


**Disclosure Form (Attached to the OIC Commissioner Order No.48/2561)**  
**Information Disclosure of Non-Life Insurance Companies B.E. 2561**

Part 1: To certify correctness of disclosure

The Company has reviewed the information disclosure with caution and certifies that it is complete, true, and not misleading or lack of significant information. The Company certifies the correctness of all information disclosure.

Signature..........  
Name.....Nikhil Ahsvani Advani.....  
Position.....Chief Executive Officer.....  
Disclosed on .....30..May...2022.....  
Information for the Quarter.....1.....Year.....2022.....

# CAPITAL ADEQUACY

The Company monitors the solvency capital in compliance with the requirements from the OIC.

Thailand has implemented RBC regulation since September 2011. In December 2019 the RBC regulation was updated with the implementation of RBC II, which updates and enhances the capital standards to be more comprehensive.

The key metric used by the regulator is the Capital Adequacy Ratio (CAR), defined as Total Capital Available (TCA) divided by Total Capital Required (TCR), which needs to remain above the supervisory CAR to maintain financial strength and avoid potential regulatory intervention.

The table below illustrates that throughout the year, the Company has a strong capital position, that is significantly above the minimum CAR of 120%.

Unit: Million Baht

Capital Items	Quarter 1		Quarter 2		Quarter 3	
	2022	2021	2022	2021	2022	2021
Common Equity Tier 1 Ratio (%)	1,040	1,145	XXX	1,031	XXX	1,059
Tier 1 Ratio (%)	1,040	1,145	XXX	1,031	XXX	1,059
Capital Adequacy Ratio (%)	1,040	1,145	XXX	1,031	XXX	1,059
Total Capital Available	456	439	XXX	448	XXX	446
Total Capital Required	44	38	XXX	43	XXX	42

- Remarks:**
- According to the OIC's RBC capital valuation of Non-Life Insurance Companies, the Registrar may determine the necessary procedures to manage companies with a CAR below the supervisory CAR
  - The above items use a Fair Value approach according to the OIC's Notification on the Valuation of Assets and Liabilities of Non-Life Insurance Companies and RBC capital is valued according to the OIC's Notification on the Valuation of Assets and Liabilities of Non-Life Insurance Companies
  - Quarter 2 is 6-month accumulated operating results and Quarter 3 is 9-month accumulated operating results.

---

AIA COMPANY LIMITED (NON-LIFE INSURANCE)  
THAILAND BRANCH

INTERIM FINANCIAL INFORMATION (UNAUDITED)

31 MARCH 2022

---



## AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Executive Committee of AIA Company Limited

I have reviewed the interim financial information of AIA Company Limited (Non-Life Insurance) Thailand Branch, which comprises the statement of financial position as at 31 March 2022, the related statements of comprehensive income, changes in Head Office's equity and cash flows for the three-month period then ended, and the condensed notes to the 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".

PricewaterhouseCoopers ABAS Ltd.

A handwritten signature in black ink, appearing to read 'Paiboon Tunkoon', written over a horizontal line.

**Paiboon Tunkoon**  
Certified Public Accountant (Thailand) No. 4298  
Bangkok  
6 May 2022

AIA Company Limited (Non-Life Insurance) Thailand Branch  
Statement of Financial Position  
As at 31 March 2022

		(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
	<u>Notes</u>		
<b>Assets</b>			
Cash and cash equivalents	5	10,805,157	7,082,587
Accrued income on investments		1,929,459	1,946,718
Reinsurance assets	6,11	36,274	49,924
Invested assets			
Investments in securities	7	459,269,766	461,868,406
Amount due from related parties	18	88,254	161,670
Furniture, fixtures and equipment	8	230	230
Intangible assets	9	29	29
Other assets	10,18	<u>1,320,520</u>	<u>1,379,006</u>
<b>Total assets</b>		<u><u>473,449,689</u></u>	<u><u>472,488,570</u></u>

Authorised signature \_\_\_\_\_

Date \_\_\_\_\_

The notes are form an integral part of these interim financial information.

**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Statement of Financial Position (Cont'd)**  
**As at 31 March 2022**

		(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
	Notes		
<b>Liabilities and Head Office's Equity</b>			
<b>Liabilities</b>			
Insurance liabilities	11	750,112	1,000,328
Amount due to reinsurance	12	16,340	32,149
Amount due to related parties	18	73,519	97,500
Income tax payable		5,542,137	4,943,311
Employee benefit liabilities		4,953,736	5,402,821
Deferred tax liabilities		-	113,673
Other liabilities	13,18	6,148,602	6,167,666
<b>Total liabilities</b>		<u>17,484,446</u>	<u>17,757,448</u>
<b>Head Office's Equity</b>			
Funds from Head Office	14	140,307,753	140,307,753
Remeasurements of investments measured at fair value through other comprehensive income, net of tax		(971,412)	454,691
Remeasurements of post-employment benefit obligations, net of tax		(2,393,515)	(2,393,515)
Branch's retained earnings Unappropriated		319,022,417	316,362,193
<b>Total Head Office's Equity</b>		<u>455,965,243</u>	<u>454,731,122</u>
<b>Total liabilities and Head Office's Equity</b>		<u><u>473,449,689</u></u>	<u><u>472,488,570</u></u>

The notes are form an integral part of these interim financial information.

**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Statement of Comprehensive Income (Unaudited)**  
**For the three-month period ended 31 March 2022**

	<b>Notes</b>	<b>2022</b>	<b>2021</b>
		<b>Baht</b>	<b>Baht</b>
<b>Revenues</b>			
Gross written premiums		781,281	942,258
<u>Less</u> Premiums ceded to reinsurers		<u>(39,064)</u>	<u>(47,112)</u>
Net written premiums		742,217	895,146
<u>Add</u> Net change in unearned premium reserve		<u>258,951</u>	<u>283,174</u>
Net earned premiums		1,001,168	1,178,320
Fee and commission income		12,696	15,312
Net investment income	18	3,487,479	1,898,560
Gains on investment		<u>100,023</u>	<u>18,699,862</u>
<b>Total revenues</b>		<b><u>4,601,366</u></b>	<b><u>21,792,054</u></b>
<b>Expenses</b>			
Gross claim paid		599,842	479,548
<u>Less</u> Claim paid recovered from reinsurers		<u>(10,007)</u>	<u>(3,889)</u>
Commissions and brokerages		97,255	125,042
Other underwriting expenses		61,384	90,942
Operating expenses	15,18	568,384	703,517
Finance cost	13,18	8,177	11,494
Expected credit loss	16	<u>(5,443)</u>	<u>(56,120)</u>
<b>Total expenses</b>		<b><u>1,319,592</u></b>	<b><u>1,350,534</u></b>
<b>Profit before income tax</b>		<b>3,281,774</b>	<b>20,441,520</b>
Income tax expenses		<u>621,550</u>	<u>5,221,144</u>
<b>Net profit for the period</b>		<b><u>2,660,224</u></b>	<b><u>15,220,376</u></b>

The notes are form an integral part of this interim financial information.

AIA Company Limited (Non-Life Insurance) Thailand Branch  
Statement of Comprehensive Income (Unaudited) (Cont'd)  
For the three-month period ended 31 March 2022

	<u>2022</u>	<u>2021</u>
	<u>Baht</u>	<u>Baht</u>
<b>Other comprehensive income (loss)</b>		
<u>Items that will be reclassified subsequently to profit or loss</u>		
Losses on remeasuring investments measured at fair value through other comprehensive income	(1,645,243)	(52,280,784)
Items in other comprehensive income transferred to profit or loss	105,466	18,755,982
Income tax on items that will be reclassified subsequently to profit or loss	<u>113,674</u>	<u>5,817,141</u>
Total items that will be reclassified subsequently to profit or loss	<u>(1,426,103)</u>	<u>(27,707,661)</u>
<b>Other comprehensive loss for the period, net of tax</b>	<u>(1,426,103)</u>	<u>(27,707,661)</u>
<b>Total comprehensive income (loss) for the period</b>	<u><u>1,234,121</u></u>	<u><u>(12,487,285)</u></u>

The notes are form an integral part of this interim financial information.



**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Statement of Changes in Head Office's Equity (Unaudited)**  
**For the three-month period ended 31 March 2022**

	Remeasurements of investments measured at fair value through other comprehensive income, net of tax		Remeasurement of post-employment benefit obligations, net of tax		Branch's retained earnings		Total Head office's Equity	
Funds from Head Office	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
<b>Beginning balance as at 1 January 2022</b>	140,307,753	454,691	(2,393,515)	316,362,193	454,731,122			
Net profit for the period	-	-	-	2,660,224	2,660,224			
Losses on remeasuring investments measured at fair value through other comprehensive income	-	(1,510,476)	-	-	(1,510,476)			
Items in other comprehensive income transferred to profit or loss	-	84,373	-	-	84,373			
<b>Ending balance as at 31 March 2022</b>	<b>140,307,753</b>	<b>(971,412)</b>	<b>(2,393,515)</b>	<b>319,022,417</b>	<b>455,965,243</b>			
<b>Beginning balance as at 1 January 2021</b>	140,307,753	23,268,565	(2,615,592)	290,720,461	451,681,187			
Net profit for the period	-	-	-	15,220,376	15,220,376			
Losses on remeasuring investments measured at fair value through other comprehensive income	-	(42,712,447)	-	-	(42,712,447)			
Items in other comprehensive income transferred to profit or loss	-	15,004,786	-	-	15,004,786			
<b>Ending balance as at 31 March 2021</b>	<b>140,307,753</b>	<b>(4,439,096)</b>	<b>(2,615,592)</b>	<b>305,940,837</b>	<b>439,193,902</b>			

The notes are form an integral part of this interim financial information.

**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Statement of Cash Flows (Unaudited)**  
**For the three-month period ended 31 March 2022**

	<b>2022</b>	<b>2021</b>
	<b>Baht</b>	<b>Baht</b>
<b>Cash flows provided by (used in) operating activities</b>		
Written premium received from direct insurance	724,521	1,082,850
Cash paid from reinsurance	(32,149)	(60,044)
Net investment income	1,412,127	1,531,668
Claim paid from direct insurance	(177,906)	(94,393)
Commission and brokerage paid to direct insurance	(102,983)	(111,095)
Other underwriting expenses	(352,276)	(250,781)
Operating expenses	(902,330)	(1,184,688)
Income tax expenses	(22,724)	(26,684)
Cash received from investment in securities	3,256,942	315,160,601
Cash paid for investment in securities	-	(320,456,589)
<b>Net cash provided by (used in) operating activities</b>	<b>3,803,222</b>	<b>(4,409,155)</b>
<b>Cash flows used in financing activities</b>		
Lease Liabilities	(80,652)	(80,754)
<b>Net cash used in financing activities</b>	<b>(80,652)</b>	<b>(80,754)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>3,722,570</b>	<b>(4,489,909)</b>
Cash and cash equivalents at beginning of period	7,082,587	7,854,848
<b>Cash and cash equivalents at end of period</b>	<b>10,805,157</b>	<b>3,364,939</b>

The notes are form an integral part of this interim financial information.

## **1. General information**

AIA Company Limited (Non-Life Insurance) Thailand Branch ("the Branch") is a branch in Thailand of AIA Company Limited ("AIA") whose ultimate holding company is AIA Group Limited ("AIA Group"), a company incorporated in Hong Kong and listed on the Stock Exchange of Hong Kong Limited.

The address of the Branch's registered office is AIA Tower 1, 8<sup>th</sup> Floor, 181 Surawongse Road, Suriyawongse District, Bangrak, Bangkok 10500.

The principal business operations of the Branch is to provide non-life insurance, personal accident and health insurance.

This interim financial information has been approved by the Branch's management on 6 May 2022.

This interim financial information has been reviewed, not audited.

## **2. Significant Accounting Policies**

### **2.1 Basis of preparation the interim financial information**

The interim financial information has been prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting. The primary financial information (statement of financial position, statement of comprehensive income, statement of changes in Head Office's equity and cash flows) is presented in a format consistent with the annual financial statements complying with Thai Accounting Standard 1 Presentation of Financial Statements. In addition, the interim financial information presentation is based on the formats of interim financial information attached in an Office of Insurance Commission's notification "Principle, methodology, condition and timing for preparation, submission and reporting of financial statements and operation performance for non-life insurance company (No.3) B.E. 2563" dated on 13 May 2020 ('OIC notification'). The notes to the interim financial information are prepared in a condensed format. Additional notes are presented as required by the aforementioned OIC Notification.

The interim financial information should be read together with the annual financial statements for the year ended 31 December 2021.

An English version of the interim financial information have been prepared from the interim financial information that are in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

Income taxes in the interim periods are accrued by using the expected income taxes in the interim period.

### **2.2 Accounting policies**

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2021. Since 2020, the Branch passes criteria of temporary exemption from TFRS 9 Financial Instruments and TFRS 7 Financial Instruments: Disclosures under TFRS 4 (revised 2018) Insurance Contracts. The Branch is eligible to apply the 'financial instruments and disclosures for insurance companies' accounting guidance' ('the Accounting Guidance') as the Branch has not previously applied any version of TFRS 9 Financial Instrument and the Branch's activities are predominantly connected with insurance business.

### 3. Estimates

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies lead to the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial information, the significant judgements made by management in applying the Branch's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2021.

### 4. Fair value

#### 4.1 Fair value estimation

The table below presents financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities, and the Branch is able to access that market on valuation date.
- Level 2: Inputs other than quoted prices included within level 1 that are observed for the asset or liability, either directly or indirectly.
- Level 3: Inputs for the asset or liability that are not based on observable market data.

The following table presents fair value of the Branch's financial assets that are measured at fair value as at 31 March 2022 and 31 December 2021.

	Level 1 Baht	Level 2 Baht	Level 3 Baht	Total Baht
<b>As at 31 March 2022</b>				
<b>(Unaudited)</b>				
<b>Asset</b>				
Investment in securities				
Investments measured at fair value through other comprehensive income				
Debt securities	-	459,269,766	-	459,269,766
Total asset	-	459,269,766	-	459,269,766
<b>As at 31 December 2021</b>				
<b>(Audited)</b>				
<b>Asset</b>				
Investment in securities				
Investments measured at fair value through other comprehensive income				
Debt securities	-	461,868,406	-	461,868,406
Total asset	-	461,868,406	-	461,868,406

The Branch had no transfers between levels during the period.

#### 4.2 Valuation techniques used to derive Level 2 fair values

Level 2 marketable debt securities are fair valued based on quoted by reference to the yield curve of the Thai Bond Market Association at the statements of financial position date.

**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the interim period ended 31 March 2022**

**5. Cash and cash equivalents**

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Deposits held at call with banks	10,805,157	7,082,587
Total cash and cash equivalents	<u>10,805,157</u>	<u>7,082,587</u>

**6. Reinsurance assets**

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
<u>Reserve of recovery from reinsurers</u>		
Short term insurance contract reserve		
Loss reserve (IBNR)	7,741	7,762
Premium reserve		
- Unearned premium reserve (UPR)	28,533	42,162
Total reinsurance assets	<u>36,274</u>	<u>49,924</u>

**7. Investments in securities**

The details of investment in securities are as follows:

	(Unaudited) 31 March 2022		(Audited) 31 December 2021	
	Cost/ amortised cost Baht	Fair value Baht	Cost/ amortised cost Baht	Fair value Baht
<u>Investments measured at fair value through other comprehensive income</u>				
Government and state enterprise securities	264,362,525	267,103,094	262,272,218	262,001,321
Private enterprise debt securities	196,093,039	192,166,672	199,247,653	199,867,085
Total	460,455,564	459,269,766	461,519,871	461,868,406
<u>Add</u> Unrealised gains (losses) on the changes in value of investments	(1,185,798)	-	348,535	-
Total Investments measured at fair value through other comprehensive income	<u>459,269,766</u>	<u>459,269,766</u>	<u>461,868,406</u>	<u>461,868,406</u>
Total investments in securities	<u>459,269,766</u>	<u>459,269,766</u>	<u>461,868,406</u>	<u>461,868,406</u>

7. Investments in securities (Cont'd)

For the three-month period ended 31 March 2022 and 2021, the Branch had revenue recognised relating to investment as follows:

	For the three-month period ended	
	(Unaudited) 31 March 2022 Baht	(Unaudited) 31 March 2021 Baht
Interest income from investments	4,373,599	2,767,519
Consideration received from selling investments	3,256,942	275,160,601
Gains from selling investments	100,023	18,699,862

As at 31 March 2022, investments in securities include debts securities with a fair value of Baht 9.27 million (31 December 2021: with a fair value of Baht 9.41 million), which have been placed with the Office of Insurance Commissioner, under the Ministry of Finance, as required by the Non-Life Insurance Act B.E. 2535, amended by the Non-life Insurance Act (No. 2) B.E. 2551.

7.1 Debt securities that are measured at fair value through other comprehensive income.

	(Unaudited) 31 March 2022	
	Fair value Baht	Expected credit loss recognised in other comprehensive income Baht
Investments in debt securities which credit risk has not significantly increased (Stage 1)	459,269,766	214,387
Total	459,269,766	214,387

	(Audited) 31 December 2021	
	Fair value Baht	Expected credit loss recognised in other comprehensive income Baht
Investments in debt securities which credit risk has not significantly increased (Stage 1)	461,868,406	219,830
Total	461,868,406	219,830

AIA Company Limited (Non-Life Insurance) Thailand Branch  
 Condensed Notes to the Interim Financial Information (Unaudited)  
 For the interim period ended 31 March 2022

8. Furniture, fixtures and equipment

	31 March 2022 (Unaudited)							
	Cost			Accumulated depreciation				
	Beginning balance 1 January 2022 Baht	For the period Additions Baht	Disposals/ Write-offs Baht	Ending balance 31 March 2022 Baht	For the period Depreciation Baht	Disposals/ Write-offs Baht	Ending balance 31 March 2022 Baht	Furniture, fixtures and equipment Baht
Furniture, fixtures and equipment	3,098,917	-	-	3,098,917	3,098,765	-	3,098,765	152
Computers	4,409,769	-	-	4,409,769	4,409,691	-	4,409,691	78
Total	7,508,686	-	-	7,508,686	7,508,456	-	7,508,456	230

	31 December 2021 (Audited)							
	Cost			Accumulated depreciation				
	Beginning balance 1 January 2021 Baht	For the year Additions Baht	Disposals/ Write-offs Baht	Ending balance 31 December 2021 Baht	For the year Depreciation Baht	Disposals/ Write-offs Baht	Ending balance 31 December 2021 Baht	Furniture, fixtures and equipment Baht
Furniture, fixtures and equipment	3,098,917	-	-	3,098,917	3,098,765	-	3,098,765	152
Computers	4,409,769	-	-	4,409,769	4,409,691	-	4,409,691	78
Total	7,508,686	-	-	7,508,686	7,508,456	-	7,508,456	230

AIA Company Limited (Non-Life Insurance) Thailand Branch  
Condensed Notes to the Interim Financial Information (Unaudited)  
For the interim period ended 31 March 2022

9. Intangible assets

	31 March 2022 (Unaudited)						Intangible assets Baht
	Cost			Accumulated amortisation			
	Beginning balance 1 January 2022 Baht	For the period Additions Baht	Disposals/ Write-offs Baht	Ending balance 31 March 2022 Baht	For the period Amortisation Charge Baht	Disposals/ Write-offs Baht	
Computer software	341,709	-	-	341,709	-	-	341,680
Total	341,709	-	-	341,709	-	-	341,680
	31 December 2021 (Audited)						Intangible assets Baht
	Cost <td colspan="3">Accumulated amortisation </td>			Accumulated amortisation			
Beginning balance 1 January 2021 Baht	For the year Additions Baht	Disposals/ Write-offs Baht	Ending balance 31 December 2021 Baht	For the year Amortisation Charge Baht	Disposals/ Write-offs Baht	Ending balance 31 December 2021 Baht	
Computer software	5,775,153	-	(5,433,444)	341,709	-	(5,433,441)	341,680
Total	5,775,153	-	(5,433,444)	341,709	-	(5,433,441)	341,680



AIA Company Limited (Non-Life Insurance) Thailand Branch  
Condensed Notes to the Interim Financial Information (Unaudited)  
For the interim period ended 31 March 2022

---

10. Other assets

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Deposits	10,000	10,000
Right-of-use assets (Note 18 (b))	1,298,881	1,356,485
Other assets	11,639	12,521
Total	<u>1,320,520</u>	<u>1,379,006</u>

AIA Company Limited (Non-Life Insurance) Thailand Branch  
Condensed Notes to the Interim Financial Information (Unaudited)  
For the interim period ended 31 March 2022

10. Other assets (Cont'd)

10.1 Right-of-use assets

Detail of right-of-use assets are as follows:

	31 March 2022 (Unaudited)						Right-of-use assets	
	Cost			Accumulated amortisation				
	Beginning balance 1 January 2022 Baht	For the period Addition Baht	Change in contract Baht	Ending balance 31 March 2022 Baht	Beginning balance 1 January 2022 Baht	For the period Amortisation charge Baht	Ending balance 31 March 2022 Baht	
Buildings and improvements	1,950,433	16,386	-	1,966,819	593,948	73,990	667,938	1,298,881
Total	1,950,433	16,386	-	1,966,819	593,948	73,990	667,938	1,298,881
	31 December 2021 (Audited)						Right-of-use assets	
	Cost			Accumulated amortisation				
	Beginning balance 1 January 2021 Baht	For the year Addition Baht	Change in contract Baht	Ending balance 31 December 2021 Baht	Beginning balance 1 January 2021 Baht	For the year Amortisation charge Baht	Ending balance 31 December 2021 Baht	
Buildings and improvements	1,950,450	-	(17)	1,950,433	300,398	293,550	593,948	1,356,485
Total	1,950,450	-	(17)	1,950,433	300,398	293,550	593,948	1,356,485

The related lease liabilities are disclosed in Note 13.

11. Insurance liabilities

	Insurance liabilities Baht	Liabilities recovered from reinsurance Baht	Net Baht
<b>31 March 2022 (Unaudited)</b>			
Short term insurance contract reserve			
Loss reserve			
- Reported claim	22,650	-	22,650
- Claim incurred but not reported	156,808	(7,741)	149,067
Premium reserve			
- Unearned premium reserve	570,654	(28,533)	542,121
<b>Total</b>	<b>750,112</b>	<b>(36,274)</b>	<b>713,838</b>
<b>31 December 2021 (Audited)</b>			
Short term insurance contract reserve			
Loss reserve			
- Reported claim	-	-	-
- Claim incurred but not reported	157,094	(7,762)	149,332
Premium reserve			
- Unearned premium reserve	843,234	(42,162)	801,072
<b>Total</b>	<b>1,000,328</b>	<b>(49,924)</b>	<b>950,404</b>

No additional reserve for Unexpired Risk Reserve has been established as the Unexpired Risk Reserve estimated by the Branch as at 31 March 2022 amounting to Baht 0.48 million (31 December 2021: Baht 0.71 million) is lower than the Unearned Premium Reserve.

11.1 Short-term insurance contract reserve

11.1.1 Loss reserve

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Beginning balance for the period/year	157,094	196,746
Insurance claim incurred during the period/year	200,556	698,051
Changes in claim reserve from change in assumption during the period/year	(286)	(38,586)
Insurance claim paid during the period/year	(177,906)	(699,117)
Closing balance at the end of period/year	179,458	157,094

**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the interim period ended 31 March 2022**

**11. Insurance liabilities (Cont'd)**

**11.1 Short-term insurance contract reserve (Cont'd)**

**11.1.2 Unearned premium reserve**

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Beginning balance for the period/year	843,234	958,502
Premium written for the period/year	781,281	4,795,832
Premium earned in the period/year	(1,053,861)	(4,911,100)
Closing balance at the end of period/year	<u>570,654</u>	<u>843,234</u>

**12. Amount due to reinsurance**

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Reinsurance payable	16,340	32,149
Total amount due to reinsurance	<u>16,340</u>	<u>32,149</u>

**13. Other liabilities**

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Accrued expenses	83,649	60,993
Others payables	4,428,820	4,442,709
Sundry liabilities	18,066	74,825
Unpresented cheque payable	43,081	131,236
Account payable for agents	36,671	42,399
Withholding tax payable, VAT payable and SBT	201,610	21,740
Lease liabilities (Note 18 (b))	1,333,608	1,389,697
Others	3,097	4,067
Total	<u>6,148,602</u>	<u>6,167,666</u>

13. Other liabilities (Cont'd)

13.1 The maturity of lease liabilities

The maturity analysis of lease liabilities are aged as follows:

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
<b>Maturing</b>		
Within 1 year	296,516	287,996
Between 1 to 5 years	1,037,092	1,101,701
Later than 5 years	-	-
<b>Total</b>	<b>1,333,608</b>	<b>1,389,697</b>
<i>Including: - Principal</i>	<i>1,397,214</i>	<i>1,480,196</i>
<i>- Interest</i>	<i>(63,606)</i>	<i>(90,499)</i>

For the three-month periods ended 31 March 2022, interest expense on lease liabilities amounted to Baht 8,177 (31 March 2021: Baht 11,494) is recorded as "Finance cost" in the statement of comprehensive income.

14. Funds from Head Office

Funds from Head Office represent financing provided by the Head Office. This financing was provided through the transfer of net assets from AIA Company Limited when the non-life branch was formed under the requirement of the Non-life Insurance Act B.E. 2535.

15. Operating expenses

	(Unaudited) For the three-month period ended	
	31 March 2022 Baht	31 March 2021 Baht
Staff expenses	98,670	121,612
Premises and equipment expense	38,998	39,705
Tax and duties	17,040	16,000
Service fees	221,143	222,128
Other operating expenses	192,533	304,072
<b>Total</b>	<b>568,384</b>	<b>703,517</b>

16. Expected credit loss

	(Unaudited)	
	For the three-month period ended	
	31 March 2022 Baht	31 March 2021 Baht
Investment in securities	(5,443)	(56,120)
Total	(5,443)	(56,120)

17. Income tax expenses

The interim income tax expense is recognised based on the management's best estimate of the weighted average income tax rate expected for the interim period applied to the pretax income of the interim period.

18. Related party transactions

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Branch, including holding companies and fellow subsidiaries are related parties of the Branch. Key management personnel including officers of the Branch and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

The following significant transactions were carried out with related parties and affiliated companies within AIA Group.

a) Statements of Comprehensive Income

	(Unaudited)	
	For the three-month period ended	
	31 March 2022 Baht	31 March 2021 Baht
<b>Affiliated companies</b>		
Net investment expense	(218,912)	(231,686)
<u>Operating expenses:</u>		
Information system service and other expenses	82,595	81,413
Rental and utilities expenses	84,426	84,533
Service fees	221,143	222,128
Finance cost	8,177	11,494

18. Related party transactions (Cont'd)

The following significant transactions were carried out with related parties and affiliated companies within AIA Group. (Cont'd)

b) Statements of Financial Position

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
<b>Affiliated companies</b>		
Amounts due from related parties	88,254	161,670
Other assets	1,298,881	1,356,485
Other liabilities	1,333,608	1,389,697
<b>Head Office and affiliated companies</b>		
Amounts due to related parties	73,519	97,500

c) Key management compensation

Key management personnels are those people having authority and responsibility for planning, directing and controlling the activities of the Branch. There are no such personnels employed directly by the Branch. These activities are determined by Head Office.