

Tune Insurance Public Company Limited
Review report and financial information
For the three-month and six-month periods ended
30 June 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 financial information of Tune Insurance Public Company Limited (the Company), which comprises the statement of financial position as at 30 June 2024, the related statements of comprehensive income for three-month and six-month periods then ended, and the related statements of changes in owners' equity and cash flows for the six-month period then ended, as well as the condensed notes to the interim financial statements (collectively "the interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34: Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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



Bongkot Kriangphanamorn
Certified Public Accountant (Thailand) No. 6777

EY Office Limited
Bangkok: 13 August 2024

Tune Insurance Public Company Limited**Statement of financial position****As at 30 June 2024**

| | | (Unit: Baht) | |
|--------------------------------------|------|-----------------------------|--------------------|
| | Note | 30 June 2024 | 31 December 2023 |
| | | (Unaudited but reviewed) | (Audited) |
| Assets | | | |
| Cash and cash equivalents | 4 | 67,149,746 | 42,752,500 |
| Premium receivables | 5 | 63,787,365 | 82,027,035 |
| Accrued investment income | | 611,960 | 901,210 |
| Reinsurance assets | 6 | 47,264,684 | 69,444,878 |
| Receivables on reinsurance contracts | 7 | 155,420,847 | 206,883,801 |
| Debt financial assets | 8 | 170,728,964 | 209,737,412 |
| Equity financial assets | 9 | 70,254,481 | 70,254,481 |
| Equipments | | 4,954,546 | 6,645,834 |
| Right-of-use assets | | 3,697,841 | 5,110,590 |
| Intangible assets | | 11,610,783 | 11,982,747 |
| Deferred tax assets | 10.1 | 16,653,484 | 41,382,926 |
| Other assets | 11 | 22,925,139 | 24,214,636 |
| Total assets | | 635,059,840 | 771,338,050 |

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

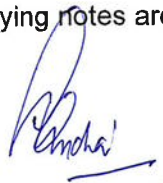
Tune Insurance Public Company Limited
Statement of financial position (Continued)
As at 30 June 2024

(Unit: Baht)

| | Note | 30 June 2024 (Unaudited but reviewed) | 31 December 2023 (Audited) |
|---|------|---|-------------------------------|
| Liabilities and owners' equity | | | |
| Liabilities | | | |
| Insurance contract liabilities | 12 | 190,169,818 | 190,468,045 |
| Due to reinsurers | 13 | 148,445,843 | 185,083,657 |
| Employee benefit obligations | | 14,610,404 | 12,811,567 |
| Premium received in advances | | 8,767,731 | 4,245,812 |
| Lease liabilities | | 3,524,610 | 4,885,402 |
| Other liabilities | 14 | 91,184,470 | 102,041,025 |
| Total liabilities | | 456,702,876 | 499,535,508 |
| Owners' equity | | | |
| 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 | | (153,877,501) | (60,431,923) |
| Other components of equity | | 15,236,685 | 15,236,685 |
| Total owners' equity | | 178,356,964 | 271,802,542 |
| Total liabilities and owner's equity | | 635,059,840 | 771,338,050 |

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

ท. ๒๕๖๕



x

ท. ๒๕๖๕



Directors



(Unaudited but reviewed)

Tune Insurance Public Company Limited

Statement of comprehensive income

For the three-month period ended 30 June 2024

| | | (Unit: Baht) | |
|---|------|---------------------|-------------------|
| | Note | 2024 | 2023 |
| Profit or loss: | | | |
| Income | | | |
| Gross premium written | | 115,438,092 | 64,733,809 |
| Less: Premium ceded to reinsurers | | (33,491,922) | (34,289,237) |
| Net premium written | | 81,946,170 | 30,444,572 |
| Loss: Unearned premium reserves increased from prior period | | (7,514,110) | (1,906,052) |
| Net earned premium | | 74,432,060 | 28,538,520 |
| Fee and commission income | | 9,933,193 | 11,167,812 |
| Net investment income | 15 | 1,121,195 | 1,504,636 |
| Net gain on financial instruments | 16 | 25,303 | 932 |
| Fair value losses from financial instruments | 17 | (1,048,027) | (1,212,106) |
| Other income | | 72,787 | 1,888,097 |
| Total income | | 84,536,511 | 41,887,891 |
| Expenses | | | |
| Claim expenses (reversal) | | 12,501,350 | (7,688,734) |
| Add: Claims recovery paid to reinsurers | | 2,660,880 | 4,244,331 |
| Commission and brokerage expenses | | 17,318,393 | 10,604,830 |
| Other underwriting expenses | | 40,793,290 | 5,280,778 |
| Operating expenses | 18 | 71,128,051 | 25,869,110 |
| Finance costs | | 27,385 | 43,632 |
| Expected credit loss (reversal) | 19 | (58,083) | (504,232) |
| Total expenses | | 144,371,266 | 37,849,715 |
| Profit (loss) before income tax expenses | | (59,834,755) | 4,038,176 |
| Less: Income tax expenses | 10.2 | (25,003,456) | (3,135,338) |
| Profit (loss) for the period | | (84,838,211) | 902,838 |

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 30 June 2024

| | | (Unit: Baht) | |
|---|------|---------------------|----------------|
| | Note | 2024 | 2023 |
| Other comprehensive income: | | | |
| Other comprehensive income for the period | | - | - |
| Total comprehensive income for the period (loss) | | <u>(84,838,211)</u> | <u>902,838</u> |
| Earning (loss) per share: | 20 | | |
| Basic profit (loss) per share | | | |
| Profit (loss) for the period | | <u>(2.83)</u> | <u>0.03</u> |

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

(Unaudited but reviewed)

Tune Insurance Public Company Limited

Statement of comprehensive income

For the six-month period ended 30 June 2024

| | | (Unit: Baht) | |
|--|------|---------------------|--------------------|
| | Note | 2024 | 2023 |
| Profit or loss: | | | |
| Income | | | |
| Gross premium written | | 239,952,537 | 150,948,690 |
| Less: Premium ceded to reinsurers | | (77,874,949) | (79,081,825) |
| Net premium written | | 162,077,588 | 71,866,865 |
| Loss: Unearned premium reserves increased from prior period | | (6,591,838) | (1,308,855) |
| Net earned premium | | 155,485,750 | 70,558,010 |
| Fee and commission income | | 31,509,148 | 23,813,487 |
| Net investment income | 15 | 2,232,435 | 2,879,680 |
| Net gain (loss) on financial instruments | 16 | (26,713) | 5,158 |
| Fair value gain from financial instruments | 17 | 559,279 | 1,228,107 |
| Other income | | 1,034,963 | 3,200,007 |
| Total income | | 190,794,862 | 101,684,449 |
| Expenses | | | |
| Claim expenses (reversal) | | 44,957,175 | (6,353,951) |
| Add (less): Claims recovery paid to (received from) reinsurers | | (7,445,800) | 2,435,271 |
| Commission and brokerage expenses | | 36,720,761 | 23,554,219 |
| Other underwriting expenses | | 79,903,539 | 18,712,532 |
| Operating expenses | 18 | 105,436,715 | 60,940,049 |
| Finance costs | | 58,814 | 91,669 |
| Expected credit loss (reversal) | 19 | (120,206) | (504,667) |
| Total expenses | | 259,510,998 | 98,875,122 |
| Profit (loss) before income tax expenses | | (68,716,136) | 2,809,327 |
| Less: Income tax expenses | 10.2 | (24,729,442) | (4,956,549) |
| Loss for the period | | (93,445,578) | (2,147,222) |

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 six-month period ended 30 June 2024

| | | (Unit: Baht) | |
|---|------|---------------------|--------------------|
| | Note | 2024 | 2023 |
| Other comprehensive income: | | | |
| Other comprehensive income for the period | | - | - |
| Total comprehensive income for the period (loss) | | <u>(93,445,578)</u> | <u>(2,147,222)</u> |
| Loss per share: | 20 | | |
| Basic loss per share | | | |
| Loss for the period | | <u>(3.11)</u> | <u>(0.07)</u> |

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

Tune Insurance Public Company Limited (Unaudited but reviewed)

Statement of changes in owners' equity

For the six-month period ended 30 June 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 | - | - | (2,147,222) | - | (2,147,222) |
| Other comprehensive income for the period | - | - | - | - | - |
| Total comprehensive income for the period (loss) | - | - | (2,147,222) | - | (2,147,222) |
| Balance as at 30 June 2023 | 300,000,000 | 16,997,780 | (15,225,429) | 23,774,522 | 325,546,873 |
| 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 | - | - | (93,445,578) | - | (93,445,578) |
| Other comprehensive income for the period | - | - | - | - | - |
| Total comprehensive income for the period (loss) | - | - | (93,445,578) | - | (93,445,578) |
| Balance as at 30 June 2024 | 300,000,000 | 16,997,780 | (153,877,501) | 15,236,685 | 178,356,964 |

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 six-month period ended 30 June 2024

| | (Unit: Baht) | |
|---|--------------------|---------------------|
| | 2024 | 2023 |
| Cash flows from operating activities | | |
| Direct premium written | 261,921,391 | 154,837,603 |
| Cash received (paid) for reinsurance | 101,115,359 | (65,980,148) |
| Interest income | 2,555,537 | 3,463,823 |
| Dividend income | 40,500 | 40,500 |
| Other income | 1,033,072 | 3,200,008 |
| Loss incurred on direct insurance | (20,165,726) | (32,263,871) |
| Commissions and brokerages on direct insurance | (40,944,204) | (26,852,504) |
| Other underwriting expenses | (79,854,981) | (16,463,963) |
| Operating expenses | (239,910,356) | (58,362,498) |
| Income tax revenue | 758,250 | 1,706,458 |
| Cash received from debt and equity securities | 118,800,000 | 124,500,000 |
| Cash paid for debt and equity securities | (79,304,517) | (126,365,837) |
| Net cash from (used in) operating activities | 26,044,325 | (38,540,429) |
| Cash flows from investing activities | | |
| Purchased of equipment | (376,637) | (195,000) |
| Net cash used in investing activities | (376,637) | (195,000) |
| Cash flows from financing activities | | |
| Repayment of lease liabilities | (1,268,352) | (1,497,552) |
| Net cash flows used in financing activities | (1,268,352) | (1,497,552) |
| Net increase (decrease) in cash and cash equivalents | 24,399,336 | (40,232,981) |
| Decreased (increased) in allowance for expected credit loss | (2,090) | 3,122 |
| Cash and cash equivalents at beginning of period | 42,752,500 | 67,138,829 |
| Cash and cash equivalents at end of period | 67,149,746 | 26,908,970 |

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

Tune Insurance Public Company Limited
Condensed notes to interim financial statements
For the six-month period ended 30 June 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 14th 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 presenting condensed interim financial statements. 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. The Company has presented notes to the interim financial statements on a condensed basis.

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 2025

The Federation of Accounting Professions issued 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 30 June 2024 and 31 December 2023, the carrying value of the financial assets and financial liabilities are classified as follows:

(Unit: Baht)

| | 30 June 2024 | | | Total |
|---|---|--|--|-------------|
| | 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 | |
| Financial assets | | | | |
| Cash and cash equivalents | - | - | 67,149,746 | 67,149,746 |
| Accrued investment income | - | - | 611,960 | 611,960 |
| Debt financial assets | 114,440,644 | - | 56,288,320 | 170,728,964 |
| Equity financial assets | - | 70,254,481 | - | 70,254,481 |
| Other assets - financial assets | - | - | 8,008,179 | 8,008,179 |
| Financial liabilities | | | | |
| Other liabilities - financial liabilities | - | - | 39,895,811 | 39,895,811 |
| Lease liabilities | - | - | 3,524,610 | 3,524,610 |

(Unit: Baht)

| | 31 December 2023 | | | Total |
|---|---|--|--|-------------|
| | 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 | |
| Financial assets | | | | |
| 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 |
| Financial liabilities | | | | |
| 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) | |
|--|-------------------|-------------------|
| | 30 June 2024 | 31 December 2023 |
| Cash | 61,263 | 61,263 |
| Deposits at banks with no fixed maturity date | 66,765,430 | 42,367,661 |
| Deposits at banks with fixed maturity date and certificates deposits at bank | 328,854 | 327,287 |
| Total | 67,155,547 | 42,756,211 |
| Less: Allowance for expected credit loss | (5,801) | (3,711) |
| Cash and cash equivalents | 67,149,746 | 42,752,500 |

5. Premium receivables

As at 30 June 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) | |
|-----------------------------------|-------------------|-------------------|
| | 30 June 2024 | 31 December 2023 |
| Not yet due | 14,802,467 | 34,487,525 |
| Not over 30 days | 14,884,930 | 23,880,248 |
| Overdue 30 days to 60 days | 3,242,824 | 5,727,732 |
| Overdue 60 days to 90 days | 5,643,869 | 9,048,256 |
| Overdue longer than 90 days | 40,548,798 | 24,790,438 |
| Total | 79,122,888 | 97,934,199 |
| Less: Allowance for doubtful debt | (15,335,523) | (15,907,164) |
| Premium receivables, net | 63,787,365 | 82,027,035 |

6. Reinsurance assets

| | (Unit: Baht) | |
|--|-------------------|-------------------|
| | 30 June 2024 | 31 December 2023 |
| Insurance reserve refundable from reinsurers | | |
| Loss reserves | 17,029,489 | 16,033,651 |
| Unearned premium reserves | 30,235,195 | 53,411,227 |
| Reinsurance assets | 47,264,684 | 69,444,878 |

7. Receivables on reinsurance contracts

| | (Unit: Baht) | |
|---------------------------------------|--------------------|--------------------|
| | 30 June 2024 | 31 December 2023 |
| Amounts due from reinsurers | 155,420,847 | 336,480,140 |
| Less: Allowance for doubtful accounts | - | (129,596,339) |
| Receivables on reinsurance contracts | <u>155,420,847</u> | <u>206,883,801</u> |

As of 30 June 2024 and 31 December 2023, the Company has receivables from reinsurance contracts amounting to Baht 240 million and Baht 259 million, respectively, 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 May 2024, the Company, together with the reinsurance broker and its associate, engaged in negotiations to reach a compromise. They entered into an agreement in which the reinsurance broker and its associate agreed to make installment payments totaling Baht 92 million. The Company has received all payments from the reinsurance broker and its associates in July 2024.

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

(Unit: Baht)

| | 30 June 2024 | | 31 December 2023 | |
|---|--------------------|-------------|--------------------|-------------|
| | Cost/ | | Cost/ | |
| | Amortised cost | Fair Value | Amortised cost | Fair Value |
| Debt instruments measured at fair value through profit or loss | | | | |
| Government and state enterprise securities | | | | |
| | 57,320,089 | 58,766,345 | 75,105,814 | 76,469,712 |
| Private enterprise | | | | |
| | 56,109,925 | 55,674,299 | 57,941,801 | 57,029,254 |
| Total | 113,430,014 | 114,440,644 | 133,047,615 | 133,498,966 |
| Add: Unrealised gains | 1,010,630 | - | 451,351 | - |
| Total | 114,440,644 | 114,440,644 | 133,498,966 | 133,498,966 |
| Debt instruments measured at amortised cost | | | | |
| Government and state enterprise securities | | | | |
| | 46,127,404 | | 46,080,413 | |
| Private enterprise debt securities | | | | |
| | 10,000,000 | | 30,000,000 | |
| Fixed deposits and certificates of deposits | | | | |
| | 161,665 | | 161,022 | |
| Total | 56,289,069 | | 76,241,435 | |
| Less: Allowance for expected credit loss | (749) | | (2,989) | |
| Total | 56,288,320 | | 76,238,446 | |
| Total debt financial assets - net | 170,728,964 | | 209,737,412 | |

8.2 Classified by stage of credit risk

(Unit: Baht)

| | 30 June 2024 | | | 31 December 2023 | | |
|---|------------------------|------------------------------------|----------------------|------------------------|------------------------------------|----------------------|
| | Carrying value - gross | Allowance for expected credit loss | Carrying value - net | Carrying value - gross | Allowance for expected credit loss | Carrying value - net |
| | | | | | | |
| Debt instruments measured at amortised cost | | | | | | |
| Stage 1 - Debt securities without a significant increase in credit risk | | | | | | |
| | 56,289,069 | (749) | 56,288,320 | 76,241,435 | (2,989) | 76,238,446 |
| Total | 56,289,069 | (749) | 56,288,320 | 76,241,435 | (2,989) | 76,238,446 |

8.3 Investments subject to restrictions

As at 30 June 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) | | | |
|---------------------------|--------------|------------|------------------|------------|
| | 30 June 2024 | | 31 December 2023 | |
| | Cost | Fair value | Cost | Fair value |
| Securities pledged | | | | |
| Government bonds | 17,060,525 | 16,689,308 | 17,009,298 | 16,663,632 |
| Securities reserve | | | | |
| Government bonds | 29,066,879 | 27,858,136 | 29,071,115 | 27,714,754 |

9. Equity financial assets

9.1 Classified by type financial assets

| | (Unit: Baht) | | | |
|---|-------------------|-------------------|-------------------|-------------------|
| | 30 June 2024 | | 31 December 2023 | |
| | Cost | Fair Value | Cost | Fair Value |
| Equity instruments designated at fair value through other comprehensive income | | | | |
| 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 | - |
| Total equity financial assets - net | 70,254,481 | 70,254,481 | 70,254,481 | 70,254,481 |

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 30 June 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 | |
| | 30 June 2024 | 31 December 2023 | For the six-month periods ended 30 June | |
| | 2024 | 2023 | 2024 | 2023 |
| Deferred tax assets | | | | |
| Provision for loss incurred but not yet reported | 4,292,088 | 3,424,306 | 867,782 | (4,533,922) |
| Loss reserves | 5,363,562 | 3,173,318 | 2,190,244 | (421,126) |
| Premium reserves | - | 1,977,780 | (1,977,780) | - |
| Allowance for doubtful accounts | 3,067,105 | 29,100,701 | (26,033,596) | (14,714) |
| Employee benefit obligations | 2,922,081 | 2,562,313 | 359,768 | 359,767 |
| Allowance for impairment of investments | 2,772,042 | 2,772,042 | - | - |
| Allowance for expected credit losses | 2,246,257 | 2,270,299 | (24,042) | (100,933) |
| Unrealised loss on changes in value of financial assets designated at fair value through profit or loss | - | - | - | (85,405) |
| Total | 20,663,135 | 45,280,759 | | |
| Deferred tax liabilities | | | | |
| Unrealised gains on changes in value of financial assets designated at fair value through profit or loss | 202,611 | 90,793 | 111,818 | 160,216 |
| Unrealised gains on changes in value of equity instruments designated at fair value through other comprehensive income | 3,807,040 | 3,807,040 | - | - |
| Total | 4,009,651 | 3,897,833 | | |
| Deferred tax assets - net | 16,653,484 | 41,382,926 | | |
| Total changes | | | (24,729,442) | (4,956,549) |
| Changes were recognised in: | | | | |
| - Profit or loss | | | (24,729,442) | (4,956,549) |
| - Other comprehensive income | | | - | - |
| | | | (24,729,442) | (4,956,549) |

10.2 Income tax expenses

Income tax expenses for the three-month and six-month periods ended 30 June 2024 and 2023 are made up as follows:

| | (Unit: Baht) | | | |
|--|-----------------------------|-----------|---------------------------|-----------|
| | For the three-month periods | | For the six-month periods | |
| | ended 30 June | | ended 30 June | |
| | 2024 | 2023 | 2024 | 2023 |
| Current income tax: | | | | |
| Current income tax charge for the period | - | - | - | - |
| Deferred income tax: | | | | |
| Deferred income tax relating to | | | | |
| origination and reversal of temporary | | | | |
| differences | 25,003,456 | 3,135,338 | 24,729,442 | 4,956,549 |
| Income tax expenses as reported in the | | | | |
| profit or loss | 25,003,456 | 3,135,338 | 24,729,442 | 4,956,549 |

Reconciliation between income tax expenses and product of accounting profit (loss) multiplied by the applicable tax rate for the three-month and six-month periods ended 30 June 2024 and 2023 are shown below.

| | (Unit: Baht) | | | |
|--|-----------------------------|-----------|---------------------------|-----------|
| | For the three-month periods | | For the six-month periods | |
| | ended 30 June | | ended 30 June | |
| | 2024 | 2023 | 2024 | 2023 |
| Accounting profit (loss) before income tax | (59,834,755) | 4,038,176 | (68,716,136) | 2,809,327 |
| Applicable tax rate | 20% | 20% | 20% | 20% |
| Income taxes at the applicable tax rate | (11,966,951) | 807,635 | (13,743,227) | 561,865 |
| Tax losses for the periods that were not | | | | |
| recognised as deferred tax assets | 36,638,301 | 2,247,106 | 38,054,984 | 4,225,836 |
| Tax effect of: | | | | |
| Net effect of exempted income and | | | | |
| non-deductible expenses | 332,106 | 80,597 | 417,685 | 168,848 |
| Income tax expenses | | | | |
| as reported in the profit or loss | 25,003,456 | 3,135,338 | 24,729,442 | 4,956,549 |

As at 30 June 2024, the Company has unused tax losses totaling Baht 318.87 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.

(Unaudited but reviewed)

11. Other assets

| | (Unit: Baht) | |
|--|-------------------|-------------------|
| | 30 June 2024 | 31 December 2023 |
| Other assets - financial assets | | |
| Other account receivables | 15,667,812 | 16,237,282 |
| Less: Allowance for expected credit loss | (11,224,606) | (11,344,606) |
| Other account receivables - net | 4,443,206 | 4,892,676 |
| Deposits | 3,315,073 | 3,315,073 |
| Advance payment | 249,900 | 256,208 |
| Total | 8,008,179 | 8,463,957 |
| Other assets - other | | |
| Prepaid commission and brokerages expenses | 1,354,246 | 528,060 |
| Prepaid expenses | 1,396,716 | 2,910,230 |
| Prepaid reinsurance premium | 529,417 | 122,408 |
| Undued input tax | 3,868,565 | 3,625,543 |
| Other receivables - Revenue department | 2,711,357 | 4,675,770 |
| Others | 5,056,659 | 3,888,668 |
| Total | 14,916,960 | 15,750,679 |
| Total other assets | 22,925,139 | 24,214,636 |

12. Insurance contract liabilities

| | (Unit: Baht) | | |
|--|----------------------|---------------------|--------------------|
| | 30 June 2024 | | |
| | Insurance | Reinsurance on | |
| | contract liabilities | liabilities | Net |
| Loss reserves | | | |
| - Claims incurred and reported | 33,855,050 | (7,037,240) | 26,817,810 |
| - Claims incurred but not yet reported | 31,452,689 | (9,992,249) | 21,460,440 |
| Premium reserves | | | |
| - Unearned premium reserves | 124,862,079 | (30,235,195) | 94,626,884 |
| Total | 190,169,818 | (47,264,684) | 142,905,134 |

(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 six-month | |
|--|------------------------------|--|
| | period ended 30 June 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 | 50,322,556 | 69,642,634 |
| Change in loss reserves and assumptions | (8,750,904) | (59,112,124) |
| Claim expenses paid during the period/year | (25,285,684) | (55,976,741) |
| Balance - end of the period | 65,307,739 | 49,021,771 |

As at 30 June 2024 and 31 December 2023, the Company had loss reserves under reinsurance contracts of Baht 2.0 million and Baht 3.2 million, respectively.

12.2 Unearned premium reserves

(Unit: Baht)

| | For the six-month | |
|--|------------------------------|--|
| | period ended 30 June 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 | 239,952,537 | 376,651,814 |
| Premium earned for the current period/year | (256,536,732) | (328,989,524) |
| Balance of unearned premium reserves | 124,862,079 | 141,446,274 |

(Unaudited but reviewed)

13. Due to reinsurers

| | (Unit: Baht) | |
|---------------------------------|--------------------|--------------------|
| | 30 June 2024 | 31 December 2023 |
| Amounts withheld on reinsurance | 13,447,706 | 17,031,994 |
| Amounts due to reinsurers | 134,998,137 | 168,051,663 |
| Total | 148,445,843 | 185,083,657 |

14. Other liabilities

| | (Unit: Baht) | |
|--|-------------------|--------------------|
| | 30 June 2024 | 31 December 2023 |
| Other liabilities - financial liabilities | | |
| Accrued expenses | 34,652,272 | 38,644,200 |
| Other account payables | 5,243,539 | 7,479,401 |
| Total | 39,895,811 | 46,123,601 |
| Other liabilities - other | | |
| Accrued commission expenses | 15,629,684 | 19,340,551 |
| Accrued marketing expenses | 1,116,683 | 2,425,810 |
| Deposits for insurance premium | 16,395,480 | 15,784,452 |
| Other payables - Revenue department | 6,237,006 | 3,979,590 |
| Other payables | 7,342,356 | 10,587,412 |
| Others | 4,567,450 | 3,799,609 |
| Total | 51,288,659 | 55,917,424 |
| Total other liabilities | 91,184,470 | 102,041,025 |

15. Net investment income

| | (Unit: Baht) | | | |
|---------------------|-----------------------------|------------------|---------------------------|------------------|
| | For the three-month periods | | For the six-month periods | |
| | ended 30 June | | ended 30 June | |
| | 2024 | 2023 | 2024 | 2023 |
| Interest income | 1,229,783 | 1,648,560 | 2,495,809 | 3,204,817 |
| Dividend income | 40,500 | 40,500 | 40,500 | 40,500 |
| Investment expenses | (149,088) | (184,424) | (303,874) | (365,637) |
| Total | 1,121,195 | 1,504,636 | 2,232,435 | 2,879,680 |

(Unaudited but reviewed)

16. Net gain (loss) on financial instruments

| | (Unit: Baht) | | | |
|--|-----------------------------|------------|---------------------------|--------------|
| | For the three-month periods | | For the six-month periods | |
| | ended 30 June | | ended 30 June | |
| | 2024 | 2023 | 2024 | 2023 |
| Gain (loss) from disposal and derecognition | | | | |
| Debt instruments measured at fair value through profit or loss | 25,303 | 932 | (26,713) | 5,158 |
| Total | 25,303 | 932 | (26,713) | 5,158 |

17. Fair value gain (loss) from financial instruments

| | (Unit: Baht) | | | |
|---|-----------------------------|--------------------|---------------------------|------------------|
| | For the three-month periods | | For the six-month periods | |
| | ended 30 June | | ended 30 June | |
| | 2024 | 2023 | 2024 | 2023 |
| Debt instruments measure at fair value through profit or loss | (1,048,027) | (1,212,106) | 559,279 | 1,228,107 |
| Total | (1,048,027) | (1,212,106) | 559,279 | 1,228,107 |

18. Operating expenses

| | (Unit: Baht) | | | |
|--|-----------------------------|-------------------|---------------------------|-------------------|
| | For the three-month periods | | For the six-month periods | |
| | ended 30 June | | ended 30 June | |
| | 2024 | 2023 | 2024 | 2023 |
| Personnel expenses | 18,288,390 | 21,376,425 | 45,088,670 | 39,782,233 |
| Premises and equipment expenses | 6,491,823 | 5,994,489 | 11,869,095 | 11,957,556 |
| Bad debts and doubtful accounts (reversal) | 39,991,169 | (6,016,590) | 37,536,797 | (73,568) |
| Other operating expenses | 6,356,669 | 4,514,786 | 10,942,153 | 9,273,828 |
| Total operating expenses | 71,128,051 | 25,869,110 | 105,436,715 | 60,940,049 |

19. Expected credit loss (reversal)

(Unit: Baht)

| | For the three-month periods | | For the six-month periods ended | |
|---|-----------------------------|------------------|---------------------------------|------------------|
| | ended 30 June | | 30 June | |
| | 2024 | 2023 | 2024 | 2023 |
| Expected credit loss from (reversal) | | | | |
| Cash and cash equivalents | 1,929 | 104 | 2,090 | (3,122) |
| Debt instruments measured at amortised cost | (10) | (261,320) | (2,240) | (261,320) |
| Accrued investment incomes | (2) | (3,016) | (56) | (225) |
| Other financial assets | (60,000) | (240,000) | (120,000) | (240,000) |
| Total | (58,083) | (504,232) | (120,206) | (504,667) |

20. Earning (loss) per share

Basic earning (loss) per share is calculated by dividing profit (loss) 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 |

(Unaudited but reviewed)

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 | | For the six-month | | Pricing policy |
|--|---------------------|------|-------------------|------|---|
| | periods ended | | periods ended | | |
| | 30 June | | 30 June | | |
| | 2024 | 2023 | 2024 | 2023 | |
| Transactions with related companies | | | | | |
| Premium written | 12.3 | 15.4 | 26.9 | 26.3 | According to term of underwriting agreements |
| Commission and brokerage expenses | 2.2 | 2.8 | 4.8 | 4.3 | As stated in the agreement upon normal commercial terms |

As at 30 June 2024 and 31 December 2023, the balances of the accounts between the Company and its related parties are as follows:

(Unit: Baht)

| | 30 June 2024 | 31 December 2023 |
|----------------------------|--------------|------------------|
| Premium receivables | | |
| Thai AirAsia Co., Ltd. | 8,590,764 | 9,247,427 |
| Thai AirAsia X Co., Ltd. | 3,522,368 | 3,089,244 |
| Loss reserves | | |
| Thai AirAsia Co., Ltd. | 3,800 | 3,100 |
| Thai AirAsia X Co., Ltd. | 5,600 | 800 |

Directors and key management's remuneration

During the three-month and six-month periods ended 30 June 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 | | For the six-month periods | |
|--------------------------|-----------------------------|------|---------------------------|------|
| | ended 30 June | | ended 30 June | |
| | 2024 | 2023 | 2024 | 2023 |
| Short-term benefits | 5.9 | 9.6 | 22.3 | 21.8 |
| Post employment benefits | 0.4 | 0.4 | 0.7 | 0.9 |
| Total | 6.3 | 10.0 | 23.0 | 22.7 |

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 30 June 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)

| | 30 June 2024 | | | |
|--|--------------|---------|---------|---------|
| | Fair value | | | |
| | Total | Level 1 | Level 2 | Level 3 |
| Financial assets measured at fair value | | | | |
| Debt instruments measured at fair value through profit or loss | | | | |
| Government and state enterprise securities | 59 | - | 59 | - |
| 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 |

(Unaudited but reviewed)

(Unit: Million Baht)

31 December 2023

| | Fair value | | | |
|--|------------|---------|---------|---------|
| | Total | Level 1 | Level 2 | Level 3 |
| Financial assets measured at fair value | | | | |
| 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 30 June 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) |
|-------------------|----------------------|
| | 30 June 2024 |
| Payable within: | |
| Within 1 year | 3.8 |
| Over 1 to 3 years | 1.9 |
| Total | 5.7 |

- 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 30 June 2024, the Company has been sued for damages as an insurer. The total exposure of a couple of litigation cases amounts to Baht 60.2 million (31 December 2023: Baht 64.8 million). However, the Company is only obligated under the insurance liabilities totaling Baht 140.5 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 4.1 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 30 June 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 13 August 2024.