

*BANGKOK LIFE ASSURANCE PUBLIC  
COMPANY LIMITED AND SUBSIDIARIES*

*Interim Financial Statements*

*Three-month and six-month periods ended  
June 30, 2021*



บริษัท ดีลอยท์ ทูช โทรมัตสุ ไชโยส  
ออดิท จำกัด  
อาคาร เอ็มเอ อาคาร ทาวเวอร์ ชั้น 23-27  
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**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 subsidiaries and the separate statement of financial position of Bangkok Life Assurance Public Company Limited as at June 30, 2021, and the related consolidated and separate statements of profit or loss and other comprehensive income three-month and six-month periods ended June 30, 2021, and the related consolidated and separate statements of changes in equity, and cash flows for the six-month period ended June 30, 2021, 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  
Certified Public Accountant (Thailand)  
Registration No. 7731

**BANGKOK**  
August 11, 2021

**DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.**



**BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2021**

**(Unit: Thousand Baht)**

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
		June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
<b>ASSETS</b>					
Cash and cash equivalents	4	10,751,513	8,072,221	10,735,066	8,061,451
Premium receivables	5	1,926,030	1,786,021	1,926,030	1,786,021
Accrued investment income		1,612,827	1,647,384	1,612,827	1,647,384
Reinsurance assets	6, 17	675,058	616,807	675,058	616,807
Amount due from reinsurances	7	1,097,963	724,824	1,097,963	724,824
Derivative assets	8	381,157	1,304,283	381,157	1,304,283
Investment assets					
Investments in securities	9, 27, 28	317,368,787	310,811,466	317,368,787	310,811,466
Investments in subsidiaries	10	-	-	23,760	23,760
Loans and accrued interest receivables	12	11,584,586	11,313,578	11,584,586	11,313,578
Investment property	13	15,089	15,621	15,089	15,621
Property, plant and equipment	14	2,266,888	2,187,895	2,266,861	2,187,860
Goodwill		4,955	4,955	-	-
Intangible assets		34,294	27,460	34,286	27,450
Deferred tax assets	15	186,469	600,160	186,469	600,160
Other assets	16	621,812	665,595	608,115	654,832
<b>TOTAL ASSETS</b>		<b>348,527,428</b>	<b>339,778,270</b>	<b>348,516,054</b>	<b>339,775,497</b>

See the condensed notes to the interim financial statements

**BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF FINANCIAL POSITION (CONTINUED)**  
**AS AT JUNE 30, 2021**

(Unit: Thousand Baht)

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		(Unaudited but reviewed) June 30, 2021	(Audited) December 31, 2020	(Unaudited but reviewed) June 30, 2021	(Audited) December 31, 2020
<b>LIABILITIES AND EQUITY</b>					
<b>Liabilities</b>					
Insurance contract liabilities	17	297,486,263	291,328,579	297,486,263	291,328,579
Amount due to reinsurances	18	1,205,237	798,906	1,205,237	798,906
Derivative liabilities	8	529,026	75,973	529,026	75,973
Employee benefit obligations	19	186,423	170,749	185,894	170,220
Other liabilities	20	1,341,943	1,305,674	1,330,872	1,301,443
<b>Total liabilities</b>		<u>300,748,892</u>	<u>293,679,881</u>	<u>300,737,292</u>	<u>293,675,121</u>
<b>Equity</b>					
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 share 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					
Legal reserve					
		170,800	170,800	170,800	170,800
General reserve					
		400,000	400,000	400,000	400,000
Unappropriated					
		32,506,814	31,157,822	32,507,284	31,160,035
Other component of equity					
Revaluation surplus on investment at fair value through					
other comprehensive income - net of income taxes					
		9,515,085	9,092,423	9,515,085	9,092,423
Revaluation surplus on derivatives					
investments - net of income taxes					
		<u>117,034</u>	<u>208,559</u>	<u>117,034</u>	<u>208,559</u>
Equity attributable to equity holders of the Company		<u>47,778,292</u>	<u>46,098,163</u>	<u>47,778,762</u>	<u>46,100,376</u>
Non-controlling interests of the subsidiaries		244	226	-	-
<b>Total equity</b>		<u>47,778,536</u>	<u>46,098,389</u>	<u>47,778,762</u>	<u>46,100,376</u>
<b>TOTAL LIABILITIES AND EQUITY</b>		<u>348,527,428</u>	<u>339,778,270</u>	<u>348,516,054</u>	<u>339,775,497</u>

See the condensed notes to the interim financial statements

**BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2021**  
**“UNAUDITED BUT REVIEWED”**

(Unit: Thousand Baht)

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		2021	2020	2021	2020
<b>Continuing operations</b>					
<b>Revenues</b>					
Gross written premium	21, 26	8,012,834	6,838,513	8,012,834	6,838,513
<u>Less</u> Premium ceded to reinsurers	21, 26	(250,571)	(244,172)	(250,571)	(244,172)
Net premium written		7,762,263	6,594,341	7,762,263	6,594,341
<u>Add</u> Unearned premium reserves decreased form prior period	21	8,217	82,887	8,217	82,887
Net earned premium		7,770,480	6,677,228	7,770,480	6,677,228
Fee and commission income	21	74,081	89,196	74,081	89,196
Net investment income	26	3,001,771	3,093,647	3,001,771	3,093,647
Gain on investment	9	213,462	138,404	213,462	138,404
Fair value gain (loss)	23	81,801	(307,830)	81,801	(307,830)
Other income	26	28,395	25,693	24,302	21,972
<b>Total revenues</b>		<u>11,169,990</u>	<u>9,716,338</u>	<u>11,165,897</u>	<u>9,712,617</u>
<b>Expenses</b>					
Life policy reserves increased from prior period	21	2,786,955	2,335,266	2,786,955	2,335,266
Benefit payments under life policies and claims	21, 26	6,478,258	5,667,249	6,478,258	5,667,249
<u>Less</u> Benefit payments under life policies and claims refundable from reinsurance	21, 26	(210,352)	(199,338)	(210,352)	(199,338)
Commissions and brokerages expenses	21, 26	657,176	547,988	654,931	545,538
Other underwriting expenses	21	151,655	94,958	151,655	94,957
Operating expenses	22, 26	390,977	386,534	390,078	384,953
Expected credit loss	25	44,626	189,989	44,626	189,989
<b>Total expenses</b>		<u>10,299,295</u>	<u>9,022,646</u>	<u>10,296,151</u>	<u>9,018,614</u>
<b>Profit before income tax expense</b>		<u>870,695</u>	<u>693,692</u>	<u>869,746</u>	<u>694,003</u>
Income tax expenses	15	(119,281)	(63,060)	(119,281)	(63,060)
<b>Profit for the periods from continuing operations</b>		<u>751,414</u>	<u>630,632</u>	<u>750,465</u>	<u>630,943</u>
<b>Discontinued operation</b>					
Gain for the periods from discontinued operation - net of tax income	11	-	213	-	-
<b>Profit for the periods</b>		<u>751,414</u>	<u>630,845</u>	<u>750,465</u>	<u>630,943</u>
<b>Profit for the periods attributable to</b>					
Equity holders of the Company					
From continuing operations		751,405	630,637	750,465	630,943
From discontinued operation		-	111	-	-
		<u>751,405</u>	<u>630,748</u>		
Non-controlling interests of the subsidiaries					
From continuing operations		9	(5)		
From discontinued operation		-	102		
		<u>9</u>	<u>97</u>		
		<u>751,414</u>	<u>630,845</u>		

**BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)**  
**FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2021**  
**“UNAUDITED BUT REVIEWED”**

(Unit: Thousand Baht)

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
		2021	2020	2021	2020
<b>Profit for the periods</b>		751,414	630,845	750,465	630,943
<b>Other comprehensive income</b>					
Other comprehensive income to be reclassified to profit or loss in subsequent periods					
Gains on remeasuring investment at fair value through other comprehensive income		456,656	4,941,801	456,656	4,941,801
Reversal of (gains) losses realised on the disposal of investment at fair value through other comprehensive income		275,876	(36,881)	275,876	(36,881)
Gains (losses) on remeasuring cash flow hedge derivatives fair value		(1,556)	52,389	(1,556)	52,389
Foreign exchange differences on translation of financial statements in foreign currency		-	(5,491)	-	-
Income taxes relating to other comprehensive income	15	(179,095)	(991,258)	(179,095)	(991,258)
Total other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income taxes		551,881	3,960,560	551,881	3,966,051
<b>Other comprehensive income for the periods - net of income taxes</b>		551,881	3,960,560	551,881	3,966,051
<b>Total comprehensive income for the periods</b>		1,303,295	4,591,405	1,302,346	4,596,994
<b>Total comprehensive income (loss) for the periods attributable to</b>					
Equity holders of the Company		1,303,286	4,593,943	1,302,346	4,596,994
Non-controlling interests of the subsidiaries		9	(2,538)		
		1,303,295	4,591,405		
<b>Earnings per share</b>	29				
Basic earnings per share					
From continuing operations		0.440	0.369		
From discontinued operation	11	-	0.001		
Basic earnings per share for the period		0.440	0.370	0.440	0.369

See the condensed notes to the interim financial statements

**BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021**  
**“UNAUDITED BUT REVIEWED”**

(Unit: Thousand Baht)

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		2021	2020	2021	2020
<b>Continuing operations</b>					
<b>Revenues</b>					
Gross written premium	21, 26	18,002,339	16,895,435	18,002,425	16,895,435
<u>Less</u> Premium ceded to reinsurers	21, 26	(836,959)	(831,686)	(836,959)	(831,686)
Net premium written		17,165,380	16,063,749	17,165,466	16,063,749
<u>Less</u> Unearned premium reserves increased form prior period	21	(242,385)	(176,576)	(242,385)	(176,576)
Net earned premium		16,922,995	15,887,173	16,923,081	15,887,173
Fee and commission income	21	355,129	269,538	355,129	269,538
Net investment income	26	6,008,124	6,256,696	6,008,124	6,256,696
Gain on investment	9	355,510	1,348,153	355,510	1,348,153
Fair value gain	23	192,054	284,502	192,054	284,502
Other income	26	61,774	59,508	53,689	51,451
<b>Total revenues</b>		<u>23,895,586</u>	<u>24,105,570</u>	<u>23,887,587</u>	<u>24,097,513</u>
<b>Expenses</b>					
Life policy reserves increased from prior period	21	6,316,322	8,540,514	6,316,322	8,540,514
Benefit payments under life policies and claims	21, 26	13,531,958	12,638,068	13,531,958	12,638,068
<u>Less</u> Benefit payments under life policies and claims refundable from reinsurance	21, 26	(401,996)	(436,544)	(401,996)	(436,544)
Commissions and brokerages expenses	21, 26	1,324,728	1,266,444	1,320,294	1,261,674
Other underwriting expenses	21	278,647	212,889	278,557	212,889
Operating expenses	22, 26	753,937	749,698	752,223	746,210
Expected credit loss	25	42,672	220,124	42,672	220,124
<b>Total expenses</b>		<u>21,846,268</u>	<u>23,191,193</u>	<u>21,840,030</u>	<u>23,182,935</u>
<b>Profit before income tax expense</b>		<u>2,049,318</u>	<u>914,377</u>	<u>2,047,557</u>	<u>914,578</u>
Income tax expenses	15	(308,156)	(52,993)	(308,156)	(52,993)
<b>Profit for the periods from continuing operations</b>		<u>1,741,162</u>	<u>861,384</u>	<u>1,739,401</u>	<u>861,585</u>
<b>Discontinued operation</b>					
Loss for the periods from discontinued operation - net of tax income	11	-	(251)	-	-
<b>Profit for the periods</b>		<u>1,741,162</u>	<u>861,133</u>	<u>1,739,401</u>	<u>861,585</u>
<b>Profit for the periods attributable to</b>					
Equity holders of the Company					
From continuing operations		1,741,144	861,386	1,739,401	861,585
From discontinued operation		-	(130)		
		<u>1,741,144</u>	<u>861,256</u>		
Non-controlling interests of the subsidiaries					
From continuing operations		18	(2)		
From discontinued operation		-	(121)		
		<u>18</u>	<u>(123)</u>		
		<u>1,741,162</u>	<u>861,133</u>		

**BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)**  
**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021**  
**“UNAUDITED BUT REVIEWED”**

(Unit: Thousand Baht)

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS	FINANCIAL STATEMENTS
		2021	2020	2021	2020
<b>Profit for the periods</b>		1,741,162	861,133	1,739,401	861,585
<b>Other comprehensive income</b>					
Other comprehensive income to be reclassified to profit or loss in subsequent periods					
Gains (losses) on remeasuring investment at fair value through other comprehensive income		521,449	(186,832)	521,449	(186,832)
Reversal of (gains) losses realised on the disposal of investment at fair value through other comprehensive income		48,010	(671,427)	48,010	(671,427)
Losses on remeasuring cash flow hedge derivatives fair value		(114,406)	(529,051)	(114,406)	(529,051)
Foreign exchange differences on translation of financial statements in foreign currency		-	3,900	-	-
Income taxes relating to other comprehensive income	15	(123,916)	278,554	(123,916)	278,554
Total other comprehensive income (loss) to be reclassified to profit or loss in subsequent periods - net of income taxes		331,137	(1,104,856)	331,137	(1,108,756)
<b>Other comprehensive income (loss) for the periods - net of income taxes</b>		331,137	(1,104,856)	331,137	(1,108,756)
<b>Total comprehensive income (loss) for the periods</b>		2,072,299	(243,723)	2,070,538	(247,171)
<b>Total comprehensive income (loss) for the periods attributable to</b>					
Equity holders of the Company		2,072,281	(245,472)	2,070,538	(247,171)
Non-controlling interests of the subsidiaries		18	1,749		
		2,072,299	(243,723)		
<b>Earnings per share</b>	29				
Basic earnings (losses) per share					
From continuing operations		1.020	0.505		
From discontinued operation	11	-	(0.001)		
Basic earnings per share for the period		1.020	0.504	1.019	0.505

See the condensed notes to the interim financial statements

**BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021**  
**“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	Retained earnings			Surplus on derivatives investments - net of income taxes	Surplus on remeasuring investment at fair value through other comprehensive income - net of income taxes	Exchange rate differences on translation of financial statements in foreign currency	Total equity attributable to equity holders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total
			Appropriated	Unappropriated	Legal reserve						
		Legal reserve	General reserve	Unappropriated							
<b>Balance as at January 1, 2020</b>	1,707,566	3,360,993	170,800	400,000	30,057,207	592,440	8,703,734	(4,781)	44,987,959	35,158	45,023,117
Profit (loss) for the period	-	-	-	-	861,256	-	-	-	861,256	(123)	861,133
Other comprehensive income (loss) for the period											
Loss on remeasuring of investment at fair value through other comprehensive income - net of income taxes	-	-	-	-	-	-	(685,515)	-	(685,515)	-	(685,515)
Loss on remeasuring cash flow hedge derivatives fair value - net of income taxes	-	-	-	-	-	(423,241)	-	-	(423,241)	-	(423,241)
Exchange rate differences on translation of financial statements in foreign currency	-	-	-	-	-	-	-	2,028	2,028	1,872	3,900
Total comprehensive income (loss) for the period	-	-	-	-	861,256	(423,241)	(685,515)	2,028	(245,472)	1,749	(243,723)
<b>Balance as at June 30, 2020</b>	1,707,566	3,360,993	170,800	400,000	30,918,463	169,199	8,018,219	(2,753)	44,742,487	36,907	44,779,394

See the condensed notes to the interim financial statements

**BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENT OF CHANGES IN EQUITY (CONTINUED)**  
**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021**  
**“UNAUDITED BUT REVIEWED”**

(Unit: Thousand Baht)

Consolidated financial statement												
Equity attributable to equity holders of the Company												
	Note	Equity attributable to equity holders of the Company					Other component of equity			Total		
		Issued and paid-up share capital	Premium on share capital	Retained earnings		Unappropriated	Surplus on derivatives investments - net of income taxes	Surplus on remeasuring 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			re-measuring investment	other comprehensive income			
<b>Balance as at January 1, 2021</b>		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	
Dividend paid	30	-	-	-	-	(392,152)	-	-	(392,152)	-	(392,152)	
Profit for the period		-	-	-	-	1,741,144	-	-	1,741,144	18	1,741,162	
Other comprehensive income (loss) for the period												
Gain on remeasuring of investment at fair value through other comprehensive income - net of income taxes		-	-	-	-	-	-	422,662	422,662	-	422,662	
Loss on remeasuring cash flow hedge derivatives fair value - net of income taxes		-	-	-	-	-	(91,525)	-	(91,525)	-	(91,525)	
Total comprehensive income (loss) for the period		-	-	-	-	1,741,144	(91,525)	422,662	2,072,281	18	2,072,299	
<b>Balance as at June 30, 2021</b>		<u>1,707,566</u>	<u>3,360,993</u>	<u>170,800</u>	<u>400,000</u>	<u>32,506,814</u>	<u>117,034</u>	<u>9,515,085</u>	<u>47,778,292</u>	<u>244</u>	<u>47,778,536</u>	

See the condensed notes to the interim financial statements

**BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENT OF CHANGES IN EQUITY (CONTINUED)**  
**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021**  
**“UNAUDITED BUT REVIEWED”**

(Unit: Thousand Baht)

	Separate financial statements							Total
	Issued and paid-up share capital	Premium on share capital	Retained earnings			Other component of equity		
			Appropriated		Unappropriated	Surplus on derivatives investments - net of income taxes	Surplus on remeasuring investment at fair value through other comprehensive income - net of income taxes	
			Legal reserve	General reserve				
<b>Balance as at January 1, 2020</b>	1,707,566	3,360,993	170,800	400,000	30,041,689	592,440	8,703,734	44,977,222
Profit for the period	-	-	-	-	861,585	-	-	861,585
Other comprehensive income (loss) for the period								
Loss on remeasuring investment at fair value through other comprehensive income - net of income taxes	-	-	-	-	-	-	(685,515)	(685,515)
Loss on remeasuring derivatives investments - net of income taxes	-	-	-	-	-	(423,241)	-	(423,241)
Total comprehensive income (loss) for the period	-	-	-	-	861,585	(423,241)	(685,515)	(247,171)
<b>Balance as at June 30, 2020</b>	<u>1,707,566</u>	<u>3,360,993</u>	<u>170,800</u>	<u>400,000</u>	<u>30,903,274</u>	<u>169,199</u>	<u>8,018,219</u>	<u>44,730,051</u>

See the condensed notes to the interim financial statements

**BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENT OF CHANGES IN EQUITY (CONTINUED)**  
**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021**  
**“UNAUDITED BUT REVIEWED”**

(Unit: Thousand Baht)

Separate financial statements

Note	Retained earnings					Other component of equity		Total
	Issued and paid-up share capital	Premium on share capital	Appropriated		Surplus on derivatives investments - net of income taxes	Surplus on remeasuring investment at fair value through other comprehensive income - net of income taxes		
			Legal reserve	General reserve			Unappropriated	
<b>Balance as at January 1, 2021</b>	1,707,566	3,360,993	170,800	400,000	31,160,035	208,559	9,092,423	46,100,376
Dividend paid	30	-	-	-	(392,152)	-	-	(392,152)
Profit for the period	-	-	-	-	1,739,401	-	-	1,739,401
Other comprehensive income (loss) for the period								
Gain on remeasuring investment at fair value through other comprehensive income - net of income taxes	-	-	-	-	-	-	422,662	422,662
Loss on remeasuring cash flow hedge derivatives fair value - net of income taxes	-	-	-	-	-	(91,525)	-	(91,525)
Total comprehensive income (loss) for the period	-	-	-	-	1,739,401	(91,525)	422,662	2,070,538
<b>Balance as at June 30, 2021</b>	<u>1,707,566</u>	<u>3,360,993</u>	<u>170,800</u>	<u>400,000</u>	<u>32,507,284</u>	<u>117,034</u>	<u>9,515,085</u>	<u>47,778,762</u>

See the condensed notes to the interim financial statements

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

**STATEMENTS OF CASH FLOWS**

**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021**

**“UNAUDITED BUT REVIEWED”**

**(Unit: Thousand Baht)**

	Note	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2021	2020	2021	2020
<b>Cash flows provided by operating activities</b>					
Gross premium		17,844,536	16,546,812	17,844,622	16,546,812
Cash payments from reinsurance		(204,750)	(548,125)	(204,750)	(548,125)
Interest income		5,118,630	5,140,830	5,118,630	5,140,265
Dividend income		923,509	1,154,587	923,509	1,154,587
Other investment income		519,806	1,389,340	519,806	1,389,340
Other income		59,029	65,023	53,750	51,448
Benefit and claim on direct insurance		(13,725,746)	(12,167,187)	(13,725,746)	(12,167,187)
Commissions and brokerages on direct insurance		(1,402,300)	(1,374,015)	(1,398,420)	(1,368,834)
Other underwriting expenses		(227,695)	(315,688)	(227,604)	(315,688)
Operating expenses		(735,271)	(789,895)	(739,726)	(782,110)
Corporate income taxes		(68,403)	(189,459)	(68,403)	(189,442)
Cash received - financial assets		9,547,592	22,377,081	9,547,592	22,377,081
Cash payments - financial assets		(14,440,579)	(30,206,847)	(14,440,579)	(30,206,847)
Net cash provided by operating activities		<u>3,208,358</u>	<u>1,082,457</u>	<u>3,202,681</u>	<u>1,081,300</u>
<b>Cash flows used in investing activities</b>					
Net cash flows for purchases and disposals					
of property, plant and equipment		(136,914)	(398,797)	(136,914)	(398,752)
Net cash used in investing activities		<u>(136,914)</u>	<u>(398,797)</u>	<u>(136,914)</u>	<u>(398,752)</u>
<b>Cash flows used in financing activity</b>					
Dividend paid		(392,152)	-	(392,152)	-
Net cash used in financing activity		<u>(392,152)</u>	<u>-</u>	<u>(392,152)</u>	<u>-</u>
Exchange differences on translation of					
financial statements in foreign currency		-	3,771	-	-
<b>Net increase in cash and cash equivalents</b>		<u>2,679,292</u>	<u>687,431</u>	<u>2,673,615</u>	<u>682,548</u>
Cash and cash equivalents at beginning of periods		<u>8,072,221</u>	<u>13,441,883</u>	<u>8,061,451</u>	<u>13,367,366</u>
<b>Cash and cash equivalents at end of periods</b>	4	<u><u>10,751,513</u></u>	<u><u>14,129,314</u></u>	<u><u>10,735,066</u></u>	<u><u>14,049,914</u></u>

See the condensed notes to the interim financial statements

**BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2021  
“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 at No. 1415, Krungthep - Nonthaburi Road, Wongsawang, Bangsue District, Bangkok 10800.

**CORONAVIRUS DISEASE 2020 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, 2020, 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 and six-month periods ended June 30, 2021 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 and six-month periods ended June 30, 2021 should be read in conjunction with the audited financial statements for the year ended December 31, 2020.

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 subsidiaries have been eliminated from the consolidated interim financial statements. The consolidated interim financial statements for the three-month and six-month periods ended June 30, 2021 have included the subsidiaries' interim financial statements for the three-month and six-month periods ended June 30, 2021 which were reviewed.

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

Company's name	Nature of business	Country of incorporation	Percentage of shareholding as at	
			June 30, 2021	December 31, 2020
			%	%
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.

Subsidiaries' 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 subsidiaries 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 subsidiaries 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 subsidiaries 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 Company has adopted the revised financial reporting standards and the Conceptual Framework for Financial Reporting issued by the Federation of Accounting Professions which are effective for fiscal years beginning on or after January 1, 2021. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revisions to references to the Conceptual Framework in TFRSs, the amendment for definition of business, the amendment for definition of materiality and accounting requirements for interest rate reform. The adoption of these financial reporting standards does not have any significant impact on the Company's interim financial statements.

## 2.8 Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective

The Amendment to Thai Financial Reporting Standards No. 16 "Leases" ("TFRS 16") added the requirements for the temporary exception arising from the Phase 2 of the interest rate benchmark reform amendments, which an entity shall apply these amendments for annual reporting periods beginning on or after January 1, 2022 with earlier application permitted. This revised TFRS 16 has been announced in the Royal Gazette on January 27, 2021.

In addition, the Federation of Accounting Professions has issued the Notification regarding the amendments to Thai Financial Reporting Standards No. 4 "Insurance Contracts", Thai Financial Reporting Standards No. 7 "Financial Instruments: Disclosures", and Thai Financial Reporting Standards No. 9 "Financial Instruments", which have been announced in the Royal Gazette on June 28, 2021 and will be effective for the financial statements for the period beginning on or after January 1, 2022 onwards with earlier application permitted. The amendment to such Thai Financial Reporting Standards are relevant to the Phase 2 of the interest rate benchmark reform amendments which provided practical expedients for the modification of the contractual cash flows of financial assets or financial liabilities resulted from the interest rate benchmark reform, including temporary exceptions from specific hedge accounting requirements, and additional disclosure requirements of Thai Financial Reporting Standards No. 7.

The accounting guidelines for financial instruments and disclosures on insurance business

The Federation of Accounting Professions issued the accounting guidelines for financial instruments and disclosures on insurance business, which has been amended to be in accordance with the Phase 2 of the interest rate benchmark reform amendments to Thai Financial Reporting Standards No. 4 “Insurance Contracts”, Thai Financial Reporting Standards No. 7 “Financial Instruments: Disclosures”, Thai Financial Reporting Standards No. 9 “Financial Instruments” and Thai Financial Reporting Standards No. 16 “Leases”, which has been announced in the Royal Gazette on June 28, 2021 and will be effective for the financial statements for the period beginning on or after January 1, 2022 onwards with earlier application permitted.

The Company’s management will adopt such TFRSs in the preparation of the Company’s financial statements when it becomes effective. The Company’s management is in the process to assess the impact of these TFRSs on the financial statements of the Company in the period of initial application.

**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, 2020.

**4. CASH AND CASH EQUIVALENT**

As at June 30, 2021 and December 31, 2020, the Company and subsidiaries have cash and cash equivalent as follows:

	Consolidated		(Unit: Thousand Baht) Separate	
	financial statements	financial statements	financial statements	financial statements
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Cash on hand	6,614	5,978	6,613	5,977
Deposits at banks with no fixed maturity date	2,162,662	4,340,655	2,146,216	4,329,886
Short-term investments in promissory notes	8,582,237	3,725,588	8,582,237	3,725,588
Cash and cash equivalents	<u>10,751,513</u>	<u>8,072,221</u>	<u>10,735,066</u>	<u>8,061,451</u>

As at June 30, 2021, interest rates on saving accounts and promissory notes are in the range of 0.13% - 0.50% per annum (December 31, 2020: 0.13% - 0.63% per annum).

## 5. PREMIUM RECEIVABLES

As at June 30, 2021 and December 31, 2020, the outstanding balances of premium receivables, classified by overdue period, counted from the due dates, are as follows:

	(Unit: Thousand Baht)	
	<b>Consolidated and separate financial statements</b>	
	<b>Due from direct insurance</b>	
	<b>June 30, 2021</b>	<b>December 31, 2020</b>
Not yet due	1,762,668	1,715,483
Not over 30 days	98,808	47,118
Over 30 days to 60 days	33,691	18,669
Over 60 days to 90 days	13,544	3,175
Over 90 days	17,319	1,576
Premium receivables	<u>1,926,030</u>	<u>1,786,021</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 June 30, 2021 and December 31, 2020, reinsurance assets consisted of the following:

	(Unit : Thousand Baht)	
	<b>Consolidated and separate financial statements</b>	
	<b>June 30, 2021</b>	<b>December 31, 2020</b>
Reserves recoverable from reinsurances		
Claim reserves	132,264	141,559
Unearned premium reserves	542,794	475,248
Reinsurance assets	<u>675,058</u>	<u>616,807</u>

## 7. AMOUNT DUE FROM REINSURANCE

As at June 30, 2021 and December 31, 2020, amount due from reinsurance consisted of the following:

	(Unit : Thousand Baht) Consolidated and separate financial statements	
	June 30, 2021	December 31, 2020
Amount due from reinsurers	1,097,963	724,824
Amount due from reinsurance	1,097,963	724,824

## 8. DERIVATIVE ASSETS AND LIABILITIES

As at June 30, 2021 and December 31, 2020, derivatives classified by objective are as follows:

Contract type and objective	Number of contracts	Notional amount (Thousand Units)	June 30, 2021 Fair value		For the six-month period ended June 30, 2021
			Assets (Thousand Baht)	Liabilities (Thousand Baht)	Fair value gains (losses) on derivatives (Thousand Baht)
Derivatives - not apply hedge accounting					
Hedge of net investment in foreign currencies	99	554,791	52	246,562	(1,967)
			52	246,562	
Derivatives - apply hedge accounting					
Cash flow hedge	98	484,170	381,105	282,464	146,293
Total derivative assets and liabilities			381,157	529,026	
December 31, 2020					
Contract type and objective	Number of contracts	Notional amount (Thousand Units)	December 31, 2020 Fair value		For the year ended December 31, 2020
			Assets (Thousand Baht)	Liabilities (Thousand Baht)	Fair value gains (losses) on derivatives (Thousand Baht)
Derivatives - not apply hedge accounting					
Hedge of net investment in foreign currencies	67	578,708	72,270	73,940	(43,715)
Cash flow hedge	1	150,000	7,463	-	7,463
			79,733	73,940	(36,252)
Derivatives - apply hedge accounting					
Cash flow hedge	98	484,170	1,224,550	2,033	260,698
Total derivative assets and liabilities			1,304,283	75,973	

As at June 30, 2021 and December 31, 2020, derivative assets and liabilities consisted of the following:

Contract type	Consolidated and separate financial statements		
	June 30, 2021		
	Notional amount (Thousand Unit)	Fair value amount	
Assets (Thousand Baht)		Liabilities (Thousand Baht)	
Cross currency swap contracts			
US dollar	474,170	373,343	282,464
Euro	10,000	7,762	-
Forward exchange contracts			
Yen	355,775	42	1,564
US dollar	97,147	-	116,556
Singapore dollar	71,363	-	87,873
Euro	30,506	10	40,569
Total derivatives	1,038,961	381,157	529,026
Contract type	Consolidated and separate financial statements		
	December 31, 2020		
	Notional amount (Thousand Unit)	Fair value amount	
Assets (Thousand Baht)		Liabilities (Thousand Baht)	
Cross currency swap contracts			
US dollar	474,170	1,197,924	2,033
Euro	10,000	26,626	-
Forward contracts			
Baht	150,000	7,463	-
Forward exchange contracts			
Yen	355,775	30	2,702
US dollar	130,000	71,654	17,998
Singapore dollar	66,223	120	24,930
Euro	26,710	466	28,310
Total derivatives	1,212,878	1,304,283	75,973

## 9. INVESTMENTS IN SECURITIES

### 9.1 Investments in securities

As at June 30, 2021 and December 31, 2020, investment in securities consisted of the following:

	(Unit: Thousand Baht)			
	Consolidated and separate financial statements			
	As at June 30, 2021		As at December 31, 2020	
	Cost	Fair value	Cost	Fair value
<b>Investment at fair value through profit or loss</b>				
Equity securities	34,019	24,217	28,840	14,040
Total	34,019	24,217	28,840	14,040
<u>Less</u> Unrealised losses	(9,802)	-	(14,800)	-
Total investment at fair value through profit or loss	24,217	24,217	14,040	14,040
<b>Investment at fair value through other comprehensive income</b>				
Government and state enterprise securities	32,771,963	37,404,623	33,307,784	39,467,580
Private enterprises debt securities	31,019,382	33,220,510	32,158,664	34,267,661
Equity securities	30,596,426	32,537,112	31,702,644	32,685,117
Foreign debt securities	10,546,248	13,178,880	9,892,455	10,765,742
Foreign equity securities	236,980	119,375	176,080	49,551
Total	105,170,999	116,460,500	107,237,627	117,235,651
<u>Add</u> Unrealised gains	11,289,501	-	9,998,024	-
Total investment at fair value through other comprehensive income	116,460,500	116,460,500	117,235,651	117,235,651
		<b>Amortised cost</b>		<b>Amortised cost</b>
<b>Investment at amortised cost</b>				
Government and state enterprise securities		130,823,357		127,624,927
Private enterprises debt securities		64,702,232		60,622,139
Foreign debt securities		5,663,947		5,592,270
Total		201,189,536		193,839,336
<u>Less</u> Allowance for expected credit loss		(305,466)		(277,561)
Total investment at amortised cost		200,884,070		193,561,775
Total investments in securities		317,368,787		310,811,466

As at June 30, 2021, the Company has allowance for impairment and allowance for expected credit loss for investment in securities of Baht 129 million and Baht 356 million, respectively.

As at December 31, 2020, the Company has allowance for impairment and allowance for expected credit loss for investment in securities of Baht 129 million and Baht 314 million, respectively.

## 9.2 Allowance for expected credit loss

(Unit : Thousand Baht)

	Consolidated and separate financial statements			
	June 30, 2021		December 31, 2020	
	Fair value	Allowance for expected credit loss through other comprehensive income	Fair value	Allowance for expected credit loss through other comprehensive income
<b>Investment at fair value through other comprehensive income</b>				
Debt securities with not significantly increased in credit risk (Stage 1)	70,676,894	(50,965)	73,693,901	(34,276)
Debt securities with significantly increased in credit risk (Stage 2)	100,072	(299)	100,284	(1,637)
Total	<u>70,776,966</u>	<u>(51,264)</u>	<u>73,794,185</u>	<u>(35,913)</u>

(Unit : Thousand Baht)

	Consolidated and separate financial statements		
	June 30, 2021		
	Gross Amount	Allowance for expected credit loss	Net Amount
<b>Investment at amortised cost</b>			
Debt securities with not significantly increased in credit risk (Stage 1)	200,789,536	(103,986)	200,685,550
Debt securities credit-impaired (Stage 3)	400,000	(201,480)	198,520
Total	<u>201,189,536</u>	<u>(305,466)</u>	<u>200,884,070</u>

(Unit : Thousand Baht)

	Consolidated and separate financial statements		
	December 31, 2020		
	Gross Amount	Allowance for expected credit loss	Net Amount
<b>Investment at amortised cost</b>			
Debt securities with not significantly increased in credit risk (Stage 1)	193,439,336	(76,081)	193,363,255
Debt securities credit-impaired (Stage 3)	400,000	(201,480)	198,520
Total	<u>193,839,336</u>	<u>(277,561)</u>	<u>193,561,775</u>

### 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 June 30, 2021 and December 31, 2020, the Company has investments of Baht 1,247 million and Baht 1,476 million, respectively, in promissory notes and bills of exchange, which were issued by branches of foreign commercial banks, having remaining lives of 1 - 5 years and 1 - 6 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 June 30, 2021 and December 31, 2020, the Company has investments of Baht 1,572 million and Baht 1,475 million, respectively, in bills of exchange, which were issued by branches of foreign commercial banks, having remaining maturity lives of 4 - 6 years and 5 - 6 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 June 30, 2021 and December 31, 2020, the Company has placed government and state enterprise bonds with cost or amortised cost of Baht 61,465 million and Baht 61,509 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 and six-month periods ended June 30, 2021 and 2020 consisted of the following:

	(Unit : Thousand Baht)			
	<b>Consolidated and separate financial statements</b>			
	<b>For the three-month</b>		<b>For the six-month</b>	
	<b>periods ended June 30,</b>		<b>periods ended June 30,</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
Gain on sales of investment at fair value through profit and loss	-	-	6,440	-
Gains on sales of investment at fair value through other comprehensive income	213,462	138,404	349,070	1,348,153
<b>Total gains on investments</b>	<b>213,462</b>	<b>138,404</b>	<b>355,510</b>	<b>1,348,153</b>

## 10. INVESTMENTS IN SUBSIDIARIES

As at June 30, 2021 and December 31, 2020, detail of investments in subsidiaries, 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	
			June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
			(Thousand Baht)	(Thousand Baht)	%	%	(Thousand Baht)	(Thousand Baht)
BLA Insurance Broker Company Limited	Insurance broker	Thailand	24,000	24,000	99	99	23,760	23,760
Total investments in subsidiaries							23,760	23,760

## 11. DISCONTINUED OPERATION

On December 9, 2020, the Company sold investment in Bangkok Life Assurance (Cambodia) Public Limited Company which was a subsidiary of the Company. Thus, the Company lost control over the subsidiary. The Company has not recognized the financial position and operating results of the subsidiary in the consolidated financial statements since the date that the Company lost the control. The Company has presented the operating results of the subsidiary for the period before losing control as loss from discontinued operation in the consolidated financial statements.

The consolidated statements of profit or loss and other comprehensive income for the three-month and six-month periods ended June 30, 2020 for discontinued operations are as follows:

	(Unit : Thousand Baht)
	<b>Consolidated financial statements</b>
<b>For the three-month periods ended June 30, 2020</b>	
<b>Discontinued operation</b>	
Revenue	978
Expenses	(762)
<b>Earnings before income tax expense</b>	216
Income tax expense	(3)
<b>Earnings for the period from discontinued operation, net of income tax</b>	<b>213</b>
<b>Earnings per share*</b>	
Basic earnings per share (Baht)	0.001

\* Earnings per share from discontinued operation for equity holders of the Company

	<b>(Unit : Thousand Baht)</b> <b>Consolidated financial statements</b>
<b>For the six-month periods ended June 30, 2020</b>	
<b>Discontinued operation</b>	
Revenue	977
Expenses	(1,211)
<b>Loss before income tax expense</b>	<b>(234)</b>
Income tax expense	(17)
<b>Loss for the period from discontinued operation, net of income tax</b>	<b>(251)</b>
<b>Loss per share*</b>	
Basic loss per share (Baht)	(0.001)

\* Loss per share from discontinued operation for equity holders of the Company

## 12. LOANS AND ACCRUED INTEREST RECEIVABLES

As at June 30, 2021 and December 31, 2020, the balances of loans and accrued interest income, classified by overdue periods, are as follows:

<b>(Unit : Thousand Baht)</b>				
<b>Consolidated and separate financial statements</b>				
<b>June 30, 2021</b>				
<b>Loans and accrued interest receivables</b>				
<b>Overdue periods</b>	<b>Policy loans</b>	<b>Mortgage loans</b>	<b>Other loans</b>	<b>Total</b>
Not yet due	9,630,763	1,824,688	17	11,455,468
Overdue:				
Less than 3 months	-	58,617	-	58,617
3 - 6 months	-	30,253	-	30,253
6 - 12 months	-	8,236	-	8,236
Over 12 months	-	100,063	55	100,118
<b>Total</b>	<b>9,630,763</b>	<b>2,021,857</b>	<b>72</b>	<b>11,652,692</b>
<u>Less</u> Allowance for expected credit loss	-	(68,106)	-	(68,106)
<b>Loans and accrued interest receivables</b>	<b>9,630,763</b>	<b>1,953,751</b>	<b>72</b>	<b>11,584,586</b>

<b>(Unit : Thousand Baht)</b>				
<b>Consolidated and separate financial statements</b>				
<b>December 31, 2020</b>				
<b>Loans and accrued interest receivables</b>				
<b>Overdue periods</b>	<b>Policy loans</b>	<b>Mortgage loans</b>	<b>Other loans</b>	<b>Total</b>
Not yet due	9,523,824	1,637,585	54	11,161,463
Overdue:				
Less than 3 months	-	111,462	-	111,462
3 - 6 months	-	1,990	-	1,990
6 - 12 months	-	7,650	-	7,650
Over 12 months	-	99,648	55	99,703
<b>Total</b>	<b>9,523,824</b>	<b>1,858,335</b>	<b>109</b>	<b>11,382,268</b>
<u>Less</u> Allowance for expected credit loss	-	(68,690)	-	(68,690)
<b>Loans and accrued interest receivables</b>	<b>9,523,824</b>	<b>1,789,645</b>	<b>109</b>	<b>11,313,578</b>

(Unit : Thousand Baht)			
<b>Consolidated and separate financial statements</b>			
<b>June 30, 2021</b>			
<b>Loans and accrued interest income</b>			
<b>Stages</b>	<b>Mortgage loans</b>	<b>Other loans</b>	<b>Total</b>
Loans with not significantly increased in credit risk (Stage 1)	1,883,305	17	1,883,322
Loans with significantly increased in credit risk (Stage 2)	38,489	-	38,489
Loans with credit impaired (Stage 3)	100,063	55	100,118
Total	2,021,857	72	2,021,929
<u>Less</u> Allowance for expected credit loss	(68,106)	-	(68,106)
Total	1,953,751	72	1,953,823

(Unit : Thousand Baht)			
<b>Consolidated and separate financial statements</b>			
<b>December 31, 2020</b>			
<b>Loans and accrued interest income</b>			
<b>Stages</b>	<b>Mortgage loans</b>	<b>Other loans</b>	<b>Total</b>
Loans with not significantly increased in credit risk (Stage 1)	1,749,047	54	1,749,101
Loans with significantly increased in credit risk (Stage 2)	9,640	-	9,640
Loans with credit impaired (Stage 3)	99,648	55	99,703
Total	1,858,335	109	1,858,444
<u>Less</u> Allowance for expected credit loss	(68,690)	-	(68,690)
Total	1,789,645	109	1,789,754

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 June 30, 2021 and December 31, 2020, loans to employees amounted to Baht 0.02 million and Baht 0.10 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 June 30, 2021 and December 31, 2020, loans to employees under the mortgage loans amounted to Baht 11 million and Baht 12 million, respectively.

### 13. INVESTMENT PROPERTY

As at June 30, 2021 and December 31, 2020, the Company has movement in the investment property as follows:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	For the six-month period ended June 30, 2021	For the year ended December 31, 2020
Net carrying value - beginning of the period/year	15,621	16,686
Depreciation for period/year	(532)	(1,065)
Net carrying value - end of the period/year	<u>15,089</u>	<u>15,621</u>

### 14. PROPERTY, PLANT AND EQUIPMENT

Movements of property, plant and equipment for the six-month period ended June 30, 2021 are as follows:

	(Unit : Thousand Baht)						
	Consolidated financial statements						
	For the six-month period ended June 30, 2021						
	Land	Buildings and buildings improvements	Condominium	Office furniture, fixture and equipment	Motor vehicles	Construction in progress	Total
Net carrying value as at January 1, 2021	791,346	1,074,995	5,187	297,296	17,347	1,724	2,187,895
Additions - at cost	-	5	-	13,253	2,249	121,414	136,921
Disposal/Write-off - net carrying value	-	-	-	(70)	-	-	(70)
Transfer in (out)	-	-	-	2,220	-	(2,220)	-
Depreciation charges for the period	-	(19,231)	(916)	(34,444)	(3,267)	-	(57,858)
Net carrying value as at June 30, 2021	<u>791,346</u>	<u>1,055,769</u>	<u>4,271</u>	<u>278,255</u>	<u>16,329</u>	<u>120,918</u>	<u>2,266,888</u>

	(Unit : Thousand Baht)						
	Separate financial statements						
	For the six -month period ended June 30, 2021						
	Land	Buildings and buildings improvements	Condominium	Office furniture, fixture and equipment	Motor vehicles	Construction in progress	Total
Net carrying value as at January 1, 2021	791,346	1,074,998	5,185	297,261	17,346	1,724	2,187,860
Additions - at cost	-	5	-	13,253	2,249	121,414	136,921
Disposal/Write-off - net carrying value	-	-	-	(70)	-	-	(70)
Transfer in (out)	-	-	-	2,220	-	(2,220)	-
Depreciation charges for the period	-	(19,231)	(916)	(34,436)	(3,267)	-	(57,850)
Net carrying value as at June 30, 2021	<u>791,346</u>	<u>1,055,772</u>	<u>4,269</u>	<u>278,228</u>	<u>16,328</u>	<u>120,918</u>	<u>2,266,861</u>

## 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					
	June 30, 2021	December 31, 2020	Change in deferred tax assets/liabilities reported profit or loss in the for the three-month periods ended June 30,		Change in deferred tax assets/liabilities reported in the statements of comprehensive income for the three -month periods ended June 30,	
			2021	2020	2021	2020
	<b>Deferred tax assets</b>					
Reserves for long-term insurance contracts	2,029,601	2,123,450	(44,790)	(45,316)	-	-
Claim reserves	16,953	14,648	3,693	(6,245)	-	-
Provisions for long-term employee benefits	37,179	34,044	1,568	1,783	-	-
Allowance for expected credit loss and allowance for impairment loss	110,689	102,155	34,647	30,634	-	-
Others	-	113,953	(19,448)	(45,034)	-	-
<b>Total deferred tax assets</b>	<u>2,194,422</u>	<u>2,388,250</u>	<u>(24,330)</u>	<u>(64,178)</u>	<u>-</u>	<u>-</u>
<b>Deferred tax liabilities</b>						
Investment at fair value through other comprehensive income	1,979,088	1,743,201	74,079	16,485	179,406	980,780
Cash flow hedge	28,865	44,889	2,491	(11,760)	(311)	10,478
<b>Total deferred tax liabilities</b>	<u>2,007,953</u>	<u>1,788,090</u>	<u>76,570</u>	<u>4,725</u>	<u>179,095</u>	<u>991,258</u>
<b>Deferred tax assets/liabilities - net</b>	<u>186,469</u>	<u>600,160</u>	<u>(100,900)</u>	<u>(68,903)</u>	<u>(179,095)</u>	<u>(991,258)</u>

(Unit : Thousand Baht)

	Consolidated and separate financial statements					
	June 30, 2021	December 31, 2020	Change in deferred tax assets/liabilities reported profit or loss in the for the six-month periods ended June 30,		Change in deferred tax assets/liabilities reported in the statements of comprehensive income for the six-month periods ended June 30,	
			2021	2020	2021	2020
	<b>Deferred tax assets</b>					
Reserves for long-term insurance contracts	2,029,601	2,123,450	(93,849)	(101,339)	-	-
Claim reserves	16,953	14,648	2,305	(6,160)	-	-
Provisions for long-term employee benefits	37,179	34,044	3,135	3,567	-	-
Allowance for expected credit loss and allowance for impairment loss	110,689	102,155	8,534	36,660	-	-
Others	-	113,953	(113,953)	16,945	-	-
<b>Total deferred tax assets</b>	<u>2,194,422</u>	<u>2,388,250</u>	<u>(193,828)</u>	<u>(50,327)</u>	<u>-</u>	<u>-</u>
<b>Deferred tax liabilities</b>						
Investment at fair value through other comprehensive income	1,979,088	1,743,201	89,090	31,039	146,797	(172,744)
Cash flow hedge	28,865	44,889	6,857	(22,530)	(22,881)	(105,810)
<b>Total deferred tax liabilities</b>	<u>2,007,953</u>	<u>1,788,090</u>	<u>95,947</u>	<u>8,509</u>	<u>123,916</u>	<u>(278,554)</u>
<b>Deferred tax assets/liabilities - net</b>	<u>186,469</u>	<u>600,160</u>	<u>(289,775)</u>	<u>(58,836)</u>	<u>(123,916)</u>	<u>278,554</u>

## 15.2 Income tax expenses

Income tax expenses for the three-month and six-month periods ended June 30, 2021 and 2020 are as follows:

	(Unit : Thousand Baht)			
	<b>Consolidated and separate financial statements</b>			
	<b>For the three-month</b>		<b>For the six-month</b>	
	<b>periods ended June 30,</b>		<b>periods ended June 30,</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
<b>Current income tax:</b>				
Income tax	18,381	-	18,381	-
Adjustment in respect of income tax of previous year	-	(5,843)	-	(5,843)
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	100,900	68,903	289,775	58,836
Income tax expenses reported in profits or losses	<u>119,281</u>	<u>63,060</u>	<u>308,156</u>	<u>59,993</u>

Reconciliation between accounting profits and income tax expense for the three-month and six-month periods ended June 30, 2021 and 2020 are as follows:

	(Unit : Thousand Baht)			
	<b>Consolidated financial statements</b>			
	<b>For the three-month</b>		<b>For the six-month</b>	
	<b>periods ended June 30,</b>		<b>periods ended June 30,</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
Accounting profit before income tax expenses	870,695	693,692	2,049,318	914,377
Applicable corporate income tax rates	20%	20%	20%	20%
Income tax expenses at the applicable tax rates	173,949	138,801	409,511	182,916
Adjustment in respect of income tax of previous year	-	(5,843)	-	(5,843)
Net tax effect on income or expenses that are not taxable or not deductible in determining taxable profits	(54,668)	(69,898)	(101,355)	(124,080)
Income tax expenses recognised in profits or losses	<u>119,281</u>	<u>63,060</u>	<u>308,156</u>	<u>52,993</u>

	(Unit : Thousand Baht)			
	<b>Separate financial statements</b>			
	<b>For the three-month</b>		<b>For the six-month</b>	
	<b>periods ended June 30,</b>		<b>periods ended June 30,</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
Accounting profit before income tax expenses	869,746	694,003	2,047,557	914,578
Applicable corporate income tax rates	20%	20%	20%	20%
Income tax expenses at the applicable tax rates	173,949	138,801	409,511	182,916
Adjustment in respect of income tax of previous year	-	(5,843)	-	(5,843)
Net tax effect on income or expenses that are not taxable or not deductible in determining taxable profits	(54,668)	(69,898)	(101,355)	(124,080)
Income tax expenses recognised in profits or losses	<u>119,281</u>	<u>63,060</u>	<u>308,156</u>	<u>52,993</u>

## 16. OTHER ASSETS

As at June 30, 2021 and December 31, 2020, other assets consisted of the follows:

	Consolidated		(Unit : Thousand Baht)	
	financial statements		Separate	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Prepaid income tax	325,762	275,740	325,762	275,740
Deposits	54,514	44,967	54,514	44,967
Receivable from sales of investments	33,535	197,830	33,535	197,830
Prepaid expenses	20,730	14,270	20,730	14,270
Others	187,271	132,788	173,574	122,025
Total other assets	<u>621,812</u>	<u>665,595</u>	<u>608,115</u>	<u>654,832</u>

## 17. INSURANCE CONTRACT LIABILITIES

As at June 30, 2021 and December 31, 2020, insurance contract liabilities consisted of the follows:

	(Unit : Thousand Baht)					
	Consolidated and separate financial statements					
	June 30, 2021			December 31, 2020		
	Insurance contract liabilities	Reinsurance of liabilities	Net	Insurance contract liabilities	Reinsurance of liabilities	Net
Reserves for long-term insurance contracts	288,723,627	-	288,723,627	282,407,305	-	282,407,305
Claim reserves						
Reserves for reported claims	172,836	(132,264)	40,572	189,309	(141,559)	47,750
Reserves for claims incurred but not yet reported	84,768	-	84,768	73,242	-	73,242
Premium reserves						
Unearned premium reserves	1,792,770	(542,794)	1,249,976	1,482,840	(475,248)	1,007,592
Unpaid policy benefits	277,447	-	277,447	236,895	-	236,895
Other insurance liabilities	6,434,815	-	6,434,815	6,938,988	-	6,938,988
Total insurance contract liabilities	<u>297,486,263</u>	<u>(675,058)</u>	<u>296,811,205</u>	<u>291,328,579</u>	<u>(616,807)</u>	<u>290,711,772</u>

17.1 Reserves for long-term insurance contracts

As at June 30, 2021 and December 31, 2020, reserves for long-term insurance contracts consisted of the follows:

	(Unit : Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	For the six-month period ended June 30, 2021	For the year ended December 31, 2020	For the six-month period ended June 30, 2021	For the year ended December 31, 2020
Balances - beginning of the period/year	282,407,305	277,488,536	282,407,305	277,488,525
Reserve increased for new businesses and inforce policies	14,307,144	32,614,960	14,307,144	32,614,971
Reserve decreased for benefits payment lapses and surrender, etc.	(7,990,822)	(27,696,191)	(7,990,822)	(27,696,191)
Balances - end of the period/year	<u>288,723,627</u>	<u>282,407,305</u>	<u>288,723,627</u>	<u>282,407,305</u>

17.2 Claim reserves

As at June 30, 2021 and December 31, 2020, claim reserves consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	For the six-month period ended June 30, 2021	For the year ended December 31, 2020
Balances - beginning of the period/year	262,551	234,462
Claims incurred in the current period/year	1,136,068	2,179,313
Claims paid during the period/year	(1,141,015)	(2,151,224)
Balances - end of the period/year	<u>257,604</u>	<u>262,551</u>

17.3 Unearned premium reserves

As at June 30, 2021 and December 31, 2020, unearned premium reserves consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	For the six-month period ended June 30, 2021	For the year ended December 31, 2020
Balances - beginning of the period/year	1,482,840	1,451,634
Premium written for the period/year	2,361,181	4,086,611
Premium earned for the period/year	(2,051,251)	(4,055,405)
Balances - end of the period/year	<u>1,792,770</u>	<u>1,482,840</u>

17.4 Unpaid policy benefits

As at June 30, 2021 and December 31, 2020, unpaid policy benefits consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	June 30, 2021	December 31, 2020
Death benefit	99,612	66,820
Maturity payment	145,161	139,688
Benefit payment	31,328	29,105
Surrender	1,346	1,282
Total unpaid policy benefits	<u>277,447</u>	<u>236,895</u>

17.5 Other insurance liabilities

As at June 30, 2021 and December 31, 2020, other insurance liabilities consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	June 30, 2021	December 31, 2020
Deposits from insurance contracts	6,216,530	6,613,326
Premiums received in advance	135,132	240,624
Payable to policyholders on exempted premiums	83,153	85,038
Total other insurance liabilities	<u>6,434,815</u>	<u>6,938,988</u>

18. AMOUNT DUE TO REINSURANCE

As at June 30, 2021 and December 31, 2020, amount due to reinsurance consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	June 30, 2021	December 31, 2020
Amount due to reinsurers	<u>1,205,237</u>	<u>798,906</u>
Total amount due to reinsurance	<u>1,205,237</u>	<u>798,906</u>

## 19. EMPLOYEE BENEFIT OBLIGATIONS

As at June 30, 2021 and December 31, 2020, employee benefit obligations consisted of the following:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Post-employment benefits obligations	158,265	145,012	157,783	144,530
Other long-term employee benefits obligation	28,158	25,737	28,111	25,690
Total employee benefit obligations	<u>186,423</u>	<u>170,749</u>	<u>185,894</u>	<u>170,220</u>

## 20. OTHER LIABILITIES

As at June 30, 2021 and December 31, 2020, other liabilities consisted of the following:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Accrued commission expenses	451,044	528,616	449,738	527,864
Accrued expenses	239,939	209,500	240,115	209,414
Premium received for policies not yet approved	12,620	33,098	12,620	33,098
Amounts received awaiting transfer	180,725	92,936	180,725	92,936
Specific Business Tax payable	177,391	150,737	177,391	150,737
Payable from purchases of investments	60,691	110,886	60,691	110,886
Withholding tax payable	20,768	53,846	20,734	53,809
Short-term employee benefit payables	77,735	-	77,735	-
Others	121,030	126,055	111,123	122,699
Total other liabilities	<u>1,341,943</u>	<u>1,305,674</u>	<u>1,330,872</u>	<u>1,301,443</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 and six-month periods ended June 30, 2021 and 2020 is as follows:

(Unit : Thousand Baht)

Consolidated financial statements						
For the three-month period ended June 30, 2021						
	Traditional products - no participating dividend	Traditional products - participating dividend	Life annuity products - no participating dividend	Personal accident	Others	Total
<b>Underwriting income</b>						
Premium written	6,646,277	1,252,119	102,922	11,516	-	8,012,834
Less Premium ceded	(250,571)	-	-	-	-	(250,571)
Net premium written	6,395,706	1,252,119	102,922	11,516	-	7,762,263
Add (Less) Unearned premium reserve (increased) decreased from prior period	8,499	-	-	(282)	-	8,217
Net earned premium	6,404,205	1,252,119	102,922	11,234	-	7,770,480
Fee and commission income	74,081	-	-	-	-	74,081
<b>Total underwriting income</b>	<b>6,478,286</b>	<b>1,252,119</b>	<b>102,922</b>	<b>11,234</b>	<b>-</b>	<b>7,844,561</b>
<b>Underwriting expenses</b>						
Life policy reserves increased from prior period	1,845,116	819,259	122,580	-	-	2,786,955
Benefit payments under life policies and claims net refundable from reinsurance	6,251,879	4,280	11,530	217	-	6,267,906
Commissions and brokerage expenses	591,452	59,129	4,282	68	2,245	657,176
Other underwriting expenses	134,283	15,759	1,448	164	1	151,655
<b>Total underwriting expenses</b>	<b>8,822,730</b>	<b>898,427</b>	<b>139,840</b>	<b>449</b>	<b>2,246</b>	<b>9,863,692</b>

(Unit : Thousand Baht)

Consolidated financial statements						
For the three-month period ended June 30, 2020						
	Traditional products - no participating dividend	Life annuity products - no participating dividend	Personal accident	Others	Total	
<b>Underwriting income</b>						
Gross written premium	6,663,516	163,645	11,352	-	6,838,513	
Less Premium ceded to reinsurers	(244,172)	-	-	-	(244,172)	
Net premium written	6,419,344	163,645	11,352	-	6,594,341	
Add (less) Unearned premium reserve (increased) decrease from prior period	82,962	-	(75)	-	82,887	
Net earned premium	6,502,306	163,645	11,277	-	6,677,228	
Fee and commission income	89,196	-	-	-	89,196	
<b>Total underwriting income</b>	<b>6,591,502</b>	<b>163,645</b>	<b>11,277</b>	<b>-</b>	<b>6,766,424</b>	
<b>Underwriting expenses</b>						
Life policy reserves increased from prior period	2,207,919	127,347	-	-	2,335,266	
Benefit payments under life policies and claims net refundable from reinsurance	5,449,798	17,188	925	-	5,467,911	
Commissions and brokerage expenses	539,637	5,592	310	2,449	547,988	
Other underwriting expenses	92,872	1,945	141	-	94,958	
<b>Total underwriting expenses</b>	<b>8,290,226</b>	<b>152,072</b>	<b>1,376</b>	<b>2,449</b>	<b>8,446,123</b>	

(Unit : Thousand Baht)

Consolidated financial statements						
For the six-month period ended June 30, 2021						
	Traditional products - no participating dividend	Traditional products - participating dividend	Life annuity products - no participating dividend	Personal accident	Others	Total
<b>Underwriting income</b>						
Premium written	16,437,264	1,353,297	189,116	22,662	-	18,002,339
<u>Less</u> Premium ceded	(836,959)	-	-	-	-	(836,959)
Net premium written	15,600,305	1,353,297	189,116	22,662	-	17,165,380
<u>Less</u> Unearned premium reserve increased from prior period	(242,124)	-	-	(261)	-	(242,385)
Net earned premium	15,358,181	1,353,297	189,116	22,401	-	16,922,995
Fee and commission income	355,129	-	-	-	-	355,129
<b>Total underwriting income</b>	<b>15,713,310</b>	<b>1,353,297</b>	<b>189,116</b>	<b>22,401</b>	<b>-</b>	<b>17,278,124</b>
<b>Underwriting expenses</b>						
Life policy reserves increased from prior period	5,001,661	1,114,389	200,272	-	-	6,316,322
Benefit payments under life policies and claims net refundable from reinsurance	13,070,027	7,508	49,427	3,000	-	13,129,962
Commissions and brokerage expenses	1,196,155	114,668	8,749	722	4,434	1,324,728
Other underwriting expenses	259,108	16,816	2,350	282	91	278,647
<b>Total underwriting expenses</b>	<b>19,526,951</b>	<b>1,253,381</b>	<b>260,798</b>	<b>4,004</b>	<b>4,525</b>	<b>21,049,659</b>

(Unit : Thousand Baht)

Consolidated financial statements						
For the six-month period ended June 30, 2020						
	Traditional products - no participating dividend	Life annuity products - no participating dividend	Personal accident	Others	Total	
<b>Underwriting income</b>						
Premium written	16,647,060	225,885	22,490	-	16,895,435	
<u>Less</u> Premium ceded	(831,686)	-	-	-	(831,686)	
Net premium written	15,815,374	225,885	22,490	-	16,063,749	
<u>Add (less)</u> Unearned premium reserve (increased) decreased from prior period	(176,716)	-	140	-	(176,576)	
Net earned premium	15,638,658	225,885	22,630	-	15,887,173	
Fee and commission income	269,538	-	-	-	269,538	
<b>Total underwriting income</b>	<b>15,908,196</b>	<b>225,885</b>	<b>22,630</b>	<b>-</b>	<b>16,156,711</b>	
<b>Underwriting expenses</b>						
Life policy reserves increased from prior period	8,321,823	218,691	-	-	8,540,514	
Benefit payments under life policies and claims net refundable from reinsurance	12,157,725	38,788	5,011	-	12,201,524	
Commissions and brokerage expenses	1,250,315	10,945	415	4,769	1,266,444	
Other underwriting expenses	210,029	2,600	260	-	212,889	
<b>Total underwriting expenses</b>	<b>21,939,892</b>	<b>271,024</b>	<b>5,686</b>	<b>4,769</b>	<b>22,221,371</b>	

## 22. OPERATING EXPENSES

For the three-month and six-month periods ended June 30, 2021 and 2020, operating expenses consisted of the following:

	(Unit : Thousand Baht)			
	Consolidated financial statements			
	For the three-month periods ended June 30,		For the six-month periods ended June 30,	
	2021	2020	2021	2020
Personnel expenses	228,449	242,751	456,231	445,760
Property, plant and equipment expenses	42,016	45,384	80,272	88,706
Taxes and duties	708	374	1,203	1,255
Other operating expenses	119,804	98,025	216,231	213,977
Total operating expenses	<u>390,977</u>	<u>386,534</u>	<u>753,937</u>	<u>749,698</u>

	(Unit : Thousand Baht)			
	Separate financial statements			
	For the three-month periods ended June 30,		For the six-month periods ended June 30,	
	2021	2020	2021	2020
Personnel expenses	227,630	241,275	454,558	442,505
Property, plant and equipment expenses	41,937	45,275	80,112	88,492
Taxes and duties	708	374	1,203	1,255
Other operating expenses	119,803	98,029	216,350	213,958
Total operating expenses	<u>390,078</u>	<u>384,953</u>	<u>752,223</u>	<u>746,210</u>

## 23. FAIR VALUE GAIN (LOSS)

For the three-month and six-month periods ended June 30, 2021 and 2020, fair value gain (loss) consisted of the following:

	(Unit : Thousand Baht)			
	Consolidated and separate financial statements			
	For the three-month periods ended June 30,		For the six-month periods ended June 30,	
	2021	2020	2021	2020
Unrealised gain (loss) on remeasuring investment at fair value through profit or loss	89	3,432	4,997	(6,600)
Unrealised gains (losses) on foreign exchange forward contracts	(152,590)	173,555	(340,995)	(167,116)
Gains (losses) on foreign exchange rate	221,848	(426,020)	493,767	570,863
Gains (losses) on revaluation fair value of forward contracts	12,454	(58,797)	34,285	(112,645)
Total fair value gains (losses)	<u>81,801</u>	<u>(307,830)</u>	<u>192,054</u>	<u>284,502</u>

## 24. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Company and subsidiaries 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 and its subsidiaries 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 June 30, 2021 and December 31, 2020, the Company and subsidiaries had the following assets that were measured at fair value using different fair value hierarchy as follows:

	(Unit: Thousand Baht)			
	Consolidated and separate financial statements			
	As at June 30, 2021			
	Level 1	Level 2	Level 3	Total
<b>Financial assets measured at fair value</b>				
Derivative assets				
Cross currency swap contracts	-	381,105	-	381,105
Forward exchange contracts	-	52	-	52
Investment at fair value through profit or loss				
Equity instruments	24,217	-	-	24,217
Investment at fair value through other comprehensive income				
Equity instruments	32,820,525	-	1,089,615	33,910,140
Debt instruments	4,365,230	75,365,765	2,819,365	82,550,360
<b>Financial liabilities measured at fair value</b>				
Derivative liabilities				
Cross currency swap contracts	-	282,464	-	282,464
Forward exchange contracts	-	246,562	-	246,562

(Unit : Thousand Baht)

<b>Consolidated and separated financial statements</b>				
<b>December 31, 2020</b>				
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>Financial assets measured at fair value</b>				
Derivative assets				
Cross currency swap contracts	-	1,224,550	-	1,224,550
Forward exchange contracts	-	72,270	-	72,270
Forward contracts	-	7,463	-	7,463
Investment at fair value through profit or loss				
Equity instruments	14,040	-	-	14,040
Investment at fair value through other comprehensive income				
Equity instruments	32,963,937	-	1,089,260	34,053,197
Debt instruments	3,437,911	76,793,296	2,951,247	83,182,454
<b>Financial liabilities measured at fair value</b>				
Derivative liabilities				
Cross currency swap contracts	-	2,033	-	2,033
Forward exchange contracts	-	73,940	-	73,940

### 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) The fair value of derivative assets and derivative liabilities at fair value through profit or loss and other comprehensive income has been determined by using exchange rates and discounted cash flow method based on interest rate as a discount rate.

### 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 are estimated by discounting expected future cash flow by the interest-free bonds.

- e) The fair value of mortgage loans are 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.

As at June 30, 2021 and December 31, 2020, the Company and subsidiaries had the following assets which fair value were disclosed as follows:

	<b>(Unit : Thousand Baht)</b>	
	<b>Consolidated and separate financial statements</b>	
	<b>June 30, 2021</b>	<b>December 31, 2020</b>
Investment at amortised cost		
Debt securities	221,468,891	225,947,379
Investment property	36,248	36,506
Loans and accrued interest receivables		
Policy loans	11,452,527	11,299,308
Mortgage loans	1,944,657	1,781,135

Fair value of the following assets resemble carrying value

- Cash and cash equivalents
- Premium receivables

## 25. EXPECTED CREDIT LOSS

	<b>(Unit : Thousand Baht)</b>			
	<b>Consolidated and separate financial statements</b>			
	<b>For the three-month periods ended June 30,</b>		<b>For the six-month periods ended June 30,</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
Investments in securities	42,603	188,132	43,256	204,360
Loans and accrued interest receivables	2,023	1,857	(584)	15,764
Total	<u>44,626</u>	<u>189,989</u>	<u>42,672</u>	<u>220,124</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.

<u>Name of related parties</u>	<u>Type of business</u>	<u>Relationship with the Company</u>
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
Thaire Life Assurance Pcl.	Life assurance	Related by way of common directors
Bumrungrad Hospital Pcl.	Health care services	Related by way of common shareholders
Rajburi Sugar Co., Ltd.	Industry	Related by way of common directors
Narai Ruamphiphat Co., Ltd.	Property development	Shareholding 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 shareholders
Tris Corporation Ltd.	Services	Related by way of common directors
Union Textile Industries Pcl.	Industry	Related by way of common shareholders
Indorama Ventures Public Company Limited	Petrochemical	Related by way of common directors
Asia warehouse Co., Ltd.	Rental of assets	Shareholding by the major shareholder of the Company
Ek-Chai Distribution System Co., Ltd.	Commercial	Related by way of common directors
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
Fine Metal Technologies Public Co., Ltd.	Industry	Related by way of common directors
Bangkok Life Assurance (Cambodia) Public Limited Company <sup>(1)</sup>	Insurance	Subsidiary

(1) It had been considered as related party until December 9, 2020 because the Company sold investment in Bangkok Life Assurance (Cambodia) Public Limited Company since then.

During the three-month and six-month periods ended June 30, 2021 and 2020, the Company and subsidiaries 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 June 30,		For the six-month periods ended June 30,		
	2021	2020	2021	2020	
<b>Related parties</b>					
Premium written	5,356	2,357	6,693	2,456	Normal commercial terms for underwriting
Premium ceded to reinsurers	148,330	105,620	561,601	348,966	Normal commercial terms for reinsurance
Fee and commission income	50,564	37,128	207,601	104,896	Normal commercial terms for reinsurance
Interest income - deposits at banks, promissory notes and debentures	89,232	103,560	178,460	205,977	Same rates as those offered by financial institutions and related companies to general customers
Interest income - mortgage loans	1,908	2,360	3,846	3,885	Same rates as the Company charged to general borrowers who mortgage assets as collateral
Dividend income	106,216	140,081	196,087	227,947	The declared amount
Rental and service income	2,710	2,920	5,798	6,041	Normal commercial rate on contracts
Brokerage income from securities trading	20,413	14,601	42,866	31,542	Normal commercial terms for securities brokerage
Gain (loss) on forward and swap foreign exchange contracts	177,255	(158,196)	418,505	121,432	Normal commercial terms on contracts
Commission and brokerage	200,058	170,074	408,798	437,141	Normal commercial terms for percentage of premium written
Claim refundable from reinsurance	108,710	88,157	271,088	198,546	Normal commercial terms for underwriting
Claim payment and diagnose charge	9,019	4,890	16,765	10,851	Normal commercial terms for underwriting
Bank charges	47,156	37,058	91,206	78,891	Same rates as those charged by financial institutions and related companies to general customers
Insurance premium	333	627	692	1,948	Normal commercial terms for underwriting
Building space rental and services	940	16,825	1,931	33,967	Head office building: Rental fee of approximately Baht 90 per square meter per month and service fee 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 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 services	1,473	928	2,479	2,469	Normal commercial terms for services

(Unit : Thousand Baht)

	Separate financial statements				Pricing policy
	For the three-month periods ended June 30,		For the six-month periods ended June 30,		
	2021	2020	2021	2020	
<b>Subsidiaries</b>					
Rental and service income	-	133	86	273	Rate on agreements as those charged by rental and service fees per square meter per month
<b>Related parties</b>					
Written premium	5,356	2,357	6,693	2,456	Normal commercial terms for underwriting
Premium ceded to reinsurers	148,330	105,620	561,601	348,966	Normal commercial terms for reinsurance
Fee and commission income	50,564	37,128	207,601	104,896	Normal commercial terms for reinsurance
Interest income - deposits at banks, promissory notes and debentures	89,228	103,556	178,456	205,973	Same rates as those offered by financial institutions and related companies to general customers
Interest income - mortgage loans	1,908	2,360	3,846	3,885	Same rates as the Company charged to general borrowers who mortgage assets as collateral
Dividend income	106,216	140,081	196,087	227,947	The declared amount
Brokerage income from securities trading	20,413	14,601	42,866	31,542	Normal commercial terms for securities brokerage
Gain (loss) on forward and swap foreign exchange contracts	177,255	(158,196)	418,505	121,432	Normal commercial terms on contracts
Commission and brokerage	200,058	170,074	408,798	437,141	Normal commercial terms for percentage of premium written
Claim refundable from reinsurance	108,710	88,157	271,088	198,546	Normal commercial terms for underwriting
Claim payment and diagnose charge	9,019	4,890	16,765	10,851	Normal commercial terms for underwriting
Bank charges	47,136	37,042	91,159	78,854	Same rates as those charged by financial institutions and related companies to general customers
Insurance premium	332	619	684	1,940	Normal commercial terms for underwriting
Building space rental and services	940	16,825	1,931	33,967	Head office building: Rental fee of approximately Baht 90 per square meter per month and service fee 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 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 services	-	13	16	207	Normal commercial terms for services

For the three-month and six-month periods ended June 30, 2021, the premium generated from the Bancassurance distribution channel represented approximately 57.62% and 58.51% of total net premium written, respectively. (for the three-month and six-month periods ended June 30, 2020: approximately 52.84% and 56.27% of total net premium written, respectively)

As at June 30, 2021 and December 31, 2020, the balance of the accounts between the Company and those related companies are as follows:

	Consolidated financial statements		Separate financial statements	
	March 31, 2020	December 31, 2020	March 31, 2020	December 31, 2020
<b>Subsidiaries</b>				
Other liabilities				
Deposits	-	-	66	66
Total other liabilities	-	-	66	66
<b>Related parties</b>				
Deposit at financial institution (included in cash and cash equivalents)	1,507,056	3,585,042	1,491,224	3,574,885
Investment assets				
Investment in securities	12,361,651	16,717,195	12,361,651	16,717,195
Loans	143,031	151,185	143,031	151,185
Total investments assets	12,504,682	16,868,380	12,504,682	16,868,380
Amount due from reinsurance	409,538	209,920	409,538	209,920
Forward and swap foreign exchange contract receivables	6,796,387	6,642,438	6,796,387	6,642,438
Other assets	3,650	15,023	380	9,909
Amount due to reinsurance	402,370	150,843	402,370	150,843
Outstanding claims	2,553	5,542	2,553	5,542
Forward and swap foreign exchange contract payables	7,029,714	6,546,170	7,029,714	6,546,170
Other liabilities	124,004	176,534	115,579	173,169

### Directors and key management's benefits

During the three-month and six-month periods ended June 30, 2021 and 2020, employee benefit expenses to directors and key management are as follows:

	(Unit : Thousand Baht)			
	Consolidated and separate financial statements			
	For the three-month periods ended June 30,		For the six-month periods ended June 30,	
	2021	2020	2021	2020
Short-term employee benefits	16.81	20.81	33.61	36.02
Long-term employee benefits	0.54	0.74	1.08	1.48
Total directors and key management's benefits	17.35	21.55	34.69	37.50

## 27. ASSETS PLACED WITH THE REGISTRAR

As at June 30, 2021 and December 31, 2020, the following securities have been placed securities with the Registrar in accordance with the Life Insurance Act.

	(Unit : Thousand Baht)			
	Consolidated and separate financial statements			
	June 30, 2021		December 31, 2020	
	Carrying value	Fair value	Carrying value	Fair value
State enterprise bonds	22,932	26,935	22,973	30,090

## 28. ASSETS RESERVED WITH THE REGISTRAR

As at June 30, 2021 and December 31, 2020, the following securities have been placed as reserves with the Registrar in accordance with the Life Insurance Act.

	(Unit : Thousand Baht)			
	Consolidated and separate financial statements			
	June 30, 2021		December 31, 2020	
	Carrying value	Fair value	Carrying value	Fair value
Government bonds	58,243,722	70,093,353	58,286,270	76,622,708
State enterprise bonds	3,198,750	3,552,827	3,199,448	3,622,938
Total	61,442,472	73,646,180	61,485,718	80,245,646

## 29. EARNINGS PER SHARE

Basic earnings per share for the three-month periods ended June 30, 2021 and 2020 were as follows:

	Consolidated financial statement					
	For the three-month periods ended June 30,					
	Continuing operations		Discontinued operation		Total	
	2021	2020	2021	2020	2021	2020
Net profits (Thousand Baht)	751,405	630,637	-	111	751,405	630,748
Number of share capital (Thousand shares)	1,707,566	1,707,566	1,707,566	1,707,566	1,707,566	1,707,566
Basic earnings per share (Baht per share) *	0.440	0.369	-	0.001	0.440	0.370

	Separate financial statement	
	For the three-month period ended June 30,	
	2021	2020
Net profits (Thousand Baht)	750,465	630,943
Number of share capital (Thousand shares)	1,707,566	1,707,566
Basic earnings per share (Baht per share) *	0.440	0.369

Basic earnings per share for the six-month periods ended June 30, 2021 and 2020 were as follows:

	<b>Consolidated financial statement</b>					
	<b>For the six-month periods ended June 30,</b>					
	<b>Continuing operations</b>		<b>Discontinued operation</b>		<b>Total</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
Net profits (losses) (Thousand Baht)	1,741,144	861,386	-	(130)	1,741,144	861,256
Number of share capital (Thousand shares)	1,707,566	1,707,566	1,707,566	1,707,566	1,707,566	1,707,566
Basic earnings (loss) per share (Thousand Baht) *	1.020	0.505	-	(0.001)	1.020	0.504

	<b>Separate financial statement</b>	
	<b>For the six-month periods ended June 30,</b>	
	<b>2021</b>	<b>2020</b>
Net profits (Thousand Baht)	1,739,401	861,585
Number of share capital (Thousand shares)	1,707,566	1,707,566
Basic earnings per share (Thousand Baht) *	1.019	0.505

\* Earnings (loss) per share for equity holders of the Company.

### 30. DIVIDENDS PAID

Dividends declared during the six-month periods ended June 30, 2021 (during the six-month periods ended June 30, 2020: Nil) consisted of the following:

	<b>Approved by</b>	<b>Total dividend (Million Baht)</b>	<b>Dividend per share (Baht)</b>
Annual dividend for 2020	Annual General Meeting of the Shareholders on April 28, 2021 and the OIC on April 26, 2021	392	0.23
<b>Total dividend paid for the period 2021</b>		<b>392</b>	<b>0.23</b>

### 31. COMMITMENTS

31.1 As at June 30, 2021 and December 31, 2020, the Company has construction building agreement with local companies totaling of Baht 946.84 million and Baht 979.70 million, respectively. The Company has commitments to be paid according to the agreements amounting to Baht 88.96 million and Baht 175.12 million, respectively.

31.2 The Company and subsidiaries 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 and 5 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 June 30, 2021 and December 31, 2020, the Company and subsidiaries have future minimum lease payments required under these non-cancellable operating lease contracts were as follows:

	(Unit : Million Baht)		
	<b>Consolidated and separate financial statements</b>		
	<b>June 30, 2021</b>		
	<b>Pay within</b>		
	<b>1 year</b>	<b>1 - 5 years</b>	<b>Total</b>
Operating lease agreements - Other parties	16.64	14.79	31.43
Service agreements	12.72	-	12.72
<b>Total</b>	<b>29.36</b>	<b>14.79</b>	<b>44.15</b>

	(Unit : Million Baht)		
	<b>Consolidated and separate financial statement</b>		
	<b>December 31, 2020</b>		
	<b>Pay within</b>		
	<b>1 year</b>	<b>1 - 5 years</b>	<b>Total</b>
Operating lease agreements - Related parties	3.07	1.83	4.90
Operating lease agreements - Other parties	17.82	17.05	34.87
Service agreements	7.79	5.85	13.64
<b>Total</b>	<b>28.68</b>	<b>24.73</b>	<b>53.41</b>

The Company and subsidiaries recognized rental expense derived from the operating leases for the three-month and six-month periods ended June 30, 2021 amounting to Baht 6.26 million and Baht 11.97 million, respectively. (for the three-month and six-month periods ended June 30, 2020 amounting to Baht 11.62 million and Baht 19.98 million, respectively)

31.3 As at June 30, 2021 and December 31, 2020, the Company had bank guarantee issued by banks Baht 1.6 million and Baht 1.6 million, respectively.

### 32. LITIGATION

As at June 30, 2021 and December 31, 2020, the Company has been sued in litigation cases of compensation of claims totaling approximately Baht 6 million and Baht 5 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.

### 33. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

These consolidation and separate interim financial statements were authorised for issue by the Board of Directors on August 11, 2021.