

Thaivivat Insurance Public Company Limited
and its subsidiary
Review report and interim financial information
30 June 2020

Independent Auditor's Report on Review of Interim financial Information

To the Shareholders of Thaivivat Insurance Public Company Limited

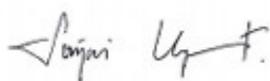
I have reviewed the accompanying consolidated statement of financial position of Thaivivat Insurance Public Company Limited and its subsidiary as at 30 June 2020, the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, the related consolidated statements of changes in equity and cash flows for the six-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of Thaivivat Insurance Public Company Limited for the same period (collectively called "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 Interim Financial Reporting.



Somjai Khunapasut

Certified Public Accountant (Thailand) No. 4499

EY Office Limited

Bangkok: 14 August 2020

Thaivivat Insurance Public Company Limited and its subsidiary

Statements of financial position

As at 30 June 2020

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2020	31 December 2019	30 June 2020	31 December 2019
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Cash and cash equivalents	5	305,284,733	225,295,248	303,446,644	224,224,888
Premium receivables	6	608,269,295	610,378,090	608,047,054	610,196,971
Accrued investment income		16,184,481	12,103,543	11,572,658	5,409,833
Reinsurance assets	7	293,521,282	527,108,655	293,521,282	527,108,655
Receivables from reinsurance contracts	8	123,448,775	149,908,416	125,973,385	151,801,003
Financial assets - Debt instruments	9	3,367,389,546	-	3,323,007,182	-
Financial assets - Equity instruments	10	664,873,497	-	664,873,497	-
Investments in securities	11	-	3,778,639,103	-	3,737,657,770
Loans and interest receivables	13	6,116,648	7,698,362	6,116,648	7,698,362
Investment in subsidiary	14	-	-	67,200,000	67,200,000
Property, buildings and equipment	15	336,957,748	327,892,411	335,208,799	325,866,086
Right-of-use assets	16	3,597,567	-	-	-
Goodwill		16,800,000	16,320,000	-	-
Intangible assets - computer software		11,559,720	10,024,009	11,557,323	10,014,112
Deferred tax assets	17.1	145,494,918	116,754,455	145,494,918	116,754,455
Other assets	18	622,856,595	748,596,970	623,808,423	749,438,168
Total assets		6,522,354,805	6,530,719,262	6,519,827,813	6,533,370,303

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

Thaivivat Insurance Public Company Limited and its subsidiary

Statements of financial position (Continued)

As at 30 June 2020

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2020	31 December 2019	30 June 2020	31 December 2019
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and equity					
Liabilities					
Insurance contract liabilities	19	4,040,656,127	3,828,683,263	4,038,406,042	3,825,739,637
Due to reinsurers	20	289,506,935	470,390,892	289,506,935	470,390,892
Income tax payable		42,434,650	12,727,431	42,434,650	12,727,431
Employee benefit obligations		128,048,343	122,473,024	127,954,287	122,473,024
Other liabilities	21	675,719,067	782,871,589	671,147,257	781,991,597
Total liabilities		5,176,365,122	5,217,146,199	5,169,449,171	5,213,322,581
Equity					
Share capital					
Registered					
303,000,000 ordinary shares of Baht 1 each		303,000,000	303,000,000	303,000,000	303,000,000
Issued and paid-up					
303,000,000 ordinary shares of Baht 1 each		303,000,000	303,000,000	303,000,000	303,000,000
Premium on share capital		163,800,007	163,800,007	163,800,007	163,800,007
Retained earnings					
Appropriated - statutory reserve		30,300,000	30,300,000	30,300,000	30,300,000
Unappropriated		611,171,896	666,821,079	618,832,995	674,335,746
Other components of equity					
Surplus on changes in value of investments	12	234,445,640	148,611,969	234,445,640	148,611,969
Exchange differences on translation of financial statements in foreign currency		(10,531,172)	(12,281,594)	-	-
Equity attributable to shareholders of the Company		1,332,186,371	1,300,251,461	1,350,378,642	1,320,047,722
Non-controlling interests of the subsidiary		13,803,312	13,321,602	-	-
Total equity		1,345,989,683	1,313,573,063	1,350,378,642	1,320,047,722
Total liabilities and equity		6,522,354,805	6,530,719,262	6,519,827,813	6,533,370,303

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





Directors

Directors

(Unaudited but reviewed)

Thaivivat Insurance Public Company Limited and its subsidiary

Statements of comprehensive income

For the three-month period ended 30 June 2020

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
Profit or loss:					
Income					
Gross premium written		1,324,805,030	1,086,382,253	1,324,064,438	1,085,870,847
Less: Premium ceded to reinsurers		(60,016,192)	(200,124,463)	(60,016,192)	(200,124,463)
Net premium written		1,264,788,838	886,257,790	1,264,048,246	885,746,384
Less: Unearned premium reserves increase					
from prior period		(192,822,829)	(61,050,204)	(192,984,589)	(61,211,928)
Net earned premium		1,071,966,009	825,207,586	1,071,063,657	824,534,456
Fee and commission income		24,569,655	62,391,786	24,569,655	62,391,786
Net investment income		24,161,402	21,714,057	23,471,422	21,038,349
Gain (loss) on financial instruments		(12,437,124)	25,194,313	(12,437,124)	25,194,313
Gain on fair value adjustment of financial instruments	22	137,850,105	9,129,874	137,850,105	9,129,874
Other income		483,514	2,276,271	688,901	2,285,230
Total income		1,246,593,561	945,913,887	1,245,206,616	944,574,008
Expenses					
Claim and loss adjustment expenses		643,271,405	543,096,022	642,550,968	542,340,988
Less: Claim recovered from reinsurers		(82,812,800)	(69,527,028)	(82,812,800)	(69,527,028)
Commission and brokerage expenses		226,245,382	180,920,859	226,130,125	180,844,139
Other underwriting expenses		78,716,242	101,056,893	78,655,423	101,002,030
Operating expenses	23	149,523,376	142,059,065	148,957,219	140,686,271
Financial cost		27,170	-	-	-
Expected credit loss (reversal)	24	(418,974)	-	(419,271)	-
Total expenses		1,014,551,801	897,605,811	1,013,061,664	895,346,400
Profit before income tax		232,041,760	48,308,076	232,144,952	49,227,608
Income tax expenses	17.2	(43,768,203)	(7,290,704)	(43,768,203)	(7,290,704)
Profit for the period		188,273,557	41,017,372	188,376,749	41,936,904

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

(Unaudited but reviewed)

Thaivivat Insurance Public Company Limited and its subsidiary**Statements of comprehensive income (continued)****For the three-month period ended 30 June 2020**

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
Other comprehensive income:					
Other comprehensive income to be reclassified					
to profit or loss in subsequent periods					
Exchange differences on translation of					
financial statements in foreign currency		432,569	(1,888,629)	-	-
Gain on changes in value of					
available-for-sale investments		-	12,300,664	-	12,300,664
Loss on change in value of debt instrument					
measured at fair value through other comprehensive income		(5,884,517)	-	(5,884,517)	-
Income tax effect		1,176,903	(2,460,133)	1,176,903	(2,460,133)
Other comprehensive income to be reclassified to profit or loss					
in subsequent periods - net of income tax (loss)		(4,275,045)	7,951,902	(4,707,614)	9,840,531
Other comprehensive income not to be reclassified					
to profit or loss in subsequent periods					
Gain on change in value of equity instrument					
designed at fair value through other comprehensive income		26,072,855	-	26,072,855	-
Income tax effect		(5,214,571)	-	(5,214,571)	-
Other comprehensive income not to be reclassified					
to profit or loss in subsequent periods - net of income tax		20,858,284	-	20,858,284	-
Other comprehensive income for the period		16,583,239	7,951,902	16,150,670	9,840,531
Total comprehensive income for the period		204,856,796	48,969,274	204,527,419	51,777,435
Profit for the period attributable to:					
Equity holders of the Company		188,304,515	41,293,231	188,376,749	41,936,904
Non-controlling interests of the subsidiary (loss)		(30,958)	(275,859)		
		<u>188,273,557</u>	<u>41,017,372</u>		
Total comprehensive income for the period attributable to:					
Equity holders of the Company		204,757,983	49,667,722	204,527,419	51,777,435
Non-controlling interests of the subsidiary (loss)		98,813	(698,448)		
		<u>204,856,796</u>	<u>48,969,274</u>		
Earnings per share	25				
Basic earnings per share					
Profit attributable to equity holders of the Company		0.62	0.14	0.62	0.14

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

(Unaudited but reviewed)

Thaivivat Insurance Public Company Limited and its subsidiary

Statements of comprehensive income

For the six-month period ended 30 June 2020

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
Profit or loss:					
Income					
Gross premium written		2,573,781,157	2,130,203,151	2,572,472,940	2,128,890,694
Less: Premium ceded to reinsurers		(140,934,668)	(390,776,737)	(140,934,668)	(390,776,737)
Net premium written		2,432,846,489	1,739,426,414	2,431,538,272	1,738,113,957
Less: Unearned premium reserves increase					
from prior period		(373,874,900)	(103,834,339)	(374,355,885)	(103,840,158)
Net earned premium		2,058,971,589	1,635,592,075	2,057,182,387	1,634,273,799
Fee and commission income		51,258,517	113,140,914	51,258,517	113,140,914
Net investment income		38,436,782	36,054,905	37,046,071	34,680,872
Gain (loss) on financial instruments		(23,649,796)	25,968,357	(23,649,796)	25,968,357
Gain (loss) on fair value adjustment of					
financial instruments	22	(106,104,213)	31,085,218	(106,104,213)	31,085,218
Other income		1,107,432	3,769,281	1,105,540	3,777,140
Total income		2,020,020,311	1,845,610,750	2,016,838,506	1,842,926,300
Expenses					
Claim and loss adjustment expenses		1,453,978,237	1,131,948,676	1,452,430,239	1,130,406,448
Less: Claim recovered from reinsurers		(289,614,171)	(180,023,043)	(289,614,171)	(180,023,043)
Commission and brokerage expenses		440,557,080	353,793,874	440,391,329	353,632,752
Other underwriting expenses		142,460,557	166,216,357	142,202,590	166,121,549
Operating expenses	23	271,837,037	251,490,583	270,508,096	248,550,737
Financial cost		55,043	-	-	-
Expected credit loss	24	306,343	-	307,698	-
Total expenses		2,019,580,126	1,723,426,447	2,016,225,781	1,718,688,443
Profit before income tax		440,185	122,184,303	612,725	124,237,857
Income tax revenue (expenses)	17.2	4,009,691	(21,195,690)	4,009,691	(21,195,690)
Profit for the period		4,449,876	100,988,613	4,622,416	103,042,167

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

(Unaudited but reviewed)

Thaivivat Insurance Public Company Limited and its subsidiary**Statements of comprehensive income (continued)****For the six-month period ended 30 June 2020**

(Unit: Baht)

Note	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Other comprehensive income:				
Other comprehensive income to be reclassified				
to profit or loss in subsequent periods				
Exchange differences on translation of				
financial statements in foreign currency	2,294,889	(3,713,822)	-	-
Gain on changes in value of				
available-for-sale investments	-	53,625,224	-	53,625,224
Loss on change in value of debt instrument				
measured at fair value through other comprehensive income	(1,538,776)	-	(1,538,776)	-
Income tax effect	307,755	(10,725,045)	307,755	(10,725,045)
Other comprehensive income to be reclassified to profit or loss				
in subsequent periods - net of income tax (loss)	1,063,868	39,186,357	(1,231,021)	42,900,179
Other comprehensive income not to be reclassified				
to profit or loss in subsequent periods				
Loss on change in value of equity instrument				
designed at fair value through other comprehensive income	(60,950,853)	-	(60,950,853)	-
Income tax effect	12,190,171	-	12,190,171	-
Other comprehensive income not to be reclassified to profit				
or loss in subsequent periods - net of income tax (loss)	(48,760,682)	-	(48,760,682)	-
Other comprehensive income for the period (loss)	(47,696,814)	39,186,357	(49,991,703)	42,900,179
Total comprehensive income for the period (loss)	(43,246,938)	140,174,970	(45,369,287)	145,942,346
Profit for the period attributable to:				
Equity holders of the Company	4,501,638	101,604,679	4,622,416	103,042,167
Non-controlling interests of the subsidiary (loss)	(51,762)	(616,066)		
	4,449,876	100,988,613		
Total comprehensive income for the period attributable to:				
Equity holders of the Company (loss)	(43,739,643)	141,617,183	(45,369,287)	145,942,346
Non-controlling interests of the subsidiary (loss)	492,705	(1,442,213)		
	(43,246,938)	140,174,970		
Earnings per share	25			
Basic earnings per share				
Profit attributable to equity holders of the Company	0.01	0.34	0.02	0.34

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

(Unaudited but reviewed)

Thaivivat Insurance Public Company Limited and its subsidiary

Statements of cash flows

For the six-month period ended 30 June 2020

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Cash flows from (used in) operating activities				
Direct premium written	2,591,966,907	2,129,957,708	2,589,709,314	2,127,615,367
Cash received (paid) for reinsurance	126,312,743	(48,346,443)	126,312,743	(48,330,307)
Interest income	14,646,027	17,727,337	10,982,073	17,699,202
Dividend income	19,860,277	19,505,386	19,860,277	19,505,386
Other investment income	769,070	857,320	769,070	857,320
Other income	355,712	2,496,415	350,819	2,500,381
Claim incurred on direct insurance	(1,457,792,617)	(1,044,692,443)	(1,456,252,712)	(1,043,972,519)
Loss adjustment expenses on direct insurance	(25,395,930)	(25,723,020)	(25,384,882)	(25,708,264)
Commission and brokerage on direct insurance	(445,243,924)	(362,694,086)	(444,837,984)	(362,247,771)
Other underwriting expenses	(141,760,762)	(131,556,560)	(141,502,796)	(131,461,753)
Operating expenses	(250,059,719)	(160,651,492)	(249,557,439)	(159,928,591)
Income tax	(16,600,675)	(19,421,597)	(16,600,675)	(19,421,597)
Investments in securities	-	(361,176,940)	-	(361,176,940)
Loans	-	(215,861)	-	(215,861)
Deposits at financial institutions	-	139,466,494	-	139,466,494
Cash flow from financial assets	4,427,602,265	-	4,427,602,265	-
Cash used in financial assets	(4,678,176,170)	-	(4,675,950,170)	-
Net cash from operating activities	166,483,204	155,532,218	165,499,903	155,180,547
Cash flows from (used in) investing activities				
Cash paid for purchases of property, buildings and equipment	(22,971,997)	(16,164,844)	(22,969,769)	(16,144,402)
Cash paid for purchase of intangible assets	(2,482,432)	(357,158)	(2,482,432)	(357,158)
Cash received from disposals of equipment	-	61,780	-	39,252
Net cash used in investing activities	(25,454,429)	(16,460,222)	(25,452,201)	(16,462,308)
Cash flows from (used in) financial activities				
Repayment of lease liabilities	(244,271)	-	-	-
Dividend paid	(60,599,980)	(60,600,000)	(60,599,980)	(60,600,000)
Net cash used in financial activities	(60,844,251)	(60,600,000)	(60,599,980)	(60,600,000)
Translation adjustments	31,481	(113,119)	-	-
Allowance for expected credit loss	(226,520)	-	(225,966)	-
Net increase in cash and cash equivalents	79,989,485	78,358,877	79,221,756	78,118,239
Cash and cash equivalents at beginning of period	225,295,248	229,766,928	224,224,888	227,320,041
Cash and cash equivalents at end of period	305,284,733	308,125,805	303,446,644	305,438,280

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

(Unaudited but reviewed)

Thaivivat Insurance Public Company Limited and its subsidiary

Statements of changes in equity

For the six-month period ended 30 June 2020

(Unit: Baht)

Consolidated financial statements												
Equity attributable to equity holders of the Company												
				Other components of equity								
				Surplus on changes in fair value of investments				Exchange		Equity		
Retained earnings				Debt instruments	Equity instruments	Available-for-sale		Exchange differences on translation of financial statements in foreign currency	Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiary	Total equity	
Issued and paid-up share capital	Premium on share capital	Appropriated - statutory reserve	Unappropriated	measured at fair value through other comprehensive income	designed at fair value through other comprehensive income	investments	Total					
Balance as at 1 January 2019	303,000,000	163,800,007	30,300,000	621,258,591	-	-	124,632,724	124,632,724	(6,497,341)	1,236,493,981	16,157,065	1,252,651,046
Profit (loss) for the period	-	-	-	101,604,679	-	-	-	-	-	101,604,679	(616,066)	100,988,613
Other comprehensive income for the period (loss)	-	-	-	-	-	-	42,900,179	42,900,179	(2,887,675)	40,012,504	(826,147)	39,186,357
Total comprehensive income for the period (loss)	-	-	-	101,604,679	-	-	42,900,179	42,900,179	(2,887,675)	141,617,183	(1,442,213)	140,174,970
Dividend paid during the period (Note 26)	-	-	-	(60,600,000)	-	-	-	-	-	(60,600,000)	-	(60,600,000)
Balance as at 30 June 2019	303,000,000	163,800,007	30,300,000	662,263,270	-	-	167,532,903	167,532,903	(9,385,016)	1,317,511,164	14,714,852	1,332,226,016
Balance as at 1 January 2020	303,000,000	163,800,007	30,300,000	666,821,079	-	-	148,611,969	148,611,969	(12,281,594)	1,300,251,461	13,321,602	1,313,573,063
Cumulative effect of change in accounting policy (note 3)	-	-	-	449,159	9,191,207	275,246,136	(148,611,969)	135,825,374	-	136,274,533	(10,995)	136,263,538
Balance as at 1 January 2020 - as restated	303,000,000	163,800,007	30,300,000	667,270,238	9,191,207	275,246,136	-	284,437,343	(12,281,594)	1,436,525,994	13,310,607	1,449,836,601
Profit (loss) for the period	-	-	-	4,501,638	-	-	-	-	-	4,501,638	(51,762)	4,449,876
Other comprehensive income for the period (loss)	-	-	-	-	(1,231,021)	(48,760,682)	-	(49,991,703)	1,750,422	(48,241,281)	544,467	(47,696,814)
Total comprehensive income for the period (loss)	-	-	-	4,501,638	(1,231,021)	(48,760,682)	-	(49,991,703)	1,750,422	(43,739,643)	492,705	(43,246,938)
Dividend paid during the period (Note 26)	-	-	-	(60,599,980)	-	-	-	-	-	(60,599,980)	-	(60,599,980)
Balance as at 30 June 2020	303,000,000	163,800,007	30,300,000	611,171,896	7,960,186	226,485,454	-	234,445,640	(10,531,172)	1,332,186,371	13,803,312	1,345,989,683

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

(Unaudited but reviewed)

Thaivivat Insurance Public Company Limited and its subsidiary

Statements of changes in equity (continued)

For the six-month period ended 30 June 2020

(Unit: Baht)

	Separate financial statements								
	Issued and paid-up share capital	Premium on share capital	Retained earnings		Other components of equity - surplus on changes in value of investments			Total	Total equity
			Appropriated -		Debt instruments measured at fair value through other comprehensive income	Equity instruments designed at fair value through other comprehensive income	Available-for-sale investments		
			statutory reserve	Unappropriated					
Balance as at 1 January 2019	303,000,000	163,800,007	30,300,000	626,021,433	-	-	124,632,724	124,632,724	1,247,754,164
Profit for the period	-	-	-	103,042,167	-	-	-	-	103,042,167
Other comprehensive income for the period	-	-	-	-	-	-	42,900,179	42,900,179	42,900,179
Total comprehensive income for the period	-	-	-	103,042,167	-	-	42,900,179	42,900,179	145,942,346
Dividend paid during the period (Note 26)	-	-	-	(60,600,000)	-	-	-	-	(60,600,000)
Balance as at 30 June 2019	<u>303,000,000</u>	<u>163,800,007</u>	<u>30,300,000</u>	<u>668,463,600</u>	<u>-</u>	<u>-</u>	<u>167,532,903</u>	<u>167,532,903</u>	<u>1,333,096,510</u>
Balance as at 1 January 2020	303,000,000	163,800,007	30,300,000	674,335,746	-	-	148,611,969	148,611,969	1,320,047,722
Cumulative effect of change in accounting policy (note 3)	-	-	-	474,813	9,191,207	275,246,136	(148,611,969)	135,825,374	136,300,187
Balance as at 1 January 2020 - as restated	<u>303,000,000</u>	<u>163,800,007</u>	<u>30,300,000</u>	<u>674,810,559</u>	<u>9,191,207</u>	<u>275,246,136</u>	<u>-</u>	<u>284,437,343</u>	<u>1,456,347,909</u>
Profit for the period	-	-	-	4,622,416	-	-	-	-	4,622,416
Other comprehensive income for the period (loss)	-	-	-	-	(1,231,021)	(48,760,682)	-	(49,991,703)	(49,991,703)
Total comprehensive income for the period (loss)	-	-	-	4,622,416	(1,231,021)	(48,760,682)	-	(49,991,703)	(45,369,287)
Dividend paid during the period (Note 26)	-	-	-	(60,599,980)	-	-	-	-	(60,599,980)
Balance as at 30 June 2020	<u>303,000,000</u>	<u>163,800,007</u>	<u>30,300,000</u>	<u>618,832,995</u>	<u>7,960,186</u>	<u>226,485,454</u>	<u>-</u>	<u>234,445,640</u>	<u>1,350,378,642</u>

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

Thaivivat Insurance Public Company Limited and its subsidiary

Notes to interim financial statements

For the three-month and six-month periods ended 30 June 2020

1. General information

1.1 Company information

Thaivivat Insurance Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company is principally engaged in non-life insurance. The registered office of the Company is at 71 Thaivivat Insurance Building, Dindaeng Road, Samsen Nai, Phayathai, Bangkok.

1.2 Coronavirus disease 2019 Pandemic

The COVID-19 outbreak is continuing to evolve and affect to various business sectors whether directly or indirectly, resulting in an economic slowdown and significant volatility of money and capital market. This situation cause uncertainty and shall affect the Company’s business activities in terms of investing in both debt and equity instruments, as well as its investment in the General Fixed Income Fund managed by a fund management company that announced the termination of the fund in late March 2020 and is currently under liquidation. This situation may impact the Company’s financial position and operating results in the future which cannot be reasonably estimated the impacts at this stage. The Company’s management has continuously monitored ongoing developments and assessed the financial impact in respect of the valuation of assets, including the investments in such Fix Income Fund, provisions and contingent liabilities and has used estimates and judgement in respect of various issues as the situation has evolved.

2. Basis for preparation of the interim financial information

2.1 Basis for preparation of the interim financial information

This interim financial information is prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial information. However, the Company has presented the statements of financial position, comprehensive income, changes in equity, and cash flows in the same format as that used for the annual financial statements, and in accordance with the format of financial statements specified in the Notification of the Office of Insurance Commission (“OIC”) regarding criteria, procedures, conditions and terms for preparation and submission of financial statements and operating performance reports of non-life insurance companies (No.2) B.E. 2562 dated 4 April 2019.

These interim financial information is intended to provide information additional to that included in the latest annual financial statements. Accordingly, the interim financial information focuses on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial information should therefore be read in conjunction with the latest annual financial statements.

The interim financial information in Thai language is the official statutory financial statements of the Company. The interim financial information in English language has been translated from the Thai language interim financial information.

2.2 Basis for interim consolidation financial information

- (a) The consolidated financial information included the financial statements of Thaivivat Insurance Public Company Limited (“the Company”) and the following subsidiary (Collectly called “the Group”):

Company’s name	Nature of business	Country of incorporation	Percentage of shareholding	
			30 June 2020	31 December 2019
			Percent	Percent
Laovivat Insurance Co., Ltd.	Non-life insurance	Lao PDR	70.0	70.0

- (b) The interim consolidated financial information has been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2019.

2.3 New financial reporting standards that became effective in the current period

During the period, the Company and its subsidiary have adopted the revised (revised 2019) and new financial reporting standards and interpretations which are effective for fiscal year beginning on or after 1 January 2020. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards. The adoption of these financial reporting standards does not have any significant impact on the Company’s financial information, except for the new standard involve changes to key principles, which are summarised below:

Financial reporting standards related to financial instruments

A set of TFRSs related to financial instruments consists of five accounting standards and interpretations, as follows:

Financial reporting standards:

TFRS 7 Financial Instruments: Disclosures

TFRS 9 Financial Instruments

Accounting standard:

TAS 32 Financial Instruments: Presentation

Financial Reporting Standard Interpretations:

TFRIC 16 Hedges of a Net Investment in a Foreign Operation

TFRIC 19 Extinguishing Financial Liabilities with Equity Instruments

These TFRSs related to financial instruments make stipulations relating to the classification of financial instruments and their measurement at fair value or amortised cost (taking into account the type of instrument, the characteristics of the contractual cash flows and the Company's business model), calculation of impairment using the expected credit loss method, and hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments.

Accounting Guidance related to financial instruments and disclosures applicable to insurance business

Accounting Guidance related to financial instruments and disclosures applicable to insurance business was issued to comply with TFRS 4 (revised 2019) Insurance contracts, which allows insurers who meet certain criteria stipulated in this TFRS to delay adoption of TFRS 9 Financial Instruments and TFRS 7 Financial Instruments: Disclosures, and to adopt the Accounting Guidance related to financial instruments and disclosures applicable to insurance business instead the adoption of TFRS 9 and TFRS 7 for the financial reporting period beginning before 1 January 2022 or before the effective date of TFRS 17 Insurance Contracts.

The Company's management has decided that, even though the Company meets the criteria stipulated in TFRS 4 enabling it to use Financial reporting standards related to financial instruments, it would be more appropriate to adopt decided to adopt the Financial reporting standards related to financial instruments. There will be impact to the Company's financial statements from the adoption of this standard as follows.

Classification and measurement of financial assets

Financial assets - Debt instruments

The Company classifies financial assets - debt instruments as financial assets that are subsequently measured at either amortised cost or fair value in accordance with the Company's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets, based the facts and circumstances as of the date these financial reporting standards were initially adopted. Classifications are as follows

- Financial assets are measured at amortised cost, when both of the following conditions are met: the financial asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and the contractual terms of the financial assets represent contractual cash flows that are solely payments of principal and interest on the principal amount outstanding.
- Financial assets are measured at fair value through other comprehensive income, when both of the following conditions are met: the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and the contractual terms of the financial assets represent contractual cash flows that are solely payments of principal and interest on the principal amount outstanding.
- Financial assets are measured at fair value through profit or loss, when the financial asset is held within a business model whose objective is not to hold assets in order to collect contractual cash flows, or the contractual terms of the financial assets represent contractual cash flows that are not solely payments of principal and interest on the principal amount outstanding.

Financial assets - Equity instruments

All investments in equity instruments are measured at fair value in the statement of financial position. The Company classifies equity instruments as financial assets measured at fair value through other comprehensive income, except for items that are classified as financial assets measured at fair value through profit or loss in accordance with the Company's investment policy.

The Company's management reviewed and assessed existing financial assets as at 1 January 2020, based on the facts and circumstances that existed at that date, and concluded that the following significant changes were required to classification and measurement of the Company's financial assets.

- Terminated the former classification of investments in debt securities as trading, available-for-sale, and held-to-maturity, and investments in equity securities as trading, available-for-sale and general investments.
- Classified all investments in held-to-maturity debt securities as financial assets measured at amortised cost.
- Classified and measured investments in available-for-sale debt securities that were measured at fair value through other comprehensive income as financial assets measured at fair value through profit or loss and financial assets measured at other comprehensive income.
- Classified and measured investments in equity instruments of non-listed companies as financial assets measured at fair value through other comprehensive income.
- Classified and measured investments in available-for-sale equity securities of listed companies that were measured at fair value through other comprehensive income as financial assets measured at fair value through other comprehensive income, as before.
- Classified and measured of investments in trading equity securities of listed companies that were measured at fair value through profit or loss as financial assets measured at fair value through profit or loss, as before.
- Classified loans and claim receivables from litigants as financial assets measured at amortised cost.

Classification of financial liabilities

The adoption of these standards does not have any significant impact on classification of the Company's financial liabilities. The Company still classify financial liabilities to be amortise cost.

Impairment of financial assets

The adoption of TFRS 9 requires the Company to move from incurred loss provisioning, under previous accounting policy, to expected loss provisioning by recognising an allowance for expected credit loss on its financial assets and it is no longer necessary for a credit - impact event to have occurred. The Company considers to adopt the general approach and simplified approach to determine expected credit loss on financial assets.

Transition

The Company initially adopted these standards whereby the adjustment of the cumulative effect was made against retained earnings or other components of equity as at 1 January 2020, and the comparative information was not restated.

The cumulative effect of the changes in accounting policy is described in Note 3 to interim financial statements.

TFRS 16 Leases

TFRS 16 supersedes TAS 17 Leases together with related Interpretations. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases, and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is low value.

Accounting by lessors under TFRS 16 is substantially unchanged from TAS 17. Lessors will continue to classify leases as either operating or finance leases.

The Company initially adopted these financial reporting standards whereby the adjustment of the cumulative effect is recognised as an adjustment to the retained earnings as at 1 January 2020 (if any), and the comparative information was not restated.

The cumulative effect of the changes is described in Note 3 to the interim financial statements.

Accounting Guidance on Temporary Relief Measures for Entities Providing Assistance to Debtors Impacted by Situations That Affect the Thai Economy

The Federation of Accounting Professions announced Accounting Guidance on Temporary Relief Measures for Entities Providing Assistance to Debtors Impacted by Situations That Affect the Thai Economy. Its objectives are to provide temporary relief measures solely for entities providing assistance to debtors impacted by the situations that affect the Thai economy, such as Covid-19, economic conditions, trade wars and drought, and to provide an alternative for all entities providing assistance to debtors in accordance with measures to assist debtors specified in the circular of the Bank of Thailand (“BOT”) No. BOT.RPD.(23)C. 276/2563 “Guidelines on providing assistance to debtors impacted by situations that affect the Thai economy” and the circular of the BOT No. BOT.RPD.(01)C. 380/2563 “Measures to provide additional assistance to debtors during the Covid-19 situation” or any other measures announced by the BOT. Such entities include credit card business, business providing loans secured against vehicle registrations, personal loan business under the supervision of the BOT and certain entities not under the supervision of the BOT, such as leasing, hire-purchase, motorcycle hire-purchase and factoring business. Entities providing assistance to debtors in accordance with the BOT’s measures and electing to apply this Accounting Guidance have to apply all temporary relief measures in this Guidance.

On 22 April 2020, the Accounting Guidance was announced in the Royal Gazette and it is effective for entities providing assistance to debtors impacted by such situations that affect the Thai economy during the period from 1 January 2020 to 31 December 2021 or until the BOT makes changes, with which the entity is to comply.

The Company has not adopted such Accounting Guidance.

Accounting Guidance on Temporary Relief Measures for Accounting Alternatives in Response to the Impact of the COVID-19 Pandemic

The Federation of Accounting Professions announced Accounting Guidance on Temporary Relief Measures for Accounting Alternatives in Response to the Impact of the COVID-19 Pandemic. Its objectives are to alleviate some of the impact of applying certain financial reporting standards, and to provide clarification about accounting treatments during the period of uncertainty relating to this situation.

On 22 April 2020, the Accounting Guidance was announced in the Royal Gazette and it is effective for the financial statements prepared for reporting periods ending between 1 January 2020 and 31 December 2020.

The Company has elected to apply the only temporary relief measures on accounting alternatives for measuring the fair value of investments in non-listed equity securities using the fair value as at 1 January 2020. However, the effect of applying temporary relief are not significantly impact to the financial statements.

2.4 Significant accounting policies

The interim financial information is prepared using the same accounting policies and methods of computation as those were used for the financial statements for the year ended 31 December 2019, except for the adoption of new financial reporting standards which are summarised below.

(a) Classification and measurement

Financial assets that are debt instruments are measured at fair value through profit or loss, fair value through other comprehensive income, or amortised cost. Classification is driven by the Company's business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Financial assets that are equity instruments are measured at fair value through profit or loss or other comprehensive income. Such classification depends on the Company's investment policy.

Financial liabilities are measured at amortised cost.

(b) Investment in securities

As at 1 January 2020 onward, the Company classify investment in securities to investment in securities measured at fair value through profit or loss, investment in securities measured at fair value through other comprehensive income or investment in securities measured at amortised cost

Investment in securities measured at fair value through profit or loss (FVTPL)

Investment in debt instruments and equity instruments measured at fair value through profit or loss are initially recognised at fair value. After initial recognition, gain or loss from changed in fair value is recognised in profit or loss.

Investment in securities measured at fair value through other comprehensive income (FVOCI)

Investment in debt instruments measured at fair value through other comprehensive income and equity instruments designated at fair value through other comprehensive are initially recognised at fair value. After initial recognition, gain or loss on change in fair value are separately presented in other comprehensive income.

Investment in securities measured at amortised cost

Investment in debt instruments measured at amortised cost is initially recorded at fair value.

At the end of reporting period, investment in debt instrument measured at fair value through other comprehensive income present in statement of financial position at fair value less expected credit loss (if any) and investment in debt instruments measured at amortised cost present in statement of financial position at amortised cost less expected credit loss (if any)

Gains on sale of investments

Gain or loss on sale of investments is recognised in profit or loss at transaction date except gain or loss on sale of investment in equity instruments measured at fair value through other comprehensive income that will be recognised in retained earnings and cannot be subsequently recognised in income statement.

Change in classification of investment in debt securities

When the Company's changes its business model for managing the financial assets, the Company shall apply reclassification on its investment in debt instruments. The Company shall measure fair value at reclassification date. Any gain or loss arising from a difference between the previous carrying value and fair value is recognised in profit or loss or other comprehensive income depends on reclassification of each category of debt securities changes.

(c) Impairment of financial assets

The Company recognises expected credit loss on its financial assets measured at amortised cost and financial assets that are debt instruments measured at fair value through other comprehensive income, without requiring a credit-impaired event to have occurred prior to the recognition. The Company accounts for changes in expected credit loss in stages, with differing methods of determining allowance for credit loss at each stage. An exception from this approach is that for other receivables that do not contain a significant financing component, the Company applies a simplified approach to determine the lifetime expected credit loss.

(d) Leases

Right-of-use assets

The Company recognises right-of-use assets at the commencement date of the lease. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment loss, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised through initial measurement, initial direct costs incurred, and lease payments made at or before the commencement date, less any lease incentives received.

Unless the Company is reasonably certain that it will obtain ownership of the leased asset at the end of the lease term, the recognised right-of-use assets are depreciated on a straight-line basis from the commencement date of the lease to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of the lease payments to be made over the lease term, discounted by the interest rate implicit in the lease or the Company's incremental borrowing rate. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification or reassessment.

Short-term leases and Leases of low-value assets

Payments under leases that have a lease term of 12 months or less at the commencement date, or are leases of low-value assets, are recognised as expenses on a straight-line basis over the lease term.

3. Cumulative effects of changes in accounting policies due to the adoption of new financial reporting standards

As described in Note 2.3 to the financial statements, during the current period, the Company has adopted Accounting Guidance related to financial instruments and TFRS 16. The cumulative effect of initially applying these standards is recognised as an adjustment to retained earnings as at 1 January 2020. Therefore, the comparative information was not restated.

The impacts on the beginning balance of retained earnings of 2020 from changes in accounting policies due to the adoption of such accounting standards are presented as follows:

	Consolidated financial statements			(Unit: Baht)
	31 December 2019	The impacts of Financial reporting standards related		1 January 2020
		to financial instruments	TFRS 16	
Statement of financial position				
Assets				
Cash and cash equivalents	225,295,248	(157,933)	-	225,137,315
Financial assets - Debt instruments	-	3,141,537,857	-	3,141,537,857
Financial assets - Equity instruments	-	807,597,764	-	807,597,764
Investments in securities	3,778,639,103	(3,778,639,103)	-	-
Right-of-use assets	-	-	3,744,406	3,744,406
Deferred tax assets	116,754,455	(34,075,047)	-	82,679,408
Liabilities				
Other liabilities - Lease liabilities	-	-	3,744,406	3,744,406
Equity				
Retained earnings - unappropriated	666,821,079	449,159	-	667,270,238
Other components of equity				
Surplus on changes in value of investments	148,611,969	135,825,374	-	284,437,343
Non-controlling interests of the subsidiary	13,321,602	(10,995)	-	13,310,607

(Unaudited but reviewed)

(Unit: Baht)

	Separate financial statements			
	The impacts of			
	31 December	Financial reporting		1 January
	2019	standards related	TFRS 16	2020
		to financial		
		instruments		
Statement of financial position				
Assets				
Cash and cash equivalents	224,224,888	(157,515)	-	224,067,373
Financial assets - Debt instruments	-	3,100,592,755	-	3,100,592,755
Financial assets - Equity instruments	-	807,597,764	-	807,597,764
Investments in securities	3,737,657,770	(3,737,657,770)	-	-
Deferred tax assets	116,754,455	(34,075,047)	-	82,679,408
Equity				
Retained earnings - unappropriated	674,335,746	474,813	-	674,810,559
Other components of equity				
Surplus on changes in value of				
investments	148,611,969	135,825,374	-	284,437,343

3.1 Financial instruments

Details of the impact on equity as at 1 January 2020 due to the adoption of financial reporting standards related to financial instruments are presented as follows:

	(Unit: Baht)	
	Consolidated financial statements	Separate financial statements
	<hr/>	<hr/>
<u>Retained earnings - Unappropriated</u>		
Reclassification of available-for-sale securities as financial assets measured at fair value through profit or loss	2,427,671	2,427,671
Recognition of an allowance for expected credit loss on financial assets	(1,859,809)	(1,834,155)
Income tax effect	(118,703)	(118,703)
Total	<hr/> <u>449,159</u>	<hr/> <u>474,813</u>
<u>Other components of equity</u>		
Fair value measurement of investments in equity instruments of non-listed companies	171,017,148	171,017,148
Reclassification of available-for-sale securities as financial assets measured at fair value through profit or loss	(2,427,671)	(2,427,671)
Recognition of an allowance for expected credit loss on financial assets	1,192,241	1,192,241
Income tax effect	(33,956,344)	(33,956,344)
Total	<hr/> <u>135,825,374</u>	<hr/> <u>135,825,374</u>

(Unaudited but reviewed)

The Classification and measurement of financial assets in accordance with financial reporting standards related to financial instruments as at 1 January 2020, and with the classification and measurement under the former basis, are as follows.

(Unit: Baht)

Consolidated financial statements						
Classification and measurement under the former basis as at 31 December 2019		Classification and measurement in accordance with financial reporting standards related to financial instruments as at 1 January 2020				
		Financial instrument measured at FVTPL	Debt instruments measured at FVOCI	Equity instruments designated FVOCI	Financial instruments measured at amortised cost	Total
Financial assets						
Cash and cash equivalents	225,295,248	-	-	-	225,137,315	225,137,315
Accrued investment income	12,103,543	-	-	-	12,103,543	12,103,543
Investments in securities	3,778,639,103	2,585,739,109	490,310,828	488,265,731	384,819,953	3,949,135,621
Loans and interest receivables	7,698,362	-	-	-	7,698,362	7,698,362
Claim receivables from litigants - net	371,939,948	-	-	-	371,939,948	371,939,948
(Unit: Baht)						
Separate financial statements						
Classification and measurement under the former basis as at 31 December 2019		Classification and measurement in accordance with financial reporting standards related to financial instruments as at 1 January 2020				
		Financial instrument measured at FVTPL	Debt instruments measured at FVOCI	Equity instruments designated FVOCI	Financial instruments measured at amortised cost	Total
Financial assets						
Cash and cash equivalents	224,224,888	-	-	-	224,067,373	224,067,373
Accrued investment income	5,409,833	-	-	-	5,409,833	5,409,833
Investments in securities	3,737,657,770	2,585,739,109	490,310,828	488,265,731	343,874,851	3,908,190,519
Loans and interest receivables	7,698,362	-	-	-	7,698,362	7,698,362
Claim receivables from litigants - net	371,939,948	-	-	-	371,939,948	371,939,948

3.2 Leases

Upon initial application of TFRS 16 the Company recognised lease liabilities previously classified as operating leases at the present value of the remaining lease payments, discounted using the Company's incremental borrowing rate at 1 January 2020

	(Unit: Baht)	
	Consolidated	Separate
	financial statements	financial statements
Operating lease commitments as at 31 December 2019	2,498,844	1,202,844
Add: Option to extend lease term	2,909,280	-
Less: Contracts reassessed as service agreements	(1,202,844)	(1,202,844)
Less: Deferred interest expenses	(460,874)	-
Increase in lease liabilities due to initially TFRS 16 adoption	<u>3,744,406</u>	<u>-</u>

The adjustments of right-of-use assets due to TFRS 16 adoption as at 1 January 2020 are summarised below:

	(Unit: Baht)	
	Consolidated	Separate
	financial statements	financial statements
Buildings	<u>3,744,406</u>	<u>-</u>
Total right-of-use assets	<u><u>3,744,406</u></u>	<u><u>-</u></u>

4. Classification of financial assets and financial liabilities

As at 30 June 2020, carrying amount of financial assets and financial liabilities are classified as follow.

(Unit: Baht)

	Consolidated financial statements				
	Financial	Debt	Equity	Financial	Total
	instrument	instruments	instruments	instruments	
	measured at	measured at	designated	measured at	
FVTPL	FVOCI	FVOCI	amortised cost		
Financial assets					
Cash and cash equivalents	-	-	-	305,284,733	305,284,733
Accrued investment income	-	-	-	16,184,481	16,184,481
Financial assets - Debt					
instruments	1,626,652,618	1,089,962,658	-	650,774,270	3,367,389,546
Financial assets - Equity					
instruments	240,000,656	-	424,872,841	-	664,873,497
Loan and interest receivables	-	-	-	6,116,648	6,116,648
Claim receivables from litigants - net	-	-	-	392,477,650	392,477,650
Financial liabilities					
Other liabilities - Lease liabilities	-	-	-	3,664,108	3,664,108

(Unit: Baht)

	Separate financial statements				
	Financial	Debt	Equity	Financial	Total
	instrument	instruments	instruments	instruments	
	measured at	measured at	designated	measured at	
FVTPL	FVOCI	FVOCI	amortised cost		
Financial assets					
Cash and cash equivalents	-	-	-	303,446,644	303,446,644
Accrued investment income	-	-	-	11,572,658	11,572,658
Financial assets - Debt					
instruments	1,626,652,618	1,089,962,658	-	606,391,906	3,323,007,182
Financial assets - Equity					
instruments	240,000,656	-	424,872,841	-	664,873,497
Loan and interest receivables	-	-	-	6,116,648	6,116,648
Claim receivables from litigants - net	-	-	-	392,477,650	392,477,650

5. Cash and cash equivalents

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019
Cash on hand	2,515,083	4,382,228	2,411,256	4,204,884
Deposits at banks with no fixed maturity date	300,153,099	218,128,284	298,418,283	217,235,268
Deposits at banks and certificate of deposit with fixed maturity date	2,843,071	2,784,736	2,843,071	2,784,736
Total cash and cash equivalents	305,511,253	225,295,248	303,672,610	224,224,888
Less: Allowance for expected credit loss	(226,520)	-	(225,966)	-
Cash and cash equivalents	<u>305,284,733</u>	<u>225,295,248</u>	<u>303,446,644</u>	<u>224,224,888</u>

6. Premium receivables

The balances as at 30 June 2020 and 31 December 2019 of premium receivables from direct insurance are classified by aging from the maturity date under the stipulated law of the premium collection as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019
Not yet due	500,347,288	512,579,872	500,337,854	512,484,788
Not over 30 days	74,546,495	60,443,090	74,504,518	60,359,220
Over 30 days to 60 days	20,604,787	15,046,872	20,494,315	15,045,230
Over 60 days to 90 days	5,157,844	10,286,366	5,144,484	10,285,843
Over 90 days	9,036,912	14,887,323	8,989,914	14,887,323
Total premium receivables	609,693,326	613,243,523	609,471,085	613,062,404
Less: Allowance for doubtful accounts	(1,424,031)	(2,865,433)	(1,424,031)	(2,865,433)
Total premium receivables, net	<u>608,269,295</u>	<u>610,378,090</u>	<u>608,047,054</u>	<u>610,196,971</u>

(Unaudited but reviewed)

7. Reinsurance assets

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019
Insurance reserves refundable from reinsurers				
Claim reserves and outstanding claim	120,441,976	201,362,443	120,441,976	201,362,443
Unearned premium reserves	173,079,306	325,746,212	173,079,306	325,746,212
Reinsurance assets	<u>293,521,282</u>	<u>527,108,655</u>	<u>293,521,282</u>	<u>527,108,655</u>

8. Receivables from reinsurance contracts

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019
Amounts deposited on reinsurance	-	-	1,703	95,269
Amounts due from reinsurers	123,448,775	149,908,416	125,971,682	151,705,734
Receivables from reinsurance contracts	<u>123,448,775</u>	<u>149,908,416</u>	<u>125,973,385</u>	<u>151,801,003</u>

As at 30 June 2020 and 31 December 2019, the balances of amounts due from reinsurers are classified by aging as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019
Not yet due	44,602,378	31,966,025	44,607,960	32,714,866
Not over 1 year	78,628,884	117,724,878	81,146,209	118,773,355
Over 1 year to 2 years	217,513	217,513	217,513	217,513
Total amounts due from reinsurers	<u>123,448,775</u>	<u>149,908,416</u>	<u>125,971,682</u>	<u>151,705,734</u>

9. Financial assets - Debt instruments**9.1 Classified by type of financial assets**

(Unit: Baht)

	30 June 2020	
	Consolidated	Separate
	financial statements	financial statements
	Fair value/ Amortised cost	Fair value/ Amortised cost
Debt instruments measured at FVTPL		
Government and state enterprise securities	40,229,612	40,229,612
Unit trusts	1,586,423,006	1,586,423,006
Total	1,626,652,618	1,626,652,618
Debt instruments measured at FVOCI		
Government and state enterprise securities	82,357,080	82,357,080
Private debt instruments	1,007,605,578	1,007,605,578
Total	1,089,962,658	1,089,962,658
Debt instruments measured at amortised cost		
Government and state enterprise securities	493,874,123	493,874,123
Private debt instruments	841,000	841,000
Foreign debt instruments	40,000,000	40,000,000
Deposits at financial institutions which amounts maturing in over 3 months	117,566,086	73,153,420
Total	652,281,209	607,868,543
Less: Allowance for expected credit loss	(1,506,939)	(1,476,637)
Total	650,774,270	606,391,906
Total financial assets - Debt instruments - net	3,367,389,546	3,323,007,182

As at 30 June 2020 and 31 December 2019, the Company and its subsidiary placed some investment to pledge for guarantee electricity consumption, bank overdraft, bail bond in cases where insured drivers have been charged with criminal offense and as a security with the Registrar as described in Notes 29 to the interim financial statements.

(Unaudited but reviewed)

As at 30 June 2020, the Company has investments in the General Fixed Income Fund managed by a fund management company totaling Baht 313.1 million classified as debt instrument measured at fair value through profit or loss. The fund management company announced the termination of the such fund as at 27 March 2020 and has already proceeded with the fund termination procedure on 10 April 2020. The investment value in investment unit of the funds is presented at the latest net asset value announced by the asset management company on 25 March 2020, after adjustment by capital redemption gradually received until 30 June 2020. The fund is currently in liquidation process. Final value of redemption depends on amount will be received from liquidation of the fund.

9.2 Classified by stage of credit risk

(Unit: Baht)

	30 June 2020			
	Consolidated financial statements		Separate financial statements	
	Fair value	Allowance for expected credit loss recognised in profit or loss	Fair value	Allowance for expected credit loss recognised in profit or loss
Debt instrument measured at FVOCI				
Stage 1 - Debt securities without a significant increase in credit risk	1,089,868,718	1,247,479	1,089,868,718	1,247,479
Stage 3 - Debt securities with credit impaired	93,940	93,940	93,940	93,940
Total	<u>1,089,962,658</u>	<u>1,341,419</u>	<u>1,089,962,658</u>	<u>1,341,419</u>

(Unit: Baht)

	Consolidated financial statements		
	30 June 2020		
	Carrying value - gross	Allowance for expected credit loss which is recognised in profit or loss	Carrying value
Debt instrument measured at amortised cost			
Stage 1 - Debt securities without a significant increase in credit risk	651,440,209	(665,939)	650,774,270
Stage 3 - Debt securities with credit impaired	841,000	(841,000)	-
Total	<u>652,281,209</u>	<u>(1,506,939)</u>	<u>650,774,270</u>

(Unaudited but reviewed)

(Unit: Baht)

	Separate financial statements		
	30 June 2020		
	Carrying value - gross	Allowance for expected credit loss which is recognised in profit or loss	Carrying value
Debt instrument measured at amortised cost			
Stage 1 - Debt securities without a significant increase in credit risk	607,027,543	(635,637)	606,391,906
Stage 3 - Debt securities with credit impaired	841,000	(841,000)	-
Total	607,868,543	(1,476,637)	606,391,906

10. Financial assets - Equity instruments

(Unit: Baht)

	30 June 2020	
	Consolidated	Separate
	financial statements	financial statements
	Fair value	Fair value
Equity instruments measured at FVTPL		
Listed equity instruments	240,000,656	240,000,656
Total	240,000,656	240,000,656
Equity instruments designated at FVOCI		
Listed equity instruments	250,135,042	250,135,042
Non-listed equity instruments	174,737,799	174,737,799
Total	424,872,841	424,872,841
Total financial assets - Equity instruments - net	664,873,497	664,873,497

11. Investment in securities

As at 31 December 2019, carrying amount of investments in securities are classified as follows:

(Unit: Baht)

	31 December 2019			
	Consolidated financial statement		Separate financial statement	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Trading investments				
Government and state enterprise securities	30,669,090	30,712,702	30,669,090	30,712,702
Equity securities	319,856,323	310,979,223	319,856,323	310,979,223
Unit trusts	8,557,645	8,352,810	8,557,645	8,352,810
Total	359,083,058	350,044,735	359,083,058	350,044,735
Less: Unrealised loss	(9,038,323)		(9,038,323)	
Trading investments, net	350,044,735		350,044,735	
Available-for-sale investments				
Government and state enterprise securities	80,014,061	81,777,229	80,014,061	81,777,229
Private debt securities	400,093,940	408,533,599	400,093,940	408,533,599
Equity securities	50,505,830	96,707,987	50,505,830	96,707,987
Unit trusts	2,331,143,716	2,452,514,320	2,331,143,716	2,452,514,320
Total	2,861,757,547	3,039,533,135	2,861,757,547	3,039,533,135
Add: Unrealised gain	185,764,961		185,764,961	
Less: Allowance for impairment	(7,989,373)		(7,989,373)	
Available-for-sale investments, net	3,039,533,135		3,039,533,135	
Held-to-maturity investments				
Government and state enterprise securities	331,216,667		331,216,667	
Private debt securities	841,000		841,000	
Deposits at financial institutions which amounts maturing in over 3 months	54,123,916		13,142,583	
Total	386,181,583		345,200,250	
Less: Allowance for impairment	(841,000)		(841,000)	
Held-to-maturity investments, net	385,340,583		344,359,250	
Other investments				
Equity securities	3,720,650		3,720,650	
Other investments, net	3,720,650		3,720,650	
Total investments in securities	3,778,639,103		3,737,657,770	

12. Other components of equity - surplus on changes in value of investments

	(Unit: Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the six-month period ended 30 June 2020	For the year ended 31 December 2019	For the six-month period ended 30 June 2020	For the year ended 31 December 2019
Debt instruments measured at FVTPL				
Balance - beginning of the period	-	-	-	-
Cumulative effect of the change in accounting policies	11,489,009	-	11,489,009	-
Balance - beginning of the period as restate	11,489,009		11,489,009	
Changes during the period		-		-
Loss on revaluation during the period	(1,538,776)	-	(1,538,776)	-
Balance - end of the period	9,950,233	-	9,950,233	-
Less: Income tax effect	(1,990,047)	-	(1,990,047)	-
Balance - end of the period, net of income tax	7,960,186	-	7,960,186	-
Equity instruments designated at FVOCI				
Balance - beginning of the period	-	-	-	-
Cumulative effect of the change in accounting policies	344,057,670	-	344,057,670	-
Balance - beginning of the period as restate	344,057,670	-	344,057,670	-
Changes during the period		-		-
Loss on revaluation during the period	(60,950,853)	-	(60,950,853)	-
Balance - end of the period	283,106,817	-	283,106,817	-
Less: Income tax effect	(56,621,363)	-	(56,621,363)	-
Balance - end of the period, net of income tax	226,485,454	-	226,485,454	-
Available-for-sale investments				
Balance - beginning of the period	185,764,961	155,790,905	185,764,961	155,790,905
Cumulative effect of the change in accounting policies	(185,764,961)	-	(185,764,961)	-
Balance - beginning of the period as restate	-	155,790,905	-	155,790,905
Changes during the period				
Gain on revaluation during the period	-	56,793,001	-	56,793,001
Loss transferred to be recognised in profit or loss	-	728,138	-	728,138
Gain on sales recognised in profit or loss during the period	-	(27,547,083)	-	(27,547,083)
Balance - end of the period	-	185,764,961	-	185,764,961
Less: Income tax effect	-	(37,152,992)	-	(37,152,992)
Balance - end of the period, net of income tax	-	148,611,969	-	148,611,969
Total	234,445,640	148,611,969	234,445,640	148,611,969

13. Loans and interest receivables

As at 30 June 2020, loans and interest receivables classified by stage of credit risk as follows:

(Unit: Baht)

Staging	Consolidated and separate financial statements		
	30 June 2020		
	Mortgage loans	Other loans	Total
Stage 1 - Loans without a significant increase in credit risk	5,630,026	486,622	6,116,648
Stage 3 - Loans with credit impaired	753,812	-	753,812
Total loans and interest receivables	6,383,838	486,622	6,870,460
Less: Allowance for expected credit loss	(753,812)	-	(753,812)
Loans and interest receivables - net	<u>5,630,026</u>	<u>486,622</u>	<u>6,116,648</u>

As at 31 December 2019, loans and interest receivables are aged by principal and interest receivables as follows:

(Unit: Baht)

Outstanding period	Consolidated and separate financial statements						
	31 December 2019						
	Mortgage loans		Other loans		Total		
	Principal	Accrued interest	Principal	Accrued interest	Principal	Accrued interest	Total
Not yet due	6,489,815	-	1,208,547	-	7,698,362	-	7,698,362
Overdue							
Over 12 months	600,873	152,939	-	-	600,873	152,939	753,812
Total	7,090,688	152,939	1,208,547	-	8,299,235	152,939	8,452,174
Less: Allowance for doubtful accounts	(600,873)	(152,939)	-	-	(600,873)	(152,939)	(753,812)
Loans, net	<u>6,489,815</u>	<u>-</u>	<u>1,208,547</u>	<u>-</u>	<u>7,698,362</u>	<u>-</u>	<u>7,698,362</u>

Loans and interest receivables are provided to employees in accordance with employee's benefits plan.

14. Investment in subsidiary

14.1 Details of investment in subsidiary as presented in separate financial statements are as follow:

Company's name	Paid up capital		Shareholding percentage		Cost	
	30 June	31 December	30 June	31 December	30 June	31 December
	2020	2019	2020	2019	2020	2019
	Baht	Baht	%	%	Baht	Baht
Laovivat Insurance Co., Ltd. (engaged in non-life insurance business)	67,200,000	67,200,000	70.0	70.0	67,200,000	67,200,000

14.2 Summarised financial information about subsidiary that based on amounts before inter-company elimination

(a) Summarised information about financial position

(Unit: Baht)

	As at	
	30 June 2020	31 December 2019
Assets	58,176,235	52,371,466
Liabilities	12,165,192	7,966,126
Net assets value	46,011,043	44,405,340

(b) Summarised information about comprehensive income

(Unit: Baht)

	For the three-months periods ended		For the six-months periods ended	
	30 June	30 June	30 June	30 June
	2020	2019	2020	2019
Revenue	1,395,736	1,373,802	3,381,067	2,899,513
Loss for the period	(103,192)	(919,532)	(172,540)	(2,053,554)
Other comprehensive income	-	-	-	-
Total comprehensive income (loss)	(103,192)	(919,532)	(172,540)	(2,053,554)

15. Property, buildings and equipment

Movement of property, buildings and equipment for the six-month period ended 30 June 2020 is summarised below:

(Unit: Baht)

	Consolidated financial statements						
	Land	Buildings	Fixtures	Office equipment	Vehicles	Work in process	Total
Net book value as at							
1 January 2020	211,950,180	69,521,712	11,293,561	17,779,996	16,565,927	781,035	327,892,411
Acquisitions during period - at cost	-	-	1,063,100	9,692,062	8,901,692	2,521,991	22,178,845
Transfer in/(out)	-	286,991	233,826	33,522	-	(554,339)	-
Depreciation for the period	-	(2,417,040)	(2,107,679)	(5,094,466)	(3,553,920)	-	(13,173,105)
Adjustment	-	-	67,716	(67,716)	-	-	-
Exchange differences on translation of financial statements in foreign currency	-	-	1,768	33,573	16,617	7,639	59,597
Net book value as at							
30 June 2020	<u>211,950,180</u>	<u>67,391,663</u>	<u>10,552,292</u>	<u>22,376,971</u>	<u>21,930,316</u>	<u>2,756,326</u>	<u>336,957,748</u>

(Unit: Baht)

	Separate financial statements						
	Land	Buildings	Fixtures	Office equipment	Vehicles	Work in process	Total
Net book value as at							
1 January 2020	211,950,180	69,521,712	11,301,106	16,570,805	16,000,958	521,325	325,866,086
Acquisitions during period - at cost	-	-	1,063,100	9,689,835	8,901,692	2,521,991	22,176,618
Transfer in/(out)	-	286,991	-	-	-	(286,991)	-
Depreciation for the period	-	(2,417,040)	(2,082,962)	(4,882,315)	(3,451,588)	-	(12,833,905)
Net book value as at							
30 June 2020	<u>211,950,180</u>	<u>67,391,663</u>	<u>10,281,244</u>	<u>21,378,325</u>	<u>21,451,062</u>	<u>2,756,325</u>	<u>335,208,799</u>

16. Right-of-use assets

Movements of right-of-use assets during the six-month period ended 30 June 2020 are summarised below.

	(Unit: Baht)
	Consolidated financial statements
	<u>Lease buildings</u>
Net book value as at 1 January 2020 from initial adoption of financial reporting standard	3,744,406
Amortisation for the period	(256,969)
Exchange differences on translation of financial statements in foreign currency	110,130
Net book value as at 30 June 2020	<u>3,597,567</u>

The following amounts were recognised in statements of comprehensive income for the six-month period ended 30 June 2020.

	(Unit: Baht)
	Consolidated financial statements
	<u></u>
Amortisation of right-of-use assets	256,969
Financial cost on lease liabilities	55,043
Total expenses	<u>312,012</u>

17. Deferred tax assets/Income tax expenses**17.1 Deferred tax assets**

As at 30 June 2020 and 31 December 2019, the components of deferred tax assets and deferred tax liabilities are as follows:

	Consolidated and separate financial statements		(Unit: Baht)	
			Change in deferred tax assets or liabilities that are recognised in profit or loss for the six-month periods ended 30 June	
	30 June 2020	31 December 2019	2020	2019
Deferred tax assets				
Allowance for expected credit loss	428,370	-	428,370	-
Allowance for doubtful accounts	14,355,720	11,550,590	2,805,130	2,461,811
Allowance for impairment of investments	1,562,618	1,562,618	-	51,761
Unearned premium reserves	115,310,208	95,912,975	19,397,233	7,155,487
Provision for claim incurred but not yet reported and outstanding claim	24,315,582	18,578,994	5,736,588	3,522,643
Loss on changes in value of investment				
Trading securities	-	1,807,665	(1,807,665)	(5,290,831)
Investment measured at FVTPL	22,542,973	-	22,542,973	-
Post employee benefit obligations	25,590,857	24,494,605	1,096,252	6,904,532
Total	204,106,328	153,907,447		
Deferred tax liabilities				
Gain on changes in value of investment				
Available-for-sale securities	-	37,152,992	(37,152,992)	926,213
Investment measured at FVOCI	58,611,410	-	58,611,410	10,725,045
Total	58,611,410	37,152,992		
Deferred tax assets, net	145,494,918	116,754,455		
Total changes			28,740,463	3,154,145
Recognition of changes in:				
- Statements of income			50,317,584	13,879,190
- Statements of comprehensive income			12,497,926	(10,725,045)
- Cumulative effect of the changes in accounting policies			(34,075,047)	-
Total changes			28,740,463	3,154,145

As at 30 June 2020, the subsidiary has temporary differences and unused tax loss totaling Baht 6.6 million (31 December 2019: Baht 8.7 million), on which deferred tax assets have not been recognised as the subsidiary believes that there is an uncertainty to allow utilisation of temporary differences and unused tax loss.

17.2 Income tax expenses

The income tax expenses for the three-month and six-month periods ended 30 June 2020 and 2019 are as follows:

	(Unit: Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 30 June			
	2020	2019	2020	2019
Current income tax:				
Corporate income tax charge				
in accordance with Revenue Code	31,777,500	10,873,437	31,777,500	10,873,437
Adjustment in respect of income tax				
of previous year	(344,752)	(200,000)	(344,752)	(200,000)
Deferred tax:				
Relating to origination and reversal of				
temporary differences	12,335,455	(3,382,733)	12,335,455	(3,382,733)
Income tax expenses reported in the				
 statements of comprehensive income	<u>43,768,203</u>	<u>7,290,704</u>	<u>43,768,203</u>	<u>7,290,704</u>

	(Unit: Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the six-month periods ended 30 June			
	2020	2019	2020	2019
Current income tax:				
Corporate income tax charge				
in accordance with Revenue Code	46,652,645	35,274,880	46,652,645	35,274,880
Adjustment in respect of income tax				
of previous year	(344,752)	(200,000)	(344,752)	(200,000)
Deferred tax:				
Relating to origination and reversal of				
temporary differences	(50,317,584)	(13,879,190)	(50,317,584)	(13,879,190)
Income tax expenses (revenues) reported				
 in the statements of comprehensive				
 income	<u>(4,009,691)</u>	<u>21,195,690</u>	<u>(4,009,691)</u>	<u>21,195,690</u>

(Unaudited but reviewed)

Reconciliation between income tax expenses and the product of accounting profit and the applicable tax rate for the three-month and the six-month periods ended 30 June 2020 and 2019 are as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 30 June			
	2020	2019	2020	2019
Accounting profit before income tax expenses	232,041,760	48,308,076	232,144,952	49,227,608
Applicable corporate income tax rate	20%, 24%	20%, 24%	20%	20%
Income tax at the applicable tax rate	46,404,224	9,624,835	46,428,990	9,845,522
Adjustment in respect of income tax of previous year	(344,752)	(200,000)	(344,752)	(200,000)
Effects of:				
Temporary differences and tax loss which are not recognised as deferred tax assets	11,880	187,054	-	-
Tax-exempted revenues	(2,336,842)	(2,293,719)	(2,336,842)	(2,293,719)
Additional expenses deductions allowed	(137,639)	(155,078)	(137,639)	(155,078)
Non-deductible expenses	171,332	127,612	158,446	93,979
Income tax expenses reported in the statements of comprehensive income	43,768,203	7,290,704	43,768,203	7,290,704

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the six-month periods ended 30 June			
	2020	2019	2020	2019
Accounting profit before income tax expenses	440,185	122,184,303	612,725	124,237,857
Applicable corporate income tax rate	20%, 24%	20%, 24%	20%	20%
Income tax at the applicable tax rate	81,135	24,354,719	122,545	24,847,572
Adjustment in respect of income tax of previous year	(344,752)	(200,000)	(344,752)	(200,000)
Effects of:				
Temporary differences and tax loss which are not recorded as deferred tax assets	(21,329)	418,253	-	-
Tax-exempted revenues	(3,733,032)	(3,322,939)	(3,733,032)	(3,322,939)
Additional expenses deductions allowed	(371,239)	(314,812)	(371,239)	(314,812)
Non-deductible expenses	379,526	260,469	316,787	185,869
Income tax expenses (revenues) reported in the statements of comprehensive income	(4,009,691)	21,195,690	(4,009,691)	21,195,690

(Unaudited but reviewed)

18. Other assets

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019
Claim receivables from litigants, net	392,477,650	371,939,948	392,477,650	371,939,948
Advance payment of ceded premium	113,230,508	115,057,610	113,230,508	115,057,610
Deposits on micro insurance scheme	18,761,366	157,333,653	18,761,366	157,333,653
Prepaid commission expenses	51,366,475	48,893,000	51,366,475	48,893,000
Receivable from sale of investments	7,489,821	12,279,242	7,489,821	12,279,242
Cash equivalents which subject to restrictions, net	9,100,418	9,100,237	9,100,418	9,100,237
Others	30,430,357	33,993,280	31,382,185	34,834,478
Total other assets	622,856,595	748,596,970	623,808,423	749,438,168

As at 30 June 2020 and 31 December 2019, the Company has pledged deposit at financial institutions mature within 3 months as security against bank overdraft facilities, and as bail bond in cases where insured drivers have been charged with criminal offence as described in Notes 29 to the interim financial statements.

19. Insurance contract liabilities

(Unit: Baht)

	Consolidated financial Statements		
	30 June 2020		
	Insurance contract liabilities	Liabilities on reinsurance	Net
Claim reserves and outstanding claim			
- Provision for reported claim	1,399,131,499	94,990,361	1,304,141,138
- Provision for claim incurred but not reported	84,551,879	25,451,615	59,100,264
Premium reserves			
- Unearned premium reserves	2,556,972,749	173,079,306	2,383,893,443
Total	4,040,656,127	293,521,282	3,747,134,845

(Unaudited but reviewed)

(Unit: Baht)

	Consolidated financial Statements		
	31 December 2019		
	Insurance contract liabilities	Liabilities on reinsurance	Net
Claim reserves and outstanding claim			
- Provision for reported claim	1,398,433,364	159,966,748	1,238,466,616
- Provision for claim incurred but not reported	94,081,586	41,395,695	52,685,891
Premium reserves			
- Unearned premium reserves	2,336,168,313	325,746,212	2,010,422,101
Total	3,828,683,263	527,108,655	3,301,574,608

(Unit: Baht)

	Separate financial Statements		
	30 June 2020		
	Insurance contract liabilities	Liabilities on reinsurance	Net
Claim reserves and outstanding claim			
- Provision for reported claim	1,398,847,699	94,990,361	1,303,857,338
- Provision for claim incurred but not reported	83,973,456	25,451,615	58,521,841
Premium reserves			
- Unearned premium reserves	2,555,584,887	173,079,306	2,382,505,581
Total	4,038,406,042	293,521,282	3,744,884,760

(Unit: Baht)

	Separate financial Statements		
	31 December 2019		
	Insurance contract liabilities	Liabilities on reinsurance	Net
Claim reserves and outstanding claim			
- Provision for reported claim	1,398,030,321	159,966,748	1,238,063,573
- Provision for claim incurred but not reported	93,813,407	41,395,695	52,417,712
Premium reserves			
- Unearned premium reserves	2,333,895,909	325,746,212	2,008,149,697
Total	3,825,739,637	527,108,655	3,298,630,982

19.1 Claim reserves and outstanding claim

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the	For the	For the	For the
	six-month	year ended	six-month	year ended
	period ended	year ended	period ended	year ended
	30 June	31 December	30 June	31 December
	2020	2019	2020	2019
Balance - beginning of the period	1,492,514,950	1,171,196,190	1,491,843,728	1,170,883,279
Claim incurred and loss adjustment expenses for the period	1,520,375,152	3,054,273,124	1,519,791,774	3,052,123,284
Changes in claim reserves and outstanding claim of prior period	30,795,896	(95,138,780)	30,689,608	(95,134,066)
Changes in claim reserves and assumptions	(9,488,308)	36,023,258	(9,839,951)	36,171,156
Claim and loss adjustment expenses paid during the period	(1,550,550,182)	(2,673,772,640)	(1,549,664,004)	(2,672,199,925)
Exchange differences on translation of financial statements in foreign currency	35,870	(66,202)	-	-
Balance - end of the period	<u>1,483,683,378</u>	<u>1,492,514,950</u>	<u>1,482,821,155</u>	<u>1,491,843,728</u>

As at 30 June 2020, the Company and its subsidiary have claim reserves and outstanding claim under reinsurance contracts of Baht 0.1 million (Separate financial statements: Baht 0.4 million) (31 December 2019: Baht 0.1 million in consolidated and Baht 0.4 million in separate financial statements).

(Unaudited but reviewed)

19.2 Unearned premium reserves

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the	For the	For the	For the
	six-month	year ended	six-month	year ended
	period ended	year ended	period ended	year ended
	30 June	31 December	30 June	31 December
	2020	2019	2020	2019
Balance - beginning of the period	2,336,168,313	1,964,524,257	2,333,895,909	1,963,044,364
Premium written for the period	2,573,781,157	4,809,543,733	2,572,472,940	4,806,271,867
Premium earned for the current period	(2,353,061,880)	(4,437,673,942)	(2,350,783,962)	(4,435,420,322)
Exchange differences on translation of financial statements in foreign currency	85,159	(225,735)	-	-
Balance - end of the period	<u>2,556,972,749</u>	<u>2,336,168,313</u>	<u>2,555,584,887</u>	<u>2,333,895,909</u>

20. Due to reinsurers

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2020	2019	2020	2019
Outward premium payable	214,498,757	376,267,346	214,498,757	376,267,346
Amounts withheld on reinsurances	75,008,178	94,123,546	75,008,178	94,123,546
Total due to reinsurers	<u>289,506,935</u>	<u>470,390,892</u>	<u>289,506,935</u>	<u>470,390,892</u>

21. Other liabilities

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019
Premium received in advance	275,164,284	260,430,319	275,164,284	260,430,319
Accrued commissions	109,206,475	111,445,409	109,084,727	111,283,301
Accrued operating expenses	94,930,507	118,365,307	94,264,110	117,726,011
Payables on purchase of investments	923,872	7,146,029	923,872	7,146,029
Commission received in advance	54,573,286	56,174,675	54,573,286	56,174,675
Other payable	87,640,704	84,038,288	87,590,483	84,054,338
Lease liabilities	3,664,108	-	-	-
Others	49,615,831	145,271,562	49,546,495	145,176,924
Total other liabilities	675,719,067	782,871,589	671,147,257	781,991,597

22. Gain (loss) on fair value adjustment of financial instruments

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 30 June			
	2020	2019	2020	2019
Debt instruments measured at FVTPL	160,406,147	-	160,406,147	-
Equity instruments measured at FVTPL	(22,556,042)	-	(22,556,042)	-
Trading securities	-	9,129,874	-	9,129,874
Total gain on fair value adjustment of financial instruments	137,850,105	9,129,874	137,850,105	9,129,874

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the six-month periods ended 30 June			
	2020	2019	2020	2019
Debt instruments measured at FVTPL	(7,876,292)	-	(7,876,292)	-
Equity instruments measured at FVTPL	(98,227,921)	-	(98,227,921)	-
Trading securities	-	31,085,218	-	31,085,218
Total gain (loss) on fair value adjustment of financial instruments	(106,104,213)	31,085,218	(106,104,213)	31,085,218

23. Operating expenses

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 30 June			
	2020	2019	2020	2019
Personal expenses which are not expenses for underwriting and claim	22,681,029	22,078,522	22,631,098	21,982,169
Property and equipment expenses which are not expenses for underwriting	21,987,799	21,900,559	21,570,863	20,945,652
Taxes and duties	515,583	454,392	456,283	453,045
Bad debts and doubtful accounts (reversal)	(1,678,405)	(3,010,128)	(1,678,405)	(3,010,128)
Support services expenses	86,694,601	53,380,904	86,694,168	53,378,053
Advertising and promotion expenses	8,288,182	35,614,621	8,258,553	35,581,186
Other operating expenses	11,034,587	11,640,195	11,024,659	11,356,294
Total operating expenses	149,523,376	142,059,065	148,957,219	140,686,271

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the six-month periods ended 30 June			
	2020	2019	2020	2019
Personal expenses which are not expenses for underwriting and claim	45,460,480	46,519,581	45,249,429	46,278,087
Property and equipment expenses which are not expenses for underwriting	43,296,569	42,324,077	42,504,103	40,358,645
Taxes and duties	1,473,864	1,148,979	1,414,041	1,147,013
Bad debts and doubtful accounts (reversal)	(1,441,402)	3,242,575	(1,441,402)	3,242,575
Support services expenses	137,522,180	98,155,867	137,521,292	98,151,224
Advertising and promotion expenses	23,383,981	41,059,105	23,348,132	41,014,570
Other operating expenses	22,141,365	19,040,399	21,912,501	18,358,623
Total operating expenses	271,837,037	251,490,583	270,508,096	248,550,737

24. Expected credit loss (reversal)

	(Unit: Baht)	
	Consolidated	Separate
	financial statements	financial statements
	For the three-month periods	
	ended 30 June 2020	
Cash and cash equivalents	(230,648)	(230,844)
Accrued investment income	32,063	26,546
Debt instruments measured at FVOCI	(198,661)	(198,661)
Debt instruments measured at amortised cost	(27,952)	(22,536)
Cash equivalents which subject to restrictions	6,224	6,224
Total expected credit loss (reversal)	(418,974)	(419,271)

	(Unit: Baht)	
	Consolidated	Separate
	financial statements	financial statements
	For the six-month periods	
	ended 30 June 2020	
Cash and cash equivalents	53,266	53,143
Accrued investment income	32,063	26,546
Debt instruments measured at FVOCI	55,239	55,239
Debt instruments measured at amortised cost	159,551	166,546
Cash equivalents which subject to Restrictions	6,224	6,224
Total expected credit loss	306,343	307,698

25. Earnings per share

Basic earnings per share is calculated by dividing profit (loss) for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

26. Dividend paid

Dividend declared during the periods consists of the following:

	Approved by	Total dividends	Dividend
		(Million Baht)	per share
			(Baht)
Final dividends for 2019	Annual General Meeting of the shareholders on 24 April 2020	60.60	0.20
Final dividends for 2018	Annual General Meeting of the shareholders on 29 April 2019	60.60	0.20

27. Related party transactions

During the periods, the Company had significant business transactions (related by way of common directors and shareholding) with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties.

(Unit: Thousand Baht)

	Consolidated		Separate		Pricing policy
	financial statements		financial statements		
	For the three-month periods ended 30 June				
	2020	2019	2020	2019	
<u>Transactions with subsidiary</u>					
Laovivat Insurance Co., Ltd.					
(eliminated from the consolidated financial statements)					
Reinsurance premium written	-	-	23	163	Reinsurance rates depending on type of insurance and reinsurance contract
Commission expenses	-	-	5	31	As stated in the agreement
Claim expenses	-	-	43	114	As actually incurred, in proportions per agreement
Other expenses	-	-	4	3	As stated in the agreement
<u>Transactions with related parties</u>					
Thai Reinsurance Plc.					
Premium ceded	7,846	11,687	7,846	11,687	Reinsurance rates depending on type of insurance and reinsurance contract
Commission income	2,627	3,720	2,627	3,720	As stated in the agreement
Claim refunded	15,897	6,032	15,897	6,032	As actually incurred, in proportions per agreement
Reinsurance premium written	-	5	-	5	Reinsurance rates depending on type of insurance and reinsurance contract
Commission expenses	-	10	-	10	As stated in the agreement
Claim expenses	-	15	-	15	As actually incurred, in proportions per agreement
Road Accident Victims Protection Co., Ltd.					
Contribution expenses	4,794	2,932	4,794	2,932	12.25% of premium written received from insurers under the Public Protection of Traffic Injury Act B.E. 2535
Other income	-	1,700	-	1,700	As stated in the agreement
T.I.I. Co., Ltd.					
Dividend income	20	20	20	20	As declared

(Unit: Thousand Baht)

	Consolidated		Separate		Pricing policy
	financial statements		financial statements		
	For the six-month periods ended 30 June				
	2020	2019	2020	2019	
<u>Transactions with subsidiary</u>					
Laovivat Insurance Co., Ltd.					
(eliminated from the consolidated financial statements)					
Reinsurance premium written	-	-	985	1,066	Reinsurance rates depending on type of insurance and reinsurance contract
Commission expenses	-	-	195	211	As stated in the agreement
Claim expenses	-	-	211	53	As actually incurred, in proportions per agreement
Other expenses	-	-	4	4	As stated in the agreement
<u>Transactions with related parties</u>					
Thai Reinsurance Plc.					
Premium ceded	19,051	35,770	19,051	35,770	Reinsurance rates depending on type of insurance and reinsurance contract
Commission income	5,397	6,703	5,397	6,703	As stated in the agreement
Claim refunded	90,149	34,745	90,149	34,745	As actually incurred, in proportions per agreement
Reinsurance premium written	1	12	1	12	Reinsurance rates depending on type of insurance and reinsurance contract
Commission expenses	-	13	-	13	As stated in the agreement
Claim expenses	-	66	-	66	As actually incurred, in proportions per agreement
Road Accident Victims Protection Co., Ltd.					
Contribution expenses	7,962	5,846	7,962	5,846	12.25% of premium written received from insurers under the Public Protection of Traffic Injury Act B.E. 2535
Other income	-	1,700	-	1,700	As stated in the agreement
T.I.I. Co., Ltd.					
Dividend income	20	20	20	20	As declared

As at 30 June 2020 and 31 December 2019, the Company had the following significant balances of assets and liabilities with its related parties:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2020	2019	2020	2019
<u>Transactions with subsidiary</u>				
Laovivat Insurance Co., Ltd.				
Receivables from reinsurance contracts	-	-	2,524,610	1,892,587
Insurance contract liabilities	-	-	1,507,540	1,178,843
Other assets	-	-	1,169,447	1,065,926
Other liabilities	-	-	47,646	5,152
<u>Transactions with related parties</u>				
Thai Reinsurance Plc.				
Receivables from reinsurance contracts	23,446,327	25,073,516	23,446,327	25,073,516
Investments in equity securities	3,229,179	2,385,189	3,229,179	2,385,189
Amounts due to reinsurers	25,929,819	77,299,172	25,929,819	77,299,172
Road Accident Victims Protection Co., Ltd.				
Investments in equity securities	173,937,336	3,518,150	173,937,336	3,518,150
Other assets	1,068,015	2,103,585	1,068,015	2,103,585
Other liabilities	4,535,394	3,089,782	4,535,394	3,089,782
T.I.I. Co., Ltd.				
Investments in equity securities	800,463	202,500	800,463	202,500
Vichitbhan Palmoil Plc.				
Investments in equity securities	41,000	61,000	41,000	61,000

Directors and management's remuneration

During the three-month and six-month periods ended 30 June 2020 and 2019, the Company and its subsidiary had employee benefit expenses to their directors and management as below

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
For the three-month periods ended 30 June				
	2020	2019	2020	2019
Short-term employee benefits	20,261,400	21,005,573	20,261,400	21,005,573
Post employee benefits	1,681,392	1,729,236	1,681,392	1,729,236
Total	21,942,792	22,734,809	21,942,792	22,734,809

(Unit : Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the six-month periods ended 30 June			
	2020	2019	2020	2019
Short-term employee benefits	40,323,099	42,276,275	40,323,099	42,276,275
Post employee benefits	3,362,784	14,187,748	3,362,784	14,187,748
Total	43,685,883	56,464,023	43,685,883	56,464,023

28. Segment information

The Company is principally engaged in the provision of all types of non-life insurance products and for the purpose of underwriting and operation management, the Company has divided into business units that correspond to the types of insurance product offered i.e. Fire, Marine and transportation, Motor and Miscellaneous. The operating segment information presented below is consistent with the internal reports that the Company's Chief Operating Decision Maker (who is granted authority by the Board of Directors) regularly receives and reviews for use in making decisions about the allocation of the resources to the segment and assess its performance. The Chairman of the Executive Board has been identified as Chief Operating Decision Maker, with decisions passing through the Board of Directors.

Segment performance is measured based on operating profit or loss on a basis consistent with that used to measure operating profit or loss and total assets in the financial statements.

The basis of accounting for any transactions between reportable segments is consistent with that for third party transactions.

(Unaudited but reviewed)

Segment revenue and profit information of the Company and its subsidiary for the three-month and six-month periods ended 30 June 2020 and 2019 are as follows:

(Unit: Baht)

Consolidate financial statements								
For the three-month period ended 30 June 2020								
Total of the Company								
	Fire	Marine and transportation	Motor	Miscellaneous	Total	Total of subsidiary	Elimination	Total
Underwriting income								
Premium written	34,169,948	2,138,570	1,152,421,617	135,334,303	1,324,064,438	763,468	(22,876)	1,324,805,030
Less: Premium ceded	(19,820,312)	(163,842)	(4,194,757)	(35,837,281)	(60,016,192)	(22,876)	22,876	(60,016,192)
Net premium written	14,349,636	1,974,728	1,148,226,860	99,497,022	1,264,048,246	740,592	-	1,264,788,838
Add (Less): Unearned premium reserves (increase) decrease from prior period	(1,036,465)	600,296	(182,803,412)	(9,745,008)	(192,984,589)	161,760	-	(192,822,829)
Earned premium	13,313,171	2,575,024	965,423,448	89,752,014	1,071,063,657	902,352	-	1,071,966,009
Fee and commission income	10,795,573	1,594	3,934,808	9,837,680	24,569,655	4,591	(4,591)	24,569,655
Total underwriting income	24,108,744	2,576,618	969,358,256	99,589,694	1,095,633,312	906,943	(4,591)	1,096,535,664
Underwriting expenses								
Claim and loss adjustment expenses	8,478,735	235,931	513,279,682	37,743,820	559,738,168	720,437	-	560,458,605
Commission and brokerage expenses	7,248,452	277,144	198,053,826	20,550,703	226,130,125	119,848	(4,591)	226,245,382
Other underwriting expenses	991,907	122,553	57,024,114	20,516,849	78,655,423	60,819	-	78,716,242
Total underwriting expenses before operating expenses	16,719,094	635,628	768,357,622	78,811,372	864,523,716	901,104	(4,591)	865,420,229
Profit from underwriting before operating expenses	7,389,650	1,940,990	201,000,634	20,778,322	231,109,596	5,839	-	231,115,435
Operating expenses					(148,957,219)	(570,357)	4,200	(149,523,376)
Profit (loss) from underwriting					82,152,377	(564,518)	4,200	81,592,059
Investment income					23,471,422	689,980	-	24,161,402
Loss on financial instruments					(12,437,124)	-	-	(12,437,124)
Gain on fair value adjustment of financial instruments					137,850,105	-	-	137,850,105
Other income (expense)					688,901	(201,187)	(4,200)	483,514
Financial cost					-	(27,170)	-	(27,170)
Reversal of expected credit loss (expense)					419,271	(297)	-	418,974
Profit (loss) before income tax expense					232,144,952	(103,192)	-	232,041,760
Income tax expense					(43,768,203)	-	-	(43,768,203)
Profit (loss) for the period					188,376,749	(103,192)	-	188,273,557

(Unaudited but reviewed)

(Unit: Baht)

Consolidate financial statements

For the three-month period ended 30 June 2019

	Total of the Company				Total	Total of subsidiary	Elimination	Total
	Fire	Marine and transportation	Motor	Miscellaneous				
Underwriting income								
Premium written	37,148,773	3,067,712	897,694,610	147,959,752	1,085,870,847	674,321	(162,915)	1,086,382,253
Less: Premium ceded	(25,715,184)	(943,747)	(81,412,816)	(92,052,716)	(200,124,463)	(162,915)	162,915	(200,124,463)
Net premium written	11,433,589	2,123,965	816,281,794	55,907,036	885,746,384	511,406	-	886,257,790
Add (Less): Unearned premium reserves (increase) decrease from								
prior period	(59,684)	79,084	(67,888,281)	6,656,953	(61,211,928)	161,724	-	(61,050,204)
Earned premium	11,373,905	2,203,049	748,393,513	62,563,989	824,534,456	673,130	-	825,207,586
Fee and commission income	13,097,187	181,442	31,502,645	17,610,512	62,391,786	31,383	(31,383)	62,391,786
Total underwriting income	24,471,092	2,384,491	779,896,158	80,174,501	886,926,242	704,513	(31,383)	887,599,372
Underwriting expenses								
Claim and loss adjustment expenses	279,869	337,164	435,178,106	37,018,821	472,813,960	755,034	-	473,568,994
Commission and brokerage expenses	8,071,665	397,419	149,083,264	23,291,791	180,844,139	108,103	(31,383)	180,920,859
Other underwriting expenses	1,266,107	119,558	81,680,393	17,935,972	101,002,030	54,863	-	101,056,893
Total underwriting expenses before operating expenses	9,617,641	854,141	665,941,763	78,246,584	754,660,129	918,000	(31,383)	755,546,746
Profit (loss) from underwriting before operating expenses	14,853,451	1,530,350	113,954,395	1,927,917	132,266,113	(213,487)	-	132,052,626
Operating expenses					(140,686,271)	(1,375,334)	2,540	(142,059,065)
Loss from underwriting					(8,420,158)	(1,588,821)	2,540	(10,006,439)
Investment income					21,038,349	675,708	-	21,714,057
Gain on investments					25,194,313	-	-	25,194,313
Gain on fair value adjustment					9,129,874	-	-	9,129,874
Other income (expenses)					2,285,230	(6,419)	(2,540)	2,276,271
Profit (loss) before income tax expense					49,227,608	(919,532)	-	48,308,076
Income tax expense					(7,290,704)	-	-	(7,290,704)
Profit (loss) for the period					41,936,904	(919,532)	-	41,017,372

(Unit: Baht)

Consolidate financial statements

For the six-month period ended 30 June 2020

	Total of the Company				Total	Total of subsidiary	Elimination	Total
	Fire	Marine and transportation	Motor	Miscellaneous				
Underwriting income								
Premium written	72,412,733	6,322,448	2,193,548,941	300,188,818	2,572,472,940	2,293,387	(985,170)	2,573,781,157
Less: Premium ceded	(41,866,071)	(321,797)	(8,067,004)	(90,679,796)	(140,934,668)	(985,170)	985,170	(140,934,668)
Net premium written	30,546,662	6,000,651	2,185,481,937	209,509,022	2,431,538,272	1,308,217	-	2,432,846,489
Add (Less): Unearned premium reserves (increase) decrease from prior period	(4,445,137)	(792,758)	(326,955,376)	(42,162,614)	(374,355,885)	480,985	-	(373,874,900)
Earned premium	26,101,525	5,207,893	1,858,526,561	167,346,408	2,057,182,387	1,789,202	-	2,058,971,589
Fee and commission income	21,826,596	2,011	4,423,166	25,006,744	51,258,517	195,062	(195,062)	51,258,517
Total underwriting income	47,928,121	5,209,904	1,862,949,727	192,353,152	2,108,440,904	1,984,264	(195,062)	2,110,230,106
Underwriting expenses								
Claim and loss adjustment expenses	13,230,957	254,262	1,062,332,001	86,998,848	1,162,816,068	1,547,998	-	1,164,364,066
Commission and brokerage expenses	15,874,912	817,647	377,355,545	46,343,225	440,391,329	360,813	(195,062)	440,557,080
Other underwriting expenses	2,087,747	294,344	106,963,912	32,856,587	142,202,590	257,967	-	142,460,557
Total underwriting expenses before operating expenses	31,193,616	1,366,253	1,546,651,458	166,198,660	1,745,409,987	2,166,778	(195,062)	1,747,381,703
Profit (loss) from underwriting before operating expenses	16,734,505	3,843,651	316,298,269	26,154,492	363,030,917	(182,514)	-	362,848,403
Operating expenses					(270,508,096)	(1,333,141)	4,200	(271,837,037)
Profit (loss) from underwriting					92,522,821	(1,515,655)	4,200	91,011,366
Investment income					37,046,071	1,390,711	-	38,436,782
Loss on financial instruments					(23,649,796)	-	-	(23,649,796)
Loss on fair value adjustment of financial instruments					(106,104,213)	-	-	(106,104,213)
Other income					1,105,540	6,092	(4,200)	1,107,432
Financial cost					-	(55,043)	-	(55,043)
Reversal of expected credit loss (expense)					(307,698)	1,355	-	(306,343)
Profit (loss) before income tax					612,725	(172,540)	-	440,185
Income tax revenue					4,009,691	-	-	4,009,691
Profit (loss) for the period					4,622,416	(172,540)	-	4,449,876

Consolidate financial statements

For the six-month period ended 30 June 2019

	Total of the Company				Total	Total of subsidiary	Elimination	Total
	Fire	Marine and transportation	Motor	Miscellaneous				
Underwriting income								
Premium written	74,610,368	7,135,392	1,713,600,363	333,544,571	2,128,890,694	2,378,191	(1,065,734)	2,130,203,151
Less: Premium ceded	(52,338,588)	(1,442,649)	(150,784,866)	(186,210,634)	(390,776,737)	(1,065,734)	1,065,734	(390,776,737)
Net premium written	22,271,780	5,692,743	1,562,815,497	147,333,937	1,738,113,957	1,312,457	-	1,739,426,414
Add (Less): Unearned premium reserves (increase) decrease from prior period	771,222	(1,192,805)	(85,343,359)	(18,075,216)	(103,840,158)	5,819	-	(103,834,339)
Earned premium	23,043,002	4,499,938	1,477,472,138	129,258,721	1,634,273,799	1,318,276	-	1,635,592,075
Fee and commission income	25,891,262	266,427	53,674,057	33,309,168	113,140,914	211,169	(211,169)	113,140,914
Total underwriting income	48,934,264	4,766,365	1,531,146,195	162,567,889	1,747,414,713	1,529,445	(211,169)	1,748,732,989
Underwriting expenses								
Claim and loss adjustment expenses	2,360,846	336,609	866,778,009	80,907,941	950,383,405	1,542,228	-	951,925,633
Commission and brokerage expenses	16,340,224	923,332	289,262,591	47,106,605	353,632,752	372,291	(211,169)	353,793,874
Other underwriting expenses	2,993,125	335,393	130,312,825	32,480,206	166,121,549	94,808	-	166,216,357
Total underwriting expenses before operating expenses	21,694,195	1,595,334	1,286,353,425	160,494,752	1,470,137,706	2,009,327	(211,169)	1,471,935,864
Profit (loss) from underwriting before operating expenses	27,240,069	3,171,031	244,792,770	2,073,137	277,277,007	(479,882)	-	276,797,125
Operating expenses					(248,550,737)	(2,943,740)	3,894	(251,490,583)
Profit (loss) from underwriting					28,726,270	(3,423,622)	3,894	25,306,542
Investment income					34,680,872	1,374,033	-	36,054,905
Gain on investments					25,968,357	-	-	25,968,357
Gain on fair value adjustment					31,085,218	-	-	31,085,218
Other income (expenses)					3,777,140	(3,965)	(3,894)	3,769,281
Profit (loss) before income tax expense					124,237,857	(2,053,554)	-	122,184,303
Income tax expense					(21,195,690)	-	-	(21,195,690)
Profit (loss) for the period					103,042,167	(2,053,554)	-	100,988,613

For the six-month periods ended 30 June 2020 and 2019, the Company has premium written from three major brokers in amounting of Baht 1,109.6 million and Baht 902.2 million, respectively.

(Unaudited but reviewed)

Segment assets and liabilities of the Company and its subsidiary as at 30 June 2020 and 31 December 2019 are as follows:

(Unit: Baht)

	Consolidated financial statements								
	Total of the Company						Total of subsidiary	Elimination	Total
	Fire	Marine and transportation	Motor	Miscellaneous	Unallocated	Total			
Assets									
As at 30 June 2020	173,393,850	1,117,115	941,762,129	346,353,644	5,057,201,075	6,519,827,813	58,176,235	(55,649,243)	6,522,354,805
As at 31 December 2019	177,404,881	2,143,956	1,047,405,038	449,558,133	4,856,858,295	6,533,370,303	52,371,466	(55,022,507)	6,530,719,262
Liabilities									
As at 30 June 2020	294,220,416	4,226,004	3,776,361,996	638,535,085	456,105,670	5,169,449,171	12,165,192	(5,249,241)	5,176,365,122
As at 31 December 2019	288,908,790	4,239,407	3,573,348,265	821,885,855	524,940,264	5,213,322,581	7,966,126	(4,142,508)	5,217,146,199

29. Assets subject to restriction

29.1 Assets pledged and assets reserved with the Registrar

As at 30 June 2020 and 31 December 2019, the Company and its subsidiary had pledged and reserved the following assets with the Registrar in accordance with the Non-life Insurance Act.

(Unit: Million Baht)

	Consolidated financial statements			
	30 June 2020		31 December 2019	
	Amortised cost	Fair value	Amortised cost	Fair value
Asset pledged				
Fixed deposit	18.7	18.7	18.1	18.1
Government bonds	15.0	15.7	15.1	15.7
Total	33.7	34.4	33.2	33.8
Assets reserved				
Government bonds	452.9	461.4	245.1	250.0
State enterprise debt securities	80.0	82.4	80.0	81.8
Private debt securities	100.0	105.6	40.0	43.0
Total	632.9	649.4	365.1	374.8
Total	666.6	683.8	398.3	408.6

(Unaudited but reviewed)

(Unit: Million Baht)

	Separate financial statements			
	30 June 2020		31 December 2019	
	Amortised cost	Fair value	Amortised cost	Fair value
Asset pledged				
Government bonds	15.0	15.7	15.1	15.7
Total	15.0	15.7	15.1	15.7
Assets reserved				
Government bonds	452.9	461.4	245.1	250.0
State enterprise debt securities	80.0	82.4	80.0	81.8
Private debt securities	100.0	105.6	40.0	43.0
Total	632.9	649.4	365.1	374.8
Total	647.9	665.1	380.2	390.5

29.2 Assets pledged as other collateral

As at 30 June 2020 and 31 December 2019, the Company had pledged the following assets as collateral.

	(Unit: Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2020	2019	2020	2019
Government debt securities which pledged for				
Guarantee electricity use	1,019,322	1,022,018	1,019,322	1,022,018
Deposit at bank which pledged for				
Letter of bank guarantee	1,928,032	1,869,168	1,928,032	1,869,168
Bail bond in cases where insured drivers				
have been charged with criminal offense	908,634	218,235	908,634	218,235
Bank overdraft	10,253,416	10,253,416	10,253,416	10,253,416
Other	5,320,118	5,372,953	5,320,118	5,372,953
Total	19,429,522	18,735,790	19,429,522	18,735,790

30. Commitments and contingent liabilities

30.1 Capital commitments

As at 30 June 2020, the Company has capital commitments of Baht 7.4 million, relating to the construction of buildings and equipment (31 December 2019: Baht 2.2 million).

30.2 Operating lease commitments

As at 30 June 2020, the Company has future minimum lease payments required under these short-term lease contracts (within 1 year) amounting to Baht 0.7 million.

30.3 Bank guarantees

As at 30 June 2020, there were outstanding bank guarantees of Baht 1.9 million issued by banks on behalf of the Company in respect of certain performance bonds as required in the normal course of business (31 December 2019: Baht 1.9 million).

30.4 Litigation

As at 30 June 2020, the Company has been sued as insurer for damages totaling approximately Baht 123.6 million (amount claimed). The cases have yet to be finalised. However, the Company has set aside reserves for contingent loss in the financial statements amounting to approximately Baht 52.5 million, with the recoverable portion from reinsurers amounting to Baht 1.3 million. The Company's management believes that such reserve is adequate (31 December 2019: Baht 100.2 million, Baht 45.3 million and Baht 1.4 million, respectively).

31. Fair value of financial instruments

As at 30 June 2020 and 31 December 2019, the Company had the following financial assets that were measured at fair value using different levels of inputs as follows:

(Unit: Million Baht)

	Consolidated and separate financial statements				
	30 June 2020				
	Book value	Fair value			
	Level 1	Level 2	Level 3	Total	
Financial assets - Debt instruments	2,716.6	-	2,716.6	-	2,716.6
Financial assets - Equity instruments	664.9	490.2	-	174.7	664.9

(Unaudited but reviewed)

(Unit: Million Baht)

Consolidated and separate financial statements					
31 December 2019					
Book value	Fair value				
	Level 1	Level 2	Level 3	Total	
Held for trading					
investments					
Government and state					
enterprise debt					
securities	30.7	-	30.7	-	30.7
Equity securities	311.0	311.0	-	-	311.0
Unit trusts	8.4	8.4	-	-	8.4
Available-for-sale					
investments					
Government and state					
enterprise debt					
securities	81.8	-	81.8	-	81.8
Private debt securities	408.5	-	408.5	-	408.5
Equity securities	96.7	96.7	-	-	96.7
Unit trusts	2,452.5	216.8	2,235.7	-	2,452.5

The Company has valuation techniques for financial instruments as follows:

- a) Fair value of investments in debt securities has been calculated by using the yield rate as announced by the Thai Bond Market Association.
- b) Fair value of investments in unit trusts have been presented at fair value or by using the net asset value as announced by asset management company.
- c) Equity securities listed in Stock Exchange of Thailand have been presented at fair value.
- d) Non-listed equity securities, fair value is determined using discounted future cash flow model and adjusted net book value.

32. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 14 August 2020.