

Thaivivat Insurance Public Company Limited

Balance sheets

(Unit: Thousand Baht)

	<u>Note</u>	<u>30 June 2009</u> (Unaudited but reviewed)	<u>31 December 2008</u> (Audited)
Assets			
Investments in securities	3		
Bonds		31,302	46,604
Notes	5	120,000	150,000
Stocks	2	240,239	216,967
Debentures		170,991	49,562
Unit trusts		387,734	256,796
Total investments in securities - net		950,266	719,929
Loans	4		
Mortgage loans		19,151	19,723
Others		2,049	1,980
Total loans - net		21,200	21,703
Other investments		17,982	16,738
Cash and deposits at financial institutions	5	410,770	406,309
Premises and equipment - net	6	252,518	247,749
Due from reinsurers		162	422
Premium due and uncollected - net	7	329,798	400,539
Accrued investment income		7,977	4,517
Other assets			
Intangible asset - net		9,034	6,002
Prepaid commissions		11,024	10,132
Deposits		3,167	3,033
Others		27,239	29,287
Total other assets		50,464	48,454
Total assets		2,041,137	1,866,360

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

Thaivivat Insurance Public Company Limited

Balance sheets (continued)

(Unit: Thousand Baht)

	<u>Note</u>	<u>30 June 2009</u> (Unaudited but reviewed)	<u>31 December 2008</u> (Audited)
Liabilities and shareholders' equity			
Liabilities			
Unearned premium reserves	8	784,501	741,310
Loss reserves and outstanding claims	9	401,883	354,916
Amounts withheld on reinsurance treaties		28,423	25,081
Due to reinsurers	2	30,632	33,973
Other liabilities			
Accrued commissions		64,412	76,772
Premium received in advance		50,454	45,701
Accrued operating expenses	2	24,754	28,449
Others		27,345	27,218
Total other liabilities		166,965	178,140
Total liabilities		1,412,404	1,333,420
Shareholders' equity			
Share capital			
Registered			
151,500,000 ordinary shares of Baht 1 each		151,500	151,500
Issued and fully paid-up			
151,500,000 ordinary shares of Baht 1 each		151,500	151,500
Premium on share capital		163,800	163,800
Unrealised losses			
Deficit on changes in values of investments	3	(2,218)	(76,231)
Retained earnings			
Appropriated - statutory reserve		20,000	20,000
Unappropriated	8	295,651	273,871
Total shareholders' equity		628,733	532,940
Total liabilities and shareholders' equity		2,041,137	1,866,360
		0	0
(Unit: Million Baht)			
Off-balance sheet item - commitments			
Commitments	14	1.8	2.7

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

(Unaudited but reviewed)

Thaivivat Insurance Public Company Limited

Statements of cash flows

For the six-month periods ended 30 June 2009 and 2008

	(Unit: Thousand Baht)	
	<u>2009</u>	<u>2008</u>
Cash flows from operating activities		
Direct premium written	926,519	728,247
Reinsurance paid	(45,925)	(26,230)
Losses incurred on direct insurance	(386,608)	(350,037)
Loss adjustment expenses on direct insurance	(9,115)	(8,465)
Commissions and brokerages on direct insurance	(164,141)	(124,376)
Other underwriting expenses	(8,867)	(4,310)
Net investment income	18,814	20,221
Other income	3,018	1,750
Operating expenses	(196,132)	(153,090)
Corporate income tax	(8,547)	(11,054)
Net cash flows from operating activities	<u>129,016</u>	<u>72,656</u>
Cash flows from investing activities		
Cash flows from		
Investments in securities	611,934	510,017
Loans	2,573	36,001
Other investments	14,781	-
Deposits at financial institutions	24	10,000
Premises and equipment	1,726	869
Cash flows from investing activities	<u>631,038</u>	<u>556,887</u>
Cash flows used in		
Investments in securities	(751,388)	(560,272)
Loans	(2,070)	(36,683)
Other investments	(19,176)	-
Deposits at financial institutions	(19)	(10,058)
Premises and equipment	(22,935)	(29,301)
Cash flows used in investing activities	<u>(795,588)</u>	<u>(636,314)</u>
Net cash flows used in investing activities	<u>(164,550)</u>	<u>(79,427)</u>

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

(Unaudited but reviewed)

Thaivivat Insurance Public Company Limited

Statements of cash flows (continued)

For the six-month periods ended 30 June 2009 and 2008

(Unit: Thousand Baht)

	<u>2009</u>	<u>2008</u>
Cash flows from financing activities		
Dividend paid	-	(18,180)
Net cash flows used in financing activities	-	(18,180)
Net decrease in cash and cash equivalents	(35,534)	(24,951)
Cash and cash equivalents at beginning of period	335,376	162,789
Cash and cash equivalents at end of period (Note 5)	<u>299,842</u>	<u>137,838</u>
Non-cash item		
Surplus (deficit) on changes in values of investments	74,013	(33,447)

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

(Unaudited but reviewed)

Thaivivat Insurance Public Company Limited**Income statements****For the three-month periods ended 30 June 2009 and 2008**

(Unit: Thousand Baht)

	2009				2008	
	<u>Fire</u>	<u>Marine</u>	<u>Motor</u>	<u>Miscellaneous</u>	<u>Total</u>	<u>Total</u>
Underwriting income						
Premium written	46,128	975	343,619	52,082	442,804	376,950
Less: Premium ceded	(14,086)	(74)	(3,075)	(22,640)	(39,875)	(34,141)
Net premium written	32,042	901	340,544	29,442	402,929	342,809
Less: Unearned premium reserves						
(increase) decrease from previous	(8,273)	959	(15,158)	(5,605)	(28,077)	(15,149)
period	23,769	1,860	325,386	23,837	374,852	327,660
Earned premium written						
Underwriting expenses	9,552	56	198,803	13,163	221,574	191,986
Losses incurred during the period	79	5	4,417	102	4,603	4,291
Loss adjustment expenses	4,873	104	60,015	1,976	66,968	57,499
Commissions and brokerages	1,101	6	3,852	758	5,717	2,105
Other underwriting expenses	15,605	171	267,087	15,999	298,862	255,881
Total underwriting expenses	8,164	1,689	58,299	7,838	75,990	71,779
Income on underwriting					13,071	9,681
Net investment income					23,335	(4,111)
Gain (loss) on investments in securities					1,688	1,396
Other income					114,084	78,745
Operating expenses						
Personnel expenses					43,927	37,403
Premises and equipment expenses					19,212	16,859
Taxes and duties					514	341
Reversal of bad debt and allowance for doubtful					(246)	(98)
Directors' remuneration					740	660
Other service fees					7,833	3,081
Other operating expenses					14,214	11,445
Total operating expenses					86,194	69,691
Income before corporate income tax					27,890	9,054
Corporate income tax (Note 10)					(6,564)	(5,231)
Net income for the period					21,326	3,823
						(Unit: Baht)
Basic earnings per share						
Net income					0.14	0.03

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

(Unaudited but reviewed)

Thaivivat Insurance Public Company Limited**Income statements****For the six-month periods ended 30 June 2009 and 2008**

(Unit: Thousand Baht)

	2009				2008	
	<u>Fire</u>	<u>Marine</u>	<u>Motor</u>	<u>Miscellaneous</u>	<u>Total</u>	<u>Total</u>
Underwriting income						
Premium written	82,475	3,090	676,701	100,419	862,685	738,550
Less: Premium ceded	(28,414)	(330)	(5,459)	(51,146)	(85,349)	(69,743)
Net premium written	54,061	2,760	671,242	49,273	777,336	668,807
Less: Unearned premium reserves						
(increase) decrease from previous	(6,337)	460	(34,228)	(3,086)	(43,191)	(24,108)
period	47,724	3,220	637,014	46,187	734,145	644,699
Earned premium written						
Underwriting expenses	11,469	707	391,373	26,233	429,782	383,218
Losses incurred during the period	82	(3)	8,609	381	9,069	6,885
Loss adjustment expenses	7,495	354	117,835	641	126,325	111,269
Commissions and brokerages	1,534	10	5,981	1,692	9,217	4,309
Other underwriting expenses	20,580	1,068	523,798	28,947	574,393	505,681
Total underwriting expenses	27,144	2,152	113,216	17,240	159,752	139,018
Income on underwriting					22,216	22,968
Net investment income					9,467	(10,545)
Gain (loss) on investments in securities					3,018	1,751
Other income					194,453	153,192
Operating expenses						
Personnel expenses					87,315	78,629
Premises and equipment expenses					38,400	35,500
Taxes and duties					1,027	750
Bad debt and allowance for doubtful (reversal)					723	(1,227)
Directors' remuneration					1,280	1,200
Other service fees					13,447	6,229
Other operating expenses					23,917	18,647
Total operating expenses					166,109	139,728
Income before corporate income tax					28,344	13,464
Corporate income tax (Note 10)					(6,564)	(5,231)
Net income for the period					21,780	8,233
						(Unit: Baht)
Basic earnings per share						
Net income					0.14	0.05

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

(Unaudited but reviewed)

Thaivivat Insurance Public Company Limited

Statements of changes in shareholders' equity

For the six-month periods ended 30 June 2009 and 2008

	Surplus (deficit)			(Unit: Thousand Baht)		
	Issued and paid-up share capital	Premium on share capital	on changes in values of investments	Retained earnings		Total
				Statutory reserve	Unappropriated	
Balance as at 1 January 2008	151,500	163,800	4,092	20,000	325,410	664,802
Expenses recognised directly in equity						
Investments in available-for-sale securities						
Gains (losses) recognised in shareholders' equity and transferred to income statements on disposals	-	-	(33,447)	-	-	(33,447)
Net expenses recognised directly in equity	-	-	(33,447)	-	-	(33,447)
Net income for the period	-	-	-	-	8,233	8,233
Total income (expenses) for the period	-	-	(33,447)	-	8,233	(25,214)
Dividend paid (Note 11)	-	-	-	-	(18,180)	(18,180)
Balance as at 30 June 2008	<u>151,500</u>	<u>163,800</u>	<u>(29,355)</u>	<u>20,000</u>	<u>315,463</u>	<u>621,408</u>
Balance as at 1 January 2009	151,500	163,800	(76,231)	20,000	273,871	532,940
Income recognised directly in equity						
Investments in available-for-sale securities						
Gains recognised in shareholders' equity and transferred to income statements on disposals	-	-	74,013	-	-	74,013
Net income recognised directly in equity	-	-	74,013	-	-	74,013
Net income for the period	-	-	-	-	21,780	21,780
Total income for the period	-	-	74,013	-	21,780	95,793
Balance as at 30 June 2009	<u>151,500</u>	<u>163,800</u>	<u>(2,218)</u>	<u>20,000</u>	<u>295,651</u>	<u>628,733</u>
	-	-	-	-	-	-

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