
*SRI AYUDHYA CAPITAL PUBLIC COMPANY
LIMITED AND SUBSIDIARY*

Interim Financial Statements

Three-month period ended March 31, 2016

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

TO THE BOARD OF DIRECTORS

SRI AYUDHYA CAPITAL PUBLIC COMPANY LIMITED

We have reviewed the consolidated statement of financial position of Sri Ayudhya Capital Public Company Limited and its subsidiary and the separate statement of financial position of Sri Ayudhya Capital Public Company Limited as at March 31, 2016, and the related consolidated and separate statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three-month period then ended, and the condensed notes to the financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

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

Conclusion

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

Emphasis of Matter

Without modifying our conclusion, as discussed in Note 3 to the interim financial statements, from January 1, 2016, the Company has adopted Thai Financial Reporting Standard 4 (revised 2015) Insurance Contracts and prepared the new presentation of the financial statements to comply with the Notification of the Office of Insurance Commission regarding the Rules, Procedures, Conditions and Periods for the Preparing and Submitting Financial Statements and Reports on the Operations of the Non-Life Insurance Business B.E. 2559 dated March 4, 2016 which has become effective as from January 1, 2016. The interim consolidated and separate financial statements for the three-month period ended March 31, 2015 and the consolidated and separate statements of financial positions as at December 31, 2015 and January 1, 2015, presented herein for comparison, have been retrospectively reclassified, as if the classifications had always been prepared.



Dr. Suphamit Techamontrikul
Certified Public Accountant (Thailand)
Registration No. 3356

BANGKOK
May 13, 2016

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

SRI AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2016

Baht: '000

	Notes	CONSOLIDATED FINANCIAL STATEMENTS			SEPARATE FINANCIAL STATEMENTS		
		"Unaudited"	"Restated"		"Unaudited"	"Restated"	
		As at	As at	As at	As at	As at	As at
		March 31, 2016	December 31, 2015	January 1, 2015	March 31, 2016	December 31, 2015	January 1, 2015
ASSETS							
Cash and cash equivalents	6	1,295,036	1,065,246	1,368,953	90,529	74,212	37,540
Premium due and uncollected - net	7	250,964	287,006	292,975	-	-	-
Accrued investment income		11,575	13,633	15,072	5,077	2,579	4,772
Reinsurance assets	8	983,862	992,160	1,089,420	-	-	-
Due from reinsurers	9	149,928	193,115	394,578	-	-	-
Investments							
Investment in securities	10	4,621,387	4,655,982	4,691,757	2,399,810	2,332,148	2,843,556
Loans	11	427	579	1,378	24	29	50
Investment in an associate	12	4,186,690	2,944,764	2,717,156	1,487,264	1,487,264	1,487,264
Investment in a subsidiary	12	-	-	-	1,823,579	1,823,579	1,823,579
Premises and equipment - net	13	75,401	75,311	55,125	9,027	11,397	10,126
Intangible assets - net		81,142	83,674	88,237	-	-	-
Deferred tax assets	14	202,508	225,920	211,227	16,188	47,145	9,418
Deferred commissions expenses		57,833	55,618	59,836	-	-	-
Other assets		49,823	68,251	46,230	17,256	25,135	19,266
TOTAL ASSETS		11,966,576	10,661,259	11,031,944	5,848,754	5,803,488	6,235,571

See condensed notes to financial statements

SRI AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT MARCH 31, 2016

Baht: '000

	Notes	CONSOLIDATED			SEPARATE		
		FINANCIAL STATEMENTS			FINANCIAL STATEMENTS		
		"Unaudited"	"Restated"		"Unaudited"	"Restated"	
		As at	As at	As at	As at	As at	As at
		March 31,	December 31,	January 1,	March 31,	December 31,	January 1,
		2016	2015	2015	2016	2015	2015
LIABILITIES AND EQUITY							
Insurance contract liabilities	15	2,313,693	2,401,124	2,586,859	-	97,875	94,778
Due to reinsurers	16	622,844	633,352	795,480	-	-	-
Income tax payable		30,380	20,061	268,869	3,136	3,136	262,718
Employee benefit obligations		75,516	72,833	60,975	10,194	9,787	4,600
Premium written received in advance		315,099	305,256	334,883	-	-	-
Commissions and brokerages payables		62,291	61,587	62,711	-	-	-
Accrued expenses		24,705	66,405	85,377	10,070	20,255	22,390
Other liabilities	17	104,138	70,981	60,050	32,385	3,157	4,175
TOTAL LIABILITIES		3,548,666	3,631,599	4,255,204	55,785	134,210	388,661
EQUITY							
Share capital							
Authorized share capital							
500,000,000 ordinary shares of							
Baht 1.00 each							
		500,000	500,000	500,000	500,000	500,000	500,000
Issued and paid-up share capital							
250,000,000 ordinary shares of							
Baht 1.00 each							
		250,000	250,000	250,000	250,000	250,000	250,000
Premium on share capital		3,512,184	3,512,184	3,512,184	3,512,184	3,512,184	3,512,184
Retained earnings							
Appropriated							
Statutory reserve							
		50,000	50,000	50,000	50,000	50,000	50,000
Unappropriated							
		2,729,156	2,519,163	2,466,340	2,056,158	1,978,320	2,011,671
Other components of equity		1,876,570	698,313	498,216	(75,373)	(121,226)	23,055
TOTAL EQUITY		8,417,910	7,029,660	6,776,740	5,792,969	5,669,278	5,846,910
TOTAL LIABILITIES AND EQUITY		11,966,576	10,661,259	11,031,944	5,848,754	5,803,488	6,235,571

See condensed notes to financial statements

SRI AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016
"UNAUDITED"

Baht: '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		"Restated"			
		2016	2015	2016	2015
Revenues					
Gross premiums written		817,727	797,491	-	-
<u>Less</u> Premiums ceded		301,827	309,946	-	-
Net premiums written		515,900	487,545	-	-
<u>Less</u> Unearned premium reserve		37,582	26,028		
Net premium earned		478,318	461,517	-	-
Fee and commission income		88,346	92,108	-	-
Net investment income		20,047	45,708	9,446	32,359
Gain on investment in securities		513	21,526	513	21,526
Share of profit of investment in an associate	12.1	109,440	144,381	-	-
Other income	15.1.1	100,728	1,488	110,036	9,733
Total revenues		797,392	766,728	119,995	63,618
Expenses					
Losses incurred		349,023	350,726	-	-
<u>Less</u> Loss refundable from reinsurers		127,292	143,178	-	-
Commissions and brokerages expenses		125,625	123,321	-	-
Other underwriting expenses		120,181	101,043	-	-
Operating expenses		94,836	90,365	22,663	29,011
Total expenses		562,373	522,277	22,663	29,011
Income before income tax expense		235,019	244,451	97,332	34,607
Income tax expense	14	25,026	13,468	19,494	1,758
Net income		209,993	230,983	77,838	32,849

SRI AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016
"UNAUDITED"

Baht: '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		"Restated"			
		2016	2015	2016	2015
Other comprehensive income (loss)					
Items that will be reclassified subsequently to profit or loss					
Changes in fair value of available-for-sale securities		57,214	(25,173)	57,316	(27,939)
Share of other comprehensive income of an associate	12.1	1,416,130	84,991	-	-
Income tax relating to items that will be reclassified subsequently		(295,087)	(11,963)	(11,463)	5,588
Other comprehensive income (loss) for the periods, net of income tax		1,178,257	47,855	45,853	(22,351)
Total comprehensive income for the periods		1,388,250	278,838	123,691	10,498
Earnings per share					
Basic earnings per share	18 Baht	0.84	0.92	0.31	0.13

See condensed notes to financial statements

SRI AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016

"UNAUDITED"

Baht: '000

	Other components of equity							Total
	Other comprehensive income							
	Issued and paid-up share capital	Premium on share capital	Retained earnings		Surplus (deficit) on available-for-sale securities	Share of other comprehensive income of an associate	Total other components of equity	
Appropriated Statutory reserve			Unappropriated	Total				
Beginning balance as at January 1, 2015	250,000	3,512,184	50,000	2,466,340	36,794	461,422	498,216	6,776,740
Comprehensive income	-	-	-	230,983	(20,138)	67,993	47,855	278,838
Ending balance as at March 31, 2015	250,000	3,512,184	50,000	2,697,323	16,656	529,415	546,071	7,055,578
Beginning balance as at January 1, 2016	250,000	3,512,184	50,000	2,519,163	(115,308)	813,621	698,313	7,029,660
Comprehensive income	-	-	-	209,993	45,771	1,132,486	1,178,257	1,388,250
Ending balance as at March 31, 2016	250,000	3,512,184	50,000	2,729,156	(69,537)	1,946,107	1,876,570	8,417,910

See condensed notes to financial statements

SRI AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY

SEPARATE STATEMENT OF CHANGES IN EQUITY

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016

"UNAUDITED"

Baht: '000

	Issued and paid-up share capital	Premium on share capital	Retained earnings		Other components of equity		
			Appropriated Statutory reserve	Unappropriated	Other comprehensive income		
					Surplus (deficit) on available-for-sale securities	Total other components of equity	Total
Beginning balance as at January 1, 2015	250,000	3,512,184	50,000	2,011,671	23,055	23,055	5,846,910
Comprehensive income	-	-	-	32,849	(22,351)	(22,351)	10,498
Ending balance as at March 31, 2015	250,000	3,512,184	50,000	2,044,520	704	704	5,857,408
Beginning balance as at January 1, 2016	250,000	3,512,184	50,000	1,978,320	(121,226)	(121,226)	5,669,278
Comprehensive income	-	-	-	77,838	45,853	45,853	123,691
Ending balance as at March 31, 2016	250,000	3,512,184	50,000	2,056,158	(75,373)	(75,373)	5,792,969

See condensed notes to financial statements

SRI AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016
"UNAUDITED"

Baht: '000

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	"Restated"		"Restated"	
	2016	2015	2016	2015
CASH FLOWS PROVIDED BY (USED IN)				
OPERATING ACTIVITIES				
Direct premium received	849,613	777,026	-	-
Cash received (paid) from reinsurance	(106,603)	78,648	-	-
Interest income	18,681	20,305	3,288	4,775
Dividend income	4,201	24,817	4,201	24,817
Other income	295	1,103	9,782	9,880
Losses incurred from direct insurance	(303,499)	(268,633)	-	-
Commissions and brokerages from direct insurance	(124,406)	(118,583)	-	-
Other underwriting expenses	(114,053)	(98,003)	-	-
Operating expenses	(114,463)	(145,277)	(29,372)	(33,140)
Income tax expense	(3,060)	(3,183)	(322)	(309)
Investment in securities	118,934	39,644	16,814	27,428
Deposits at financial institutions with maturity over 3 months and deposits used as collateral	(199)	5,549	-	5,852
Loans	152	245	5	5
Cash received from subscriptions receivable	9,268	1,570	9,268	1,570
Net cash provided by operating activities	<u>234,861</u>	<u>315,228</u>	<u>13,664</u>	<u>40,878</u>
CASH FLOWS PROVIDED BY (USED IN) INVESTING ACTIVITIES				
CASH FLOWS PROVIDED BY				
Premises and equipment	4,042	1,647	2,654	1,118
Cash provided by investing activities	<u>4,042</u>	<u>1,647</u>	<u>2,654</u>	<u>1,118</u>
CASH FLOWS USED IN				
Premises and equipment	(8,361)	(4,060)	(1)	-
Intangible assets	(752)	(2,120)	-	-
Cash used in investing activities	<u>(9,113)</u>	<u>(6,180)</u>	<u>(1)</u>	<u>-</u>
Net cash provided by (used in) investing activities	<u>(5,071)</u>	<u>(4,533)</u>	<u>2,653</u>	<u>1,118</u>
Reconcile payable from purchase of government security - treasury bill with maturity less than 3 months	-	997,629	-	-
Net increase in cash and cash equivalents	229,790	1,308,324	16,317	41,996
Cash and cash equivalents as at January 1,	1,065,246	1,368,953	74,212	37,540
Cash and cash equivalents as at March 31,	<u><u>1,295,036</u></u>	<u><u>2,677,277</u></u>	<u><u>90,529</u></u>	<u><u>79,536</u></u>

See condensed notes to financial statements

**SRI AYUDHYA CAPITAL PUBLIC COMPANY LIMITED AND SUBSIDIARY
CONDENSED NOTES TO CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016
“UNAUDITED”**

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

1.1 The Company

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, 7th floor, 898 Ploenchit Road, Lumpini, Pathumwan, Bangkok.

The Company has a subsidiary company, Sri Ayudhya General Insurance Public Company Limited which operate non-life insurance business, holding by 99.99%.

1.2 The subsidiary

Sri Ayudhya General Insurance Public Company Limited (“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 Ploenchit Tower, 18th floor, 898 Ploenchit Road, Lumpini, Pathumwan, Bangkok.

2. BASIS FOR PREPARATION OF THE INTERIM CONSOLIDATED AND THE SEPARATE 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 2015) “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. The adoption of the new Notification had a material effect on the classification of comparative financial information as disclosed in Note 3.

2.2 These interim consolidated financial statements include the financial statements of Sri Ayudhya Capital Public Company Limited and Sri Ayudhya General Insurance Public Company Limited which 99.99% owned by the Company (see Note 12). Significant transactions and balances between the Company and its subsidiary have been eliminated.

The accounting period and significant accounting policies used for the financial statements of the subsidiary is the same as those of the Company.

2.3 The consolidated and separate statements of financial position as at December 31, 2015, 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 are presented in the three-month period ended March 31, 2016 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. In addition, the interim financial statements for the three-month period ended March 31, 2016 should be read in conjunction with the audited financial statements for the year ended December 31, 2015.

3. ADOPTION OF NEW AND REVISED THAI FINANCIAL REPORTING STANDARDS

The Federation of Accounting Professions has issued the Notifications regarding Thai Financial Reporting Standards (TFRSs) (Revised 2015) which are effective for the financial statements for the periods beginning on or after January 1, 2016. The Company and its subsidiary has adopted such TFRSs from January 1, 2016 which have no material impact on these financial statements, except for TFRS 4 “Insurance Contracts”.

The objective of TFRS 4 is to specify the financial reporting for insurance contracts issued by any entity until the second phase of its project on insurance contracts is completed. However, such TFRS has limitations as follows;

- (a) prohibits provision for possible claims under contracts that are not in existence at the end of the reporting period;
- (b) requires a test for the adequacy of recognised insurance liabilities and an impairment test for reinsurance assets; and
- (c) requires an insurer to keep insurance liabilities in its statement of financial position until they are discharged or cancelled, or expired, and
- (d) to present insurance liabilities without offsetting them against related reinsurance assets.

In applying TFRS 4, the subsidiary considered classification of insurance contracts including performing the liability adequacy test of recognised insurance liabilities and the impairment test for reinsurance assets. However, the adoption of this standard does not result in an impact on the Company and its subsidiary’s financial statements since the subsidiary’s management already considered and performed a test on its reinsurance contracts and can be concluded that all of its reinsurance contracts met definition of being insurance contracts under this standard. Furthermore, the subsidiary has always performed the liability adequacy test of its recognised insurance liabilities and the impairment test for reinsurance assets before this standard became effective.

As a result, the Company and its subsidiary has retrospectively reclassified the financial statements, presented herein for comparison, to conform to the presentation in current period in accordance with the Notification of the Office of Insurance Commission regarding “Rules, Procedures, Conditions and Timing for the Preparation and Submission of the Financial Statements and Reporting of the Operations of Non-Life Insurance Companies B.E. 2559”, dated March 4, 2016 (see Note 2.1), as if the reclassifications had always been prepared. Effects to the consolidated and separate financial statements are summarized as follows:

	As at December 31, 2015		As at January 1, 2015	
	As reclassified	As previous reported	As reclassified	As previous reported
Baht: '000				
Consolidated statements of financial position				
Assets:				
Premium due and uncollected	-	6,819	-	12,689
Reinsurance assets	38,157	186,296	44,762	186,296
Due from reinsurers	193,115	-	198,985	-
Investment in securities	13,250	-	25,000	-
Deferred tax assets	1,479	-	3,435	-
Other assets	-	13,250	-	25,000
Liabilities:				
Loss reserve and outstanding claim	-	38,157	-	44,762
Deferred tax liabilities	-	1,479	-	3,435
	<u>246,001</u>	<u>246,001</u>	<u>272,182</u>	<u>272,182</u>
Separate statements of financial position				
Assets:				
Deferred tax assets	4,939	-	10,703	-
Liabilities:				
Deferred tax liabilities	-	4,939	-	10,703
	<u>4,939</u>	<u>4,939</u>	<u>10,703</u>	<u>10,703</u>
Baht: '000				
For the three-month period ended March 31, 2015				
	As reclassified		As previous reported	
Consolidated statement of profit or loss and other comprehensive income				
Contribution to the Office of Insurance Commission			-	2,361
Contribution to Non-life Guarantee Fund			-	1,967
Contribution to Road Victims Protection Fund			-	120
Other underwriting expenses			4,448	-
			<u>4,448</u>	<u>4,448</u>

4. 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, 2015, except that the Company and its subsidiary has adopt the new and revised Thai Financial Reporting Standards (TFRSs) that are effective for the financial statement for the period beginning on or after January 1, 2016. However, such TFRSs have no material impact on these financial statements, except the adoption of TFRS 4 (Revised 2015) "Insurance Contracts" as described in Note 3.

5. ADDITIONAL INFORMATION FOR CASH FLOWS

5.1 Non-cash items

5.1.1 Premises and equipment for the three-month periods ended March 31, 2016 and 2015 consisted of the following:

	Baht: '000	
	Consolidated	
	financial statements	
	<u>2016</u>	<u>2015</u>
Other payable - fixed assets as at January 1,	801	897
<u>Add</u> Purchases of fixed assets	7,807	3,378
<u>Less</u> Cash paid for purchase of fixed assets	<u>(8,361)</u>	<u>(4,060)</u>
Other payable - fixed assets as at March 31,	<u>247</u>	<u>215</u>

5.1.2 Intangible assets for the three-month periods ended March 31, 2016 and 2015 consisted of the following:

	Baht: '000	
	Consolidated	
	financial statements	
	<u>2016</u>	<u>2015</u>
Other payable - intangible assets as at January 1,	-	-
<u>Add</u> Purchases of intangible assets	1,080	2,270
<u>Less</u> Cash paid for purchase of intangible assets	<u>(752)</u>	<u>(2,120)</u>
Other payable - intangible assets as at March 31,	<u>328</u>	<u>150</u>

6. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at March 31, 2016 and 2015, consisted of the following:

	Baht: '000			
	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	March 31,	December 31,	March 31,	December 31,
	2016	2015	2016	2015
Cash on hands	290	295	30	30
Cheque on hands	12,368	4,884	-	-
Deposits at bank - call deposits	482,495	360,179	90,499	74,182
Short term investment	799,883	699,888	-	-
Cash and cash equivalents	<u>1,295,036</u>	<u>1,065,246</u>	<u>90,529</u>	<u>74,212</u>

7. PREMIUM DUE AND UNCOLLECTED - NET

Premium due and uncollected - net as at March 31, 2016 and December 31, 2015 consisted of the following:

	Baht: '000	
	Consolidated financial statements	
	From direct insurance	
	As at March 31, 2016	As at December 31, 2015
Within credit terms	206,185	229,215
Less than 30 days	19,640	35,144
31 - 60 days	10,938	8,813
61 - 90 days	4,702	6,371
Over 90 days	14,393	12,357
Total premium due and uncollected	255,858	291,900
<u>Less Allowance for doubtful accounts</u>	<u>(4,894)</u>	<u>(4,894)</u>
Premium due and uncollected - net	<u>250,964</u>	<u>287,006</u>

8. REINSURANCE ASSETS

Reinsurance assets as at March 31, 2016 and December 31, 2015 consisted of the following:

	Baht: '000	
	Consolidated financial statements	
	As at March 31, 2016	As at December 31, 2015
Insurance reserve refundable from reinsurers		
Loss reserves	442,577	451,220
Unearned premium reserve		
- Unearned reinsurance premium reserve	541,285	540,940
Total reinsurance assets (see Note 15)	<u>983,862</u>	<u>992,160</u>

9. DUE FROM REINSURERS

Due from reinsurers as at March 31, 2016 and December 31, 2015 consisted of the following:

	Baht: '000	
	Consolidated financial statements	
	As at March 31, 2016	As at December 31, 2015
Due from reinsurers	<u>149,928</u>	<u>193,115</u>

10. INVESTMENT IN SECURITIES

Investment in securities as at March 31, 2016 and December 31, 2015 consisted of the following:

	Baht: '000			
	Consolidated financial statements			
	As at March 31, 2016		As at December 31, 2015	
	Cost/Amortized Cost	Fair value	Cost/Amortized Cost	Fair value
Available-for-sale securities				
Government and state enterprise securities	496,830	508,439	598,776	610,634
Equity securities	429,623	394,697	427,063	353,651
Unit trusts	1,871,759	1,808,155	1,863,631	1,781,050
Total	2,798,212	2,711,291	2,889,470	2,745,335
<u>Less</u> Unrealized losses	(86,921)	-	(144,135)	-
Total available-for-sale securities	<u>2,711,291</u>	<u>2,711,291</u>	<u>2,745,335</u>	<u>2,745,335</u>
Held-to-maturity securities				
Government securities used as collateral	1,399,114		1,399,664	
Deposits at bank with maturity over 3 months	174,951		174,951	
Deposits at bank used as collateral	303,490		303,291	
Premium saving certificates used as collateral	13,050		13,250	
Total held-to-maturity securities	<u>1,890,605</u>		<u>1,891,156</u>	
General investment				
Equity securities	19,451		19,451	
Unit trusts	1,547		1,547	
<u>Less</u> Allowance for impairment	(1,507)		(1,507)	
Total general investment	<u>19,491</u>		<u>19,491</u>	
Total investment in securities - net	<u>4,621,387</u>		<u>4,655,982</u>	

Investment in securities as at March 31, 2016 and December 31, 2015 consisted of the following:

	Baht: '000			
	Separate financial statements			
	As at March 31, 2016		As at December 31, 2015	
	Cost/Amortized cost	Fair value	Cost/Amortized cost	Fair value
Available-for-sale securities				
Government and state enterprise securities	133,943	138,427	134,485	139,032
Equity securities	429,623	394,697	427,063	353,651
Unit trusts	1,846,382	1,782,608	1,838,254	1,755,587
Total	2,409,948	2,315,732	2,399,802	2,248,270
<u>Less</u> Unrealized losses	(94,216)	-	(151,532)	-
Total available-for-sale securities	<u>2,315,732</u>	<u>2,315,732</u>	<u>2,248,270</u>	<u>2,248,270</u>
Held-to-maturity securities				
Deposits at bank with maturity over 3 months	21,879		21,879	
Deposits at bank used as collateral	44,000		44,000	
Premium saving certificates	200		-	
Total held-to-maturity securities	<u>66,079</u>		<u>65,879</u>	
General investment				
Equity securities	17,959		17,959	
Unit trusts	1,547		1,547	
<u>Less</u> Allowance for impairment	(1,507)		(1,507)	
Total general investment	<u>17,999</u>		<u>17,999</u>	
Total investment in securities - net	<u>2,399,810</u>		<u>2,332,148</u>	

As at March 31, 2016 and December 31, 2015, certain deposits at bank of the Company and its subsidiary are pledged as collateral for credit facilities for bank overdrafts and loans in the form of promissory notes.

As at March 31, 2016 and December 31, 2015, certain investment in securities of the Company and its subsidiary are deposited as collateral with Registrar (see Note 21).

As at March 31, 2016 and December 31, 2015, certain investments in securities of subsidiary are deposited as collateral with subsidiary's backup assets.

11. LOANS

Loans of the Company and its subsidiary were loans to employees with personal collateral in accordance with the welfare policy of the Company and its subsidiary, consisted of the following:

Types of loans	Credit line of loans	Interest rate per year
General loans	Not exceed Baht 100,000 per person	3.85
Loans for residential from the flooding crisis	Not exceed Baht 100,000 per person	2.00

12. INVESTMENT IN A SUBSIDIARY AND AN ASSOCIATE

12.1 Investments in an associate in the consolidated financial statements

As at March 31, 2016 and December 31, 2015, the Company had investment in an associated 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 March 31, 2016 (%)	As at December 31, 2015 (%)	As at March 31, 2016	As at December 31, 2015	As at March 31, 2016	As at December 31, 2015	
Associated company Allianz Ayudhya Assurance Public Company Limited	Life Insurance	Thailand	20.17	20.17	1,487,264	1,487,264	4,186,690	2,944,764	

As at March 31, 2016 and December 31, 2015, an associate had total assets and total liabilities as follows:

	As at March 31, 2016	Baht: million As at December 31, 2015
Total assets	161,336.64	145,153.90
Total liabilities	140,819.15	130,793.83

For the three-month periods ended March 31, 2016 and 2015, an associate had total revenues, net income and net of other comprehensive income as follows:

	Baht: million	
	For the three-month periods ended	
	March 31,	
	2016	2015
Total revenues	8,430.63	8,015.18
Net income	542.60	715.84
Items that are or may be reclassified to profit or loss		
Effective portion of changes in fair value of cash flow hedges	1,018.97	(11.44)
Net change in fair value of available-for-sale investments	6,002.14	432.82
Income tax relating to items that will be reclassified subsequently	<u>(1,406.29)</u>	<u>(84.27)</u>
Other comprehensive income - net of income tax	<u>5,614.82</u>	<u>337.11</u>

The consolidated statement of profit or loss and other comprehensive income for the three-month periods ended March 31, 2016 and 2015 recognized share of profit other, resulting from portion of holding of investment in an associate as follows:

	Baht: million	
	For the three-month periods ended	
	March 31,	
	2016	2015
Share of profit of investment in an associate	109.44	144.38
Share of other comprehensive income of an associate	1,416.13	84.99
Income tax relating to share of other comprehensive income of an associate	<u>(283.64)</u>	<u>(17.00)</u>
Share of other comprehensive income of an associate - net of income tax	<u>1,132.49</u>	<u>67.99</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:

	Baht: million	
	As at	As at
	March 31,	December 31,
	2016	2015
Net assets of an associate	20,517.49	14,360.07
Proportion of the Group's ownership interest in an associate (%)	<u>20.17</u>	<u>20.17</u>
	4,138.29	2,896.36
Investment amount over net assets at investment date	<u>48.40</u>	<u>48.40</u>
Carrying amount of the Group's interest in an associate	<u>4,186.69</u>	<u>2,944.76</u>

12.2 Investments in a subsidiary and an associate in the separate financial statements

As at March 31, 2016 and December 31, 2015, investment in a subsidiary and an associate were as follows:

Company's name	Separate financial statements						Baht: '000
	Paid-up capital		Shareholding percentage		Cost		
	As at March 31, 2016	As at December 31, 2015	As at March 31, 2016 (%)	As at December 31, 2015 (%)	As at March 31, 2016	As at December 31, 2015	
Associated company							
Allianz Ayudhya Assurance Plc.	2,950,000	2,950,000	20.17	20.17	1,487,264	1,487,264	
Subsidiary company							
Sri Ayudhya General Insurance Plc.	1,800,000	1,800,000	99.99	99.99	1,823,579	1,823,579	

13. PREMISES AND EQUIPMENT - NET

Premises and equipment - net as at March 31, 2016 and December 31, 2015 consisted of the following:

	Consolidated financial statements										Baht: '000
	Cost					Accumulated depreciation					
	As at January 1, 2016	Increase	Disposal / Write off	Transfer in/ (transfer out)	As at March 31, 2016	As at January 1, 2016	Depreciation Write off	Disposal / Write off	As at March 31, 2016	Beginning balance of premises and equipment - net as at January 1, 2016	
Land	1,610	-	-	-	1,610	-	-	-	-	1,610	1,610
Building	774	-	-	-	774	(774)	-	(774)	-	-	-
Office equipment	67,653	1,253	(4)	-	68,902	(51,158)	(1,647)	4	(52,801)	16,495	16,101
Furniture and fixtures	44,626	514	-	4,697	49,837	(19,513)	(1,943)	-	(21,456)	25,113	28,381
Vehicles	65,315	5,175	(13,473)	-	57,017	(37,054)	(2,299)	11,645	(27,708)	28,261	29,309
Office equipment and furniture and fixtures - under installation	3,832	865	-	(4,697)	-	-	-	-	-	3,832	-
Total	183,810	7,807	(13,477)	-	178,140	(108,499)	(5,889)	11,649	(102,739)	75,311	75,401

	Consolidated financial statements										Baht: '000
	Cost					Accumulated depreciation					
	As at January 1, 2015	Increase	Disposal / Write off	Transfer in/ (transfer out)	As at December 31, 2015	As at January 1, 2015	Depreciation Write off	Disposal / Write off	As at December 31, 2015	Beginning balance of premises and equipment - net as at January 1, 2015	
Land	1,610	-	-	-	1,610	-	-	-	-	1,610	1,610
Building	774	-	-	-	774	(774)	-	(774)	-	-	-
Office equipment	71,744	3,788	(7,879)	-	67,653	(50,834)	(7,791)	7,467	(51,158)	20,910	16,495
Furniture and fixtures	32,214	3,101	(5,911)	15,222	44,626	(20,197)	(5,228)	5,912	(19,513)	12,017	25,113
Vehicles	65,310	21,216	(21,211)	-	65,315	(44,722)	(9,861)	17,529	(37,054)	20,588	28,261
Office equipment and furniture and fixtures - under installation	-	19,054	-	(15,222)	3,832	-	-	-	-	-	3,832
Total	171,652	47,159	(35,001)	-	183,810	(116,527)	(22,880)	30,908	(108,499)	55,125	75,311

Baht: '000

Separate financial statements									
Cost					Accumulated depreciation				
As at	Increase	Disposal /	As at	As at	Depreciation	Disposal /	As at	Beginning balance of	Ending balance of
January 1,		Write off	March 31,	January 1,		Write off	March 31,	premises and	premises and
2016			2016	2016			2016	equipment - net	equipment - net
								as at	as at
								January 1, 2016	March 31, 2016
Land	-	-	1,610	-	-	-	-	1,610	1,610
Building	-	-	774	(774)	-	-	(774)	-	-
Office equipment	-	-	3,091	(2,442)	(66)	-	(2,508)	649	583
Furniture and fixtures	1	-	4,461	(3,608)	(90)	-	(3,698)	852	763
Vehicles	-	(9,026)	14,989	(15,729)	(660)	7,471	(8,918)	8,286	6,071
Total	1	(9,026)	24,925	(22,553)	(816)	7,471	(15,898)	11,397	9,027

Baht: '000

Separate financial statements									
Cost					Accumulated depreciation				
As at	Increase	Disposal /	As at	As at	Depreciation	Disposal /	As at	Beginning balance of	Ending balance of
January 1,		Write off	December 31,	January 1,		Write off	December 31,	premises and	premises and
2015			2015	2015			2015	equipment - net	equipment - net
								as at	as at
								January 1, 2015	December 31, 2015
Land	-	-	1,610	-	-	-	-	1,610	1,610
Building	-	-	774	(774)	-	-	(774)	-	-
Office equipment	-	(783)	3,091	(2,820)	(308)	686	(2,442)	1,054	649
Furniture and fixtures	4	(68)	4,460	(3,121)	(556)	69	(3,608)	1,403	852
Vehicles	-	(6,226)	24,015	(17,901)	(3,119)	5,291	(15,729)	6,059	8,286
Total	4	(7,077)	33,950	(24,616)	(3,983)	6,046	(22,553)	10,126	11,397

As at March 31, 2016 and December 31, 2015, certain premises and equipment of the Company and its subsidiary at cost of Baht 61.73 million and Baht 61.58 million, respectively, were fully depreciated but still in use (Company : Baht 13.77 million and Baht 13.67 million, respectively).

14. DEFERRED TAX ASSETS

Deferred tax assets as at March 31, 2016 and December 31, 2015 were as follows:

	Baht: '000			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2016	As at December 31, 2015	As at March 31, 2016	As at December 31, 2015
Deferred tax assets	202,508	225,920	16,188	47,145

Movements of deferred tax assets for the three-month periods ended March 31, 2016 and 2015 consisted of tax effects from the following items:

	Consolidated financial statements			Baht: '000
	As at January 1, 2016	Transactions recognized in profit or loss	Transaction recognized in other comprehensive income or loss	As at March 31, 2016
Deferred tax assets				
Allowance for doubtful accounts	979	-	-	979
Unearned premium reserve	93,810	10,379	-	104,189
Unrealized loss on the change in fair value of investment in available-for-sale securities	30,306	-	(11,463)	18,843
Loss reserve - net	79,390	(23,861)	-	55,529
Incurred but not reported claims	14,943	978	-	15,921
Employee benefit obligations	9,616	537	-	10,153
Allowance for impairment of general investment	301	-	-	301
Premium ceded payables - Excess of loss	2,737	(2)	-	2,735
Others	256	-	-	256
	<u>232,338</u>	<u>(11,969)</u>	<u>(11,463)</u>	<u>208,906</u>
Deferred tax liabilities				
Unrealized gain on the change in value of investment in available-for-sale securities	(1,479)	-	20	(1,459)
Unrealized gain on transfer of investments	(4,939)	-	-	(4,939)
	<u>(6,418)</u>	<u>-</u>	<u>20</u>	<u>(6,398)</u>
Deferred tax assets	<u>225,920</u>	<u>(11,969)</u>	<u>(11,443)</u>	<u>202,508</u>

	Consolidated financial statements			Baht: '000
	As at January 1, 2015	Transactions recognized in profit or loss	Transaction recognized in other comprehensive income or loss	As at March 31, 2015
Deferred tax assets				
Allowance for doubtful accounts	1,915	-	-	1,915
Unearned premium reserve	93,810	2,008	-	95,818
Loss reserve - net	103,365	4,255	-	107,620
Incurred but not reported claims	13,220	1,684	-	14,904
Employee benefit obligations	6,998	627	-	7,625
Allowance for impairment of general investment	301	-	-	301
Premium ceded payables - Excess of loss	5,500	(37)	-	5,463
Others	256	-	-	256
	<u>225,365</u>	<u>8,537</u>	<u>-</u>	<u>233,902</u>
Deferred tax liabilities				
Unrealized gain on the change in value of investment in available-for-sale securities	(9,199)	-	5,035	(4,164)
Unrealized gain on transfer of investments	(4,939)	-	-	(4,939)
	<u>(14,138)</u>	<u>-</u>	<u>5,035</u>	<u>(9,103)</u>
Deferred tax assets	<u>211,227</u>	<u>8,537</u>	<u>5,035</u>	<u>224,799</u>
				Baht: '000
	Separate financial statements			
	As at January 1, 2016	Transactions recognized in profit or loss	Transaction recognized in other comprehensive income or loss	As at March 31, 2016
Deferred tax assets				
Unrealized loss on the change in value of investment in available-for-sale securities	30,306	-	(11,463)	18,843
Loss reserve - net	19,575	(19,575)	-	-
Employee benefit obligations	1,902	81	-	1,983
Allowance for impairment of general investment	301	-	-	301
	<u>52,084</u>	<u>(19,494)</u>	<u>(11,463)</u>	<u>21,127</u>
Deferred tax liabilities				
Unrealized gain on transfer of investments	(4,939)	-	-	(4,939)
	<u>(4,939)</u>	<u>-</u>	<u>-</u>	<u>(4,939)</u>
Deferred tax assets	<u>47,145</u>	<u>(19,494)</u>	<u>(11,463)</u>	<u>16,188</u>
				Baht: '000
	Separate financial statements			
	As at January 1, 2015	Transactions recognized in profit or loss	Transaction recognized in other comprehensive income or loss	As at March 31, 2015
Deferred tax assets				
Loss reserve - net	18,956	153	-	19,109
Employee benefit obligations	864	215	-	1,079
Allowance for impairment of general investment	301	-	-	301
	<u>20,121</u>	<u>368</u>	<u>-</u>	<u>20,489</u>
Deferred tax liabilities				
Unrealized gain on the change in value of investment in available-for-sale securities	(5,764)	-	5,588	(176)
Unrealized gain on transfer of investments	(4,939)	-	-	(4,939)
	<u>(10,703)</u>	<u>-</u>	<u>5,588</u>	<u>(5,115)</u>
Deferred tax assets	<u>9,418</u>	<u>368</u>	<u>5,588</u>	<u>15,374</u>

Income tax expense for the three-month periods ended March 31, 2016 and 2015 consisted of the following:

	Baht: '000			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Income tax expense from taxable income per income tax return	13,057	22,005	-	2,126
Deferred tax expenses relating to the origination and reversal of temporary differences	11,969	(8,537)	19,494	(368)
Income tax expense per the statements of profit or loss and other comprehensive income	25,026	13,468	19,494	1,758

The reconciliation between income tax expense and accounting income for the three-month periods ended March 31, 2016 and 2015 was as follow:

	Baht: '000			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Accounting income before tax	235,019	244,451	97,332	34,607
Income tax at 20%	47,004	48,890	19,466	6,921
Tax effect of non-deductible expenses (benefits)	(21,978)	(35,422)	28	(5,163)
Income tax expense per the statements of profit or loss and other comprehensive income	25,026	13,468	19,494	1,758

15. INSURANCE CONTRACT LIABILITIES

Insurance contract liabilities as at March 31, 2016 and December 31, 2015 consisted of the following:

	Baht: '000		
	Consolidated financial statements		
	As at March 31, 2016		
	Insurance contract liabilities	Reinsurance liabilities (see Note 8)	Net
Loss reserves			
Loss incurred and reported	674,048	(392,745)	281,303
Loss incurred but not reported	129,436	(49,832)	79,604
Premium reserve			
Unearned Premium reserve	1,510,209	(541,285)	968,924
Total	2,313,693	(983,862)	1,329,831

	Baht: '000		
	Consolidated financial statements		
	As at December 31, 2015		
	Insurance contract liabilities	Reinsurance liabilities (see Note 8)	Net
Loss reserves			
Loss incurred and reported	815,970	(413,063)	402,907
Loss incurred but not reported	112,872	(38,157)	74,715
Premium reserve			
Unearned Premium reserve	1,472,282	(540,940)	931,342
Total	<u>2,401,124</u>	<u>(992,160)</u>	<u>1,408,964</u>

	Baht: '000		
	Separate financial statements		
	As at December 31, 2015		
	Insurance contract liabilities	Reinsurance liabilities	Net
Loss reserves			
Loss incurred and reported	97,875	-	97,875
Total	<u>97,875</u>	<u>-</u>	<u>97,875</u>

15.1 Insurance reserve for short term insurance contract

15.1.1 Loss reserves

Loss reserves as at March 31, 2016 and December 31, 2015 consisted of the following:

	Baht: '000	
	Consolidated financial statements	
	As at March 31, 2016	As at December 31, 2015
Balance as at beginning period/year	928,842	1,134,917
Loss incurred during the period/year	299,722	1,254,928
Changing on estimated loss and assumptions used in calculating loss reserve	(62,779)	125,452
Loss paid during the period/year	(362,301)	(1,586,455)
Balance as at ending period/year	<u>803,484</u>	<u>928,842</u>

	Baht: '000	
	Separate financial statements	
	As at March 31, 2016	As at December 31, 2015
Balance as at beginning period/year	97,875	94,778
Change in estimate of loss and assumptions used in calculating less reserve	(97,875)	3,097
Balance as at ending period/year	<u>-</u>	<u>97,875</u>

As at December 31, 2015, the loss reserve and outstanding claims account in the separate financial statements are included outstanding claims and accrued interest of Baht 97.87 million, caused by a loss claim incurred by an insured company on September 24, 1997. On March 15, 2016, the supreme court had passed a verdict to dismissal for this case. Therefore, the Company reversed such loss reserve to be an other income in the statement of profit or loss and other comprehensive income for the three-month period ended March 31, 2016 of Baht 97.87 million.

15.1.2 Unearned premium reserve

	Baht: '000	
	Consolidated financial statements	
	As at March 31, 2016	As at December 31, 2015
As at January 1,	1,472,282	1,451,942
Premium written for the period/year	817,727	3,137,849
Earned premium for the period/year	<u>(779,800)</u>	<u>(3,117,509)</u>
As at March 31, and December 31,	<u>1,510,209</u>	<u>1,472,282</u>

15.1.3 Unexpired risk reserve

As at March 31, 2016 and December 31, 2015, no additional reserve for unexpired risk reserve has been established as the unexpired risk reserve estimated by the subsidiary amounting to Baht 750.60 million and Baht 743.54 million, respectively is lower than the unearned premium reserve.

16. DUE TO REINSURERS

Due to reinsurers as at March 31, 2016 and December 31, 2015 consisted of the following:

	Baht: '000	
	Consolidated financial statements	
	As at March 31, 2016	As at December 31, 2015
Amount withheld on reinsurance	398,833	401,915
Reinsurance payables	<u>224,011</u>	<u>231,437</u>
Total due to reinsurers	<u>622,844</u>	<u>633,352</u>

17. OTHER LIABILITIES

As at March 31, 2016, the Company has payables from purchase of securities amounting to Baht 28.98 million. (As at December 31, 2015: Nil)

18. BASIC EARNINGS PER SHARE

Basic earnings per share for the three-month periods ended March 31, 2016 and 2015 were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Net profit (Baht '000)	209,993	230,983	77,838	32,849
Issued and paid-up share capital (shares)	250,000,000	250,000,000	250,000,000	250,000,000
Basic earnings per share (Baht)	0.84	0.92	0.31	0.13

19. 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
Sri Ayudhya General Insurance Plc.	Some common shareholders and directors	Insurance
Bank of Ayudhya Plc.	Some common shareholders and directors	Banking
Krungsri Securities Plc.	Some common shareholders	Finance
Krungsri Asset Management Co., Ltd.	Some common shareholders	Fund Management
Ayudhya Development Leasing Co., Ltd.	Some common shareholders	Hire-purchase and leasing
Siam City Cement Plc.	Some common shareholders and directors	Construction Materials
Bangkok Broadcasting & T V Co., Ltd	Some common shareholders and directors	Television Business
Great Luck Equity Co., Ltd.	Some common shareholders	Advertising
Great Fortune Co., Ltd.	Some common shareholders	Advertising
Super Asset Co., Ltd.	Some common shareholders and directors	Investments
BBTV Equity Co., Ltd.	Some common shareholders and directors	Office Space Rental
CKS Holding Co., Ltd.	Some common shareholders and directors	Investments
Allianz Ayudhya Assurance Plc.	Some common shareholders and directors	Life Insurance
Grand Canal Land Plc.	Some common shareholders and directors	Advertising
Ayudhya Asset Management Co., Ltd.	Some common shareholders	Asset Management
Siam Realty and Service Co., Ltd.	Some common shareholders	Services
Ayudhya Capital Auto Lease Plc.	Some common shareholders	Hire-purchase and auto leasing
Krungsriayudhya Card Co., Ltd	Some common shareholders	Services
Eastern Star Real Estate Plc.	Some common shareholders and directors	Property

19.1 Investments

As at March 31, 2016

	Baht: '000	
	Consolidate and Separate financial statements	
	Investment	Dividend
Investment - ordinary shares		
Siam City Cement Plc.	2,156	-
	<u>2,156</u>	<u>-</u>
Investment - unit trusts		
Unit trusts managed by		
Krungsri Asset Management Co., Ltd.		
- Krungsri Star Plus Fund	603,456	-
- Krungsri Cash Management Fund	599,752	-
- Krungsri Star Equity Dividend Fund	26,645	-
- Krungsri Dividend Stock Fund	143,016	4,102
- Krungsri Dynamic Dividend Fund	10,892	-
- Krungsri Flexible Dividend Fund	73,822	-
- Krungsri Financial Focus Dividend Fund	6,793	-
- Krungsri Global High Payout Fund	20,770	-
- Krungsri Europe Equity Fund	16,003	-
- Krungsri Global Small-Mid Cap Equity Dividend Fund	9,817	-
- Krungsri Global Healthcare Equity Dividend Fund	38,444	-
	<u>1,549,410</u>	<u>4,102</u>

As at December 31, 2015

	Baht: '000	
	Consolidate and Separate financial statements	
	Investment	Dividend
Investment - ordinary shares		
Siam City Cement Plc.	2,226	105
	<u>2,226</u>	<u>105</u>
Investment - unit trusts		
Unit trusts managed by		
Krungsri Asset Management Co., Ltd.		
- Krungsri Star Plus Fund	601,218	-
- Krungsri Cash Management Fund	598,198	-
- Krungsri Star Equity Dividend Fund	25,080	215
- Krungsri Dividend Stock Fund	136,298	16,410
- Krungsri Dynamic Dividend Fund	10,081	-
- Krungsri Flexible Dividend Fund	68,127	10,881
- Krungsri Financial Focus Dividend Fund	6,160	-
- Krungsri Global High Payout Fund	21,123	-
- Krungsri Europe Equity Fund	16,919	-
- Krungsri Global Small-Mid Cap Equity Dividend Fund	10,311	778
- Krungsri Global Healthcare Equity Dividend Fund	45,248	11,084
	<u>1,538,763</u>	<u>39,368</u>

19.2 Significant balances and transactions were as follows:

	Baht: '000			
	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	March 31,	December 31,	March 31,	December 31,
	2016	2015	2016	2015
Deposits at bank				
Bank of Ayudhya Plc.	689,059	596,450	110,924	117,368
Premium due and uncollected				
Bank of Ayudhya Plc.	3,796	255	-	-
Krungsri Asset Management Co.,Ltd	1,311	-	-	-
Siam City Cement Plc.	1,137	2,427	-	-
Bangkok Broadcasting & T.V. Co., Ltd.	411	199	-	-
CKS Holding Ltd.	-	63	-	-
Allianz Ayudhya Assurance Plc.	-	18	-	-
Grand Canal Land Plc.	-	279	-	-
Siam Realty and Services Co., Ltd.	86	76	-	-
Eastern Star Real Estate Plc.	24	794	-	-
	<u>6,765</u>	<u>4,111</u>	<u>-</u>	<u>-</u>
Accrued interest income				
Bank of Ayudhya Plc.	1,848	1,846	92	258
Accrued income				
Sri Ayudhya General Insurance Plc.	-	-	14,025	12,745
Rental and facilities deposits				
BBTV Equity Co., Ltd.	5,719	5,719	1,303	1,303
Bank of Ayudhya Plc.	6	6	6	6
	<u>5,725</u>	<u>5,725</u>	<u>1,309</u>	<u>1,309</u>
Premium written received in advance				
Bank of Ayudhya Plc.	10,426	11,915	-	-
Payable from purchase of securities				
Krungsri Securities Plc.	2,146	1,992	2,146	1,992
Accrued expense - management fee				
Krungsri Securities Plc.	51	48	51	48
Accrued expense - custodian fee				
Bank of Ayudhya Plc.	18	18	2	1
Accrued expense - commissions and brokerages				
Bank of Ayudhya Plc.	16,670	15,836	-	-
Accrued expense - other underwriting expenses				
Bank of Ayudhya Plc.	20,323	15,675	-	-

	Baht: '000	
	Consolidated	
	financial statements	
	For the three-month periods	
	ended March 31,	
	2016	2015
Premium written		
Bank of Ayudhya Plc.	5,189	10,841
Krungsri Asset Management Co., Ltd.	1,220	1,260
Ayudhya Development Leasing Co., Ltd.	45	60
Siam City Cement Plc.	1,774	1,564
Bangkok Broadcasting & T.V. Co., Ltd.	585	505
Great Luck Equity Co., Ltd.	47	65
Super Assets Co., Ltd.	58	61
BBTV Equity Co., Ltd.	23	-
Allianz Ayudhya Assurance Plc.	419	499
Ayudhya Asset Management Co., Ltd.	478	452
Siam Realty and Services Co., Ltd.	317	358
Ayudhya Capital Auto Lease Plc.	-	35
Eastern Star Real Estate Plc.	68	55
	<u>10,223</u>	<u>15,755</u>

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

	Baht: '000	
	Consolidated	
	financial statements	
	For the three-month periods	
	ended March 31,	
	2016	2015
Commissions and brokerages		
Bank of Ayudhya Plc.	49,524	43,272
Other underwriting expenses		
Bank of Ayudhya Plc.	35,140	22,844

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.

	Baht: '000			
	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods		For the three-month periods	
	ended March 31,		ended March 31,	
	2016	2015	2016	2015
Interest income				
Bank of Ayudhya Plc.	882	1,122	111	150
Management income				
Sri Ayudhya General Insurance Plc.	-	-	10,815	9,514

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.

	Baht: '000			
	Consolidated		Separate	
	<u>financial statements</u>		<u>financial statements</u>	
	For the three-month periods ended March 31,		For the three-month periods ended March 31,	
	2016	2015	2016	2015
Commission paid				
Krungsri Securities Plc.	133	233	133	233
Management fee				
Krungsri Securities Plc.	142	163	142	163
Custodian fee				
Bank of Ayudhya Plc.	49	39	4	5

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

	Baht: '000			
	Consolidated		Separate	
	<u>financial statements</u>		<u>financial statements</u>	
	For the three-month periods ended March 31,		For the three-month periods ended March 31,	
	2016	2015	2016	2015
Rental and service fees				
BBTV Equity Co., Ltd.	5,761	5,762	1,325	1,325
Other expense				
Sri Ayudhya General Insurance Plc.	-	-	120	-

The Company and its subsidiary 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.

20. DIRECTORS AND KEY MANAGEMENT PERSONNEL'S REMUNERATION

During the three-month periods ended March 31, 2016 and 2015, the Company and its subsidiary had salaries, bonuses, directors allowances and other benefits of its directors and key management personnel recognized as expenses as follows:

	Consolidated		Separate financial	
	financial statements		statements	
	2016	2015	2016	2015
Directors and key management personnel's remuneration				
Short-term benefits	22,496	17,420	13,768	10,335
Post-employment benefits	684	1,290	339	1,004
Directors' remuneration	867	1,818	404	1,282
	<u>24,047</u>	<u>20,528</u>	<u>14,511</u>	<u>12,621</u>

Baht: '000

Directors' remunerations for the years 2016 and 2015 were approved by the ordinary shareholders' meeting of the Company held on April 26, 2016 and April 21, 2015, respectively.

Furthermore, directors' remuneration of the subsidiary for the years 2016 and 2015 were approved by the ordinary shareholders' meeting of the subsidiary held on April 25, 2016 and April 9, 2015, respectively.

21. DEPOSITS WITH THE REGISTRAR

As at March 31, 2016 and December 31, 2015, certain investment in securities of the Company and its subsidiary were deposited with the Registrar (see Note 10) 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. 2552", respectively as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	As at March 31, 2016	As at December 31, 2015	As at March 31, 2016	As at December 31, 2015
Government and state enterprise securities	393,464	393,673	138,427	139,032
Deposits at bank	28,000	28,000	14,000	14,000
Total deposits with the Registrar	<u>421,464</u>	<u>421,673</u>	<u>152,427</u>	<u>153,032</u>

Baht: '000

On January 13, 2012, the Company requested to return deposits with the Registrar from the Notification of the Office of Insurance Commission. According to, the Company returned insurance license on October 17, 2011 and this license had been terminated since December 20, 2011. Subsequently on November 1, 2012, the Notification of the Office of Insurance Commission refused the appeal because the Company has contingent liabilities about insurance policies under considering by court. Such creditors of insurance policies have a preferential right on unearned premium reserve of the Company which deposit placed with the Office of Insurance Commission according to section 26 of Non-life Insurance Act B.E. 2535. Therefore, the Office of Insurance Commission has not yet returned such securities to the Company.

22. CONTINGENT LIABILITIES AND COMMITMENT

22.1 As at March 31, 2016 and December 31, 2015, lawsuits have been brought against the Company and its subsidiary, as insurer, from which the Company and its subsidiary estimate losses which has been set aside in the loss reserve and outstanding claims accounts as follows:

	Baht: '000			
	The Company		The subsidiary	
	As at March 31, 2016	As at December 31, 2015	As at March 31, 2016	As at December 31, 2015
Estimate losses from lawsuits	-	97,875	10,617	53,121

The Company and its subsidiary's management do 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 Company and its subsidiary's operating results.

22.2 As at March 31, 2016 and December 31, 2015, the subsidiary had a capital commitment to pay computer program development expenses in the amount of approximately Baht 11.85 million and Baht 11.84 million, respectively.

23. LONG-TERM LEASES AND SERVICE AGREEMENTS

Long-term leases and service agreements as at March 31, 2016 and December 31, 2015 consisted of the following:

Type of leases	Baht: '000		
	Consolidated financial statement		
	Remaining periods Within 1 year	Over 1 year to 5 years	Total rental payments for the remaining periods
As at March 31, 2016			
Building			
- related company	6,791	2,618	9,409
- others	3,308	4,326	7,634
Service - related company	6,746	2,588	9,334
Equipment - related company	8,994	3,451	12,445
	<u>25,839</u>	<u>12,983</u>	<u>38,822</u>
As at December 31, 2015			
Building			
- related company	6,915	4,222	11,137
- others	4,066	5,263	9,329
Service - related company	6,870	4,182	11,052
Equipment - related company	9,160	5,575	14,735
	<u>27,011</u>	<u>19,242</u>	<u>46,253</u>

Type of leases	Baht: '000		
	Separate financial statement		
	Remaining periods		Total rental payments for the remaining periods
Within 1 year	Over 1 year to 5 years		
As at March 31, 2016			
Building - related company	1,590	530	2,120
Service - related company	1,590	530	2,120
Equipment - related company	2,120	706	2,826
	<u>5,300</u>	<u>1,766</u>	<u>7,066</u>
As at December 31, 2015			
Building - related company	1,590	927	2,517
Service - related company	1,590	927	2,517
Equipment - related company	2,120	1,236	3,356
	<u>5,300</u>	<u>3,090</u>	<u>8,390</u>

For the three-month periods ended March 31, 2016 and 2015, the Company and its subsidiary recorded the rental and service fees under operating agreements as expense in statement of profit or loss and other comprehensive income as follows:

	Baht: '000			
	Consolidated financial statements		Separate financial statements	
	For the three-month periods ended March 31,		For the three-month periods ended March 31,	
	2016	2015	2016	2015
Rental and service fees	7,665	7,620	1,325	1,325

24. 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:

Financial assets	Fair value as at March 31, 2016 (Baht : '000)		Fair value as at December 31, 2015 (Baht : '000)		Fair value hierarchy	Valuation techniques and key inputs
	Consolidated financial statement	Separate financial statement	Consolidated financial statement	Separate financial statement		
Government and state enterprise securities	508,439	138,427	610,634	139,032	Level 2	Discount cash flow using yield rates of the last working day of the reporting period as quoted by the Thai Bond Market Associate
Equity securities	394,697	394,697	353,651	353,651	Level 1	Latest bid prices of the last working day of the reporting period as quoted on the Stock Exchange of Thailand

Financial assets	Fair value as at March 31, 2016 (Baht : '000)		Fair value as at December 31, 2015 (Baht : '000)		Fair value hierarchy	Valuation techniques and key inputs
	Consolidated financial statement	Separate financial statement	Consolidated financial statement	Separate financial statement		
Unit trusts	26,413	26,413	22,499	22,499	Level 1	Latest bid prices of the last working day of the reporting period as quoted on the Stock Exchange of Thailand
Unit trusts	1,781,742	1,756,195	1,758,551	1,733,088	Level 2	The unit trust's net asset value of the last working day of the reporting period

25. FINANCIAL INFORMATION BY SEGMENT

The business segment results are prepared based on the management of the Company and its subsidiary. 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 Thai Financial Reporting Standard.

The Company and its subsidiary 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 periods ended March 31, 2016 and 2015, there is no revenue from a single external customer contributed 10% or more to the Company and its subsidiary's total revenue.

The financial information of the Company and its subsidiary for the three-month periods ended March 31, 2016 and 2015 were presented by business segment as follows:

	Consolidated financial statements							
	Non-life insurance business		For the three-month periods ended March 31,				Total	
	2016	2015	Investment business	Elimination of inter-segment	2016	2015	2016	2015
Revenue from external	577,265	566,974	9,959	53,885	-	-	587,224	620,859
Share of profit of investment in an associate	-	-	109,440	144,381	-	-	109,440	144,381
Other income	1,627	1,269	110,036	9,733	(10,935)	(9,514)	100,728	1,488
Total revenues	578,892	568,243	229,435	207,999	(10,935)	(9,514)	797,392	766,728
Insurance business expenses	467,537	431,912	-	-	-	-	467,537	431,912
Directors and key management personnel's remuneration	9,536	7,907	14,511	12,621	-	-	24,047	20,528
Other expenses	73,572	62,961	8,152	16,390	(10,935)	(9,514)	70,789	69,837
Income tax expense	5,532	11,710	19,494	1,758	-	-	25,026	13,468
Net income	22,715	53,753	187,278	177,230	-	-	209,993	230,983

Baht: '000

26. EVENTS AFTER THE REPORTING PERIOD

- 26.1 On April 26, 2016, the ordinary shareholders' meeting of the Company passed a resolution to pay the dividend of Baht 1.00 per share for 250 million shares, totaling Baht 250 million which was allocated from the second half of 2015 operating result and paid to shareholders on May 9, 2016. The Company has already paid for the interim dividend for the first half of 2015 operating result of Baht 1.00 per share on September 7, 2015. Total dividend that the Company paid for 2015 operating result was Baht 2.00 per share.
- 26.2 On April 27, 2016, the ordinary shareholder's meeting of an associate passed a resolution to pay the dividend of Baht 1,941.10 million. The dividend payment is pending approval from the Office of Insurance Commission. The Company will receive such dividend from an associate by 20.17% according to percentage of holding share capital, totaling Baht 391.51 million.

27. AUTHORIZATION OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were approved for issuance by the Company's authorized executive director on May 13, 2016.