7,118,305	5,343,005
General investments - foreign equity securities	11,467	11,467
Total investments in securities	9,093,551	8,996,508
Loans	164,403	183,115
Other assets		
Prepaid rental expense	84,565	93,410
Prepaid expense	982	1,162
Total other assets	85,547	94,572
Amounts due to reinsurers	748	51,534
Outstanding claims	7,381	11,826
Other liabilities		
Accrued commission	206,494	173,634
Accrued rental and service expense	310	691
Total other liabilities	206,804	174,325

⁽³⁾ The outstanding balances with Thaire Life Assurance Plc. were not presented because it had been considered a related party until 31 July 2013.

Directors and key management's benefits

During the three-month and nine-month periods ended 30 September 2013 and 2012, the Company had employee benefit expenses payable to their directors and management as below.

(Unit: Million Baht)

	For the three-month		For the nine-month	
	periods ended 30 September		periods ended 30 September	
	2013	2012	2013	2012
Short-term employee benefits	7.76	7.16	23.26	21.06
Long-term employee benefits	0.40	0.44	1.22	1.32
Share-based payment transactions (Note 21)	2.20	2.20	6.60	4.40
Total	10.36	9.80	31.08	26.78

The details of the warrants which allocated to the Company's employees are presented in Note 21 to the interim financial statements.

27. Assets placed with the Registrar

As at 30 September 2013 and 31 December 2012, the following assets have been placed as securities with the Registrar in accordance with the Life Insurance Act.

(Unit: Baht)

	30 September 2013		31 December 2012	
	Cost/		Cost/	
	Amortised cost	Fair value	Amortised cost	Fair value
State enterprise bonds	20,000,000	20,852,655	20,000,000	21,156,977

28. Assets reserved with the Registrar

As at 30 September 2013 and 31 December 2012, the following assets have been placed as reserves with the Registrar in accordance with the Life Insurance Act.

(Unit: Baht)

	30 September 2013		31 December 2012	
	Cost/		Cost/	
	Amortised cost	Fair value	Amortised cost	Fair value
Government bonds	20,808,351,944	20,584,402,341	12,480,608,158	13,414,367,520
State enterprise bonds	7,431,838,794	7,878,526,460	8,335,857,706	9,047,014,595
Total	28,240,190,738	28,462,928,801	20,816,465,864	22,461,382,115

29. Earnings per share

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

Diluted earnings per share is calculated by dividing profits for the periods (excluding other comprehensive income) by the sum of the weighted average number of ordinary shares in issue during the periods and the weighted average number of ordinary shares which would need to be issued to convert all dilutive potential ordinary shares into ordinary shares. The calculation assumes that the conversion took place either at the beginning of the period or on the date the potential ordinary shares were issued.

Basic and diluted earnings per share for the three-month periods ended 30 September 2013 and 2012 are as follows:

	Profits for the periods (Thousand Baht)		Weighted average number of shares (Thousand shares)		Earnings per share (Baht)	
	2013	2012	2013	2012	2013	2012
		(Restated)				(Restated)
Basic earnings per share						
Profits for the periods	1,100,959	949,461	1,211,601	1,200,104	<u>0.909</u>	<u>0.791</u>
Effect of dilutive potential ordinary shares						
Warrant No. 1	-	-	899	8,936		
Warrant No. 2	-	-	1,659	- ⁽¹⁾		
Diluted earnings per share						
Profits of ordinary shareholder assuming the conversion of warrants to ordinary shares	<u>1,100,959</u>	<u>949,461</u>	<u>1,214,159</u>	<u>1,209,040</u>	<u>0.907</u>	<u>0.785</u>

⁽¹⁾ No calculation of dilutive potential ordinary shares on Warrant No. 2 since the exercise price and fair value of employee services to be supplied to the Company in the future per each was higher than the average market price for the period

(Unaudited but reviewed)

Basic and diluted earnings per share for the nine-month periods ended 30 September 2013 and 2012 are as follows:

	Profits for the periods (Thousand Baht)		Weighted average number of shares (Thousand shares)		Earnings per share (Baht)	
	2013	2012 (Restated)	2013	2012	2013	2012 (Restated)
Basic earnings per share						
Profits for the periods	3,475,696	2,964,449	1,209,996	1,200,035	<u>2.872</u>	<u>2.470</u>
Effect of dilutive potential ordinary shares						
Warrant No. 1	-	-	2,200	9,077		
Warrant No. 2	-	-	1,973	- ⁽¹⁾		
Diluted earnings per share						
Profits of ordinary shareholder assuming the conversion of warrants to	<u>3,475,696</u>	<u>2,964,449</u>	<u>1,214,169</u>	<u>1,209,112</u>	<u>2.863</u>	<u>2.452</u>

⁽¹⁾ No calculation of dilutive potential ordinary shares on Warrant No. 2 since the exercise price and fair value of employee services to be supplied to the Company in the future per each was higher than the average market price for the period

30. Commitments and contingent liabilities

30.1 Commitments under agreements

- (a) The Company has entered into several lease agreements in respect of the lease of office building space, motor vehicles and equipment. The terms of the agreements are generally between 3 and 24 years for leases of building space and are generally between 1 and 5 years for leases of motor vehicles and equipment. Such agreements are non-cancellable.

As at 30 September 2013 and 31 December 2012, future minimum lease payments required under these non-cancellable operating lease contracts were as follows:

(Unit: Million Baht)

	30 September 2013			Total
	Payable within		Over	
	1 year	1 - 5 years	5 years	
Operating lease agreements	31	24	2	57
Service agreements	33	36	10	79
Total	<u>64</u>	<u>60</u>	<u>12</u>	<u>136</u>

(Unaudited but reviewed)

(Unit: Million Baht)

	31 December 2012			
	Pay within			Total
	1 year	1 - 5 years	Over 5 years	
Operating lease agreements	35	30	3	68
Service agreements	44	44	13	101
Total	79	74	16	169

- (b) As at 30 September 2013 and 31 December 2012, the Company may need to deposit additional amounts in the future under the investment conditions as described in Note 8.3 (a) and Note 8.3 (b) to the financial statements, as summarised below.

Payable within	(Unit: Million Baht)	
	30 September 2013	31 December 2012
1 year	1,140	1,240
2 - 5 years	1,010	590
Over 5 years	300	-

30.2 Litigation

As at 30 September 2013 and 31 December 2012, the Company has been sued in litigation cases of compensation of claims totaling approximately Baht 43 million and Baht 42 million, respectively, for being the insurer. The Company has yet provided for any provision for loss on such cases since there are still uncertainty with respect to the outcome of the cases.

31. Approval of interim financial statements

These interim financial statements were authorised for issue by the Board of Directors on 13 November 2013.