



*ALLIANZ AYUDHYA CAPITAL PUBLIC  
COMPANY LIMITED AND SUBSIDIARY*

*Interim Financial Statements*

*Three-month and six-month periods ended  
June 30, 2019*

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

### TO THE BOARD OF DIRECTORS

### ALLIANZ AYUDHYA CAPITAL PUBLIC COMPANY LIMITED

(FORMERLY “SRI AYUDHYA CAPITAL PUBLIC COMPANY LIMITED”)

We have reviewed the consolidated statement of financial position of Allianz Ayudhya Capital Public Company Limited and its subsidiary and the separate statement of financial position of Allianz Ayudhya Capital Public Company Limited as at June 30, 2019, and the related consolidated and separate statements of profit or loss and other comprehensive income for the three-month and six-month periods ended June 30, 2019, and the related consolidated and separate statements of changes in equity and cash flows for the six-month period ended June 30, 2019, and the condensed notes to the financial statements. The Company’s management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting”. Our responsibility is to express a conclusion on this interim financial information based on our review.

### Scope of Review

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

### Conclusion

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



Nisakorn Songmanee  
Certified Public Accountant (Thailand)  
Registration No. 5035

**BANGKOK**  
August 13, 2019

**DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.**

ALLIANZ AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY  
STATEMENT OF FINANCIAL POSITION  
AS AT JUNE 30, 2019

Baht: '000

|                                     | Notes | CONSOLIDATED              |                               | SEPARATE                  |                               |
|-------------------------------------|-------|---------------------------|-------------------------------|---------------------------|-------------------------------|
|                                     |       | FINANCIAL STATEMENTS      |                               | FINANCIAL STATEMENTS      |                               |
|                                     |       | “Unaudited”               |                               | “Unaudited”               |                               |
|                                     |       | As at<br>June 30,<br>2019 | As at<br>December 31,<br>2018 | As at<br>June 30,<br>2019 | As at<br>December 31,<br>2018 |
| <b>ASSETS</b>                       |       |                           |                               |                           |                               |
| Cash and cash equivalents           | 5     | 2,229,462                 | 1,341,340                     | 26,215                    | 101,356                       |
| Premium receivable - net            | 6     | 706,586                   | 271,750                       | -                         | -                             |
| Accrued investment income           |       | 9,993                     | 4,498                         | 363                       | 429                           |
| Reinsurance assets                  | 7     | 2,784,815                 | 1,070,310                     | -                         | -                             |
| Amounts due from reinsurers         | 8     | 290,922                   | 114,461                       | -                         | -                             |
| Investments                         |       |                           |                               |                           |                               |
| Investments in securities           | 9     | 8,566,785                 | 6,896,385                     | 4,293,318                 | 4,125,890                     |
| Loans                               | 10    | 41                        | 29                            | -                         | -                             |
| Investment in an associate          | 11    | 8,849,201                 | 2,977,371                     | 5,455,863                 | 1,487,264                     |
| Investment in a subsidiary          | 11    | -                         | -                             | 2,572,379                 | 1,823,579                     |
| Property, plant and equipment - net | 12    | 62,236                    | 39,752                        | 5,350                     | 5,951                         |
| Goodwill                            | 1     | 467,956                   | -                             | -                         | -                             |
| Intangible assets                   |       | 147,480                   | 51,029                        | -                         | -                             |
| Deferred tax assets                 | 13    | 396,565                   | 228,963                       | 30,817                    | 44,148                        |
| Deferred commissions expenses       |       | 70,696                    | 66,858                        | -                         | -                             |
| Other assets                        | 14    | 158,252                   | 82,846                        | 8,170                     | 23,088                        |
| <b>TOTAL ASSETS</b>                 |       | <b>24,740,990</b>         | <b>13,145,592</b>             | <b>12,392,475</b>         | <b>7,611,705</b>              |

See condensed notes to financial statements

ALLIANZ AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT JUNE 30, 2019

Baht: '000

|  | Notes | CONSOLIDATED         |                   | SEPARATE             |                  |
|--|-------|----------------------|-------------------|----------------------|------------------|
|  |       | FINANCIAL STATEMENTS |                   | FINANCIAL STATEMENTS |                  |
|  |       | “Unaudited”          |                   | “Unaudited”          |                  |
|  |       | As at                | As at             | As at                | As at            |
|  |       | June 30,             | December 31,      | June 30,             | December 31,     |
|  |       | 2019                 | 2018              | 2019                 | 2018             |
| <b>LIABILITIES AND EQUITY</b>            |       |                      |                   |                      |                  |
| Insurance liabilities                    | 15    | 5,887,680            | 2,444,776         | -                    | -                |
| Amounts due to reinsurers                | 16    | 1,447,811            | 678,332           | -                    | -                |
| Income tax payable                       |       | 74,875               | 53,595            | 886                  | 129              |
| Employee benefit obligations             | 17    | 140,905              | 89,972            | 6,652                | 4,655            |
| Premium written received in advance      |       | 405,450              | 370,220           | -                    | -                |
| Commissions and brokerages payables      |       | 60,651               | 54,202            | -                    | -                |
| Accrued expenses                         |       | 298,842              | 75,251            | 10,476               | 21,742           |
| Other liabilities                        | 18    | 319,583              | 111,291           | 161                  | 1,663            |
| <b>TOTAL LIABILITIES</b>                 |       | <b>8,635,797</b>     | <b>3,877,639</b>  | <b>18,175</b>        | <b>28,189</b>    |
| <b>EQUITY</b>                            |       |                      |                   |                      |                  |
| Share capital                            | 19    |                      |                   |                      |                  |
| Authorized share capital                 |       |                      |                   |                      |                  |
| 463,473,361 ordinary shares of           |       |                      |                   |                      |                  |
| Baht 1.00 each                           |       | 463,473              | 463,473           | 463,473              | 463,473          |
| Issued and paid-up share capital         |       |                      |                   |                      |                  |
| 384,910,061 ordinary shares of           |       |                      |                   |                      |                  |
| Baht 1.00 each, fully paid               |       | 384,910              |                   | 384,910              |                  |
| 296,416,925 ordinary shares of           |       |                      |                   |                      |                  |
| Baht 1.00 each, fully paid               |       |                      | 296,417           |                      | 296,417          |
| Premium on share capital                 |       | 9,905,705            | 5,276,027         | 9,905,705            | 5,276,027        |
| Retained earnings                        |       |                      |                   |                      |                  |
| Appropriated                             |       |                      |                   |                      |                  |
| Legal reserve                            |       | 50,000               | 50,000            | 50,000               | 50,000           |
| Unappropriated                           |       | 3,618,137            | 3,179,207         | 2,170,182            | 2,152,489        |
| Other components of equity               |       |                      |                   |                      |                  |
| Deficit on available-for-sale securities |       | (137,666)            | (207,772)         | (136,497)            | (191,417)        |
| Share of other comprehensive income      |       |                      |                   |                      |                  |
| of an associate                          |       | 2,284,107            | 674,074           | -                    | -                |
| <b>TOTAL EQUITY</b>                      |       | <b>16,105,193</b>    | <b>9,267,953</b>  | <b>12,374,300</b>    | <b>7,583,516</b> |
| <b>TOTAL LIABILITIES AND EQUITY</b>      |       | <b>24,740,990</b>    | <b>13,145,592</b> | <b>12,392,475</b>    | <b>7,611,705</b> |

See condensed notes to financial statements

ALLIANZ AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY  
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2019  
“UNAUDITED”

Baht: '000

|   | Notes | CONSOLIDATED         |                | SEPARATE             |                |
|---|-------|----------------------|----------------|----------------------|----------------|
|   |       | FINANCIAL STATEMENTS |                | FINANCIAL STATEMENTS |                |
|   |       | 2019                 | 2018           | 2019                 | 2018           |
| <b>Revenues</b>   |       |                      |                |                      |                |
| Gross written premium   |       | 1,371,230            | 780,036        | -                    | -              |
| <u>Less</u> Premium ceded to reinsurers                               |       | 507,895              | 324,404        | -                    | -              |
| Net premium written   |       | 863,335              | 455,632        | -                    | -              |
| <u>Less</u> Unearned premium reserve increase<br>from previous period |       | 11,020               | 34,152         | -                    | -              |
| Net premium earned  |       | 852,315              | 421,480        | -                    | -              |
| Fee and commission income   |       | 147,190              | 97,250         | -                    | -              |
| Net investment income   |       | 38,349               | 24,145         | 13,197               | 352,596        |
| Gain (loss) on investment in securities                               |       | 17,906               | (6,970)        | 18,350               | 3,209          |
| Gain (loss) on fair value adjustment                                  |       | 2,241                | (9,941)        | 707                  | (9,844)        |
| Share of profit on investments in an associate                        | 11.1  | 178,320              | 120,861        | -                    | -              |
| Other income  |       | 8,816                | 158            | 3,361                | 3,097          |
| Total revenues  |       | 1,245,137            | 646,983        | 35,615               | 349,058        |
| <b>Expenses</b>   |       |                      |                |                      |                |
| Gross Claim   |       | 291,136              | 346,288        | -                    | -              |
| <u>Less (Add)</u> Claim recovered from reinsurers                     |       | (103,104)            | 178,877        | -                    | -              |
| Commissions and brokerage   |       | 178,618              | 112,047        | -                    | -              |
| Other underwriting expenses   |       | 174,701              | 122,339        | -                    | -              |
| Operating expenses  |       | 219,346              | 80,934         | 17,722               | 18,343         |
| Total expenses  |       | 966,905              | 482,731        | 17,722               | 18,343         |
| Income before income tax expense                                      |       | 278,232              | 164,252        | 17,893               | 330,715        |
| Income tax expense (benefit)  |       | 18,871               | 9,430          | 939                  | (1,564)        |
| <b>Net income</b>   |       | <u>259,361</u>       | <u>154,822</u> | <u>16,954</u>        | <u>332,279</u> |

ALLIANZ AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY  
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2019 (CONTINUED)  
“UNAUDITED”

Baht: '000

|   | Notes       | CONSOLIDATED            |                         | SEPARATE             |                       |
|---|-------------|-------------------------|-------------------------|----------------------|-----------------------|
|   |             | FINANCIAL STATEMENTS    |                         | FINANCIAL STATEMENTS |                       |
|   |             | 2019                    | 2018                    | 2019                 | 2018                  |
| Other comprehensive income (loss)                                       |             |                         |                         |                      |                       |
| Items that will not be reclassified subsequently to profit or loss      |             |                         |                         |                      |                       |
| Actuarial gain (loss) on defined employee benefit plans                 |             | 6,069                   | -                       | (969)                |                       |
| Share of other comprehensive income (loss) of an associate              | 11.1        | 5,084                   | (1,614)                 | -                    | -                     |
| Income tax relating to items that will not be reclassified subsequently |             | (2,231)                 | 323                     | 194                  | -                     |
|   |             | <u>8,922</u>            | <u>(1,291)</u>          | <u>(775)</u>         | <u>-</u>              |
| Items that will be reclassified subsequently to profit or loss          |             |                         |                         |                      |                       |
| Gain (loss) on revaluation of available-for-sale securities             |             | 20,345                  | (115,845)               | 13,536               | (94,623)              |
| Share of other comprehensive income (loss) of an associate              | 11.1        | 1,539,177               | (541,987)               | -                    | -                     |
| Income tax relating to items that will be reclassified subsequently     |             | (311,904)               | 145,187                 | (2,707)              | 18,925                |
|   |             | <u>1,247,618</u>        | <u>(512,645)</u>        | <u>10,829</u>        | <u>(75,698)</u>       |
| Other comprehensive income (loss) for the periods, net of income tax    |             | <u>1,256,540</u>        | <u>(513,936)</u>        | <u>10,054</u>        | <u>(75,698)</u>       |
| <b>Total comprehensive income (loss) for the periods</b>                |             | <u><u>1,515,901</u></u> | <u><u>(359,114)</u></u> | <u><u>27,008</u></u> | <u><u>256,581</u></u> |
| <b>Earnings per share</b>   | 22          |                         |                         |                      |                       |
| <b>Basic earnings per share</b>   | <b>Baht</b> | 0.79                    | 0.62                    | 0.05                 | 1.32                  |
| Weighted average number of ordinary shares (Thousand Shares)            |             | 326,723                 | 251,455                 | 326,723              | 251,455               |
| <b>Diluted earnings per share</b>                                       | <b>Baht</b> | 0.64                    | 0.60                    | 0.04                 | 1.28                  |
| Weighted average number of ordinary shares (Thousand Shares)            |             | 405,287                 | 258,624                 | 405,287              | 258,624               |

See condensed notes to financial statements

ALLIANZ AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY  
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2019  
“UNAUDITED”

Baht: '000

|   | Notes | CONSOLIDATED         |           | SEPARATE             |          |
|---|-------|----------------------|-----------|----------------------|----------|
|   |       | FINANCIAL STATEMENTS |           | FINANCIAL STATEMENTS |          |
|   |       | 2019                 | 2018      | 2019                 | 2018     |
| <b>Revenues</b>   |       |                      |           |                      |          |
| Gross written premium   |       | 2,281,830            | 1,543,253 | -                    | -        |
| <u>Less</u> Premium ceded to reinsurers                               |       | 859,128              | 654,114   | -                    | -        |
| Net premium written   |       | 1,422,702            | 889,139   | -                    | -        |
| <u>Less</u> Unearned premium reserve increase<br>from previous period |       | 56,624               | 43,648    | -                    | -        |
| Net premium earned  |       | 1,366,078            | 845,491   | -                    | -        |
| Fee and commission income   |       | 260,981              | 194,901   | -                    | -        |
| Net investment income   |       | 58,100               | 62,730    | 17,909               | 380,302  |
| Gain on investments in securities                                     |       | 28,062               | 757       | 28,515               | 28,766   |
| Gain (loss) on fair value adjustment                                  |       | 9,932                | (2,083)   | 5,198                | (13,590) |
| Share of profit on investment in an associate                         | 11.1  | 290,456              | 230,906   | -                    | -        |
| Other income  |       | 8,928                | 494       | 8,615                | 8,280    |
| Total revenues  |       | 2,022,537            | 1,333,196 | 60,237               | 403,758  |
| <b>Expenses</b>   |       |                      |           |                      |          |
| Gross Claim   |       | 829,912              | 854,009   | -                    | -        |
| <u>Less</u> Claim recovered from reinsurers                           |       | 228,503              | 477,412   | -                    | -        |
| Commissions and brokerage   |       | 307,368              | 221,993   | -                    | -        |
| Other underwriting expenses   |       | 330,212              | 244,714   | -                    | -        |
| Operating expenses  |       | 318,866              | 165,143   | 40,843               | 38,613   |
| Total expenses  |       | 1,557,855            | 1,008,447 | 40,843               | 38,613   |
| Income before income tax expense                                      |       | 464,682              | 324,749   | 19,394               | 365,145  |
| Income tax expense  |       | 33,349               | 14,307    | 926                  | 67       |
| <b>Net income</b>   |       | 431,333              | 310,442   | 18,468               | 365,078  |

ALLIANZ AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY  
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2019 (CONTINUED)  
“UNAUDITED”

Baht: '000

|   | Notes       | CONSOLIDATED            |                         | SEPARATE             |                       |
|---|-------------|-------------------------|-------------------------|----------------------|-----------------------|
|   |             | FINANCIAL STATEMENTS    |                         | FINANCIAL STATEMENTS |                       |
|   |             | 2019                    | 2018                    | 2019                 | 2018                  |
| Other comprehensive income (loss)                                       |             |                         |                         |                      |                       |
| Items that will not be reclassified subsequently to profit or loss      |             |                         |                         |                      |                       |
| Actuarial gain (loss) on defined employee benefits plans                |             | 6,069                   | -                       | (969)                | -                     |
| Share of other comprehensive income (loss) of an associate              | 11.1        | 3,428                   | (1,820)                 | -                    | -                     |
| Income tax relating to items that will not be reclassified subsequently |             | (1,900)                 | 364                     | 194                  | -                     |
|   |             | <u>7,597</u>            | <u>(1,456)</u>          | <u>(775)</u>         | <u>-</u>              |
| Items that will be reclassified subsequently to profit or loss          |             |                         |                         |                      |                       |
| Gain (loss) on revaluation of available-for-sale securities             |             | 87,633                  | (155,746)               | 68,650               | (134,240)             |
| Share of other comprehensive income (loss) of an associate              | 11.1        | 2,012,540               | (828,090)               | -                    | -                     |
| Income tax relating to items that will be reclassified subsequently     |             | (420,034)               | 205,100                 | (13,730)             | 26,848                |
|   |             | <u>1,680,139</u>        | <u>(778,736)</u>        | <u>54,920</u>        | <u>(107,392)</u>      |
| Other comprehensive income (loss) for the periods, net of income tax    |             | <u>1,687,736</u>        | <u>(780,192)</u>        | <u>54,145</u>        | <u>(107,392)</u>      |
| <b>Total comprehensive income for the periods</b>                       |             | <u><u>2,119,069</u></u> | <u><u>(469,750)</u></u> | <u><u>72,613</u></u> | <u><u>257,686</u></u> |
| <b>Earnings per share</b>   | 22          |                         |                         |                      |                       |
| <b>Basic earnings per share</b>   | <b>Baht</b> | 1.32                    | 1.23                    | 0.06                 | 1.45                  |
| Weighted average number of ordinary shares (Thousand Shares)            |             | 326,723                 | 251,455                 | 326,723              | 251,455               |
| <b>Diluted earnings per share</b>                                       | <b>Baht</b> | 1.06                    | 1.20                    | 0.05                 | 1.41                  |
| Weighted average number of ordinary shares (Thousand Shares)            |             | 405,287                 | 258,624                 | 405,287              | 258,624               |

See condensed notes to financial statements



ALLIANZ AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY  
STATEMENT OF CHANGES IN EQUITY

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2019

“UNAUDITED”

Baht: '000

CONSOLIDATED FINANCIAL STATEMENTS

|   | Notes         | Issued and paid-up share capital | Premium on share capital | Retained earnings |                  | Other components of equity | Total equity      |
|---|---------------|----------------------------------|--------------------------|-------------------|------------------|----------------------------|-------------------|
|   |               |                                  |                          | Appropriated      | Unappropriated   |                            |                   |
| Beginning balance as at January 1, 2018   |               | 250,000                          | 3,512,184                | 50,000            | 2,650,797        | 1,270,000                  | 7,693,960         |
| Increase capital                          | 19.3          | 43,905                           | 1,668,399                | -                 | -                | -                          | 1,712,304         |
| Net income                                |               | -                                | -                        | -                 | 310,442          | -                          | 310,442           |
| Other comprehensive income (loss)         |               | -                                | -                        | -                 | (1,456)          | (654,139)                  | (780,189)         |
| <b>Ending balance as at June 30, 2018</b> |               | <b>293,905</b>                   | <b>5,180,583</b>         | <b>50,000</b>     | <b>2,959,783</b> | <b>615,861</b>             | <b>8,936,517</b>  |
| Beginning balance as at January 1, 2019   |               | 296,417                          | 5,276,027                | 50,000            | 3,179,207        | 674,074                    | 9,267,953         |
| Increase capital                          | 19.6 and 19.7 | 88,493                           | 4,629,678                | -                 | -                | -                          | 4,718,171         |
| Net income                                |               | -                                | -                        | -                 | 431,333          | -                          | 431,333           |
| Other comprehensive income                |               | -                                | -                        | -                 | 7,597            | 70,106                     | 1,687,736         |
| <b>Ending balance as at June 30, 2019</b> |               | <b>384,910</b>                   | <b>9,905,705</b>         | <b>50,000</b>     | <b>3,618,137</b> | <b>2,284,107</b>           | <b>16,105,193</b> |

See condensed notes to financial statements

ALLIANZ AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENT OF CHANGES IN EQUITY

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2019

“UNAUDITED”

Baht: '000

SEPARATE FINANCIAL STATEMENTS

|   | Notes         | Issued and paid-up share capital | Premium on share capital | Retained earnings |                  | Other components of equity                         |  | Total equity      |
|---|---------------|----------------------------------|--------------------------|-------------------|------------------|--|--|-------------------|
|   |               |                                  |                          | Appropriated      | Unappropriated   | Surplus (deficit) on available-for-sale securities |  |                   |
| Beginning balance as at January 1, 2018   |               | 250,000                          | 3,512,184                | 50,000            | 1,979,443        | (41,042)   |  | 5,750,585         |
| Increase capital                          | 19.3          | 43,905                           | 1,668,399                | -                 | -                | -  |  | 1,712,304         |
| Net income                                |               | -                                | -                        | -                 | 365,078          | -  |  | 365,078           |
| Other comprehensive income (loss)         |               | -                                | -                        | -                 | -                | (107,392)  |  | (107,392)         |
| <b>Ending balance as at June 30, 2018</b> |               | <b>293,905</b>                   | <b>5,180,583</b>         | <b>50,000</b>     | <b>2,344,521</b> | <b>(148,434)</b>                                   |  | <b>7,720,575</b>  |
| Beginning balance as at January 1, 2019   |               | 296,417                          | 5,276,027                | 50,000            | 2,152,489        | (191,417)  |  | 7,583,516         |
| Increase capital                          | 19.6 and 19.7 | 88,493                           | 4,629,678                | -                 | -                | -  |  | 4,718,171         |
| Net income                                |               | -                                | -                        | -                 | 18,468           | -  |  | 18,468            |
| Other comprehensive income (loss)         |               | -                                | -                        | -                 | (775)            |  |  | 54,145            |
| <b>Ending balance as at June 30, 2019</b> |               | <b>384,910</b>                   | <b>9,905,705</b>         | <b>50,000</b>     | <b>2,170,182</b> | <b>(136,497)</b>                                   |  | <b>12,374,300</b> |

See condensed notes to financial statements

ALLIANZ AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENT OF CASH FLOWS

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2019

“UNAUDITED”

Baht: '000

|  | Note | CONSOLIDATED         |                    | SEPARATE             |                    |
|--|------|----------------------|--------------------|----------------------|--------------------|
|  |      | FINANCIAL STATEMENTS |                    | FINANCIAL STATEMENTS |                    |
|  |      | 2019                 | 2018               | 2019                 | 2018               |
| <b>CASH FLOWS PROVIDED BY (USED IN)</b>                                      |      |                      |                    |                      |                    |
| <b>OPERATING ACTIVITIES</b>  |      |                      |                    |                      |                    |
| Direct premium received  |      | 2,249,210            | 1,529,087          | -                    | -                  |
| Cash received (paid) to reinsurance  |      | 103,475              | (124,744)          | -                    | -                  |
| Interest income  |      | 13,574               | 10,761             | 2,393                | 4,508              |
| Dividend income  |      | 24,285               | 327,879            | 16,749               | 377,757            |
| Other income   |      | 2,937                | 8,396              | 6,839                | 12,230             |
| Loss incurred from direct insurance  |      | (1,035,917)          | (657,733)          | -                    | -                  |
| Commission and brokerage paid from direct insurance                          |      | (302,727)            | (215,717)          | -                    | -                  |
| Other underwriting expenses  |      | (331,522)            | (244,804)          | -                    | -                  |
| Operating expenses   |      | (225,984)            | (118,257)          | (51,598)             | (32,584)           |
| Income tax expense   |      | (61,080)             | (8,232)            | (375)                | (519)              |
| Investment in securities   |      | (528,897)            | (2,107,025)        | (812,703)            | (2,044,260)        |
| Deposits at bank with maturity over 3 months and deposits used as collateral |      | 36,843               | (217)              | 14,000               | -                  |
| Loans  |      | (12)                 | 12                 | -                    | -                  |
| Net cash used in operating activities  |      | <u>(55,815)</u>      | <u>(1,600,594)</u> | <u>(824,695)</u>     | <u>(1,682,868)</u> |
| <b>CASH FLOWS PROVIDED BY (USED IN)</b>                                      |      |                      |                    |                      |                    |
| <b>INVESTING ACTIVITIES</b>  |      |                      |                    |                      |                    |
| <b>CASH FLOWS PROVIDED BY</b>  |      |                      |                    |                      |                    |
| Property, plant and equipment  |      | 21                   | 2                  | -                    | -                  |
| Cash provided by investing activities  |      | <u>21</u>            | <u>2</u>           | <u>-</u>             | <u>-</u>           |
| <b>CASH FLOWS USED IN</b>  |      |                      |                    |                      |                    |
| Paid for purchase entire business transfer                                   |      | (848,800)            | -                  | -                    | -                  |
| Property, plant and equipment  |      | (3,986)              | (1,727)            | (17)                 | (1)                |
| Intangible assets  |      | (267)                | (527)              | -                    | -                  |
| Cash used in investing activities  |      | <u>(853,053)</u>     | <u>(2,254)</u>     | <u>(17)</u>          | <u>(1)</u>         |
| Net cash used in investing activities  |      | <u>(853,032)</u>     | <u>(2,252)</u>     | <u>(17)</u>          | <u>(1)</u>         |

ALLIANZ AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY  
STATEMENT OF CASH FLOWS (CONTINUED)  
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2019  
“UNAUDITED”

Baht: '000

|  | Note | CONSOLIDATED            |                         | SEPARATE             |                       |
|--|------|-------------------------|-------------------------|----------------------|-----------------------|
|  |      | FINANCIAL STATEMENTS    |                         | FINANCIAL STATEMENTS |                       |
|  |      | 2019                    | 2018                    | 2019                 | 2018                  |
| <b>CASH FLOWS PROVIDED BY FINANCING</b>              |      |                         |                         |                      |                       |
| <b>ACTIVITIES</b>                                    |      |                         |                         |                      |                       |
| Increase capital                                     |      | 749,571                 | 1,712,304               | 749,571              | 1,712,304             |
| Net cash provided by financing activities            |      | <u>749,571</u>          | <u>1,712,304</u>        | <u>749,571</u>       | <u>1,712,304</u>      |
| Net increase (decrease) in cash and cash equivalents |      | (159,276)               | 109,458                 | (75,141)             | 29,435                |
| Cash and cash equivalents as at January 1,           |      | 1,341,340               | 1,401,893               | 101,356              | 181,095               |
| Cash received from the entire business transfer      | 1    | 1,047,398               | -                       | -                    | -                     |
| <b>Cash and cash equivalents as at June 30,</b>      |      | <u><u>2,229,462</u></u> | <u><u>1,511,351</u></u> | <u><u>26,215</u></u> | <u><u>210,530</u></u> |

See condensed notes to financial statements

**ALLIANZ AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY  
CONDENSED NOTES TO CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS  
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2019  
“UNAUDITED”**

**1. GENERAL INFORMATION AND OPERATION OF THE COMPANY AND ITS SUBSIDIARY**

1.1 The Company

Allianz Ayudhya Capital Public Company Limited (formerly “Sri Ayudhya Capital Public Company Limited”) (the “Company”) was registered in The Stock Exchange of Thailand. The main business is an investment holding company. The head office is located at Ploenchit Tower, 7<sup>th</sup> floor, 898 Ploenchit Road, Lumpini, Pathumwan, Bangkok.

The Company has a subsidiary company, Allianz Ayudhya General Insurance Public Company Limited (formerly “Sri Ayudhya General Insurance Public Company Limited”) which operates non-life insurance business, holding by 99.99%.

1.2 The subsidiary

Allianz Ayudhya General Insurance Public Company Limited (the “subsidiary”) is a limited company incorporated in Thailand on September 21, 1982. The main business is non-life insurance and the subsidiary was awarded its license to operate all classes of non-life insurance on September 24, 1982 and the subsidiary has registered to be Public Company Limited on October 3, 2011. The subsidiary’s office was registered at 1st Floor, Zone B, 7th Floor, Zone B, 8th Floor, Zones A and B, 9th Floor, Zones A2 and B2, and 18th Floor, Zones A, Ploenchit Tower, 898 Ploenchit Road, Lumpini subdistrict, Pathumwan District Bangkok.

On November 13, 2018, the Extraordinary General Meeting of the Shareholders of the Company passed the resolutions as follows:

1. Approval for Allianz Ayudhya General Insurance Public Company Limited (“SAGI”) to purchase and accept the transfer of the entire business from Allianz General Insurance Public Company Limited (“AZTH”).
2. Approval for the Company to purchase ordinary shares of Allianz Ayudhya Assurance Public Company Limited (“AZAY”) of 34.81 million shares at Baht 114 per share, at the par value of Baht 10, or 11.80% of the paid-up capital in AZAY from Allianz SE and CPRN (Thailand) Limited (“CPRNT”), totalling Baht 3,968.60 million.
3. Approval for the allocation of 88.47 million newly issued ordinary shares, at the par value of Baht 1 each, for the offering price to Allianz SE and CPRNT at Baht 53.32 per share, totalling Baht 4,717.40 million, as following details:
  - 3.1 The allocation of 14.04 million newly issued ordinary shares to CPRNT at Baht 53.32 per share, at the par value of Baht 1, totalling Baht 748.80 million. In this regard, CPRNT will pay for the newly issued ordinary shares in cash. The Company will use such payment to purchase the newly issued ordinary shares of SAGI, in order to provide SAGI to purchase and accept the transfer of the entire business from AZTH.

- 3.2 The allocation of 74.43 million newly issued ordinary shares to Allianz SE and CPRNT at Baht 53.32 per share, at par value of Baht 1.00, totalling Baht 3,968.60 million. In this regard, Allianz SE and CPRNT paid for the newly issued ordinary shares in lieu of cash payment (see Note 4.2).
- 4 Approval for Allianz SE and/or its affiliate who is a member of the Allianz Group which is designated by Allianz SE as a co-offer or to make a voluntary partial tender offer to purchase 56.93 million ordinary shares, representing 19.37% of the total issued shares with voting rights of the Company at present in the offering price of Baht 53.32 per share.

On April 26, 2019, the Annual General Meeting of Shareholders of the Company and its subsidiary passed resolution to change of the Company's name from "Sri Ayudhya Capital Public Company Limited" to "Allianz Ayudhya Capital Public Company Limited" and "Sri Ayudhya General Insurance Public Company Limited" to "Allianz Ayudhya General Insurance Public Company Limited". The Company and its subsidiary registered the amendments to its change in the Company's name with Ministry of Commerce on April 30, 2019.

On April 30, 2019, the Company had received the increase in share capital and registered the corresponding increase in its paid-up capital with the Ministry of Commerce, totalling Baht 4,717.40 million (see Note 19.6), as following details:

- The Company had received the increase in share capital in cash from CPRNT amounting to Baht 748.80 million for the allocation of 14.04 million ordinary shares at Baht 53.32 per share, at par value of Baht 1.
- The Company had received the increase in share capital by receive the ordinary shares of Allianz Ayudhya Assurance Public Company Limited ("AZAY") of 34.81 million shares at Baht 114 per share, at the par value of Baht 10, from Allianz SE and CPRNT as equivalent to Baht 3,968.60 million for sale of 74.43 million ordinary shares to Allianz SE and CPRNT at Baht 53.32 per share, at par value of Baht 1.

#### **ACQUISITION OF BUSINESS**

On April 30, 2019, the subsidiary completed purchase and acceptance of the entire business of AZTH, as per entire business transfer agreement dated September 24, 2018 for a cash consideration of Baht 848.80 million.

Book values of assets and liabilities of AZTH transferred to the subsidiary on the date of acquisition were as follows:

|   | <b>Baht: '000</b> |
|---|-------------------|
|   | <b>Book value</b> |
|   | <b>as at</b>      |
|   | <b>April 30,</b>  |
|   | <b>2019</b>       |
| <b>Assets</b>                                   |                   |
| Cash and cash equivalents                       | 1,047,398         |
| Premium receivable - net                        | 425,651           |
| Accrued investment income                       | 6,752             |
| Reinsurance assets                              | 2,194,326         |
| Amounts due from reinsurers                     | 258,971           |
| Investments in securities                       | 1,006,389         |
| Leasehold improvement and equipment             | 29,471            |
| Intangible assets                               | 106,158           |
| Deferred tax assets                             | 139,927           |
| Other assets                                    | 111,512           |
| <b>Total Assets</b>                             | <u>5,326,555</u>  |
| <b>Liabilities</b>                              |                   |
| Insurance liabilities                           | 3,669,779         |
| Amounts due to reinsurers                       | 849,617           |
| Employee benefit obligations                    | 19,934            |
| Accrued expense                                 | 232,950           |
| Other liabilities                               | 173,431           |
| <b>Total liabilities</b>                        | <u>4,945,711</u>  |
| Book values of assets and liabilities           | 380,844           |
| Cash paid for purchase entire business transfer | <u>(848,800)</u>  |
| <b>Goodwill</b>                                 | <u>467,956</u>    |

As at June 30, 2019, the subsidiary is in the process of assessing the fair value of the identifiable assets acquired and liabilities assumed at the acquisition date. It is to be completed within the period of twelve months from the acquisition date. The subsidiary will retrospectively adjust provisional amounts recognised at the acquisition date, recognise additional assets or liabilities to reflect new information obtained about facts and circumstances that existed as of the acquisition date.

## 2. BASIS FOR PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

- 2.1 These interim consolidated and separate financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No. 34 (Revised 2018) “Interim Financial Reporting” and accounting practices generally accepted in Thailand and the Notification of the Office of Insurance Commission regarding the Rules, Procedures, Conditions and Periods for Preparing and Submitting Financial Statements and Reports on the Operations of the Non-Life Insurance Business B.E. 2559 dated March 4, 2016. The Company presents the condensed notes to interim financial statements and the additional information is disclosed in accordance with the regulations of the Office of the Securities and Exchange Commission.
- 2.2 These interim consolidated financial statements include the financial statements of Allianz Ayudhya Capital Public Company Limited and Allianz Ayudhya General Insurance Public Company Limited which 99.99% owned by the Company (see Note 11). Material intercompany transactions between the Group have been eliminated from this interim consolidated financial statements. The interim consolidated financial statements for the three-month and six-month periods ended June 30, 2019 have included the subsidiaries’ interim financial statements for the three-month and six-month periods ended June 30, 2019 which were reviewed.
- The accounting periods and significant accounting policies used for the financial statements of the subsidiary are the same as those of the Company.
- 2.3 The consolidated and separate statements of financial position as at December 31, 2018, presented herein for comparison, have been derived from the consolidated and separate financial statements of the Company for the year then ended which had been previously audited.
- 2.4 The unaudited results of operations presented in the three-month and six-month periods ended June 30, 2019 are not necessarily an indication nor anticipation of the operating results for the full year.
- 2.5 Certain financial information which is normally included in the annual financial statements prepared in accordance with TFRS, but which is not required for interim reporting purposes, has been omitted. Therefore, the interim financial statements for the three-month and six-month periods ended June 30, 2019 should be read in conjunction with the audited financial statements for the year ended December 31, 2018.
- 2.6 The preparation of interim financial statements in conformity with Thai Accounting Standard No. 34 (Revised 2018) also requires the Company’s management to exercise judgements in order to determine the accounting policies, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the end of the reporting period and the reported amounts of revenue and expense during the reporting period. Although, these estimates are based on management’s reasonable consideration of current events, actual results may differ from these estimates.



2.7 Thai Financial Reporting Standards affecting the presentation and/or disclosure in the current year financial statements

During the period, the Company has adopted the revised and new financial reporting standards and guidelines on accounting issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after January 1, 2019. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company's interim financial statements.

Thai Financial Reporting Standard No.4 (Revised 2018) "Insurance Contracts"

This revised financial reporting standard determines the option for insurance industry to temporarily exempt from applying Thai Financial Reporting Standard No. 9 "Financial Instruments". An entity can elect to exempt from Thai Financial Reporting Standard No. 9 until annual periods beginning before January 1, 2022 or before Thai Financial Reporting Standard No. 17 "Insurance Contracts" is effective.

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

The Federation of Accounting Professions has issued the Notification regarding Thai Accounting Standards, Thai Financial Reporting Standards and Thai Financial Reporting Standard Interpretation which have been announced in the Royal Gazette and will be effective for the financial statements for the period beginning on or after January 1, 2020 onwards, as follows:

Group of Financial Instruments Standards

**Thai Accounting Standards ("TAS")**

TAS 32 Financial Instruments: Presentation

**Thai Financial Reporting Standards ("TFRS")**

TFRS 7 Financial Instruments: Disclosures

TFRS 9 Financial Instruments

**Thai Financial Reporting Standard Interpretations ("TFRIC")**

TFRIC 16 Hedges of a Net Investment in a Foreign Operation

TFRIC 19 Extinguishing Financial Liabilities with Equity Instruments

These group of Standards make stipulations relating to the classification of financial instruments and their measurement at fair value or amortized cost; taking into account the type of instrument, the characteristics of the contractual cash flows and the Company's business model, the calculation of impairment using the expected credit loss method, and the concept of hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments. These Standards will supersede the Standards and Interpretations relating to the financial instruments upon its effective date.

### Thai Financial Reporting Standards No. 16 “Leases”

This TFRS provides a comprehensive model for the identification of lease arrangements and their treatment in the financial statements of both lessees and lessors.

This TFRS will supersede the following lease Standards and Interpretations upon its effective date, which are Thai Accounting Standard No. 17 “Leases”, Thai Accounting Standard Interpretation No. 15 “Operating Lease - Incentives”, Thai Accounting Standard Interpretation No. 27 “Evaluating the Substance of Transactions involving the Legal Form of a Lease” and Thai Financial Reporting Standard Interpretation No. 4 “Determining whether an Arrangement contains a Lease”.

For lessee accounting, there are significant changes to lease accounting in this TFRS by removing the distinction between operating and finance leases under TAS 17 and requiring a lessee to recognize a right-of-use asset and a lease liability at commencement for all leases, except for short-term leases and leases of low value assets. However, the lessor accounting treatment continues to require a lessor to classify a lease either as an operating lease or a finance lease, using the same concept as TAS 17.

### The accounting guidelines for financial instruments and disclosures on insurance business

The Federation of Accounting Professions issued the accounting guidelines for financial instruments and disclosures on insurance business, which has been announced in the Royal Gazette on March 11, 2019 and will be effective for the financial statements for the period beginning on or after January 1, 2020 onwards which allowed the adoption of these accounting guidelines prior to the effective date for the financial statements beginning on or after January 1, 2019 onwards only. If an entity adopts these accounting guidelines prior to the effective date, the entity is required to disclose such adoption. However, the Company’s management does not adopt such accounting guidelines for financial instruments and disclosures on insurance business prior to the effective date.

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

## **3. SIGNIFICANT ACCOUNTING POLICIES**

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended December 31, 2018. Moreover, the Group purchased the entire business transfer during this period so there is additional relevant accounting policy as follows:

## Goodwill

The measurement of goodwill at initial recognition is measured at the fair value of the acquisition, less the net recognized amount (fair value) of the identifiable assets acquired and liabilities assumed, all measured as of the acquisition date.

Subsequent to the initial recognition, goodwill is measured at cost less allowance for impairment. The Company assesses an impairment of goodwill annually, without consideration of indication that such goodwill may be impaired.

Goodwill is allocated to each of the Company's cash-generating units that is expected to benefit from the synergies of the business combination.

## 4. ADDITIONAL INFORMATION FOR CASH FLOWS

4.1 Non-cash items of premises and equipment for the six-month periods ended June 30, 2019 and 2018 consisted of the following:

|  | Baht: '000  |          |
|--|---|----------|
|  | <u>Consolidated<br/>financial statements</u>        |          |
|  | <u>For the six-month<br/>periods ended June 30,</u> |          |
|  | 2019  | 2018     |
| Other payable - fixed assets as at January 1,      | 480   | 31       |
| <u>Add</u> Purchases of fixed assets               | 3,522   | 1,696    |
| <u>Less</u> Cash paid for purchase of fixed assets | (3,986)   | (1,727)  |
| <u>Less</u> Loss from exchange of fixed assets     | (15)  | -        |
| Other payable - fixed assets as at June 30,        | <u>1</u>  | <u>-</u> |

4.2 For the six-month period ended June 30, 2019, the Company has received share capital increase each from Allianz SE and CPRNT by newly ordinary shares of AZAY as equivalent to Baht 3,968.60 million (see Note 3.2).

## 5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at June 30, 2019 and December 31, 2018 consisted of the following:

|                            | Consolidated                |                  | Separate                    |                |
|----------------------------|-----------------------------|------------------|-----------------------------|----------------|
|                            | <u>financial statements</u> |                  | <u>financial statements</u> |                |
|                            | As at                       | As at            | As at                       | As at          |
|                            | June 30,                    | December 31,     | June 30,                    | December 31,   |
|                            | 2019                        | 2018             | 2019                        | 2018           |
| Cash                       | 528                         | 290              | 10                          | 10             |
| Cheques on hand            | 61,755                      | 11,046           | -                           | -              |
| Deposits at bank - at call | 879,063                     | 361,306          | 26,205                      | 101,346        |
| Short-term investments     | 1,288,116                   | 968,698          | -                           | -              |
|                            | <u>2,229,462</u>            | <u>1,341,340</u> | <u>26,215</u>               | <u>101,356</u> |

**6. PREMIUM RECEIVABLE - NET**

Premium receivable - net as at June 30, 2019 and December 31, 2018 consisted of the following:

|                                      | Baht: '000                           |                               |
|--------------------------------------|--------------------------------------|-------------------------------|
|                                      | Consolidated<br>financial statements |                               |
|                                      | From direct insurance                |                               |
|                                      | As at<br>June 30,<br>2019            | As at<br>December 31,<br>2018 |
| Within credit terms                  | 487,872                              | 218,651                       |
| Less than 30 days                    | 100,467                              | 29,434                        |
| 31 - 60 days                         | 42,106                               | 7,308                         |
| 61 - 90 days                         | 28,365                               | 9,125                         |
| Over 90 days                         | 66,497                               | 12,883                        |
| Total premium receivable             | <u>725,307</u>                       | <u>277,401</u>                |
| Less Allowance for doubtful accounts | (18,721)                             | (5,651)                       |
| Premium receivable - net             | <u>706,586</u>                       | <u>271,750</u>                |

**7. REINSURANCE ASSETS**

Reinsurance assets as at June 30, 2019 and December 31, 2018 consisted of the following:

|   | Baht: '000                           |                               |
|---|--------------------------------------|-------------------------------|
|   | Consolidated<br>financial statements |                               |
|   | As at<br>June 30,<br>2019            | As at<br>December 31,<br>2018 |
| <b>Insurance reserve refundable from reinsurers</b> |                                      |                               |
| Loss reserves                                       |                                      |                               |
| Unearned premium reserve                            | 1,718,521                            | 449,047                       |
| - Unearned reinsurance premium reserve              | <u>1,066,294</u>                     | <u>621,263</u>                |
| Total reinsurance assets (see Note 15)              | <u>2,784,815</u>                     | <u>1,070,310</u>              |

**8. AMOUNTS DUE FROM REINSURERS**

Amounts due from reinsurers as at June 30, 2019 and December 31, 2018 consisted of the following:

|                             | Baht: '000                           |                               |
|-----------------------------|--------------------------------------|-------------------------------|
|                             | Consolidated<br>financial statements |                               |
|                             | As at<br>June 30,<br>2019            | As at<br>December 31,<br>2018 |
| Amounts due from reinsurers | <u>290,922</u>                       | <u>114,461</u>                |

## 9. INVESTMENTS IN SECURITIES

Investments in securities as at June 30, 2019 and December 31, 2018 consisted of the following:

Baht: '000

|  | Consolidated financial statements |                  |                         |                  |
|--|-----------------------------------|------------------|-------------------------|------------------|
|  | As at June 30, 2019               |                  | As at December 31, 2018 |                  |
|  | Cost/Amortized<br>Cost            | Fair value       | Cost/Amortized<br>Cost  | Fair value       |
| <b>Held-for-trading securities</b>             |                                   |                  |                         |                  |
| Equity securities                              | 182,447                           | 167,214          | 185,244                 | 156,855          |
| <u>Less</u> Unrealized loss                    | (15,233)                          | -                | (28,389)                | -                |
| <b>Total held-for-trading-securities</b>       | <u>167,214</u>                    | <u>167,214</u>   | <u>156,855</u>          | <u>156,855</u>   |
| <b>Available-for-sale securities</b>           |                                   |                  |                         |                  |
| Government and state enterprise securities     | 593,533                           | 593,652          | 431,692                 | 430,892          |
| Private debt securities                        | 295,284                           | 296,000          | -                       | -                |
| Foreign debt securities                        | 59,919                            | 60,038           | -                       | -                |
| Equity securities                              | 4,471,907                         | 4,298,856        | 4,344,156               | 4,085,241        |
| Total  | 5,420,643                         | 5,248,546        | 4,775,848               | 4,516,133        |
| <u>Less</u> Unrealized loss                    | (172,097)                         | -                | (259,715)               | -                |
| <b>Total available-for-sale securities</b>     | <u>5,248,546</u>                  | <u>5,248,546</u> | <u>4,516,133</u>        | <u>4,516,133</u> |
| <b>Held-to-maturity securities</b>             |                                   |                  |                         |                  |
| Government and state enterprise securities     | 2,708,664                         |                  | 1,747,212               |                  |
| Deposits at bank with maturity over 3 months   | 196,620                           |                  | 207,677                 |                  |
| Deposits at bank used as collateral            | 210,425                           |                  | 233,268                 |                  |
| Premium saving certificates used as collateral | 15,250                            |                  | 15,750                  |                  |
| <b>Total held-to-maturity securities</b>       | <u>3,130,959</u>                  |                  | <u>2,203,907</u>        |                  |
| <b>General investment</b>                      |                                   |                  |                         |                  |
| Equity securities                              | 21,573                            |                  | 20,997                  |                  |
| <u>Less</u> Allowance for impairment           | (1,507)                           |                  | (1,507)                 |                  |
| <b>Total general investment</b>                | <u>20,066</u>                     |                  | <u>19,490</u>           |                  |
| <b>Total investments in securities - net</b>   | <u>8,566,785</u>                  |                  | <u>6,896,385</u>        |                  |

Baht: '000

|  | Separate financial statements |                  |                         |                  |
|--|-------------------------------|------------------|-------------------------|------------------|
|  | As at June 30, 2019           |                  | As at December 31, 2018 |                  |
|  | Cost/Amortized<br>cost        | Fair value       | Cost/Amortized<br>cost  | Fair value       |
| <b>Held-for-trading securities</b>           |                               |                  |                         |                  |
| Equity securities                            | 95,297                        | 85,231           | 95,147                  | 79,883           |
| <u>Less</u> Unrealized loss                  | (10,066)                      | -                | (15,264)                | -                |
| <b>Total held-for-trading securities</b>     | <u>85,231</u>                 | <u>85,231</u>    | <u>79,883</u>           | <u>79,883</u>    |
| <b>Available-for-sale securities</b>         |                               |                  |                         |                  |
| Government and state enterprise securities   | 137,006                       | 137,018          | 137,118                 | 136,519          |
| Equity securities                            | 4,180,965                     | 4,010,332        | 4,073,423               | 3,834,751        |
| Total  | 4,317,971                     | 4,147,350        | 4,210,541               | 3,971,270        |
| <u>Less</u> Unrealized loss                  | (170,621)                     | -                | (239,271)               | -                |
| <b>Total available-for-sale securities</b>   | <u>4,147,350</u>              | <u>4,147,350</u> | <u>3,971,270</u>        | <u>3,971,270</u> |
| <b>Held-to-maturity securities</b>           |                               |                  |                         |                  |
| Deposits at bank with maturity over 3 months | 12,739                        |                  | 26,739                  |                  |
| Deposits at bank used as collateral          | 30,000                        |                  | 30,000                  |                  |
| <b>Total held-to-maturity securities</b>     | <u>42,739</u>                 |                  | <u>56,739</u>           |                  |
| <b>General investment</b>                    |                               |                  |                         |                  |
| Equity securities                            | 19,505                        |                  | 19,505                  |                  |
| <u>Less</u> Allowance for impairment         | (1,507)                       |                  | (1,507)                 |                  |
| <b>Total general investment</b>              | <u>17,998</u>                 |                  | <u>17,998</u>           |                  |
| <b>Total investments in securities - net</b> | <u>4,293,318</u>              |                  | <u>4,125,890</u>        |                  |

As at June 30, 2019 and December 31, 2018, certain investments in securities (certain government and state enterprise securities and certain deposits at bank) of the Group are deposited as collateral with Registrar (see Note 25).

As at June 30, 2019 and December 31, 2018, certain premium saving certificates of its subsidiary were used as collateral for insured driver amounting to Baht 5.35 million and Baht 4.50 million, respectively (see Note 26.1) (Company : Nil).

As at June 30, 2019 and December 31, 2018, certain deposits at bank of the Group were pledged as collateral for credit facilities for bank overdrafts and loans in the form of promissory notes amounting to Baht 40 million and Baht 10 million, respectively (Company : Baht 20 million and Baht 10 million, respectively) (see Note 26.2).

## 10. LOANS

Loans of the subsidiary were loans to employees with personal guarantor in accordance with the welfare policy, consisted of the following:

| Type of loans | Credit line of loans               | Interest rate per year |
|---------------|------------------------------------|------------------------|
| General loans | Not exceed Baht 100,000 per person | 3.85                   |

## 11. INVESTMENTS IN A SUBSIDIARY AND AN ASSOCIATE

### 11.1 Investment in an associate in the consolidated financial statements

As at June 30, 2019 and December 31, 2018, the Company had investment in an associate company accounted for under equity method in the consolidated financial statements as follows:

| Consolidated financial statements |                    |                                      |                            |                             |                     |                         |                                    | Baht: '000              |  |
|-----------------------------------|--------------------|--------------------------------------|----------------------------|-----------------------------|---------------------|-------------------------|------------------------------------|-------------------------|--|
| Company name                      | Nature of business | Place of incorporation and operation | Percentage of shareholding |                             | Cost                |                         | Carrying value under equity method |                         |  |
|                                   |                    |                                      | As at June 30, 2019 (%)    | As at December 31, 2018 (%) | As at June 30, 2019 | As at December 31, 2018 | As at June 30, 2019                | As at December 31, 2018 |  |
| <b>Associate company</b>          |                    |                                      |                            |                             |                     |                         |                                    |                         |  |
| Allianz Ayudhya Assurance Plc.    | Life Insurance     | Thailand                             | 31.97                      | 20.17                       | 5,455,863           | 1,487,264               | 8,849,201                          | 2,977,371               |  |

On April 30, 2019, the Company had received the ordinary shares of Allianz Ayudhya Assurance Public Company Limited (“AZAY”) approximate of 34.81 million shares at Baht 114 per share, at the par value of Baht 10, from Allianz SE and CPRNT as equivalent to Baht 3,968.60 million for the increase in share capital of 74.43 million ordinary shares to Allianz SE and CPRNT at Baht 53.32 per share, at par value of Baht 1. Subsequently, as at June 30, 2019, the Company had the total investment of 94,310,280 ordinary shares or 31.97% of the paid-up capital of AZAY.

As at June 30, 2019 and December 31, 2018, an associate had total assets and total liabilities as follows:

|                   | <b>As at<br/>June 30,<br/>2019</b> | <b>Baht: million<br/>As at<br/>December 31,<br/>2018</b> |
|-------------------|------------------------------------|--|
| Total assets      | 203,947.25                         | 189,124.25   |
| Total liabilities | 182,500.57                         | 174,602.51   |

For the three-month and six-month periods ended June 30, 2019 and 2018, an associate had total revenues, net income and net of other comprehensive income as follows:

|   | <b>For the three-month<br/>periods ended<br/>June 30,</b> |                   | <b>Baht: million<br/>For the six-month<br/>periods ended<br/>June 30,</b> |                   |
|---|---|-------------------|---|-------------------|
|   | <b>2019</b>   | <b>2018</b>       | <b>2019</b>   | <b>2018</b>       |
| Total revenues  | 9,667.38  | 9,645.39          | 18,851.66   | 18,861.22         |
| Net income  | 666.49  | 599.22            | 1,222.46  | 1,144.82          |
| Items that will not be reclassified subsequently to profit or loss      |   |                   |   |                   |
| Actuarial gain (loss) on defined employee benefit plans                 | 15.90   | (8.00)            | 7.69  | (9.03)            |
| Income tax relating to items that will not be reclassified subsequently | (3.18)  | 1.60              | (1.54)  | 1.81              |
| Other comprehensive income (loss) - net of income tax                   | <u>12.72</u>  | <u>(6.40)</u>     | <u>6.15</u>   | <u>(7.22)</u>     |
| Items that will be reclassified subsequently to profit or loss          |   |                   |   |                   |
| Gain (loss) on cash flow hedges   | 459.96  | (90.35)           | 507.91  | (101.66)          |
| Gain (loss) on revaluation of available-for-sale securities             | 4,313.53  | (2,596.80)        | 6,612.50  | (4,003.98)        |
| Income tax relating to items that will be reclassified subsequently     | (954.70)  | 604.96            | (1,424.08)  | 862.44            |
| Other comprehensive income (loss) - net of income tax                   | <u>3,818.79</u>   | <u>(2,082.19)</u> | <u>5,696.33</u>   | <u>(3,243.20)</u> |

The consolidated statement of profit or loss and other comprehensive income for the three-month and six-month periods ended June 30, 2019 and 2018 recognized share of profit other, resulting from portion of holding of investment in an associate as follows:

|  | <b>For the three-month<br/>periods ended<br/>June 30,</b> |               | <b>Baht: million<br/>For the six-month<br/>periods ended<br/>June 30,</b> |               |
|--|---|---------------|---|---------------|
|  | <b>2019</b>   | <b>2018</b>   | <b>2019</b>   | <b>2018</b>   |
| Share of profit on investment in an associate                                  | 178.32  | 120.86        | 290.46  | 230.91        |
| Items that are or may be reclassified to profit or loss                        |   |               |   |               |
| Share of other comprehensive income (loss) of an associate                     | 5.08  | (1.61)        | 3.43  | (1.82)        |
| Income tax relating to items that will be reclassified subsequently            | (1.02)  | 0.32          | (0.69)  | 0.36          |
| Share of other comprehensive income (loss) of an associate - net of income tax | <u>4.06</u>   | <u>(1.29)</u> | <u>2.74</u>   | <u>(1.46)</u> |

|  | For the three-month periods ended |                 | Baht: million<br>For the six-month periods ended |                 |
|--|-----------------------------------|-----------------|--|-----------------|
|  | June 30,                          |                 | June 30,   |                 |
|  | 2019                              | 2018            | 2019   | 2018            |
| Items that will be reclassified subsequently to profit or loss                 |                                   |                 |  |                 |
| Share of other comprehensive income (loss) of an associate                     | 1,539.18                          | (541.99)        | 2,012.54   | (828.09)        |
| Income tax relating to items that will be reclassified subsequently            | (307.84)                          | 122.02          | (402.51)   | 173.95          |
| Share of other comprehensive income (loss) of an associate - net of income tax | <u>1,231.34</u>                   | <u>(419.97)</u> | <u>1,610.03</u>                                  | <u>(654.14)</u> |

Reconciliation of the above summarized financial information to the carrying amount of the interest in an associate recognized in the consolidated financial statements was as follows:

|  | As at<br>June 30,<br>2019 | Baht: million<br>As at<br>December 31,<br>2018 |
|--|---------------------------|--|
| Net assets of an associate                                       | 21,446.68                 | 14,521.74                                      |
| Proportion of the Group's ownership interest in an associate (%) | <u>31.97</u>              | <u>20.17</u>                                   |
|  | 6,856.41                  | 2,928.97                                       |
| Investment amount over net assets at investment date             | <u>1,992.79</u>           | <u>48.40</u>                                   |
| Carrying amount of the Group's interest in an associate          | <u>8,849.20</u>           | <u>2,977.37</u>                                |

## 11.2 Investment in a subsidiary and an associate in the separate financial statements

As at June 30, 2019 and December 31, 2018, investments in a subsidiary and an associate were as follows:

| Company's name   | Separate financial statements |                               |                                      |  |                           |                               |   |   | Baht: '000 |
|--|-------------------------------|-------------------------------|--------------------------------------|--|---------------------------|-------------------------------|---|---|------------|
|  | Paid-up capital               |                               | Shareholding percentage              |  | Cost                      |                               | Dividend                                    |   |            |
|  | As at<br>June 30,<br>2019     | As at<br>December 31,<br>2018 | As at<br>June 30,<br>2019<br>percent | As at<br>December 31,<br>2018<br>percent | As at<br>June 30,<br>2019 | As at<br>December 31,<br>2018 | For the six-month<br>periods ended June 30, |   |            |
| <b>Associate company</b>                                 |                               |                               |                                      |  |                           |                               |   |   |            |
| Allianz Ayudhya Assurance Public Company Limited         | 2,950,000                     | 2,950,000                     | 31.97                                | 20.17                                    | 5,455,863                 | 1,487,264                     | -   | - | 287,981    |
| <b>Subsidiary company</b>                                |                               |                               |                                      |  |                           |                               |   |   |            |
| Allianz Ayudhya General Insurance Public Company Limited | 2,548,800                     | 1,800,000                     | 99.99                                | 99.99                                    | 2,572,379                 | 1,823,579                     | -   | - | 54,000     |

On April 30, 2019, the subsidiary has received and registered the increase in share capital amounting to Baht 748.80 million. The subsidiary registered the corresponding increase in its paid-up capital with the Ministry of Commerce on the same date.



The ordinary shareholders' meeting of an associate passed a resolution for dividend payment which had been endorsed by the Office of Insurance Commission as follows:

| The resolution of ordinary shareholders' meeting<br>for dividend payment |                              |                         | The endorsement of Office of Insurance<br>Commission for dividend payment |                              |                         | Total dividend<br>receive | Received<br>date |
|--|------------------------------|-------------------------|---|------------------------------|-------------------------|---------------------------|------------------|
| Date   | Dividend per share<br>(Baht) | Total<br>(Baht million) | Date  | Dividend per share<br>(Baht) | Total<br>(Baht million) | (Baht million)            |                  |
| April 9, 2018  | 5.57                         | 1,643.15                | May 23, 2018  | 4.84                         | 1,427.80                | 287.98                    | June 20, 2018    |

## 12. PROPERTY, PLANT AND EQUIPMENT - NET

Property, plant and equipment - net as at June 30, 2019 and December 31, 2018 consisted of the following:

|  | Consolidated financial statements |          |                        |                                       |                           |                             |              |                        |                                       |                           | Baht: '000 |  |
|--|-----------------------------------|----------|------------------------|---------------------------------------|---------------------------|-----------------------------|--------------|------------------------|---------------------------------------|---------------------------|------------|--|
|  | Cost                              |          |                        |                                       |                           | Accumulated depreciation    |              |                        |                                       |                           |            |  |
|  | As at<br>January 1,<br>2019       | Increase | Disposal/<br>Write off | Transfer<br>from AZTH<br>(see Note 1) | As at<br>June 30,<br>2019 | As at<br>January 1,<br>2019 | Depreciation | Disposal/<br>Write off | Transfer<br>from AZTH<br>(see Note 1) | As at<br>June 30,<br>2019 |            | Beginning balance of<br>property, plant and<br>equipment - net<br>as at<br>January 1, 2019 |
| Land                                     | 1,610                             | -        | -                      | -                                     | 1,610                     | -                           | -            | -                      | -                                     | -                         | 1,610      | 1,610  |
| Building                                 | 774                               | -        | -                      | -                                     | 774                       | (774)                       | -            | -                      | (774)                                 | -                         | -          | -  |
| Leasehold improvement                    | 56,013                            | 2,185    | (1,004)                | 15,423                                | 72,617                    | (41,672)                    | 972          | (5,625)                | (50,679)                              | 14,341                    | 14,341     | 21,938   |
| Furniture, fixtures and office equipment | 66,114                            | 1,337    | (1,767)                | 57,358                                | 123,042                   | (58,364)                    | 1,735        | (37,685)               | (97,281)                              | 7,750                     | 7,750      | 25,761   |
| Vehicles                                 | 37,037                            | -        | -                      | -                                     | 37,037                    | (20,986)                    | -            | -                      | (24,110)                              | 16,051                    | 16,051     | 12,927   |
| Total                                    | 161,548                           | 3,522    | (2,771)                | 72,781                                | 235,080                   | (121,796)                   | 2,707        | (43,310)               | (172,844)                             | 39,752                    | 39,752     | 62,236   |

Baht: '000

|  | Consolidated financial statements |          |                        |                                       |                               |                             |              |                        |                               |  | Baht: '000 |
|--|-----------------------------------|----------|------------------------|---------------------------------------|-------------------------------|-----------------------------|--------------|------------------------|-------------------------------|--|------------|
|  | Cost                              |          |                        |                                       |                               | Accumulated depreciation    |              |                        |                               |  |            |
|  | As at<br>January 1,<br>2018       | Increase | Disposal/<br>Write off | Transfer<br>from AZTH<br>(see Note 1) | As at<br>December 31,<br>2018 | As at<br>January 1,<br>2018 | Depreciation | Disposal/<br>Write off | As at<br>December 31,<br>2018 | Beginning balance of<br>property, plant and<br>equipment - net<br>as at<br>January 1, 2018 |            |
| Land                                     | 1,610                             | -        | -                      | -                                     | 1,610                         | -                           | -            | -                      | -                             | 1,610  | 1,610      |
| Building                                 | 774                               | -        | -                      | -                                     | 774                           | (774)                       | -            | (774)                  | -                             | -  | -          |
| Leasehold improvement                    | 55,509                            | 962      | (458)                  | 56,013                                | 66,114                        | (34,018)                    | 423          | (41,672)               | 21,491                        | 21,491   | 14,341     |
| Furniture, fixtures and office equipment | 65,413                            | 2,785    | (2,084)                | 66,114                                | 123,042                       | (58,364)                    | 2,084        | (58,364)               | 10,053                        | 10,053   | 7,750      |
| Vehicles                                 | 39,315                            | 2,955    | (5,233)                | 37,037                                | 37,037                        | (19,233)                    | 4,790        | (20,986)               | 20,082                        | 20,082   | 16,051     |
| Total                                    | 162,621                           | 6,702    | (7,775)                | 161,548                               | 235,080                       | (109,385)                   | 7,297        | (121,796)              | 53,236                        | 53,236   | 39,752     |

Baht: '000

| Separate financial statements            |                       |          |                      |                          |              |                      |  |                     |   |
|--|-----------------------|----------|----------------------|--------------------------|--------------|----------------------|--|---------------------|---|
|  | Cost                  |          |                      | Accumulated depreciation |              |                      | Beginning balance of property, plant and equipment - net as at January 1, 2019 | As at June 30, 2019 | Ending balance of property, plant and equipment - net as at June 30, 2019 |
|  | As at January 1, 2019 | Increase | Disposal / Write off | As at January 1, 2019    | Depreciation | Disposal / Write off |  |                     |   |
| Land                                     | 1,610                 | -        | -                    | -                        | -            | -                    | 1,610  | -                   | 1,610   |
| Building                                 | 774                   | -        | -                    | (774)                    | -            | -                    | -  | (774)               | -   |
| Leasehold improvement                    | 4,456                 | -        | -                    | (4,453)                  | (1)          | -                    | 3  | (4,454)             | 2   |
| Furniture, fixtures and office equipment | 2,990                 | 32       | (881)                | (2,876)                  | (22)         | 857                  | 114  | (2,041)             | 100   |
| Vehicles                                 | 8,168                 | -        | -                    | (3,944)                  | (586)        | -                    | 4,224  | (4,530)             | 3,638   |
| Total                                    | 17,998                | 32       | (881)                | (12,047)                 | (609)        | 857                  | 5,951  | (11,799)            | 5,350   |

| Separate financial statements            |                       |          |                      |                          |              |                      |  |                         |   |
|--|-----------------------|----------|----------------------|--------------------------|--------------|----------------------|--|-------------------------|---|
|  | Cost                  |          |                      | Accumulated depreciation |              |                      | Beginning balance of property, plant and equipment - net as at January 1, 2018 | As at December 31, 2018 | Ending balance of property, plant and equipment - net as at December 31, 2018 |
|  | As at January 1, 2018 | Increase | Disposal / Write off | As at January 1, 2018    | Depreciation | Disposal / Write off |  |                         |   |
| Land                                     | 1,610                 | -        | -                    | -                        | -            | -                    | 1,610  | -                       | 1,610   |
| Building                                 | 774                   | -        | -                    | (774)                    | -            | -                    | -  | (774)                   | -   |
| Leasehold improvement                    | 4,456                 | -        | -                    | (4,246)                  | (207)        | -                    | 210  | (4,453)                 | 3   |
| Furniture, fixtures and office equipment | 2,928                 | 62       | -                    | (2,680)                  | (196)        | -                    | 248  | (2,876)                 | 114   |
| Vehicles                                 | 8,168                 | -        | -                    | (2,760)                  | (1,184)      | -                    | 5,408  | (3,944)                 | 4,224   |
| Total                                    | 17,936                | 62       | -                    | (10,460)                 | (1,587)      | -                    | 7,476  | (12,047)                | 5,951   |

Depreciation of the Group for the three-month periods ended June 30, 2019 and 2018 amounting to Baht 6.15 million and Baht 4.98 million, respectively, and depreciation of the Group for the six-month periods ended June 30, 2019 and 2018 amounting to Baht 10.45 million and Baht 10.06 million, respectively, were included in operating expenses (Company) for three-month periods ended June 30, 2019 and 2018 Baht 0.30 million and Baht 0.43 million, respectively, and for the six-month periods ended June 30, 2019 and 2018 Baht 0.61 million and 0.85 million, respectively).

As at June 30, 2019 and December 31, 2018, certain premises and equipment of the Group at cost of Baht 98.03 million and Baht 67.29 million, respectively, were fully depreciated but still in use (Company : Baht 9.49 million and Baht 9.91 million).

### 13. DEFERRED TAX ASSETS

Deferred tax assets as at June 30, 2019 and December 31, 2018 were as follows:

|                     | Consolidated<br>financial statements |                               | Separate<br>financial statements |                               |
|---------------------|--------------------------------------|-------------------------------|----------------------------------|-------------------------------|
|                     | As at<br>June 30,<br>2019            | As at<br>December 31,<br>2018 | As at<br>June 30,<br>2019        | As at<br>December 31,<br>2018 |
|                     | Baht: '000                           |                               |                                  |                               |
| Deferred tax assets | 396,565                              | 228,963                       | 30,817                           | 44,148                        |

Movements of deferred tax assets for the six-month periods ended June 30, 2019 and 2018 consisted of tax effects from the following items:

|  | Consolidated financial statements |   |   |   | As at<br>June 30,<br>2019 |
|--|-----------------------------------|---|---|---|---------------------------|
|  | As at<br>January 1,<br>2019       | Transactions<br>recognized in<br>profit or loss | Transactions<br>recognized in<br>other<br>comprehensive<br>income or loss | Deferred<br>tax assets<br>transfer from<br>AZTH<br>(see Note 1) |                           |
| <b>Deferred tax assets</b>   |                                   |   |   |   |                           |
| Allowance for doubtful accounts  |                                   |   |   |   |                           |
| - Premium receivables  | 1,130                             | 389   | -   | 2,225   | 3,744                     |
| Allowance for doubtful accounts  |                                   |   |   |   |                           |
| - Other receivables  | 567                               | -   | -   | -   | 567                       |
| Unearned premium reserve   | 102,450                           | (5,049)   | -   | 56,047  | 153,448                   |
| Claim reserve - net  | 47,163                            | 57,929  | -   | 53,925  | 159,017                   |
| Claims incurred but not reported   | 15,737                            | (14,145)  | -   | 6,120   | 7,712                     |
| Employee benefit obligations   | 13,731                            | 7,404   | (1,214)   | -   | 19,921                    |
| Reinsurance payables   | 880                               | 93  | -   | -   | 973                       |
| Accrued expense  | -                                 | -   | -   | 18,628  | 18,628                    |
| Unrealized loss (gain) on the change in fair value of<br>investment in available-for-sale securities | 51,943                            | -   | (17,526)  | -   | 34,417                    |
| Allowance for impairment of general investment   | 301                               | -   | -   | -   | 301                       |
| Others   | -                                 | (206)   | -   | 2,982   | 2,776                     |
|  | <u>233,902</u>                    | <u>46,415</u>                                   | <u>(18,740)</u>   | <u>139,927</u>  | <u>401,504</u>            |
| <b>Deferred tax liabilities</b>  |                                   |   |   |   |                           |
| Unrealized gain on transfer of investments   | (4,939)                           | -   | -   | -   | (4,939)                   |
|  | <u>(4,939)</u>                    | <u>-</u>  | <u>-</u>  | <u>-</u>  | <u>(4,939)</u>            |
| <b>Deferred tax assets</b>   | <u>228,963</u>                    | <u>46,415</u>                                   | <u>(18,740)</u>   | <u>139,927</u>  | <u>396,565</u>            |

|   | Consolidated financial statements |   |   | Baht: '000                |
|---|-----------------------------------|---|---|---------------------------|
|   | As at<br>January 1,<br>2018       | Transactions<br>recognized in<br>profit or loss | Transactions<br>recognized in<br>other<br>comprehensive<br>income or loss | As at<br>June 30,<br>2018 |
| <b>Deferred tax assets</b>  |                                   |   |   |                           |
| Allowance for doubtful accounts   |                                   |   |   |                           |
| - Premium receivables   | 890                               | 240   | -   | 1,130                     |
| Allowance for doubtful accounts   |                                   |   |   |                           |
| - Other receivables   | 567                               | -   | -   | 567                       |
| Unearned premium reserve  | 86,046                            | 4,728   | -   | 90,774                    |
| Unrealized loss on the change in fair value of<br>investment in available-for-sale securities | 10,261                            | -   | 26,848  | 37,109                    |
| Claim reserve - net   | 46,072                            | 3,765   | -   | 49,837                    |
| Claims incurred but not reported  | 15,366                            | 1,113   | -   | 16,479                    |
| Employee benefit obligations  | 12,678                            | 961   | -   | 13,639                    |
| Allowance for impairment of general investment  | 301                               | -   | -   | 301                       |
| Reinsurance payables  | 432                               | -   | -   | 432                       |
|   | <u>172,613</u>                    | <u>10,807</u>                                   | <u>26,848</u>   | <u>210,268</u>            |

|  |                |               |               |                |
|--|----------------|---------------|---------------|----------------|
| <b>Deferred tax liabilities</b>  |                |               |               |                |
| Unrealized gain on the change in value of<br>investment in available-for-sale securities | (505)          | -             | 4,301         | 3,796          |
| Unrealized gain on transfer of investments   | (4,939)        | -             | -             | (4,939)        |
|  | <u>(5,444)</u> | <u>-</u>      | <u>4,301</u>  | <u>(1,143)</u> |
| <b>Deferred tax assets</b>   | <u>167,169</u> | <u>10,807</u> | <u>31,149</u> | <u>209,125</u> |

|  | Separate financial statements |   |   | Baht: '000                |
|--|-------------------------------|---|---|---------------------------|
|  | As at<br>January 1,<br>2019   | Transactions<br>recognized in<br>profit or loss | Transactions<br>recognized in<br>other<br>comprehensive<br>income or loss | As at<br>June 30,<br>2019 |
| <b>Deferred tax assets</b>   |                               |   |   |                           |
| Unrealized loss on the change in value of<br>investment in available-for-sale securities | 47,854                        | -   | (13,730)  | 34,124                    |
| Employee benefit obligations   | 932                           | 205   | 194   | 1,331                     |
| Allowance for impairment of general investment   | 301                           | -   | -   | 301                       |
|  | <u>49,087</u>                 | <u>205</u>                                      | <u>(13,536)</u>   | <u>35,756</u>             |
| <b>Deferred tax liabilities</b>  |                               |   |   |                           |
| Unrealized gain on transfer of investments   | (4,939)                       | -   | -   | (4,939)                   |
|  | <u>(4,939)</u>                | <u>-</u>  | <u>-</u>  | <u>(4,939)</u>            |
| <b>Deferred tax assets</b>   | <u>44,148</u>                 | <u>205</u>                                      | <u>(13,536)</u>   | <u>30,817</u>             |

Baht: '000

|   | Separate financial statements |   |   | As at<br>June 30,<br>2018 |
|---|-------------------------------|---|---|---------------------------|
|   | As at<br>January 1,<br>2018   | Transactions<br>recognized in<br>profit or loss | Transactions<br>recognized in<br>other<br>comprehensive<br>income or loss |                           |
| <b>Deferred tax assets</b>  |                               |   |   |                           |
| Unrealized loss on the change in value of investment in available-for-sale securities | 10,261                        | -   | 26,848  | 37,109                    |
| Employee benefit obligations  | 859                           | (67)  | -   | 792                       |
| Allowance for impairment of general investment  | 301                           | -   | -   | 301                       |
|   | <u>11,421</u>                 | <u>(67)</u>                                     | <u>26,848</u>   | <u>38,202</u>             |
| <b>Deferred tax liabilities</b>   |                               |   |   |                           |
| Unrealized gain on transfer of investments  | (4,939)                       | -   | -   | (4,939)                   |
|   | <u>(4,939)</u>                | <u>-</u>  | <u>-</u>  | <u>(4,939)</u>            |
| <b>Deferred tax assets</b>  | <u>6,482</u>                  | <u>(67)</u>                                     | <u>26,848</u>   | <u>33,263</u>             |

#### 14. OTHER ASSETS

Other assets as at June 30, 2019 and December 31, 2018, consisted of the following:

Baht: '000

|   | Consolidated<br>financial statements |                               | Separate<br>financial statements |                               |
|---|--------------------------------------|-------------------------------|----------------------------------|-------------------------------|
|   | As at<br>June 30,<br>2019            | As at<br>December 31,<br>2018 | As at<br>June 30,<br>2019        | As at<br>December 31,<br>2018 |
| Other receivables                           | 56,240                               | 12,359                        | -                                | -                             |
| <u>Less</u> Allowance for doubtful accounts | <u>(2,834)</u>                       | <u>(2,834)</u>                | <u>-</u>                         | <u>-</u>                      |
|   | <u>53,406</u>                        | <u>9,525</u>                  | <u>-</u>                         | <u>-</u>                      |
| Revenue Department receivable               | 5,256                                | 8,863                         | 2,661                            | 1,128                         |
| Receivable from sale of securities          | 89                                   | 19,439                        | -                                | 17,311                        |
| Refundable corporate income tax             | 13,827                               | 13,827                        | -                                | -                             |
| Prepaid expenses                            | 17,441                               | 9,986                         | 298                              | 1,147                         |
| Due from rice field insurance scheme        | 6,258                                | 10,500                        | -                                | -                             |
| Loss recovery                               | 38,315                               | -                             | -                                | -                             |
| Others                                      | 23,660                               | 10,706                        | 5,211                            | 3,502                         |
| Total other assets                          | <u>158,252</u>                       | <u>82,846</u>                 | <u>8,170</u>                     | <u>23,088</u>                 |

#### 15. INSURANCE LIABILITIES

Insurance liabilities as at June 30, 2019 and December 31, 2018, consisted of the following:

Baht: '000

|                                 | Consolidated financial statements    |  |                  |
|---------------------------------|--------------------------------------|--|------------------|
|                                 | As at June 30, 2019                  |  |                  |
|                                 | Insurance<br>contract<br>liabilities | Reinsurance<br>liabilities<br>(see Note 7) | Net              |
| Claim reserves                  |                                      |  |                  |
| Claim incurred and reported     | 2,593,529                            | (1,685,536)                                | 907,993          |
| Claim incurred but not reported | 71,544                               | (32,985)                                   | 38,559           |
|                                 | <u>2,665,073</u>                     | <u>(1,718,521)</u>                         | <u>946,552</u>   |
| Premium reserve                 |                                      |  |                  |
| Unearned Premium reserve        | 3,222,607                            | (1,066,294)                                | 2,156,313        |
| Total                           | <u>5,887,680</u>                     | <u>(2,784,815)</u>                         | <u>3,102,865</u> |

|                                 | Baht: '000                                    |   |                  |
|---------------------------------|---|---|------------------|
|                                 | <b>Consolidated financial statements</b>      |   |                  |
|                                 | <b>As at December 31, 2018</b>                |   |                  |
|                                 | <b>Insurance<br/>contract<br/>liabilities</b> | <b>Reinsurance<br/>liabilities<br/>(see Note 7)</b> | <b>Net</b>       |
| Claim reserves                  |   |   |                  |
| Claim incurred and reported     | 650,631                                       | (412,977)   | 237,654          |
| Claim incurred but not reported | 114,756                                       | (36,070)  | 78,686           |
|                                 | <u>765,387</u>                                | <u>(449,047)</u>                                    | <u>316,340</u>   |
| Premium reserve                 |   |   |                  |
| Unearned Premium reserve        | 1,679,389                                     | (621,263)   | 1,058,126        |
| Total                           | <u>2,444,776</u>                              | <u>(1,070,310)</u>                                  | <u>1,374,466</u> |

#### 15.1 Insurance reserve for short term insurance contract

##### 15.1.1 Claim reserves

Claim reserves as at June 30, 2019 and December 31, 2018 consisted of the following:

|  | Baht: '000                                   |  |
|--|--|--|
|  | <b>Consolidated<br/>financial statements</b> |  |
|  | <b>As at<br/>June 30,<br/>2019</b>           | <b>As at<br/>December 31,<br/>2018</b> |
| Balance as at beginning period/year  | 765,387                                      | 677,170                                |
| Loss incurred during the period/year   | 1,070,044                                    | 1,471,680                              |
| Changing on estimated loss and assumptions<br>used in calculating loss reserve | (177,916)                                    | (31,915)                               |
| Loss paid during the period/year   | (1,077,980)                                  | (1,351,548)                            |
| Loss reserves and outstanding claims<br>transfer from AZTH (see Note 1)        | 2,085,538                                    | -                                      |
| Balance as at ending period/year   | <u>2,665,073</u>                             | <u>765,387</u>                         |

##### 15.1.2 Unearned premium reserve

|   | Baht: '000                                   |  |
|---|--|--|
|   | <b>Consolidated<br/>financial statements</b> |  |
|   | <b>As at<br/>June 30,<br/>2019</b>           | <b>As at<br/>December 31,<br/>2018</b> |
| As at January 1,                                    | 1,679,389                                    | 1,391,826                              |
| Premium written for the period/year                 | 2,281,830                                    | 3,396,370                              |
| Earned premium for the period/year                  | (2,322,853)                                  | (3,108,807)                            |
| Premium reserves transfer from AZTH<br>(see Note 1) | 1,584,241                                    | -                                      |
| As at June 30, and December 31,                     | <u>3,222,607</u>                             | <u>1,679,389</u>                       |

##### 15.1.3 Unexpired risk reserve

As at June 30, 2019 and December 31, 2018, no additional reserve for unexpired risk reserve has been established as the unexpired risk reserve estimated by the Group amounting to Baht 1,734.54 million and Baht 800.00 million, respectively is lower than the unearned premium reserve.

## 16. AMOUNTS DUE TO REINSURERS

Amounts due to reinsurers as at June 30, 2019 and December 31, 2018 consisted of the following:

|                                 | Baht: '000                           |                               |
|---------------------------------|--------------------------------------|-------------------------------|
|                                 | Consolidated<br>financial statements |                               |
|                                 | As at<br>June 30,<br>2019            | As at<br>December 31,<br>2018 |
| Amounts withheld on reinsurance | 1,040,420                            | 523,912                       |
| Reinsurance payables            | 407,391                              | 154,420                       |
| Total amounts due to reinsurers | <u>1,447,811</u>                     | <u>678,332</u>                |

## 17. EMPLOYEE BENEFIT OBLIGATIONS

The Group operates post-employment benefit plans under the Labor Protection Act, which are considered as unfunded defined benefits plans.

Movements in the present value of the employee benefit obligations as at June 30, 2019 and December 31, 2018 were as follows:

|   | Baht: '000                           |                               |                                  |                               |
|---|--------------------------------------|-------------------------------|----------------------------------|-------------------------------|
|   | Consolidated<br>financial statements |                               | Separate<br>financial statements |                               |
|   | As at<br>June 30,<br>2019            | As at<br>December 31,<br>2018 | As at<br>June 30,<br>2019        | As at<br>December 31,<br>2018 |
| Present value of obligation at the beginning of the period/year | 89,972                               | 86,824                        | 4,655                            | 4,294                         |
| Current service cost of the period/year                         | 36,000                               | 8,693                         | 1,008                            | 316                           |
| Interest cost   | 1,068                                | 2,052                         | 65                               | 96                            |
| Actuarial (gain) loss   | (6,069)                              | -                             | 969                              | -                             |
| Benefit paid during the period/year                             | -                                    | (7,597)                       | -                                | -                             |
| Transfer benefit to a subsidiary company                        | -                                    | -                             | (45)                             | (51)                          |
| Transfer benefit from AZTH (see Note 1)                         | 19,934                               | -                             | -                                | -                             |
| Present value of obligation at the ending of the period/year    | <u>140,905</u>                       | <u>89,972</u>                 | <u>6,652</u>                     | <u>4,655</u>                  |

For the six-month periods ended June 30, 2019 and 2018, the Group recognized actuarial gain (loss) in the consolidated and separate statement of profit or loss and other comprehensive income as follows:

|   | Baht: '000  |          |   |          |
|---|---|----------|---|----------|
|   | Consolidated<br>financial statements                |          | Separate<br>financial statements                    |          |
|   | For the six-month periods<br>ended June 30,<br>2019 | 2018     | For the six-month periods<br>ended June 30,<br>2019 | 2018     |
| Actuarial gain (loss)   | 6,069   | -        | (969)   | -        |
| Deferred tax  | (1,214)   | -        | 194   | -        |
| Actuarial gain (loss) on defined employee benefit plans - net of income tax | <u>4,855</u>  | <u>-</u> | <u>(775)</u>  | <u>-</u> |



## 18. OTHER LIABILITIES

Other liabilities as at June 30, 2019 and December 31, 2018 consisted of the following:

|                                     | Consolidated              |                               | Separate                  |                               | Baht: '000 |
|-------------------------------------|---------------------------|-------------------------------|---------------------------|-------------------------------|------------|
|                                     | financial statements      |                               | financial statements      |                               |            |
|                                     | As at<br>June 30,<br>2019 | As at<br>December 31,<br>2018 | As at<br>June 30,<br>2019 | As at<br>December 31,<br>2018 |            |
| Other payables - promotion expenses | 74,188                    | 38,209                        | -                         | -                             |            |
| Premium received in advance         | 144,050                   | 41,107                        | -                         | -                             |            |
| Payable from purchase of securities | -                         | 1,977                         | -                         | 982                           |            |
| Revenue Department payable          | 27,081                    | 8,079                         | 161                       | 681                           |            |
| Undue output value added tax        | 5,921                     | 2,107                         | -                         | -                             |            |
| Others                              | 68,343                    | 19,812                        | -                         | -                             |            |
| Total other liabilities             | 319,583                   | 111,291                       | 161                       | 1,663                         |            |

## 19. SHARE CAPITAL

- 19.1 On April 20, 2018, the Annual general meeting of Shareholders of the Company passed resolutions to decrease its registered share capital from the amount of Baht 500 million to Baht 250 million by cancelling the registered shares that have not yet been sold, 250 million ordinary shares at the par value of Baht 1.00 each. The Company registered the decrease of its share capital with Ministry of Commerce on April 24, 2018.
- 19.2 On April 20, 2018, the Annual general meeting of Shareholders of the Company passed resolutions to increase its registered share capital from the amount of Baht 250 million to Baht 375 million by issuing new 125 million ordinary shares at the par value of Baht 1.00 each, to support the exercise of the AYUD-W1. The Company registered the increase of its share capital with Ministry of Commerce on April 25, 2018.
- 19.3 On June 15, 2018, the Company's issued and fully paid share capital has been increased from Baht 250 million (250 million ordinary shares with a par value of Baht 1 each) to Baht 293.91 million (293.91 million ordinary shares with a par value of Baht 1 each) as a result of the exercises of the warrants (AYUD-W1) to ordinary shares amounting to Baht 43.91 million (43.91 million ordinary shares with a par value of Baht 1 each), resulting in an increase in total share premium to Baht 1,668.40 million. The Company registered the corresponding increase in its paid-up capital with the Ministry of Commerce on June 25, 2018.
- 19.4 On November 13, 2018, the Extraordinary general meeting of Shareholders of the Company passed resolutions to increase its registered share capital from the amount of Baht 375 million to Baht 463.47 million by issuing new 88.47 million ordinary shares at the par value of Baht 1.00 each, for the offering for sale to Allianz SE and CPRN (Thailand) Limited, The Company registered the increase of its share capital with Ministry of Commerce on November 23, 2018.

- 19.5 On December 17, 2018, the Company's issued and fully paid share capital has been increased from Baht 293.91 million (293.91 million ordinary shares with a par value of Baht 1 each) to Baht 296.42 million (296.42 million ordinary shares with a par value of Baht 1 each) as a result of the exercises of the warrants (AYUD-W1) to ordinary shares amounting to Baht 2.51 million (2.51 million ordinary shares with a value of Baht 1 each), resulting in an increase in total share premium to Baht 95.44 million. The Company registered the corresponding increase in its paid-up capital with the Ministry of Commerce on December 21, 2018.
- 19.6 On April 30, 2019, the Company received capital increase each from Allianz SE and CPRN (Thailand) Co., Ltd. of 4,717.40 million (88.47 million shares at Baht 53.32 per share, at a par value of Baht 1). The fully paid share capital has been increased from Baht 296.42 million (296.42 million ordinary shares with a par value of Baht 1 each) to Baht 384.89 million (384.89 million ordinary shares with a par value of Baht 1 each), resulting in an increase in total share premium to Baht 4,628.93 million. The Company registered the corresponding increase in its paid-up capital with the Ministry of Commerce on April 30, 2019 (see Note 1).
- 19.7 On June 17, 2019, the Company's issued and fully paid share capital has been increased from Baht 384.89 million (384.89 million ordinary shares with a par value of Baht 1 each) to Baht 384.91 million (384.91 million ordinary shares with a par value of Baht 1 each) as a result of the exercises of the warrants (AYUD-W1) to ordinary shares amounting to Baht 19,775 (19,775 ordinary shares with a par value of Baht 1 each), resulting in an increase in total share premium to Baht 0.75 million. The Company registered the corresponding increase in its paid-up capital with the Ministry of Commerce on June 24, 2019.

## 20. WARRANTS

The Company allocated and issued warrants to purchase ordinary shares, which is specified warrant's holder and transferable type. Terms of warrants are 2 years from initial issuance date. Exercise ratio is 1 warrant will be entitled to purchase 1 newly issued ordinary share at the determined exercise price (subject to change in case of the adjustment to the terms and conditions) and shall be able to exercise the warrants as identified period. The details of warrants are described as follows:

| Warrant Series | Term    | Exercise date  | Exercise Period  | Number of Allocated and Issued warrants (Unit) | Exercise ratio Per 1 warrant | Exercise price (Baht per share) |
|----------------|---------|----------------|--|--|------------------------------|---------------------------------|
| "AYUD-W1"      | 2 Years | April 27, 2018 | On June 15 and December 15 every year throughout the term of warrants. The first exercise date is June 15, 2018 and the last exercise date is May 8, 2020. | 124,999,807                                    | 1:1                          | 39.00                           |

Movements in warrants as at June 30, 2019 and December 31, 2018 are as follows:

|                          | As at June 30, 2019          |   | As at December 31, 2018      |   |
|--------------------------|------------------------------|---|------------------------------|---|
|                          | Number of warrants<br>(Unit) | Weighted average exercise price<br>(Baht per share) | Number of warrants<br>(Unit) | Weighted average exercise price<br>(Baht per share) |
| Balance as at January 1, | 78,582,882                   | 39.00   | -                            | -   |
| Issued warrants          | -                            | -   | 124,999,807                  | 39.00   |
| Forfeited warrants       | -                            | -   | -                            | -   |
| Exercised warrants       | (19,775)                     | 39.00   | (46,416,925)                 | 39.00   |
| Balance as at June 30,   | 78,563,107                   | 39.00   | 78,582,882                   | 39.00   |

As at June 30, 2019 and December 31, 2018, the outstanding warrants of AYUD-W1 to purchase ordinary shares of the Company are 78,563,107 units and 78,582,882 units, respectively. A weighted average exercise price is Baht 39 per share. A weighted average remaining warrants life is at 0.86 years and 1.35 years, respectively.

## 21. FINANCIAL INFORMATION BY SEGMENT

The business segment results are prepared based on the management of the Group. The operating results by business segment provided to Chief Operating Decision Maker to make decisions about allocating resources to, and assessing the performance of, operating segments is measured in accordance with Financial Reporting Standard.

The Group have been operating in two principal business segments: (1) Non-life insurance business and (2) Investment business, which are only organized and managed in a single geographic area, namely in Thailand. Therefore, no geographical segment information is presented.

For the three-month and six-month periods ended June 30, 2019 and 2018, there is no revenue from a single external customer contributed 10% or more to the Group's total revenue.

The financial information of the Group for the three-month and six-month periods ended June 30, 2019 and 2018 were presented by business segment as follows:

|   | Consolidated financial statements          |         |                     |         |                              |           |           |         |
|---|--|---------|---------------------|---------|------------------------------|-----------|-----------|---------|
|   | For the three-month periods ended June 30, |         |                     |         |                              |           |           |         |
|   | Non-life insurance business                |         | Investment business |         | Elimination of inter-segment |           | Total     |         |
|   | 2019                                       | 2018    | 2019                | 2018    | 2019                         | 2018      | 2019      | 2018    |
| Revenue from external                                 | 1,025,747                                  | 521,984 | 32,254              | 345,961 | -                            | (341,981) | 1,058,001 | 525,964 |
| Share of profit on investment in an associate         | -  | -       | 178,320             | 120,861 | -                            | -         | 178,320   | 120,861 |
| Other income  | 8,911                                      | 308     | 3,361               | 3,097   | (3,456)                      | (3,247)   | 8,816     | 158     |
| Total revenues  | 1,034,658                                  | 522,292 | 213,935             | 469,919 | (3,456)                      | (345,228) | 1,245,137 | 646,983 |
| Insurance business expense                            | 747,559                                    | 401,797 | -                   | -       | -                            | -         | 747,559   | 401,797 |
| Directors and key management personnel's remuneration | 26,408                                     | 12,357  | 2,190               | 4,618   | -                            | -         | 28,598    | 16,975  |
| Other expense   | 178,672                                    | 53,481  | 15,532              | 13,725  | (3,456)                      | (3,247)   | 190,748   | 63,959  |
| Income tax expense                                    | 17,932                                     | 10,994  | 939                 | (1,564) | -                            | -         | 18,871    | 9,430   |
| Net income  | 64,087                                     | 43,663  | 195,274             | 453,140 | -                            | (341,981) | 259,361   | 154,822 |

Baht: '000

Baht: '000

|   | Consolidated financial statements        |                  |                     |                |                              |                  |                  |                  |
|---|--|------------------|---------------------|----------------|------------------------------|------------------|------------------|------------------|
|   | For the six-month periods ended June 30, |                  |                     |                |                              |                  |                  |                  |
|   | Non-life insurance business              |                  | Investment business |                | Elimination of inter-segment |                  | Total            |                  |
| 2019  | 2018                                     | 2019             | 2018                | 2019           | 2018                         | 2019             | 2018             |                  |
| Revenue from external                                 | 1,671,531                                | 1,048,299        | 51,622              | 395,478        | -                            | (341,981)        | 1,723,153        | 1,101,796        |
| Share of profit on investment in an associate         | -  | -                | 290,456             | 230,906        | -                            | -                | 290,456          | 230,906          |
| Other income  | 9,182                                    | 794              | 8,615               | 8,280          | (8,869)                      | (8,580)          | 8,928            | 494              |
| Total revenues  | <u>1,680,713</u>                         | <u>1,049,093</u> | <u>350,693</u>      | <u>634,664</u> | <u>(8,869)</u>               | <u>(350,561)</u> | <u>2,022,537</u> | <u>1,333,196</u> |
| Insurance business expense                            | 1,238,989                                | 843,304          | -                   | -              | -                            | -                | 1,238,989        | 843,304          |
| Directors and key management personnel's remuneration | 39,905                                   | 23,798           | 8,094               | 10,582         | -                            | -                | 47,999           | 34,380           |
| Other expense   | 246,987                                  | 111,312          | 32,749              | 28,031         | (8,869)                      | (8,580)          | 270,867          | 130,763          |
| Income tax expense                                    | 32,423                                   | 14,240           | 926                 | 67             | -                            | -                | 33,349           | 14,307           |
| Net income  | <u>122,409</u>                           | <u>56,439</u>    | <u>308,924</u>      | <u>595,984</u> | <u>-</u>                     | <u>(341,981)</u> | <u>431,333</u>   | <u>310,442</u>   |

## 22. BASIC EARNINGS PER SHARE

Details of calculation of earnings per share for the three-month and six-month periods ended June 30, 2019 and 2018 are as below:

|   | Consolidated financial statements          |                |  |                    |                         |  |
|---|--|----------------|--|--------------------|-------------------------|--|
|   | For the three-month periods ended 30 June, |                |  |                    |                         |  |
|   | Profit                                     |                | Weighted average number of ordinary shares |                    | Earnings per share      |  |
| 2019  | 2018                                       | 2019           | 2018                                       | 2019               | 2018                    |  |
| Baht: '000  | Baht: '000                                 | shares         | shares                                     | Baht               | Baht                    |  |
| <b>Basic earnings per share</b>   |  |                |  |                    |                         |  |
| Profit attributable to shareholders of the Company  | 259,361                                    | 154,822        | 326,723,482                                | 251,455,422        | <u>0.79</u> <u>0.62</u> |  |
| <b>Effect of dilutive potential ordinary shares</b>   |  |                |  |                    |                         |  |
| Warrants (AYUD-W1)  | -  | -              | 78,563,107                                 | 7,168,582          |                         |  |
| <b>Diluted earnings per share</b>   |  |                |  |                    |                         |  |
| Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares | <u>259,361</u>                             | <u>154,822</u> | <u>405,286,589</u>                         | <u>258,624,004</u> | <u>0.64</u> <u>0.60</u> |  |
|   | Consolidated financial statements          |                |  |                    |                         |  |
|   | For the six-month periods ended 30 June,   |                |  |                    |                         |  |
|   | Profit                                     |                | Weighted average number of ordinary shares |                    | Earnings per share      |  |
| 2019  | 2018                                       | 2019           | 2018                                       | 2019               | 2018                    |  |
| Baht: '000  | Baht: '000                                 | shares         | shares                                     | Baht               | Baht                    |  |
| <b>Basic earnings per share</b>   |  |                |  |                    |                         |  |
| Profit attributable to shareholders of the Company  | 431,333                                    | 310,442        | 326,723,482                                | 251,455,422        | <u>1.32</u> <u>1.23</u> |  |
| <b>Effect of dilutive potential ordinary shares</b>   |  |                |  |                    |                         |  |
| Warrants (AYUD-W1)  | -  | -              | 78,563,107                                 | 7,168,582          |                         |  |
| <b>Diluted earnings per share</b>   |  |                |  |                    |                         |  |
| Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares | <u>431,333</u>                             | <u>310,442</u> | <u>405,286,589</u>                         | <u>258,624,004</u> | <u>1.06</u> <u>1.20</u> |  |

Details of calculation of earnings per share for the three-month and six-month periods ended June 30, 2019 and 2018 are as below:

|   | Separate financial statements              |                    |  |                |                    |                   |
|---|--|--------------------|--|----------------|--------------------|-------------------|
|   | For the three-month periods ended 30 June, |                    |  |                |                    |                   |
|   | Profit                                     |                    | Weighted average number of ordinary shares |                | Earnings per share |                   |
|   | 2019<br>Baht: '000                         | 2018<br>Baht: '000 | 2019<br>shares                             | 2018<br>shares | 2019<br>Baht       | 2018<br>Baht      |
| <b>Basic earnings per share</b>   |  |                    |  |                |                    |                   |
| Profit attributable to equity holders of the Company  | 16,954                                     | 332,279            | 326,723,482                                | 251,455,422    | 0.05               | 1.32 <sup>*</sup> |
| <b>Effect of dilutive potential ordinary shares</b>   |  |                    |  |                |                    |                   |
| Warrants (AYUD-W1)  | -  | -                  | 78,563,107                                 | 7,168,582      |                    |                   |
| <b>Diluted earnings per share</b>   |  |                    |  |                |                    |                   |
| Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares | 16,954                                     | 332,279            | 405,286,589                                | 258,624,004    | 0.04               | 1.28              |

|   | Separate financial statements            |                    |  |                |                    |              |
|---|--|--------------------|--|----------------|--------------------|--------------|
|   | For the six-month periods ended 30 June, |                    |  |                |                    |              |
|   | Profit                                   |                    | Weighted average number of ordinary shares |                | Earnings per share |              |
|   | 2019<br>Baht: '000                       | 2018<br>Baht: '000 | 2019<br>shares                             | 2018<br>shares | 2019<br>Baht       | 2018<br>Baht |
| <b>Basic earnings per share</b>   |  |                    |  |                |                    |              |
| Profit attributable to shareholders of the Company  | 18,468                                   | 365,078            | 326,723,423                                | 251,455,422    | 0.06               | 1.45         |
| <b>Effect of dilutive potential ordinary shares</b>   |  |                    |  |                |                    |              |
| Warrants (AYUD-W1)  | -  | -                  | 78,563,107                                 | 7,168,582      |                    |              |
| <b>Diluted earnings per share</b>   |  |                    |  |                |                    |              |
| Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares | 18,468                                   | 365,078            | 405,286,589                                | 258,624,004    | 0.05               | 1.41         |

## 23. TRANSACTIONS WITH RELATED PARTIES

The consolidated and separate financial statements include certain transactions with the subsidiary and related parties. The relationship may be by shareholding or the companies may have the same group of shareholders or directors. The consolidated and separate financial statements reflect the effects of these transactions on the basis determined by the Company, the subsidiary and the related parties which are as follows:

The relationships between the Company and its related parties are summarized below:

| Companies                                    | Relationship                               | Type of Business       |
|--|--|------------------------|
| Allianz SE                                   | Ultimate parent company                    | Insurance              |
| Allianz SE Singapore Branch                  | Related company of ultimate parent company | Insurance              |
| Allianz Technology SE                        | Related company of ultimate parent company | Information technology |
| Allianz Global Corporate&Speciality SE       | Related company of ultimate parent company | Insurance              |
| Allianz Global Corporate&Speciality AG       | Related company of ultimate parent company | Insurance              |
| Allianz Australia Limited                    | Related company of ultimate parent company | Insurance              |
| Euler Hermes Deutschland                     | Related company of ultimate parent company | Insurance              |
| Euler Hermes Singapore Branch                | Related company of ultimate parent company | Insurance              |
| Allianz Fire and Marine Insurance Japan Ltd. | Related company of ultimate parent company | Insurance              |
| Allianz General Insurance Malaysia Berhad    | Related company of ultimate parent company | Insurance              |
| Allianz Global Risks US Insurance Company    | Related company of ultimate parent company | Insurance              |
| AWP P&C S.A.                                 | Related company of ultimate parent company | Service                |
| Allianz Suisse Versicherungs-Gesellschaft AG | Related company of ultimate parent company | Insurance              |
| Allianz China General Insurance Company Ltd. | Related company of ultimate parent company | Insurance              |

| Companies   | Relationship                               | Type of Business               |
|---|--|--------------------------------|
| Allianz Benelux S.A   | Related company of ultimate parent company | Insurance                      |
| AWP Services (Thailand) Co., Ltd.   | Related company of ultimate parent company | Service                        |
| Allianz Technology (Thailand) Co., Ltd.   | Related company of ultimate parent company | Information technology         |
| Allianz General Insurance Public Company Ltd.   | Related company of ultimate parent company | Insurance                      |
| Allianz Investment Management Singapore Pte. Ltd.   | Related company of ultimate parent company | Service                        |
| Allianz Global Investors Singapore Ltd.   | Related company of ultimate parent company | Service                        |
| Allianz Ayudhya General Insurance Public Company Ltd.<br>(Formerly "Sri Ayudhya General Insurance Public Company Ltd.") | Subsidiary                                 | Insurance                      |
| Allianz Ayudhya Assurance Public Company Ltd.   | Associate                                  | Life Insurance                 |
| CPRN (Thailand) Co., Ltd.   | Related company of shareholders            | Holding                        |
| Bangkok Broadcasting & Television Co., Ltd.   | Related company of shareholders            | Television                     |
| BBTV Equity Co., Ltd.   | Related company of shareholders            | Office Space Rental            |
| Great Luck Equity Co., Ltd.   | Related company of shareholders            | Advertising                    |
| Bank of Ayudhya Public Company Ltd.   | Related company of shareholders            | Banking                        |
| Krungsri Asset Management Co., Ltd.   | Related company of shareholders            | Fund management                |
| Krungsri Securities Public Company Ltd.   | Related company of shareholders            | Finance                        |
| Ayudhya Development Leasing Co., Ltd.   | Related company of shareholders            | Hire-purchase and leasing      |
| Ayudhya Capital Auto Lease Public Company Ltd.  | Related company of shareholders            | Hire-purchase and auto leasing |
| Siam City Cement Public Company Ltd.  | Related company of shareholders            | Construction Materials         |
| Eastern Star Real Estate Public Company Ltd.  | Related company of shareholders            | Property                       |
| Super Asset Co., Ltd.   | Related company of shareholders            | Investments                    |
| CKS Holding Co., Ltd.   | Related company of shareholders            | Investments                    |
| Grand Canal Land Public Company Ltd.  | Related company of shareholders            | Advertising                    |
| Krungsri Ayudhya AMC Ltd.   | Related company of shareholders            | Asset Management               |
| Siam Realty and Service Co., Ltd.   | Related company of shareholders            | Services                       |
| Krungsri Factoring Co., Ltd.  | Related company of shareholders            | Factoring                      |
| Krungsriayudhya Card Co., Ltd.  | Related company of shareholders            | Services                       |
| Khao Kheow Country Club Co., Ltd.   | Related company of shareholders            | Golf club                      |

Balances as at June 30, 2019 and December 31, 2018 with related parties were as follows:

|   | Baht: '000                           |                               |                                  |                               |
|---|--------------------------------------|-------------------------------|----------------------------------|-------------------------------|
|   | Consolidated<br>financial statements |                               | Separate<br>financial statements |                               |
|   | As at<br>June 30,<br>2019            | As at<br>December 31,<br>2018 | As at<br>June 30,<br>2019        | As at<br>December 31,<br>2018 |
| <b>Assets</b>                                     |                                      |                               |                                  |                               |
| <b>Related company of ultimate parent company</b> |                                      |                               |                                  |                               |
| Premium due and uncollected                       | 391                                  | 51                            | -                                | -                             |
| Amount due from reinsurers                        | 56,088                               | -                             | -                                | -                             |
| Other assets                                      | 23,038                               | -                             | -                                | -                             |
| <b>Related company of shareholders</b>            |                                      |                               |                                  |                               |
| Deposits at financial institutions                | 675,832                              | 566,961                       | 48,482                           | 145,346                       |
| Premium due and uncollected                       | 8,901                                | 7,121                         | -                                | -                             |
| Investment  | 3,181,512                            | 3,172,101                     | 3,181,512                        | 3,172,101                     |
| Other assets                                      | 8,601                                | 9,383                         | 1,477                            | 1,626                         |
| <b>Subsidiary</b>                                 |                                      |                               |                                  |                               |
| Other assets                                      | -                                    | -                             | 2,767                            | 982                           |

|   | Baht: '000                           |                               |                                  |                               |
|---|--------------------------------------|-------------------------------|----------------------------------|-------------------------------|
|   | Consolidated<br>financial statements |                               | Separate<br>financial statements |                               |
|   | As at<br>June 30,<br>2019            | As at<br>December 31,<br>2018 | As at<br>June 30,<br>2019        | As at<br>December 31,<br>2018 |
| <b>Liabilities</b>                                |                                      |                               |                                  |                               |
| <b>Related company of ultimate parent company</b> |                                      |                               |                                  |                               |
| Amount withheld on reinsurance                    | 376,349                              | -                             | -                                | -                             |
| Due to reinsurers                                 | 180,278                              | -                             | -                                | -                             |
| Other liabilities                                 | 39,327                               | -                             | -                                | -                             |
| <b>Related company of shareholders</b>            |                                      |                               |                                  |                               |
| Other liabilities                                 | 47,327                               | 47,069                        | 111                              | 183                           |

Significant transactions for the three-month and six-month periods ended June 30, 2019 and 2018 with related parties were as follows:

|   | Baht: '000  |        |   |        |
|---|---|--------|---|--------|
|   | Consolidated financial statements                     |        |   |        |
|   | For the three-month<br>periods ended June 30,<br>2019 |        | For the six-month<br>periods ended June 30,<br>2018 |        |
| <b>Revenues</b>                                   |   |        |   |        |
| <b>Related company of ultimate parent company</b> |   |        |   |        |
| Claim recovered from reinsurers                   | 60,602  | -      | 60,602  | -      |
| Fee and commission income                         | 30,877  | -      | 30,877  | -      |
| Written Premium                                   | -   | 184    | 364   | 354    |
| Other income                                      | 8,221   | -      | 8,221   | -      |
| <b>Related company of shareholders</b>            |   |        |   |        |
| Premium written                                   | 9,286   | 8,313  | 17,893  | 18,557 |
| Other income                                      | 861   | 694    | 1,466   | 1,208  |
| Net investment income                             | 3,618   | 1,590  | 3,683   | 27,281 |
| <b>Expense</b>                                    |   |        |   |        |
| <b>Related company of ultimate parent company</b> |   |        |   |        |
| Premiums ceded to reinsurers                      | 251,769   | -      | 251,769   | -      |
| Other expenses                                    | 15,028  | -      | 15,028  | -      |
| <b>Related company of shareholders</b>            |   |        |   |        |
| Commission and brokerage expenses                 | 46,235  | 38,494 | 97,201  | 77,889 |
| Underwriting expenses                             | 31,818  | 23,976 | 65,911  | 49,480 |
| Other expenses                                    | 6,352   | 6,543  | 13,023  | 13,321 |

|  | <b>Baht: '000</b>                                     |             |   |             |
|--|---|-------------|---|-------------|
|  | <b>Separate financial statements</b>                  |             |   |             |
|  | <b>For the three-month<br/>periods ended June 30,</b> |             | <b>For the six-month<br/>periods ended June 30,</b> |             |
|  | <b>2019</b>   | <b>2018</b> | <b>2019</b>   | <b>2018</b> |
| <b>Revenues</b>                        |   |             |   |             |
| <b>Related company of shareholders</b> |   |             |   |             |
| Net investment income                  | 3,618   | 1,590       | 3,683   | 27,281      |
| <b>Subsidiary</b>                      |   |             |   |             |
| Other income                           | 3,305   | 3,097       | 8,568   | 8,280       |
| <b>Expense</b>                         |   |             |   |             |
| <b>Related company of shareholders</b> |   |             |   |             |
| Other expenses                         | 1,517   | 1,708       | 3,352   | 3,650       |
| <b>Subsidiary</b>                      |   |             |   |             |
| Other expense                          | 150   | 150         | 300   | 300         |

The subsidiary used the same pricing policy and conditions for the above premiums as it did for other customers and other insurance companies

The subsidiary paid commissions and brokerages and other underwriting expenses as specified in the Bancassurance Agreement made between the subsidiary and such related bank. The commission rates were in compliance with the Office of Insurance Commission criteria and the same basis of the commission rate that the subsidiary has offered to other insurance broker companies.

Interest was charged at the same interest rates as the bank has offered to other insurance companies.

The Company enters into a management service agreement with the subsidiary company for providing managerial and administrative services of accounting, payroll and information technology. Services rates are agreed by both parties which are determined based on estimated time spent and cost incurred for the subsidiary company.

Commission, management fee and custodian fee were paid at the same rates and conditions as the related parties charged other customers.

The Group have office rental, equipment rental and service agreements with related companies for a term of 3 years. Rental rates and conditions are the same as the related parties offer to other companies.

The Company enters into a management service agreement with a subsidiary for receiving about services of personnel, internal audit and information technology. Services rates are agreed by both parties which are determined based on estimated time spent and cost incurred for the Company.



## 24. DIRECTORS AND KEY MANAGEMENT PERSONNEL'S REMUNERATION

During the three-month and six-month periods ended June 30, 2019 and 2018, the Group had salaries, bonuses, directors allowances and other benefits of its directors and key management personnel recognized as expenses as follows:

|   | Baht: '000  |               |   |               |
|---|---|---------------|---|---------------|
|   | Consolidated financial statements                     |               |   |               |
|   | For the three-month<br>periods ended June 30,<br>2019 |               | For the six-month<br>periods ended June 30,<br>2018 |               |
| Directors and key management personnel's remuneration |   |               |   |               |
| Short-term benefits                                   | 27,254  | 16,099        | 45,823  | 32,306        |
| Post-employment benefits                              | 1,229   | 314           | 1,700   | 1,175         |
| Directors' remuneration                               | 115   | 562           | 475   | 899           |
|   | <u>28,598</u>   | <u>16,975</u> | <u>47,998</u>                                       | <u>34,380</u> |

  

|   | Baht: '000  |              |   |               |
|---|---|--------------|---|---------------|
|   | Separate financial statements                         |              |   |               |
|   | For the three-month<br>periods ended June 30,<br>2019 |              | For the six-month<br>periods ended June 30,<br>2018 |               |
| Directors and key management personnel's remuneration |   |              |   |               |
| Short-term benefits                                   | 1,985   | 4,448        | 7,582   | 9,755         |
| Post-employment benefits                              | 132   | (104)        | 244   | 339           |
| Directors' remuneration                               | 73  | 274          | 268   | 488           |
|   | <u>2,190</u>  | <u>4,618</u> | <u>8,094</u>  | <u>10,582</u> |

Directors' remunerations for the years 2019 and 2018 were approved by the ordinary shareholders' meeting of the Company held on April 26, 2019 and April 20, 2018, respectively.

Furthermore, directors' remuneration of the subsidiary for the years 2019 and 2018 were approved by the ordinary shareholders' meeting of the subsidiary held on April 26, 2019 and April 2, 2018, respectively.

## 25. SECURITIES PLEDGED AND ASSETS RESERVED WITH THE REGISTRAR

As at June 30, 2019 and December 31, 2018, certain investment in securities of the Group were pledged and used for assets reserved with the Registrar (see Note 9) in accordance with the Insurance Act and the Notification of the Office of Insurance Commission regarding "Rates, Rules and Procedures for pledge of unearned premium reserve of Non-Life Insurance Company B.E. 2557", respectively as follows:

|   | Baht: '000                           |                               |                                  |                               |
|---|--------------------------------------|-------------------------------|----------------------------------|-------------------------------|
|   | Consolidated<br>financial statements |                               | Separate<br>financial statements |                               |
|   | As at<br>June 30,<br>2019            | As at<br>December 31,<br>2018 | As at<br>June 30,<br>2019        | As at<br>December 31,<br>2018 |
| Investment in securities used to secure the facilities collateral with the Office of Insurance Commission |                                      |                               |                                  |                               |
| Securities pledged with the registrar   |                                      |                               |                                  |                               |
| Deposits at banks   | 14,000                               | 14,000                        | -                                | -                             |
| Government and state enterprise securities  | 14,000                               | -                             | -                                | -                             |
| Assets reserved with the registrar  |                                      |                               |                                  |                               |
| Government and state enterprise securities  | <u>529,137</u>                       | <u>332,416</u>                | <u>31,374</u>                    | <u>31,505</u>                 |
| Total investment in securities of pledged   | <u>557,137</u>                       | <u>346,416</u>                | <u>31,374</u>                    | <u>31,505</u>                 |

## 26. RESTRICTED ASSETS AND COMMITMENT

- 26.1 As at June 30, 2019 and December 31, 2018, the subsidiary has premium saving certificates amount of Baht 5.35 million and Baht 4.50 million, respectively were used as collateral in case where the insured driver is an alleged offender (see Note 9).
- 26.2 As at June 30, 2019 and December 31, 2018, the Group has borrowing facilities which was secured by deposit at bank of the Group in the same amount of credit limit as follows:

|  | Consolidated              |                               | Separate                  |                               |
|--|---------------------------|-------------------------------|---------------------------|-------------------------------|
|  | financial statements      |                               | financial statements      |                               |
|  | As at<br>June 30,<br>2019 | As at<br>December 31,<br>2018 | As at<br>June 30,<br>2019 | As at<br>December 31,<br>2018 |
| Overdraft facilities (See Note 9)                      | 40,000                    | 40,000                        | 20,000                    | 20,000                        |
| Borrowing facilities (Promissory note)<br>(See Note 9) | 10,000                    | 10,000                        | 10,000                    | 10,000                        |

## 27. LONG-TERM LEASES AND SERVICE AGREEMENTS

Long-term leases and service agreements as at June 30, 2019 and December 31, 2018 consisted of the following:

| Type of leases              | Consolidated financial statements |                           |   |
|-----------------------------|-----------------------------------|---------------------------|---|
|                             | Remaining periods                 |                           | Total rental<br>payments for the<br>remaining periods |
|                             | Within 1 year                     | Over 1 year<br>to 5 years |   |
| <b>As at June 30, 2019</b>  |                                   |                           |   |
| Building                    |                                   |                           |   |
| - related company           | 8,216                             | 2,732                     | 10,948  |
| - others                    | 7,509                             | 3,699                     | 11,208  |
| Service                     |                                   |                           |   |
| - related company           | 6,797                             | 430                       | 7,227   |
| - others                    | 340                               | -                         | 340   |
| Equipment - related company | 9,063                             | 573                       | 9,636   |
|                             | <u>31,925</u>                     | <u>7,434</u>              | <u>39,359</u>   |

| Type of leases                 | Consolidated financial statements |                           |   |
|--------------------------------|-----------------------------------|---------------------------|---|
|                                | Remaining periods                 |                           | Total rental<br>payments for the<br>remaining periods |
|                                | Within 1 year                     | Over 1 year<br>to 5 years |   |
| <b>As at December 31, 2018</b> |                                   |                           |   |
| Building                       |                                   |                           |   |
| - related company              | 7,538                             | 1,256                     | 8,794   |
| - others                       | 8,026                             | 6,135                     | 14,161  |
| Service - related company      |                                   |                           |   |
| - related company              | 7,538                             | 1,257                     | 8,795   |
| - others                       | 450                               | -                         | 450   |
| Equipment - related company    | 10,051                            | 1,675                     | 11,726  |
|                                | <u>33,603</u>                     | <u>10,323</u>             | <u>43,926</u>   |

| Type of leases              | Separate financial statements |                        |   | Baht: '000 |
|-----------------------------|-------------------------------|------------------------|---|------------|
|                             | Remaining periods             |                        | Total rental payments for the remaining periods |            |
|                             | Within 1 year                 | Over 1 year to 5 years |   |            |
| <b>As at June 30, 2019</b>  |                               |                        |   |            |
| Building - related company  | 1,159                         | -                      | 1,159   |            |
| Service - related company   | 1,159                         | -                      | 1,159   |            |
| Equipment - related company | 1,546                         | -                      | 1,546   |            |
|                             | <u>3,864</u>                  | <u>-</u>               | <u>3,864</u>                                    |            |

| Type of leases                 | Separate financial statements |                        |   | Baht: '000 |
|--------------------------------|-------------------------------|------------------------|---|------------|
|                                | Remaining periods             |                        | Total rental payments for the remaining periods |            |
|                                | Within 1 year                 | Over 1 year to 5 years |   |            |
| <b>As at December 31, 2018</b> |                               |                        |   |            |
| Building - related company     | 1,739                         | 290                    | 2,029   |            |
| Service - related company      | 1,739                         | 290                    | 2,029   |            |
| Equipment - related company    | 2,318                         | 386                    | 2,704   |            |
|                                | <u>5,796</u>                  | <u>966</u>             | <u>6,762</u>                                    |            |

For the three-month and six-month periods ended June 30, 2019 and 2018, the Group recorded the rental and service fees under operating agreements as expenses in statement of profit or loss and other comprehensive income as follows:

|                         | Consolidated financial statements          |              |  |               | Baht: '000 |
|-------------------------|--|--------------|--|---------------|------------|
|                         | For the three-month periods ended June 30, |              | For the six-month periods ended June 30, |               |            |
|                         | 2019                                       | 2018         | 2019                                     | 2018          |            |
| Rental and service fees | <u>10,177</u>                              | <u>8,398</u> | <u>18,718</u>                            | <u>16,817</u> |            |

  

|                         | Separate financial statements              |              |  |              | Baht: '000 |
|-------------------------|--|--------------|--|--------------|------------|
|                         | For the three-month periods ended June 30, |              | For the six-month periods ended June 30, |              |            |
|                         | 2019                                       | 2018         | 2019                                     | 2018         |            |
| Rental and service fees | <u>1,449</u>                               | <u>1,449</u> | <u>2,898</u>                             | <u>2,898</u> |            |

## 28. CONTINGENT LIABILITIES AND COMMITMENT

28.1 As at June 30, 2019 and December 31, 2018, lawsuits have been brought against the subsidiary, as insurer, from which the subsidiary estimates losses totaling Baht 21.29 million and Baht 37.00 million, respectively. Such amount has been set aside in the loss reserve and outstanding claims accounts. The subsidiary's management believes that such estimation is adequate to losses and does not expect the outcome of the litigation to result in losses that differ from the recorded liability by amounts that would be material to the subsidiary's operating results.

28.2 As at June 30, 2019 and December 31, 2018, the subsidiary had a commitment in respect of computer program development expenses in the amount of approximately Baht 10.57 million.

## 29. FAIR VALUE MEASUREMENT

Certain financial assets of the Group are measured at fair value at the end of reporting period. The following table gives information about how the fair values of these financial assets are determined:

|  | Consolidated financial statements |                   |                      |   |
|--|-----------------------------------|-------------------|----------------------|---|
|  | Fair Value                        |                   | Fair value hierarchy | Valuation techniques and key inputs   |
|  | As at                             | As at             |                      |   |
|  | June 30, 2019                     | December 31, 2018 |                      |   |
| Baht : '000                                | Baht : '000                       |                   |                      |   |
| Financial assets                           |                                   |                   |                      |   |
| Government and state enterprise securities | 593,652                           | 430,892           | Level 2              | Latest bid prices of the last working day of the reporting period as quoted by the Thai Bond Market Associate |
| Private debt securities                    | 296,000                           | -                 | Level 2              | Latest bid prices of the last working day of the reporting period as quoted by the Thai Bond Market Associate |
| Foreign debt securities                    | 60,038                            | -                 | Level 2              | Latest bid prices of the last working day of the reporting period as quoted by the Thai Bond Market Associate |
| Equity securities                          | 1,044,785                         | 951,856           | Level 1              | Latest bid prices of the last working day of the reporting period as quoted on the Stock Exchange of Thailand |
| Equity securities                          | 3,421,285                         | 3,290,240         | Level 2              | The unit trust's net asset value of the last working day of the reporting period                              |
|  | Separate financial statements     |                   |                      |   |
|  | Fair Value                        |                   | Fair value hierarchy | Valuation techniques and key inputs   |
|  | As at                             | As at             |                      |   |
|  | June 30, 2019                     | December 31, 2018 |                      |   |
|  | Baht : '000                       | Baht : '000       |                      |   |
| Financial assets                           |                                   |                   |                      |   |
| Government and state enterprise securities | 137,018                           | 136,519           | Level 2              | Latest bid prices of the last working day of the reporting period as quoted by the Thai Bond Market Associate |
| Equity securities                          | 700,810                           | 650,752           | Level 1              | Latest bid prices of the last working day of the reporting period as quoted on the Stock Exchange of Thailand |
| Equity securities                          | 3,394,753                         | 3,263,882         | Level 2              | The unit trust's net asset value of the last working day of the reporting period                              |

## 30. AUTHORIZATION OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements were approved for issuance by the Company's authorized executive director on August 13, 2019.

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