
***BANGKOK LIFE ASSURANCE PUBLIC
COMPANY LIMITED AND SUBSIDIARIES***

Interim Financial Statements

Three-month period ended March 31, 2022



บริษัท ดีลอยท์ ทูเช โทมัตสु ไชยยศ
สอบบัญชี จำกัด
อาคาร เอไอเอ สาทร์ ทาวเวอร์ ชั้น 23-27
11/1 ถนนสาทรใต้
แขวงยานนาวา เขตสาทร
กรุงเทพฯ 10120
โทร +66 (0) 2034 0000
แฟกซ์ +66 (0) 2034 0100

Deloitte Touche Tohmatsu Jaiyos
Audit Co., Ltd.
AIA Sathorn Tower, 23rd- 27th Floor
11/1 South Sathorn Road
Yannawa, Sathorn
Bangkok 10120, Thailand
Tel: +66 (0) 2034 0000
Fax: +66 (0) 2034 0100
www.deloitte.com

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

**TO THE BOARD OF DIRECTORS
BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED**

We have reviewed the consolidated statement of financial position of Bangkok Life Assurance Public Company Limited and its subsidiary and the separate statement of financial position of Bangkok Life Assurance Public Company Limited as at March 31, 2022, and the related consolidated and separate statements of profit or loss and other comprehensive income, changes in equity, and cash flows for the three-month period ended March 31, 2022, and the condensed notes to the financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the aforementioned interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

Nantawat Sumraunhant

Nantawat Sumraunhant
Certified Public Accountant (Thailand)
Registration No. 7731

BANGKOK
May 13, 2022

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.



BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION
AS AT MARCH 31, 2022

(UNIT : THOUSAND BAHT)

	Notes	Consolidated financial statements		Separate financial statements	
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
		March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
ASSETS					
Cash and cash equivalents	4	5,156,052	7,636,769	5,139,797	7,621,955
Premium receivables	5	2,411,134	1,647,622	2,411,134	1,647,622
Accrued investment income		2,733,848	1,599,447	2,733,848	1,599,447
Reinsurance assets	6, 17	705,104	693,336	705,104	693,336
Amount due from reinsurance	7	1,247,507	1,094,300	1,247,507	1,094,300
Derivative assets	8	274,861	190,377	274,861	190,377
Investment assets					
Investments in securities	9, 27, 28	318,618,284	318,939,305	318,618,284	318,939,305
Investments in a subsidiary	10	-	-	23,760	23,760
Loans and accrued interest receivables	11	11,675,039	12,129,089	11,675,039	12,129,089
Investment property	12	14,293	14,556	14,293	14,556
Investment assets of the insured	13	38,500	35,862	38,500	35,862
Premises and equipment	14	2,263,544	2,283,275	2,263,528	2,283,256
Goodwill		4,955	4,955	-	-
Intangible assets		39,742	43,208	39,738	43,203
Deferred tax assets	15	845,633	411,768	845,633	411,768
Other assets	16	611,915	418,961	599,543	407,537
TOTAL ASSETS		346,640,411	347,142,830	346,630,569	347,135,373

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
AS AT MARCH 31, 2022

(UNIT : THOUSAND BAHT)

	Notes	Consolidated financial statements		Separate financial statements	
		(Unaudited but reviewed) March 31, 2022	(Audited) December 31, 2021	(Unaudited but reviewed) March 31, 2022	(Audited) December 31, 2021
LIABILITIES AND EQUITY					
LIABILITIES					
Insurance contract liabilities	17	296,369,642	295,479,972	296,369,642	295,479,972
Amount due to reinsurance	18	1,304,703	1,185,267	1,304,703	1,185,267
Derivative liabilities	8	651,590	846,697	651,590	846,697
Income tax payable		105,581	57,685	105,581	57,685
Employee benefit obligations	19	207,396	198,818	206,581	198,003
Other liabilities	20	1,282,294	1,408,249	1,274,949	1,402,861
Total liabilities		<u>299,921,206</u>	<u>299,176,688</u>	<u>299,913,046</u>	<u>299,170,485</u>
Equity					
Share capital					
Authorized share capital					
1,708,000,000 ordinary shares of					
Baht 1 each					
		<u>1,708,000</u>	<u>1,708,000</u>	<u>1,708,000</u>	<u>1,708,000</u>
Issued and paid-up shares capital					
1,707,566,000 ordinary shares of					
Baht 1 each, fully paid-up					
		1,707,566	1,707,566	1,707,566	1,707,566
Premium on share capital		3,360,993	3,360,993	3,360,993	3,360,993
Retained earnings					
Appropriated					
Statutory reserve					
		170,800	170,800	170,800	170,800
General reserve					
		400,000	400,000	400,000	400,000
Unappropriated					
		34,751,897	33,951,235	34,750,479	33,950,241
Other component of owners' equity					
Revaluation surplus on investment at fair value					
through other comprehensive income					
- net of income taxes					
		6,108,117	8,275,803	6,108,117	8,275,803
Revaluation surplus on derivatives					
cash flow hedges - net of income taxes					
		219,568	99,485	219,568	99,485
Equity attributable to equity holders of the Company		<u>46,718,941</u>	<u>47,965,882</u>	<u>46,717,523</u>	<u>47,964,888</u>
Non-controlling interests of the subsidiary		264	260	-	-
Total equity		<u>46,719,205</u>	<u>47,966,142</u>	<u>46,717,523</u>	<u>47,964,888</u>
TOTAL LIABILITIES AND EQUITY		<u>346,640,411</u>	<u>347,142,830</u>	<u>346,630,569</u>	<u>347,135,373</u>

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

“UNAUDITED BUT REVIEWED”

(UNIT : THOUSAND BAHT)

	Notes	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Revenues					
Gross written premium	21, 26	9,071,146	9,989,505	9,071,302	9,989,591
<u>Less</u> Premium ceded to reinsurers	21, 26	(338,824)	(586,388)	(338,824)	(586,388)
Net premium written		8,732,322	9,403,117	8,732,478	9,403,203
<u>Less</u> Unearned premium reserves increased from prior period	21	(326,548)	(250,602)	(326,548)	(250,602)
Net earned premium		8,405,774	9,152,515	8,405,930	9,152,601
Fee and commission income	21, 26	178,487	281,048	178,486	281,048
Net investment income	26	2,969,905	3,006,353	2,969,905	3,006,353
Gain on investment	9	286,614	142,048	286,614	142,048
Gain (loss) on revaluation	23	(15,778)	110,253	(15,778)	110,253
Other income	26	28,090	33,379	24,046	29,387
Total revenues		<u>11,853,092</u>	<u>12,725,596</u>	<u>11,849,203</u>	<u>12,721,690</u>
Expenses					
Life policy reserves increased from prior period	21	1,120,281	3,529,367	1,120,281	3,529,367
Benefit payments under life policies and claims	21, 26	8,736,658	7,053,700	8,736,658	7,053,700
<u>Less</u> Benefit payments under life policies and claims refundable from reinsurance	21, 26	(170,747)	(191,644)	(170,747)	(191,644)
Commissions and brokerages expenses	21, 26	696,548	667,552	694,346	665,363
Other underwriting expenses	21	172,376	126,992	172,381	126,902
Operating expenses	22, 26	353,173	362,960	351,909	362,145
Reversal of expected credit loss and impairment loss	25	(915)	(1,954)	(915)	(1,954)
Total expenses		<u>10,907,374</u>	<u>11,546,973</u>	<u>10,903,913</u>	<u>11,543,879</u>
Profits before income tax expenses		<u>945,718</u>	<u>1,178,623</u>	<u>945,290</u>	<u>1,177,811</u>
Income tax expenses	15	(145,052)	(188,875)	(145,052)	(188,875)
Net profit for the periods		<u>800,666</u>	<u>989,748</u>	<u>800,238</u>	<u>988,936</u>
Profit for the periods attributable to					
Equity holders of the Company		800,662	989,739	800,238	988,936
Non-controlling interests of subsidiary		4	9		
		<u>800,666</u>	<u>989,748</u>		

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022
“UNAUDITED BUT REVIEWED”

(UNIT : THOUSAND BAHT)

	Notes	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Net profit for the periods		800,666	989,748	800,238	988,936
Other comprehensive income					
Other comprehensive income to be reclassified to profit or loss in subsequent periods					
Gains (loss) on remeasuring investment at fair value through other comprehensive income		(2,367,182)	64,793	(2,367,182)	64,793
Reversal of gains realised on the disposal of investment at fair value through other comprehensive income		(342,425)	(227,866)	(342,425)	(227,866)
Gains (loss) on remeasuring cash flow hedge derivatives at fair value		150,103	(112,850)	150,103	(112,850)
Income taxes relating to other comprehensive income	15	511,901	55,179	511,901	55,179
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income taxes		(2,047,603)	(220,744)	(2,047,603)	(220,744)
Other comprehensive loss for the periods - net of income taxes		(2,047,603)	(220,744)	(2,047,603)	(220,744)
Total comprehensive income (loss) for the periods		<u>(1,246,937)</u>	<u>769,004</u>	<u>(1,247,365)</u>	<u>768,192</u>
Total comprehensive income for the periods attributable to Equity holders of the Company		(1,246,941)	768,995	<u>(1,247,365)</u>	<u>768,192</u>
Non-controlling interests of subsidiary		4	9		
		<u>(1,246,937)</u>	<u>769,004</u>		
Earnings per share	29				
Basic earnings per share		<u>0.47</u>	<u>0.58</u>	<u>0.47</u>	<u>0.58</u>

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF CHANGES IN EQUITY

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

“UNAUDITED BUT REVIEWED”

(Unit: Thousand Baht)

	Consolidated financial statement									
	Equity attributable to equity holders of the Company					Other component of equity				
	Issued and paid-up share capital	Premium on share capital	Appropriated		Unappropriated	Surplus on derivatives investments - net of income taxes	Surplus on re measuring investment at fair value through other comprehensive income - net of income taxes		Total equity attributable to equity holders of the Company	Equity attributable to non-controlling interests of the subsidiaries
Legal reserve			General reserve	Surplus on derivatives investments - net of income taxes			Surplus on re measuring investment at fair value through other comprehensive income - net of income taxes			
Balance as at January 1, 2021	1,707,566	3,360,993	170,800	400,000	31,157,822	208,559	9,092,423	46,098,163	226	46,098,389
Profit for the period	-	-	-	-	989,739	-	-	989,739	9	989,748
Other comprehensive loss for the period	-	-	-	-	-	-	(130,464)	(130,464)	-	(130,464)
Loss on remeasuring of investment at fair value through other comprehensive income - net of income taxes	-	-	-	-	-	(90,280)	-	(90,280)	-	(90,280)
Loss on remeasuring cash flow hedge derivatives fair value - net of income taxes	-	-	-	-	-	(90,280)	-	(90,280)	9	769,004
Total comprehensive income (loss) for the period	-	-	-	-	989,739	(90,280)	(130,464)	768,995	9	769,004
Balance as at March 31, 2021	1,707,566	3,360,993	170,800	400,000	32,147,561	118,279	8,961,959	46,867,158	235	46,867,393

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF CHANGES IN EQUITY (CONTINUED)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

“UNAUDITED BUT REVIEWED”

(UNIT : THOUSAND BAHT)

	Consolidated financial statement											
	Equity attributable to equity holders of the Company											
	Retained earnings			Surplus on derivatives			Surplus on re-measuring investment at fair value through other comprehensive income - net of income taxes			Total equity attributable to equity holders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total
	Appropriated			cash flow hedges - net of income taxes			comprehensive income - net of income taxes					
Issued and paid-up share capital	Premium on share capital	Legal reserve	General reserve	Unappropriated	Surplus on derivatives cash flow hedges - net of income taxes	Surplus on re-measuring investment at fair value through other comprehensive income - net of income taxes	Total equity attributable to equity holders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total			
Balance as at January 1, 2022	1,707,566	3,360,993	170,800	400,000	33,951,235	99,485	8,275,803	47,965,882	260	47,966,142		
Profit for the period	-	-	-	-	800,662	-	-	800,662	4	800,666		
Other comprehensive gain (loss) for the period	-	-	-	-	-	-	(2,167,686)	(2,167,686)	-	(2,167,686)		
Loss on re-measuring of investment at fair value through other comprehensive income - net of income taxes	-	-	-	-	-	-	-	120,083	-	120,083		
Gain on re-measuring cash flow hedge derivatives at fair value - net of income taxes	-	-	-	-	-	-	-	-	-	-		
Total comprehensive income (loss) for the period	-	-	-	-	800,662	-	(2,167,686)	(1,246,941)	4	(1,246,937)		
Balance as at March 31, 2022	1,707,566	3,360,993	170,800	400,000	34,751,897	219,568	6,108,117	46,718,941	264	46,719,205		

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF CHANGES IN EQUITY (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022
“UNAUDITED BUT REVIEWED”

(UNIT : THOUSAND BAHT)

Separate financial statements

	Retained earnings				Premium on share capital			Issued and paid-up share capital		Other component of equity			
	Appropriated		General reserve	Unappropriated	-	-	-	-	-	Surplus on derivatives investments - net of income taxes	Surplus on re-measuring investment at fair value through other comprehensive income - net of income taxes	-	Total
	Legal reserve	Legal reserve											
Balance as at January 1, 2021	1,707,566	170,800	400,000	31,160,035	3,360,993	170,800	170,800	1,707,566	-	208,559	9,092,423	46,100,376	
Profit for the period	-	-	-	988,936	-	-	-	-	-	-	-	988,936	
Other comprehensive loss for the period	-	-	-	-	-	-	-	-	-	-	(130,464)	(130,464)	
Loss on re-measuring investment at fair value through other comprehensive income - net of income taxes	-	-	-	-	-	-	-	-	-	-	-	-	
Loss on re-measuring cash flow hedge derivatives fair value - net of income taxes	-	-	-	-	-	-	-	-	-	(90,280)	-	(90,280)	
Total comprehensive income (loss) for the period	-	-	-	988,936	-	-	-	-	-	118,279	(130,464)	768,192	
Balance as at March 31, 2021	1,707,566	170,800	400,000	32,148,971	3,360,993	170,800	170,800	1,707,566	-	118,279	8,961,959	46,868,568	

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF CHANGES IN EQUITY (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

“UNAUDITED BUT REVIEWED”

(UNIT : THOUSAND BAHT)

	Separate financial statements										
	Retained earnings			Surplus on derivatives			Other component of equity				
							Surplus on investment at fair value		Surplus on remeasuring		
	Issued and paid-up share capital	Premium on share capital	Legal reserve	General reserve	Unappropriated	cash flow hedges - net of income taxes	through other comprehensive income	- net of income taxes	Total		
Balance as at January 1, 2022	1,707,566	3,360,993	170,800	400,000	33,950,241	99,485	8,275,803	47,964,888			
Profit for the period	-	-	-	-	800,238	-	-	800,238			
Other comprehensive gain (loss) for the period											
Loss on remeasuring investment at fair value through other comprehensive income - net of income taxes	-	-	-	-	-	-	(2,167,686)	(2,167,686)			
Gain on remeasuring cash flow hedge derivatives at fair value - net of income taxes	-	-	-	-	-	120,083	-	120,083			
Total comprehensive income (loss) for the period	-	-	-	-	800,238	120,083	(2,167,686)	(1,247,365)			
Balance as at March 31, 2022	1,707,566	3,360,993	170,800	400,000	34,750,479	219,568	6,108,117	46,717,523			

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

“UNAUDITED BUT REVIEWED”

(UNIT : THOUSAND BAHT)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Cash flows provided by operating activities					
Gross premium		8,472,361	9,007,029	8,472,517	9,007,116
Cash payments from reinsurance		(139,064)	(177,946)	(139,064)	(177,946)
Interest income		1,439,160	1,639,519	1,439,160	1,639,519
Dividend income		392,138	221,954	392,138	221,954
Gain on investments		140,670	290,509	140,670	290,509
Other income		20,927	26,934	24,045	29,416
Benefit payments under life policies and loss incurred on direct insurance		(9,237,819)	(7,096,167)	(9,237,819)	(7,096,167)
Commissions and brokerages on direct insurance		(758,216)	(777,950)	(756,306)	(775,983)
Other underwriting expenses		(204,774)	(105,491)	(204,780)	(105,401)
Operating expenses		(416,615)	(401,362)	(423,234)	(406,648)
Corporate income taxes		(46,388)	(27,558)	(46,388)	(27,558)
Cash received - financial assets		5,075,354	3,296,649	5,075,354	3,296,649
Cash payments - financial assets		(7,204,900)	(5,255,073)	(7,204,900)	(5,255,073)
Net cash provided by (used in) operating activities		<u>(2,467,166)</u>	<u>641,047</u>	<u>(2,468,607)</u>	<u>640,387</u>
Cash flows used in investing activities					
Net cash flows for purchases and disposals of premises and equipment		(13,551)	(106,680)	(13,551)	(106,680)
Net cash used in investing activities		<u>(13,551)</u>	<u>(106,680)</u>	<u>(13,551)</u>	<u>(106,680)</u>
Net increase (decrease) in cash and cash equivalents		(2,480,717)	534,367	(2,482,158)	533,707
Cash and cash equivalents at beginning of periods		7,636,769	8,072,221	7,621,955	8,061,451
Cash and cash equivalents at the end of periods	4	<u>5,156,052</u>	<u>8,606,588</u>	<u>5,139,797</u>	<u>8,595,158</u>

See the condensed notes to the interim financial statements

**BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022
“UNAUDITED”**

1. GENERAL INFORMATION AND THE COMPANY’S OPERATIONS

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 provision of life insurance services. The registered office of the Company is located at No. 1415, Krungthep - Nonthaburi Road, Wongsawang, Bangsue District, Bangkok 10800.

CORONAVIRUS DISEASE 2019 PANDEMIC

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

2. BASIS FOR PREPARATION AND PRESENTATION OF CONSOLIDATED AND SEPARATE INTERIM FINANCIAL STATEMENTS

- 2.1 These interim consolidated and separate financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No. 34 “Interim Financial Reporting” and accounting practices generally accepted in Thailand. The Company presents the condensed notes to interim financial statements. However, the Company has presented line items in the consolidated and separate statements of financial position, the consolidated and separate statements of profit or loss and other comprehensive income, statements of changes in owners’ equity and statements of cash flows in the same format as that used in its preparation of the 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, terms and conditions for preparation and submission of financial statements and operating performance reports of life insurance companies date March 4, 2016, which has been effective since January 1, 2016 and No. 2 B.E. 2562 (2019) dated April 4, 2019, which has been effective since January 1, 2019.
- 2.2 The consolidated and separate statements of financial position as at December 31, 2021, presented herein for comparison, have been derived from the consolidated and separate financial statements of the Company for the year then ended which had been previously audited.
- 2.3 The unaudited results of operations presented in the three-month period ended March 31, 2022 are not necessarily an indication nor anticipation of the operating results for the full year.

- 2.4 Certain financial information which is normally included in the annual financial statements prepared in accordance with TFRS, but which is not required for interim reporting purposes, has been omitted. Therefore, the interim financial statements for the three-month period ended March 31, 2022 should be read in conjunction with the audited financial statements for the year ended December 31, 2021.

These consolidated and separate interim financial statements in Thai language are the official statutory financial statements of the Company. The consolidated and separate interim financial statements in English language have been translated from the consolidated and separate interim financial statements in Thai language.

The preparation of consolidated and separate interim financial statements in conformity with TFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

- 2.5 Material intercompany transactions between the Company and its subsidiary have been eliminated from the consolidated interim financial statements. The consolidated interim financial statements for the three-month period ended March 31, 2022 have included the subsidiary' interim financial statements for the three-month period ended March 31, 2022 which were reviewed.

The consolidated interim financial statements include the interim financial statements of Bangkok Life Assurance Public Company Limited and the following subsidiary:

Company's name	Nature of business	Country of incorporation	Percentage of shareholding	
			March 31,	December 31,
			2022	2021
			%	%
BLA Insurance Broker Company Limited	Insurance broker	Thailand	99	99

The Company is deemed to have control over an investee or a subsidiary if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns.

Subsidiary' interim financial statements are fully consolidated in the consolidated interim financial statements, being the date on the Company obtains control, and continued to be consolidated until the date when such control ceases.

The interim financial statements of the subsidiary are prepared using the same significant accounting policies as the Company.

Non-controlling interests represent the portion of profit or loss and net assets of the subsidiary that are not held by the Company and are presented separately in the consolidated profit or loss in the consolidated statement of profit or loss and other comprehensive income and within equity in the consolidated statements of financial position.

2.6 Separate interim financial statements

The separate interim financial statements, which present investments in subsidiary under the cost method, have been prepared solely for the benefit of the public.

2.7 Thai Financial Reporting Standards affecting the presentation and disclosure in the current period financial statements.

During the period, the Group has adopted the revised financial reporting standards issued by the Federation of Accounting Professions which are effective for fiscal years beginning on or after January 1, 2022. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology and accounting requirements for interest rate reform - Phrase 2. The adoption of these financial reporting standards does not have any significant impact on the Group's interim financial statements.

3. SIGNIFICANT ACCOUNTING POLICIES

The consolidated and separate interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended December 31, 2021.

4. CASH AND CASH EQUIVALENT

As at March 31, 2022 and December 31, 2021 cash and cash equivalent consisted of the following:

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	March 31,	December 31,	March 31,	December 31,
	2022	2021	2022	2021
Cash on hand	2,522	3,480	2,521	3,479
Deposits at banks with no fixed maturity date	2,143,115	2,281,948	2,126,861	2,267,135
Short-term investments in promissory notes	3,010,415	5,351,341	3,010,415	5,351,341
Cash and cash equivalents	<u>5,156,052</u>	<u>7,636,769</u>	<u>5,139,797</u>	<u>7,621,955</u>

As at March 31, 2022, interest rates on saving accounts and promissory notes are in the range of 0.13% - 0.50% per annum (as at December 31, 2021: 0.13% - 0.50% per annum).

5. PREMIUM RECEIVABLES

As at March 31, 2022 and December 31, 2021, the outstanding balances of premium receivables, classified by overdue period, counted from the due dates, are as follows:

	(Unit: Thousand Baht)	
	Consolidated and separate financial statements	
	Due from direct insurance	
	March 31, 2022	December 31, 2021
Not yet due	2,280,488	1,585,647
Not over 30 days	117,466	40,261
Over 30 days to 60 days	7,363	3,145
Over 60 days to 90 days	1,271	16,140
Over 90 days	4,546	2,429
Premium receivables	<u>2,411,134</u>	<u>1,647,622</u>

For premium receivables due from agents and brokers, the Company has determined criteria in collections from those debtors. For overdue premium receivables, the Company has taken legal process with agents and brokers on a case-by-case basis.

For individual policies which have cash value and premium receivables over the grace period, the premium receivables will be settled by granting an automatic premium loan where the policy has a cash surrender value.

6. REINSURANCE ASSETS

As at March 31, 2022 and December 31, 2021, reinsurance assets consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	March 31, 2022	December 31, 2021
Reserves recoverable from reinsurances		
Claim reserves	164,232	207,240
Unearned premium reserves	540,872	486,096
Reinsurance assets	<u>705,104</u>	<u>693,336</u>

7. AMOUNT DUE FROM REINSURANCE

As at March 31, 2022 and December 31, 2021, amount due from reinsurance consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	March 31, 2022	December 31, 2021
Amount due from reinsurers	1,247,507	1,094,300
Amount due from reinsurance	1,247,507	1,094,300

8. DERIVATIVE ASSETS AND LIABILITIES

As at March 31, 2022 and December 31, 2021, derivatives classified by objective are as follows:

Contract type and objective	Number of contracts	Notional amount (Thousand units)	March 31, 2022		For the three-month period ended March 31, 2022
			Assets (Thousand Baht)	Liabilities (Thousand Baht)	Fair value gains on derivatives (Thousand Baht)
Derivatives - not apply hedge accounting					
Hedge of net investment in foreign currencies	139	968,581	38,806	58,730	11,536
Derivatives - apply hedge accounting					
Cash flow hedge	103	500,170	236,055	592,860	274,459
Total derivative assets and liabilities			274,861	651,590	

Contract type and objective	Number of contracts	Notional amount (Thousand units)	December 31, 2021		For the year ended December 31, 2021
			Assets (Thousand Baht)	Liabilities (Thousand Baht)	Fair value gains on derivatives (Thousand Baht)
Derivatives - not apply hedge accounting					
Hedge of net investment in foreign currencies	143	863,737	18,454	105,943	2,045
Derivatives - apply hedge accounting					
Cash flow hedge	98	484,170	171,923	740,754	124,356
Total derivative assets and liabilities			190,377	846,697	

As at March 31, 2022 and December 31, 2021, derivative assets and liabilities consisted of the following:

Contract type	Consolidated and separate financial statements		
	March 31, 2022		
	Notional amount (Thousand units)	Fair value amount	
Assets (Thousand Baht)		Liabilities (Thousand Baht)	
Cross currency swap contracts			
US dollar	490,170	195,751	592,860
Euro	10,000	40,304	-
Forward exchange contracts			
Yen	739,375	12,782	-
US dollar	120,268	9,096	17,173
Singapore dollar	73,406	125	32,687
Euro	35,532	16,803	8,870
Total derivatives	1,468,751	274,861	651,590

Contract type	Consolidated and separate financial statements		
	December 31, 2021		
	Notional amount (Thousand Unit)	Fair value amount	
Assets (Thousand Baht)		Liabilities (Thousand Baht)	
Cross currency swap contracts			
US dollar	474,170	157,005	740,754
Euro	10,000	14,918	-
Forward exchange contracts			
Yen	639,375	2,491	981
US dollar	118,510	2,725	50,821
Singapore dollar	70,906	-	44,117
Euro	34,946	13,238	10,024
Total derivatives	1,347,907	190,377	846,697

9. INVESTMENTS IN SECURITIES

9.1 Investments in securities

As at March 31, 2022 and December 31, 2021, investment in securities consisted of the following:

	(Unit: Thousand Baht)			
	Consolidated and separate financial statements			
	March 31, 2022		December 31, 2021	
	Cost	Fair value	Cost	Fair value
Investment at fair value through profit or loss				
Equity securities	57,179	51,742	52,534	39,104
Total	57,179	51,742	52,534	39,104
<u>Less Unrealised losses</u>	(5,437)	-	(13,430)	-
Total investment at fair value through profit or loss	51,742	51,742	39,104	39,104
Investment at fair value through other comprehensive income				
Government and state enterprise securities	32,506,442	35,163,759	31,213,988	35,039,048
Private enterprises debt securities	29,760,725	31,042,914	30,171,679	31,915,447
Equity securities	32,188,834	33,334,130	31,585,986	33,159,576
Foreign debt securities	11,664,939	13,750,160	11,615,633	14,443,807
Foreign equity securities	360,765	217,074	335,972	209,711
Total	106,481,705	113,508,037	104,923,258	114,767,589
<u>Add Unrealised gains</u>	7,026,332	-	9,844,331	-
Total investment at fair value through other comprehensive income	113,508,037	113,508,037	114,767,589	114,767,589
Investment at amortised cost				
Government and state enterprise securities		132,182,682		132,045,615
Private enterprises debt securities		68,306,089		67,507,068
Foreign debt securities		4,836,264		4,849,281
Total		205,325,035		204,401,964
<u>Less Allowance for expected credit loss</u>		(266,530)		(269,352)
Total investment at amortised cost		205,058,505		204,132,612
Total investments in securities		318,618,284		318,939,305

As at March 31, 2022, the Company has allowance for impairment loss and allowance for expected credit loss for investment in securities of Baht 515 million and Baht 317 million, respectively.

As at December 31, 2021, the Company has allowance for impairment loss and allowance for expected credit loss for investment in securities of Baht 515 million and Baht 320 million, respectively.

9.2 Allowance for expected credit loss

(Unit : Thousand Baht)

	Consolidated and separate financial statements			
	March 31, 2022		December 31, 2021	
	Fair value	Allowance for expected credit loss through other comprehensive income	Fair value	Allowance for expected credit loss through other comprehensive income
Investment at fair value through other comprehensive income				
Debt securities with not significantly increased in credit risk (Stage 1)	65,963,962	(50,901)	66,862,295	(50,476)
Total	65,963,962	(50,901)	66,862,295	(50,476)

(Unit : Thousand Baht)

	Consolidated and separate financial statements		
	March 31, 2022		
	Gross amount	Allowance for expected credit loss	Net Amount
Investment at amortised cost			
Debt securities with not significantly increased in credit risk (Stage 1)	205,000,150	(99,994)	204,900,156
Debt securities credit-impaired (Stage 3)	324,885	(166,536)	158,349
Total	205,325,035	(266,530)	205,058,505

(Unit : Thousand Baht)

	Consolidated and separate financial statements		
	December 31, 2021		
	Gross amount	Allowance for expected credit loss	Net Amount
Investment at amortised cost			
Debt securities with not significantly increased in credit risk (Stage 1)	204,077,079	(102,816)	203,974,263
Debt securities credit-impaired (Stage 3)	324,885	(166,536)	158,349
Total	204,401,964	(269,352)	204,132,612

9.3 Investments in structured notes

Investments in structured notes, which are classified as investments at fair value through other comprehensive income, consisted of the following:

- (1) As at March 31, 2022 and December 31, 2021, the Company has investments of Baht 413 million and Baht 928 million, respectively, in promissory notes and bills of exchange, which were issued by branches of foreign commercial banks, having remaining lives of 3 - 4 years and 1 - 5 years, respectively, and the notes and bills contain conditions whereby the redemption of the notes and bills is based on the credit event of the reference assets.
- (2) As at March 31, 2022 and December 31, 2021, the Company has investments of Baht 1,620 million and Baht 1,641 million, respectively, in bills of exchange, which were issued in foreign currency by branches of foreign commercial banks, having remaining maturity lives of 3 - 5 years and 4 - 5 years, respectively. The bills contain conditions whereby the redemption of the bills is based on the credit event of the reference assets.

9.4 Investments subject to restriction

As at March 31, 2022 and December 31, 2021, the Company has placed government and state enterprise bonds with cost or amortised cost of Baht 66,215 million and Baht 66,247 million, respectively, with the Registrar as securities and reserves as described in Notes 27 and 28.

9.5 Gains on investments

Gains on investments for the three-month periods ended March 31, 2022 and 2021 consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	For the three-month periods ended March 31,	
	2022	2021
Gains on sales of investment at fair value through profit or loss	-	6,440
Gains on sales of investment at amortised cost	12,885	-
Gains on sales of investment at fair value through other comprehensive income	273,729	135,608
Total gains on investments	286,614	142,048

10. INVESTMENTS IN A SUBSIDIARY

As at March 31, 2022 and December 31, 2021, detail of investments in a subsidiary, as presented in the separate interim financial statements, is as follows:

Company's name	Type of business	Country of incorporation	Issued and paid-up capital		Shareholding percentage		Cost	
			March 31, 2022 (Thousand Baht)	December 31, 2021 (Thousand Baht)	March 31, 2022 %	December 31, 2021 %	March 31, 2022 (Thousand Baht)	December 31, 2021 (Thousand Baht)
BLA Insurance Broker Company Limited	Insurance broker	Thailand	24,000	24,000	99	99	23,760	23,760
Total investments in a subsidiary							23,760	23,760

11. LOANS AND ACCRUED INTEREST RECEIVABLES

As at March 31, 2022 and December 31, 2021, the balances of loans and accrued interest income, classified by overdue periods, are as follows:

(Unit : Thousand Baht)

Overdue periods	Consolidated and separate financial statements			
	March 31, 2022			
	Loans and accrued interest receivables			
	Policy loans	Mortgage loans	Other loans	Total
Not yet due	9,521,694	2,073,749	-	11,595,443
Overdue:				
Less than 3 months	-	8,234	-	8,234
3 - 6 months	-	12,388	-	12,388
6 - 12 months	-	1,890	-	1,890
Over 12 months	-	130,274	55	130,329
Total	9,521,694	2,226,535	55	11,748,284
Less Allowance for expected credit loss	-	(73,245)	-	(73,245)
Loans and accrued interest receivables	9,521,694	2,153,290	55	11,675,039

(Unit : Thousand Baht)

Overdue periods	Consolidated and separate financial statements			
	December 31, 2021			
	Loans and accrued interest income			
	Policy loans	Mortgage loans	Other loans	Total
Not yet due	9,652,703	2,388,129	-	12,040,832
Overdue:				
Less than 3 months	-	21,275	-	21,275
3 - 6 months	-	1,840	-	1,840
6 - 12 months	-	34,785	-	34,785
Over 12 months	-	102,236	55	102,291
Total	9,652,703	2,548,265	55	12,201,023
Less Allowance for expected credit loss	-	(71,934)	-	(71,934)
Loans and accrued interest receivables - net	9,652,703	2,476,331	55	12,129,089

(Unit : Thousand Baht)

Consolidated and separate financial statements			
March 31, 2022			
Loans and accrued interest receivables			
Stages	Mortgage loans	Other loans	Total
Loans with not significantly increased in credit risk (Stage 1)	2,081,983	-	2,081,983
Loans with significantly increased in credit risk (Stage 2)	14,278	-	14,278
Loans with credit impaired (Stage 3)	130,274	55	130,329
Total	2,226,535	55	2,226,590
<u>Less</u> Allowance for expected credit loss	(73,245)	-	(73,245)
Total	2,153,290	55	2,153,345

(Unit : Thousand Baht)

Consolidated and separate financial statements			
December 31, 2021			
Loans and accrued interest income			
Stages	Mortgage loans	Other loans	Total
Loans with not significantly increased in credit risk (Stage 1)	2,409,404	-	2,409,404
Loans with significantly increased in credit risk (Stage 2)	36,625	-	36,625
Loans with credit impaired (Stage 3)	102,236	55	102,291
Total	2,548,265	55	2,548,320
<u>Less</u> Allowance for expected credit loss	(71,934)	-	(71,934)
Total	2,476,331	55	2,476,386

Policy loans represent loans granted to the policyholders in an amount not exceeding the cash value of the policy. The loans carry interest rate at 4.00% - 8.00% per annum, as approved by the Office of Insurance Commission.

Loans to employees under the employee welfare scheme are set for credit limit of Baht 0.1 million for personal guarantee loans. The interest rate is charged at the rates of 6.00% per annum. As at March 31, 2022 and December 31, 2021, loans to employees amounted to Baht 0.01 million and Baht 0.01 million, respectively.

Loans to employees under the mortgage loans are not to exceed 50 times the employee's monthly salary to each employee for secured loans. The loans carry interest of 5.00% - 6.00% per annum. As at March 31, 2022 and December 31, 2021, loans to employees under the mortgage loans amounted to Baht 8 million and Baht 9 million, respectively.

12. INVESTMENT PROPERTY

Carrying amounts of investment property as at March 31, 2022 and December 31, 2021, are as follows:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	For the three-month period ended March 31, 2022	For the year ended December 31, 2021
Net carrying value - beginning of the period/year	14,556	15,621
Depreciation for period/year	(263)	(1,065)
Net carrying value - end of the period/year	<u>14,293</u>	<u>14,556</u>

13. INVESTMENT ASSETS OF THE INSURED

Fair value of investment assets of the insured as at March 31, 2022 and December 31, 2021 are as follows:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	March 31, 2022	December 31, 2021
Investment in debt securities	37,243	34,885
Investment in equity securities	1,257	977
Total	<u>38,500</u>	<u>35,862</u>

14. PROPERTY, PLANT AND EQUIPMENT

Movements of property, plant and equipment for the three-month period ended March 31, 2022 are as follows:

	(Unit : Thousand Baht)						
	Consolidated financial statements						
	For the three-month period ended March 31, 2022						
	Land	Buildings and buildings improvements	Condominium	Office furniture, fixture and equipment	Motor vehicles	Construction in progress	Total
Net carrying value as at January 1, 2022	791,346	1,095,090	3,359	376,547	15,096	1,837	2,283,275
Additions - at cost	-	2,488	-	5,929	-	5,134	13,551
Transfer in (out)	-	1,675	-	402	-	(2,077)	-
Depreciation for the period	-	(9,413)	(452)	(21,723)	(1,694)	-	(33,282)
Net carrying value as at March 31, 2022	<u>791,346</u>	<u>1,089,840</u>	<u>2,907</u>	<u>361,155</u>	<u>13,402</u>	<u>4,894</u>	<u>2,263,544</u>

(Unit : Thousand Baht)

Separate financial statements							
For the three-month period ended March 31, 2022							
	Buildings and buildings		Office furniture, fixture and equipment		Motor vehicles	Construction in progress	Total
	Land	improvements	Condominium	equipment	vehicles	in progress	Total
Net carrying value as at January 1, 2022	791,346	1,095,093	3,357	376,528	15,095	1,837	2,283,256
Additions - at cost	-	2,488	-	5,929	-	5,134	13,551
Transfer in (out)	-	1,675	-	402	-	(2,077)	-
Depreciation for the period	-	(9,413)	(452)	(21,720)	(1,694)	-	(33,279)
Net carrying value as at March 31, 2022	791,346	1,089,843	2,905	361,139	13,401	4,894	2,263,528

15. DEFERRED TAX ASSETS/LIABILITIES AND INCOME TAX EXPENSE

15.1 Deferred tax assets/liabilities

Deferred tax assets and liabilities consisted of tax effects as shown below.

(Unit : Thousand Baht)						
Consolidated and separate financial statements						
	March 31	December 31,	Change in deferred tax assets/liabilities reported profit or loss in the for the three-month periods ended		Change in deferred tax assets/liabilities reported in the statements of comprehensive income for the three-month periods ended	
	2022	2021	2022	2021	2022	2021
Deferred tax assets						
Reserves for long-term insurance contracts	1,827,963	1,881,093	(53,130)	(49,059)	-	-
Claim reserves	16,486	19,702	(3,216)	(1,388)	-	-
Provisions for long-term employee benefits	41,316	39,600	1,716	1,567	-	-
Allowance for expected credit loss and allowance for impairment loss	196,120	196,338	(218)	(26,113)	-	-
Others	-	-	-	(94,505)	-	-
Total deferred tax assets	2,081,885	2,136,733	(54,848)	(169,498)	-	-
Deferred tax liabilities						
Investment at fair value through other comprehensive income	1,179,053	1,699,685	21,290	15,011	(541,922)	(32,609)
Cash flow hedge	57,199	25,280	1,898	4,366	30,021	(22,570)
Total deferred tax liabilities	1,236,252	1,724,965	23,188	19,377	(511,901)	(55,179)
Deferred tax assets/liabilities - net	845,633	411,768	(78,036)	(188,875)	511,901	55,179

15.2 Income tax expenses

Income tax expenses for the three-month periods ended March 31, 2022 and 2021 are as follows:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	For the three-month periods ended March 31,	
	2022	2021
Current income tax:		
Income tax	67,016	-
Deferred tax:		
Relating to origination and reversal of temporary differences	78,036	188,875
Income tax expenses reported in profits or losses	<u>145,052</u>	<u>188,875</u>

Reconciliation between accounting profits and income tax expense for the three-month periods ended March 31, 2022 and 2021 are as follows:

	(Unit : Thousand Baht)	
	Consolidated financial statements	
	For the three-month periods ended March 31,	
	2022	2021
Accounting profit before income tax expenses	945,718	1,178,623
Applicable corporate income tax rates	20%	20%
Income tax expenses at the applicable tax rates	189,058	235,562
Net tax effect on income or expenses that are not taxable or not deductible in determining taxable profits	(44,006)	(46,687)
Income tax expenses recognised in profits or losses	<u>145,052</u>	<u>188,875</u>

	(Unit : Thousand Baht)	
	Separate financial statements	
	For the three-month periods ended March 31,	
	2022	2021
Accounting profit before income tax expenses	945,290	1,177,811
Applicable corporate income tax rates	20%	20%
Income tax expenses at the applicable tax rates	189,058	235,562
Net tax effect on income or expenses that are not taxable or not deductible in determining taxable profits	(44,006)	(46,687)
Income tax expenses recognised in profits or losses	<u>145,052</u>	<u>188,875</u>

16. OTHER ASSETS

As at March 31, 2022 and December 31, 2021, other assets consisted of the following:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Prepaid income tax	174,823	174,823	174,823	174,823
Deposits	67,403	67,766	67,403	67,766
Receivable from sales of investments	146,148	203	146,148	203
Prepaid expenses	43,415	38,864	43,415	38,864
Others	180,126	137,305	167,754	125,881
Total other assets	<u>611,915</u>	<u>418,961</u>	<u>599,543</u>	<u>407,537</u>

17. INSURANCE CONTRACT LIABILITIES

As at March 31, 2022 and December 31, 2021, insurance contract liabilities consisted of the following:

	(Unit : Thousand Baht)					
	Consolidated and separate financial statements					
	March 31, 2022			December 31, 2021		
	Insurance contract liabilities	Reinsurance of liabilities	Net	Insurance contract liabilities	Reinsurance of liabilities	Net
Reserves for long-term insurance contracts	288,891,868	-	288,891,868	287,771,587	-	287,771,587
Claim reserves						
Reserves for reported claims	260,276	(164,232)	96,044	279,446	(207,240)	72,206
Reserves for claims incurred but not yet reported	82,427	-	82,427	98,512	-	98,512
Premium reserves						
Unearned premium reserves	1,969,334	(540,872)	1,428,462	1,588,010	(486,096)	1,101,914
Unpaid policy benefits	439,680	-	439,680	347,815	-	347,815
Other insurance liabilities	4,726,057	-	4,726,057	5,394,602	-	5,394,602
Total insurance contract liabilities	<u>296,369,642</u>	<u>(705,104)</u>	<u>295,664,538</u>	<u>295,479,972</u>	<u>(693,336)</u>	<u>294,786,636</u>

17.1 Reserves for long-term insurance contracts

As at March 31, 2022 and December 31, 2021, reserves for long-term insurance contracts consisted of the following:

	(Unit : Thousand Baht)	
	<u>Consolidated and separate financial statements</u>	
	<u>For the three-month period ended March 31, 2022</u>	<u>For the year ended December 31, 2021</u>
Balances - beginning of the period/year	287,771,587	282,407,305
Reserve increased for new businesses and in force policies	6,850,800	30,004,656
Reserve decreased for benefits payment lapses and surrender, etc.	(5,730,519)	(24,640,374)
Balances - end of the period/year	<u>288,891,868</u>	<u>287,771,587</u>

17.2 Claim reserves

As at March 31, 2022 and December 31, 2021, claim reserves consisted of the following:

	(Unit : Thousand Baht)	
	<u>Consolidated and separate financial statements</u>	
	<u>For the three-month period ended March 31, 2022</u>	<u>For the year ended December 31, 2021</u>
Balances - beginning of the period/year	377,958	262,551
Claims incurred in the current period/year	617,862	2,477,891
Claims paid during the period/year	(653,117)	(2,362,484)
Balances - end of the period/year	<u>342,703</u>	<u>377,958</u>

17.3 Unearned premium reserves

As at March 31, 2022 and December 31, 2021, unearned premium reserves consisted of the following:

	(Unit : Thousand Baht)	
	<u>Consolidated and separate financial statements</u>	
	<u>For the three-month period ended March 31, 2022</u>	<u>For the year ended December 31, 2021</u>
Balances - beginning of the period/year	1,588,010	1,482,840
Premium written for the period/year	1,376,563	4,213,165
Premium earned for the period/year	(995,239)	(4,107,995)
Balances - end of the period/year	<u>1,969,334</u>	<u>1,588,010</u>

17.4 Unpaid policy benefits

As at March 31, 2022 and December 31, 2021, unpaid policy benefits consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	March 31, 2022	December 31, 2021
Death benefit	147,498	93,174
Maturity payment	251,748	217,164
Benefit payment	39,322	36,341
Surrender	1,112	1,136
Total unpaid policy benefits	439,680	347,815

17.5 Other insurance liabilities

As at March 31, 2022 and December 31, 2021, other insurance liabilities consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	March 31, 2022	December 31, 2021
Deposits from insurance contracts	4,400,724	5,119,918
Premiums received in advance	205,689	157,840
Payable to policyholders on exempted premiums	80,827	80,740
Carrying amount of unit linked products	38,817	36,104
Total other insurance liabilities	4,726,057	5,394,602

18. AMOUNT DUE TO REINSURANCE

As at March 31, 2022 and December 31, 2021, amount due to reinsurance consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	March 31, 2022	December 31, 2021
Amount due to reinsurers	1,304,703	1,185,267
Total amount due to reinsurance	1,304,703	1,185,267

19. EMPLOYEE BENEFIT OBLIGATIONS

As at March 31, 2022 and December 31, 2021, employee benefit obligations consisted of the following:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Post-employment benefits obligations	178,822	171,422	178,073	170,673
Other long-term employee benefits obligation	28,574	27,396	28,508	27,330
Total employee benefit obligations	<u>207,396</u>	<u>198,818</u>	<u>206,581</u>	<u>198,003</u>

20. OTHER LIABILITIES

As at March 31, 2022 and December 31, 2021, other liabilities consisted of the following:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Accrued commission expenses	457,826	519,494	456,673	518,634
Accrued expenses	303,412	324,797	305,222	324,498
Premium received for policies not yet approved	50,388	74,913	50,388	74,913
Amounts received awaiting transfer	173,685	101,469	173,685	101,469
Specific Business Tax payable	131,356	153,739	131,356	153,739
Payable from purchases of investments	9,348	-	9,348	-
Withholding tax payable	32,392	34,582	32,359	34,545
Short-term employee benefit payables	39,140	111,614	39,140	111,353
Others	84,747	87,641	76,778	83,710
Total other liabilities	<u>1,282,294</u>	<u>1,408,249</u>	<u>1,274,949</u>	<u>1,402,861</u>

21. OPERATING SEGMENT

The Company presented operating segment information in the same manner as that reported to the Office of 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). Hence, all items as presented in this 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.

Underwriting information classified by insurance categories for the three-month periods ended March 31, 2022 and 2021 is as follows:

(Unit : Thousand Baht)

Consolidated financial statements							
For the three-month period ended March 31, 2022							
	Traditional products - no participating dividend	Traditional products - participating dividend	Life annuity products - no participating dividend	Investment Life Insurance Products	Personal accident	Others	Total
Underwriting income							
Premium written	8,234,104	714,154	111,242	746	10,900	-	9,071,146
Less Premium ceded to reinsurers	(338,824)	-	-	-	-	-	(338,824)
Net premium written	7,895,280	714,154	111,242	746	10,900	-	8,732,322
Add (Less) Unearned premium reserve (increased) decreased from prior period	(327,074)	-	-	-	526	-	(326,548)
Net earned premium	7,568,206	714,154	111,242	746	11,426	-	8,405,774
Fee and commission income	174,673	-	-	3,814	-	-	178,487
Total underwriting income	7,742,879	714,154	111,242	4,560	11,426	-	8,584,261
Underwriting expenses							
Life policy reserves increased from prior period	421,550	600,332	98,351	48	-	-	1,120,281
Benefit payments under life policies and claims net refundable from reinsurance	8,433,606	94,843	35,526	-	1,936	-	8,565,911
Commissions and brokerage expenses	609,092	76,566	4,053	4,217	418	2,202	696,548
Other underwriting expenses	163,175	7,855	1,222	3	127	(6)	172,376
Total underwriting expenses	9,627,423	779,596	139,152	4,268	2,481	2,196	10,555,116

(Unit : Thousand Baht)

Consolidated financial statements						
For the three-month period ended March 31, 2021						
	Traditional products - no participating dividend	Traditional products - participating dividend	Life annuity products - no participating dividend	Personal accident	Others	Total
Underwriting income						
Premium written	9,790,987	101,178	86,194	11,146	-	9,989,505
Less Premium ceded to reinsurers	(586,388)	-	-	-	-	(586,388)
Net premium written	9,204,599	101,178	86,194	11,146	-	9,403,117
Add (Less) Unearned premium reserve (increased) decreased from prior period	(250,623)	-	-	21	-	(250,602)
Net earned premium	8,953,976	101,178	86,194	11,167	-	9,152,515
Fee and commission income	281,048	-	-	-	-	281,048
Total underwriting income	9,235,024	101,178	86,194	11,167	-	9,433,563
Underwriting expenses						
Life policy reserves increased from prior period	3,156,545	295,130	77,692	-	-	3,529,367
Benefit payments under life policies and claims net refundable from reinsurance	6,818,148	3,228	37,897	2,783	-	6,862,056
Commissions and brokerage expenses	604,703	55,539	4,467	654	2,189	667,552
Other underwriting expenses	124,825	1,057	902	118	90	126,992
Total underwriting expenses	10,704,221	354,954	120,958	3,555	2,279	11,185,967

22. OPERATING EXPENSES

For the three-month periods ended March 31, 2022 and 2021, operating expenses consisted of the following:

	(Unit : Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	For the three-month periods ended March 31,		For the three-month periods ended March 31,	
	2022	2021	2022	2021
Personnel expenses	208,650	227,782	207,283	226,928
Property, plant and equipment expenses	44,189	38,256	44,109	38,175
Taxes and duties	758	495	758	495
Other operating expenses	99,576	96,427	99,759	96,547
Total operating expenses	<u>353,173</u>	<u>362,960</u>	<u>351,909</u>	<u>362,145</u>

23. GAIN (LOSS) ON REVALUATION

For the three-month periods ended March 31, 2022 and 2021, gain (loss) on revaluation consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	For the three-month periods ended March 31,	
	2022	2021
Unrealised gain on remeasuring investment at fair value through profit or loss	7,995	4,909
Unrealised gain (loss) on foreign exchange forward contracts	65,115	(188,406)
Gain (loss) on foreign exchange rate	(98,380)	271,918
Gain on revaluation fair value of forward contracts	9,492	21,832
Total gain (loss) on revaluation	<u>(15,778)</u>	<u>110,253</u>

24. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Company and subsidiary use the market approach to measure their assets that are required to be measured at fair value by relevant financial reporting standards, except that the cost approach or the income approach is used when there is no active market or when a quoted market price is not available.

Fair value hierarchy

In applying the above-mentioned valuation techniques, the Company endeavor to use relevant observable inputs as much as possible.

TFRS 13 “Fair Value Measurement” establishes a fair value hierarchy categorising such inputs into three levels as follows:

- Level 1 - Use of quoted market prices in an observable active market for such assets
- Level 2 - Use of other observable inputs for such assets whether directly or indirectly
- Level 3 - Use of unobservable inputs such as estimates of future cash flows

As at March 31, 2022 and December 31, 2021, the Company and subsidiary had the following assets that were measured at fair value using different fair value hierarchy as follows:

	(Unit: Thousand Baht)			
	Consolidated and separated financial statements			
	As at March 31, 2022			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Derivative assets				
Cross currency swap contracts	-	236,055	-	236,055
Forward exchange contracts	-	38,806	-	38,806
Investment at fair value through profit or loss				
Equity instruments	51,742	-	-	51,742
Investment at fair value through other comprehensive income				
Equity instruments	33,850,825	-	1,089,330	34,940,155
Debt instruments	5,013,282	71,521,851	2,032,749	78,567,882
Assets for which fair value are disclosed				
Investment at amortised cost				
Debt instruments	-	208,280,576	2,878,171	211,158,747
Investment property	-	-	35,857	35,857
Loans and accrued interest receivables				
Policy loans	-	-	11,112,667	11,112,667
Mortgage loans	-	-	2,145,683	2,145,683
Financial liabilities measured at fair value				
Derivative liabilities				
Cross currency swap contracts	-	592,860	-	592,860
Forward exchange contracts	-	58,730	-	58,730

(Unit : Thousand Baht)

Consolidated and separated financial statements

December 31, 2021

	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Derivative assets				
Cross currency swap contracts	-	171,923	-	171,923
Forward exchange contracts	-	18,454	-	18,454
Investment at fair value through profit or loss				
Equity instruments	39,104	-	-	39,104
Investment at fair value through other comprehensive income				
Equity instruments	33,590,504	-	1,089,951	34,680,455
Debt instruments	5,047,988	72,469,991	2,569,155	80,087,134
Assets for which fair value are disclosed				
Investment at amortised cost				
Debt instruments	-	217,149,483	3,148,106	220,297,589
Investment property	-	-	35,987	35,987
Loans and accrued interest receivables				
Policy loans	-	-	11,277,872	11,277,872
Mortgage loans	-	-	2,468,244	2,468,244
Financial liabilities measured at fair value				
Derivative liabilities				
Cross currency swap contracts	-	740,754	-	740,754
Forward exchange contracts	-	105,943	-	105,943

Valuation techniques and inputs to Level 2 valuations

- a) The fair value of investments in debt instruments at fair value through other comprehensive income has been determined by using the yield curve as announced by the Thai Bond Market Association or by other relevant bodies.
- b) The fair value of investments in unit trusts at fair value through other comprehensive income has been determined by using the net asset value per unit as announced by the fund managers.
- c) For derivatives, their fair values have been determined by using fair values obtained from its counterparties, who are banks.

Valuation techniques and inputs to Level 3 valuations

- a) The fair value of investments in equity instruments at fair value through other comprehensive income has been determined by using price to book value ratio by comparing with other investment in the same industry and dividend discount model.
- b) The fair value of investments in debt instruments at fair value through other comprehensive income and at amortised cost are determined by using discounted cash flow method based on the reference interest rate as a discount rate.
- c) The fair value of investment property has been determined based on valuation performed by an independent appraiser. The fair value of the office building held for rent has been determined using the cost approach. The approach was estimated current replacement cost less accumulated depreciation and add with fair value of land.

- d) The fair value of policy loans is estimated by discounting expected future cash flow by the interest-free bonds.
- e) The fair value of mortgage loans is estimated by discounting expected future cash flow by the current market interest rate of the loans with similar terms and conditions. Thus, carrying value presented in the financial statements is closely to fair value.

During the current period, there was no transfer within the fair value hierarchy.

25. REVERSAL OF EXPECTED CREDIT LOSS AND IMPAIRMENT LOSS

	(Unit : Thousand Baht)	
	<u>Consolidated and separate financial statements</u>	
	<u>For the three-month periods ended March 31,</u>	
	<u>2022</u>	<u>2021</u>
Expected Credit Loss		
Investments in securities	(2,401)	653
Loans and accrued interest receivables	1,311	(2,607)
Impairment loss		
Others	175	-
Total	<u>(915)</u>	<u>(1,954)</u>

26. RELATED PARTY TRANSACTIONS

In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely 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	Related by way of common shareholders
Bangkok Insurance Pcl.	Insurance	Shareholding and related by way of common directors
Sorachai Vivatn Co., Ltd.	Property development	Related by way of common shareholders
Bumrungrad Hospital Pcl.	Health care services	Related by way of common shareholders
Union Textile Industries Pcl.	Industry	Related by way of common shareholders
Asia Warehouse Co., Ltd.	Rental of assets	Shareholding by the major shareholder of the Company
BBL Asset Management Co., Ltd.	Asset management	Shareholding and related by way of common directors
Bualuang Securities Pcl.	Securities	Subsidiary of the major shareholder of the Company
BLA Insurance Broker Co., Ltd	Insurance broker	Subsidiary
I-Direct Insurance Broker Co., Ltd.	Life Insurance broker	Related by way of common shareholders
Bang Pa-In Golf Co., Ltd.	Services	Related by way of common shareholders

During the three-month periods ended March 31, 2022 and 2021, the Company and subsidiary had significant business transactions with 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 : Thousand Baht)

	Consolidated financial statements		Pricing policy
	For the three-month periods ended March 31,		
	2022	2021	
Related parties			
Premium written	2,245	1,337	Normal commercial terms for underwriting
Interest income - deposits at banks, promissory notes and debentures	59,214	23,037	Same rates as those offered by financial institutions and related companies to general customers
Interest income - mortgage loans	1,745	1,938	Same rates as the Group and the Company charged to general borrowers who mortgage assets as collateral
Dividend income	30,366	61,490	The declared amount
Rental and service income	3,155	3,088	Rate on agreements those charged by rental and service fees per square meter per month
Brokerage income from securities trading	13,168	22,453	Normal commercial terms for securities brokerage
Gain on forward and swap foreign exchange contracts	62,407	241,250	Normal commercial terms on contracts
Commission and brokerage	282,971	208,740	At a mutually agreed percentage of premium written
Claim payment and diagnose charge	5,931	7,746	Normal commercial terms for underwriting
Bank charges	45,271	44,050	Same rates as those charged by financial institutions and related companies to general customers
Insurance premium	484	359	Normal commercial terms for underwriting
Building space rental and services	630	991	Rate on agreements
Other services	1,314	1,006	Normal commercial terms for services

(Unit : Thousand Baht)

	Separate financial statements		Pricing policy
	For the three-month periods ended March 31,		
	2022	2021	
Subsidiary			
Written Premium	156	-	Normal commercial terms for underwriting
Rental and service income	104	86	Rate on agreements as those charged by rental and service fees per square meter per month
Related parties			
Written Premium	2,245	1,337	Normal commercial terms for underwriting
Interest income - deposits at banks, promissory notes and debentures	59,214	23,037	Same rates as those offered by financial institutions and related companies to general customers
Interest income - mortgage loans	1,745	1,938	Same rates as the Company charged to general borrowers who mortgage assets as collateral
Dividend income	30,366	61,490	The declared amount
Brokerage income from securities trading	13,168	22,453	Normal commercial terms for securities brokerage
Gain on forward and swap foreign exchange contracts	62,407	241,250	Normal commercial terms on contracts
Commission and brokerage	282,971	208,740	At a mutually agreed percentage of premium written
Claim payment and diagnose charge	5,931	7,746	Normal commercial terms for underwriting
Bank charges	45,247	44,023	Same rates as those charged by financial institutions and related companies to general customers
Insurance premium	477	352	Normal commercial terms for underwriting
Building space rental and services	630	991	Rate on agreements
Other services	323	16	Normal commercial terms for services

For the three-month periods ended March 31, 2022 and 2021, the premium generated from the Bancassurance distribution channel represented approximately 57% and 59% of total net premium written, respectively.

As at March 31, 2022 and December 31, 2021, the balance of the accounts between the Company and those related companies are as follows:

	(Unit : Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Subsidiary				
Other liabilities				
Deposits	-	-	66	66
Accrued expenses	-	-	1,849	-
Total other liabilities	-	-	1,915	66
Related parties				
Deposit at financial institution (included in cash and cash equivalents)	1,348,391	1,540,657	1,332,759	1,525,949
Investment assets				
Investment in securities	10,524,972	9,657,319	10,524,972	9,657,319
Loans	130,450	134,705	130,450	134,705
Total investments assets	10,655,422	9,792,024	10,655,422	9,792,024
Forward and swap foreign exchange contract receivables	7,855,582	7,758,534	7,855,582	7,758,534
Other assets	4,958	7,841	623	2,603
Outstanding claims	3,490	7,871	3,490	7,871
Forward and swap foreign exchange contract payables	7,961,656	7,918,973	7,961,656	7,918,973
Other liabilities	199,427	164,117	191,842	160,471

Directors and key management's benefits

During the three-month periods ended March 31, 2022 and 2021, employee benefit expenses to directors and key management are as follows:

	(Unit: Million Baht)	
	Consolidated and separate financial statements	
	For the three-month periods ended March 31,	
	2022	2021
Short-term employee benefits	21.80	16.80
Long-term employee benefits	0.64	0.54
Total directors and key management's benefits	22.44	17.34

27. ASSETS PLACED WITH THE REGISTRAR

As at March 31, 2022 and December 31, 2021, the following securities have been placed securities with the Registrar in accordance with the Life Insurance Act are as follows :

(Unit : Thousand Baht)

	Consolidated and separate financial statements			
	March 31, 2022		December 31, 2021	
	Carrying value	Fair value	Carrying value	Fair value
State enterprise bonds	22,870	23,886	22,891	25,969

28. ASSETS RESERVED WITH THE REGISTRAR

As at March 31, 2022 and December 31, 2021, the following securities have been placed as reserves with the Registrar in accordance with the Life Insurance Act are as follows :

(Unit : Thousand Baht)

	Consolidated and separate financial statements			
	March 31, 2022		December 31, 2021	
	Carrying value	Fair value	Carrying value	Fair value
Government bonds	62,993,115	67,196,698	63,024,086	72,255,995
State enterprise bonds	3,199,375	3,430,704	3,198,750	3,473,504
Total	66,192,490	70,627,402	66,222,836	75,729,499

29. EARNINGS PER SHARE

Basic earnings per share for the three-month periods ended March 31, 2022 and 2021 were as follows:

	Consolidated financial statement		Separate financial statement	
	For the three-month periods ended March 31,		For the three-month periods ended March 31,	
	2022	2021	2022	2021
Net profits (Thousand Baht)	800,662	989,739	800,238	988,936
Number of share capital (Thousand shares)	1,707,566	1,707,566	1,707,566	1,707,566
Basic earnings per share *(Baht per share)	0.47	0.58	0.47	0.58

* Earnings per share for equity holders of the Company.

30. COMMITMENTS

- 30.1 As at March 31, 2022 and December 31, 2021, the Company has commitments to pay contingent liabilities from the construction building agreement with local companies amounting to Baht 12.42 million and Baht 31.44 million, respectively.
- 30.2 The Company and subsidiary have 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 1 to 5 years for leases of building space and are generally between 1 to 5 years for leases of motor vehicles and equipment. Such agreements are non-cancellable.

As at March 31, 2022 and December 31, 2021, the Company and subsidiary have future minimum lease payments required under these non-cancellable operating lease contracts were as follows:

	(Unit : Million Baht)		
	Consolidated and separate financial statements		
	March 31, 2022		
	Pay within		
	1 year	1 - 5 years	Total
Operating lease agreements - Other parties	17.69	14.85	32.54
Service agreements	20.88	-	20.88
Total	38.57	14.85	53.42

	(Unit : Million Baht)		
	Consolidated and separate financial statement		
	December 31, 2021		
	Pay within		
	1 year	1 - 5 years	Total
Operating lease agreements - Other parties	17.19	15.96	33.15
Service agreements	1.60	-	1.60
Total	18.79	15.96	34.75

The Company and subsidiary recognized rental expense derived from the operating leases for the three-month periods ended March 31, 2022 and 2021 amounting to Baht 5.35 million and Baht 5.71 million, respectively.

- 30.3 As at March 31, 2022 and December 31, 2021, the Company had bank guarantee issued by banks Baht 1.6 million and Baht 1.6 million, respectively.

31. LITIGATION

As at March 31, 2022 and December 31, 2021, the Company has been sued in litigation cases of compensation of claims totaling approximately Baht 7 million and Baht 6 million, respectively, for being the insurer and the cases have yet been finalised. The Company has not yet provided for any provision for loss on such cases since there is still uncertainty with respect to the outcome of the cases.

32. EVENT AFTER THE REPORTING PERIOD

On April 27, 2022, the Annual General Meeting of shareholders approved the dividend payment of Baht 0.56 per share to the Company's ordinary shareholders. The payment of dividend was approved by the Office of Insurance Commission on April 8, 2022.

33. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorised for issuance by the Board of Directors on May 13, 2022.