
*PHILLIP LIFE ASSURANCE PUBLIC COMPANY
LIMITED AND ITS SUBSIDIARY*

Interim Financial Statements

Three-month period ended March 31, 2023



บริษัท ดีลอยท์ ทูเช่ โทมัทสึ ไซยบศ
สอบบัญชี จำกัด
อาคาร เอไอเอ สาทร์ ทาวเวอร์ ชั้น 23-27
11/1 ถนนสาทรใต้
แขวงยานนาวา เขตสาทร
กรุงเทพฯ 10120
โทร +66 (0) 2034 0000
แฟกซ์ +66 (0) 2034 0100

Deloitte Touche Tohmatsu Jalyos
Audit Co., Ltd.
AIA Sathorn Tower, 23rd- 27th Floor
11/1 South Sathorn Road
Yannawa, Sathorn
Bangkok 10120, Thailand
Tel: +66 (0) 2034 0000
Fax: +66 (0) 2034 0100
www.deloitte.com

**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION
BY THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

**TO THE BOARD OF DIRECTORS
PHILLIP LIFE ASSURANCE PUBLIC COMPANY LIMITED**

We have reviewed the consolidated statement of financial position of Phillip Life Assurance Public Company Limited and its subsidiary and the separate statement of financial position of Phillip Life Assurance Public Company Limited as at March 31, 2023, and the related consolidated and separate statements of profit or loss and other comprehensive income, changes in equity, and cash flows for the three-month period ended March 31, 2023, and the condensed notes to the financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the aforementioned interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

Emphasis of Matter

We draw attention to Note 1 to the interim financial statements, the Company is in process to submit an extension of waiver period for foreign shareholder portion and non-Thai director ratio for another 5 years from the Office of Insurance Commission (OIC). Our conclusion is not modified in respect of this matter.



Other Matter

The consolidated financial statements of Phillip Life Assurance Public Company Limited and its subsidiary and separate financial statements of Phillip Life Assurance Public Company Limited as at December 31, 2022, presented herein as comparative information, were audited by other auditor, whose report thereon dated March 28, 2023 expressed an unmodified opinion on those statements. The consolidated and separate statements of profit or loss and other comprehensive income, changes in equity, and cash flows for the three-month period ended March 31, 2022, presented herein as comparative information, were reviewed by other auditor, whose report thereon dated May 11, 2022, concluded that nothing had come to her attention that caused her to believe that such interim financial information was not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

Nantawat Sumraunhant

Nantawat Sumraunhant
Certified Public Accountant (Thailand)
Registration No. 7731

BANGKOK
May 10, 2023

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

PHILLIP LIFE ASSURANCE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION
AS AT MARCH 31, 2023

Unit: Baht

	Notes	Consolidated financial statements		Separate financial statements	
		"UNAUDITED"		"UNAUDITED"	
		As at	As at	As at	As at
		March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
ASSETS					
Cash and cash equivalents	4.1	680,873,816	362,600,596	674,875,801	356,558,603
Premium receivables	5	109,848,437	174,168,957	109,848,437	174,168,957
Accrued investment income		44,914,165	36,068,706	44,914,165	36,068,706
Reinsurance assets	6	11,599,152	10,504,865	11,599,152	10,504,865
Reinsurance receivables	7	4,803,034	2,112,500	4,803,034	2,112,500
Investment assets					
Investments in securities	8	12,075,880,263	12,369,312,767	12,075,880,263	12,369,312,767
Loans and interest receivables	9	770,388,758	764,104,735	770,388,758	764,104,735
Investments in a subsidiary	10	-	-	5,830,797	5,851,408
Investment assets of the insured		230,296	208,832	230,296	208,832
Premises and equipment	11	159,057,194	165,286,965	159,057,194	165,286,965
Right-of-use assets	12.1	7,249,205	11,631,029	7,249,205	11,631,029
Intangible assets		10,784,420	11,656,215	10,784,420	11,656,215
Other assets	13	155,368,568	180,982,269	154,803,902	180,442,787
TOTAL ASSETS		<u>14,030,997,308</u>	<u>14,088,638,436</u>	<u>14,030,265,424</u>	<u>14,087,908,369</u>

Dikmalq

See condensed notes to the financial statements

PHILLIP LIFE ASSURANCE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
AS AT MARCH 31, 2023

Unit: Baht

	Notes	Consolidated financial statements		Separate financial statements	
		"UNAUDITED"		"UNAUDITED"	
		As at	As at	As at	As at
		March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
LIABILITIES AND EQUITY					
LIABILITIES					
Insurance contract liabilities	14	10,396,374,000	9,779,630,852	10,396,374,000	9,779,630,852
Investment contract liabilities		230,296	208,832	230,296	208,832
Reinsurance payables	15	14,007,770	8,521,743	14,007,770	8,521,743
Lease liabilities	12.2	10,357,615	15,212,565	10,357,615	15,212,565
Employee benefit obligations		45,614,583	40,015,994	45,614,583	40,015,994
Deferred tax liabilities	16.1	98,512,883	98,461,105	98,512,883	98,461,105
Other liabilities	17	137,834,012	177,945,496	137,109,133	177,222,459
TOTAL LIABILITIES		10,702,931,159	10,119,996,587	10,702,206,280	10,119,273,550
EQUITY					
Share capital					
Authorized share capital					
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 share capital					
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
Discount on share capital		(58,798,175)	(58,798,175)	(58,798,175)	(58,798,175)
Deficit		(2,934,347,534)	(2,312,578,103)	(2,934,347,534)	(2,312,578,103)
Other component of owners' equity					
Revaluation surplus on investment					
at fair value through other					
comprehensive income - net of income taxes	8.4	336,829,853	355,636,097	336,829,853	355,636,097
Equity attributable to equity holders of the Company		3,328,059,144	3,968,634,819	3,328,059,144	3,968,634,819
Non-controlling interests of the subsidiary		7,005	7,030	-	-
TOTAL EQUITY		3,328,066,149	3,968,641,849	3,328,059,144	3,968,634,819
TOTAL LIABILITIES AND EQUITY		14,030,997,308	14,088,638,436	14,030,265,424	14,087,908,369

D. M. M. M.

See condensed notes to the financial statements

PHILLIP LIFE ASSURANCE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023
“UNAUDITED”

Unit: Baht

	Notes	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
PROFIT OR LOSS					
REVENUES					
Premium written		563,268,577	610,814,423	563,268,577	610,814,423
<u>Less</u> Premium ceded to reinsurers		(8,647,249)	(6,307,454)	(8,647,249)	(6,307,454)
Net premium written		554,621,328	604,506,969	554,621,328	604,506,969
<u>Less</u> Unearned premium reserves increased					
from prior period		(30,616,297)	(194,449)	(30,616,297)	(194,449)
Earned premium after reinsurance		524,005,031	604,312,520	524,005,031	604,312,520
Fee and commission income		1,117,442	991,386	1,117,442	991,386
Net investment income		81,493,490	79,961,187	81,493,490	79,961,187
Gain on investments		17,284,970	26,566,767	17,284,970	26,566,767
Fair value losses		(3,877,709)	(94,071,420)	(3,877,709)	(94,071,420)
Share of profit (loss) from investment in a subsidiary					
under equity method		-	-	(20,611)	126,408
Other income		946,305	653,271	556,324	364,681
Total revenues		620,969,529	618,413,711	620,558,937	618,251,529
EXPENSES					
Long-term life insurance policy reserves increased					
(decreased) from prior period		575,376,633	(601,202,337)	575,376,633	(601,202,337)
Unexpired risk reserves increased from prior period		11,184,268	2,318,125	11,184,268	2,318,125
Benefit payments under life policies and gross claims		532,085,908	592,279,679	532,085,908	592,279,679
<u>Less</u> Benefit payments under life policies and					
claims refundable from reinsurance		(2,690,534)	(2,276,738)	(2,690,534)	(2,276,738)
Commission and brokerage expenses		54,114,525	57,007,360	53,856,995	56,867,505
Other underwriting expenses		4,336,558	5,255,125	4,336,558	5,255,125
Operating expenses		45,296,133	75,828,823	45,143,046	75,806,453
Finance costs		112,751	300,251	112,751	300,251
Expected credit losses and impairment losses (reversal)	18	11,702,607	(19,052,594)	11,702,607	(19,052,399)
Other expenses		135,704	1,010,016	135,704	1,010,016
Total expenses		1,231,654,553	111,467,710	1,231,243,936	111,305,680
Profit (loss) before income tax expenses		(610,685,024)	506,946,001	(610,684,999)	506,945,849
Income tax income (expense)	16.2	(4,753,340)	16,055,959	(4,753,340)	16,055,959
Net profit (loss)		(615,438,364)	523,001,960	(615,438,339)	523,001,808

Du Winda

PHILLIP LIFE ASSURANCE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
 STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023
 "UNAUDITED"

Unit: Baht

	Notes	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Other comprehensive income (loss)					
Items to be recognised in profit or loss in subsequent periods					
Losses on valuation of investment at fair value through other comprehensive income		(23,507,805)	(2,329,315)	(23,507,805)	(2,329,315)
Income taxes relating to components of other comprehensive income	16.2	4,701,561	465,863	4,701,561	465,863
Items to be recognised in profit or loss in subsequent periods - net of income taxes		(18,806,244)	(1,863,452)	(18,806,244)	(1,863,452)
Items not to be recognised in profit or loss in subsequent periods					
Actuarial gain (loss)		(6,331,092)	3,762,191	(6,331,092)	3,762,191
Items not to be recognised in profit or loss in subsequent periods		(6,331,092)	3,762,191	(6,331,092)	3,762,191
Other comprehensive income (loss) for the periods - net of income taxes					
		(25,137,336)	1,898,739	(25,137,336)	1,898,739
Total comprehensive income (loss) for the periods					
		(640,575,700)	524,900,699	(640,575,675)	524,900,547
Net profit (loss) attributable to					
The Company's shareholders					
		(615,438,339)	523,001,808	(615,438,339)	523,001,808
Non-controlling interests of the subsidiary					
		(25)	152		
		(615,438,364)	523,001,960		
Total comprehensive income (loss) for the periods attributable to					
The Company's shareholders					
		(640,575,675)	524,900,547	(640,575,675)	524,900,547
Non-controlling interests of the subsidiary					
		(25)	152		
		(640,575,700)	524,900,699		
Earnings (losses) per share	19				
Basic earnings (losses) per share		(0.64)	0.55	(0.64)	0.55

Signature

See condensed notes to the financial statements

PHILLIP LIFE ASSURANCE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

"UNAUDITED"

Unit: Baht

	Consolidated financial statement							Total
	Equity attributable to equity holders of the Company							
	Issued and paid-up share capital	Discount on share capital	Deficit	Other component of equity Revaluation surplus on investment 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 January 1, 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	-	-	523,001,808	-	523,001,808	152	523,001,960	
Other comprehensive income (loss) for the period	-	-	3,762,191	(1,863,452)	1,898,739	-	1,898,739	
Total comprehensive income (loss) for the period	-	-	526,763,999	(1,863,452)	524,900,547	152	524,900,699	
Balance as at March 31, 2022	5,984,375,000	(58,798,175)	(2,397,045,406)	648,417,237	4,176,948,656	6,395	4,176,955,051	
Balance as at January 1, 2023	5,984,375,000	(58,798,175)	(2,312,578,103)	355,636,097	3,968,634,819	7,030	3,968,641,849	
Net loss	-	-	(615,438,339)	-	(615,438,339)	(25)	(615,438,364)	
Other comprehensive loss for the period	-	-	(6,331,092)	(18,806,244)	(25,137,336)	-	(25,137,336)	
Total comprehensive loss for the period	-	-	(621,769,431)	(18,806,244)	(640,575,675)	(25)	(640,575,700)	
Balance as at March 31, 2023	5,984,375,000	(58,798,175)	(2,934,347,534)	336,829,853	3,328,059,144	7,005	3,328,066,149	

Sirindhy

See condensed notes to the financial statements

PHILLIP LIFE ASSURANCE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023
"UNAUDITED"

	Separate financial statement					Unit: Baht
	Issued and paid-up share capital	Discount on share capital	Deficit	Other component of equity	Total	
				Revaluation surplus on investment at fair value through other comprehensive income - net of income taxes		
Balance as at January 1, 2022	5,984,375,000	(58,798,175)	(2,923,809,405)	650,280,689	3,652,048,109	
Net profit	-	-	523,001,808	-	523,001,808	
Other comprehensive income (loss) for the period	-	-	3,762,191	(1,863,452)	1,898,739	
Total comprehensive income (loss) for the period	-	-	526,763,999	(1,863,452)	524,900,547	
Balance as at March 31, 2022	5,984,375,000	(58,798,175)	(2,397,045,406)	648,417,237	4,176,948,656	
Balance as at January 1, 2023	5,984,375,000	(58,798,175)	(2,312,578,103)	355,636,097	3,968,634,819	
Net loss	-	-	(615,438,339)	-	(615,438,339)	
Other comprehensive loss for the period	-	-	(6,331,092)	(18,806,244)	(25,137,336)	
Total comprehensive loss for the period	-	-	(621,769,431)	(18,806,244)	(640,575,675)	
Balance as at March 31, 2023	5,984,375,000	(58,798,175)	(2,934,347,534)	336,829,853	3,328,059,144	

Dr. Indira

See condensed notes to the financial statements

PHILLIP LIFE ASSURANCE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

"UNAUDITED"

Unit: Baht

	Notes	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Cash flows from operating activities					
Gross premium from direct insurance		627,551,512	682,150,535	627,551,512	682,150,535
Cash paid from reinsurance		(2,043,781)	(2,573,369)	(2,043,781)	(2,573,369)
Interest income		51,980,282	49,289,616	51,980,282	49,289,616
Dividend income		19,034,417	18,914,184	19,034,417	18,914,184
Other income		9,503,771	9,768,708	9,113,791	9,480,117
Benefit payments under life policies and gross claims					
from direct insurance		(533,614,245)	(506,773,615)	(533,614,245)	(506,773,615)
Commission and brokerage expenses on direct insurance		(61,843,846)	(84,156,035)	(61,586,316)	(84,016,180)
Other underwriting expenses		(5,375,243)	(6,848,310)	(5,375,243)	(6,848,310)
Operating expenses		(50,629,858)	(63,158,635)	(50,453,430)	(62,693,977)
Other expenses		(135,704)	(1,010,000)	(135,704)	(1,010,000)
Cash received on financial assets		1,273,744,302	364,548,613	1,273,744,302	364,548,613
Cash paid for financial assets		(1,004,849,074)	(388,480,711)	(1,004,849,074)	(388,480,711)
Net cash provided by operating activities		323,322,533	71,670,981	323,366,511	71,986,903
Cash flows from (used in) investing activities					
Net cash received for disposal of equipment		-	371,072	-	371,072
Net cash paid for purchase of equipment		(320,759)	-	(320,759)	-
Net cash provided by (used in) investing activities		(320,759)	371,072	(320,759)	371,072
Cash flows used in financial activities					
Repayments of lease liabilities	4.2	(4,967,702)	(6,076,270)	(4,967,702)	(6,076,270)
Net cash used in financing activities		(4,967,702)	(6,076,270)	(4,967,702)	(6,076,270)
Net increase in cash and cash equivalents		318,034,072	65,965,783	318,078,050	66,281,705
Decrease in allowance for expected credit losses		239,148	5,746	239,148	5,551
Cash and cash equivalents at beginning of periods		362,600,596	516,913,634	356,558,603	511,089,117
Cash and cash equivalents at ending of periods	4.1	680,873,816	582,885,163	674,875,801	577,376,373

Orin

See condensed notes to the financial statements

**PHILLIP LIFE ASSURANCE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2023
“UNAUDITED”**

1. THE COMPANY’S OPERATIONS AND GENERAL INFORMATION

Phillip Life Assurance Public Company Limited (the “Company”) was established as a public company under Thai laws and domiciled in Thailand. As at March 31, 2023 and December 31, 2022, major shareholder is Phillip Life Company Limited, which was incorporated in Singapore, holding 99.79% 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 March 31, 2023 and December 31, 2022, the Company had altogether 12 branches.

The Company has extensive transactions and relationships with its related parties. Accordingly, the accompanying financial statements may not necessarily be indicative of the conditions that would have existed or the results of operations that would have occurred had the Company operated without such affiliations.

On August 9, 2013, the Company received approval for waiver from the Office of Insurance Commission (OIC) allowing foreign shareholders to hold the Company’s shares exceed 49% of the shares and non-Thai directors more than half of the total number of directors of the Company for a period of 10 years and shall be extended for another 5 years. The Company is required to comply with requirements under such approval.

On February 9, 2023, the Company sent the letter to OIC to consult on extending the waiver period for another 5 years, including recruiting legal advisors for opinions and advices regarding the process of extending the waiver period and complying with requirements under such approval. The Company’s management is preparing documents to submit to OIC for extending the waiver period for another 5 years.

2. BASIS OF PREPARATION OF INTERIM FINANCIAL INFORMATION

2.1 These interim consolidated and separate financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No. 34 “Interim Financial Reporting” and accounting practices generally accepted in Thailand. The Company presents the condensed notes to interim financial statements and in accordance with Thai accounting practices related to insurance and the accounting and reporting guidelines prescribed by the Office of Insurance Commission (“OIC”), and in accordance with the format of financial statements specified in the Notification of the OIC regarding Rules, Procedures, Conditions and Periods for preparation and submission of financial statements of life insurance companies B.E. 2566 (2023) dated February 8, 2023, which has been effective since January 1, 2023.

- 2.2 The consolidated and separate statements of financial position as at December 31, 2022, presented herein for comparison, have been derived from the consolidated and separate financial statements of the Company for the year then ended which had been previously audited.
- 2.3 The English version of the interim financial statements for the three-month period ended March 31, 2023 have been prepared from the Thai version of the interim financial statements prepared by law. In the event of any conflict or different interpretation of the two different languages, the Thai version interim financial statements in accordance with the Thai law is superseded.
- 2.4 The unaudited results of operations presented in the three-month period ended March 31, 2023 are not necessarily an indication nor anticipation of the operating results for the full year.
- 2.5 Certain financial information which is normally included in the annual financial statements prepared in accordance with TFRS, but which is not required for interim reporting purposes, has been omitted. Therefore, the interim financial statements for the three-month period ended March 31, 2023 should be read in conjunction with the audited financial statements for the year ended December 31, 2022.
- 2.6 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	
			March 31, 2023 (Percent)	December 31, 2022 (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.

2.7 Separate financial statements

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

2.8 The preparation of interim financial statements in conformity with Thai Accounting Standard No. 34 also requires the Company's management to exercise judgements in order to determine the accounting policies, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the end of the reporting period and the reported amounts of revenue and expense during the reporting period. Although, these estimates are based on management's reasonable consideration of current events, actual results may differ from these estimates.

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

During the period, the Group has adopted the revised financial reporting standards issued by the Federation of Accounting Professions which are effective for fiscal years beginning on or after January 1, 2023. These financial reporting standards were aimed at alignment with the corresponding Thai Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology and clarification of accounting requirements. The adoption of these financial reporting standards does not have any significant impact on the Company Group's interim financial statements.

In addition, The Federation of Accounting Professions issued the accounting guidelines for financial instruments and disclosures on insurance business, which has been announced in the Royal Gazette on November 30, 2022 and will be effective for the financial statements for the period beginning on or after January 1, 2023 onwards with earlier application permitted. The adoption of the accounting guidelines for financial instruments and disclosures on insurance business do not have any significant impact on the Company Group's interim financial statements.

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

On August 19, 2022, Thai Financial Reporting Standard No.17 "Insurance Contracts" has been announced in the Royal Gazette and will be effective for the financial statements for the period beginning on or after January 1, 2025 onwards.

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

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared based on basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended December 31, 2022.

4. CASH AND CASH EQUIVALENTS

4.1 Cash and cash equivalents as at March 31, 2023 and December 31, 2022, consist of:

	Consolidated financial statements		Unit : Thousand Baht Separate financial statements	
	As at March 31, 2023	As at December 31, 2022	As at March 31, 2023	As at December 31, 2022
Cash on hand	98	364	98	364
Deposits at banks with no fixed maturity date	681,110	292,368	675,109	286,323
Investments with maturity periods of not longer than 3 months	-	69,964	-	69,964
Total cash and cash equivalents	681,208	362,696	675,207	356,651
<u>Less</u> Allowance for expected credit losses	(334)	(95)	(331)	(92)
Cash and cash equivalents - net	680,874	362,601	674,876	356,559

4.2 Non-cash items

Cash paid for repayment of lease liabilities for the three-month periods ended March 31, 2023 and 2022 were as follows:

	Unit : Thousand Baht Consolidated and separate financial statements	
	2023	2022
Cash paid for repayment of lease liabilities		
Lease liabilities - beginning	15,494	50,136
Remeasurement during the periods	-	25,142
Cancelled during the periods	-	(38,000)
<u>Less</u> Cash paid for repayment of lease liabilities	(4,968)	(6,076)
Lease liabilities - ending	10,526	31,202

5. PREMIUM RECEIVABLES

As at March 31, 2023 and December 31, 2022, 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	
	As at	As at
	March 31,	December 31,
	2023	2022
Not yet due	109,817	174,142
Not over 30 days	-	-
Over 30 days to 60 days	5	-
Over 60 days to 90 days	-	5
Overdue longer than 90 days	5,626	5,660
Total premium receivables	115,448	179,807
<u>Less Allowance for doubtful accounts</u>	<u>(5,600)</u>	<u>(5,638)</u>
Premium receivables - net	<u>109,848</u>	<u>174,169</u>

6. REINSURANCE ASSETS

As at March 31, 2023 and December 31, 2022, reinsurance assets consisted of reserves refundable from reinsurers as follows:

	Unit : Thousand Baht	
	Consolidated and separate	
	financial statements	
	As at	As at
	March 31,	December 31,
	2023	2022
Insurance reserve refundable from reinsurers		
Unearned premium reserves	9,205	8,951
Unexpired risk reserves	1,200	1,395
Loss reserves		
Claims incurred and reported	647	135
Claims incurred but not yet reported	547	24
Reinsurance assets (see Note 14)	<u>11,599</u>	<u>10,505</u>

7. REINSURANCE RECEIVABLES

As at March 31, 2023 and December 31, 2022, reinsurance receivables consisted of the following:

	Unit : Thousand Baht	
	Consolidated and separate	
	financial statements	
	As at	As at
	March 31,	December 31,
	2023	2022
Amounts due from reinsurers	4,803	2,113
Reinsurance receivables	<u>4,803</u>	<u>2,113</u>

8. INVESTMENTS IN SECURITIES

8.1 Classified by investment type

	Unit : Thousand Baht			
	Consolidated and separate financial statements			
	As at March 31, 2023		As at December 31, 2022	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Investments at fair value through profit or loss				
Domestic unit trusts	2,040,011	2,100,572	2,600,200	2,641,328
Foreign unit trusts	779,154	791,888	922,236	930,636
Total	<u>2,819,165</u>	<u>2,892,460</u>	<u>3,522,436</u>	<u>3,571,964</u>
<u>Add</u> Unrealised gains	73,295		49,528	
Investments at fair value through profit or loss - net	<u>2,892,460</u>		<u>3,571,964</u>	
Investments at fair value through other comprehensive income				
Government and state enterprise securities	3,284,296	3,256,563	2,806,027	2,747,025
Private sector debt securities	2,743,588	2,721,995	2,744,135	2,708,813
Domestic common stocks	377,039	379,174	401,029	418,355
Foreign common stocks	1,441,778	1,892,554	1,443,520	1,916,410
Domestic unit trusts	854,452	758,537	878,599	815,178
Foreign unit trusts	181,833	174,597	182,000	181,251
Total	<u>8,882,986</u>	<u>9,183,420</u>	<u>8,455,310</u>	<u>8,787,032</u>
<u>Add</u> Unrealised gains	421,037		444,536	
<u>Less</u> Allowance for impairment	(28,488)		(20,699)	
<u>Less</u> Allowance for expected credit losses	<u>(92,115)</u>		<u>(92,115)</u>	
Investments at fair value through other comprehensive income - net	<u>9,183,420</u>		<u>8,787,032</u>	
Investments at amortised cost				
Deposits at financial institutions with maturity period of longer than 3 months	-		10,317	
<u>Less</u> Allowance for expected credit losses	-		-	
Investments at amortised cost - net	<u>-</u>		<u>10,317</u>	
Investments in securities - net	<u>12,075,880</u>		<u>12,369,313</u>	

8.2 Classified by stage of credit risk

	Unit : Thousand Baht			
	Consolidated and separate financial statements			
	As at March 31, 2023		As at December 31, 2022	
	Fair value	Allowance for expected credit losses	Fair value	Allowance for expected credit losses
Investments at fair value through other comprehensive income				
Stage 1 - Debt securities without a significant increase of credit risk	6,073,425	(1,845)	5,557,359	(1,845)
Stage 3 - Credit - impaired debt securities	79,730	(90,270)	79,730	(90,270)
Total	6,153,155	(92,115)	5,637,089	(92,115)

	Unit : Thousand Baht		
	Consolidated and separate financial statements		
	As at March 31, 2023		
	Gross carrying value	Allowance for expected credit losses	Net carrying value
Investments at amortised cost			
Stage 1 - Debt securities without a significant increase of credit risk	-	-	-
Total	-	-	-

	Unit : Thousand Baht		
	Consolidated and separate financial statements		
	As at December 31, 2022		
	Gross carrying value	Allowance for expected credit losses	Net carrying value
Investments at amortised cost			
Stage 1 - Debt securities without a significant increase of credit risk	10,317	-	10,317
Total	10,317	-	10,317

8.3 Investments subject to restrictions

As at March 31, 2023 and December 31, 2022, the Group placed certain assets as securities and insurance reserves as follows:

	Unit : Thousand Baht			
	Consolidated and separate financial statements			
	As at March 31, 2023		As at December 31, 2022	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Placed with the Life Assurance Registrar:				
As securities	22,377	22,012	22,443	21,858
As life insurance reserves	2,438,939	2,416,438	2,333,988	2,268,605
Total	<u>2,461,316</u>	<u>2,438,450</u>	<u>2,356,431</u>	<u>2,290,463</u>

8.4 Revaluation surplus on investments at fair value through other comprehensive income

	Unit : Thousand Baht	
	Consolidated and separate financial statements	
	As at March 31, 2023	As at December 31, 2022
Balances at beginning of the periods	444,545	812,851
Losses on revaluation during the periods	(42,086)	(392,531)
Reversal of expected credit losses in profit or loss	-	(915)
Recognition of impairment loss in profit or loss	7,789	1,827
Recognition of losses on sales in profit or loss	10,789	23,313
Balances at end of the periods	<u>421,037</u>	<u>444,545</u>
Less: Income taxes	<u>(84,207)</u>	<u>(88,909)</u>
Balances at ending of the periods - net of income taxes	<u>336,830</u>	<u>355,636</u>

9. LOANS AND INTEREST RECEIVABLES

9.1 Loans and interest receivables classified by overdue periods

As at March 31, 2023 and December 31, 2022, 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
As at March 31, 2023

Overdue periods	Policy loans		Mortgage loans		Other loans		Total		Total
	Principal	Interest receivables	Principal	Interest receivables	Principal	Interest receivables	Principal	Interest receivables	
Not yet due	505,094	15,713	49,267	63	29	-	554,390	15,776	570,166
Overdue:									
Less than 3 months	-	-	24,591	713	-	-	24,591	713	25,304
3 - 6 months	-	-	-	-	-	-	-	-	-
6 - 12 months	-	-	827	13	-	-	827	13	840
Over 12 months	-	-	342,414	65,533	-	-	342,414	65,533	407,947
Total	505,094	15,713	417,099	66,322	29	-	922,222	82,035	1,004,257
Less: Allowance for expected credit losses	-	-	(202,202)	(31,666)	-	-	(202,202)	(31,666)	(233,868)
Loans and interest receivables - net	505,094	15,713	214,897	34,656	29	-	720,020	50,369	770,389

Unit : Thousand Baht

Consolidated and separate financial statements
As at December 31, 2022

Overdue periods	Policy loans		Mortgage loans		Other loans		Total		Total
	Principal	Interest receivables	Principal	Interest receivables	Principal	Interest receivables	Principal	Interest receivables	
Not yet due	497,987	14,189	67,650	593	-	-	565,637	14,782	580,419
Overdue:									
Less than 3 months	-	-	8,215	15	-	-	8,215	15	8,230
3 - 6 months	-	-	926	12	-	-	926	12	938
6 - 12 months	-	-	-	-	-	-	-	-	-
Over 12 months	-	-	343,608	61,725	-	-	343,608	61,725	405,333
Total	497,987	14,189	420,399	62,345	-	-	918,386	76,534	994,920
Less: Allowance for expected credit losses	-	-	(201,371)	(29,444)	-	-	(201,371)	(29,444)	(230,815)
Loans and interest receivables - net	497,987	14,189	219,028	32,901	-	-	717,015	47,090	764,105

As at March 31, 2023 and December 31, 2022, 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 lands and buildings.

As at March 31, 2023, 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 rate 7 percent per annum. (As at December 31, 2022: Nil)

9.2 Loans and interest receivables classified by staging of credit risk

As at March 31, 2023 and December 31, 2022, 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

Consolidated and separate financial statements
As at March 31, 2023

Staging of credit risk	Mortgage loans		Other loans		Total		Total
	Principal	Interest receivables	Principal	Interest receivables	Principal	Interest receivables	
Stage 1 - Loans without a significant increase of credit risk	44,352	17	29	-	44,381	17	44,398
Stage 2 - Loans with significant increases of credit risk	13,077	671	-	-	13,077	671	13,748
Stage 3 - Credit impairment loans	359,670	65,634	-	-	359,670	65,634	425,304
Total	417,099	66,322	29	-	417,128	66,322	483,450
Less: Allowance for expected credit losses	(202,202)	(31,666)	-	-	(202,202)	(31,666)	(233,868)
Loans and interest receivables - net	214,897	34,656	29	-	214,926	34,656	249,582

Unit : Thousand Baht

Consolidated and separate financial statements
As at December 31, 2022

Staging of credit risk	Mortgage loans		Other loans		Total		Total
	Principal	Interest receivables	Principal	Interest receivables	Principal	Interest receivables	
Stage 1 - Loans without a significant increase of credit risk	46,186	-	-	-	46,186	-	46,186
Stage 2 - Loans with significant increases of credit risk	14,218	594	-	-	14,218	594	14,812
Stage 3 - Credit impairment loans	359,995	61,751	-	-	359,995	61,751	421,746
Total	420,399	62,345	-	-	420,399	62,345	482,744
Less: Allowance for expected credit losses	(201,371)	(29,444)	-	-	(201,371)	(29,444)	(230,815)
Loans and interest receivables - net	219,028	32,901	-	-	219,028	32,901	251,929

10. INVESTMENT IN A SUBSIDIARY

As at March 31, 2023 and December 31, 2022, detail of investment in a subsidiary, as presented in the separate financial statements, was as follows:

Company's name	Type of business	Country of incorporation	Issued and paid-up share capital		Shareholding percentage		Unit : Thousand Baht			
			Carrying value under equity method		Cost					
			As at	As at	As at	As at	As at	As at	As at	As at
			March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
Phillip Insurance Broker Company Limited	Non-life insurance broker	Thailand	5,000	5,000	99.88	99.88	4,994	4,994	5,831	5,851
Total investment in a subsidiary							4,994	4,994	5,831	5,851

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.

11. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment as at March 31, 2023 and December 31, 2022, consisted of the following:

	Consolidated and separate financial statements					Total
	Land	Buildings and building improvements	Furniture, fixtures and office equipment	Computers	Motor vehicles	
Cost:						
January 1, 2023	36,714	265,182	55,544	67,780	2,745	427,965
Additions	-	-	20	310	-	330
Transfer in (out)	-	-	-	-	-	-
Disposals/write-off	-	-	(239)	-	-	(239)
March 31, 2023	36,714	265,182	55,325	68,090	2,745	428,056
Accumulated depreciation:						
January 1, 2023	-	151,723	52,416	56,832	1,707	262,678
Depreciation for the period	-	4,571	666	1,247	69	6,553
Disposals/write-off	-	-	(232)	-	-	(232)
March 31, 2023	-	156,294	52,850	58,079	1,776	268,999
Net carrying value						
December 31, 2022	36,714	113,459	3,128	10,948	1,038	165,287
March 31, 2023	36,714	108,888	2,475	10,011	969	159,057

As at March 31, 2023 and December 31, 2022, the Company's certain buildings and equipment items have been fully depreciated but are still in use. The cost of those assets amounted to approximately Baht 160.11 million and Baht 159.07 million, respectively.

Depreciation for the three-month periods ended March 31, 2023 and 2022 amounting to Baht 6.55 million and Baht 7.67 million, respectively, were included in operating expenses.

12. LEASES

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

12.1 Right-of-use assets

Right-of-use assets as at March 31, 2023 and December 31, 2022, consisted of the following:

**Unit : Thousand Baht
Consolidated and separate
financial statements
Leased buildings**

Net carrying value as at January 1, 2023	11,631	
Depreciation for the period	(4,382)	
Net carrying value as at March 31, 2023	7,249	

12.2 Lease liabilities

**Unit : Thousand Baht
Consolidated and separate
financial statements**

As at	As at
March 31,	December 31,
2023	2022

Amounts of lease payments	10,526	15,494
<u>Less</u> Deferred interest expenses	(168)	(281)
Lease liabilities	10,358	15,213
<u>Less</u> Current portion	(8,864)	(13,318)
Lease liabilities - net of current portion	1,494	1,895

13. OTHER ASSETS

As at March 31, 2023 and December 31, 2022, other assets consisted of the following items:

	Consolidated financial statements		Unit : Thousand Baht Separate financial statements	
	As at March 31, 2023	As at December 31, 2022	As at March 31, 2023	As at December 31, 2022
Rental deposits	4,438	4,635	4,438	4,635
Agents and brokers receivables	7,865	7,992	7,865	7,992
Other receivables	139,657	142,974	139,657	142,974
Withholding taxes	42,069	40,163	42,069	40,163
Receivables from sales of investments	30,353	35,068	30,353	35,068
Receivable from the Legal Execution Department	3,829	3,829	3,829	3,829
Others	11,361	34,021	10,796	33,482
Total	239,572	268,682	239,007	268,143
<u>Less</u> Allowance for doubtful	<u>(84,203)</u>	<u>(87,700)</u>	<u>(84,203)</u>	<u>(87,700)</u>
Other assets - net	155,369	180,982	154,804	180,443

14. INSURANCE CONTRACT LIABILITIES

	Unit : Thousand Baht					
	Consolidated and separate financial statements					
	As at March 31, 2023			As at December 31, 2022		
	Insurance contract liabilities	Reinsurance of liabilities (see Note 6)	Net	Insurance contract liabilities	Reinsurance of liabilities (see Note 6)	Net
Long-term insurance policy reserves	9,032,014	-	9,032,014	8,456,637	-	8,456,637
Loss reserves						
Claims incurred and reported	88,903	(647)	88,256	97,452	(135)	97,317
Claims incurred but not yet reported	98,135	(547)	97,588	84,115	(24)	84,091
Premium reserves						
Unearned premium reserves	379,712	(9,205)	370,507	348,841	(8,951)	339,890
Unexpired risk reserves	158,441	(1,200)	157,241	147,452	(1,395)	146,057
Unpaid policy benefits	49,139	-	49,139	48,228	-	48,228
Other insurance liabilities	590,030	-	590,030	596,906	-	596,906
Total	10,396,374	(11,599)	10,384,775	9,779,631	(10,505)	9,769,126

14.1 Long-term insurance contract reserves

	Unit : Thousand Baht	
	Consolidated and separate financial statements	
	As at March 31, 2023	As at December 31, 2022
Balances - beginning of the period/year	8,456,637	9,310,423
Reserves increased for new businesses and inforce policies	334,574	1,487,670
Reserves released from death, benefit paid, lapse and surrender	(237,277)	(1,303,372)
Adjustments due to changes in assumptions	459,881	(1,052,450)
Adjustments due to changes in experience	18,199	14,366
Balances - ending of the period/year	<u>9,032,014</u>	<u>8,456,637</u>

14.2 Short-term insurance contract reserves

(a) Loss reserves

	Unit : Thousand Baht	
	Consolidated and separate financial statements	
	As at March 31, 2023	As at December 31, 2022
Balances - beginning of the period/year	181,567	306,488
Claims incurred in the current period/year	297,750	1,116,993
Changes in loss reserves from prior years	(17,251)	(148,879)
Claims paid during the period/year	(275,028)	(1,093,035)
Balances - ending of the period/year	<u>187,038</u>	<u>181,567</u>

(b) Unearned premium reserves

	Unit : Thousand Baht	
	Consolidated and separate financial statements	
	As at March 31, 2023	As at December 31, 2022
Balances - beginning of the period/year	348,841	360,577
Premium written for the period/year	210,241	786,754
Premium earned for the period/year	(179,370)	(798,490)
Balances - ending of the period/year	<u>379,712</u>	<u>348,841</u>

(c) Unexpired risk reserves

	Unit : Thousand Baht Consolidated and separate financial statements	
	As at March 31, 2023	As at December 31, 2022
Balances - beginning of the period/year	496,293	421,352
Estimated claims	299,400	1,125,680
Risk expired during the period/year	(257,540)	(1,050,739)
Balances - ending of the period/year	<u>538,153</u>	<u>496,293</u>

As at March 31, 2023 and December 31, 2022, the Company has an excess of unexpired risk reserves from unearned premium reserves net of reinsurance by Baht 157.24 million and Baht 146.06 million, respectively.

14.3 Unpaid policy benefits

	Unit : Thousand Baht Consolidated and separate financial statements	
	As at March 31, 2023	As at December 31, 2022
Death benefits	1,894	5,951
Maturity payments	17,182	17,184
Surrender	1,281	1,348
Benefit payments under policies	548	604
Others	28,234	23,141
Total unpaid policy benefits	<u>49,139</u>	<u>48,228</u>

14.4 Other insurance liabilities

	Unit : Thousand Baht Consolidated and separate financial statements	
	As at March 31, 2023	As at December 31, 2022
Deposits of the insured	560,849	563,508
Others	29,181	33,398
Total other insurance liabilities	<u>590,030</u>	<u>596,906</u>

15. REINSURANCE PAYABLES

As at March 31, 2023 and December 31, 2022, the Company had reinsurance payables classified by type of liabilities as follows:

	Unit : Thousand Baht	
	Consolidated and separate financial statements	
	As at March 31, 2023	As at December 31, 2022
Amount due to reinsurers	14,008	8,522
Total due to reinsurers	<u>14,008</u>	<u>8,522</u>

16. DEFERRED TAX LIABILITIES AND INCOME TAX INCOMES (EXPENSES)

16.1 Deferred tax liabilities

As at March 31, 2023 and December 31, 2022, deferred tax liabilities consisted of tax effects arose from the following temporary difference items:

	Unit : Thousand Baht			
	Consolidated and separate financial statements			
	As at March 31, 2023	As at December 31, 2022	Changes in deferred tax liabilities for the three-month periods ended March 31,	
			2023	2022
Deferred tax liabilities arose from:				
Unrealised gains on investments at fair value through other comprehensive income	84,208	88,909	4,701	466
Unrealised gains on investments at fair value through profit or loss	14,305	9,552	(4,753)	16,056
Total deferred tax liabilities	<u>98,513</u>	<u>98,461</u>		
Total changes			<u>(52)</u>	<u>16,522</u>
Recognition of changes in:				
- Profit or loss			(4,753)	16,056
- Other comprehensive income			4,701	466
Total changes			<u>(52)</u>	<u>16,522</u>

As at March 31, 2023 and December 31, 2022, 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 and believes that it will not have sufficient taxable profit in the future to utilise such deductible temporary differences and unused tax losses before they expire. Those tax-deductible temporary differences and unused tax losses items are as follows:

	Unit : Thousand Baht	
	Consolidated and separate	
	financial statements	
	As at	As at
	March 31,	December 31,
	2023	2022
Employee benefit obligations	45,615	40,016
Unearned premium reserves	131,467	95,614
Loss reserves	185,845	181,408
Unexpired risk reserves	157,241	146,057
Leases	4,717	5,190
Allowance for impairment	28,488	20,699
Allowance for expected credit losses	330,914	327,004
Tax losses brought forward no longer than five fiscal years	389,035	153,681
Total	<u>1,273,322</u>	<u>969,669</u>

16.2 Income tax incomes (expenses)

Income tax incomes (expenses) for the three-month periods ended March 31, 2023 and 2022 were made up as follows:

	Unit : Thousand Baht	
	Consolidated and separate	
	financial statements	
	For the three-month	
	periods ended March 31,	
	2023	2022
Current income taxes:		
Corporate income tax for the periods	-	-
Deferred income taxes:		
Relating to origination and reversal of temporary differences	(4,753)	16,056
Income tax incomes (expenses) recognised in profit or loss	<u>(4,753)</u>	<u>16,056</u>

Reconciliations between income tax incomes (expenses) and the product of accounting gain (loss) for the three-month periods ended March 31, 2023 and 2022 and the applicable tax rate were as follows:

	Unit : Thousand Baht	
	Consolidated and separate	
	financial statements	
	For the three-month	
	periods ended March 31,	
	2023	2022
Accounting gain (loss) before income tax incomes (expenses)	<u>(610,685)</u>	<u>506,946</u>
Applicable tax rate	20%	20%
Amount of income taxes at the applicable tax rate	122,137	(101,389)
Net tax effect on revenues or expenses that are not taxable or not deductible in determining taxable profits	(68,217)	989
Reversal temporary differences, which are not recognised as deferred tax assets	(11,602)	(12,727)
Taxes on loss carried forward loss which were expected not to be utilised and not recorded as deferred tax assets but utilised during the periods	-	129,183
Taxes on loss for the periods, which are expected not to be able to utilise and were not recorded as deferred tax assets	<u>(47,071)</u>	<u>-</u>
Income tax incomes (expenses) recognised in profit or loss	<u>(4,753)</u>	<u>16,056</u>

The amounts of income taxes relating to each component of other comprehensive income (loss) for the three-month periods ended March 31, 2023 and 2022 were as follows:

	Unit : Thousand Baht	
	Consolidated and separate	
	financial statements	
	For the three-month	
	periods ended March 31,	
	2023	2022
Income taxes relating to:		
Investments at fair value through other comprehensive income		
Losses (gains) on revaluation during the periods	8,417	(4,662)
Recognition of expected credit losses in profit or loss	-	(23)
Recognition of impairment losses in profit or loss	(1,558)	(246)
Recognition of gains (losses) on sales in profit or loss	<u>(2,158)</u>	<u>5,397</u>
Income taxes reported in other comprehensive income (loss)	<u>4,701</u>	<u>466</u>

17. OTHER LIABILITIES

As at March 31, 2023 and December 31, 2022, other liabilities consisted of the following items:

	Consolidated		Unit : Thousand Baht	
	financial statements		Separate	
	As at March 31, 2023	As at December 31, 2022	As at March 31, 2023	As at December 31, 2022
Accrued commission and brokerage expenses	36,265	43,995	36,265	43,995
Deposits from agents	67,689	68,038	67,689	68,038
Accrued operating expenses	25,439	47,740	24,714	47,017
Payables from purchases of investments	-	7,573	-	7,573
Others	8,441	10,599	8,441	10,599
Total other liabilities	137,834	177,945	137,109	177,222

18. EXPECTED CREDIT LOSSES AND IMPAIRMENT LOSSES (REVERSAL)

	Unit : Thousand Baht	
	Consolidated and separate	
	financial statements	
	For the three-month	
	periods ended March 31, 2023	periods ended March 31, 2022
Expected credit losses		
Cash and cash equivalents	239	6
Accrued investment income	622	898
Investments in securities	-	114
Loans and interest receivables	3,053	(20,070)
Impairment losses		
Investments in securities	7,789	-
Total	11,703	(19,052)

19. EARNINGS (LOSSES) PER SHARE

Basic earnings (losses) per share is calculated by dividing net profit (loss) 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 (losses) per share for the three-month periods ended March 31, 2023 and 2022 were determined as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month		For the three-month	
	periods ended March 31,		periods ended March 31,	
	2023	2022	2023	2022
Net profit (loss) attributable to the Company's shareholders (Thousand Baht)	(615,438)	523,002	(615,438)	523,002
Weighted average number of ordinary shares (Thousand shares)	957,500	957,500	957,500	957,500
Basic earnings (losses) per share (Baht/share)	(0.64)	0.55	(0.64)	0.55

20. RELATED PARTY TRANSACTIONS

20.1 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

20.2 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:

Related companies	Consolidated and separate financial statements		Pricing policy
	For the three-month periods ended March 31,		
	2023	2022	
Expenses			
Securities management fee	1,268	1,218	Contract rates or agreed-upon rates
Commission expenses	300	395	Contract rates or agreed-upon rates

20.3 Outstanding balances with related parties

As at March 31, 2023 and December 31, 2022, the outstanding balances between the Company and its related parties were as follows:

Related companies	Unit : Thousand Baht	
	Consolidated and separate financial statements	
	As at March 31, 2023	As at December 31, 2022
Assets		
Premium receivables	22	21
Liabilities		
Accrued securities management fee	1,268	1,255

20.4 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 periods ended March 31, 2023 2022	
Short-term employee benefits	8,277	7,356
Long-term employee benefits	367	446
Total	<u>8,644</u>	<u>7,802</u>

21. COMMITMENTS AND CONTINGENT LIABILITIES

Non-cancellable low valued lease commitments and service agreements

The Group had future minimum lease payments required under non-cancellable low valued lease and service agreements as follows:

	Unit : Thousand Baht Consolidated and separate financial statements As at As at March 31, December 31, 2023 2022	
Within one year	4,619	5,875
Over one year to five years	309	531
Total	<u>4,928</u>	<u>6,406</u>

For the three-month periods ended March 31, 2023 and 2022, the Group recorded expense according to the non-cancellable low valued lease and service agreements in the consolidated and separate statements of profit or loss and other comprehensive income of Baht 2.17 million and Baht 0.66 million, respectively.

22. LITIGATIONS

As at March 31, 2023 and December 31, 2022, the Company had outstanding litigation cases whereby the Company has been sued for the amount of Baht 16.53 million and Baht 5.03 million, respectively. The judgment of the cases has not yet been finalised and the Company's management believes 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.

23. FAIR VALUES OF FINANCIAL INSTRUMENTS

As at March 31, 2023 and December 31, 2022, the Group had financial assets and liabilities that were measured or disclosed at fair value using different levels of inputs as follows:

	Consolidated financial statements				Unit : Thousand Baht
	March 31, 2023				Carrying value
	Level 1	Fair value		Total	
	Level 2	Level 3			
Financial assets measured at fair values					
Investments at fair value through profit or loss					
Domestic unit trusts	-	2,100,572	-	2,100,572	2,100,572
Foreign unit trusts	-	791,888	-	791,888	791,888
Investments at fair value through other comprehensive income					
Government and state enterprise securities	-	3,256,563	-	3,256,563	3,256,563
Private sector debt securities	-	2,642,265	79,730	2,721,995	2,721,995
Domestic common stocks	372,532	-	6,642	379,174	379,174
Foreign common stocks	1,892,554	-	-	1,892,554	1,892,554
Domestic unit trusts	758,537	-	-	758,537	758,537
Foreign unit trusts	174,597	-	-	174,597	174,597
Financial assets for which fair values were disclosed					
Cash and cash equivalents	680,874	-	-	680,874	680,874
Accrued investment income	44,914	-	-	44,914	44,914
Policy loans and interest receivables	-	-	572,901	572,901	520,807
Mortgage loans, other loans and interest receivables	-	-	402,307	402,307	249,582
Financial liabilities for which fair values were disclosed					
Lease liabilities	-	-	10,358	10,358	10,358

Unit : Thousand Baht					
Consolidated financial statements					
December 31, 2022					
	Fair value			Total	Carrying value
	Level 1	Level 2	Level 3		
Financial assets measured at fair values					
Investments at fair value through profit or loss					
Domestic unit trusts	-	2,641,328	-	2,641,328	2,641,328
Foreign unit trusts	-	930,636	-	930,636	930,636
Investments at fair value through other comprehensive income					
Government and state enterprise securities	-	2,747,025	-	2,747,025	2,747,025
Private sector debt securities	-	2,629,083	79,730	2,708,813	2,708,813
Domestic common stocks	411,713	-	6,642	418,355	418,355
Foreign common stocks	1,916,410	-	-	1,916,410	1,916,410
Domestic unit trusts	815,178	-	-	815,178	815,178
Foreign unit trusts	181,251	-	-	181,251	181,251
Financial assets for which fair values were disclosed					
Cash and cash equivalents	362,601	-	-	362,601	362,601
Accrued investment income	36,069	-	-	36,069	36,069
Investments at amortised cost					
Deposits at financial institutions with a maturity period of longer than 3 months	10,317	-	-	10,317	10,317
Policy loans and interest receivables	-	-	564,560	564,560	512,176
Mortgage loans, other loans and interest receivables	-	-	521,491	521,491	251,929
Financial liabilities for which fair values were disclosed					
Lease liabilities	-	-	15,213	15,213	15,213

Unit : Thousand Baht					
Separate financial statements					
March 31, 2023					
	Fair value			Total	Carrying value
	Level 1	Level 2	Level 3		
Financial assets measured at fair values					
Investments at fair value through profit or loss					
Domestic unit trusts	-	2,100,572	-	2,100,572	2,100,572
Foreign unit trusts	-	791,888	-	791,888	791,888
Investments at fair value through other comprehensive income					
Government and state enterprise securities	-	3,256,563	-	3,256,563	3,256,563
Private sector debt securities	-	2,642,265	79,730	2,721,995	2,721,995
Domestic common stocks	372,532	-	6,642	379,174	379,174
Foreign common stocks	1,892,554	-	-	1,892,554	1,892,554
Domestic unit trusts	758,537	-	-	758,537	758,537
Foreign unit trusts	174,597	-	-	174,597	174,597
Financial assets for which fair values were disclosed					
Cash and cash equivalents	674,876	-	-	674,876	674,876
Accrued investment income	44,914	-	-	44,914	44,914
Policy loans and interest receivables	-	-	572,901	572,901	520,807
Mortgage loans, other loans and interest receivables	-	-	402,307	402,307	249,582
Financial liabilities for which fair values were disclosed					
Lease liabilities	-	-	10,358	10,358	10,358

	Unit : Thousand Baht				
	Separate financial statements				
	December 31, 2022				
	Fair value				Carrying
	Level 1	Level 2	Level 3	Total	value
Financial assets measured at fair values					
Investments at fair value through profit or loss					
Domestic unit trusts	-	2,641,328	-	2,641,328	2,641,328
Foreign unit trusts	-	930,636	-	930,636	930,636
Investments at fair value through other comprehensive income					
Government and state enterprise securities	-	2,747,025	-	2,747,025	2,747,025
Private sector debt securities	-	2,629,083	79,730	2,708,813	2,708,813
Domestic common stocks	411,713	-	6,642	418,355	418,355
Foreign common stocks	1,916,410	-	-	1,916,410	1,916,410
Domestic unit trusts	815,178	-	-	815,178	815,178
Foreign unit trusts	181,251	-	-	181,251	181,251
Financial assets for which fair values were disclosed					
Cash and cash equivalents	356,559	-	-	356,559	356,559
Accrued investment income	36,069	-	-	36,069	36,069
Investments at amortised cost					
Deposits at financial institutions with a maturity period of longer than 3 months	10,317	-	-	10,317	10,317
Policy loans and interest receivables	-	-	564,560	564,560	512,176
Mortgage loans, other loans and interest receivables	-	-	521,491	521,491	251,929
Financial liabilities for which fair values were disclosed					
Lease liabilities	-	-	15,213	15,213	15,213

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

- (1) The fair values of financial assets having short-term maturity, which are cash and cash equivalent, short-term deposits at financial institutes and accrued investment income, are estimated to approximate their carrying values.
- (2) Investments in government and state enterprise securities and private sector debt securities are determined for fair values using the yield curve as announced by the Thai Bond Market Association.
- (3) Investments in private sector debt securities at fair value level 3 are determined by using best estimates of net realized value.
- (4) Investment in unit trusts which are non-marketable securities has been determined by net asset value at the last working day of the reporting period as quoted on their asset management company.
- (5) Investment in common stocks and unit trusts which are marketable securities, their fair values are generally derived from last bid prices of the last working day of the reporting period.

- (6) Investment in common stocks which are non-marketable securities has been determined by using book value per share, calculated from the last issuer's financial statement.
- (7) Policy loans and interest receivables are estimated from the present value of cash flows discounted by zero coupon bonds.
- (8) Mortgaged loans and interest receivables are estimated from the present value of cash flows discounted by the current market interest rate of the loans with similar terms and conditions.
- (9) Lease liabilities is approximated to their carrying values due to similar approximation between interest rate and 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
Balance as of January 1, 2023	6,642
Unrealised losses recognised in other comprehensive income	-
Balance as of March 31, 2023	<u>6,642</u>

24. APPROVAL OF INTERIM FINANCIAL INFORMATION

This interim financial information was authorised for issue by the Company's authorised director on May 10, 2023.