



**Disclosure Form (Attached to the OIC Commissioner Order No.72/2563)**  
**Information Disclosure of Non-Life Insurance Companies**

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.....*Nikhil*.....  
Name.....Nikhil Ashvani Advani.....  
Position.....Chief Executive Officer.....  
Disclosure on...30...August..2023.....  
Information for the Quarter..2..Year 2023.....



## 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 140%.

Unit: Million Baht

Description	Quarter 1		Quarter 2		Quarter 3	
	2023	2022	2023	2022	2023	2022
Common Equity Tier 1 Ratio (%)	1,235	1,040	1,368	1,089	XXX	1,092
Tier 1 Ratio (%)	1,235	1,040	1,368	1,089	XXX	1,092
Capital Adequacy Ratio (%)	1,235	1,040	1,368	1,089	XXX	1,092
Total Capital Available	456	456	450	453	XXX	448
Total Capital Required	37	44	33	42	XXX	41

- 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)**

**30 JUNE 2023**



## 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 30 June 2023, the statements of comprehensive income for the three-month and six-month periods then ended, the related statements of changes in Head Office's equity and cash flows for the six-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  
11 August 2023

**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Statement of Financial Position**  
**As at 30 June 2023**

		(Unaudited)	(Restated)	(Restated)
		30 June	31 December	1 January
		2023	2022	2022
	Notes	Baht	Baht	Baht
<b>Assets</b>				
Cash and cash equivalents	5	6,514,165	6,294,886	7,082,587
Accrued income on investments		2,131,886	1,824,085	1,946,718
Reinsurance assets	6,12	25,836	44,029	49,924
Amounts due from reinsurance	7	3,563	22,657	-
Invested assets				
Investments in securities	8	452,814,594	456,614,826	461,868,406
Amount due from related parties	19	74,080	159,635	161,670
Furniture, fixtures and equipment	9	230	230	230
Intangible assets	10	-	-	29
Deferred tax assets		4,327,092	-	-
Other assets	11,19	931,855	1,099,062	1,379,006
<b>Total assets</b>		<b>466,823,301</b>	<b>466,059,410</b>	<b>472,488,570</b>

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Date \_\_\_\_\_

The accompanying condensed notes to interim financial information are an integral part of these interim financial information.

AIA Company Limited (Non-Life Insurance) Thailand Branch  
Statement of Financial Position (Cont'd)  
As at 30 June 2023

		(Unaudited) 30 June 2023 Baht	(Restated) 31 December 2022 Baht	(Restated) 1 January 2022 Baht
	Notes			
<b>Liabilities and Head Office's Equity</b>				
<b>Liabilities</b>				
Insurance liabilities	12	556,204	882,489	1,000,328
Amount due to reinsurance	13	17,562	-	32,149
Amount due to related parties	19	73,058	92,110	97,500
Income tax payable		383,131	316,467	4,943,311
Employee benefit liabilities		5,335,077	5,285,961	5,402,821
Deferred tax liabilities		-	-	113,673
Other liabilities	14, 19	5,663,538	5,677,815	6,167,666
<b>Total liabilities</b>		<b>12,028,570</b>	<b>12,254,842</b>	<b>17,757,448</b>
<b>Head Office's Equity</b>				
Funds from Head Office	15	140,307,753	140,307,753	140,307,753
Remeasurements of investments measured at fair value through other comprehensive income, net of tax		(13,012,703)	(11,811,843)	426,125
Remeasurements of post-employment benefit obligations, net of tax		(1,779,074)	(2,223,842)	(2,393,515)
Branch's retained earnings Unappropriated		329,278,755	327,532,500	316,390,759
<b>Total Head Office's Equity</b>		<b>454,794,731</b>	<b>453,804,568</b>	<b>454,731,122</b>
<b>Total liabilities and Head Office's Equity</b>		<b>466,823,301</b>	<b>466,059,410</b>	<b>472,488,570</b>

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The accompanying condensed notes to interim financial information are 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 30 June 2023**

		2023	(Restated) 2022
	Notes	Baht	Baht
<b>Revenues</b>			
Gross written premiums		792,511	981,214
<u>Less</u> Premiums ceded to reinsurers		(39,626)	(50,219)
Net written premiums		752,885	930,995
<u>Add</u> Net change in unearned premium reserve		97,525	72,180
Net earned premiums		850,410	1,003,175
Fee and commission income		12,878	15,945
Net investment income	19	1,288,392	5,808,321
Losses on investment		-	(496,381)
<b>Total revenues</b>		<b>2,151,680</b>	<b>6,331,060</b>
<b>Expenses</b>			
Gross claim paid		648,440	1,538,784
<u>Less</u> Claim paid recovered from reinsurers		(8,444)	(57,318)
Commission and brokerage		77,150	103,484
Other underwriting expenses		126,446	77,572
Operating expenses	16,19	581,999	533,007
Finance cost	14,19	8,044	7,093
(Reversal of) expected credit loss	17	18,589	(105,533)
Other expense		-	29
<b>Total expenses</b>		<b>1,452,224</b>	<b>2,097,118</b>
<b>Profit before income tax</b>		<b>699,456</b>	<b>4,233,942</b>
Income tax expenses	18	254,764	861,870
<b>Net profit for the period</b>		<b>444,692</b>	<b>3,372,072</b>

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The accompanying condensed notes to interim financial information are an integral part of these interim financial information.

**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Statement of Comprehensive Income (Unaudited) (Cont'd)**  
**For the three-month period ended 30 June 2023**

	2023	(Restated) 2022
	Baht	Baht
<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	(6,320,245)	(6,125,285)
Items in other comprehensive income transferred to profit or loss	18,589	(390,848)
Income tax on items that will be reclassified subsequently to profit or loss	1,260,332	-
<b>Total items that will be reclassified subsequently to profit or loss</b>	<u>(5,041,324)</u>	<u>(6,516,133)</u>
<b>Other comprehensive loss for the period, net of tax</b>	<u>(5,041,324)</u>	<u>(6,516,133)</u>
<b>Total comprehensive loss for the period</b>	<u><u>(4,596,632)</u></u>	<u><u>(3,144,061)</u></u>

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The accompanying condensed notes to interim financial information are an integral part of these interim financial information.



**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Statement of Comprehensive Income (Unaudited)**  
**For the six-month period ended 30 June 2023**

		2023	(Restated) 2022
	Notes	Baht	Baht
<b>Revenues</b>			
Gross written premiums		1,437,465	1,762,495
<u>Less</u> Premiums ceded to reinsurers		(72,988)	(89,283)
Net written premiums		1,364,477	1,673,212
<u>Add</u> Net change in unearned premium reserve		334,062	331,131
Net earned premiums		1,698,539	2,004,343
Fee and commission income		23,359	28,641
Net investment income	19	2,911,320	9,293,487
Losses on investment		(153,196)	(396,358)
Total revenues		4,480,022	10,930,113
<b>Expenses</b>			
Gross claim paid		1,227,300	2,138,626
<u>Less</u> Claim paid recovered from reinsurers		(15,749)	(67,325)
Commission and brokerage		155,970	200,739
Other underwriting expenses		214,294	138,956
Operating expenses	16,19	1,176,618	1,101,391
Finance cost	14,19	15,740	15,270
(Reversal of) expected credit loss	17	99,364	(110,976)
Other expense		-	29
Total expenses		2,873,537	3,416,710
<b>Profit before income tax</b>		1,606,485	7,513,403
(Reversal of) income tax expenses	18	(139,770)	1,483,420
<b>Net profit for the period</b>		1,746,255	6,029,983

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**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Statement of Comprehensive Income (Unaudited) (Cont'd)**  
**For the six-month period ended 30 June 2023**

	2023	(Restated) 2022
	Baht	Baht
<b>Other comprehensive income (loss)</b>		
<u>Items that will not be reclassified subsequently to profit or loss</u>		
Income tax on items that will not be reclassified subsequently to profit or loss	444,768	-
Total items that will not be reclassified subsequently to profit or loss	444,768	-
<u>Items that will be reclassified subsequently to profit or loss</u>		
Losses on remeasuring investments measured at fair value through other comprehensive income	(4,706,596)	(7,768,215)
Items in other comprehensive income transferred to profit or loss	252,560	(285,382)
Income tax on items that will be reclassified subsequently to profit or loss	3,253,176	113,674
Total items that will be reclassified subsequently to profit or loss	(1,200,860)	(7,939,923)
<b>Other comprehensive loss for the period, net of tax</b>	(756,092)	(7,939,923)
<b>Total comprehensive income (loss) for the period</b>	990,163	(1,909,940)

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AIA Company Limited (Non-Life Insurance) Thailand Branch  
Statement of Changes in Head Office's Equity (Unaudited)  
For the six-month period ended 30 June 2023

	Funds from		Remeasurements of		Remeasurements		Branch's		Total	
	Head Office		investments measured at		of post-employment		retained		Head Office's	
	Baht		fair value through other	net of tax	benefit obligations,	earnings	Equity	Baht		Baht
<b>Beginning balance as at 1 January 2023</b>	140,307,753	(11,807,680)			(2,223,842)	327,528,337		453,804,568		
Retrospective adjustments from change in accounting policy (Note 2.2)	-	(4,163)			-	4,163		-		
<b>Beginning balance after adjustment</b>	140,307,753	(11,811,843)			(2,223,842)	327,532,500		453,804,568		
Net profit for the period	-	-			-	1,746,255		1,746,255		
Remeasurements of post-employment benefit obligations	-	-			444,768	-		444,768		
Losses on remeasuring investments measured at fair value through other comprehensive income	-	(1,402,908)			-	-		(1,402,908)		
Items in other comprehensive income transferred to profit or loss	-	202,048			-	-		202,048		
<b>Ending balance as at 30 June 2023</b>	140,307,753	(13,012,703)			(1,779,074)	329,278,755		454,794,731		
<b>Beginning balance as at 1 January 2022</b>	140,307,753	454,691			(2,393,515)	316,362,193		454,731,122		
Retrospective adjustments from change in accounting policy (Note 2.2)	-	(28,566)			-	28,566		-		
<b>Beginning balance after adjustment</b>	140,307,753	426,125			(2,393,515)	316,390,759		454,731,122		
Net profit for the period	-	-			-	6,029,983		6,029,983		
Losses on remeasuring investments measured at fair value through other comprehensive income	-	(7,711,617)			-	-		(7,711,617)		
Items in other comprehensive income transferred to profit or loss	-	(228,306)			-	-		(228,306)		
<b>Ending balance as at 30 June 2022</b>	140,307,753	(7,513,798)			(2,393,515)	322,420,742		452,821,182		

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The accompanying condensed notes to interim financial information are an integral part of these interim financial information.

**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Statement of Cash Flows (Unaudited)**  
**For the six-month period ended 30 June 2023**

	<b>2023</b>	<b>2022</b>
	<b>Baht</b>	<b>Baht</b>
<b>Cash flows provided by (used in) operating activities</b>		
Written premium received from direct insurance	1,423,450	1,690,090
Cash received (paid) from reinsurance	3,387	(49,648)
Net investment income	2,907,383	2,881,684
Claim paid from direct insurance	(327,200)	(865,006)
Commission and brokerage paid to direct insurance	(165,390)	(205,444)
Other underwriting expenses	(187,880)	(327,275)
Operating expenses	(1,621,430)	(1,161,725)
Income tax expenses	(422,714)	(5,050,896)
Cash received from investment in securities	53,789,771	26,760,242
Cash paid for investment in securities	(55,000,000)	(17,824,751)
<b>Net cash provided by operating activities</b>	<b>399,377</b>	<b>5,847,271</b>
<b>Cash flows provided by investing activities</b>		
Intangible assets	-	29
<b>Net cash provided by investing activities</b>	<b>-</b>	<b>29</b>
<b>Cash flows used in financing activities</b>		
Lease Liabilities	(180,098)	(161,260)
<b>Net cash used in financing activities</b>	<b>(180,098)</b>	<b>(161,260)</b>
<b>Net increase in cash and cash equivalents</b>	<b>219,279</b>	<b>5,686,040</b>
Cash and cash equivalents at beginning of period	6,294,886	7,082,587
<b>Cash and cash equivalents at end of period</b>	<b>6,514,165</b>	<b>12,768,627</b>

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Date \_\_\_\_\_

The accompanying condensed notes to interim financial information are an integral part of these 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 11 August 2023.

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 statement of 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 non-life insurance interim financial information attached in an Office of Insurance Commission’s notification “Principle, methodology, condition and timing for preparation and submission of financial statements for non-life insurance company B.E. 2566” dated on 8 February 2023 (“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 2022.

An English version of the interim financial information has been prepared from the interim financial information that is 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. Significant accounting policies (Cont'd)

### 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 2022. Since 2020, the Branch passes criteria of temporary exemption from TFRS 9 Financial Instruments and TFRS 7 Financial Instruments: Disclosures under TFRS 4 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 Instruments and the Branch's activities are predominantly connected with insurance business. However, there are changes in accounting policy as follows:

- **Change in accounting policy restated with financial asset**, the branch has changed the accounting policy related to financial asset costing from weighted average to FIFO which is consistent and permitted under current financial reporting standards. The change in accounting policy has affected financial reporting as follows:
  - For statement of financial position as at 31 December 2022 and 1 January 2022, remeasurements of investments measured at fair value through other comprehensive income, net of tax decreased by Baht 4,163 and Baht 28,566 respectively. Retained earnings increased by Baht 4,163 and Baht 28,566 respectively.
  - For statement of comprehensive income for the three-month period ended 30 June 2022, net investment income decreased by Baht 3,066 and net profit decreased by Baht 3,066.  
For other comprehensive income (loss) for the three-month period ended 30 June 2022, losses on remeasuring investments measured at fair value through other comprehensive income decreased by Baht 3,066.
  - For statement of comprehensive income for the six-month period ended 30 June 2022, net investment income decreased by Baht 5,379 and net profit decreased by Baht 5,379.  
For other comprehensive income (loss) for the six-month period ended 30 June 2022, losses on remeasuring investments measured at fair value through other comprehensive income decreased by Baht 5,379.

### 2.3 New and amended financial reporting standards

New and amended financial reporting standards that are effective for accounting period beginning or after 1 January 2023 and might have impacts to the Branch.

- **Amendment to TAS 16 - Property, plant and equipment** clarified to prohibit entities from deducting from the cost of an item of property, plant and equipment any proceeds received from selling any items produced while the entity is preparing that asset for its intended use.
- **Amendment to TAS 37 - Provisions, contingent liabilities and contingent assets** clarified that, in considering whether a contract is onerous, the direct costs of fulfilling a contract include both the incremental costs of fulfilling the contract and an allocation of other costs directly related to fulfilling the contract. Before recognising a separate provision for an onerous contract, the entity must recognise any impairment losses that have occurred on the assets used in fulfilling the contract.

### 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 2022.

### 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 30 June 2023 and 31 December 2022.

	Level 1 Baht	Level 2 Baht	Level 3 Baht	Total Baht
<b>As at 30 June 2023 (Unaudited)</b>				
<b>Asset</b>				
Investment in securities				
Investments measured at fair value through other comprehensive income				
Debt securities	-	452,814,594	-	452,814,594
<b>Total asset</b>	-	452,814,594	-	452,814,594
<b>As at 31 December 2022 (Audited)</b>				
<b>Asset</b>				
Investment in securities				
Investments measured at fair value through other comprehensive income				
Debt securities	-	456,614,826	-	456,614,826
<b>Total asset</b>	-	456,614,826	-	456,614,826

The Branch had no transfers between levels during the period/year.

4. Fair value (Cont'd)

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.

5. Cash and cash equivalents

	(Unaudited) 30 June 2023 Baht	(Audited) 31 December 2022 Baht
Deposits with banks without fixed maturity date	6,514,165	6,294,886
Total cash and cash equivalents	<u>6,514,165</u>	<u>6,294,886</u>

6. Reinsurance assets

	(Unaudited) 30 June 2023 Baht	(Audited) 31 December 2022 Baht
<u>Reserve of recovery from reinsurers</u>		
Short term insurance contract reserve		
Loss reserve (IBNR) (Note 12)	5,689	6,300
Premium reserve		
- Unearned premium reserve (UPR) (Note 12)	20,147	37,729
Total reinsurance assets	<u>25,836</u>	<u>44,029</u>

7. Amount due from reinsurance

	(Unaudited) 30 June 2023 Baht	(Audited) 31 December 2022 Baht
Due from reinsurance	3,563	22,657
Total amount due from reinsurance	<u>3,563</u>	<u>22,657</u>



**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2023**

**8. Investments in securities**

The details of investment in securities are as follows:

	(Unaudited) 30 June 2023		(Audited) 31 December 2022	
	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	242,181,272	231,912,630	296,430,193	289,564,120
Private enterprise debt securities	227,107,634	220,901,964	172,101,380	167,050,706
<b>Total</b>	<b>469,288,906</b>	<b>452,814,594</b>	<b>468,531,573</b>	<b>456,614,826</b>
<u>Less Unrealised losses on the changes in value of investments</u>	<u>(16,474,312)</u>	<u>-</u>	<u>(11,916,747)</u>	<u>-</u>
<b>Total Investments measured at fair value through other comprehensive income</b>	<b>452,814,594</b>	<b>452,814,594</b>	<b>456,614,826</b>	<b>456,614,826</b>
<b>Total investments in securities</b>	<b>452,814,594</b>	<b>452,814,594</b>	<b>456,614,826</b>	<b>456,614,826</b>

For the three-month and six-month periods ended 30 June 2023 and 2022, the Branch had revenue recognised relating to investment as follows:

	For the three-month period ended	
	(Unaudited) 30 June 2023 Baht	(Unaudited) 30 June 2022 Baht
Interest income from investments	2,132,114	6,675,462
Consideration received from selling investments	-	23,503,300
Losses from selling investments	-	(496,381)
	For the six-month period ended	
	(Unaudited) 30 June 2023 Baht	(Unaudited) 30 June 2022 Baht
Interest income from investments	4,657,673	11,049,061
Consideration received from selling investments	53,789,772	26,760,242
Losses from selling investments	(153,196)	(396,358)

As at 30 June 2023, investments in securities include debts securities with a fair value of Baht 8.85 million (31 December 2022: with a fair value of Baht 9.02 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.

8. Investments in securities (Cont'd)

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

	(Unaudited) 30 June 2023	
	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)	452,814,594	208,432
Total	452,814,594	208,432
	(Audited) 31 December 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)	456,614,826	109,068
Total	456,614,826	109,068

AIA Company Limited (Non-Life Insurance) Thailand Branch  
 Condensed Notes to the Interim Financial Information (Unaudited)  
 For the interim period ended 30 June 2023

9. Furniture, fixtures and equipment

	30 June 2023 (Unaudited)							
	Cost			Accumulated depreciation				
	Beginning balance 1 January 2023 Baht	For the period Additions Baht	Disposals/ Write-offs Baht	Ending balance 30 June 2023 Baht	For the period Depreciation Baht	Disposals/ Write-offs Baht	Ending balance 30 June 2023 Baht	Furniture, fixtures and equipment Baht
Furniture, fixtures and equipment	3,098,917	-	-	3,098,917	-	-	3,098,765	152
Computers	4,409,769	-	-	4,409,769	-	-	4,409,691	78
Total	7,508,686	-	-	7,508,686	-	-	7,508,456	230

	31 December 2022 (Audited)							
	Cost			Accumulated depreciation				
	Beginning balance 1 January 2022 Baht	For the year Additions Baht	Disposals/ Write-offs Baht	Ending balance 31 December 2022 Baht	For the year Depreciation Baht	Disposals/ Write-offs Baht	Ending balance 31 December 2022 Baht	Furniture, fixtures and equipment Baht
Furniture, fixtures and equipment	3,098,917	-	-	3,098,917	-	-	3,098,765	152
Computers	4,409,769	-	-	4,409,769	-	-	4,409,691	78
Total	7,508,686	-	-	7,508,686	-	-	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 30 June 2023

10. Intangible assets

	30 June 2023 (Unaudited)						31 December 2022 (Audited)					
	Cost			Accumulated amortisation			Cost			Accumulated amortisation		
	Beginning balance 1 January 2023 Baht	For the period Additions Baht	Disposals/ Write-offs Baht	Ending balance 30 June 2023 Baht	Beginning balance 1 January 2023 Baht	For the period Amortisation Charge Baht	Disposals/ Write-offs Baht	Ending balance 30 June 2023 Baht	Beginning balance 1 January 2022 Baht	For the year Amortisation Charge Baht	Disposals/ Write-offs Baht	Ending balance 31 December 2022 Baht
Computer software	-	-	-	-	-	-	-	-	341,680	-	(341,680)	-
Total	-	-	-	-	-	-	-	-	341,680	-	(341,680)	-
Computer software	341,709	-	(341,709)	-	341,680	-	-	-	341,680	-	(341,680)	-
Total	341,709	-	(341,709)	-	341,680	-	-	-	341,680	-	(341,680)	-

**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2023**

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**11. Other assets**

	<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>30 June</b>	<b>31 December</b>
	<b>2023</b>	<b>2022</b>
	<b>Baht</b>	<b>Baht</b>
Deposits	10,000	10,000
Right-of-use assets (Note 19 (b))	910,914	1,076,011
Other assets	10,941	13,051
Total	<u>931,855</u>	<u>1,099,062</u>

AIA Company Limited (Non-Life Insurance) Thailand Branch  
Condensed Notes to the Interim Financial Information (Unaudited)  
For the interim period ended 30 June 2023

11. Other assets (Cont'd)

11.1 Right-of-use assets

	30 June 2023 (Unaudited)				Accumulated amortisation			
	Cost		Ending balance 30 June 2023 Baht	Beginning balance 1 January 2023 Baht	For the period		Ending balance 30 June 2023 Baht	Right-of-use assets Baht
	Beginning balance 1 January 2023 Baht	For the period			Change in contract Baht	Amortisation charge Baht		
Buildings and improvements	1,966,819	-	1,948,098	890,808	(18,721)	146,376	1,037,184	910,914
Total	1,966,819	-	1,948,098	890,808	(18,721)	146,376	1,037,184	910,914

	31 December 2022 (Audited)				Accumulated amortisation			
	Cost		Ending balance 31 December 2022 Baht	Beginning balance 1 January 2022 Baht	For the year		Ending balance 31 December 2022 Baht	Right-of-use assets Baht
	Beginning balance 1 January 2022 Baht	For the year			Change in contract Baht	Amortisation charge Baht		
Buildings and improvements	1,950,433	16,386	1,966,819	593,948	-	296,860	890,808	1,076,011
Total	1,950,433	16,386	1,966,819	593,948	-	296,860	890,808	1,076,011

The related lease liabilities are disclosed in Note 14.

For the three-month and six-month periods ended 30 June 2023, the lease payments resulting from lease and service contracts which are not capitalised comprised of short-term leases and low-value leases. These lease payments are not material.

**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2023**

**12. Insurance liabilities**

	<b>Insurance liabilities Baht</b>	<b>Liabilities recovered from reinsurance Baht</b>	<b>Net Baht</b>
<b>30 June 2023 (Unaudited)</b>			
Short term insurance contract reserve			
Loss reserve			
- Reported claim	37,500	-	37,500
- Claim incurred but not reported	115,759	(5,689)	110,070
Premium reserve			
- Unearned premium reserve	402,945	(20,147)	382,798
<b>Total</b>	<b>556,204</b>	<b>(25,836)</b>	<b>530,368</b>
<b>31 December 2022 (Audited)</b>			
Short term insurance contract reserve			
Loss reserve			
- Claim incurred but not reported	127,900	(6,300)	121,600
Premium reserve			
- Unearned premium reserve	754,589	(37,729)	716,860
<b>Total</b>	<b>882,489</b>	<b>(44,029)</b>	<b>838,460</b>

No additional reserve for Unexpired Risk Reserve has been established as the Unexpired Risk Reserve estimated by the Branch as at 30 June 2023 amounting to Baht 0.34 million (31 December 2022: Baht 0.64 million) is lower than the Unearned Premium Reserve.

**12.1 Short-term insurance contract reserve**

**12.1.1 Loss reserve**

	<b>(Unaudited) 30 June 2023 Baht</b>	<b>(Audited) 31 December 2022 Baht</b>
Beginning balance for the period/year	127,900	157,094
Insurance claim incurred during the period/year	364,700	2,505,382
Changes in claim reserve from change in assumption during the period/year	(12,141)	(29,194)
Insurance claim paid during the period/year	(327,200)	(2,505,382)
Closing balance at the end of period/year	<u>153,259</u>	<u>127,900</u>

**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2023**

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

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

**12.1.2 Unearned premium reserve**

	(Unaudited) 30 June 2023 Baht	(Audited) 31 December 2022 Baht
Beginning balance for the period/year	754,589	843,234
Premium written for the period/year	1,437,465	3,982,846
Premium earned in the period/year	(1,789,109)	(4,071,491)
Closing balance at the end of period/year	<u>402,945</u>	<u>754,589</u>

**13. Amount due to reinsurance**

	(Unaudited) 30 June 2023 Baht	(Audited) 31 December 2022 Baht
Reinsurance payable	17,562	-
Total amount due to reinsurance	<u>17,562</u>	<u>-</u>

**14. Other liabilities**

	(Unaudited) 30 June 2023 Baht	(Audited) 31 December 2022 Baht
Accrued expenses	193,551	216,051
Others payables	4,217,406	4,127,796
Sundry liabilities	73,410	87,425
Unpresented cheque payable	152,040	-
Account payable for agents	25,061	34,481
Withholding tax, VAT and SBT payable	48,058	93,639
Lease liabilities (Note 19 (b))	947,479	1,111,837
Others	6,533	6,586
Total	<u>5,663,538</u>	<u>5,677,815</u>



14. Other liabilities (Cont'd)

14.1 The maturity of lease liabilities

The maturity analysis of lease liabilities are aged as follows:

Maturing	(Unaudited)	(Audited)
	30 June 2023 Baht	31 December 2022 Baht
Within 1 year	296,744	301,473
Between 1 to 5 years	650,735	810,364
Later than 5 years	-	-
Total	947,479	1,111,837
Including: - Principal	995,358	1,155,389
- Interest	(47,879)	(43,552)

For the three-month and six-month periods ended 30 June 2023, interest expense on lease liabilities amounted to Baht 8,044 and Baht 15,740, respectively (30 June 2022: Baht 7,093 and Baht 15,270, respectively) is recorded as "Finance cost" in the statement of comprehensive income.

15. 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.

16. Operating expenses

	(Unaudited)	
	For the three-month period ended	
	30 June 2023 Baht	30 June 2022 Baht
Staff expenses	186,512	113,971
Premises and equipment expenses	40,403	38,485
Tax and duties	2,430	-
Service fees	221,874	221,143
Other operating expenses	130,780	159,408
Total	581,999	533,007

	(Unaudited)	
	For the six-month period ended	
	30 June 2023 Baht	30 June 2022 Baht
Staff expenses	320,647	212,641
Premises and equipment expenses	80,069	77,483
Tax and duties	18,445	17,040
Service fees	443,260	442,286
Other operating expenses	314,197	351,941
Total	1,176,618	1,101,391

**AIA Company Limited (Non-Life Insurance) Thailand Branch**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2023**

**17. Expected credit loss**

	(Unaudited)	
	For the three-month period ended	
	30 June 2023 Baht	30 June 2022 Baht
Investment in securities	18,589	(105,533)
Total	18,589	(105,533)

	(Unaudited)	
	For the six-month period ended	
	30 June 2023 Baht	30 June 2022 Baht
Investment in securities	99,364	(110,976)
Total	99,364	(110,976)

**18. 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 pre-tax income of the interim period.

**19. 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	
	30 June 2023 Baht	30 June 2022 Baht
<b>Affiliated companies</b>		
Net investment income (expense)	(238,942)	(217,943)
Operating expenses:		
Information system service and other expenses	129,169	84,983
Rental and utilities expenses	83,965	83,702
Service fees	221,874	221,143
Finance cost	8,044	7,093

**19. Related party transactions (Cont'd)**

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

**a) Statements of Comprehensive Income (Cont'd)**

	(Unaudited)	
	For the six-month period ended	
	30 June 2023 Baht	30 June 2022 Baht
<b>Affiliated companies</b>		
Net investment income (expense)	(470,917)	(436,855)
Operating expenses:		
Information system service and other expenses	213,384	167,578
Rental and utilities expenses	168,119	168,129
Service fees	443,260	442,286
Finance cost	15,740	15,270

**b) Statements of Financial Position**

	(Unaudited)	(Audited)
	30 June 2023 Baht	31 December 2022 Baht
<b>Affiliated companies</b>		
Amounts due from related parties	74,080	159,635
Other assets	910,914	1,076,011
Amounts due to related parties	73,058	92,110
Other liabilities	947,479	1,111,837

**c) Key management compensation**

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



## Information Update Products and Services and Proportion of premium written by insurance category

### AIA Company Limited (Non-Life Insurance)

There are 2 types of products.

- Accident
  - Group Accident
- Health
  - Individual Cancer
  - Group Cancer

Insured

- Insured age 15 days to 60 years (depending on product specifications)
- Healthy (depending on product specifications)

Supporting Documents

- Application Form (depending on product specifications)
- Certified Copy of ID Card
- Health Declaration Form (depending on product specifications)

For more information, please contact our Agency Force or Hotline services Number 0 2783 488



## Sub-committee Members

### a) Investment Committee (“IC”)

The members of IC are:

- 1) Nikhil Ashvani Advani (Chief Executive Officer)
- 2) Johann Dutoit (Chief Investment Officer)
- 3) Hiew Tet Chian (Chief Financial Officer)
- 4) Loo Boon Teik (Chief Risk Officer)
- 5) Eric Lu (Director & Chief Actuary)

### b) Pension Investment Committee (“Pension IC”)

The members of Pension IC are:

- 1) Johann Dutoit (Chief Investment Officer)
- 2) Chanakan Hangsasuta (Fund Manager from Life Fund)
- 3) Vilasinee Limprana (Head of Pension Business)
- 4) Kawisa Hemwej (Fund Manager from Pension Business)
- 5) Kriengkrai Tumnutud (Fund Manager from Pension Business)
- 6) Titti Tungpanitansook (Director of Enterprise Risk Management)

### c) Operational Risk Committee (“ORC”)

The members of ORC are:

- 1) Hiew Tet Chian (Chief Financial Officer)
- 2) Loo Boon Teik (Chief Risk Officer)
- 3) Knattapisit Krutkrongchai (Chief Agency Officer)
- 4) Dr.Christian Roland (Chief Strategy and Digital Officer)
- 5) Sarunya Tienthavorn (Chief Human Resources Officer)
- 6) Alisa Simaroj (Chief Life Officer)
- 7) Supirut Pothavorn (Director of Compliance)
- 8) Jutamas Suttisirikul (Director of Legal)
- 9) Amaraporn Runsewa (Head of Information Technology)



#### **d) Financial Risk Committee (“FRC”)**

The members of FRC are:

- 1) Nikhil Ashvani Advani (Chief Executive Officer)
- 2) Hiew Tet Chian (Chief Financial Officer)
- 3) Loo Boon Teik (Chief Risk Officer)
- 4) Johann Dutoit (Chief Investment Officer)
- 5) Eric Lu (Director & Chief Actuary)

#### **The Audit Committee**

The members of AIA Group’s Audit Committee are:

- 1) Ricky Choi-Cheung Fung (Independent Non-Executive Director)
- 2) Stuart John Valentine (Independent Non-Executive Director)
- 3) Shulamite N K Khoo (Independent Non-Executive Director)
- 4) Garth Brian Jones (Group Chief Financial Officer)

#### **Financial Oversight Committee**

The members of FOC are:

- 1) Garth Brian Jones (Group Chief Financial Officer)
- 2) Richard Sumner (Head of Group Tax)
- 3) Clive Vincent Anderson (Group Senior Regional Counsel)