

Tune Insurance Public Company Limited  
Review report and interim financial information  
31 March 2024

## **Independent Auditor's Report on Review of Interim Financial Information**

To the Shareholders of Tune Insurance Public Company Limited

I have reviewed the accompanying statement of financial position of Tune Insurance Public Company Limited as at 31 March 2024, and the related statements of comprehensive income, changes in owners' equity and cash flows for the three-month period then ended, as well as the condensed notes to the interim financial statements (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34: Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

### **Scope of Review**

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

### **Conclusion**

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34: Interim Financial Reporting.



Bongkot Kriangphanamorn  
Certified Public Accountant (Thailand) No. 6777

EY Office Limited  
Bangkok: 15 May 2024

**Tune Insurance Public Company Limited****Statement of financial position****As at 31 March 2024**

		(Unit: Baht)	
	Note	31 March 2024	31 December 2023
		(Unaudited but reviewed)	(Audited)
<b>Assets</b>			
Cash and cash equivalents	4	44,792,581	42,752,500
Premium receivables	5	69,235,401	82,027,035
Accrued investment income		1,116,645	901,210
Reinsurance assets	6	58,031,548	69,444,878
Receivables on reinsurance contracts	7	208,449,072	206,883,801
Debt financial assets	8	171,776,547	209,737,412
Equity financial assets	9	70,254,481	70,254,481
Equipments		5,647,774	6,645,834
Right-of-use assets		4,331,756	5,110,590
Intangible assets		12,502,665	11,982,747
Deferred tax assets	10.1	41,656,940	41,382,926
Other assets	11	26,651,114	24,214,636
<b>Total assets</b>		<b>714,446,524</b>	<b>771,338,050</b>

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

**Tune Insurance Public Company Limited**  
**Statement of financial position (Continued)**  
**As at 31 March 2024**

		(Unit: Baht)	
	Note	31 March 2024	31 December 2023
		(Unaudited but reviewed)	(Audited)
<b>Liabilities and owners' equity</b>			
<b>Liabilities</b>			
Insurance contract liabilities	12	192,615,795	190,468,045
Due to reinsurers	13	144,603,200	185,083,657
Employee benefit obligations		13,710,985	12,811,567
Premium received in advances		8,041,362	4,245,812
Lease liabilities		4,133,267	4,885,402
Other liabilities	14	88,146,740	102,041,025
<b>Total liabilities</b>		<b>451,251,349</b>	<b>499,535,508</b>
<b>Owners' equity</b>			
Share capital			
Registered, issued and fully paid-up			
30,000,000 ordinary shares of Baht 10 each		300,000,000	300,000,000
Retained earnings			
Appropriated - statutory reserve		16,997,780	16,997,780
Unappropriated		(69,039,290)	(60,431,923)
Other components of equity		15,236,685	15,236,685
<b>Total owners' equity</b>		<b>263,195,175</b>	<b>271,802,542</b>
<b>Total liabilities and owner's equity</b>		<b>714,446,524</b>	<b>771,338,050</b>

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

*Sophita*

*Andhai*



(Unaudited but reviewed)

**Tune Insurance Public Company Limited**  
**Statement of comprehensive income**  
**For the three-month period ended 31 March 2024**

		(Unit: Baht)	
	Note	2024	2023
<b>Profit or loss:</b>			
<b>Income</b>			
Gross premium written		124,514,445	86,214,881
Less: Premium ceded to reinsurers		(44,383,027)	(44,792,588)
Net premium written		80,131,418	41,422,293
Add: Unearned premium reserves decreased from prior period		922,272	597,197
Net earned premium		81,053,690	42,019,490
Fee and commission income		21,575,955	12,645,675
Net investment income	15	1,111,240	1,375,044
Net gain (loss) on financial instruments	16	(52,016)	4,226
Fair value gains from financial instruments	17	1,607,306	2,440,213
Other income		962,176	1,311,910
<b>Total income</b>		<b>106,258,351</b>	<b>59,796,558</b>
<b>Expenses</b>			
Claim expenses		32,455,825	1,334,783
Less: Claims recovery from reinsurers		(10,106,680)	(1,809,060)
Commission and brokerage expenses		19,402,368	12,949,389
Other underwriting expenses		39,110,249	13,431,754
Operating expenses	18	34,308,664	35,070,939
Finance costs		31,429	48,037
Reversal of expected credit loss	19	(62,123)	(435)
<b>Total expenses</b>		<b>115,139,732</b>	<b>61,025,407</b>
<b>Losses before income tax expenses</b>		<b>(8,881,381)</b>	<b>(1,228,849)</b>
Add (less): Income tax revenue (expense)	10.2	274,014	(1,821,211)
<b>Losses for the period</b>		<b>(8,607,367)</b>	<b>(3,050,060)</b>

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

(Unaudited but reviewed)

**Tune Insurance Public Company Limited**  
**Statement of comprehensive income (continued)**  
**For the three-month period ended 31 March 2024**

		(Unit: Baht)	
	Note	2024	2023
<b>Other comprehensive income:</b>			
<b>Other comprehensive income for the period</b>		-	-
<b>Total comprehensive income for the period (loss)</b>		<u>(8,607,367)</u>	<u>(3,050,060)</u>
<b>Losses per share:</b>	20		
Basic losses per share			
Losses for the period		<u>(0.29)</u>	<u>(0.10)</u>

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

(Unaudited but reviewed)

Tune Insurance Public Company Limited

Statement of changes in owners' equity

For the three-month period ended 31 March 2024

(Unit: Baht)

	Retained earnings		Other component of owners' equity		Total
	Appropriated	Unappropriated	Revaluation surplus on investments in equity designated at fair value through other comprehensive income - net of income tax		
Issued and fully paid-up share capital					
Balance as at 1 January 2023	300,000,000	16,997,780	(13,078,207)	23,774,522	327,694,095
Loss for the period	-	-	(3,050,060)	-	(3,050,060)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period (loss)	-	-	(3,050,060)	-	(3,050,060)
Balance as at 31 March 2023	300,000,000	16,997,780	(16,128,267)	23,774,522	324,644,035
Balance as at 1 January 2024	300,000,000	16,997,780	(60,431,923)	15,236,685	271,802,542
Loss for the period	-	-	(8,607,367)	-	(8,607,367)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period (loss)	-	-	(8,607,367)	-	(8,607,367)
Balance as at 31 March 2024	300,000,000	16,997,780	(69,039,290)	15,236,685	263,195,175

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

(Unaudited but reviewed)

**Tune Insurance Public Company Limited**

**Statement of cash flows**

**For the three-month period ended 31 March 2024**

	(Unit: Baht)	
	2024	2023
<b>Cash flows from operating activities</b>		
Direct premium written	142,092,074	78,829,225
Cash paid for reinsurance	(62,451,150)	(12,682,145)
Interest income	821,690	1,214,104
Other income	962,176	1,311,910
Loss incurred on direct insurance	(9,956,166)	(19,732,073)
Commissions and brokerages on direct insurance	(20,564,909)	(14,250,621)
Other underwriting expenses	(37,085,854)	(12,271,454)
Operating expenses	(51,627,181)	(21,027,899)
Income tax expenses	909,574	101,670
Cash received from debt and equity securities	62,800,000	53,500,000
Cash paid for debt and equity securities	(23,155,429)	(94,181,413)
<b>Net cash from (used in) operating activities</b>	<b>2,744,825</b>	<b>(39,188,696)</b>
<b>Cash flows from investing activities</b>		
Equipment	(32,207)	-
<b>Net cash used in investing activities</b>	<b>(32,207)</b>	<b>-</b>
<b>Cash flows from financing activities</b>		
Repayment of lease liabilities	(672,376)	(748,776)
<b>Net cash flows used in financing activities</b>	<b>(672,376)</b>	<b>(748,776)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>2,040,242</b>	<b>(39,937,472)</b>
Decrease (increase) in allowance for expected credit loss	(161)	3,226
Cash and cash equivalents at beginning of period	42,752,500	67,138,829
<b>Cash and cash equivalents at end of period</b>	<b>44,792,581</b>	<b>27,204,583</b>

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



**Tune Insurance Public Company Limited**  
**Notes to interim financial statements**  
**For the three-month period ended 31 March 2024**

**1. General information**

Tune Insurance Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. Tune Protect Group Berhad, a company is incorporated in Malaysia, is the major shareholder of the Company and holds 49 percent of total ordinary shares. The Company is principally engaged in providing non-life insurance. The registered address of the Company is at 3199 Maleenont Tower 14<sup>th</sup> Floor, Rama IV Road, Klongton Sub-district, Klongtoey District, Bangkok.

**2. Basis for preparation of the financial information**

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

This interim financial information is prepared in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting”, with the Company choosing to present condensed interim financial statements. However, the Company has presented line items in the statements of financial position, comprehensive income, changes in owners’ equity and cash flows in the same format as that used for annual financial statements, and in accordance with the format of financial statements specified in the Notification of the Office of Insurance Commission (“OIC”) regarding criteria, procedures, conditions and terms for preparation and submission of financial statements of non-life insurance companies B.E. 2566 dated 8 February 2023.

This interim financial information is intended to provide information additional to that included in the latest annual financial statements. Accordingly, the interim financial information focuses on new activities, events and circumstances so as not to duplicate information previously reported. This interim financial information should therefore be read in conjunction with the latest annual financial statements.

The interim financial information in Thai language is the official statutory financial statements of the Company. The interim financial information in English language has been translated from the Thai language financial information.

## **2.2 Accounting policies**

The interim financial information is prepared using the same accounting policies and methods of computation as those were used for the financial statements for the year ended 31 December 2023.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2024, do not have any significant impact on the Company's financial statements.

## **2.3 New financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2024**

The Federation of Accounting Professions issued a number of revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2024. Most of the changes of these revised financial reporting standards direct towards clarifying accounting treatment and providing accounting guidance for users of the standards, except for TFRS 17 Insurance Contracts, which will supersede TFRS 4 Insurance Contracts. Those standards will be effective for fiscal year beginning on or after 1 January 2025 and involved changes to key principles, summarised below.

### **TFRS 17 Insurance Contracts**

This financial reporting standard establishes principles for the recognition, measurement, presentation and disclosure of insurance contracts. An entity shall recognise a group of insurance contracts it issues from the earliest of the beginning of the coverage period of the group of contracts, the date when the first payment from a policyholder in the group becomes due. For a group of onerous contracts, these contracts will recognise when the group becomes onerous.

Upon initial recognition, this standard establishes the General Measurement Model, the Variable Fee Approach or Premium Allocation Approach if a group of contracts meet certain requirements under this standard. Under the General Measurement Model, an entity shall measure a group of insurance contracts at the total of the fulfilment cash flows and the contractual service margin. The fulfilment cash flows represent the estimates of future cash flows, which arise from substantive rights and obligations that exist during the reporting period, and a risk adjustment for non-financial risk. The contractual service margin represents the unearned profit that the entity will recognise as it provides insurance contract services in the future. In addition, this standard requires the entity to present and disclose more information related both qualitative and quantitative information.

### 3. Classification of Financial assets and financial liabilities

As at 31 March 2024 and 31 December 2023, the carrying value of the financial assets and financial liabilities are classified as follows:

	31 March 2024			(Unit: Baht)
	Financial instruments measured at fair value through profit or loss	Equity instruments designated at fair value through other comprehensive income	Financial Instruments measured at amortised cost	Total
<b>Financial assets</b>				
Cash and cash equivalents	-	-	44,792,581	44,792,581
Accrued investment income	-	-	1,116,778	1,116,778
Debt financial assets	115,511,641	-	56,264,906	171,776,547
Equity financial assets	-	70,254,481	-	70,254,481
Other assets - financial assets	-	-	8,120,460	8,120,460
<b>Financial liabilities</b>				
Other liabilities - financial liabilities	-	-	33,278,725	33,278,725
Lease liabilities	-	-	4,133,267	4,133,267
				(Unit: Baht)
	31 December 2023			
	Financial instruments measured at fair value through profit or loss	Equity instruments designated at fair value through other comprehensive income	Financial Instruments measured at amortised cost	Total
<b>Financial assets</b>				
Cash and cash equivalents	-	-	42,752,500	42,752,500
Accrued investment income	-	-	901,210	901,210
Debt financial assets	133,498,966	-	76,238,446	209,737,412
Equity financial assets	-	70,254,481	-	70,254,481
Other assets - financial assets	-	-	8,463,957	8,463,957
<b>Financial liabilities</b>				
Other liabilities - financial liabilities	-	-	46,123,601	46,123,601
Lease liabilities	-	-	4,885,402	4,885,402

**4. Cash and cash equivalents**

	(Unit: Baht)	
	31 March 2024	31 December 2023
Cash	57,761	61,263
Deposits at banks with no fixed maturity date	44,410,619	42,367,661
Deposits at banks with fixed maturity date and certificates deposits at bank	328,073	327,287
Total	44,796,453	42,756,211
Less: Allowance for expected credit loss	(3,872)	(3,711)
Cash and cash equivalents	<u>44,792,581</u>	<u>42,752,500</u>

**5. Premium receivables**

As at 31 March 2024 and 31 December 2023, the balances of premium receivables from direct insurance are classified by overdue periods from the maturity date under the stipulated law of the premium collection as follows:

	(Unit: Baht)	
	31 March 2024	31 December 2023
Not yet due	30,967,212	34,487,525
Not over 30 days	12,850,113	23,880,248
Overdue 30 days to 60 days	12,241,285	5,727,732
Overdue 60 days to 90 days	3,123,741	9,048,256
Overdue longer than 90 days	23,505,842	24,790,438
Total	82,688,193	97,934,199
Less: Allowance for doubtful debt	(13,452,792)	(15,907,164)
Premium receivables, net	<u>69,235,401</u>	<u>82,027,035</u>

**6. Reinsurance assets**

	(Unit: Baht)	
	31 March 2024	31 December 2023
Insurance reserve refundable from reinsurers		
Loss reserves	22,854,412	16,033,651
Unearned premium reserves	35,177,136	53,411,227
Reinsurance assets	<u>58,031,548</u>	<u>69,444,878</u>

**7. Receivables on reinsurance contracts**

	(Unit: Baht)	
	31 March 2024	31 December 2023
Amounts due from reinsurers	338,045,411	336,480,140
Less: Allowance for doubtful accounts	(129,596,339)	(129,596,339)
Receivables on reinsurance contracts	<u>208,449,072</u>	<u>206,883,801</u>

As of 31 March 2024 and 31 December 2023, the Company has receivables from reinsurance contracts amounting to Baht 259 million, which is the outstanding amount from entering into a reinsurance contract with a reinsurance broker. In November 2022, the Company filed a lawsuit with the Central Intellectual Property and International Trade Court against the reinsurance broker and its associate.

Then, in March 2023, reinsurance broker and its associate filed a statement of defense and counterclaim against the Company for damages amounting to Baht 111 million.

In December 2023, the Central Intellectual Property and International Trade Court ("the Court") ruled that the Company is entitled to receive a refund of reinsurance premiums of Baht 78 million plus interest from the date of filing the lawsuit. Furthermore, the Company is not obligated to be responsible for damage of the mentioned reinsurance broker and its associates from counterclaims. In addition, the Court ordered the reinsurance broker to pay Baht 1 million plus interest from the date of filing the lawsuit to the Company due to the breach of the reinsurance brokerage contract. However, the broker is not required to pay the claim recovery because it is not an agent of the reinsurer.

In response to the outcome, the Company's management has carefully considered the Court's decision, which states that the reinsurance broker is the party responsible for the contract breach. Additionally, the Company's external legal counsel has provided his perspective that, apart from representing the insurance company, the reinsurance broker also serves as an agent for the reinsurer. Therefore, it should be held accountable for any direct damages resulting from its misconduct, commensurate with the actual damages incurred. However, the Court has only ordered a compensation of Baht 1 million, which is considered minimal and does not align with the actual circumstances. Thus, it is considered appropriate to appeal further.

Currently, the Court of Appeal has extended the period for lodging an appeals for the Company and reinsurance brokers until 20 May 2024. However, uncertainty persists regarding the outcome of the case. Therefore, the allowance for doubtful accounts of Baht 130 million has been recorded in the financial statements (31 December 2023: Baht 130 million).

(Unaudited but reviewed)

**8. Debt financial assets****8.1 Classified by type of financial assets**

(Unit: Baht)

	31 March 2024		31 December 2023	
	Cost/		Cost/	
	Amortised cost	Fair Value	Amortised cost	Fair Value
<b>Debt instruments measured at fair value through profit or loss</b>				
Government and state enterprise securities	57,327,054	59,548,134	75,105,814	76,469,712
Private enterprise	56,125,930	55,963,507	57,941,801	57,029,254
<b>Total</b>	<b>113,452,984</b>	<b>115,511,641</b>	<b>133,047,615</b>	<b>133,498,966</b>
Less: Unrealised gains	2,058,657	-	451,351	-
<b>Total</b>	<b>115,511,641</b>	<b>115,511,641</b>	<b>133,498,966</b>	<b>133,498,966</b>
<b>Debt instruments measured at amortised cost</b>				
Government and state enterprise securities	46,104,000		46,080,413	
Private enterprise debt securities	10,000,000		30,000,000	
Fixed deposits and certificates of deposits	161,665		161,022	
<b>Total</b>	<b>56,265,665</b>		<b>76,241,435</b>	
Less: Allowance for expected credit loss	(759)		(2,989)	
<b>Total</b>	<b>56,264,906</b>		<b>76,238,446</b>	
<b>Total debt financial assets - net</b>	<b>171,776,547</b>		<b>209,737,412</b>	

**8.2 Classified by stage of credit risk**

(Unit: Baht)

	31 March 2024			31 December 2023		
	Carrying value - gross	Allowance for	Carrying value - net	Carrying value - gross	Allowance for	Carrying value - net
		expected credit loss			expected credit loss	
<b>Debt instruments measured at amortised cost</b>						
Stage 1 - Debt securities without a significant increase in credit risk	56,265,665	(759)	56,264,906	76,241,435	(2,989)	76,238,446
<b>Total</b>	<b>56,265,665</b>	<b>(759)</b>	<b>56,264,906</b>	<b>76,241,435</b>	<b>(2,989)</b>	<b>76,238,446</b>

### 8.3 Investments subject to restrictions

As at 31 March 2024 and 31 December 2023, the Company has placed government securities at amortised cost as securities and reserves with the Registrar of the Office of Insurance Commission under the Non-life Insurance Act as follows:

	(Unit: Baht)			
	31 March 2024		31 December 2023	
	Cost	Fair value	Cost	Fair value
<b>Securities pledged</b>				
Government bonds	17,034,998	17,092,413	17,009,298	16,663,632
<b>Securities reserve</b>				
Government bonds	29,069,002	28,236,642	29,071,115	27,714,754

## 9. Equity financial assets

### 9.1 Classified by type financial assets

	(Unit: Baht)			
	31 March 2024		31 December 2023	
	Cost	Fair Value	Cost	Fair Value
<b>Equity instruments designated at fair value through other comprehensive income</b>				
Non-listed domestic equity instruments	728,830	12,973,898	728,830	12,973,898
Non-listed foreign equity instruments	50,479,792	57,280,583	50,479,792	57,280,583
Total	51,208,622	70,254,481	51,208,622	70,254,481
Add: Unrealised gain	19,045,859	-	19,045,859	-
<b>Total equity financial assets - net</b>	<b>70,254,481</b>	<b>70,254,481</b>	<b>70,254,481</b>	<b>70,254,481</b>

### 9.2 Derecognition of equity securities

During the period, the Company did not sell investments in equity instruments designated at fair value through other comprehensive income from account.

**10. Deferred tax assets/liabilities and income tax expenses****10.1 Deferred tax assets/liabilities**

As at 31 March 2024 and 31 December 2023, the components of deferred tax assets and deferred tax liabilities are as follows:

	(Unit: Baht)			
			Change in Deferred tax assets and liabilities	
	31 March 2024	31 December 2023	For the three-month periods ended 31 March	
	2024	2023	2024	2023
<b>Deferred tax assets</b>				
Provision for loss incurred but not yet reported	4,560,026	3,424,306	1,135,720	(2,053,644)
Loss reserves	4,934,269	3,173,318	1,760,951	(668,723)
Premium reserves	-	1,977,780	(1,977,780)	-
Allowance for doubtful accounts	28,609,826	29,100,701	(490,875)	1,188,605
Employee benefit obligations	2,742,197	2,562,313	179,884	200,681
Allowance for impairment of investments	2,772,042	2,772,042	-	-
Allowance for expected credit losses	2,257,874	2,270,299	(12,425)	(87)
Unrealised loss on changes in value of financial assts designated at fair value through profit or loss	-	-	-	(85,405)
<b>Total</b>	<b>45,876,234</b>	<b>45,280,759</b>		
<b>Deferred tax liabilities</b>				
Unrealised gains on changes in value of financial assets designated at fair value through profit or loss	412,254	90,793	(321,461)	(402,637)
Unrealised gains on changes in value of equity instruments designated at fair value through other comprehensive income	3,807,040	3,807,040	-	-
<b>Total</b>	<b>4,219,293</b>	<b>3,897,833</b>		
<b>Deferred tax assets - net</b>	<b>41,656,940</b>	<b>41,382,926</b>		
<b>Total changes</b>			<b>274,014</b>	<b>(1,821,211)</b>
<b>Changes were recognised in:</b>				
- Profit or loss			274,014	(1,821,211)
- Other comprehensive income			-	-
			<b>274,014</b>	<b>(1,821,211)</b>



**10.2 Income tax expense (revenue)**

Income tax expense (revenue) for the three-month periods ended 31 March 2024 and 2023 are made up as follows:

	(Unit: Baht)	
	For the three-month periods ended	
	31 March	
	2024	2023
<b>Current income tax:</b>		
Current income tax charge for the period	-	-
<b>Deferred tax:</b>		
Deferred income tax relating to origination and reversal of temporary differences	(274,014)	1,821,211
Income tax (revenue) expense as reported in profit or loss	(274,014)	1,821,211

The reconciliation between tax expense (revenue) and the product of accounting losses multiplied by the applicable tax rate for the three-month periods ended 31 March 2024 and 2023 are shown below.

	(Unit: Baht)	
	For the three-month periods ended	
	31 March	
	2024	2023
Accounting losses before income tax	(8,881,381)	(1,228,849)
Applicable tax rate	20%	20%
Income tax at the applicable tax rate	(1,776,276)	(245,770)
Taxable losses for the period that were not recognised as deferred tax assets	1,416,683	1,978,730
Tax effect of:		
Net effect of exempted income and non-deductible expenses	85,579	88,251
Income tax (revenue) expense as reported in profit or loss	(274,014)	1,821,211

As at 31 March 2024, the Company has unused tax losses totaling Baht 354 million, which is expired by 2026 until 2028. The Company has not recognised as deferred tax asset since it believes future taxable profits may not be sufficient to allow utilization of unused tax losses.

**11. Other assets**

	(Unit: Baht)	
	31 March 2024	31 December 2023
<b>Other assets - financial assets</b>		
Other account receivables	15,770,685	16,237,282
Less: Allowance for expected credit loss	(11,284,606)	(11,344,606)
Other account receivables - net	4,486,079	4,892,676
Deposits	3,315,073	3,315,073
Advance payment	319,308	256,208
<b>Total</b>	<b>8,120,460</b>	<b>8,463,957</b>
<b>Other assets - other</b>		
Prepaid commission and brokerages expenses	1,244,189	528,060
Prepaid expenses	1,524,185	2,910,230
Prepaid reinsurance premium	502,829	122,408
Undued input tax	7,601,832	3,625,543
Other receivables - Revenue department	3,591,579	4,675,770
Others	4,066,040	3,888,668
<b>Total</b>	<b>18,530,654</b>	<b>15,750,679</b>
<b>Total other assets</b>	<b>16,651,114</b>	<b>24,214,636</b>

**12. Insurance contract liabilities**

	(Unit: Baht)		
	31 March 2024		
	Insurance contract liabilities	Reinsurance on liabilities	Net
Loss reserves			
- Claims incurred and reported	34,617,945	(9,946,602)	24,671,343
- Claims incurred but not yet reported	35,707,939	(12,907,810)	22,800,129
Premium reserves			
- Unearned premium reserves	122,289,911	(35,177,136)	87,112,775
<b>Total</b>	<b>192,615,795</b>	<b>(58,031,548)</b>	<b>134,584,247</b>

(Unaudited but reviewed)

(Unit: Baht)

	31 December 2023		
	Insurance contract liabilities	Reinsurance on liabilities	Net
Loss reserves			
- Claims incurred and reported	22,787,765	(6,921,176)	15,866,589
- Claims incurred but not yet reported	26,234,006	(9,112,475)	17,121,531
Premium reserves			
- Unearned premium reserves	141,446,274	(53,411,227)	88,035,047
Total	190,468,045	(69,444,878)	121,023,167

**12.1 Loss reserves**

(Unit: Baht)

	For the three-month	
	period ended 31 March 2024	For the year ended 31 December 2023
Balance - beginning of the period/year	49,021,771	94,468,002
Claim expenses for the period/year	31,668,042	69,642,634
Change in loss reserves and assumptions	(1,061,767)	(59,112,124)
Claim expenses paid during the period/year	(9,302,162)	(55,976,741)
Balance - end of the period	70,325,884	49,021,771

As at 31 March 2024 and 31 December 2023, the Company had loss reserves under reinsurance contracts of Baht 5.5 million and Baht 3.2 million, respectively.

**12.2 Unearned premium reserves**

(Unit: Baht)

	For the three-month	
	period ended 31 March 2024	For the year ended 31 December 2023
Balance - beginning of the period/year	141,446,274	93,783,984
Premium written for the period/year	124,514,445	376,651,814
Premium earned for the current period/year	(143,670,808)	(328,989,524)
Balance of unearned premium reserves	122,289,911	141,446,274

(Unaudited but reviewed)

### 13. Due to reinsurers

(Unit: Baht)

	31 March 2024	31 December 2023
Amounts withheld on reinsurance	14,172,977	17,031,994
Amounts due to reinsurers	130,430,223	168,051,663
Total	<u>144,603,200</u>	<u>185,083,657</u>

### 14. Other liabilities

(Unit: Baht)

	31 March 2024	31 December 2023
<b>Other liabilities - financial liabilities</b>		
Accrued expenses	30,007,508	38,644,200
Other account payables	3,977,117	7,479,401
Total	<u>33,984,625</u>	<u>46,123,601</u>
<b>Other liabilities - other</b>		
Accrued commission expenses	18,707,846	19,340,551
Accrued marketing expenses	4,450,204	2,425,810
Deposits for insurance premium	12,906,127	15,784,452
Other payables - Revenue department	8,458,274	3,979,590
Other payables	6,414,375	10,587,412
Others	3,225,289	3,799,609
Total	<u>54,162,115</u>	<u>55,917,424</u>
Total other liabilities	<u>88,146,740</u>	<u>102,041,025</u>

### 15. Net investment income

(Unit: Baht)

For the three-month periods ended

	31 March	
	2024	2023
Interest income	1,266,026	1,556,257
Investment expenses	(154,786)	(181,213)
Total	<u>1,111,240</u>	<u>1,375,044</u>

(Unaudited but reviewed)

**16. Net gain (loss) on financial instruments**

(Unit: Baht)

For the three-month periods ended  
31 March

	2024	2023
Gain (loss) from disposal and derecognition Debt instruments measured at fair value through profit or loss	(52,016)	4,226
Total	(52,016)	4,226

**17. Fair value gains from financial instruments**

(Unit: Baht)

For the three-month periods ended  
31 March

	2024	2023
Debt instruments measured at fair value through profit or loss	1,607,306	2,440,213
Total	1,607,306	2,440,213

**18. Operating expenses**

(Unit: Baht)

For the three-month periods ended  
31 March

	2024	2023
Personnel expenses	26,800,280	18,405,808
Premises and equipment expenses	5,377,272	5,963,067
Bad debts and doubtful accounts (reversal)	(2,454,372)	5,943,022
Other operating expenses	4,585,484	4,759,042
Total operating expenses	34,308,664	35,070,939

(Unaudited but reviewed)

## 19. Expected credit loss (reversal)

(Unit: Baht)

For the three-month periods ended

	31 March	
	2024	2023
Cash and cash equivalents	161	(3,226)
Debt instruments measured at amortised cost	(2,230)	-
Accrued investment incomes	(54)	2,791
Other financial assets	(60,000)	-
Total	(62,123)	(435)

## 20. Losses per share

Basic losses per share is calculated by dividing losses for the period (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

## 21. Related party transactions

In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

The relationships between the Company and its related parties are summarised below.

Name of related parties	Relationship with the Company
Tune Protect Group Berhad	Related by way of common directors and shareholding
Thai AirAsia Co., Ltd.	Related by way of common directors
Thai AirAsia X Co., Ltd.	Related by way of common directors

During the periods, the Company had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties.

(Unit: Million Baht)

For the three-month periods ended

	31 March		Pricing policy
	2024	2023	
<b>Transactions with related companies</b>			
Premium written	14.6	10.9	According to terms of underwriting agreements

(Unaudited but reviewed)

As at 31 March 2024 and 31 December 2023, the balances of the accounts between the Company and its related parties are as follows:

	(Unit: Baht)	
	31 March 2024	31 December 2023
<b>Premium receivables</b>		
Thai AirAsia Co., Ltd.	8,618,358	9,247,427
Thai AirAsia X Co., Ltd.	3,522,269	3,089,244
<b>Loss reserves</b>		
Thai AirAsia Co., Ltd.	2,300	3,100
Thai AirAsia X Co., Ltd.	5,300	800

### Directors and key management's remuneration

During the three-month periods ended 31 March 2024 and 2023, the Company had employment benefit expenses in relation to its directors and key management as follows:

	(Unit: Million Baht)	
	For the three-month periods ended	
	31 March	
	2024	2023
Short-term benefits	16.4	12.2
Post employment benefits	0.4	0.4
Total	16.8	12.6

## 22. Financial Instrument

### 22.1 Fair value of financial instrument

Most of the Company's financial instruments are cash and cash equivalents and investments measured at amortised cost which are classified as short-term and/or have interest rates that are close to market rate. Therefore, the carrying amounts of these financial instruments is estimated to approximate their fair value.

## 22.2 Fair value hierarchy

As of 31 March 2024 and 31 December 2023, the Company had the following financial assets that were measured at fair value using different levels of inputs as follows:

(Unit: Million Baht)

	31 March 2024			
	Fair value			
	Total	Level 1	Level 2	Level 3
<b>Financial assets measured at fair value</b>				
Debt instruments measured at fair value				
through profit or loss				
Government and state enterprise securities	60	-	60	-
Private enterprises	56	-	56	-
Equity instruments designated at fair value				
through other comprehensive income				
Non-listed domestic equity instruments	13	-	-	13
Non-listed foreign equity instruments	57	-	-	57

(Unit: Million Baht)

	31 December 2023			
	Fair value			
	Total	Level 1	Level 2	Level 3
<b>Financial assets measured at fair value</b>				
Debt instruments measured at fair value				
through profit or loss				
Government and state enterprise securities	76	-	76	-
Private enterprises	57	-	57	-
Equity instruments designated at fair value				
through other comprehensive income				
Non-listed domestic equity instruments	13	-	-	13
Non-listed foreign equity instruments	57	-	-	57

During the current period, the Company does not change the valuation technique and assumptions used in the valuation of financial assets, and there were no transfers within the fair value hierarchy.



## 23. Commitments and contingent liabilities

### 23.1 Operating lease and service commitments

- As at 31 March 2024, the Company has entered into several lease agreements in respect of office equipment and other services. The lease agreements consist of short-term lease and leases of low-value assets, lease term 1 - 4 years. The future minimum payments required under these agreements were as follows:

	(Unit: Million Baht)
	<u>31 March 2024</u>
Payable within:	
Within 1 year	4.8
Over 1 to 3 years	1.6
Total	<u>6.4</u>

- The Company has entered into service agreement to obtain notification claims services for travel insurance policy at the rate 0.7% of insurance premium per month.

### 23.2 Litigation

As at 31 March 2024, the Company has been sued for damages as an insurer. The total exposure of a couple of litigation cases amounts to Baht 65.4 million (31 December 2023: Baht 64.8 million). However, the Company is only obligated under the insurance liabilities totaling Baht 142.0 million (31 December 2023: Baht 141.5 million). The outcomes of the cases have not yet been finalized, since the case is in the step of further appointment. Therefore, the Company has set aside provision for potential losses in the financial statement amounting to Baht 4.6 million (31 December 2023: Baht 4.2 million) and the Company's management believes that upon the conclusion from litigation, the remaining amount will not be material to the Company's financial positions and operating result.

### 23.3 Capital commitments

As at 31 March 2024 and 31 December 2023, the Company had capital commitments of approximately Baht 8.9 million, relating to computer software development.

## 24. Approval of interim financial statements

These interim financial information were authorised for issue by the Company's Board of Directors on 15 May 2024.