

Phillip Life Assurance Public Company Limited
and its subsidiary
Review report and interim financial information
For the three-month and six-month periods ended
30 June 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 June 2022, and the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, the consolidated statements of changes in owners' equity, and cash flows for the six-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of 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 August 2022

Phillip Life Assurance Public Company Limited and its subsidiary

Statements of financial position

As at 30 June 2022 and 31 December 2021

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2022 (Unaudited but reviewed)	31 December 2021 (Audited)	30 June 2022 (Unaudited but reviewed)	31 December 2021 (Audited)
Assets					
Cash and cash equivalents	3	388,991,983	516,913,634	383,159,603	511,089,117
Premium receivables	4	93,263,317	195,792,416	93,263,317	195,792,416
Accrued investment income		36,810,796	36,674,205	36,810,796	36,674,205
Reinsurance assets	5	8,157,907	8,601,145	8,157,907	8,601,145
Reinsurance receivables	6	4,586,744	5,911,231	4,586,744	5,911,231
Investment assets					
Investments in securities	7	12,410,430,011	12,679,539,156	12,410,430,011	12,679,539,156
Loans and interest receivables	8	857,785,081	901,559,801	857,785,081	901,559,801
Investments in a subsidiary	9	-	-	5,983,138	5,196,601
Investment assets of the insured		224,182	248,369	224,182	248,369
Premises and equipment		181,123,958	200,040,024	181,123,958	200,040,024
Right-of-use assets	10.1	22,737,623	44,468,376	22,737,623	44,468,376
Intangible assets		5,253,268	7,388,302	5,253,268	7,388,302
Other assets	11	200,647,362	228,330,189	199,983,470	227,850,770
Total assets		14,210,012,232	14,825,466,848	14,209,499,098	14,824,359,513

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



Dr. Manoj

Phillip Life Assurance Public Company Limited and its subsidiary

Statements of financial position (Continued)

As at 30 June 2022 and 31 December 2021

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2022 (Unaudited but reviewed)	31 December 2021 (Audited)	30 June 2022 (Unaudited but reviewed)	31 December 2021 (Audited)
Liabilities and owners' equity					
Liabilities					
Insurance contract liabilities	12	9,114,392,153	10,658,574,723	9,114,392,153	10,658,574,723
Investment contract liabilities		224,182	248,369	224,182	248,369
Reinsurance payables	13	11,920,364	12,632,865	11,920,364	12,632,865
Lease liabilities	10.2	25,236,461	48,451,090	25,236,461	48,451,090
Income tax payable		115,582,450	-	115,582,450	-
Employee benefit obligations		50,849,638	57,601,154	50,849,638	57,601,154
Deferred tax liabilities	14.1	85,325,735	200,790,907	85,325,735	200,790,907
Other liabilities	15	138,618,558	195,113,388	138,112,612	194,012,296
Total liabilities		9,542,149,541	11,173,412,496	9,541,643,595	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		(1,550,584,113)	(2,923,809,405)	(1,550,584,113)	(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	292,862,791	650,280,689	292,862,791	650,280,689
Equity attributable to equity holders of the Company		4,667,855,503	3,652,048,109	4,667,855,503	3,652,048,109
Non-controlling interests of the subsidiary		7,188	6,243	-	-
Total owners' equity		4,667,862,691	3,652,054,352	4,667,855,503	3,652,048,109
Total liabilities and owners' equity		14,210,012,232	14,825,466,848	14,209,499,098	14,824,359,513

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

Directors

Di Maly



(Unaudited but reviewed)

Phillip Life Assurance Public Company Limited and its subsidiary

Statements of comprehensive income

For the three-month periods ended 30 June 2022 and 2021

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
		(Unit: Baht)			
Profit or loss:					
Revenues					
Premium written		445,930,511	766,805,069	445,930,511	766,805,069
Less: Premium ceded to reinsurers		(5,645,874)	(106,144,823)	(5,645,874)	(106,144,823)
Net premium written		440,284,637	660,660,246	440,284,637	660,660,246
Add: Unearned premium reserves decreased					
from prior period		55,528,060	71,643,508	55,528,060	71,643,508
Earned premium after reinsurance		495,812,697	732,303,754	495,812,697	732,303,754
Fee and commission income		1,265,536	4,685,220	1,265,536	4,685,220
Net investment revenues		114,011,725	105,144,295	114,008,731	105,141,418
Gain on investments		1,187,656	59,494,283	1,187,656	59,494,283
Fair value gains		38,851,704	136,147,120	38,851,704	136,147,120
Share of profit from investment in a subsidiary					
under equity method		-	-	660,128	105,083
Other income		2,260,212	2,223,682	217,957	1,879,290
Total revenues		653,389,530	1,039,998,354	652,004,409	1,039,756,168
Expenses					
Long-term life insurance policy reserves increased (decreased)					
from prior period		(815,966,709)	322,662,886	(815,966,709)	322,662,886
Unexpired risk reserves decreased from prior period		(11,941,289)	(23,640,190)	(11,941,289)	(23,640,190)
Benefit payments under life policies and gross claims		402,344,864	629,171,015	402,344,864	629,171,015
Less: Benefit payments under life policies and					
claims refundable from reinsurance		(2,461,214)	(128,611,339)	(2,461,214)	(128,611,339)
Commission and brokerage expenses		45,450,907	89,938,034	44,069,898	89,712,260
Other underwriting expenses		4,275,888	5,678,383	4,275,888	5,678,383
Operating expenses		67,167,108	61,465,631	67,163,989	61,449,769
Finance costs		235,496	625,987	235,496	625,987
Expected credit losses	16	3,348,456	9,236,160	3,348,256	9,235,736
Other expenses		4,459,935	33	4,459,935	33
Total expenses		(303,086,558)	966,526,600	(304,470,886)	966,284,540
Profit before income tax expenses		956,476,088	73,471,754	956,475,295	73,471,628
Income tax expenses	14.2	(110,014,002)	(14,150,086)	(110,014,002)	(14,150,086)
Net profit		846,462,086	59,321,668	846,461,293	59,321,542

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



Dr. Kiat

(Unaudited but reviewed)

Phillip Life Assurance Public Company Limited and its subsidiary
 Statements of comprehensive income (Continued)
 For the three-month periods ended 30 June 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:					
Gains (losses) on valuation of available-for-sale investments measured at fair value through other comprehensive income		(444,443,058)	92,179,794	(444,443,058)	92,179,794
Add (less): Income taxes	14.2	88,888,612	(18,435,959)	88,888,612	(18,435,959)
Items to be recognised in profit or loss in subsequent periods - net of income taxes		(355,554,446)	73,743,835	(355,554,446)	73,743,835
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 income (loss) for the periods		(355,554,446)	73,743,835	(355,554,446)	73,743,835
Total comprehensive income for the periods		490,907,640	133,065,503	490,906,847	133,065,377
Net profit attributable to:					
The Company's shareholders		846,461,293	59,321,542	846,461,293	59,321,542
Non-controlling interests of the subsidiary		793	126		
		<u>846,462,086</u>	<u>59,321,668</u>		
Total comprehensive income for the periods attributable to:					
The Company's shareholders		490,906,847	133,065,377	490,906,847	133,065,377
Non-controlling interests of the subsidiary		793	126		
		<u>490,907,640</u>	<u>133,065,503</u>		
Basic earnings per share					
Earnings per share	17	0.88	0.06	0.88	0.06

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



Dr. Minky

(Unaudited but reviewed)

Phillip Life Assurance Public Company Limited and its subsidiary

Statements of comprehensive income

For the six-month periods ended 30 June 2022 and 2021

	Note	(Unit: Baht)			
		Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Profit or loss:					
Revenues					
Premium written		1,056,744,934	1,625,156,965	1,056,744,934	1,625,156,965
Less: Premium ceded to reinsurers		(11,953,328)	(210,678,683)	(11,953,328)	(210,678,683)
Net premium written		1,044,791,606	1,414,478,282	1,044,791,606	1,414,478,282
Add: Unearned premium reserves decreased					
from prior period		55,333,611	67,361,051	55,333,611	67,361,051
Earned premium after reinsurance		1,100,125,217	1,481,839,333	1,100,125,217	1,481,839,333
Fee and commission income		2,256,922	8,620,603	2,256,922	8,620,603
Net investment revenues		193,972,912	211,529,488	193,969,918	211,526,611
Gain on investments		27,754,423	77,030,673	27,754,423	77,030,673
Fair value gains (losses)		(55,219,716)	200,688,378	(55,219,716)	200,688,378
Share of profit from investment in a subsidiary					
under equity method		-	-	786,536	92,795
Other income		2,913,483	2,756,618	582,638	2,301,268
Total revenues		1,271,803,241	1,982,465,093	1,270,255,938	1,982,099,661
Expenses					
Long-term life insurance policy reserves decreased from prior period		(1,417,169,046)	(476,471,407)	(1,417,169,046)	(476,471,407)
Unexpired risk reserves increased (decreased) from prior period		(9,623,164)	3,327,022	(9,623,164)	3,327,022
Benefit payments under life policies and gross claims		994,624,543	1,343,614,068	994,624,543	1,343,614,068
Less: Benefit payments under life policies and					
claims refundable from reinsurance		(4,737,952)	(260,963,881)	(4,737,952)	(260,963,881)
Commission and brokerage expenses		102,458,267	218,519,005	100,937,403	218,198,380
Other underwriting expenses		9,531,013	12,078,422	9,531,013	12,078,422
Operating expenses		142,995,931	153,735,183	142,970,442	153,690,709
Finance costs		535,747	1,310,880	535,747	1,310,880
Expected credit losses (reversal)	16	(15,704,138)	25,035,006	(15,704,143)	25,034,785
Other expenses		5,469,951	24,105	5,469,951	24,105
Total expenses		(191,618,848)	1,020,208,403	(193,165,206)	1,019,843,083
Profit before income tax expenses		1,463,422,089	962,256,690	1,463,421,144	962,256,578
Income tax expenses	14.2	(93,958,043)	(13,416,409)	(93,958,043)	(13,416,409)
Net profit		1,369,464,046	948,840,281	1,369,463,101	948,840,169

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



On hand

(Unaudited but reviewed)

Phillip Life Assurance Public Company Limited and its subsidiary
 Statements of comprehensive income (Continued)
 For the six-month periods ended 30 June 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:					
Gains (losses) on valuation of available-for-sale investments measured at fair value through other comprehensive income					
		(446,772,373)	129,464,311	(446,772,373)	129,464,311
Add (less): Income taxes	14.2	89,354,475	(25,892,862)	89,354,475	(25,892,862)
Items to be recognised in profit or loss in subsequent periods - net of income taxes					
		(357,417,898)	103,571,449	(357,417,898)	103,571,449
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					
		(353,655,707)	103,571,449	(353,655,707)	103,571,449
Total comprehensive income for the periods					
		1,015,808,339	1,052,411,730	1,015,807,394	1,052,411,618
Net profit attributable to:					
The Company's shareholders					
		1,369,463,101	948,840,169	1,369,463,101	948,840,169
Non-controlling interests of the subsidiary					
		945	112		
		1,369,464,046	948,840,281		
Total comprehensive income for the periods attributable to:					
The Company's shareholders					
		1,015,807,394	1,052,411,618	1,015,807,394	1,052,411,618
Non-controlling interests of the subsidiary					
		945	112		
		1,015,808,339	1,052,411,730		
Basic earnings per share					
	17				
Earnings per share		1.43	1.01	1.43	1.01

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



Dir. Nadek

(Unaudited but reviewed)

Phillip Life Assurance Public Company Limited and its subsidiary

Statements of changes in owners' equity

For the six-month periods ended 30 June 2022 and 2021

(Unit: Baht)

Consolidated financial statements

	Equity attributable to equity holders of the Company							
	Issued and paid-up share capital	Share discount	Deficit	Other component of equity		Total equity attributable to the Company's shareholders	Equity attributable to non-controlling interests of the subsidiary	Total
				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	6,085	1,962,850,735
Net profit	-	-	948,840,169	-	948,840,169		112	948,840,281
Other comprehensive income for the period	-	-	-	103,571,449	103,571,449		-	103,571,449
Total comprehensive income for the period	-	-	948,840,169	103,571,449	1,052,411,618		112	1,052,411,730
Issuance of additional ordinary shares	300,000,000	-	-	-	300,000,000		-	300,000,000
Balance as at 30 June 2021	5,984,375,000	(58,798,175)	(3,264,183,952)	653,863,395	3,315,256,268		6,197	3,315,262,465
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	-	-	1,369,463,101	-	1,369,463,101		945	1,369,464,046
Other comprehensive income (loss) for the period	-	-	3,762,191	(357,417,898)	(353,655,707)		-	(353,655,707)
Total comprehensive income (loss) for the period	-	-	1,373,225,292	(357,417,898)	1,015,807,394		945	1,015,808,339
Balance as at 30 June 2022	5,984,375,000	(58,798,175)	(1,550,584,113)	292,862,791	4,667,855,503		7,188	4,667,862,691

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 (Continued)

For the six-month periods ended 30 June 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	-	-	948,840,169	-	948,840,169
Other comprehensive income for the period	-	-	-	103,571,449	103,571,449
Total comprehensive income for the period	-	-	948,840,169	103,571,449	1,052,411,618
Issuance of additional ordinary shares	300,000,000	-	-	-	300,000,000
Balance as at 30 June 2021	<u>5,984,375,000</u>	<u>(58,798,175)</u>	<u>(3,264,183,952)</u>	<u>653,863,395</u>	<u>3,315,256,268</u>
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	-	-	1,369,463,101	-	1,369,463,101
Other comprehensive income (loss) for the period	-	-	3,762,191	(357,417,898)	(353,655,707)
Total comprehensive income (loss) for the period	-	-	1,373,225,292	(357,417,898)	1,015,807,394
Balance as at 30 June 2022	<u>5,984,375,000</u>	<u>(58,798,175)</u>	<u>(1,550,584,113)</u>	<u>292,862,791</u>	<u>4,667,855,503</u>

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

Dh mabg

(Unaudited but reviewed)

Phillip Life Assurance Public Company Limited and its subsidiary

Statements of cash flows

For the six-month periods ended 30 June 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	1,159,173,075	1,679,123,802	1,159,173,075	1,679,123,802
Cash paid from reinsurance	(4,346,466)	(13,994,496)	(4,346,466)	(13,994,496)
Interest income	110,775,387	150,861,705	110,772,392	150,858,828
Dividend income	77,434,369	59,959,789	77,434,369	59,959,789
Other income	21,041,881	1,941,058	18,711,036	1,485,709
Benefit payments under life policies and gross claims				
from direct insurance	(1,056,238,055)	(1,474,838,190)	(1,056,238,055)	(1,474,838,190)
Commission and brokerage expenses on direct insurance	(137,543,126)	(318,224,271)	(136,022,262)	(317,903,647)
Other underwriting expenses	(10,951,155)	(13,636,774)	(10,951,155)	(13,636,774)
Operating expenses	(108,631,480)	(154,128,601)	(107,826,372)	(154,934,565)
Other expenses	(1,990,627)	(22,845)	(1,990,627)	(22,845)
Cash received on financial assets	747,877,909	1,579,579,425	747,877,909	1,579,579,425
Cash paid for financial assets	(913,327,201)	(1,913,561,897)	(913,327,201)	(1,913,561,897)
Net cash used in operating activities	(116,725,489)	(416,941,295)	(116,733,357)	(417,884,861)
Cash flows from (used in) investing activities				
Equipment	246,405	(1,698,016)	246,405	(1,698,016)
Net cash provided by (used in) investing activities	246,405	(1,698,016)	246,405	(1,698,016)
Cash flows from (used in) financial activities				
Repayments of lease liabilities	(11,369,100)	(16,086,139)	(11,369,100)	(16,086,139)
Proceeds from issuance of additional ordinary shares	-	300,000,000	-	300,000,000
Net cash provided by (used in) financing activities	(11,369,100)	283,913,861	(11,369,100)	283,913,861
Net decrease in cash and cash equivalents	(127,848,184)	(134,725,450)	(127,856,052)	(135,669,016)
Increase in allowance for expected credit losses	(73,467)	(100,595)	(73,462)	(100,374)
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	388,991,983	222,048,959	383,159,603	216,114,525

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



D. Mialy

Phillip Life Assurance Public Company Limited and its subsidiary
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For the three-month and six-month periods ended 30 June 2022 and 2021

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Phillip Life Assurance Public Company Limited and its subsidiary

Notes to interim financial statements

For the three-month and six-month periods ended 30 June 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 June 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 June 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 June 2022, the Company's CAR stood at 207% (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.

The market circumstances indicate uncertainties, which are dependent upon the success of the Company's capital increase and improvement of the Company's operating performance. 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 June 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 June	31 December	30 June	31 December
	2022	2021	2022	2021
Cash on hand	213	284	213	284
Deposits at banks with no fixed maturity date	388,895	456,846	383,060	451,018
Investments with maturity periods of not longer than 3 months	-	59,973	-	59,973
Total cash and cash equivalents	389,108	517,103	383,273	511,275
Less: Allowance for expected credit losses	(116)	(189)	(113)	(186)
Cash and cash equivalents - net	388,992	516,914	383,160	511,089

4. Premium receivables

As at 30 June 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 June 2022	31 December 2021
Not yet due	93,209	195,752
Not over 30 days	8	3
Over 31 days to 60 days	-	-
Over 61 days to 90 days	-	1
Overdue longer than 90 days	5,815	5,906
Total premium receivables	99,032	201,662
Less: Allowance for doubtful accounts	(5,769)	(5,870)
Premium receivables - net	93,263	195,792

5. Reinsurance assets

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

	(Unit: Thousand Baht)	
	Consolidated and separate financial statements	
	30 June 2022	31 December 2021
Insurance reserve refundable from reinsurers		
Unearned premium reserves	7,008	7,910
Unexpired Risk Reserves	222	299
Loss reserves		
Claims incurred and reported	656	269
Claims incurred but not yet reported	272	123
Reinsurance assets	<u>8,158</u>	<u>8,601</u>

6. Reinsurance receivables

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

	(Unit: Thousand Baht)	
	Consolidated and separate financial statements	
	30 June 2022	31 December 2021
Amounts due from reinsurers	<u>4,587</u>	<u>5,911</u>
Reinsurance receivables	<u>4,587</u>	<u>5,911</u>

7. Investments in securities

7.1 Classified by investment type

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	30 June 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	3,336,210	3,396,688	3,265,951	3,457,912
Foreign unit trusts	652,047	732,319	611,091	662,619
Total	3,988,257	4,129,007	3,877,042	4,120,531
Add: Revaluation allowance				
from fair value measurement	61,074		191,451	
from translation of foreign currencies	79,676		52,038	
Total revaluation allowance	140,750		243,489	
Trading investments measured at fair value through profit or loss - net	4,129,007		4,120,531	
Available-for-sale investments measured at fair value through other comprehensive income				
Government and state enterprise securities	2,110,102	2,002,652	1,992,011	2,026,196
Private sector debt securities	2,815,547	2,760,364	2,807,180	2,867,378
Domestic common stocks	472,410	473,231	453,644	505,829
Foreign common stocks	1,386,731	1,988,314	1,386,731	2,060,621
Domestic unit trusts	836,701	775,730	860,974	818,191
Foreign unit trusts	227,015	260,815	227,015	260,623
Total	7,848,506	8,261,106	7,727,555	8,538,838
Add: Revaluation allowance				
from fair value measurement	366,079		812,840	
from translation of foreign currencies	157,881		110,345	
Total revaluation allowance	523,960		923,185	
Less: Allowance for impairment	(19,259)		(18,872)	
Less: Allowance for expected credit losses	(92,101)		(93,030)	
Available-for-sale investments measured at fair value through other comprehensive income - net	8,261,106		8,538,838	

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated and separate financial statements			
30 June 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	
	-		-
Held-to-maturity investments measured at amortised cost - net			
20,317		20,170	
Investments in securities - net		12,679,539	
12,410,430		12,679,539	

7.2 Classified by stage of credit risk

(Unit: Thousand Baht)

Consolidated and separate financial statements			
30 June 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			
4,944,101	(1,831)	5,073,277	(3,950)
Stage 3 - Credit - impaired debt securities			
79,730	(90,270)	80,920	(89,080)
Total		5,154,197	
5,023,831	(92,101)	5,154,197	(93,030)

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated and separate financial statements			
30 June 2022			
	Gross	Allowance for	Net
	carrying value	expected credit	carrying value
		losses	
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	-	20,317

(Unit: Thousand Baht)

Consolidated and separate financial statements			
31 December 2021			
	Gross	Allowance for	Net
	carrying value	expected credit	carrying value
		losses	
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	-	20,170

7.3 Investments subject to restrictions

As at 30 June 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 June 2022		31 December 2021	
	Amortised cost	Fair value	Amortised cost	Fair value
Placed with the Life Assurance Registrar:				
As securities	22,575	21,271	22,705	23,170
As life insurance reserves	2,450,256	2,366,907	2,402,292	2,481,417
Total	2,472,831	2,388,178	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 six-month period ended	For the year ended
	30 June 2022	31 December 2021
Balances at beginning of the periods	812,851	687,865
Gains (losses) on revaluation during the periods	(418,833)	251,927
Recognition of expected credit losses in profit or loss	(929)	(73)
Recognition (reversal) of impairment loss in profit or loss	387	(7,965)
Recognition of gains on sales in profit or loss	(27,397)	(118,903)
Balances at end of the periods	366,079	812,851
Less: Income taxes	(73,216)	(162,570)
Balances at end of the periods - net of income taxes	292,863	650,281

8. Loans and interest receivables

8.1 Loans and interest receivables classified by overdue periods

As at 30 June 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 June 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	507,153	16,544	55,667	1	34	-	562,854	16,545	579,399
Past due									
Less than 3 months	-	-	17,064	680	-	-	17,064	680	17,744
3 - 6 months	-	-	8,141	108	-	-	8,141	108	8,249
6 - 12 months	-	-	23,280	620	-	-	23,280	620	23,900
Over 12 months	-	-	429,398	74,390	-	-	429,398	74,390	503,788
Total	507,153	16,544	533,550	75,799	34	-	1,040,737	92,343	1,133,080
Less: Allowance for expected credit losses	-	-	(242,831)	(32,464)	-	-	(242,831)	(32,464)	(275,295)
Loans and interest receivables - net	507,153	16,544	290,719	43,335	34	-	797,906	59,879	857,785

(Unit: Thousand Baht)

Consolidated and separate financial statements									
31 December 2021									
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	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 June 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 June 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 June 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 June 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	48,422	1	34	-	48,456	1	48,457
Stage 2 - Loans with significant increases of credit risk	15,904	674	-	-	15,904	674	16,578
Stage 3 - Credit impairment loans	469,224	75,124	-	-	469,224	75,124	544,348
Total	533,550	75,799	34	-	533,584	75,799	609,383
Less: Allowance for expected credit losses	(242,831)	(32,464)	-	-	(242,831)	(32,464)	(275,295)
Loans and interest receivables - net	290,719	43,335	34	-	290,753	43,335	334,088

(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 June 2022 and 31 December 2021, 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		Shareholding percentage		Cost		(Unit: Thousand Baht) Carrying value under		
			share capital						equity method		
			30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December	
			2022	2021	2022	2021	2022	2021	2022	2021	
						(%)	(%)				
Phillip Insurance Broker Company Limited	Non-life insurance broker	Thailand	5,000	5,000	99.88	99.88	4,994	4,994	5,983	5,197	
Total investment in a subsidiary							4,994	4,994	5,983	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 six-month period ended 30 June 2022 Leased buildings
Net book value as at 1 January 2022	44,468
Additions during the period	2,942
Remeasurement during the period	(9,735)
Cancelled during the period	(3,338)
Depreciation for the period	(11,599)
Net book value as at 30 June 2022	22,738

10.2 Lease liabilities

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	30 June 2022	31 December 2021
Amounts of lease payments	25,904	50,136
Less: Deferred interest expenses	(668)	(1,685)
Lease liabilities	25,236	48,451
Less: Current portion	(21,798)	(27,946)
Lease liabilities - net of current portion	3,438	20,505

11. Other assets

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

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
Rental deposits	5,257	6,983	5,257	6,983
Agents and brokers receivables	14,442	32,838	14,442	32,838
Other receivables	151,530	151,278	151,530	151,421
Withholding taxes	27,410	27,410	27,410	27,410
Receivables from sales of investments	5,471	6,446	5,471	6,446
Receivable from the Legal Executive Department	5,093	5,093	5,093	5,093
Others	18,662	25,749	17,998	25,127
Total	227,865	255,797	227,201	255,318
Less: Allowance for impairment	(27,218)	(27,467)	(27,218)	(27,467)
Other assets - net	200,647	228,330	199,983	227,851

12. Insurance contract liabilities

(Unit: Thousand Baht)

	Consolidated and separate financial statements					
	30 June 2022			31 December 2021		
	Insurance contract liabilities	Reinsurance of liabilities	Net	Insurance contract liabilities	Reinsurance of liabilities	Net
Long-term insurance policy reserves	7,893,254	-	7,893,254	9,310,423	-	9,310,423
Loss reserves						
Claims incurred and reported	87,267	(656)	86,611	94,937	(269)	94,668
Claims incurred but not yet reported	152,131	(272)	151,859	211,551	(123)	211,428
Premium reserves						
Unearned premium reserves	304,342	(7,008)	297,334	360,577	(7,910)	352,667
Unexpired risk reserves	51,074	(222)	50,852	60,775	(299)	60,476
Unpaid policy benefits	61,269	-	61,269	50,349	-	50,349
Other insurance liabilities	565,055	-	565,055	569,963	-	569,963
Total	9,114,392	(8,158)	9,106,234	10,658,575	(8,601)	10,649,974

12.1 Long-term insurance policy reserves

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	For the six-month period ended	For the year ended
	30 June 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	657,188	1,660,988
Insurance policy reserves released from death, benefit paid, lapse and surrender	(563,220)	(1,036,547)
Change in insurance policy reserves as a result of assumption changes	(1,515,495)	(1,006,466)
Changes in insurance policy reserves as a result of experience adjustments	4,358	(74,307)
Balances - end of the periods	7,893,254	9,310,423

12.2 Short-term insurance policy reserves**(a) Loss reserves**

(Unit: Thousand Baht)

Consolidated and separate
financial statements

	For the six-month period ended 30 June 2022	For the year ended 31 December 2021
Balances - beginning of the periods	306,488	415,990
Claims incurred in the current periods	555,856	1,702,437
Changes in loss reserves from the prior year	(145,615)	(25,169)
Claims paid during the periods	(477,331)	(1,786,770)
Balances - end of the periods	<u>239,398</u>	<u>306,488</u>

(b) Unearned premium reserves

(Unit: Thousand Baht)

Consolidated and separate
financial statements

	For the six-month period ended 30 June 2022	For the year ended 31 December 2021
Balances - beginning of the periods	360,577	471,579
Premium written during the periods	362,403	1,527,067
Premium earned during the periods	(418,638)	(1,638,069)
Balances - end of the periods	<u>304,342</u>	<u>360,577</u>

(Unaudited but reviewed)

(c) Unexpired risk reserves

(Unit: Thousand Baht)

Consolidated and separate
financial statements

	For the six-month period ended 30 June 2022	For the year ended 31 December 2021
Balances - beginning of the periods	421,352	586,551
Estimated claims	429,960	1,875,419
Risk expired during the periods	(495,896)	(2,040,618)
Balances - end of the periods	<u>355,416</u>	<u>421,352</u>

As at 30 June 2022 and 31 December 2021, the Company has an excess of unexpired risk reserves from unearned premium reserves net of reinsurance by Baht 50.9 million and Baht 60.5 million, respectively. During the six-month period ended 30 June 2022, the Company was already recognised a reversal of such reserves of Baht 9.6 million in profit or loss.

12.3 Unpaid policy benefits

(Unit: Thousand Baht)

Consolidated and separate
financial statements

	30 June 2022	31 December 2021
Death benefits	6,453	5,435
Maturity payments	17,808	18,940
Surrender	1,321	834
Benefit payments under policies	721	866
Others	34,966	24,274
Total unpaid policy benefits	<u>61,269</u>	<u>50,349</u>

12.4 Other insurance liabilities

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	30 June 2022	31 December 2021
Deposits of the insured	540,910	532,706
Others	24,145	37,257
Total other insurance liabilities	565,055	569,963

13. Reinsurance payables

As at 30 June 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	
	30 June 2022	31 December 2021
Outward premium payables	11,920	12,633
Total due to reinsurers	11,920	12,633

14. Deferred tax liabilities and income tax expenses

14.1 Deferred tax liabilities

As at 30 June 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					
			Changes in deferred tax liabilities			
	30 June	31 December	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	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	73,216	162,570	88,888	(18,436)	89,354	(25,893)
Unrealised gains on trading investments measured at fair value through profit or loss	12,110	38,221	10,055	(14,150)	26,111	(13,416)
Total deferred tax liabilities	85,326	200,791				
Total changes			98,943	(32,586)	115,465	(39,309)
Recognition of changes in						
- Profit or loss			10,055	(14,150)	26,111	(13,416)
- Other comprehensive income			88,888	(18,436)	89,354	(25,893)
Total changes			98,943	(32,586)	115,465	(39,309)

As at 30 June 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 June	31 December	30 June	31 December
	2022	2021	2022	2021
Employee benefit obligations	50,850	57,601	50,850	57,601
Loss reserves	238,470	306,096	238,470	306,096
Unexpired risk reserves	50,852	60,476	50,852	60,476
Leases	5,139	4,414	5,139	4,414
Allowance for impairment	19,259	18,872	19,259	18,872
Expected credit losses	376,953	392,657	376,953	392,657
Tax losses brought forward no longer than five fiscal years	-	829,945	-	829,945
Total	741,523	1,670,061	741,523	1,670,061

14.2 Income tax expenses

Income tax expenses for the three-month and six-month periods ended 30 June 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 six-month periods ended		For the three-month periods ended		For the six-month periods ended	
	30 June		30 June		30 June		30 June	
	2022	2021	2022	2021	2022	2021	2022	2021
Current income taxes:								
Corporate income tax for the periods	(120,069)	-	(120,069)	-	(120,069)	-	(120,069)	-
Deferred income taxes:								
Relating to origination and reversal of temporary differences	10,055	(14,150)	26,111	(13,416)	10,055	(14,150)	26,111	(13,416)
Income tax expenses recognised in profit or loss	(110,014)	(14,150)	(93,958)	(13,416)	(110,014)	(14,150)	(93,958)	(13,416)

(Unaudited but reviewed)

Reconciliations between income tax expenses and the product of accounting gain for the three-month and six-month periods ended 30 June 2022 and 2021 and the applicable tax rate were as follows:

(Unit: Thousand Baht)

	Consolidated financial statements				Separate financial statements			
	For the three-month		For the six-month		For the three-month		For the six-month	
	periods ended		periods ended		periods ended		periods ended	
	30 June		30 June		30 June		30 June	
	2022	2021	2022	2021	2022	2021	2022	2021
Accounting gain before income								
tax expenses	956,476	73,472	1,463,422	962,257	956,475	73,472	1,463,421	962,257
Applicable tax rate	20%	20%	20%	20%	20%	20%	20%	20%
Amount of income taxes at the								
applicable tax rate	(191,295)	(14,694)	(292,684)	(192,451)	(191,295)	(14,694)	(292,684)	(192,451)
Net tax effect on revenues or								
expenses that are not taxable								
or not deductible in determining								
taxable profits	496	1,626	1,485	2,589	496	1,626	1,485	2,589
Temporary differences, which are								
not recognised as deferred tax								
assets	34,053	15,717	21,326	24,668	34,053	15,717	21,326	24,668
Taxes on carried forward loss								
which were expected not to be								
utilised and not recorded as								
deferred tax assets but utilised								
during the period	46,732	(16,799)	175,915	151,778	46,732	(16,799)	175,915	151,778
Income tax expense recognised								
in profit or loss	(110,014)	(14,150)	(93,958)	(13,416)	(110,014)	(14,150)	(93,958)	(13,416)

(Unaudited but reviewed)

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

	(Unit: Thousand Baht)			
	Consolidated and separate financial statements			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	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	88,429	(29,758)	83,767	(40,718)
Recognition (reversal) of expected credit losses in profit or loss	209	(61)	186	(81)
Recognition (reversal) of impairment loss in profit or loss	168	608	(78)	1,658
Recognition of gains on sales in profit or loss	82	10,775	5,479	13,248
Income taxes reported in other comprehensive income (loss)	<u>88,888</u>	<u>(18,436)</u>	<u>89,354</u>	<u>(25,893)</u>

15. Other liabilities

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

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
Accrued commission and brokerage expenses	33,227	68,311	33,227	68,311
Deposits from agents	69,217	78,551	69,217	78,551
Accrued operating expenses	21,861	33,130	21,355	32,029
Payables from purchases of investments	8,509	8,013	8,509	8,013
Others	5,805	7,108	5,805	7,108
Total other liabilities	<u>138,619</u>	<u>195,113</u>	<u>138,113</u>	<u>194,012</u>

16. Expected credit losses

(Unit: Thousand Baht)

	Consolidated financial statements				Separate financial statements			
	For the three-month		For the six-month		For the three-month		For the six-month	
	periods ended		periods ended		periods ended		periods ended	
	30 June		30 June		30 June		30 June	
	2022	2021	2022	2021	2022	2021	2022	2021
Cash and cash equivalents	(79)	(2)	(73)	(100)	(79)	(2)	(73)	(100)
Accrued investment income	724	901	1,622	1,789	724	901	1,622	1,789
Investments in securities	(1,043)	308	(929)	406	(1,043)	308	(929)	406
Loans and interest receivables	3,746	8,029	(16,324)	22,940	3,746	8,029	(16,324)	22,940
Total	3,348	9,236	(15,704)	25,035	3,348	9,236	(15,704)	25,035

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 six-month periods ended 30 June 2022 and 2021 were determined as follows:

	Consolidated financial statements				Separate financial statements			
	For the three-month		For the six-month		For the three-month		For the six-month	
	periods ended		periods ended		periods ended		periods ended	
	30 June		30 June		30 June		30 June	
	2022	2021	2022	2021	2022	2021	2022	2021
Net profit attributable to the Company's shareholders (Thousand baht)	846,461	59,322	1,369,463	948,840	846,461	59,322	1,369,463	948,840
Weighted average number of ordinary shares (Thousand shares)	957,500	957,500	957,500	943,710	957,500	957,500	957,500	943,710
Basis earning per share Earnings per share (Baht/share)	0.88	0.06	1.43	1.01	0.88	0.06	1.43	1.01

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 six-month periods ended		
	30 June		30 June		
	2022	2021	2022	2021	
Related parties					
Expenses					
Securities management fee	1,266	1,127	2,484	2,163	Contract rates or agreed-upon rates
Commission expenses	170	245	565	853	Contract rates or agreed-upon rates

18.3 Outstanding balances with related parties

As at 30 June 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 June	31 December	30 June	31 December
	2022	2021	2022	2021
Subsidiary				
Assets				
Receivables from related parties	-	-	-	142
Related companies				
Assets				
Premium receivables	33	33	33	33
Liabilities				
Accrued securities management fee	1,266	1,216	1,266	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 six-month	
	periods ended 30 June		periods ended 30 June	
	2022	2021	2022	2021
Short-term employee benefits	948	792	2,099	1,557
Long-term employee benefits	12	34	24	69
Total	960	826	2,123	1,626

19. Litigations

As at 30 June 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 June 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 June 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	-	3,396,688	-	3,396,688	3,396,688
Foreign unit trusts	-	732,319	-	732,319	732,319
Available-for-sale investments measured at fair value through other comprehensive income					
Government and state enterprise securities	-	2,002,652	-	2,002,652	2,002,652
Private sector debt securities	-	2,680,634	79,730	2,760,364	2,760,364
Domestic common stocks	466,589	-	6,642	473,231	473,231
Foreign common stocks	1,988,314	-	-	1,988,314	1,988,314
Domestic unit trusts	775,730	-	-	775,730	775,730
Foreign unit trusts	260,815	-	-	260,815	260,815
Financial assets for which fair values were disclosed					
Cash and cash equivalents	388,992	-	-	388,992	388,992
Accrued investment income	-	36,811	-	36,811	36,811
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	-	-	567,072	567,072	523,697
Mortgage loans, other loans and interest receivables	-	-	542,605	542,605	334,088
Financial liabilities for which fair values were disclosed					
Lease liabilities	-	-	25,236	25,236	25,236

(Unit: Thousand Baht)

Consolidated financial statements					
31 December 2021					
Fair value					Carrying value
Level 1	Level 2	Level 3	Total		
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

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements					
30 June 2022					
	Fair value				Carrying value
	Level 1	Level 2	Level 3	Total	
Financial assets measured at fair values					
Trading investments measured at fair value through profit or loss					
Domestic unit trusts	-	3,396,688	-	3,396,688	3,396,688
Foreign unit trusts	-	732,319	-	732,319	732,319
Available-for-sale investments measured at fair value through other comprehensive income					
Government and state enterprise securities	-	2,002,652	-	2,002,652	2,002,652
Private sector debt securities	-	2,680,634	79,730	2,760,364	2,760,364
Domestic common stocks	466,589	-	6,642	473,231	473,231
Foreign common stocks	1,988,314	-	-	1,988,314	1,988,314
Domestic unit trusts	775,730	-	-	775,730	775,730
Foreign unit trusts	260,815	-	-	260,815	260,815
Financial assets for which fair values were disclosed					
Cash and cash equivalents	383,160	-	-	383,160	383,160
Accrued investment income	-	36,811	-	36,811	36,811
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	-	-	567,072	567,072	523,697
Mortgage loans, other loans and interest receivables	-	-	542,605	542,605	334,088
Financial liabilities for which fair values were disclosed					
Lease liabilities	-	-	25,236	25,236	25,236

(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
	<hr/>
Balance as of 30 June 2022	6,642
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21. Approval of interim financial information

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