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

Interim Financial Statements

***Three-month and nine-month periods ended
September 30, 2023***



บริษัท ดีลอยท์ ทูเช่ โทมัทสึ ไชยยศ
สอบบัญชี จำกัด
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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 subsidiary and the separate statement of financial position of Bangkok Life Assurance Public Company Limited as at September 30, 2023, and the related consolidated and separate statements of profit or loss and other comprehensive income for the three-month and nine-month periods ended September 30, 2023, and the related consolidated and separate statements of changes in equity, and cash flows for the nine-month period ended September 30, 2023, 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".

Chavala Tienpasertkij
Certified Public Accountant (Thailand)
Registration No. 4301

BANGKOK
November 8, 2023

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.



BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2023

(UNIT : THOUSAND BAHT)

	Notes	Consolidated financial statements		Separate financial statements	
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
		September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
ASSETS					
Cash and cash equivalents	4	6,533,429	12,681,084	6,514,735	12,665,453
Premium receivables	5	2,603,581	1,567,142	2,603,581	1,567,142
Accrued investment income		2,469,530	1,555,750	2,469,530	1,555,750
Reinsurance assets	6, 17	490,142	495,015	490,142	495,015
Amount due from reinsurance	7	947,448	1,040,880	947,448	1,040,880
Derivative assets	8	107,816	457,396	107,816	457,396
Investment assets					
Investments in securities	9	297,142,527	308,748,649	297,142,527	308,748,649
Loans and accrued interest receivables	10	11,585,794	11,726,242	11,585,794	11,726,242
Investment property	11	12,690	13,487	12,690	13,487
Investments in a subsidiary	12	-	-	23,760	23,760
Investment assets of the insured	13	119,117	80,177	119,117	80,177
Premises and equipment	14	2,142,515	2,188,540	2,142,515	2,188,536
Goodwill		4,955	4,955	-	-
Intangible assets		110,822	136,162	110,822	136,160
Deferred tax assets	15	1,789,964	1,341,431	1,789,964	1,341,431
Other assets	16	422,772	574,014	409,913	561,754
TOTAL ASSETS		326,483,102	342,610,924	326,470,354	342,601,832

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
AS AT SEPTEMBER 30, 2023

(UNIT : THOUSAND BAHT)

	Notes	Consolidated financial statements		Separate financial statements	
		(Unaudited but reviewed) September 30, 2023	(Audited) December 31, 2022	(Unaudited but reviewed) September 30, 2023	(Audited) December 31, 2022
LIABILITIES AND SHAREHOLDERS' EQUITY					
LIABILITIES					
Insurance contract liabilities	17	279,717,669	294,756,842	279,717,669	294,756,842
Amount due to reinsurance	18	869,106	958,952	869,106	958,952
Derivative liabilities	8	1,097,297	502,995	1,097,297	502,995
Income tax payable		5,134	18,057	5,134	18,057
Employee benefit obligations	19	222,008	213,956	221,073	213,021
Other liabilities	20	1,353,194	1,376,805	1,345,466	1,371,638
Total liabilities		283,264,408	297,827,607	283,255,745	297,821,505
SHAREHOLDERS' EQUITY					
Share capital					
Authorized share capital					
1,708,000,000 ordinary shares of Baht 1 each		1,708,000	1,708,000	1,708,000	1,708,000
Issued and paid-up shares capital					
1,707,566,000 ordinary shares of Baht 1 each, fully paid-up		1,707,566	1,707,566	1,707,566	1,707,566
Premium on share capital		3,360,993	3,360,993	3,360,993	3,360,993
Retained earnings					
Appropriated					
Legal reserve		170,800	170,800	170,800	170,800
General reserve		400,000	400,000	400,000	400,000
Unappropriated		36,906,470	35,670,135	36,902,674	35,667,423
Other component of shareholders' equity					
Revaluation surplus on investment through other comprehensive income					
- net of income taxes		537,568	3,169,089	537,568	3,169,089
Revaluation surplus on derivatives cash flow hedges - net of income taxes					
		135,008	304,456	135,008	304,456
Shareholders' equity attributable to equity holders of the Company		43,218,405	44,783,039	43,214,609	44,780,327
Non-controlling interests of the subsidiary		289	278	-	-
Total shareholders' equity		43,218,694	44,783,317	43,214,609	44,780,327
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		326,483,102	342,610,924	326,470,354	342,601,832

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2023
"UNAUDITED BUT REVIEWED"

(UNIT : THOUSAND BAHT)

	Notes	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Revenues					
Gross written premium	21, 26	10,421,210	10,436,537	10,421,210	10,436,537
<u>Less</u> Premium ceded to reinsurers	21	(167,516)	(213,775)	(167,516)	(213,775)
Net written premium		10,253,694	10,222,762	10,253,694	10,222,762
<u>Add (Less)</u> Unearned premium reserves decreased from prior period	21	132,071	28,822	132,071	28,822
Net earned premium		10,385,765	10,251,584	10,385,765	10,251,584
Fee and commission income	21	92,907	87,481	92,907	87,481
Net investment income	26	3,005,441	3,229,467	3,005,441	3,229,467
Gain (loss) on investment	9	(274,298)	37,771	(274,298)	37,771
Gain (loss) on revaluation	23	(24,000)	91,476	(24,000)	91,476
Other income	26	25,526	27,901	21,621	22,859
Total revenues		<u>13,211,341</u>	<u>13,725,680</u>	<u>13,207,436</u>	<u>13,720,638</u>
Expenses					
Life policy reserves increased from prior period	21	249,192	2,327,254	249,192	2,327,254
Benefit payments under life policies and claims	21, 26	11,098,155	9,135,671	11,098,155	9,135,671
<u>Less</u> Benefit payments under life policies and claims refundable from reinsurance	21	(200,384)	(172,693)	(200,384)	(172,693)
Commissions and brokerages expenses	21, 26	693,954	648,562	691,826	646,493
Other underwriting expenses	21	204,742	260,042	204,742	260,042
Operating expenses	22, 26	429,669	427,076	428,555	426,075
Loss from expected credit loss and impairment loss	25	13,507	4,799	13,507	4,799
Total expenses		<u>12,488,835</u>	<u>12,630,711</u>	<u>12,485,593</u>	<u>12,627,641</u>
Profits before income tax		<u>722,506</u>	<u>1,094,969</u>	<u>721,843</u>	<u>1,092,997</u>
Income tax expenses	15	(77,590)	(152,537)	(77,494)	(152,273)
Net profit for the periods		<u>644,916</u>	<u>942,432</u>	<u>644,349</u>	<u>940,724</u>
Profit for the periods attributable to					
Shareholders' equity of the Company		644,910	942,415	644,349	940,724
Non-controlling interests of the subsidiary		6	17		
		<u>644,916</u>	<u>942,432</u>		

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
 STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)
 FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2023
 "UNAUDITED BUT REVIEWED"

(UNIT : THOUSAND BAHT)

	Notes	Consolidated		Separate	
		financial statements	financial statements	financial statements	financial statements
		2023	2022	2023	2022
Net profit for the periods		644,916	942,432	644,349	940,724
Other comprehensive income (loss)					
Other comprehensive income to be reclassified to profit or loss in subsequent periods					
Loss on remeasuring investment at fair value through other comprehensive income		(2,044,446)	(1,608,849)	(2,044,446)	(1,608,849)
Reversal of gains (loss) realised on the disposal of investment at fair value through other comprehensive income		31,413	(219,877)	31,413	(219,877)
Gain (loss) on remeasuring cash flow hedge derivatives at fair value		(46,909)	229,191	(46,909)	229,191
Income taxes relating to other comprehensive income	15	411,988	(81,062)	411,988	(81,062)
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income taxes		(1,647,954)	(1,680,597)	(1,647,954)	(1,680,597)
Other comprehensive loss for the periods - net of income taxes		(1,647,954)	(1,680,597)	(1,647,954)	(1,680,597)
Total comprehensive loss for the periods		(1,003,038)	(738,165)	(1,003,605)	(739,873)
Total comprehensive loss for the periods attributable to					
Shareholders' equity of the Company		(1,003,044)	(738,182)	(1,003,605)	(739,873)
Non-controlling interests of the subsidiary		6	17		
		(1,003,038)	(738,165)		
Earnings per share	29				
Basic earnings per share		0.38	0.55	0.38	0.55

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023
“UNAUDITED BUT REVIEWED”

(UNIT : THOUSAND BAHT)

	Notes	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Revenues					
Gross written premium	21, 26	26,277,140	26,989,828	26,277,320	26,989,993
<u>Less</u> Premium ceded to reinsurers	21	(679,463)	(701,975)	(679,463)	(701,975)
Net written premium		25,597,677	26,287,853	25,597,857	26,288,018
<u>Less</u> Unearned premium reserves increased from prior period	21	(117,540)	(336,005)	(117,540)	(336,005)
Net earned premium		25,480,137	25,951,848	25,480,317	25,952,013
Fee and commission income	21	318,633	337,892	318,633	337,892
Net investment income	26	8,998,169	9,306,702	8,998,169	9,306,702
Gain (loss) on investment	9	(372,982)	670,912	(372,982)	670,912
Gain (loss) on revaluation	23	(45,175)	262,116	(45,175)	262,116
Other income	26	106,761	83,786	94,054	70,970
Total revenues		34,485,543	36,613,256	34,473,016	36,600,605
Expenses					
Life policy reserves increased (decreased) from prior period	21	(14,629,187)	4,141,517	(14,629,187)	4,141,517
Benefit payments under life policies and claims	21, 26	43,252,428	25,983,998	43,252,428	25,983,998
<u>Less</u> Benefit payments under life policies and claims refundable from reinsurance	21	(487,240)	(528,322)	(487,240)	(528,322)
Commissions and brokerages expenses	21, 26	1,889,588	1,888,589	1,882,309	1,882,048
Other underwriting expenses	21	560,557	565,244	560,557	565,250
Operating expenses	22, 26	1,252,271	1,168,727	1,248,371	1,165,416
Loss from expected credit loss and impairment loss (reversal)	25	89,661	(56,149)	89,661	(56,149)
Total expenses		31,928,078	33,163,604	31,916,899	33,153,758
Profits before income tax		2,557,465	3,449,652	2,556,117	3,446,847
Income tax expenses	15	(367,336)	(517,433)	(367,083)	(517,169)
Net profit for the periods		2,190,129	2,932,219	2,189,034	2,929,678
Profit for the periods attributable to					
Shareholders' equity of the Company		2,190,118	2,932,194	2,189,034	2,929,678
Non-controlling interests of the subsidiary		11	25		
		2,190,129	2,932,219		

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
 STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)
 FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023
 "UNAUDITED BUT REVIEWED"

(UNIT : THOUSAND BAHT)

	Notes	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Net profit for the periods		2,190,129	2,932,219	2,189,034	2,929,678
Other comprehensive income (loss)					
Other comprehensive income to be reclassified to profit or loss in subsequent periods					
Loss on remeasuring investment at fair value through other comprehensive income		(2,964,948)	(8,568,091)	(2,964,948)	(8,568,091)
Reversal of gains realised on the disposal of investment at fair value through other comprehensive income		(324,453)	(1,030,572)	(324,453)	(1,030,572)
Gain (loss) on remeasuring cash flow hedge derivatives at fair value		(211,810)	238,878	(211,810)	238,878
Income taxes relating to other comprehensive income	15	700,242	1,470,988	700,242	1,470,988
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income taxes		(2,800,969)	(7,888,797)	(2,800,969)	(7,888,797)
Other comprehensive loss for the periods - net of income taxes		(2,800,969)	(7,888,797)	(2,800,969)	(7,888,797)
Total comprehensive loss for the periods		(610,840)	(4,956,578)	(611,935)	(4,959,119)
Total comprehensive loss for the periods attributable to Shareholders' equity of the Company		(610,851)	(4,956,603)	(611,935)	(4,959,119)
Non-controlling interests of the subsidiary		11	25		
		(610,840)	(4,956,578)		
Earnings per share	29				
Basic earnings per share		1.28	1.72	1.28	1.72

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023
“UNAUDITED BUT REVIEWED”

(UNIT: THOUSAND BAHT)

	Consolidated financial statement										
	Shareholders' equity attributable to owners of the Company										
	Issued and paid-up Note share capital	Premium on share capital	Retained earnings			Other component of shareholders' equity			Total shareholders' equity attributable to owners of the Company	Shareholders' equity attributable to non-controlling interests of the subsidiary	Total
			Appropriated		Unappropriated	Surplus on investment at fair value through other comprehensive income - net of income taxes	Surplus on derivatives cash flow hedges - net of income taxes				
			Legal reserve	General reserve							
Balance as at January 1, 2022	1,707,566	3,360,993	170,800	400,000	33,951,235	8,275,803	99,485	47,965,882	260	47,966,142	
Dividend paid	30	-	-	-	(1,497,461)	-	-	(1,497,461)	-	(1,497,461)	
Profit for the period	-	-	-	-	2,932,194	-	-	2,932,194	25	2,932,219	
Other comprehensive income (loss) for the period											
Loss on remeasuring of investment at fair value through other comprehensive income - net of income taxes	-	-	-	-	-	(8,079,899)	-	(8,079,899)	-	(8,079,899)	
Gain on remeasuring cash flow hedge derivatives fair value'- net of income taxes	-	-	-	-	-	-	191,102	191,102	-	191,102	
Total comprehensive income (loss) for the period	-	-	-	-	2,932,194	(8,079,899)	191,102	(4,956,603)	25	(4,956,578)	
Balance as at September 30, 2022	1,707,566	3,360,993	170,800	400,000	35,385,968	195,904	290,587	41,511,818	285	41,512,103	

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY (CONTINUED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023
“UNAUDITED BUT REVIEWED”

(UNIT : THOUSAND BAHT)

Consolidated financial statement												
Shareholders' equity attributable to owner of the Company												
Other component of shareholders' equity												
	Note	Retained earnings				Surplus on remeasuring investment at fair value through other comprehensive income		Surplus on derivatives cash flow hedges		Total shareholders' equity attributable to owners of the Company	Shareholders' equity attributable to non-controlling interests of the subsidiary	Total
		Issued and paid-up share capital	Premium on share capital	Appropriated Legal reserve	General reserve	Unappropriated	- net of income taxes	- net of income taxes	- net of income taxes			
Balance as at January 1, 2023		1,707,566	3,360,993	170,800	400,000	35,670,135	3,169,089	304,456		44,783,039	278	44,783,317
Dividend paid	30	-	-	-	-	(953,783)	-	-		(953,783)	-	(953,783)
Profit for the period		-	-	-	-	2,190,118	-	-		2,190,118	11	2,190,129
Other comprehensive loss for the period												
Loss on remeasuring of investment at fair value through other comprehensive income - net of income taxes		-	-	-	-	-	(2,631,521)	-		(2,631,521)	-	(2,631,521)
Loss on remeasuring cash flow hedge derivatives at fair value - net of income taxes		-	-	-	-	-	-	(169,448)		(169,448)	-	(169,448)
Total comprehensive income (loss) for the period		-	-	-	-	2,190,118	(2,631,521)	(169,448)		(610,851)	11	(610,840)
Balance as at September 30, 2023		1,707,566	3,360,993	170,800	400,000	36,906,470	537,568	135,008		43,218,405	289	43,218,694

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023
“UNAUDITED BUT REVIEWED”

(UNIT : THOUSAND BAHT)

Separate financial statements								
Note	Issued and paid-up share capital	Premium on share capital	Retained earnings			Other component of shareholders' equity		Total
			Appropriated		Unappropriated	Surplus on reinsurance investment at fair value through other comprehensive income - net of income taxes	Surplus on derivatives cash flow hedges - net of income taxes	
			Legal reserve	General reserve				
Balance as at January 1, 2022	1,707,566	3,360,993	170,800	400,000	33,950,241	8,275,803	99,485	47,964,888
Dividend paid	-	-	-	-	(1,497,461)	-	-	(1,497,461)
Profit for the period	-	-	-	-	2,929,678	-	-	2,929,678
Other comprehensive income (loss) for the period								
Loss on reinsurance investment at fair value through other comprehensive income - net of income taxes	-	-	-	-	-	(8,079,899)	-	(8,079,899)
Gain on reinsurance cash flow hedge derivatives fair value - net of income taxes	-	-	-	-	-	-	191,102	191,102
Total comprehensive income (loss) for the period	-	-	-	-	2,929,678	(8,079,899)	191,102	(4,959,119)
Balance as at September 30, 2022	1,707,566	3,360,993	170,800	400,000	35,382,458	195,904	290,587	41,508,308

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023
“UNAUDITED BUT REVIEWED”

(UNIT : THOUSAND BAHT)

Separate financial statements								
Note	Issued and paid-up share capital	Premium on share capital	Retained earnings			Other component of shareholders' equity		Total
			Appropriated		Unappropriated	Surplus on reinsurance investment at fair value through other comprehensive income - net of income taxes	Surplus on derivatives cash flow hedges - net of income taxes	
			Legal	General				
			reserve	reserve				
Balance as at January 1, 2023	1,707,566	3,360,993	170,800	400,000	35,667,423	3,169,089	304,456	44,780,327
Dividend paid	-	-	-	-	(953,783)	-	-	(953,783)
Profit for the period	-	-	-	-	2,189,034	-	-	2,189,034
Other comprehensive loss for the period								
Loss on reinsurance investment at fair value through other comprehensive income - net of income taxes	-	-	-	-	-	(2,631,521)	-	(2,631,521)
Loss on reinsurance cash flow hedge derivatives at fair value - net of income taxes	-	-	-	-	-	-	(169,448)	(169,448)
Total comprehensive income (loss) for the period	-	-	-	-	2,189,034	(2,631,521)	(169,448)	(611,935)
Balance as at September 30, 2023	1,707,566	3,360,993	170,800	400,000	36,902,674	537,568	135,008	43,214,609

See the condensed notes to the interim financial statements

BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023
"UNAUDITED BUT REVIEWED"

(UNIT : THOUSAND BAHT)

	Note	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Cash flows from operating activities					
Gross premium		25,370,653	26,438,680	25,370,833	26,438,845
Cash payments from reinsurance		(529,960)	(369,498)	(536,412)	(369,498)
Interest income		6,736,011	6,610,148	6,736,011	6,610,148
Dividend income		1,336,089	1,662,803	1,336,089	1,662,803
Gain (loss) on investment		(241,608)	550,944	(241,608)	550,943
Other income		74,919	80,454	63,067	70,898
Benefit payments under life policies and loss incurred on direct insurance		(43,114,939)	(27,046,331)	(43,108,487)	(27,046,331)
Commissions and brokerages on direct insurance		(1,974,557)	(1,970,241)	(1,967,526)	(1,964,021)
Other underwriting expenses		(587,271)	(591,578)	(587,271)	(591,584)
Operating expenses		(1,160,627)	(1,002,186)	(1,159,303)	(1,000,745)
Corporate income taxes		(128,550)	(323,376)	(128,296)	(271,236)
Cash received - financial assets		14,795,674	14,756,924	14,795,674	14,756,923
Cash payments - financial assets		(5,745,207)	(14,688,311)	(5,745,207)	(14,740,450)
Net cash (used in) provided by operating activities		<u>(5,169,373)</u>	<u>4,108,432</u>	<u>(5,172,436)</u>	<u>4,106,695</u>
Cash flows from in investing activity					
Net cash flows for purchases and disposals of premises and equipment		(24,499)	(38,528)	(24,499)	(38,528)
Net cash used in investing activity		<u>(24,499)</u>	<u>(38,528)</u>	<u>(24,499)</u>	<u>(38,528)</u>
Cash flows from in financing activity					
Dividend paid		(953,783)	(1,497,461)	(953,783)	(1,497,461)
Net cash used in financing activity		<u>(953,783)</u>	<u>(1,497,461)</u>	<u>(953,783)</u>	<u>(1,497,461)</u>
Net increase (decrease) in cash and cash equivalents		(6,147,655)	2,572,443	(6,150,718)	2,570,706
Cash and cash equivalents at beginning of periods		12,681,084	7,636,769	12,665,453	7,621,955
Cash and cash equivalents at the end of periods	4	<u>6,533,429</u>	<u>10,209,212</u>	<u>6,514,735</u>	<u>10,192,661</u>

See the condensed notes to the interim financial statements

**BANGKOK LIFE ASSURANCE PUBLIC COMPANY LIMITED AND SUBSIDIARY
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2023
“UNAUDITED”**

1. GENERAL INFORMATION AND THE COMPANY’S OPERATIONS

Bangkok Life Assurance Public Company Limited (the “Company”) is a public company incorporated and domiciled in Thailand. Its major shareholder is Nippon Life Insurance Company, which was incorporated in Japan. The Company is principally engaged provision of life insurance services. The registered office of the Company is located at No. 1415, Krungthep - Nonthaburi Road, Wongsawang, Bangsue District, Bangkok 10800.

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 and in accordance with Thai accounting practices related to insurance and the accounting and reporting guidelines prescribed by the Office of Insurance Commission (“OIC”), and in accordance with the format of financial statements specified in the Notification of the OIC regarding Criteria, Procedures, Terms and Conditions for preparation and submission of financial statements of life insurance companies dated February 8, 2023, which has been effective since January 1, 2023 onwards.
- 2.2 The consolidated and separate statements of financial position as at December 31, 2022, 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 nine-month periods ended September 30, 2023 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 nine-month periods ended September 30, 2023 should be read in conjunction with the audited financial statements for the year ended December 31, 2022.

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

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

- 2.5 Material intercompany transactions between the Company and its subsidiary have been eliminated from the consolidated interim financial statements. The consolidated interim financial statements for the three-month and nine-month periods ended September 30, 2023 have included the subsidiary's interim financial statements for the three-month and nine-month periods ended September 30, 2023 which were reviewed.

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

Company's name	Nature of business	Country of incorporation	Percentage of shareholding	
			September 30, 2023	December 31, 2022
			%	%
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.

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

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

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

- 2.6 Separate interim financial statements

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

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

During the period, the Group and the Company has adopted the revised financial reporting standards issued by the Federation of Accounting Professions which are effective for fiscal years beginning on or after January 1, 2023. These financial reporting standards were aimed at alignment with the corresponding Thai Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology and clarification of accounting requirements. The adoption of these

financial reporting standards does not have significant impact on the Group's and the Company's interim financial statements.

In addition, the Federation of Accounting Professions issued the accounting guidelines for financial instruments and disclosures on insurance business, which has been announced in the Royal Gazette on November 30, 2022 which is effective the financial statements for the period beginning on or after January 1, 2023 onwards. The adoption of this accounting guideline does not have significant impact on the Group's interim financial statements.

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

Thai Financial Reporting Standard which will be effective for the financial statements for the period beginning on or after January 1, 2024, onwards

On August 8, 2023, the revised TFRSs have been announced in the Royal Gazette which mostly are the amendments of wordings and the references of Thai Financial Reporting Standard No.17 "Insurance Contracts". TFRSs which have been amended and are relevant to the Group and the Company here as follows:

Thai Accounting Standard No.1 "Presentation of Financial Statements"

The amendments change the requirements regarding the disclosure of accounting policies from "significant accounting policies" to "material accounting policy information". Accounting policy information is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the primary users of general-purpose financial statements make on the basis of those financial statements.

Thai Accounting Standard No.8 "Accounting Policies, Changes in Accounting Estimates and Errors"

The amendments change the definition of accounting estimates to be "monetary amounts in financial statements that are subject to measurement uncertainty", to help an entity to be able to segregate the difference of "change in accounting estimates" from "change in accounting policies".

Thai Accounting Standard No.12 "Income Taxes"

The amendments add the requirements for the initial recognition of deferred tax, which give rise to equal taxable and deductible temporary differences such as right-of-use assets and lease liabilities and decommissioning obligation. The amendments apply to transactions that occur on or after the beginning of the earliest comparative period presented. In addition, at the beginning of the earliest comparative period an entity recognises a deferred tax asset, to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised, and a deferred tax liability for all deductible and taxable temporary differences associated with such transactions. The cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate).

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

Thai Financial Reporting Standard which will be effective for the financial statements for the period beginning on or after January 1, 2025, onwards

On August 19, 2022, Thai Financial Reporting Standard No.17 "Insurance Contracts" has been announced in the Royal Gazette. This Standard establishes the principles for the recognition, measurement, presentation and disclosure of insurance contracts and supersedes Thai Financial Reporting Standard No.4 "Insurance Contracts".

The Group's and the Company's management will adopt TFRS 17 in the preparation of the Group's and the Company's financial statements when it becomes effective. The Group's and the Company's management is in the process to assess the impact of this TFRS on the financial statements of the Group and 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, 2022.

4. CASH AND CASH EQUIVALENTS

As at September 30, 2023 and December 31, 2022, the Group and the Company have cash and cash equivalents as follows:

	Consolidated		(Unit : Thousand Baht)	
	financial statements		Separate	
	September 30,	December 31,	September 30,	December 31,
	2023	2022	2023	2022
Cash on hand	2,095	2,375	2,093	2,374
Deposits at banks with no fixed maturity date	2,314,319	2,785,560	2,295,627	2,769,930
Deposits at banks with fixed maturity date	-	5,000	-	5,000
Short-term investments in promissory notes	4,217,015	9,888,149	4,217,015	9,888,149
Cash and cash equivalents	6,533,429	12,681,084	6,514,735	12,665,453

As at September 30, 2023, interest rates on saving accounts and promissory notes are in the range of 0.60% - 1.80% per annum (as at December 31, 2022: 0.35% - 1.00% per annum).

5. PREMIUM RECEIVABLES

As at September 30, 2023 and December 31, 2022, the outstanding balances of premium receivables classified by overdue period, counted from the due dates, are as follows:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	Due from direct insurance	
	September 30, 2023	December 31, 2022
Not yet due	2,547,953	1,517,027
Not over 30 days	48,847	25,500
Over 30 days to 60 days	4,441	8,756
Over 60 days to 90 days	585	14,752
Over 90 days	1,755	1,107
Premium receivables	<u>2,603,581</u>	<u>1,567,142</u>

For premium receivables due from agents and brokers, the Group and the Company has determined criteria in collections from those debtors. For overdue premium receivables, the Group and 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 period granted by the Group and the Company's grace period, such premium receivables will be settled by granting an automatic premium loan where the policy has a cash surrender value guaranteed by the policy which is contingent upon its cash value.

6. REINSURANCE ASSETS

As at September 30, 2023 and December 31, 2022, reinsurance assets consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	September 30, 2023	December 31, 2022
Reserves recoverable from reinsurances		
Claim reserves	103,869	120,950
Unearned premium reserves	386,273	374,065
Reinsurance assets	<u>490,142</u>	<u>495,015</u>

7. AMOUNT DUE FROM REINSURANCE

As at September 30, 2023 and December 31, 2022, amount due from reinsurance consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	September 30, 2023	December 31, 2022
Amount due from reinsurers	947,448	1,040,880
Amount due from reinsurance	<u>947,448</u>	<u>1,040,880</u>

8. DERIVATIVE ASSETS AND LIABILITIES

As at September 30, 2023 and December 31, 2022, derivatives classified by objective are as follows:

Contract type and objective	Number of contracts	Notional amount (Thousand units)	Consolidated and separate financial statements		
			As at September 30, 2023		For the nine-month period ended September 30, 2023
			Fair value		Fair value gains on derivatives
			Assets (Thousand Baht)	Liabilities (Thousand Baht)	(Thousand Baht)
Derivatives - not apply hedge accounting					
Hedge of net investment in foreign currencies	115	1,051,383	7,471	236,216	35,639
Derivatives - apply hedge accounting					
Cash flow hedge	62	304,420	100,345	861,081	168,759
Total derivative assets and liabilities			107,816	1,097,297	

Contract type and objective	Number of contracts	Notional amount (Thousand units)	Consolidated and separate financial statements		
			As at December 31, 2022		For the year ended December 31, 2022
			Fair value		Fair value gains on derivatives
			Assets (Thousand Baht)	Liabilities (Thousand Baht)	(Thousand Baht)
Derivatives - not apply hedge accounting					
Hedge of net investment in foreign currencies	81	913,049	119,711	18,539	25,952
Derivatives - apply hedge accounting					
Cash flow hedge	63	345,920	337,685	484,456	380,569
Total derivative assets and liabilities			457,396	502,995	

As at September 30, 2023 and December 31, 2022, derivative assets and liabilities consisted of the following:

	Consolidated and separate financial statements		
	September 30, 2023		
	Notional amount (Thousand Unit)	Fair value amount	
	(Thousand Baht)	Assets (Thousand Baht)	Liabilities (Thousand Baht)
Forward exchange contracts			
Yen	889,375	7,471	72
US dollar	82,395	-	150,256
Singapore dollar	56,418	-	65,913
Euro	23,195	-	19,975
Cross currency swap contracts			
US dollar	294,420	64,747	861,081
Euro	10,000	35,598	-
Total derivatives	1,355,803	107,816	1,097,297

	Consolidated and separate financial statements		
	December 31, 2022		
	Notional amount (Thousand Unit)	Fair value amount	
Assets (Thousand Baht)		Liabilities (Thousand Baht)	
Forward exchange contracts			
Yen	759,375	8,060	3,117
US dollar	97,910	107,964	-
Singapore dollar	34,184	2,755	8,780
Euro	21,580	932	6,642
Cross currency swap contracts			
US dollar	335,920	266,807	484,456
Euro	10,000	70,878	-
Total derivatives	1,258,969	457,396	502,995

The Company made cross currency swap contracts and forward exchange contracts to manage the exchange rate risk arising from investment.

9. INVESTMENTS IN SECURITIES

9.1 Investments in securities

As at September 30, 2023 and December 31, 2022, investment in securities consisted of the following:

	(Unit : Thousand Baht)			
	Consolidated and separate financial statements			
	September 30, 2023		December 31, 2022	
	Cost	Fair value	Cost	Fair value
Investment at fair value through profit or loss				
Equity securities	9,498	6,567	50,097	51,702
Total	9,498	6,567	50,097	51,702
<u>Add</u> Unrealised gain (loss)	(2,931)	-	1,605	-
Total investment at fair value through profit or loss	6,567	6,567	51,702	51,702
Investment at fair value through other comprehensive income				
Government and state enterprise securities	33,376,947	34,237,289	31,576,387	33,397,067
Private enterprises debt securities	30,337,380	30,441,191	31,054,559	31,903,921
Equity securities	28,670,874	27,983,308	31,073,846	31,769,047
Foreign debt securities	10,319,649	10,991,104	10,416,620	10,789,856
Foreign equity securities	237,501	91,771	256,941	95,421
Total	102,942,351	103,744,663	104,378,353	107,955,312
<u>Add</u> Unrealised gains	1,606,663	-	4,296,251	-
<u>Less</u> Allowance for expected credit loss	(24,503)	-	(27,164)	-
<u>Less</u> Allowance for impairment	(779,848)	-	(692,128)	-
Total investment at fair value through other comprehensive income	103,744,663	103,744,663	107,955,312	107,955,312

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	September 30, 2023	December 31, 2022
	Amortised cost	Amortised cost
Investment at amortised cost		
Government and state enterprise securities	128,369,689	132,354,527
Private enterprises debt securities	60,791,084	63,739,329
Foreign debt securities	4,440,409	4,865,690
Deposits at banks with maturity date over 3 months	5,000	-
Total	193,606,182	200,959,546
<u>Less</u> Allowance for expected credit loss	(214,885)	(217,911)
Total investment at amortised cost	193,391,297	200,741,635
Total investments in securities	297,142,527	308,748,649

9.2 Allowance for expected credit loss

(Unit : Thousand Baht)

	Consolidated and separate financial statements			
	September 30, 2023		December 31, 2022	
	Fair value	Allowance for expected credit loss through other comprehensive income	Fair value	Allowance for expected credit loss through other comprehensive income
Investment at fair value through other comprehensive income				
Debt securities with not significantly increased in credit risk (Stage 1)	63,949,062	(24,503)	65,485,749	(27,164)
Total	63,949,062	(24,503)	65,485,749	(27,164)

(Unit : Thousand Baht)

	Consolidated and separate financial statements		
	September 30, 2023		
	Gross amount	Allowance for expected credit loss	Net Amount
Investment at amortised cost			
Debt securities with not significantly increased in credit risk (Stage 1)	192,051,297	(42,196)	192,009,101
Debt securities with significantly increased in credit risk (Stage 2)	1,230,000	(20,253)	1,209,747
Debt securities credit-impaired (Stage 3)	324,885	(152,436)	172,449
Total	193,606,182	(214,885)	193,391,297

(Unit : Thousand Baht)

	Consolidated and separate financial statements		
	December 31, 2022		
	Gross amount	Allowance for expected credit loss	Net Amount
Investment at amortised cost			
Debt securities with not significantly increased in credit risk (Stage 1)	200,634,661	(51,375)	200,583,286
Debt securities credit-impaired (Stage 3)	324,885	(166,536)	158,349
Total	200,959,546	(217,911)	200,741,635

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 September 30, 2023 and December 31, 2022, the Company has investments in promissory notes and bills of exchange of Baht 406 million and Baht 405 million, respectively, which were issued by branch of foreign commercial bank, having remaining lives of 3 years and 4 years, respectively, and the conditions whereby the redemption of the respective notes and bills is based on the credit event of the reference assets.

- (2) As at September 30, 2023 and December 31, 2022, the Company has investments in bills of exchange of Baht 1,820 million and Baht 1,724 million, respectively, which were issued in foreign currency by branch of foreign commercial bank, having remaining maturity lives of 2 - 3 years and 3 - 4 years, respectively. The 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 September 30, 2023 and December 31, 2022, the Company has placed government and state enterprise bonds with cost or amortised cost of Baht 68,519 million and Baht 70,106 million, respectively, with the Registrar as securities and reserves as described in Notes 27 and 28.

9.5 Gain (loss) on investments

Gain (loss) on investments for the three-month and nine-month periods ended September 30, 2023 and 2022 consisted of the following:

	(Unit : Thousand Baht)			
	<u>Consolidated and separate financial statements</u>			
	<u>For the three-month</u>		<u>For the nine-month</u>	
	<u>periods ended</u>		<u>periods ended</u>	
	<u>September 30,</u>		<u>September 30,</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Gain on sales of investment at fair value through profit and loss	-	-	4,622	32
Gain on sales of investment at amortised cost	-	-	-	12,885
Gain (loss) on sales of investment at fair value through other comprehensive income	<u>(274,298)</u>	<u>37,771</u>	<u>(377,604)</u>	<u>657,995</u>
Total gain (loss) on investments	<u>(274,298)</u>	<u>37,771</u>	<u>(372,982)</u>	<u>670,912</u>

10. LOANS AND ACCRUED INTEREST RECEIVABLES

As at September 30, 2023 and December 31, 2022, the balances of loans and accrued interest receivables, classified by overdue periods, are as follows:

Overdue periods	(Unit : Thousand Baht)			
	<u>Consolidated and separate financial statements</u>			
	<u>September 30, 2023</u>			
	<u>Loans and accrued interest receivables</u>			
	<u>Policy loans</u>	<u>Mortgage loans</u>	<u>Other loans</u>	<u>Total</u>
Not yet due	9,642,116	1,894,910	-	11,537,026
Overdue:				
Less than 3 months	-	2,272	-	2,272
3 - 6 months	-	2,958	-	2,958
6 - 12 months	-	-	-	-
Over 12 months	-	141,327	55	141,382
Total	<u>9,642,116</u>	<u>2,041,467</u>	<u>55</u>	<u>11,683,638</u>
<u>Less</u> Allowance for expected credit loss	<u>-</u>	<u>(97,844)</u>	<u>-</u>	<u>(97,844)</u>
Loans and accrued interest receivables - net	<u>9,642,116</u>	<u>1,943,623</u>	<u>55</u>	<u>11,585,794</u>

(Unit : Thousand Baht)

Consolidated and separate financial statements				
December 31, 2022				
Loans and accrued interest receivables				
Overdue periods	Policy loans	Mortgage loans	Other loans	Total
Not yet due	9,649,773	2,024,286	-	11,674,059
Overdue:				
Less than 3 months	-	2,835	-	2,835
3 - 6 months	-	3,099	-	3,099
6 - 12 months	-	2,861	-	2,861
Over 12 months	-	139,759	55	139,814
Total	9,649,773	2,172,840	55	11,822,668
<u>Less</u> Allowance for expected credit loss	-	(96,426)	-	(96,426)
Loans and accrued interest receivables - net	9,649,773	2,076,414	55	11,726,242

(Unit : Thousand Baht)

Consolidated and separate financial statements			
September 30, 2023			
Loans and accrued interest receivables			
Stages	Mortgage loans	Other loans	Total
Loans with not significantly increased in credit risk (Stage 1)	1,897,182	-	1,897,182
Loans with significantly increased in credit risk (Stage 2)	2,958	-	2,958
Loans with credit impaired (Stage 3)	141,327	55	141,382
Total	2,041,467	55	2,041,522
<u>Less</u> Allowance for expected credit loss	(97,844)	-	(97,844)
Total	1,943,623	55	1,943,678

(Unit : Thousand Baht)

Consolidated and separate financial statements			
December 31, 2022			
Loans and accrued interest receivables			
Stages	Mortgage loans	Other loans	Total
Loans with not significantly increased in credit risk (Stage 1)	2,027,121	-	2,027,121
Loans with significantly increased in credit risk (Stage 2)	5,960	-	5,960
Loans with credit impaired (Stage 3)	139,759	55	139,814
Total	2,172,840	55	2,172,895
<u>Less</u> Allowance for expected credit loss	(96,426)	-	(96,426)
Total	2,076,414	55	2,076,469

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% - 8% 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 0.10 million for personal guarantee loans. The interest rate is charged at the rates of 6% per annum. As at September 30, 2023 and December 31, 2022, loans to employees amounted to Baht 0.01 million and Baht 0.01 million, respectively.

Loans to employees under the mortgage loans are not to exceed 50 times the employee's monthly salary to each employee for secured loans. The loans carry interest of 5% - 6% per annum. As at September 30, 2023 and December 31, 2022, loans to employees under the mortgage loans amounted to Baht 5 million and Baht 7 million, respectively.

11. INVESTMENT PROPERTY

Carrying amounts of investment property as at September 30, 2023 and December 31, 2022, are as follows:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	For the nine-month period ended September 30, 2023	For the year ended December 31, 2022
Net carrying value - beginning of the period/year	13,487	14,556
Depreciation for period/year	(797)	(1,069)
Net carrying value - end of the period/year	<u>12,690</u>	<u>13,487</u>

12. INVESTMENTS IN A SUBSIDIARY

As at September 30, 2023 and December 31, 2022, detail of investments in a subsidiary, as presented in the separate interim financial statements, is as follows:

Company's name	Type of business	Country of incorporation	Issued and paid-up capital		Shareholding percentage		Cost	
			September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
			(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 a subsidiary							<u>23,760</u>	<u>23,760</u>

13. INVESTMENT ASSETS OF THE INSURED

Fair value of investment assets of the insured as at September 30, 2023 and December 31, 2022 are as follows:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	September 30, 2023	December 31, 2022
Investment in debt securities	112,938	76,584
Investment in equity securities	6,179	3,593
Total	<u>119,117</u>	<u>80,177</u>

14. PREMISES AND EQUIPMENT

Movements of premises and equipment for the nine-month period ended September 30, 2023 are as follows:

(Unit : Thousand Baht)

Consolidated financial statements							
For the nine-month period ended September 30, 2023							
	Land	Buildings and buildings improvements	Condominium	Office furniture, fixture and equipment	Motor vehicles	Construction in progress	Total
Net carrying value as at January 1, 2023	791,346	1,072,850	1,526	314,985	7,687	146	2,188,540
Additions - at cost	-	132	-	46,943	2,639	440	50,154
Disposal/write-off - net carrying value	(3,837)	(1)	-	(51)	(1,820)	-	(5,709)
Transfer in (out)	-	-	-	537	-	(537)	-
Depreciation for the period	-	(29,472)	(1,370)	(55,781)	(3,847)	-	(90,470)
Net carrying value as at September 30, 2023	787,509	1,043,509	156	306,633	4,659	49	2,142,515

(Unit : Thousand Baht)

Separate financial statements							
For the nine-month period ended September 30, 2023							
	Land	Buildings and buildings improvements	Condominium	Office furniture, fixture and equipment	Motor vehicles	Construction in progress	Total
Net carrying value as at January 1, 2023	791,346	1,072,853	1,524	314,981	7,686	146	2,188,536
Additions - at cost	-	132	-	46,943	2,639	440	50,154
Disposal/write-off - net carrying value	(3,837)	(1)	-	(51)	(1,820)	-	(5,709)
Transfer in (out)	-	-	-	537	-	(537)	-
Depreciation for the period	-	(29,472)	(1,370)	(55,777)	(3,847)	-	(90,466)
Net carrying value as at September 30, 2023	787,509	1,043,512	154	306,633	4,658	49	2,142,515

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					
	Change in deferred tax assets/liabilities reported in profit or loss for the three-month periods ended		Change in deferred tax assets/liabilities reported in other comprehensive income for the three-month periods ended			
	September 30, 2023	December 31, 2022	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
Deferred tax assets (liabilities)						
Reserves for long-term insurance contracts	1,411,023	1,644,668	(58,647)	(55,469)	-	-
Claim reserves	18,034	16,877	(2,711)	1,816	-	-
Provisions for long-term employee benefits	44,215	42,604	600	1,239	-	-
Allowance for expected credit loss and allowance for impairment loss	238,439	221,749	2,701	959	-	-
Investment at fair value through other comprehensive income	118,490	(502,842)	(11,837)	(23,259)	402,606	(35,223)
Cash flow hedge	(40,879)	(81,304)	790	(3,730)	9,382	(45,839)
Others	642	(321)	-	1,187	-	-
Deferred tax assets/liabilities - net	1,789,964	1,341,431	(69,104)	(77,257)	411,988	(81,062)

(Unit : Thousand Baht)

	Consolidated and separate financial statements					
			Change in deferred tax assets/liabilities reported in profit or loss for the nine-month periods ended		Change in deferred tax assets/liabilities reported in other comprehensive income for the nine-month periods ended	
	September 30,	December 31,	September 30,		September 30,	
	2023	2022	2023	2022	2023	2022
Deferred tax assets (liabilities)						
Reserves for long-term insurance contracts	1,411,023	1,644,668	(233,645)	(157,309)	-	-
Claim reserves	18,034	16,877	1,157	2,238	-	-
Provisions for long-term employee benefits	44,215	42,604	1,611	2,868	-	-
Allowance for expected credit loss and allowance for impairment loss	238,439	221,749	16,690	(11,265)	-	-
Investment at fair value through other comprehensive income	118,490	(502,842)	(36,547)	(79,648)	657,880	1,518,764
Cash flow hedge	(40,879)	(81,304)	(1,937)	(3,730)	42,362	(47,776)
Others	642	(321)	963	-	-	-
Deferred tax assets/liabilities - net	1,789,964	1,341,431	(251,708)	(246,846)	700,242	1,470,988

15.2 Income tax expenses

Income tax expenses for the three-month and nine-month periods ended September 30, 2023 and 2022 are as follows:

(Unit : Thousand Baht)

	Consolidated financial statements			
	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2023	2022	2023	2022
	2023	2022	2023	2022
Current income tax:				
Corporate income tax	8,486	76,850	116,951	269,249
Adjustment in respect of income tax of previous year	-	(1,570)	(1,323)	1,338
Deferred tax:				
Deferred tax relating to origination and reversal of temporary differences	69,104	77,257	251,708	246,846
Income tax expenses reported in profits or losses	77,590	152,537	367,336	517,433

(Unit : Thousand Baht)

	Separate financial statements			
	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2023	2022	2023	2022
	2023	2022	2023	2022
Current income tax:				
Corporate income tax	8,390	76,586	116,698	268,985
Adjustment in respect of income tax of previous year	-	(1,570)	(1,323)	1,338
Deferred tax:				
Deferred tax relating to origination and reversal of temporary differences	69,104	77,257	251,708	246,846
Income tax expenses reported in profits or losses	77,494	152,273	367,083	517,169

Reconciliation between accounting profits and income tax expense for the three-month and nine-month periods ended September 30, 2023 and 2022 are as follows:

	(Unit : Thousand Baht)			
	Consolidated financial statements			
	For the three-month		For the nine-month	
	2023	2022	2023	2022
Accounting profit before income tax expenses	722,506	1,094,969	2,557,465	3,449,652
Applicable corporate income tax rates	20%	20%	20%	20%
Income tax expenses at the applicable tax rates	144,501	218,864	511,493	689,634
Adjustment in respect of corporate income tax of previous year	-	(1,570)	(1,323)	1,338
Net tax effect on income or expenses that are not taxable or not deductible in determining taxable profits	(66,911)	(64,757)	(142,834)	(173,539)
Income tax expenses recognised in profits or losses	77,590	152,537	367,336	517,433

	(Unit : Thousand Baht)			
	Separate financial statements			
	For the three-month		For the nine-month	
	2023	2022	2023	2022
Accounting profit before income tax expenses	721,843	1,092,997	2,556,117	3,446,847
Applicable corporate income tax rates	20%	20%	20%	20%
Income tax expenses at the applicable tax rates	144,369	218,600	511,223	689,370
Adjustment in respect of corporate income tax of previous year	-	(1,570)	(1,323)	1,338
Net tax effect on income or expenses that are not taxable or not deductible in determining taxable profits	(66,875)	(64,757)	(142,817)	(173,539)
Income tax expenses recognised in profits or losses	77,494	152,273	367,083	517,169

16. OTHER ASSETS

As at September 30, 2023 and December 31, 2022, other assets consisted of the following:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
Prepaid income tax	174,823	174,823	174,823	174,823
Deposits	8,704	8,861	8,704	8,861
Receivable from sales of investments	100,672	232,046	100,672	232,046
Prepaid expenses	32,514	21,720	32,514	21,720
Others	106,059	136,564	93,200	124,304
Total other assets	422,772	574,014	409,913	561,754

17. INSURANCE CONTRACT LIABILITIES

As at September 30, 2023 and December 31, 2022, insurance contract liabilities consisted of the following:

	(Unit : Thousand Baht)					
	Consolidated and separate financial statements					
	September 30, 2023			December 31, 2022		
	Insurance contract liabilities	Reinsurance of liabilities	Net	Insurance contract liabilities	Reinsurance of liabilities	Net
Reserves for long-term insurance contracts	274,266,307	-	274,266,307	288,895,494	-	288,895,494
Claim reserves						
Reserves for reported claims	445,333	(88,958)	356,375	384,331	(92,332)	291,999
Reserves for claims incurred but not yet reported	105,081	(14,910)	90,171	113,005	(28,618)	84,387
Premium reserves						
Unearned premium reserves	1,729,084	(386,274)	1,342,810	1,599,336	(374,065)	1,225,271
Unpaid policy benefits	488,030	-	488,030	434,498	-	434,498
Other insurance liabilities	2,683,834	-	2,683,834	3,330,178	-	3,330,178
Total insurance contract liabilities	<u>279,717,669</u>	<u>(490,142)</u>	<u>279,227,527</u>	<u>294,756,842</u>	<u>(495,015)</u>	<u>294,261,827</u>

17.1 Reserves for long-term insurance contracts

As at September 30, 2023 and December 31, 2022, reserves for long-term insurance contracts consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	For the nine-month period ended September 30, 2023	For the year ended December 31, 2022
Balances - beginning of the period/year	288,895,494	287,771,587
Reserve increased for new businesses and in force policies	22,599,238	30,988,978
Reserve decreased for benefits payment lapses and surrender, etc.	(37,228,425)	(29,865,071)
Balances - end of the period/year	<u>274,266,307</u>	<u>288,895,494</u>

17.2 Claim reserves

As at September 30, 2023 and December 31, 2022, claim reserves consisted of the following:

	(Unit : Thousand Baht)	
	Consolidated and separate financial statements	
	For the nine-month period ended September 30, 2023	For the year ended December 31, 2022
Balances - beginning of the period/year	497,336	377,958
Claims incurred in the current period/year	2,473,476	2,885,549
Claims paid during the period/year	(2,420,398)	(2,766,171)
Balances - end of the period/year	<u>550,414</u>	<u>497,336</u>

17.3 Unearned premium reserves

As at September 30, 2023 and December 31, 2022, unearned premium reserves consisted of the following:

	(Unit : Thousand Baht)	
	<u>Consolidated and separate financial statements</u>	
	<u>For the nine-month period ended September 30, 2023</u>	<u>For the year ended December 31, 2022</u>
Balances - beginning of the period/year	1,599,336	1,588,010
Written premium for the period/year	3,122,109	3,794,684
Premium earned for the period/year	(2,992,361)	(3,783,358)
Balances - end of the period/year	<u>1,729,084</u>	<u>1,599,336</u>

17.4 Unpaid policy benefits

As at September 30, 2023 and December 31, 2022, unpaid policy benefits consisted of the following:

	(Unit : Thousand Baht)	
	<u>Consolidated and separate financial statements</u>	
	<u>September 30, 2023</u>	<u>December 31, 2022</u>
Death benefit	137,367	128,009
Maturity payment	309,386	272,278
Benefit payment	40,868	33,749
Surrender	409	462
Total unpaid policy benefits	<u>488,030</u>	<u>434,498</u>

17.5 Other insurance liabilities

As at September 30, 2023 and December 31, 2022, other insurance liabilities consisted of the following:

	(Unit : Thousand Baht)	
	<u>Consolidated and separate financial statements</u>	
	<u>September 30, 2023</u>	<u>December 31, 2022</u>
Deposits from insurance contracts	2,328,469	3,011,955
Premiums received in advance	157,729	157,629
Payable to policyholders on exempted premiums	78,074	78,360
Carrying amount of unit linked products	119,562	82,234
Total other insurance liabilities	<u>2,683,834</u>	<u>3,330,178</u>

18. AMOUNT DUE TO REINSURANCE

As at September 30, 2023 and December 31, 2022, amount due to reinsurance consisted of the following:

	(Unit : Thousand Baht)	
	<u>Consolidated and separate financial statements</u>	
	<u>September 30, 2023</u>	<u>December 31, 2022</u>
Amount due to reinsurers	869,106	958,952
Total amount due to reinsurance	<u>869,106</u>	<u>958,952</u>

19. EMPLOYEE BENEFIT OBLIGATIONS

As at September 30, 2023 and December 31, 2022, employee benefit obligations consisted of the following:

	Consolidated		(Unit : Thousand Baht)	
	financial statements		Separate	
	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
Post-employment benefit obligations for severance pay	204,284	184,235	203,428	183,474
Other employment benefit obligation for long service awards	17,724	29,721	17,645	29,547
Total employee benefit obligations	222,008	213,956	221,073	213,021

20. OTHER LIABILITIES

As at September 30, 2023 and December 31, 2022, other liabilities consisted of the following:

	Consolidated		(Unit : Thousand Baht)	
	financial statements		Separate	
	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
Accrued commission expenses	464,507	549,476	463,378	548,595
Accrued expenses	180,608	248,104	180,570	248,054
Premium received for policies not yet approved	67,458	51,263	67,458	51,263
Amounts received awaiting transfer	170,469	113,233	170,469	113,233
Specific business tax payable	128,732	154,841	128,732	154,841
Payable from purchases of investments	111,903	45,315	111,903	45,315
Withholding tax payable	54,282	16,867	54,246	16,827
Short-term employee benefit payables	127,218	112,970	127,218	112,970
Others	48,017	84,736	41,492	80,540
Total other liabilities	1,353,194	1,376,805	1,345,466	1,371,638

21. OPERATING SEGMENT

The Group 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 Group 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.

Information of operating segment as per mentioned above for the three-month and nine-month periods ended September 30, 2023 and 2022 is as follows:

(Unit : Thousand Baht)

Consolidated financial statements							
For the three-month period ended September 30, 2023							
	Traditional products - no participating dividend	Traditional products - participating dividend	Life annuity products	Investment Life Insurance Products	Personal accident	Others	Total
Underwriting income							
Written premium	6,204,523	4,107,143	93,754	3,349	12,441	-	10,421,210
<u>Less</u> Premium ceded to reinsurers	(167,516)	-	-	-	-	-	(167,516)
Net written premium	6,037,007	4,107,143	93,754	3,349	12,441	-	10,253,694
<u>Add (Less)</u> Unearned premium reserve decreased (increased) from prior period	132,986	-	-	-	(915)	-	132,071
Net earned premium	6,169,993	4,107,143	93,754	3,349	11,526	-	10,385,765
Fee and commission income	81,493	-	-	11,414	-	-	92,907
Total underwriting income	6,251,486	4,107,143	93,754	14,763	11,526	-	10,478,672
Underwriting expenses							
Life policy reserves increased (decreased) from prior period	(3,539,826)	3,682,670	106,298	50	-	-	249,192
Benefit payments under life policies and claims net refundable from reinsurance	10,749,242	103,810	41,544	-	3,175	-	10,897,771
Commissions and brokerage expenses	594,906	83,372	5,060	7,860	627	2,129	693,954
Other underwriting expenses	166,264	37,584	788	11	95	-	204,742
Total underwriting expenses	7,970,586	3,907,436	153,690	7,921	3,897	2,129	12,045,659

(Unit : Thousand Baht)

Consolidated financial statements							
For the three-month period ended September 30, 2022							
	Traditional products - no participating dividend	Traditional products - participating dividend	Life annuity products	Investment Life Insurance Products	Personal accident	Others	Total
Underwriting income							
Written premium	6,503,720	3,819,061	100,746	1,688	11,322	-	10,436,537
<u>Less</u> Premium ceded to reinsurers	(213,775)	-	-	-	-	-	(213,775)
Net written pre	6,289,945	3,819,061	100,746	1,688	11,322	-	10,222,762
<u>Add (Less)</u> Unearned premium reserve decreased (increased) from prior period	29,101	-	-	-	(279)	-	28,822
Net earned premium	6,319,046	3,819,061	100,746	1,688	11,043	-	10,251,584
Fee and commission income	78,456	-	-	9,025	-	-	87,481
Total underwriting income	6,397,502	3,819,061	100,746	10,713	11,043	-	10,339,065
Underwriting expenses							
Life policy reserves increased (decreased) from prior period	(1,073,492)	3,273,063	127,590	93	-	-	2,327,254
Benefit payments under life policies and claims net refundable from reinsurance	8,838,950	94,609	22,049	-	7,370	-	8,962,978
Commissions and brokerage expenses	506,601	125,933	4,097	9,375	487	2,069	648,562
Other underwriting expenses	215,654	41,908	1,235	1,108	137	-	260,042
Total underwriting expenses	8,487,713	3,535,513	154,971	10,576	7,994	2,069	12,198,836

(Unit : Thousand Baht)

Consolidated financial statements							
For the nine-month period ended September 30, 2023							
	Traditional products - no participating dividend	Traditional products - participating dividend	Life annuity products	Investment Life Insurance Products	Personal accident	Others	Total
Underwriting income							
Written premium	18,462,688	7,492,847	274,861	9,259	37,485	-	26,277,140
Less Premium ceded to reinsurers	(679,463)	-	-	-	-	-	(679,463)
Net written premium	17,783,225	7,492,847	274,861	9,259	37,485	-	25,597,677
Less Unearned premium reserve increased from prior period	(116,195)	-	-	-	(1,345)	-	(117,540)
Net earned premium	17,667,030	7,492,847	274,861	9,259	36,140	-	25,480,137
Fee and commission income	289,115	-	-	29,518	-	-	318,633
Total underwriting income	17,956,145	7,492,847	274,861	38,777	36,140	-	25,798,770
Underwriting expenses							
Life policy reserves increased (decreased) from prior period	(21,476,835)	6,606,473	241,024	151	-	-	(14,629,187)
Benefit payments under life policies and claims net refundable from reinsurance	42,299,266	314,893	144,975	-	6,054	-	42,765,188
Commissions and brokerage expenses	1,569,712	271,159	15,552	24,161	1,725	7,279	1,889,588
Other underwriting expenses	484,820	72,684	2,666	36	351	-	560,557
Total underwriting expenses	22,876,963	7,265,209	404,217	24,348	8,130	7,279	30,586,146

(Unit : Thousand Baht)

Consolidated financial statements							
For the nine-month period ended September 30, 2022							
	Traditional products - no participating dividend	Traditional products - participating dividend	Life annuity products	Investment Life Insurance Products	Personal accident	Others	Total
Underwriting income							
Written premium	20,889,134	5,771,783	291,698	3,571	33,642	-	26,989,828
Less Premium ceded to reinsurers	(701,975)	-	-	-	-	-	(701,975)
Net written premium	20,187,159	5,771,783	291,698	3,571	33,642	-	26,287,853
Less Unearned premium reserve increased from prior period	(335,489)	-	-	-	(516)	-	(336,005)
Net earned premium	19,851,670	5,771,783	291,698	3,571	33,126	-	25,951,848
Fee and commission income	317,174	-	-	20,718	-	-	337,892
Total underwriting income	20,168,844	5,771,783	291,698	24,289	33,126	-	26,289,740
Underwriting expenses							
Life policy reserves increased (decreased) from prior period	(1,127,663)	4,922,429	346,522	229	-	-	4,141,517
Benefit payments under life policies and claims net refundable from reinsurance	25,052,329	293,638	99,391	-	10,318	-	25,455,676
Commissions and brokerage expenses	1,577,170	267,722	12,783	22,943	1,430	6,541	1,888,589
Other underwriting expenses	500,024	60,575	3,061	1,242	348	(6)	565,244
Total underwriting expenses	26,001,860	5,544,364	461,757	24,414	12,096	6,535	32,051,026

22. OPERATING EXPENSES

For the three-month and nine-month periods ended September 30, 2023 and 2022, operating expenses consisted of the following:

	(Unit : Thousand Baht)			
	Consolidated financial statements			
	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2023	2022	2023	2022
Personnel expenses	245,634	229,403	729,477	669,848
Premises and equipment expenses	55,826	53,284	157,257	148,457
Taxes and duties	3,129	544	4,403	3,161
Other operating expenses	125,080	143,845	361,134	347,261
Total operating expenses	<u>429,669</u>	<u>427,076</u>	<u>1,252,271</u>	<u>1,168,727</u>

	(Unit : Thousand Baht)			
	Separate financial statements			
	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2023	2022	2023	2022
Personnel expenses	244,571	228,451	725,568	666,548
Premises and equipment expenses	55,751	53,204	157,026	148,217
Taxes and duties	3,129	544	4,403	3,161
Other operating expenses	125,104	143,876	361,374	347,490
Total operating expenses	<u>428,555</u>	<u>426,075</u>	<u>1,248,371</u>	<u>1,165,416</u>

23. GAIN (LOSS) ON REVALUATION

For the three-month and nine-month periods ended September 30, 2023 and 2022, gain (loss) on revaluation consisted of the following:

	(Unit : Thousand Baht)			
	Consolidated and separate financial statements			
	For the three-month periods ended September 30,		For the nine-month periods ended September 30,	
	2023	2022	2023	2022
Unrealised gain (loss) on remeasuring investment at fair value through profit or loss	(1,062)	(14,772)	(3,235)	4,593
Unrealised losses on foreign exchange forward contracts	(148,893)	(364,537)	(389,624)	(548,727)
Gains on foreign exchange rate	129,904	459,978	337,998	787,597
Gain (loss) on revaluation fair value of forward contracts	(3,949)	10,807	9,686	18,653
Total gain (loss) on revaluation	<u>(24,000)</u>	<u>91,476</u>	<u>(45,175)</u>	<u>262,116</u>

24. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

Fair value hierarchy

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

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

Level 1 - Use of quoted market prices in an observable active market for such assets

Level 2 - Use of other observable inputs for such assets and liabilities whether directly or indirectly

Level 3 - Use of unobservable inputs such as estimates of future cash flows

As at September 30, 2023 and December 31, 2022, the Company and subsidiary had the following assets and liabilities that were measured at fair value using different fair value hierarchy as follows:

	(Unit: Thousand Baht)			
	Consolidated and separate financial statements			
	As at September 30, 2023			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Derivative assets				
Cross currency swap contracts	-	100,345	-	100,345
Forward exchange contracts	-	7,471	-	7,471
Investment at fair value through profit or loss				
Equity instruments	6,567	-	-	6,567
Investment at fair value through other comprehensive income				
Equity instruments	28,287,593	-	1,262,652	29,550,245
Debt instruments	3,292,275	68,675,744	2,226,399	74,194,418
Investment assets of the insured	-	119,117	-	119,117
Assets for which fair value are disclosed				
Investment at amortised cost				
Debt instruments	-	188,004,446	2,744,033	190,748,479
Investment property	-	-	35,076	35,076
Loans and accrued interest receivables				
Policy loans	-	-	10,873,885	10,873,885
Mortgage loans	-	-	1,931,850	1,931,850
Financial liabilities measured at fair value				
Derivative liabilities				
Cross currency swap contracts	-	861,081	-	861,081
Forward exchange contracts	-	236,216	-	236,216

(Unit : Thousand Baht)

Consolidated and separate financial statements				
December 31, 2022				
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Derivative assets				
Cross currency swap contracts	-	337,685	-	337,685
Forward exchange contracts	-	119,711	-	119,711
Investment at fair value through profit or loss				
Equity instruments	51,702	-	-	51,702
Investment at fair value through other comprehensive income				
Equity instruments	31,768,796	-	1,251,226	33,020,022
Debt instruments	3,097,387	69,708,996	2,128,907	74,935,290
Investment assets of the insured	-	80,177	-	80,177
Assets for which fair value are disclosed				
Investment at amortised cost				
Debt instruments	-	199,736,421	2,800,032	202,536,453
Investment property	-	-	35,467	35,467
Loans and accrued interest receivables				
Policy loans	-	-	10,980,632	10,980,632
Mortgage loans	-	-	2,065,138	2,065,138
Financial liabilities measured at fair value				
Derivative liabilities				
Cross currency swap contracts	-	484,456	-	484,456
Forward exchange contracts	-	18,539	-	18,539

Valuation techniques and inputs to Level 2 valuations

- a) The fair value of investments in debt instruments at fair value through other comprehensive income and at amortised cost, but not included unit trusts have 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 and investment assets of the insured have been determined by using the net asset value per unit as announced by the fund managers.
- c) For derivatives, their fair values have been determined by using fair values obtained from its counterparties, who are banks.

Valuation techniques and inputs to Level 3 valuations

- a) The fair value of investments in equity instruments at fair value through other comprehensive income has been determined by using price to book value ratio by comparing with other investment in the same industry, dividend discount model, and discount cashflow model.
- b) The fair value of investments in debt instruments at fair value through other comprehensive income and at amortised cost are determined by using discounted cash flow method based on the reference interest rate as a discount rate.

- c) The fair value of investment property has been determined based on valuation performed by an independent appraiser. The fair value of the office building held for rent has been determined using the cost approach. The approach was estimated current replacement cost less accumulated depreciation and add with fair value of land.
- d) The fair value of policy loans is estimated by discounting expected future cash flow by the interest-free bonds.
- e) The fair value of mortgage loans is estimated by discounting expected future cash flow by the current market interest rate of the loans with similar terms and conditions. Thus, carrying value presented in the financial statements is closely to fair value.

Reconciliation of fair value measurements of equity and debt financial assets through other comprehensive income and categorised of the fair value hierarchy within Level 3 is presented as follows:

(Unit : Thousand Baht)

	Consolidated and separate financial statements	
	For the nine-month period ended September 30, 2023	
	Equity instruments	Debt instruments
Balances - beginning of the period	1,251,226	2,128,907
Gain recognised in profit or loss	-	99,301
Gain recognised in other comprehensive income	11,426	(1,809)
Balances - end of the period	<u>1,262,652</u>	<u>2,226,399</u>

(Unit : Thousand Baht)

	Consolidated and separate financial statements	
	For the year ended December 31, 2022	
	Equity securities	Debt securities
Balances - beginning of the year	1,089,951	2,569,155
Disposal/write-off	(621)	-
Maturity	-	(504,626)
Gain recognised in profit or loss	-	56,486
Gain recognised in other comprehensive income	161,896	7,892
Balances - end of the year	<u>1,251,226</u>	<u>2,128,907</u>

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

Fair value of the following assets and liabilities resemble carrying value

- Cash and cash equivalents
- Premium receivables
- Accrued investment income
- Amount due from reinsurance
- Deposits at banks with maturity date over 3 months
- Amount due to reinsurance

25. LOSS FROM EXPECTED CREDIT LOSS AND IMPAIRMENT LOSS (REVERSAL)

(Unit : Thousand Baht)

	Consolidated and separate financial statements			
	For the three-month		For the nine-month	
	periods ended September 30,		periods ended September 30,	
	2023	2022	2023	2022
Loss from expected credit loss				
(Reversal)				
Investments in securities	10,434	1,456	(5,688)	(68,766)
Loans and accrued interest receivables	3,073	3,343	1,418	12,442
Impairment loss				
Investments in securities	-	-	87,720	-
Others	-	-	6,211	175
Total	13,507	4,799	89,661	(56,149)

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 is summarised below.

1. A subsidiary which is BLA Insurance Broker Co., Ltd.
2. Related companies' including companies with relationship as follows:
 - 2.1 Related by way of common shareholders
 - 2.2 Related by way of common directors
 - 2.3 The major shareholder are close relatives with the Company's director.
3. Directors and Executives refer to the Company's director, the Company's executives in managing director level and in division head level.
4. Related persons refer to the directors, executives and close relative persons with the Company's director.

During the three-month and nine-month periods ended September 30, 2023 and 2022, the Group and the Company had significant business transactions with its related parties. Such transactions, which have been concluded on commercial terms and bases agreed upon in the ordinary course business between the Group and the Company and those parties are as follows:

(Unit : Thousand Baht)

	Consolidated financial statements				Pricing policy
	For the three-month periods ended		For the nine-month periods ended		
	September 30,		September 30,		
	2023	2022	2023	2022	
Related parties					
Written premium	5,423	4,066	14,840	9,688	Normal commercial terms for underwriting
Interest income - deposits at banks, promissory notes, and debentures	49,045	36,203	144,278	160,312	Same rates as those offered by financial institutions and related companies to general customers
Interest income - mortgage loans	-	1,649	-	5,082	Same rates as the Company charged to general borrowers who mortgage assets as collateral
Dividend income	128,709	98,569	295,757	215,952	The declared amount
Other income from investment	400	190	1,018	508	Normal commercial terms on contracts
Fee and service income	4,015	5,140	12,995	13,073	Rate on agreements
Brokerage income from securities trading	15,712	16,868	48,293	54,210	Normal commercial terms for securities brokerage
Loss on forward and swap foreign exchange contracts	(134,754)	(239,341)	(388,336)	(500,526)	Normal commercial terms on contracts
Commission and brokerage	419,720	317,344	1,028,108	765,837	At a mutually agreed percentage of written premium
Claim payment and diagnosis charge	17,883	9,150	36,720	19,589	Normal commercial terms for underwriting
Bank charges	56,331	55,348	141,227	145,925	Same rates as those charged by financial institutions and related companies to general customers
Insurance premium	520	1,144	3,302	2,681	Normal commercial terms for underwriting
Building space rental and services	875	1,035	1,587	3,078	Rate on agreements
Other services	808	848	2,185	1,924	Normal commercial terms on contracts

(Unit : Thousand Baht)

	Separate financial statements				Pricing policy
	For the three-month periods ended		For the nine-month periods ended		
	September 30,		September 30,		
	2023	2022	2023	2022	
Subsidiaries					
Written Premium	-	-	180	165	Normal commercial terms for underwriting
Rental and service income	114	104	329	302	Rate on agreements as those charged by rental and service fees per square meter per month
Related parties					
Written premium	5,423	4,066	14,840	9,688	Normal commercial terms for underwriting
Interest income - deposits at banks, promissory notes, and debentures	49,045	36,203	144,260	160,307	Same rates as those offered by financial institutions and related companies to general customers
Interest income - mortgage loans	-	1,649	-	5,082	Same rates as the Company charged to general borrowers who mortgage assets as collateral
Dividend income	128,709	98,569	295,757	215,952	The declared amount
Other income from investment	400	190	1,018	508	Normal commercial terms on contracts
Brokerage income from securities trading	15,712	16,868	48,293	54,210	Normal commercial terms for securities brokerage
Loss on forward and swap foreign exchange contracts	(134,754)	(239,341)	(338,336)	(500,526)	Normal commercial terms on contracts
Commission and brokerage	419,270	317,344	1,028,108	765,837	At a mutually agreed percentage of written premium
Claim payment and diagnosis charge	17,883	9,150	36,720	19,589	Normal commercial terms for underwriting
Bank charges	56,303	55,325	141,144	145,855	Same rates as those charged by financial institutions and related companies to general customers
Insurance premium	520	1,144	3,302	2,674	Normal commercial terms for underwriting
Building space rental and services	875	1,035	1,587	3,078	Rate on agreements
Other services	808	848	2,185	1,924	Normal commercial terms on contracts

For the three-month and nine-month periods ended September 30, 2023, the premium generated from the Bancassurance distribution channel represented approximately 65.10% and 58.83% of total net written premium, respectively (for the three-month and nine-month periods ended September 30, 2022: approximately 64.97% and 59.91% of total net written premium, respectively).

As at September 30, 2023 and December 31, 2022, the balance of the accounts between the Company and those related companies are as follows:

(Unit : Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
Subsidiary				
Other liabilities				
Deposits	-	-	66	66
Total other liabilities	-	-	66	66
Related parties				
Deposit at financial institution (included in cash and cash equivalents)	1,385,578	1,569,213	1,367,505	1,554,204
Investment assets				
Investment in securities	13,461,203	11,164,304	13,461,203	11,164,304
Forward and swap foreign exchange contract receivables	4,972,804	5,290,219	4,972,804	5,290,219
Bond interest receivables	70,372	46,218	70,372	46,218
Other assets	7,540	8,205	2,452	2,208
Outstanding claims	4,735	2,801	4,735	2,801
Forward and swap foreign exchange contract payables	5,227,467	5,206,271	5,227,467	5,206,271
Other liabilities	249,422	238,135	243,403	234,193

Directors and key management's benefits

During the three-month and nine-month periods ended September 30, 2023 and 2022, 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 September 30,		For the nine-month periods ended September 30,	
	2023	2022	2023	2022
Short-term employee benefits	14.62	13.39	60.03	48.46
Long-term employee benefits	0.76	0.64	2.28	1.91
Total directors and key management's benefits	15.38	14.03	62.31	50.37

27. ASSETS PLACED WITH THE REGISTRAR

As at September 30, 2023 and December 31, 2022, the following assets have been placed as securities with the Registrar in accordance with the Life Insurance Act.

(Unit : Thousand Baht)

	Consolidated and separate financial statements			
	September 30, 2023		December 31, 2022	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Government bonds	22,828	22,867	22,888	23,867

28. ASSETS RESERVED WITH THE REGISTRAR

As at September 30, 2023 and December 31, 2022, 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			
	September 30, 2023		December 31, 2022	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Government bonds	66,796,247	66,999,870	66,883,064	68,540,947
State enterprise bonds	1,699,915	1,730,706	3,199,837	3,324,029
Total	68,496,162	68,730,576	70,082,901	71,864,976

29. EARNINGS PER SHARE

Basic earnings per share for the three-month periods ended September 30, 2023 and 2022 were as follows:

	Consolidated financial statements		Separate financial statements	
	For the three-month period ended September 30,		For the three-month period ended September 30,	
	2023	2022	2023	2022
Net profits (Thousand Baht)	644,910	942,415	644,349	940,724
Number of share capital (Thousand shares)	1,707,566	1,707,566	1,707,566	1,707,566
Basic earnings per share *(Baht per share)	0.38	0.55	0.38	0.55

Basic earnings per share for the nine-month periods ended September 30, 2023 and 2022 were as follows:

	Consolidated financial statements		Separate financial statements	
	For the nine-month period ended September 30,		For the nine-month period ended September 30,	
	2023	2022	2023	2022
Net profits (Thousand Baht)	2,190,118	2,932,194	2,189,034	2,929,678
Number of share capital (Thousand shares)	1,707,566	1,707,566	1,707,566	1,707,566
Basic earnings per share *(Baht per share)	1.28	1.72	1.28	1.72

* Earnings per share for equity holders of the Company.

30. DIVIDENDS PAID

Dividends declared during the nine-month periods ended September 30, 2023 and 2022 consisted of the following:

	<u>Approved by</u>	<u>Total dividend (Million Baht)</u>	<u>Dividend per share (Baht)</u>
Annual dividend for 2022	Annual General Meeting of the Shareholders on April 20, 2023 and the OIC on April 12, 2023	477	0.28
Interim dividend from operations for six-month period ended June 30, 2023	Meeting of Board of Directors on August 15, 2023 and the OIC on September 19, 2023	477	0.28
Total dividend paid during the period 2023		<u>954</u>	<u>0.56</u>
Annual dividend for 2021	Annual General Meeting of the Shareholders on April 27, 2022 and the OIC on April 8, 2022	952	0.56
Interim dividend from operations for six-month period ended June 30, 2022	Meeting of Board of Directors on August 10, 2022 and the OIC on September 9, 2022	545	0.32
Total dividend paid during the period 2022		<u>1,497</u>	<u>0.88</u>

31. COMMITMENTS

- 31.1 As at September 30, 2023 and December 31, 2022, the Company has commitments to pay contingent liabilities from the construction building agreement with local companies amounting to Baht 7.79 million and Baht 18.96 million, respectively.
- 31.2 The Group and the Company have entered into several operating lease agreements in respect of the lease of office building space, motor vehicles and equipment. The terms of the agreements are generally between 1 to 5 years for leases of building space and are generally between 1 to 5 years for leases of motor vehicles and equipment. Such agreements are non-cancellable.

As at September 30, 2023 and December 31, 2022, the Group and the Company have future minimum lease payments required under these non-cancellable operating lease contracts were as follows:

	(Unit : Million Baht)		
	<u>Consolidated and separate financial statements</u>		
	<u>as at September 30, 2023</u>		
	<u>Pay within</u>		
	<u>1 year</u>	<u>1 - 5 years</u>	<u>Total</u>
Operating lease agreements - Others	8.89	4.69	13.58
Service agreements	8.60	0.50	9.10
Total	<u>17.49</u>	<u>5.19</u>	<u>22.68</u>

	(Unit : Million Baht)		
	<u>Consolidated and separate financial statements</u>		
	<u>as at December 31, 2022</u>		
	<u>Pay within</u>		
	<u>1 year</u>	<u>1 - 5 years</u>	<u>Total</u>
Operating lease agreements - Others	12.06	8.37	20.43
Service agreements	1.27	-	1.27
Total	<u>13.33</u>	<u>8.37</u>	<u>21.70</u>

The Group and the Company recognised rental expense derived from the operating leases for the three-month and nine-month periods ended September 30, 2023 amounting to Baht 3 million and Baht 10.56 million, respectively (for the three-month and nine-month periods ended September 30, 2022 amounting to Baht 4.18 million and Baht 14.54 million, respectively).

31.3 As at September 30, 2023 and December 31, 2022, the Company had bank guarantee issued by banks Baht 2.6 million and Baht 2.6 million, respectively.

32. LITIGATION

As at September 30, 2023 and December 31, 2022, the Company has been sued in litigation cases of compensation of claims totaling approximately Baht 6 million and Baht 7 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 interim financial statements were authorised for issuance by the Board of Directors on November 8, 2023.