

Phillip Life Assurance Public Company Limited
and its subsidiary
Review report and interim financial information
For the three-month and nine-month periods ended
30 September 2022

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Phillip Life Assurance Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Phillip Life Assurance Public Company Limited and its subsidiary as at 30 September 2022, and the related consolidated statements of comprehensive income for the three-month and nine-month periods then ended, the consolidated statements of changes in owners' equity, and cash flows for the nine-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 Phillip Life Assurance Public Company Limited for the same periods (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.



Rachada Yongsawadvanich
Certified Public Accountant (Thailand) No. 4951

EY Office Limited
Bangkok: 11 November 2022

Phillip Life Assurance Public Company Limited and its subsidiary

Statements of financial position

As at 30 September 2022 and 31 December 2021

(Unit: Baht)

Note	Consolidated financial statements		Separate financial statements		
	30 September 2022	31 December 2021	30 September 2022	31 December 2021	
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)	
Assets					
Cash and cash equivalents	3	245,543,249	516,913,634	239,400,971	511,089,117
Premium receivables	4	89,407,308	195,792,416	89,407,308	195,792,416
Accrued investment income		44,980,823	36,674,205	44,980,823	36,674,205
Reinsurance assets	5	6,794,851	8,601,145	6,794,851	8,601,145
Reinsurance receivables	6	1,788,335	5,911,231	1,788,335	5,911,231
Investment assets					
Investments in securities	7	12,348,616,490	12,679,539,156	12,348,616,490	12,679,539,156
Loans and interest receivables	8	846,950,231	901,559,801	846,950,231	901,559,801
Investments in a subsidiary	9	-	-	6,037,385	5,196,601
Investment assets of the insured		207,929	248,369	207,929	248,369
Premises and equipment		182,148,826	200,040,024	182,148,826	200,040,024
Right-of-use assets	10.1	17,539,700	44,468,376	17,539,700	44,468,376
Intangible assets		4,349,883	7,388,302	4,349,883	7,388,302
Other assets	11	210,636,516	228,330,189	209,915,880	227,850,770
Total assets		13,998,964,141	14,825,466,848	13,998,138,612	14,824,359,513

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

Phillip Life Assurance Public Company Limited and its subsidiary

Statements of financial position (Continued)

As at 30 September 2022 and 31 December 2021

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2022 (Unaudited but reviewed)	31 December 2021 (Audited)	30 September 2022 (Unaudited but reviewed)	31 December 2021 (Audited)
Liabilities and owners' equity					
Liabilities					
Insurance contract liabilities	12	9,101,083,646	10,658,574,723	9,101,083,646	10,658,574,723
Investment contract liabilities		207,929	248,369	207,929	248,369
Reinsurance payables	13	5,587,911	12,632,865	5,587,911	12,632,865
Lease liabilities	10.2	20,759,939	48,451,090	20,759,939	48,451,090
Income tax payable		123,662,448	-	123,662,448	-
Employee benefit obligations		48,185,113	57,601,154	48,185,113	57,601,154
Deferred tax liabilities	14.1	39,384,304	200,790,907	39,384,304	200,790,907
Other liabilities	15	132,924,500	195,113,388	132,106,224	194,012,296
Total liabilities		9,471,795,790	11,173,412,496	9,470,977,514	11,172,311,404
Owners' equity					
Share capital					
Registered					
1,600 million ordinary shares of Baht 6.25 each		10,000,000,000	10,000,000,000	10,000,000,000	10,000,000,000
Issued and paid-up					
957.5 million ordinary shares of Baht 6.25 each		5,984,375,000	5,984,375,000	5,984,375,000	5,984,375,000
Share discount		(58,798,175)	(58,798,175)	(58,798,175)	(58,798,175)
Deficit		(1,539,083,013)	(2,923,809,405)	(1,539,083,013)	(2,923,809,405)
Other component of owners' equity					
Revaluation surplus on available-for-sale investments measured at fair value through other comprehensive income - net of income taxes					
	7.4	140,667,286	650,280,689	140,667,286	650,280,689
Equity attributable to equity holders of the Company		4,527,161,098	3,652,048,109	4,527,161,098	3,652,048,109
Non-controlling interests of the subsidiary		7,253	6,243	-	-
Total owners' equity		4,527,168,351	3,652,054,352	4,527,161,098	3,652,048,109
Total liabilities and owners' equity		13,998,964,141	14,825,466,848	13,998,138,612	14,824,359,513

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

Directors

(Unaudited but reviewed)

Phillip Life Assurance Public Company Limited and its subsidiary
Statements of comprehensive income
For the three-month periods ended 30 September 2022 and 2021

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Profit or loss:					
Revenues					
Premium written		525,349,104	758,279,298	525,349,104	758,279,298
Less: Premium ceded to reinsurers		(7,530,776)	(121,228,181)	(7,530,776)	(121,228,181)
Net premium written		517,818,328	637,051,117	517,818,328	637,051,117
Add (less): Unearned premium reserves (increased) decreased from prior period		(14,343,736)	27,857,636	(14,343,736)	27,857,636
Earned premium after reinsurance		503,474,592	664,908,753	503,474,592	664,908,753
Fee and commission income		4,063,274	5,852,782	4,063,274	5,852,782
Net investment revenues		122,159,701	146,503,519	122,159,700	146,503,520
Gain on investments		2,606,112	19,363,671	2,606,112	19,363,671
Fair value gains		93,015,054	105,569,715	93,015,054	105,569,715
Share of profit from investment in a subsidiary under equity method		-	-	54,247	167,314
Other income		417,995	45,160,088	244,566	44,826,226
Total revenues		725,736,728	987,358,528	725,617,545	987,191,981
Expenses					
Long-term life insurance policy reserves increased (decreased) from prior period		(137,068,798)	2,698,762	(137,068,798)	2,698,762
Unexpired risk reserves increased (decreased) from prior period		4,239,407	(8,642,726)	4,239,407	(8,642,726)
Benefit payments under life policies and gross claims		691,305,847	685,173,694	691,305,847	685,173,694
Less: Benefit payments under life policies and claims refundable from reinsurance		(638,022)	(114,700,454)	(638,022)	(114,700,454)
Commission and brokerage expenses		51,311,489	78,874,601	51,209,350	78,742,500
Other underwriting expenses		4,706,952	5,183,993	4,706,952	5,183,993
Operating expenses		71,012,089	85,491,441	70,995,302	85,457,161
Finance costs		200,776	559,023	200,776	559,023
Expected credit losses	16	6,530,692	21,092,719	6,530,500	21,092,754
Other expenses		2,654	6	2,654	6
Total expenses		691,603,086	755,731,059	691,483,968	755,564,713
Profit before income tax expenses		34,133,642	231,627,469	34,133,577	231,627,268
Income tax benefits (expenses)	14.2	(22,632,477)	5,453,461	(22,632,477)	5,453,461
Net profit		11,501,165	237,080,930	11,501,100	237,080,729

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

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(Unaudited but reviewed)

Phillip Life Assurance Public Company Limited and its subsidiary
Statements of comprehensive Income (Continued)
For the three-month periods ended 30 September 2022 and 2021

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Other comprehensive income (loss):					
Items to be recognised in profit or loss in subsequent periods:					
Losses on valuation of available-for-sale investments measured at fair value through other comprehensive income		(190,244,381)	(61,560,863)	(190,244,381)	(61,560,863)
Add: Income taxes	14.2	38,048,876	12,312,172	38,048,876	12,312,172
Items to be recognised in profit or loss in subsequent periods - net of income taxes		(152,195,505)	(49,248,691)	(152,195,505)	(49,248,691)
Items not to be recognised in profit or loss in subsequent periods:					
Actuarial gains		-	-	-	-
Total items not to be recognised in profit or loss in subsequent periods		-	-	-	-
Other comprehensive loss for the periods		(152,195,505)	(49,248,691)	(152,195,505)	(49,248,691)
Total comprehensive income (loss) for the periods		(140,694,340)	187,832,239	(140,694,405)	187,832,038
Net profit attributable to:					
The Company's shareholders		11,501,100	237,080,729	11,501,100	237,080,729
Non-controlling interests of the subsidiary		65	201		
		<u>11,501,165</u>	<u>237,080,930</u>		
Total comprehensive income for the periods attributable to:					
The Company's shareholders		(140,694,405)	187,832,038	(140,694,405)	187,832,038
Non-controlling interests of the subsidiary		65	201		
		<u>(140,694,340)</u>	<u>187,832,239</u>		
Basic earnings per share					
Earnings per share	17	0.01	0.25	0.01	0.25

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

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(Unaudited but reviewed)

Phillip Life Assurance Public Company Limited and its subsidiary
Statements of comprehensive income
For the nine-month periods ended 30 September 2022 and 2021

	Note	(Unit: Baht)			
		Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Profit or loss:					
Revenues					
Premium written		1,582,094,038	2,383,436,263	1,582,094,038	2,383,436,263
Less: Premium ceded to reinsurers		(19,484,104)	(331,906,864)	(19,484,104)	(331,906,864)
Net premium written		1,562,609,934	2,051,529,399	1,562,609,934	2,051,529,399
Add: Unearned premium reserves decreased					
from prior period		40,989,875	95,218,687	40,989,875	95,218,687
Earned premium after reinsurance		1,603,599,809	2,146,748,086	1,603,599,809	2,146,748,086
Fee and commission income		6,320,196	14,473,385	6,320,196	14,473,385
Net investment revenues		316,132,613	358,033,007	316,129,618	358,030,131
Gain on investments		30,360,535	96,394,344	30,360,535	96,394,344
Fair value gains		37,795,338	306,258,093	37,795,338	306,258,093
Share of profit from investment in a subsidiary					
under equity method		-	-	840,783	260,109
Other income		3,331,478	47,916,706	827,204	47,127,494
Total revenues		1,997,539,969	2,969,823,621	1,995,873,483	2,969,291,642
Expenses					
Long-term life insurance policy reserves decreased from prior period		(1,554,237,844)	(473,772,645)	(1,554,237,844)	(473,772,645)
Unexpired risk reserves decreased from prior period		(5,383,757)	(5,315,704)	(5,383,757)	(5,315,704)
Benefit payments under life policies and gross claims		1,685,930,390	2,028,787,762	1,685,930,390	2,028,787,762
Less: Benefit payments under life policies and					
claims refundable from reinsurance		(5,375,974)	(375,664,335)	(5,375,974)	(375,664,335)
Commission and brokerage expenses		153,769,756	297,393,606	152,146,753	296,940,880
Other underwriting expenses		14,237,965	17,262,415	14,237,965	17,262,415
Operating expenses		214,008,020	239,226,624	213,965,744	239,147,870
Finance costs		736,523	1,869,903	736,523	1,869,903
Expected credit losses (reversal)	16	(9,173,446)	46,127,725	(9,173,643)	46,127,539
Other expenses		5,472,605	24,111	5,472,605	24,111
Total expenses		499,984,238	1,775,939,462	498,318,762	1,775,407,796
Profit before income tax expenses		1,497,555,731	1,193,884,159	1,497,554,721	1,193,883,846
Income tax expenses	14.2	(116,590,520)	(7,962,948)	(116,590,520)	(7,962,948)
Net profit		1,380,965,211	1,185,921,211	1,380,964,201	1,185,920,898

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

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(Unaudited but reviewed)

Phillip Life Assurance Public Company Limited and its subsidiary
Statements of comprehensive income (Continued)
For the nine-month periods ended 30 September 2022 and 2021

		(Unit: Baht)			
		Consolidated financial statements		Separate financial statements	
Note		2022	2021	2022	2021
Other comprehensive income (loss):					
Items to be recognised in profit or loss in subsequent periods:					
	Gains (losses) on valuation of available-for-sale investments measured at fair value through other comprehensive income	(637,016,754)	67,903,448	(637,016,754)	67,903,448
14.2	Add (less): Income taxes	127,403,351	(13,580,690)	127,403,351	(13,580,690)
	Items to be recognised in profit or loss in subsequent periods - net of Income taxes	(509,613,403)	54,322,758	(509,613,403)	54,322,758
Items not to be recognised in profit or loss in subsequent periods:					
	Actuarial gains	3,762,191	-	3,762,191	-
	Total items not to be recognised in profit or loss in subsequent periods	3,762,191	-	3,762,191	-
	Other comprehensive income (loss) for the periods	(505,851,212)	54,322,758	(505,851,212)	54,322,758
	Total comprehensive income for the periods	875,113,999	1,240,243,969	875,112,989	1,240,243,656
Net profit attributable to:					
	The Company's shareholders	1,380,964,201	1,185,920,898	1,380,964,201	1,185,920,898
	Non-controlling interests of the subsidiary	1,010	313		
		<u>1,380,965,211</u>	<u>1,185,921,211</u>		
Total comprehensive income for the periods attributable to:					
	The Company's shareholders	875,112,989	1,240,243,656	875,112,989	1,240,243,656
	Non-controlling interests of the subsidiary	1,010	313		
		<u>875,113,999</u>	<u>1,240,243,969</u>		
Basic earnings per share					
17	Earnings per share	1.44	1.25	1.44	1.25

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

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(Unaudited but reviewed)

Phillip Life Assurance Public Company Limited and its subsidiary
Statements of changes in owners' equity
For the nine-month periods ended 30 September 2022 and 2021

(Unit: Baht)

Consolidated financial statements

Equity attributable to equity holders of the Company

Other component of equity

Revaluation surplus on
available-for-sale investments
measured at fair
value through other
comprehensive income
- net of income taxes

Total equity
attributable to
the Company's
shareholders

Equity attributable
to non-controlling
interests of
the subsidiary

Total

Balance as at 1 January 2021	5,684,375,000	(58,798,175)	(4,213,024,121)	550,291,946	1,962,844,650	6,085	1,962,850,735
Net profit	-	-	1,185,920,898	-	1,185,920,898	313	1,185,921,211
Other comprehensive income for the period	-	-	-	54,322,758	54,322,758	-	54,322,758
Total comprehensive income for the period	-	-	1,185,920,898	54,322,758	1,240,243,656	313	1,240,243,969
Issuance of additional ordinary shares	300,000,000	-	-	-	300,000,000	-	300,000,000
Balance as at 30 September 2021	5,984,375,000	(58,798,175)	(3,027,103,223)	604,614,704	3,503,088,306	6,398	3,503,094,704
Balance as at 1 January 2022	5,984,375,000	(58,798,175)	(2,923,809,405)	650,280,689	3,652,048,109	6,243	3,652,054,352
Net profit	-	-	1,380,964,201	-	1,380,964,201	1,010	1,380,965,211
Other comprehensive income (loss) for the period	-	-	3,762,191	(509,613,403)	(505,851,212)	-	(505,851,212)
Total comprehensive income (loss) for the period	-	-	1,384,726,392	(509,613,403)	875,112,889	1,010	875,113,999
Balance as at 30 September 2022	5,984,375,000	(58,798,175)	(1,539,083,013)	140,667,286	4,527,161,098	7,253	4,527,168,351

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

(Unaudited but reviewed)

Phillip Life Assurance Public Company Limited and its subsidiary

Statements of changes in owners' equity (Continued)

For the nine-month periods ended 30 September 2022 and 2021

(Unit: Baht)

	Separate financial statements					Total
	Issued and paid-up share capital	Share discount	Deficit	Other component of equity		
				Revaluation surplus on available-for-sale investments measured at fair value through other comprehensive income - net of income taxes		
Balance as at 1 January 2021	5,684,375,000	(58,798,175)	(4,213,024,121)	550,291,946	1,962,844,650	
Net profit	-	-	1,185,920,898	-	1,185,920,898	
Other comprehensive income for the period	-	-	-	54,322,758	54,322,758	
Total comprehensive income for the period	-	-	1,185,920,898	54,322,758	1,240,243,656	
Issuance of additional ordinary shares	300,000,000	-	-	-	300,000,000	
Balance as at 30 September 2021	5,984,375,000	(58,798,175)	(3,027,103,223)	604,614,704	3,503,088,306	
Balance as at 1 January 2022	5,984,375,000	(58,798,175)	(2,923,809,405)	650,280,689	3,652,048,109	
Net profit	-	-	1,380,964,201	-	1,380,964,201	
Other comprehensive income (loss) for the period	-	-	3,762,191	(509,613,403)	(505,851,212)	
Total comprehensive income (loss) for the period	-	-	1,384,726,392	(509,613,403)	875,112,989	
Balance as at 30 September 2022	5,984,375,000	(58,798,175)	(1,539,083,013)	140,667,286	4,527,161,098	

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

(Unaudited but reviewed)

Phillip Life Assurance Public Company Limited and its subsidiary

Statements of cash flows

For the nine-month periods ended 30 September 2022 and 2021

	(Unit: Baht)			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from (used in) operating activities				
Gross premium from direct insurance	1,688,251,847	2,420,283,258	1,688,251,847	2,420,283,258
Cash paid from reinsurance	(10,709,991)	(119,799,062)	(10,709,991)	(119,799,062)
Interest income	160,187,524	211,355,820	160,184,529	211,352,943
Dividend income	141,150,945	139,976,451	141,150,945	139,976,451
Other income	21,298,070	38,101,340	18,793,796	37,312,128
Benefit payments under life policies and gross claims				
from direct insurance	(1,641,003,697)	(2,123,524,103)	(1,641,003,697)	(2,123,524,103)
Commission and brokerage expenses on direct insurance	(192,546,083)	(401,853,627)	(190,923,080)	(401,400,901)
Other underwriting expenses	(16,023,633)	(19,755,091)	(16,023,633)	(19,755,091)
Operating expenses	(192,789,175)	(251,833,337)	(192,222,866)	(252,381,546)
Other expenses	(1,990,627)	(22,845)	(1,990,627)	(22,845)
Cash received on financial assets	1,194,177,305	2,504,949,494	1,194,177,305	2,504,949,494
Cash paid for financial assets	(1,397,517,846)	(2,501,617,213)	(1,397,517,846)	(2,501,617,213)
Net cash used in operating activities	(247,515,361)	(103,738,915)	(247,833,318)	(104,626,487)
Cash flows from (used in) investing activities				
Equipment	(7,670,386)	(5,529,490)	(7,670,386)	(5,529,490)
Intangible assets	(160,500)	-	(160,500)	-
Net cash used in investing activities	(7,830,886)	(5,529,490)	(7,830,886)	(5,529,490)
Cash flows from (used in) financial activities				
Repayments of lease liabilities	(15,897,873)	(23,642,877)	(15,897,873)	(23,642,877)
Proceeds from Issuance of additional ordinary shares	-	300,000,000	-	300,000,000
Net cash provided by (used in) financing activities	(15,897,873)	276,357,123	(15,897,873)	276,357,123
Net increase (decrease) in cash and cash equivalents	(271,244,120)	167,088,718	(271,562,077)	166,201,146
Increase (decrease) in allowance for expected credit losses	(126,265)	73,175	(126,069)	73,361
Cash and cash equivalents at beginning of the periods	516,913,634	356,875,004	511,089,117	351,883,915
Cash and cash equivalents at end of the periods	245,543,249	524,036,897	239,400,971	518,158,422

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

Phillip Life Assurance Public Company Limited and its subsidiary

Table of contents for notes to interim financial statements

For the three-month and nine-month periods ended 30 September 2022 and 2021

Note	Content	Page
1.	General information.....	1
2.	Basis of preparation of interim financial information	1
3.	Cash and cash equivalents	4
4.	Premium receivables.....	4
5.	Reinsurance assets.....	5
6.	Reinsurance receivables	5
7.	Investments in securities	6
8.	Loans and interest receivables.....	10
9.	Investment in a subsidiary	12
10.	Leases	12
11.	Other assets	13
12.	Insurance contract liabilities	14
13.	Reinsurance payables.....	17
14.	Deferred tax liabilities and income tax benefits (expenses)	18
15.	Other liabilities	21
16.	Expected credit losses (reversal)	22
17.	Earnings per share.....	22
18.	Related party transactions.....	23
19.	Litigations.....	24
20.	Fair values of financial instruments	25
21.	Approval of interim financial information.....	29

Phillip Life Assurance Public Company Limited and its subsidiary

Notes to interim financial statements

For the three-month and nine-month periods ended 30 September 2022 and 2021

1. General information

1.1 Corporate information

Phillip Life Assurance Public Company Limited (the "Company") was established as a public company under Thai laws and domiciled in Thailand. As at 30 September 2022 and 31 December 2021, major shareholder is Phillip Life Company Limited, which was incorporated in Singapore, holding 99.79% and 99.79%, respectively, of the issued and paid-up share capital of the Company.

The Company is principally engaged in the provision of life insurance services. The registered office of the Company is located at No. 849, Vorawat Building, Silom Road, Silom Sub-district, Bangrak District, Bangkok. As of 30 September 2022 and 31 December 2021, the Company had altogether 18 branches, and 24 branches, respectively.

1.2 The Coronavirus 2019 pandemic

The Coronavirus 2019 (COVID-19) pandemic results in an economic slowdown and impacts businesses and industries in various sectors. This situation may bring uncertainties and have an impact on the environment in which the business operates. The Company's management has continuously monitored ongoing developments and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and has used estimates and judgement in respect of various issues (if any) as the situation has evolved.

2. Basis of preparation of interim financial information

2.1 Accounting assumption

The volatilities in capital market and the fall of interest rates over the past several years pose difficulties for financial institutions in the market place. Adjustments have been made by companies to inject capital to meet the minimum prudential capital adequacy ratio ("CAR") of 140% as currently stipulated by the Office of the Insurance Commission ("the OIC"). As at 30 September 2022, the Company's CAR stood at 190% (based on management report, not yet reviewed or audited by the Company's auditor). However, the Company increased its capital in prior years and executed its long-term plan by readjusting its product and investment strategies to enhance a sustainable efficiency in its business operation.

These market circumstances indicate volatilities in capital and money markets impacted to the future operating performance. However, the major shareholder has been very supportive of all past capital calls and has undertaken to provide more capital if necessary, to meet its growing policy commitments and the OIC's capital requirements. Furthermore, the major shareholder stated in its letter dated 16 March 2022 that it will provide financial support to the Company to enable it to maintain the CAR of not lower than the minimum requirement as stipulated by the OIC.

With the above actions, the Company's management believes that the Company would be able to operate an on-going business and these financial statements were therefore prepared under the going concern assumptions, with assets and liabilities carried on the basis that the Company will be able to realise assets and settle liabilities in the normal course of business.

2.2 Basis of preparation of interim financial information

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

This interim financial information is intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. This 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 interim statutory financial information of the Company. The interim financial information in English language has been translated from such interim financial information in Thai language.

2.3 Basis of consolidation

- (a) The consolidated financial statements include the financial statements of Phillip Life Assurance Public Company Limited (“the Company”) and the following subsidiary (collectively called “the Group”).

Company's name	Nature of business	Country of incorporation	Percentage of shareholding	
			30 September 2022 (Percent)	31 December 2021 (Percent)
Phillip Insurance Broker Company Limited	Non-life insurance broker	Thailand	99.88	99.88

- (b) Subsidiary is fully consolidated, being the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.
- (c) The financial statements of the subsidiary are prepared using the same significant accounting policies as the Company.
- (d) Material balances and transactions between the Group have been eliminated from the consolidated financial statements.
- (e) Non-controlling interests represent the portion of profit or loss and net assets of the subsidiary that are not held by the Company and are presented separately in the consolidated profit or loss and within equity in the consolidated statement of financial position.

2.4 Separate financial statements

The Company has prepared its separate financial statements, which have presented investment in a subsidiary under the equity method.

2.5 New financial reporting standards

The revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2022, do not have any significant impact on the Company's financial statements.

However, the Group applied the temporary exemption for the adoption of Thai Financial Reporting Standard 9 (TFRS 9): Financial Instruments and Thai Financial Reporting Standard 7 (TFRS 7): Disclosure of Information relating to Financial Instruments, which were revised in Thai Financial Reporting Standard 4: Insurance Contracts allowing the extension of the exemption period for the adoption of such TFRS 9 and TFRS 7 whereby the exemption period will end for the financial statements having the fiscal period starts on or after 1 January 2024 or when Thai Financial Reporting Standard 17: Insurances Contracts becomes effective.

2.6 Significant accounting policies

This interim financial information is prepared using the same significant accounting policies and methods of computation as those were used for preparation the financial statements for the year ended 31 December 2021.

3. Cash and cash equivalents

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
Cash on hand	120	284	120	284
Deposits at banks with no fixed maturity date	245,486	456,846	239,341	451,018
Investments with maturity periods of not longer than 3 months	-	59,973	-	59,973
Total cash and cash equivalents	245,606	517,103	239,461	511,275
Less: Allowance for expected credit losses	(63)	(189)	(60)	(186)
Cash and cash equivalents - net	245,543	516,914	239,401	511,089

4. Premium receivables

As at 30 September 2022 and 31 December 2021, the outstanding balances of premium receivables, classified by overdue periods, counted from the grace-period due dates, were as follows:

	(Unit: Thousand Baht)	
	Consolidated and separate	
	financial statements	
	30 September 2022	31 December 2021
Not yet due	89,387	195,752
Not over 30 days	1	3
Over 31 days to 60 days	-	-
Over 61 days to 90 days	2	1
Overdue longer than 90 days	5,660	5,906
Total premium receivables	95,050	201,662
Less: Allowance for doubtful accounts	(5,643)	(5,870)
Premium receivables - net	89,407	195,792

5. Reinsurance assets

As at 30 September 2022 and 31 December 2021, reinsurance assets consisted of reserves refundable from reinsurers as follows:

	(Unit: Thousand Baht)	
	Consolidated and separate financial statements	
	<u>30 September 2022</u>	<u>31 December 2021</u>
Insurance reserve refundable from reinsurers		
Unearned premium reserves	6,635	7,910
Unexpired Risk Reserves	34	299
Loss reserves		
Claims incurred and reported	76	269
Claims incurred but not yet reported	50	123
Reinsurance assets	<u>6,795</u>	<u>8,601</u>

6. Reinsurance receivables

As at 30 September 2022 and 31 December 2021, reinsurance receivables consisted of the following items:

	(Unit: Thousand Baht)	
	Consolidated and separate financial statements	
	<u>30 September 2022</u>	<u>31 December 2021</u>
Amounts due from reinsurers	<u>1,788</u>	<u>5,911</u>
Reinsurance receivables	<u>1,788</u>	<u>5,911</u>

7. Investments in securities**7.1 Classified by investment type**

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	30 September 2022		31 December 2021	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Trading investments measured at fair value through profit or loss				
Domestic unit trusts	3,296,513	3,315,197	3,265,951	3,457,912
Foreign unit trusts	683,054	811,298	611,091	662,619
Total	3,979,567	4,126,495	3,877,042	4,120,531
Add: Revaluation allowance				
from fair value measurement	21,637		191,451	
from translation of foreign currencies	125,291		52,038	
Total revaluation allowance	146,928		243,489	
Trading investments measured at fair value through profit or loss - net	4,126,495		4,120,531	
Available-for-sale investments measured at fair value through other comprehensive income				
Government and state enterprise securities	2,107,892	1,971,316	1,992,011	2,026,196
Private sector debt securities	2,864,760	2,768,850	2,807,180	2,867,378
Domestic common stocks	416,281	401,009	453,644	505,829
Foreign common stocks	1,386,732	1,990,512	1,386,731	2,060,621
Domestic unit trusts	890,094	812,275	860,974	818,191
Foreign unit trusts	227,015	257,842	227,015	260,623
Total	7,892,774	8,201,804	7,727,555	8,538,838
Add: Revaluation allowance				
from fair value measurement	175,834		812,840	
from translation of foreign currencies	244,679		110,345	
Total revaluation allowance	420,513		923,185	
Less: Allowance for impairment	(19,259)		(18,872)	
Less: Allowance for expected credit losses	(92,224)		(93,030)	
Available-for-sale investments measured at fair value through other comprehensive income - net	8,201,804		8,538,838	

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	30 September 2022		31 December 2021	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Held-to-maturity investments measured at amortised cost				
Deposits at financial institutions with maturity period of longer than 3 months	20,317		20,170	
Less: Allowance for expected credit losses	-		-	
Held-to-maturity investments measured at amortised cost - net	20,317		20,170	
Investments in securities - net	12,348,616		12,679,539	

7.2 Classified by stage of credit risk

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	30 September 2022		31 December 2021	
	Fair value	Allowance for expected credit losses	Fair value	Allowance for expected credit losses
Available-for-sale investments measured at fair value through other comprehensive income				
Stage 1 - Debt securities without a significant increase of credit risk	4,918,278	(1,954)	5,073,277	(3,950)
Stage 3 - Credit-impaired debt securities	79,730	(90,270)	80,920	(89,080)
Total	4,998,008	(92,224)	5,154,197	(93,030)

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated and separate financial statements		
30 September 2022		
Gross carrying value	Allowance for expected credit losses	Net carrying value
Held-to-maturity investments measured at amortised cost		
Stage 1 - Debt securities without a significant increase of credit risk		
20,317	-	20,317
Total	-	20,317

(Unit: Thousand Baht)

Consolidated and separate financial statements		
31 December 2021		
Gross carrying value	Allowance for expected credit losses	Net carrying value
Held-to-maturity investments measured at amortised cost		
Stage 1 - Debt securities without a significant increase of credit risk		
20,170	-	20,170
Total	-	20,170

7.3 Investments subject to restrictions

As at 30 September 2022 and 31 December 2021, the Group placed certain assets as securities and insurance reserves as described below.

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	30 September 2022		31 December 2021	
	Amortised cost	Fair value	Amortised cost	Fair value
Placed with the Life Assurance				
Registrar:				
As securities	22,509	20,779	22,705	23,170
As life insurance reserves	2,648,063	2,503,930	2,402,292	2,481,417
Total	2,670,572	2,524,709	2,424,997	2,504,587
Placed with bank:				
As securities	20,317	20,317	20,170	20,170

7.4 Revaluation surplus on available-for-sale investments measured at fair value through other comprehensive income

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	For the nine-month period ended	For the year ended
	30 September 2022	31 December 2021
Balances at beginning of the periods	812,851	687,865
Gains (losses) on revaluation during the periods	(607,037)	251,927
Reversal of expected credit losses in profit or loss	(806)	(73)
Recognition (reversal) of impairment loss in profit or loss	387	(7,965)
Recognition of gains on sales in profit or loss	(29,561)	(118,903)
Balances at end of the periods	175,834	812,851
Less: Income taxes	(35,167)	(162,570)
Balances at end of the periods - net of income taxes	140,667	650,281

8. Loans and interest receivables

8.1 Loans and interest receivables classified by overdue periods

As at 30 September 2022 and 31 December 2021, the balances of loans and interest receivables classified by overdue periods of principal and interest receivables were as follows:

(Unit: Thousand Baht)

Consolidated and separate financial statements									
30 September 2022									
Overdue periods	Policy loans		Mortgage loans		Other loans		Total		
	Principal	Interest receivables	Principal	Interest receivables	Principal	Interest receivables	Principal	Interest receivables	Total
Not yet due	497,937	16,156	62,584	597	16	-	560,537	16,753	577,290
Past due									
Less than 3 months	-	-	8,013	3	-	-	8,013	3	8,016
3 - 6 months	-	-	999	9	-	-	999	9	1,008
6 - 12 months	-	-	15,100	360	-	-	15,100	360	15,460
Over 12 months	-	-	445,632	80,411	-	-	445,632	80,411	526,043
Total	497,937	16,156	532,328	81,380	16	-	1,030,281	97,536	1,127,817
Less: Allowance for expected credit losses	-	-	(245,362)	(35,505)	-	-	(245,362)	(35,505)	(280,867)
Loans and interest receivables - net	497,937	16,156	286,966	45,875	16	-	784,919	62,031	846,950

(Unit: Thousand Baht)

Consolidated and separate financial statements									
31 December 2021									
Overdue periods	Policy loans		Mortgage loans		Other loans		Total		
	Principal	Interest receivables	Principal	Interest receivables	Principal	Interest receivables	Principal	Interest receivables	Total
Not yet due	538,713	16,128	65,868	594	58	-	604,639	16,722	621,361
Past due									
Less than 3 months	-	-	12,455	5	-	-	12,455	5	12,460
3 - 6 months	-	-	31,303	356	-	-	31,303	356	31,659
6 - 12 months	-	-	213	20	-	-	213	20	233
Over 12 months	-	-	463,269	64,197	-	-	463,269	64,197	527,466
Total	538,713	16,128	573,108	65,172	58	-	1,111,879	81,300	1,193,179
Less: Allowance for expected credit losses	-	-	(262,133)	(29,486)	-	-	(262,133)	(29,486)	(291,619)
Loans and interest receivables - net	538,713	16,128	310,975	35,686	58	-	849,746	51,814	901,560

As at 30 September 2022 and 31 December 2021, mortgage loans were loans provided to agents, employees and external individuals on which interest was charged at the rates between 5 to 19 percent per annum. Collateral used to secure such loans comprised land and buildings.

As at 30 September 2022 and 31 December 2021, other loans were loans provided to employees and agents, which were guaranteed by personal guarantees or motor vehicles and on which interest was charged at the rates between 7 percent per annum.

8.2 Loans and interest receivables classified by staging of credit risk

As at 30 September 2022 and 31 December 2021, the balances of loan and interest receivables (excluding policy loans and interest receivables), classified by staging of credit risk were as follows:

(Unit: Thousand Baht)

Staging of credit risk	Consolidated and separate financial statements						
	30 September 2022						
	Mortgage loans		Other loans		Total		
	Principal	Interest receivables	Principal	Interest receivables	Principal	Interest receivables	Total
Stage 1 - Loans without a significant increase of credit risk	48,001	4	16	-	48,017	4	48,021
Stage 2 - Loans with significant increases of credit risk	14,550	593	-	-	14,550	593	15,143
Stage 3 - Credit impairment loans	469,777	80,783	-	-	469,777	80,783	550,560
Total	532,328	81,380	16	-	532,344	81,380	613,724
Less: Allowance for expected credit losses	(245,362)	(35,505)	-	-	(245,362)	(35,505)	(280,867)
Loans and interest receivables - net	286,966	45,875	16	-	286,982	45,875	332,857

(Unit: Thousand Baht)

Staging of credit risk	Consolidated and separate financial statements						
	31 December 2021						
	Mortgage loans		Other loans		Total		
	Principal	Interest receivables	Principal	Interest receivables	Principal	Interest receivables	Total
Stage 1 - Loans without a significant increase of credit risk	51,742	-	58	-	51,800	-	51,800
Stage 2 - Loans with significant increases of credit risk	17,927	594	-	-	17,927	594	18,521
Stage 3 - Credit impairment loans	503,439	64,578	-	-	503,439	64,578	568,017
Total	573,108	65,172	58	-	573,166	65,172	638,338
Less: Allowance for expected credit losses	(262,133)	(29,486)	-	-	(262,133)	(29,486)	(291,619)
Loans and interest receivables - net	310,975	35,686	58	-	311,033	35,686	346,719

9. Investment in a subsidiary

As at 30 September 2022 and 31 December 2021, detail of investment in a subsidiary, as presented in the separate financial statements, was as follows:

(Unit: Thousand Baht)										
Company's name	Type of business	Country of incorporation	Issued and paid-up share capital		Shareholding percentage		Cost		Carrying value under equity method	
			30 September 2022	31 December 2021	30 September 2022	31 December 2021	30 September 2022	31 December 2021	30 September 2022	31 December 2021
					(%)	(%)				
Phillip Insurance Broker Company Limited	Non-life insurance broker	Thailand	5,000	5,000	99.88	99.88	4,994	4,994	6,037	5,197
Total investment in a subsidiary							4,994	4,994	6,037	5,197

The Company recognised share of profit or loss from investment in a subsidiary in its separate statements under the equity method, which was based on the subsidiary's financial statements, prepared by the management but not yet reviewed or audited by its auditor.

10. Leases

The Company has lease contracts for various items used in its operations. Leases generally have lease terms between 2 - 3 years.

10.1 Right-of-use assets

(Unit: Thousand Baht)	
Consolidated and separate financial statements	
For the nine-month period ended	
30 September 2022	
Leased buildings	
Net book value as at 1 January 2022	44,468
Additions during the period	2,942
Remeasurement during the period	(9,776)
Cancelled during the period	(4,706)
Depreciation for the period	(15,388)
Net book value as at 30 September 2022	17,540

(Unaudited but reviewed)

10.2 Lease liabilities

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	30 September 2022	31 December 2021
	Amounts of lease payments	21,228
Less: Deferred interest expenses	(468)	(1,685)
Lease liabilities	20,760	48,451
Less: Current portion	(17,865)	(27,946)
Lease liabilities - net of current portion	2,895	20,505

11. Other assets

As at 30 September 2022 and 31 December 2021, other assets consisted of the following items:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
Rental deposits	5,166	6,983	5,166	6,983
Agents and brokers receivables	14,310	32,838	14,310	32,838
Other receivables	151,292	151,278	151,292	151,421
Withholding taxes	27,410	27,410	27,410	27,410
Receivables from sales of investments	-	6,446	-	6,446
Receivables from the Legal Executive Department	5,093	5,093	5,093	5,093
Others	33,951	25,749	33,230	25,127
Total	237,222	255,797	236,501	255,318
Less: Allowance for impairment	(26,585)	(27,467)	(26,585)	(27,467)
Other assets - net	210,637	228,330	209,916	227,851

12. Insurance contract liabilities

(Unit: Thousand Baht)

	Consolidated and separate financial statements					
	30 September 2022			31 December 2021		
	Insurance contract liabilities	Reinsurance of liabilities	Net	Insurance contract liabilities	Reinsurance of liabilities	Net
Long-term insurance policy reserves	7,756,185	-	7,756,185	9,310,423	-	9,310,423
Loss reserves						
Claims incurred and reported	211,264	(76)	211,188	94,937	(269)	94,668
Claims incurred but not yet reported	127,986	(50)	127,936	211,551	(123)	211,428
Premium reserves						
Unearned premium reserves	318,312	(6,635)	311,677	360,577	(7,910)	352,667
Unexpired risk reserves	55,126	(34)	55,092	60,775	(299)	60,476
Unpaid policy benefits	58,123	-	58,123	50,349	-	50,349
Other insurance liabilities	574,088	-	574,088	569,963	-	569,963
Total	<u>9,101,084</u>	<u>(6,795)</u>	<u>9,094,289</u>	<u>10,658,575</u>	<u>(8,601)</u>	<u>10,649,974</u>

12.1 Long-term insurance policy reserves

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	For the nine-month period ended	For the year ended
	30 September 2022	31 December 2021
Balances - beginning of the periods	9,310,423	9,766,755
Insurance policy reserves increased for new businesses and inforce policies	958,628	1,660,988
Insurance policy reserves released from death, benefit paid, lapse and surrender	(899,222)	(1,036,547)
Changes in insurance policy reserves as a result of assumption changes	(1,615,931)	(1,006,466)
Changes in insurance policy reserves as a result of experience adjustments	2,287	(74,307)
Balances - end of the periods	<u>7,756,185</u>	<u>9,310,423</u>

12.2 Short-term insurance policy reserves

(a) Loss reserves

(Unit: Thousand Baht)

Consolidated and separate
financial statements

	For the nine-month period ended 30 September 2022	For the year ended 31 December 2021
Balances - beginning of the periods	306,488	415,990
Claims incurred in the current periods	908,520	1,702,437
Changes in loss reserves from the prior year	(148,062)	(25,169)
Claims paid during the periods	(727,696)	(1,786,770)
Balances - end of the periods	<u>339,250</u>	<u>306,488</u>

(b) Unearned premium reserves

(Unit: Thousand Baht)

Consolidated and separate
financial statements

	For the nine-month period ended 30 September 2022	For the year ended 31 December 2021
Balances - beginning of the periods	360,577	471,579
Premium written during the periods	567,130	1,527,067
Premium earned during the periods	(609,395)	(1,638,069)
Balances - end of the periods	<u>318,312</u>	<u>360,577</u>

(c) Unexpired risk reserves

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	For the nine-month period ended	For the year ended
	30 September 2022	31 December 2021
Balances - beginning of the periods	421,352	586,551
Estimated claims	673,941	1,875,419
Risk expired during the periods	(721,855)	(2,040,618)
Balances - end of the periods	373,438	421,352

As at 30 September 2022 and 31 December 2021, the Company has an excess of unexpired risk reserves from unearned premium reserves net of reinsurance by Baht 55.1 million and Baht 60.5 million, respectively. During the nine-month period ended 30 September 2022, the Company was already recognised a reversal of such reserves of Baht 5.4 million in profit or loss.

12.3 Unpaid policy benefits

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	30 September 2022	31 December 2021
	Death benefits	2,757
Maturity payments	18,056	18,940
Surrender	1,196	834
Benefit payments under policies	679	866
Others	35,435	24,274
Total unpaid policy benefits	58,123	50,349

12.4 Other insurance liabilities

	(Unit: Thousand Baht)	
	Consolidated and separate financial statements	
	<u>30 September 2022</u>	<u>31 December 2021</u>
Deposits of the insured	548,679	532,706
Others	25,409	37,257
Total other insurance liabilities	<u>574,088</u>	<u>569,963</u>

13. Reinsurance payables

As at 30 September 2022 and 31 December 2021, the Company had reinsurance payables classified by type of liabilities as follows:

	(Unit: Thousand Baht)	
	Consolidated and separate financial statements	
	<u>30 September 2022</u>	<u>31 December 2021</u>
Outward premium payables	5,588	12,633
Total due to reinsurers	<u>5,588</u>	<u>12,633</u>

14. Deferred tax liabilities and income tax benefits (expenses)**14.1 Deferred tax liabilities**

As at 30 September 2022 and 31 December 2021, deferred tax liabilities consisted of tax effects arose from the following temporary difference items:

(Unit: Thousand Baht)

	Consolidated and Separate financial statements					
	30 September	31 December	Changes in deferred tax liabilities			
			For the three-month periods		For the nine-month periods	
			ended 30 September		ended 30 September	
2022	2021	2022	2021	2022	2021	
Deferred tax liabilities arose from:						
Unrealised gains on available-for-sale investments measured at fair value through other comprehensive income	35,167	162,570	38,049	12,312	127,403	(13,581)
Unrealised gains on trading investments measured at fair value through profit or loss	4,217	38,221	7,892	5,453	34,003	(7,963)
Total deferred tax liabilities	39,384	200,791				
Total changes			45,941	17,765	161,406	(21,544)
Recognition of changes in						
- Profit or loss			7,892	5,453	34,003	(7,963)
- Other comprehensive income			38,049	12,312	127,403	(13,581)
Total changes			45,941	17,765	161,406	(21,544)

As at 30 September 2022 and 31 December 2021, the Group had tax-deductible temporary differences and unused tax losses for which the Group did not record deferred tax assets since the management has already assessed that market circumstances are instability and it is highly uncertain to utilise deferred tax assets to be set up on the following transactions.

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September	31 December	30 September	31 December
	2022	2021	2022	2021
Employee benefit obligations	48,185	57,601	48,185	57,601
Loss reserves	339,124	306,096	339,124	306,096
Unexpired risk reserves	55,092	60,476	55,092	60,476
Leases	4,640	4,414	4,640	4,414
Allowance for impairment	19,259	18,872	19,259	18,872
Expected credit losses	383,484	392,657	383,484	392,657
Tax losses brought forward no longer than five fiscal years	-	829,945	-	829,945
Total	849,784	1,670,061	849,784	1,670,061

14.2 Income tax benefits (expenses)

Income tax benefits (expenses) for the three-month and nine-month periods ended 30 September 2022 and 2021 were made up as follows:

(Unit: Thousand Baht)

	Consolidated financial statements				Separate financial statements			
	For the three-month periods ended		For the nine-month periods ended		For the three-month periods ended		For the nine-month periods ended	
	30 September		30 September		30 September		30 September	
	2022	2021	2022	2021	2022	2021	2022	2021
Current income taxes:								
Corporate income tax for the periods	(30,524)	-	(150,594)	-	(30,524)	-	(150,594)	-
Deferred income taxes:								
Relating to origination and reversal of temporary differences	7,892	5,453	34,003	(7,963)	7,892	5,453	34,003	(7,963)
Income tax benefits (expenses) recognised in profit or loss	(22,632)	5,453	(116,591)	(7,963)	(22,632)	5,453	(116,591)	(7,963)

Reconciliations between income tax benefits (expenses) and the product of accounting gain for the three-month and nine-month periods ended 30 September 2022 and 2021 and the applicable tax rate were as follows:

(Unit: Thousand Baht)

	Consolidated financial statements				Separate financial statements			
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September		For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2022	2021	2022	2021	2022	2021	2022	2021
Accounting gain before income tax expenses	34,134	231,627	1,497,556	1,193,884	34,134	231,627	1,497,555	1,193,884
Applicable tax rate	20%	20%	20%	20%	20%	20%	20%	20%
Amount of income taxes at the applicable tax rate	(6,827)	(46,326)	(299,511)	(238,777)	(6,827)	(46,326)	(299,511)	(238,777)
Net tax effect on revenues or expenses that are not taxable or not deductible in determining taxable profits	1,069	1,476	2,554	4,065	1,069	1,476	2,554	4,065
Temporary differences, which are not recognised as deferred tax assets	(20,571)	(6,178)	754	18,490	(20,571)	(6,178)	754	18,490
Taxes on carried forward loss which were expected not to be utilised and not recorded as deferred tax assets but utilised during the period	3,697	56,481	179,612	208,259	3,697	56,481	179,612	208,259
Income tax benefits (expenses) recognised in profit or loss	(22,632)	5,453	(116,591)	(7,963)	(22,632)	5,453	(116,591)	(7,963)

The amounts of income taxes relating to each component of other comprehensive income (loss) for the three-month and nine-month periods ended 30 September 2022 and 2021 were as follows:

	(Unit: Thousand Baht)			
	Consolidated and separate financial statements			
	For the three-month		For the nine-month	
	periods ended 30 September		periods ended 30 September	
	2022	2021	2022	2021
Income taxes relating to:				
Available-for-sale investments measured at fair value through other comprehensive income				
(Gains) losses on revaluation during the years	37,640	8,428	121,407	(32,290)
Recognition (reversal) of expected credit losses in profit or loss	(25)	64	161	(17)
Recognition (reversal) of impairment loss in profit or loss	1	(1,056)	(77)	602
Recognition of gains on sales in profit or loss	433	4,876	5,912	18,124
Income taxes reported in other comprehensive income (loss)	<u>38,049</u>	<u>12,312</u>	<u>127,403</u>	<u>(13,581)</u>

15. Other liabilities

As at 30 September 2022 and 31 December 2021, other liabilities consisted of the following items:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2022	2021	2022	2021
Accrued commission and brokerage expenses	29,535	68,311	29,535	68,311
Deposits from agents	67,798	78,551	67,798	78,551
Accrued operating expenses	25,927	33,130	25,108	32,029
Payables from purchases of investments	738	8,013	738	8,013
Others	8,927	7,108	8,927	7,108
Total other liabilities	<u>132,925</u>	<u>195,113</u>	<u>132,106</u>	<u>194,012</u>

16. Expected credit losses (reversal)

(Unit: Thousand Baht)

	Consolidated financial statements				Separate financial statements			
	For the three-month		For the nine-month		For the three-month		For the nine-month	
	periods ended		periods ended		periods ended		periods ended	
	30 September		30 September		30 September		30 September	
	2022	2021	2022	2021	2022	2021	2022	2021
Cash and cash equivalents	(53)	174	(126)	74	(53)	174	(126)	74
Accrued investment income	889	933	2,511	2,722	889	933	2,510	2,722
Investments in securities	123	(321)	(806)	85	123	(321)	(806)	85
Loans and interest receivables	5,572	20,307	(10,752)	43,247	5,572	20,307	(10,752)	43,247
Total	6,531	21,093	(9,173)	46,128	6,531	21,093	(9,174)	46,128

17. Earnings per share

Basic earnings per share is calculated by dividing net profit attributable to the Company's shareholders (excluding other comprehensive income (loss)) by the weighted average number of ordinary shares in issue during the periods.

Earnings per share for the three-month and nine-month periods ended 30 September 2022 and 2021 were determined as follows:

	Consolidated financial statements				Separate financial statements			
	For the three-month		For the nine-month		For the three-month		For the nine-month	
	periods ended		periods ended		periods ended		periods ended	
	30 September		30 September		30 September		30 September	
	2022	2021	2022	2021	2022	2021	2022	2021
Net profit attributable to the Company's shareholders (Thousand baht)	11,501	237,081	1,380,964	1,185,921	11,501	237,081	1,380,964	1,185,921
Weighted average number of ordinary shares (Thousand shares)	957,500	957,500	957,500	948,357	957,500	957,500	957,500	948,357
Basis earning per share Earnings per share (Baht/share)	0.01	0.25	1.44	1.25	0.01	0.25	1.44	1.25

18. Related party transactions**18.1 Type of relationship**

The relationship between the Company and its related parties, who have significant business transactions with the Company, are summarised below.

Name of related parties	Type of relationship
Phillip Life Company Limited	Parent company
Phillip Insurance Broker Company Limited	Subsidiary
Phillip Securities (Thailand) Public Company Limited	Having common directors
Key management personnel	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Company.

18.2 Significant business transactions with related parties

The Company had significant business transactions with its related parties. Such transactions, which have been concluded on commercial terms and bases agreed upon in the ordinary course of business between the Company and those parties, were as follows:

(Unit: Thousand Baht)

	Consolidated and Separate financial statements				Pricing policy
	For the three-month periods ended		For the nine-month periods ended		
	30 September		30 September		
	2022	2021	2022	2021	
Related parties					
Revenues					
Premium written	188	-	188	-	Contract rates or agreed-upon rates
Expenses					
Securities management fee	1,261	1,164	3,745	3,327	Contract rates or agreed-upon rates
Commission expenses	283	312	848	1,165	Contract rates or agreed-upon rates

18.3 Outstanding balances with related parties

As at 30 September 2022 and 31 December 2021, the outstanding balances between the Company and its related parties were as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2022	2021	2022	2021
Subsidiary				
Assets				
Receivables from related parties	-	-	-	142
Related companies				
Assets				
Premium receivables	13	33	13	33
Liabilities				
Accrued securities management fee	1,261	1,216	1,261	1,216

18.4 Directors' and key management's remunerations

The Group had employee benefit expenses incurred in relation to its directors and key management as below.

	(Unit: Thousand Baht)			
	Consolidated and separate financial statements			
	For the three-month		For the nine-month	
	periods ended 30 September		periods ended 30 September	
	2022	2021	2022	2021
Short-term employee benefits	937	731	3,036	2,288
Long-term employee benefits	12	35	36	104
Total	949	766	3,072	2,392

19. Litigations

As at 30 September 2022 and 31 December 2021, the Company had outstanding litigation cases whereby the Company has been sued by its policyholders claiming for benefits under the insurance contracts for the amount of Baht 5.03 million and Baht 5.03 million, respectively. The judgment of the cases has not yet been finalised and the Company's management expects that the Company will win the cases and there will be no payments as a result of such claims. Therefore, the Company recorded no provision of liabilities on those litigation cases.

20. Fair values of financial instruments

As at 30 September 2022 and 31 December 2021, the Group had financial assets and liabilities that were measured or disclosed at fair value using different levels of inputs as follows:

(Unit: Thousand Baht)

	Consolidated financial statements				Carrying value
	30 September 2022				
	Fair value			Total	
Level 1	Level 2	Level 3			
Financial assets measured at fair values					
Trading investments measured at fair value					
through profit or loss					
Domestic unit trusts	-	3,315,197	-	3,315,197	3,315,197
Foreign unit trusts	-	811,298	-	811,298	811,298
Available-for-sale investments measured at fair value					
through other comprehensive income					
Government and state enterprise securities	-	1,971,316	-	1,971,316	1,971,316
Private sector debt securities	-	2,689,120	79,730	2,768,850	2,768,850
Domestic common stocks	394,367	-	6,642	401,009	401,009
Foreign common stocks	1,990,512	-	-	1,990,512	1,990,512
Domestic unit trusts	812,275	-	-	812,275	812,275
Foreign unit trusts	257,842	-	-	257,842	257,842
Financial assets for which fair values were disclosed					
Cash and cash equivalents	245,543	-	-	245,543	245,543
Accrued investment income	-	44,981	-	44,981	44,981
Held-to-maturity investments measured at amortised cost					
Deposits at financial institutions with maturity periods of longer than 3 months					
	-	20,317	-	20,317	20,317
Policy loans and interest receivables	-	-	552,409	552,409	514,093
Mortgage loans, other loans and interest receivables	-	-	527,983	527,983	332,857
Financial liabilities for which fair values were disclosed					
Lease liabilities	-	-	20,760	20,760	20,760

(Unit: Thousand Baht)

Consolidated financial statements					
31 December 2021					
	Fair value			Total	Carrying value
	Level 1	Level 2	Level 3		
Financial assets measured at fair values					
Trading investments measured at fair value					
through profit or loss					
Domestic unit trusts	-	3,457,912	-	3,457,912	3,457,912
Foreign unit trusts	-	662,619	-	662,619	662,619
Available-for-sale investments measured at fair value					
through other comprehensive income					
Government and state enterprise securities	-	2,026,196	-	2,026,196	2,026,196
Private sector debt securities	-	2,786,458	80,920	2,867,378	2,867,378
Domestic common stocks	499,383	-	6,446	505,829	505,829
Foreign common stocks	2,060,621	-	-	2,060,621	2,060,621
Domestic unit trusts	818,191	-	-	818,191	818,191
Foreign unit trusts	260,623	-	-	260,623	260,623
Financial assets for which fair values were disclosed					
Cash and cash equivalents	516,914	-	-	516,914	516,914
Accrued investment income	-	36,674	-	36,674	36,674
Investments measured at amortised cost					
Deposits at financial institutions with a maturity period of longer than 3 months					
	-	20,170	-	20,170	20,170
Policy loans and interest receivables	-	-	629,471	629,471	554,841
Mortgage loans, other loans and interest receivables	-	-	564,796	564,796	346,719
Financial liabilities for which fair values were disclosed					
Lease liabilities	-	-	48,451	48,451	48,451

(Unit: Thousand Baht)

	Separate financial statements				Carrying value
	30 September 2022				
	Fair value			Total	
	Level 1	Level 2	Level 3		
Financial assets measured at fair values					
Trading investments measured at fair value					
through profit or loss					
Domestic unit trusts	-	3,315,197	-	3,315,197	3,315,197
Foreign unit trusts	-	811,298	-	811,298	811,298
Available-for-sale investments measured at fair value					
through other comprehensive income					
Government and state enterprise securities	-	1,971,316	-	1,971,316	1,971,316
Private sector debt securities	-	2,689,120	79,730	2,768,850	2,768,850
Domestic common stocks	394,367	-	6,642	401,009	401,009
Foreign common stocks	1,990,512	-	-	1,990,512	1,990,512
Domestic unit trusts	812,275	-	-	812,275	812,275
Foreign unit trusts	257,842	-	-	257,842	257,842
Financial assets for which fair values were disclosed					
Cash and cash equivalents	239,401	-	-	239,401	239,401
Accrued investment income	-	44,981	-	44,981	44,981
Held-to-maturity investments measured at amortised cost					
Deposits at financial institutions with maturity periods of longer than 3 months					
	-	20,317	-	20,317	20,317
Policy loans and interest receivables	-	-	552,409	552,409	514,093
Mortgage loans, other loans and interest receivables	-	-	527,983	527,983	332,857
Financial liabilities for which fair values were disclosed					
Lease liabilities	-	-	20,760	20,760	20,760

(Unit: Thousand Baht)

	Separate financial statements				Carrying value
	31 December 2021				
	Fair value			Total	
Level 1	Level 2	Level 3			
Financial assets measured at fair values					
Trading investments measured at fair value					
through profit or loss					
Domestic unit trusts	-	3,457,912	-	3,457,912	3,457,912
Foreign unit trusts	-	662,619	-	662,619	662,619
Available-for-sale investments measured at fair value					
through other comprehensive income					
Government and state enterprise securities	-	2,026,196	-	2,026,196	2,026,196
Private sector debt securities	-	2,786,458	80,920	2,867,378	2,867,378
Domestic common stocks	499,383	-	6,446	505,829	505,829
Foreign common stocks	2,060,621	-	-	2,060,621	2,060,621
Domestic unit trusts	818,191	-	-	818,191	818,191
Foreign unit trusts	260,623	-	-	260,623	260,623
Financial assets for which fair values were disclosed					
Cash and cash equivalents	511,089	-	-	511,089	511,089
Accrued investment income	-	36,674	-	36,674	36,674
Investments measured at amortised cost					
Deposits at financial institutions with a maturity period of longer than 3 months					
	-	20,170	-	20,170	20,170
Policy loans and interest receivables	-	-	629,471	629,471	554,841
Mortgage loans, other loans and interest receivables	-	-	564,796	564,796	346,719
Financial liabilities for which fair values were disclosed					
Lease liabilities	-	-	48,451	48,451	48,451

The methods and assumptions used by the Group in estimating the fair value of financial instruments are as follows:

- (a) The fair values of financial assets having short-term maturity, which are cash and cash equivalents, short-term deposits at financial institutes and accrued investment income, are estimated to approximate their carrying values.
- (b) Investments in debts securities are determined for fair values using the yield curve as announced by the Thai Bond Market Association.

- (c) Investment in equity securities are determined for fair values according to market prices or using the net asset value per unit as announced by the fund managers. In case of non-marketable equity securities, the fair value is generally determined using generally accepted pricing model or approximated to their net book values if the fair value cannot be reliably estimated.
- (d) The fair value of policy loans is estimated from the present value of cash flows discounted by zero coupon bonds.
- (e) The fair value of mortgaged loans is estimated from the present value of cash flows discounted by an average retail lending rates of 5 commercial banks.
- (f) The fair value of lease liabilities is approximated to their carrying values due to carrying an approximate market rate.

During the periods, there were no transfers within the fair value hierarchy.

Reconciliation of fair value measurements of equity financial assets, categorised within Level 3 of the fair value hierarchy, were presented below:

	(Unit: Thousand Baht)
	Consolidated and separate financial statements
	<hr/>
Balance as of 1 January 2022	6,446
Unrealised gains recognised in other comprehensive income	196
Balance as of 30 September 2022	<hr/> <hr/> 6,642

21. Approval of interim financial information

This interim financial information was authorised for issue by the Company's authorised director on 11 November 2022.