

ALLIANZ AYUDHYA GENERAL INSURANCE  
PUBLIC COMPANY LIMITED

INTERIM FINANCIAL INFORMATION (UNAUDITED)

30 SEPTEMBER 2022



## AUDITOR'S REPORT ON THE REVIEW OF THE INTERIM FINANCIAL INFORMATION

To the Board of Directors of Allianz Ayudhya General Insurance Public Company Limited

I have reviewed the interim financial information of Allianz Ayudhya General Insurance Public Company Limited, which comprises the statement of financial position as at 30 September 2022, and the related statements of comprehensive income for the three-month and nine-month periods then ended, changes in equity, and cash flows for the nine-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on.

### Scope of review

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

### Conclusion

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

PricewaterhouseCoopers ABAS Ltd.

A handwritten signature in blue ink, appearing to read 'Sakuna Y', written over a light blue horizontal line.

**Sakuna Yamsakul**  
Certified Public Accountant (Thailand) No. 4906  
Bangkok  
11 November 2022

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**Allianz Ayudhya General Insurance Public Company Limited**  
**Statement of Financial Position**  
**As at 30 September 2022**

	(Unaudited) 30 September 2022	(Audited) 31 December 2021
Notes	Thousand Baht	Thousand Baht
<b>Assets</b>		
Cash and cash equivalents, net	1,166,166	1,058,702
Premium receivable, net	633,351	580,552
Accrued investment income	22,878	13,505
Reinsurance assets	1,961,790	1,923,852
Amounts due from reinsurers	375,372	569,982
Investments		
Investments in securities, net	5,197,836	4,629,746
Leasehold improvement and equipment, net	36,211	44,521
Right-of-use asset, net	165,442	190,397
Goodwill	508,877	508,877
Intangible assets, net	92,675	78,871
Deferred tax assets, net	383,907	358,595
Deferred commissions expenses	68,895	80,233
Other assets, net	124,763	137,742
<b>Total assets</b>	<b>10,738,163</b>	<b>10,175,575</b>

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

**Allianz Ayudhya General Insurance Public Company Limited**  
**Statement of Financial Position (Cont'd)**  
**As at 30 September 2022**

	(Unaudited) 30 September 2022	(Audited) 31 December 2021
	Notes Thousand Baht	Thousand Baht
<b>Liabilities and equity</b>		
<b>Liabilities</b>		
Insurance contract liabilities	14 5,533,834	5,070,744
Amounts due to reinsurers	15 1,100,537	1,160,232
Payable from purchase of securities	119,653	-
Employee benefit obligations	143,427	135,407
Premium written received in advance	251,658	258,802
Commissions and brokerages payables	129,811	121,109
Accrued expenses	405,702	395,790
Lease liabilities	176,976	197,784
Debt issued and borrowings	16 200,000	200,000
Other liabilities	344,374	364,985
<b>Total liabilities</b>	<b>8,405,972</b>	<b>7,904,853</b>
<b>Equity</b>		
Share capital		
Authorised share capital		
254,880,000 ordinary shares of 10 Baht each	<u>2,548,800</u>	<u>2,548,800</u>
Issued and paid-up share capital		
254,880,000 ordinary shares of 10 Baht each	2,548,800	2,548,800
Retained earnings (deficits)		
Appropriated		
Legal reserve	15,750	15,750
Unappropriated	(228,817)	(344,488)
Other components of equity		
(Deficit) Surplus on investments measured at fair value	(3,542)	50,660
through other comprehensive income		
<b>Total equity</b>	<u>2,332,191</u>	<u>2,270,722</u>
<b>Total liabilities and equity</b>	<u><u>10,738,163</u></u>	<u><u>10,175,575</u></u>

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



**Allianz Ayudhya General Insurance Public Company Limited**  
**Statement of Comprehensive Income (Unaudited)**

**For the three-month period ended 30 September 2022**

	30 September 2022	30 September 2021
	Thousand Baht	Thousand Baht
<b>Revenues</b>	<b>Notes</b>	
Gross premiums written	17	1,344,082
<u>Less</u> premiums ceded	17	(383,764)
Net premiums written		960,318
<u>(Less)</u> <u>Add</u> Unearned premium reserve (increased) decreased from previous period	17	18,521
Net premiums earned		978,839
Fees and commission income	17	69,077
Net investment income		11,842
Loss on fair value adjustment		(1,494)
Other income		6,890
<b>Total revenues</b>		<b>1,065,154</b>
<b>Expenses</b>		
Gross claim paid	17	615,004
<u>Less</u> Claim recovered from reinsurers	17	(132,062)
Net Claim paid		482,942
Commissions and brokerages expenses	17	217,738
Other underwriting expenses	17	185,811
Operating expenses	17, 18	231,258
Finance cost		4,000
Expected credit loss	19	37
<b>Total expenses</b>		<b>1,121,786</b>
<b>Profit (loss) before income tax</b>		<b>(56,632)</b>
Income tax income		11,267
<b>Net profit (loss)</b>		<b>(45,365)</b>

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

**Ailianz Ayudhya General Insurance Public Company Limited**  
**Statement of Comprehensive Income (Unaudited) (Cont'd)**  
**For the three-month period ended 30 September 2022**

	<b>30 September 2022</b>	<b>30 September 2021</b>
<u>Note</u>	<u>Thousand Baht</u>	<u>Thousand Baht</u>
<b>Other comprehensive income (loss)</b>		
<u>Items that will be subsequently reclassified to profit or loss</u>		
Loss on revaluation of Investments measured at fair value through other comprehensive income	(12,556)	(7,836)
Income tax on items that will be reclassified to profit or loss	2,512	1,567
<b>Total Items that will be subsequently reclassified to profit or loss</b>	<b>(10,044)</b>	<b>(6,269)</b>
<b>Other comprehensive loss for the period, net of income tax</b>	<b>(10,044)</b>	<b>(6,269)</b>
<b>Total comprehensive income (loss) for the period</b>	<b>10,253</b>	<b>(51,634)</b>
<b>Earning (loss) per share (Baht per share)</b>		
Basic earning (loss) per share	20	(0.18)

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

**Allianz Ayudhya General Insurance Public Company Limited**  
**Statement of Comprehensive Income (Unaudited)**  
**For the nine-month period ended 30 September 2022**

	<b>30 September 2022</b>	<b>30 September 2021</b>
	<b>Notes</b>	<b>Notes</b>
	<b>Thousand Baht</b>	<b>Thousand Baht</b>
<b>Revenues</b>		
Gross premiums written	17	17
4,980,474		4,159,624
<u>Less: premiums ceded</u>	17	
(1,450,532)		(1,232,952)
Net premiums written		2,926,672
<u>(Less) Add Unearned premium reserve (increased) decreased</u> from previous period	17	
(287,457)		5,033
Net premiums earned		2,931,705
Fees and commission income	17	
3,242,485		242,351
370,021		35,970
Net investment income		(1,124)
Loss on fair value adjustment		29,136
(2,833)		
Other income		1,399
<b>Total revenues</b>		<b>3,238,038</b>
3,646,961		
<b>Expenses</b>		
Gross claim paid	17	17
1,765,567		1,842,283
<u>Less: Claim recovered from reinsurers</u>	17	
(166,030)		(351,607)
Net Claim paid		1,490,676
Commissions and brokerages expenses	17	
1,599,537		658,171
799,163		534,697
Other underwriting expenses	17	
622,573		560,615
Operating expenses	17, 18	
497,319		7,347
Finance cost		(442)
Expected credit loss (reversal)	19	
13,906		3,251,295
<b>Total expenses</b>		<b>3,251,295</b>
3,532,056		
<b>Profit (loss) before income tax</b>		<b>(13,257)</b>
114,905		1,822
Income tax income		766
<b>Net profit (loss)</b>		<b>(11,435)</b>
766		115,671
115,671		

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



**Allianz Ayudhya General Insurance Public Company Limited**  
**Statement of Comprehensive Income (Unaudited) (Cont'd)**  
**For the nine-month period ended 30 September 2022**

	30 September 2022	30 September 2021
	Note Thousand Baht	Thousand Baht
<b>Other comprehensive income (loss)</b>		
<u>Items that will not be subsequently reclassified to profit or loss</u>		
Remeasurements of post-employment benefit obligations	-	24,614
Income tax on items that will not be reclassified to profit or loss	-	(4,923)
<b>Total items that will not be subsequently reclassified to profit or loss</b>	-	19,691
<u>Items that will be subsequently reclassified to profit or loss</u>		
Loss on revaluation of investments measured at fair value through other comprehensive income	(67,753)	(13,092)
Income tax on items that will be reclassified to profit or loss	13,551	2,618
<b>Total items that will be subsequently reclassified to profit or loss</b>	(54,202)	(10,474)
<b>Other comprehensive (loss) income for the period, net of income tax</b>	(54,202)	9,217
<b>Total comprehensive income (loss) for the period</b>	61,469	(2,218)
<b>Earning (loss) per share (Baht per share)</b>		
Basic earning (loss) per share	20 0.45	(0.04)

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Allianz Ayudhya General Insurance Public Company Limited  
Statement of Changes in Equity (Unaudited)  
For the nine-month period ended 30 September 2022

	Retained earnings (deficits)			Other components of equity	Total equity Thousand Baht
	Issued and paid-up share capital Thousand Baht	Legal reserve Thousand Baht	Unappropriated Thousand Baht	Gain (loss) on revaluation of Investments measured at fair value through other comprehensive income, net of tax Thousand Baht	
<b>Balance as at 1 January 2022</b>	2,548,800	15,750	(344,488)	50,660	2,270,722
Comprehensive income for the period	-	-	115,671	-	115,671
Loss on revaluation of investments measured at fair value through other comprehensive income, net of tax	-	-	-	(54,202)	(54,202)
Remeasurements of post-employment benefit obligations, net of tax	-	-	-	-	-
<b>Balance as at 30 September 2022</b>	<u>2,548,800</u>	<u>15,750</u>	<u>(228,817)</u>	<u>(3,542)</u>	<u>2,332,191</u>
<b>Balance as at 1 January 2021</b>	2,548,800	15,750	(297,006)	46,073	2,313,617
Comprehensive loss for the period	-	-	(11,435)	-	(11,435)
Loss on revaluation of investments measured at fair value through other comprehensive income, net of tax	-	-	-	(10,474)	(10,474)
Remeasurements of post-employment benefit obligations, net of tax	-	-	19,691	-	19,691
<b>Balance as at 30 September 2021</b>	<u>2,548,800</u>	<u>15,750</u>	<u>(288,750)</u>	<u>35,599</u>	<u>2,311,399</u>

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

**Allianz Ayudhya General Insurance Public Company Limited**  
**Statement of Cash Flows (Unaudited)**  
**For the nine-month period ended 30 September 2022**

	30 September 2022	30 September 2021
	Thousand Baht	Thousand Baht
<b>Cash flows provided by (used in) operating activities</b>		
Direct premium received	4,713,177	3,870,855
Cash paid to reinsurance	(364,822)	(519,406)
Interest income	44,338	48,564
Dividend income	20	17
Other income	1,399	29,137
Losses incurred from direct insurance	(1,859,228)	(2,057,250)
Commissions and brokerages paid from direct insurance	(762,095)	(619,328)
Other underwriting expenses	(622,573)	(534,697)
Operating expenses	(429,193)	(486,850)
Income tax expense	(15,038)	(14,583)
Cash paid from investments in securities	(2,332,584)	(1,434,345)
Cash received from investments in securities	1,785,419	908,712
Cash paid for deposit at bank with maturity over 3 months and deposits used as collateral	(164,531)	(184,531)
Cash received from deposits at bank with maturity over 3 months and deposits used as collateral	179,367	221,900
<b>Net cash flow provided by (used in) operating activities</b>	<b>173,656</b>	<b>(771,805)</b>
<b>Cash flows provided by (used in) investing activities</b>		
<u>Cash flows provided by</u>		
Cash received for selling premises and equipment	27	5,978
<u>Cash flows used in</u>		
Cash paid for purchasing premises and equipment	(44)	(13,770)
Cash paid for purchasing intangible assets	(29,477)	(31,283)
<b>Net cash flow used in investing activities</b>	<b>(29,494)</b>	<b>(39,075)</b>
<b>Cash flows provided by (used in) financing activities</b>		
Cash paid for lease liability	(22,782)	(17,550)
Cash paid for finance cost	(13,906)	(7,347)
Cash received for long term loan	-	200,000
<b>Net cash flow (used in) provided by financing activities</b>	<b>(36,688)</b>	<b>175,103</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>107,474</b>	<b>(635,777)</b>
Cash and cash equivalents at the beginning of period	1,058,702	1,535,960
Cash and cash equivalents at the ending of period	1,166,176	900,183
<u>Less: Allowance for expected credit loss</u>	<u>(10)</u>	<u>(4)</u>
<b>Cash and cash equivalents, net at the ending of period</b>	<b>1,166,166</b>	<b>900,179</b>
<b>Non-cash transactions</b>		
Payable from purchase of securities	119,653	29,963
Write-off computer software in progress	3,287	-

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



**Allianz Ayudhya General Insurance Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the interim period ended 30 September 2022**

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**1 General information**

Allianz Ayudhya General Insurance Public Company Limited (the "Company") is a public limited company which is incorporated and domiciled in Thailand. The address of the Company's registered office is as follows: Ploenchit Tower, 898 Ploenchit Road, Lumpini, Pathumwan, Bangkok.

The principal business operations of the Company are non-life insurance which the Company was awarded its license to operate all classes of non-life insurance.

The major shareholder company is Allianz Ayudhya Capital Public Company Limited which was incorporated in Thailand, holding 99.99% of its share capital.

The interim financial information are presented in Thai Baht and rounded to the nearest thousand, unless otherwise stated.

The interim financial information were authorised for issue by the board of directors on 11 November 2022.

**2 Basis of preparation and accounting policies**

The interim financial information has been prepared in accordance with Thai Accounting Standard (TAS) no. 34, Interim Financial Reporting. The primary financial information (statement of financial position, statements of comprehensive income, statements of changes in equity and cash flows) is presented in a format consistent with the annual financial statements complying with Thai Accounting Standard (TAS) no. 1, Presentation of Financial Statements. In addition, the interim financial information presentation are based on the formats of non-life insurance interim financial information attached in an Office of Insurance Commission's notification "Principle, methodology, condition and timing for preparation, submission and reporting of financial statements and operation performance for non-life insurance company (No.2) B.E. 2562" dated on 4 April 2019 ('OIC Notification'). The notes to the interim financial information are prepared in a condensed format. Additional notes are presented as required by the aforementioned OIC Notification.

The interim financial information should be read together with the annual financial statements for the year ended 31 December 2021.

An English version of the interim financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2021.

**3 Accounting estimates**

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing the interim financial information, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2021.



**Allianz Ayudhya General Insurance Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the interim period ended 30 September 2022**

**4 Fair value**

**4.1 Fair value estimation**

The table below presents financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities, and the Company is able to access that market on valuation date.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: Inputs for the asset or liability that are not based on observable market data.

The Company shows the fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

The following table presents the Company's financial assets that are measured and recognised at fair value on the interim financial information as at 30 September 2022 and 31 December 2021.

	(Unaudited)			
	As at 30 September 2022			
	Level 1 Thousand Baht	Level 2 Thousand Baht	Level 3 Thousand Baht	Total Thousand Baht
<b>Financial assets</b>				
Investment in securities				
Investments measured at fair value through other comprehensive income				
- Debt securities	-	4,758,009	-	4,758,009
- Equity securities	-	-	70,515	70,515
Investments measured at fair value through profit or loss				
- Debt securities	27,863	-	-	27,863
<b>Total financial assets</b>	27,863	4,758,009	70,515	4,856,387

	(Audited)			
	As at 31 December 2021			
	Level 1 Thousand Baht	Level 2 Thousand Baht	Level 3 Thousand Baht	Total Thousand Baht
<b>Financial assets</b>				
Investment in securities				
Investments measured at fair value through other comprehensive income				
- Debt securities	-	3,931,935	-	3,931,935
- Equity securities	-	-	70,338	70,338
Investments measured at fair value through profit or loss				
- Debt securities	30,419	-	-	30,419
<b>Total financial assets</b>	30,419	3,931,935	70,338	4,032,692



#### 4.2 Valuation techniques for financial assets and liabilities measured at fair value

##### Valuation techniques used to measure fair value level 1

The fair value of financial instruments in level one is based on the latest bid price of common stock on the last working day of the reporting period as quoted on the Frankfurt Stock Exchange.

##### Valuation techniques used to measure fair value level 2

Fair value of debt securities in level two are determined using the latest bid prices of the last working day of the reporting period as quoted by the Thai Bond Market Associate.

Fair value of debt securities in level two are determined using the unit trust's net asset value of the last working day of the reporting period from asset management company.

##### Valuation techniques used to measure fair value level 3

Management has put a process of performing the valuations of financial assets required for financial reporting purposes, including Level 3 fair values. Appropriate valuation techniques and unobservable inputs are selectively used based on the characteristic of financial assets. The valuation of Level 3 fair value is reviewed and approved by management for financial reporting purposes.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. In Level 3 fair values, discounted cash flows were used as the valuation techniques. The valuation model considers the present value of the expected future cash flow without risk-adjusted which the discount rate has been adjusted to include total return to compensate the risk that market needs.

There was no transfer between levels during the period.

There was no change in valuation techniques during the period.

#### 5 Cash and cash equivalents, net

Cash and cash equivalents, net as at 30 September 2022 and 31 December 2021 consisted of the following:

	(Unaudited) 30 September 2022	(Audited) 31 December 2021
	Thousand Baht	Thousand Baht
Cash on hand	549	524
Cheque on hand	128,078	39,521
Deposits at bank - at call	905,543	608,507
Short-term investments	132,006	410,155
Total	1,166,176	1,058,707
Less Allowance for expected credit loss	(10)	(5)
<b>Cash and cash equivalents, net</b>	<b>1,166,166</b>	<b>1,058,702</b>

**Allianz Ayudhya General Insurance Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the interim period ended 30 September 2022**

**6 Premium receivable, net**

The balances as at 30 September 2022 and 31 December 2021 of premium receivables are classified by aging as follows:

	(Unaudited) 30 September 2022 Thousand Baht	(Audited) 31 December 2021 Thousand Baht
Within credit terms	399,951	424,299
Overdue:		
Less than 30 days	116,283	84,883
31 - 60 days	38,890	20,469
61 - 90 days	26,648	18,849
Over 90 days	73,693	52,895
Total	655,465	601,395
Less Allowance for doubtful accounts	(22,114)	(20,843)
<b>Premium receivable, net</b>	<b>633,351</b>	<b>580,552</b>

For premium receivables due from agents and brokers, the Company has stipulated the collection guideline in accordance with the law of the premium collection. For overdue premium receivables, the Company has the process with such agents and brokers in accordance with the Company's policy and procedure.

**7 Reinsurance assets**

Reinsurance assets as at 30 September 2022 and 31 December 2021 consisted of the following:

	(Unaudited) 30 September 2022 Thousand Baht	(Audited) 31 December 2021 Thousand Baht
<b>Insurance reserve refundable from reinsurers</b>		
Loss reserves	991,857	1,255,210
Premium reserve		
Unearned premium reserve	969,933	668,642
<b>Total reinsurance assets (Note 14)</b>	<b>1,961,790</b>	<b>1,923,852</b>

**8 Amount due from reinsurers**

Amount due from reinsurers as at 30 September 2022 and 31 December 2021 consisted of the following:

	(Unaudited) 30 September 2022 Thousand Baht	(Audited) 31 December 2021 Thousand Baht
Deposits on reinsurance	410	43
Due from reinsurers	374,962	569,939
Amount due from reinsurance	375,372	569,982



**Allianz Ayudhya General Insurance Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the interim period ended 30 September 2022**

**9 Investments in securities, net**

The details of investments in securities as at 30 September 2022 and 31 December 2021 are as follows:

	(Unaudited) 30 September 2022	
	Cost/ Amortised cost Thousand Baht	Fair value Thousand Baht
<b>Investments designated at fair value through profit or loss</b>		
Foreign debt securities	25,494	27,863
Add Unrealised gain	2,369	-
<b>Total Investments designated at fair value through profit or loss</b>	<b>27,863</b>	<b>27,863</b>
<b>Investments measured at fair value through other comprehensive income</b>		
Government and state enterprise debt securities	3,017,537	2,987,200
Private debt securities	1,794,276	1,770,809
Equity securities	21,417	70,515
Total	4,833,230	4,828,524
Less Unrealised loss	(4,706)	-
<b>Total investments measured at fair value through other comprehensive income</b>	<b>4,828,524</b>	<b>4,828,524</b>
<b>Investments measured at amortised cost</b>		
Government and state enterprise debt securities	156,929	
Deposits at financial institutions with original maturities more than 3 months	164,531	
Deposits at banks used as collateral	20,000	
Total	341,460	
Less Allowance for expected credit loss	(11)	
<b>Total investments measured at amortised cost</b>	<b>341,449</b>	
<b>Total investment in securities, net</b>	<b>5,197,836</b>	

Allianz Ayudhya General Insurance Public Company Limited  
Condensed Notes to the Interim Financial Information (Unaudited)  
For the interim period ended 30 September 2022

	(Audited)	
	31 December 2021	
	Cost/ Amortised cost Thousand Baht	Fair value Thousand Baht
<b>Investments designated at fair value through profit or loss</b>		
Foreign debt securities	22,322	30,419
<u>Add Unrealised gain</u>	8,097	-
<b>Total Investments designated at fair value through profit or loss</b>	<u>30,419</u>	<u>30,419</u>
<b>Investments measured at fair value through other comprehensive income</b>		
Government and state enterprise debt securities	2,388,975	2,389,826
Private debt securities	1,529,329	1,542,109
Equity securities	21,417	70,338
<b>Total</b>	<u>3,939,721</u>	<u>4,002,273</u>
<u>Add Unrealised gain</u>	62,552	-
<b>Total investments measured at fair value through other comprehensive income</b>	<u>4,002,273</u>	<u>4,002,273</u>
<b>Investments measured at amortised cost</b>		
Government and state enterprise debt securities	397,714	
Deposits at financial institutions with original maturities more than 3 months	164,531	
Deposits at banks used as collateral	34,486	
Premium saving certificates used as collateral	350	
<b>Total</b>	<u>597,081</u>	
<u>Less Allowance for expected credit loss</u>	(27)	
<b>Total investments measured at amortised cost</b>	<u>597,054</u>	
<b>Total investment in securities, net</b>	<u>4,629,746</u>	



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9.1 Debt securities measured at fair value through other comprehensive income

	(Unaudited) 30 September 2022	Expected credit loss recognised in other comprehensive income Thousand Baht
Investments in debt securities which credit risk has not significantly increased (Stage 1)	4,758,009	(327)
Investments in debt securities which credit risk has significantly increased (Stage 2)	-	-
Credit-impaired investments in debt securities (Stage 3)	-	-
<b>Total</b>	<b>4,758,009</b>	<b>(327)</b>

	(Audited) 31 December 2021	Expected credit loss recognised in other comprehensive income Thousand Baht
Investments in debt securities which credit risk has not significantly increased (Stage 1)	3,931,935	(758)
Investments in debt securities which credit risk has significantly increased (Stage 2)	-	-
Credit-impaired investments in debt securities (Stage 3)	-	-
<b>Total</b>	<b>3,931,935</b>	<b>(758)</b>

**Allianz Ayudhya General Insurance Public Company Limited**  
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**9.2 Debt securities measured at amortised cost**

	(Unaudited)		
	30 September 2022		
	Initial book value Thousand Baht	Expected credit loss Thousand Baht	Book value Thousand Baht
Investments in debt securities which credit risk has not significantly increased (Stage 1)	341,460	(11)	341,449
Investments in debt securities which credit risk has significantly increased (Stage 2)	-	-	-
Credit-impaired investments in debt securities (Stage 3)	-	-	-
<b>Total</b>	<b>341,460</b>	<b>(11)</b>	<b>341,449</b>

(Audited)			
31 December 2021			
	Initial book value Thousand Baht	Expected credit loss Thousand Baht	Book value Thousand Baht
Investments in debt securities which credit risk has not significantly increased (Stage 1)	597,081	(27)	597,054
Investments in debt securities which credit risk has significantly increased (Stage 2)	-	-	-
Credit-impaired investments in debt securities (Stage 3)	-	-	-
<b>Total</b>	<b>597,081</b>	<b>(27)</b>	<b>597,054</b>

Investments in debt securities which credit risk has not significantly increased (Stage 1)

Investments in debt securities which credit risk has significantly increased (Stage 2)

Credit-impaired investments in debt securities (Stage 3)

Total

For the three-month period ended 30 September 2022, the Company has recorded interest income Baht 15.32 million and no dividend income. (30 September 2021: Baht 13.68 million and no dividend income).

For the nine-month period ended 30 September 2022, the Company has recorded interest income and dividend income amounting to Baht 40.76 million and 0.02 million, respectively (30 September 2021: Baht 42.15 million and 0.02 million), respectively.

As at 30 September 2022 and 31 December 2021, certain government and state enterprise securities of the Company are pledged and used for assets reserved with the Registrar amounting to Baht 479.70 million and Baht 545.89 million, respectively (Note 22).

As at 30 September 2022 and 31 December 2021, certain government and state enterprise securities of the Company and deposit at banks more than 3 months have been deposited as a security with the registrar in accordance with the Life Insurance Act (No. 2) B.E. 2551 amounting to Baht 15.74 million and Baht 14 million, respectively (Note 22).

As at 30 September 2022, no premium saving certificates were used as collateral for insured drivers are the alleged offenders (31 December 2021 : Baht 0.35 million) (Note 23).

As at 30 September 2022 and 31 December 2021, certain of bank deposits were pledged as collateral for bank overdrafts and borrowing facilities amounting to Baht 20 million and Baht 20 million, respectively (Note 23).



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10 Leasehold improvement and equipment, net

Leasehold improvement and equipment, net as at 30 September 2022 and 31 December 2021 consisted of the following:

	30 September 2022 (Unaudited)									Beginning Leasehold improvement and equipment, net Thousand Baht	Ending leasehold improvement and equipment, net Thousand Baht
	Cost				Accumulated depreciation						
	Beginning balance Thousand Baht	Increase Thousand Baht	Disposal / Write off Thousand Baht	Transfer in/ (transfer out) Thousand Baht	Ending balance Thousand Baht	Beginning balance Thousand Baht	Depreciation Thousand Baht	Disposal / Write off Thousand Baht	Ending balance Thousand Baht		
Leasehold improvement	69,035	-	(2,151)	-	66,884	(40,991)	(3,129)	2,064	(42,056)	28,044	24,828
Furniture, fixtures and office equipment	92,629	44	(8,322)	-	84,351	(77,263)	(4,467)	8,305	(73,425)	15,366	10,926
Vehicles	7,097	-	-	-	7,097	(5,986)	(654)	-	(6,640)	1,111	457
Leasehold improvement under installation	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>168,761</b>	<b>44</b>	<b>(10,473)</b>	<b>-</b>	<b>158,332</b>	<b>(124,240)</b>	<b>(8,250)</b>	<b>10,369</b>	<b>(122,121)</b>	<b>44,521</b>	<b>36,211</b>

  

	31 December 2021 (Audited)									Beginning Leasehold improvement and equipment, net Thousand Baht	Ending leasehold improvement and equipment, net Thousand Baht
	Cost				Accumulated depreciation						
	Beginning balance Thousand Baht	Increase Thousand Baht	Disposal / Write off Thousand Baht	Transfer in/ (transfer out) Thousand Baht	Ending balance Thousand Baht	Beginning balance Thousand Baht	Depreciation Thousand Baht	Disposal / Write off Thousand Baht	Ending balance Thousand Baht		
Leasehold improvement	56,498	429	(3,190)	15,298	69,035	(38,212)	(4,885)	2,106	(40,991)	18,286	28,044
Furniture, fixtures and office equipment	105,679	6,027	(19,077)	-	92,629	(87,678)	(7,950)	18,365	(77,263)	18,001	15,366
Vehicles	26,488	-	(19,391)	-	7,097	(23,976)	(1,339)	19,329	(5,986)	2,512	1,111
Leasehold improvement under installation	13,424	1,874	-	(15,298)	-	-	-	-	-	13,424	-
<b>Total</b>	<b>202,089</b>	<b>8,330</b>	<b>(41,658)</b>	<b>-</b>	<b>168,761</b>	<b>(149,866)</b>	<b>(14,174)</b>	<b>39,800</b>	<b>(124,240)</b>	<b>52,223</b>	<b>44,521</b>

The depreciation expense for the three-month and nine-month period ended 30 September 2022 amounting to Baht 2.23 million and Baht 7.29 million, respectively were included in operating expenses (30 September 2021: Baht 3.15 million and Baht 9.50 million, respectively) and amounting to Baht 0.28 million and Baht 0.96 million, respectively, were included in other underwriting expenses (30 September 2021: Baht 0.45 million and Baht 1.38 million, respectively).

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**11 Right-of-use asset, net**

Right-of-use asset, net as at 30 September 2022 and 31 December 2021 consisted of the following:

	30 September 2022 (Unaudited)										
	Cost				Accumulated depreciation				Beginning Right-of-use asset, net	Ending Right-of-use asset, net	
	Beginning balance	Increase/ decrease	Change in contract	Ending balance	Beginning balance	Amortisation	Change in contract	Write-off			Ending balance
Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht		
Leasehold improvement	239,027	(5,190)	1,282	235,119	(65,215)	(24,127)	639	5,190	(83,513)	173,812	151,606
Vehicles	21,652	(3,333)	-	18,319	(5,067)	(2,749)	-	3,333	(4,483)	16,585	13,836
<b>Total</b>	<b>260,679</b>	<b>(8,523)</b>	<b>1,282</b>	<b>253,438</b>	<b>(70,282)</b>	<b>(26,876)</b>	<b>639</b>	<b>8,523</b>	<b>(87,996)</b>	<b>190,397</b>	<b>165,442</b>
	31 December 2021 (Audited)										
	Cost				Accumulated depreciation				Beginning Right-of-use asset, net	Ending Right-of-use asset, net	
	Beginning balance	Increase/ decrease	Change in contract	Ending balance	Beginning balance	Amortisation	Change in contract	Write-off			Ending balance
Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht		
Leasehold improvement	239,225	51	(249)	239,027	(31,936)	(33,279)	-	-	(65,215)	207,289	173,812
Vehicles	3,333	18,319	-	21,652	(1,818)	(3,249)	-	-	(5,067)	1,515	16,585
<b>Total</b>	<b>242,558</b>	<b>18,370</b>	<b>(249)</b>	<b>260,679</b>	<b>(33,754)</b>	<b>(36,528)</b>	<b>-</b>	<b>-</b>	<b>(70,282)</b>	<b>208,804</b>	<b>190,397</b>

For the three-month period and nine-month period ended 30 September 2022 and 30 September 2021, there is no the lease payments resulting from lease contracts which are not capitalized.

The amortisation expense for the three-month and nine-month period ended 30 September 2022 amounting to Baht 7.57 million and Baht 24.28 million, respectively were included in operating expenses (30 September 2021: Baht 8.74 million and Baht 25.53 million, respectively) and amounting to Baht 0.81 million and Baht 2.59 million, respectively, were included in other underwriting expenses (30 September 2021: Baht 0.59 million and Baht 1.73 million, respectively).



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**12 Intangible assets, net**

Intangible assets, net as at 30 September 2022 and 31 December 2021 consisted of the following:

	30 September 2022 (Unaudited)										
	Cost				Accumulated amortisation				Beginning balance Intangible assets, net	Ending balance Intangible assets, net	
	Beginning balance	Increase	Disposal / Write off	Transfer in/ (transfer out)	Ending balance	Beginning balance	Amortisation	Disposal / Write off			Ending balance
Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	
Computer software	281,834	18,896	-	7,294	308,024	(222,675)	(12,386)	-	(235,061)	59,159	72,963
Computer software in progress	19,712	10,581	(3,287)	(7,294)	19,712	-	-	-	-	19,712	19,712
Bancassurance agreement	100,000	-	-	-	100,000	(100,000)	-	-	(100,000)	-	-
<b>Total</b>	<b>401,546</b>	<b>29,477</b>	<b>(3,287)</b>	<b>-</b>	<b>427,736</b>	<b>(322,675)</b>	<b>(12,386)</b>	<b>-</b>	<b>(335,061)</b>	<b>78,871</b>	<b>92,675</b>

  

	31 December 2021 (Audited)										
	Cost				Accumulated amortisation				Beginning balance Intangible assets, net	Ending balance Intangible assets, net	
	Beginning balance	Increase	Disposal / Write off	Transfer in/ (transfer out)	Ending balance	Beginning balance	Amortisation	Disposal / Write off			Ending balance
Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	
Computer software	258,036	23,798	-	-	281,834	(206,517)	(16,158)	-	(222,675)	51,519	59,159
Computer software in progress	18,982	38,132	(37,402)	-	19,712	-	-	-	-	18,982	19,712
Bancassurance agreement	100,000	-	-	-	100,000	(100,000)	-	-	(100,000)	-	-
<b>Total</b>	<b>377,018</b>	<b>61,930</b>	<b>(37,402)</b>	<b>-</b>	<b>401,546</b>	<b>(306,517)</b>	<b>(16,158)</b>	<b>-</b>	<b>(322,675)</b>	<b>70,501</b>	<b>78,871</b>

The amortisation expense for the three-month and nine-month period ended 30 September 2022 amounting to Baht 3.43 million and Baht 9.85 million, respectively were included in operating expenses (30 September 2021: Baht 3.14 million and Baht 9.64 million, respectively) and amounting to Baht 0.87 million and Baht 2.54 million, respectively, were included in other underwriting expenses (30 September 2021: Baht 0.84 million and Baht 2.64 million, respectively).

**Allianz Ayudhya General Insurance Public Company Limited**  
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**13 Deferred tax assets, net**

Deferred tax assets, net as at 30 September 2022 and 31 December 2021 were as follows:

	(Unaudited) 30 September 2022	(Audited) 31 December 2021
Deferred tax assets, net	383,907	358,595

Movements of deferred tax assets for the nine-month period ended 30 September 2022 consisted of tax effects from the following items:

	As at 1 January 2022	Transactions recognised in profit or loss	Transaction Recognized in other Comprehensive income or loss	As at 30 September 2022
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Deferred tax assets</b>				
Allowance for doubtful accounts	4,169	254	-	4,423
- Premium due and uncollected				
Allowance for doubtful accounts	192	-	-	192
- Other receivable				
Allowance for doubtful accounts	871	(240)	-	631
- Reinsurance				
Unearned premium reserve	77,765	36,075	-	113,840
Claim reserve, net	125,987	31,551	-	157,538
Claim incurred but not reported	44,735	11,235	-	55,970
Employee benefit obligations	15,629	2,419	-	18,048
Stock base payment	297	429	-	726
Accrued expense	28,857	-	-	28,857
Expected credit loss allowance	6	(88)	86	4
Accumulated tax losses	71,993	(71,993)	-	-
Right-of-use asset	-	2,663	-	2,663
Others	1,934	(1,786)	-	148
	372,435	10,519	86	383,040
<b>Deferred tax liabilities</b>				
Unrealised gain on the change in fair value of investments through other comprehensive income	(12,513)	-	13,465	952
Unrealised gain on the change in fair value adjustment	(1,327)	1,242	-	(85)
	(13,840)	1,242	13,465	867
<b>Deferred tax assets, net</b>	358,595	11,761	13,551	383,907



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**14 Insurance contract liabilities**

Insurance contract liabilities as at 30 September 2022 and 31 December 2021 consisted of the following:

	(Unaudited)		
	As at 30 September 2022		
	Insurance contract liabilities Thousand Baht	recovered from reinsurers Thousand Baht	Net Thousand Baht
Claim reserves			
Claim incurred and reported	1,738,576	(892,193)	846,383
Claim incurred but not reported	379,512	(99,664)	279,848
	2,118,088	(991,857)	1,126,231
Premium reserve			
Unearned premium reserve	3,415,746	(969,933)	2,445,813
Total	5,533,834	(1,961,790)	3,572,044

(Audited)  
As at 31 December 2021

	Insurance contract liabilities Thousand Baht	recovered from reinsurers Thousand Baht	Net Thousand Baht
Claim reserves			
Claim incurred and reported	1,929,799	(1,164,937)	764,862
Claim incurred but not reported	313,947	(90,273)	223,674
	2,243,746	(1,255,210)	988,536
Premium reserve			
Unearned premium reserve	2,826,998	(668,642)	2,158,356
Total	5,070,744	(1,923,852)	3,146,892

**14.1 Insurance reserve for short-term insurance contract**

**14.1.1 Claim reserves**

	(Unaudited)		
	30 September 2022		
	Gross Thousand Baht	Reinsurance Thousand Baht	Net Thousand Baht
Balance as at beginning period	2,243,746	(1,255,210)	988,536
Claim and loss adjustment expenses incurred during the period	1,753,094	(343,042)	1,410,052
Change in claim reserves and assumptions used in claim reserve calculation	(70,714)	194,634	123,920
Claim paid during the period	(1,808,038)	411,761	(1,396,277)
Balance as at period ended	2,118,088	(991,857)	1,126,231



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	(Audited)		
	31 December 2021		
	Gross Thousand Baht	Reinsurance Thousand Baht	Net Thousand Baht
Balance as at beginning year	2,436,781	(1,414,091)	1,022,690
Claim and loss adjustment expenses incurred during the year	2,286,356	(482,526)	1,803,830
Change in claim reserves and assumptions used in loss reserve calculation	276,727	(56,440)	220,287
Claim paid during the year	(2,756,118)	697,847	(2,058,271)
Balance as at year ended	2,243,746	(1,255,210)	988,536

**14.1.2 Unearned premium reserve**

	(Unaudited)		
	30 September 2022		
	Gross Thousand Baht	Reinsurance Thousand Baht	Net Thousand Baht
As at 1 January	2,826,998	(668,642)	2,158,356
Premium written for the period	4,980,474	(1,450,532)	3,529,942
Earned premium for the period	(4,391,726)	1,149,241	(3,242,485)
As at 30 September	3,415,746	(969,933)	2,445,813

	(Audited)		
	31 December 2021		
	Gross Thousand Baht	Reinsurance Thousand Baht	Net Thousand Baht
As at 1 January	2,720,983	(646,646)	2,074,337
Premium written for the year	5,584,707	(1,608,289)	3,976,418
Earned premium for the year	(5,478,692)	1,586,293	(3,892,399)
As at 31 December	2,826,998	(668,642)	2,158,356

**14.1.3 Unexpired risk reserve**

As at 30 September 2022 and 31 December 2021, no additional reserve for unexpired risk reserve has been established as the gross unexpired risk reserve estimated by the Company amounting to Baht 1,727.59 million and Baht 1,436.61 million, respectively and net of reinsurance amounting to Baht 1,456.45 million and Baht 1,255.57 million, respectively is lower than the unearned premium reserve.

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**15 Amount due to reinsurers**

	(Unaudited) 30 September 2022	(Audited) 31 December 2021
	Thousand Baht	Thousand Baht
Amounts withheld on reinsurance	340,165	663,132
Reinsurance payables	760,372	497,100
<b>Total amount due to reinsurers</b>	<b>1,100,537</b>	<b>1,160,232</b>

**16 Debt issued and borrowings**

	(Unaudited) 30 September 2022	(Audited) 31 December 2021
	Thousand Baht	Thousand Baht
Debt instrument		
Subordinated bond (Note 21)	200,000	200,000
<b>Total debt issued and borrowings</b>	<b>200,000</b>	<b>200,000</b>

On 30 July 2021, the Company has issued the subordinated bond amounting to Baht 200 million with the fixed interest rate 6.10 per annum for the 10 years which parent company totally hold the subordinated bond.

**17 Financial information by segment**

The business segment results are prepared on the basis of preparation of management report of the company. The operating results by business segment provided to Chief Operating Decision Maker to make decisions about allocating resources to and assessing the performance of operating segments is measured in accordance with Financial Reporting Standards.

The Company has four reporting segments, which represent the major products that the Company underwrites and consists of fire, marine, motor and miscellaneous.

The Company is only operated and managed in a single geographic area, namely in Thailand. Therefore, no geographic segment information is presented.

For the three-month and nine-month periods ended 30 September 2022 and 2021, there is no underwriting income with a single external customer contributed 10% or more to the Company's total revenue.







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The financial information of the Company for the nine-month periods ended 30 September 2022 and 2021 were presented by business segment as follows:

	(Unaudited)				
	For the nine-month period ended 30 September 2022				
	Fire Thousand Baht	Marine Thousand Baht	Motor Thousand Baht	Miscellaneous Thousand Baht	Total Thousand Baht
<b>Underwriting income</b>					
Gross premiums written	496,182	306,997	2,314,242	1,863,053	4,980,474
Less Premium ceded	(125,745)	(116,543)	(10,897)	(1,197,347)	(1,450,532)
Net premiums written	370,437	190,454	2,303,345	665,706	3,529,942
Add(Less) Unearned premium reserve (increase) decrease from previous period	1,509	(7,754)	(249,533)	(31,679)	(287,457)
Net premium ceded	371,946	182,700	2,053,812	634,027	3,242,485
Fee and commission income	11,836	25,589	-	332,596	370,021
<b>Total underwriting income</b>	<b>383,782</b>	<b>208,289</b>	<b>2,053,812</b>	<b>966,623</b>	<b>3,612,506</b>
<b>Underwriting expense</b>					
Gross claim paid	53,739	118,525	1,073,505	519,798	1,765,567
(Less)Add Claim recovered from reinsurers	(4,423)	11,028	(1,123)	(171,512)	(166,030)
Commissions and brokerages expenses	108,231	38,146	392,434	260,352	799,163
Other underwriting expenses	94,950	30,407	336,028	161,188	622,573
<b>Total underwriting expense</b>	<b>252,497</b>	<b>198,106</b>	<b>1,800,844</b>	<b>769,826</b>	<b>3,021,273</b>
<b>Profit on underwriting before operating expenses</b>	<b>131,285</b>	<b>10,183</b>	<b>252,968</b>	<b>196,797</b>	<b>591,233</b>
<b>Operating expenses</b>					
Loss on underwriting					(497,319)
					<u>93,914</u>
					(Unaudited)
	For the nine-month period ended 30 September 2021				
	Fire Thousand Baht	Marine Thousand Baht	Motor Thousand Baht	Miscellaneous Thousand Baht	Total Thousand Baht
<b>Underwriting income</b>					
Gross premiums written	483,165	285,623	1,772,349	1,618,487	4,159,624
Less Premium ceded	(126,278)	(122,502)	(30,051)	(954,121)	(1,232,952)
Net premiums written	356,887	163,121	1,742,298	664,366	2,926,672
Add(Less) Unearned premium reserve (increase) decrease from previous period	(11,318)	(51,447)	142,074	(74,276)	5,033
Net premium ceded	345,569	111,674	1,884,372	590,090	2,931,705
Fee and commission income	321	38,942	(78)	203,166	242,351
<b>Total underwriting income</b>	<b>345,890</b>	<b>150,616</b>	<b>1,884,294</b>	<b>793,256</b>	<b>3,174,056</b>
<b>Underwriting expense</b>					
Gross claim paid	133,320	137,036	948,573	623,354	1,842,283
(Less)Add Claim recovered from reinsurers	(22,682)	(91,791)	18,310	(255,444)	(351,607)
Commissions and brokerages expenses	105,308	35,227	294,320	223,316	658,171
Other underwriting expenses	83,230	32,978	292,792	125,697	534,697
<b>Total underwriting expense</b>	<b>299,176</b>	<b>113,450</b>	<b>1,553,995</b>	<b>716,923</b>	<b>2,683,544</b>
<b>Profit on underwriting before operating expenses</b>	<b>46,714</b>	<b>37,166</b>	<b>330,299</b>	<b>76,333</b>	<b>490,512</b>
<b>Operating expenses</b>					
Loss on underwriting					(560,615)
					<u>(70,103)</u>

**Allianz Ayudhya General Insurance Public Company Limited**  
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**18 Operating expenses**

The operating expenses for the three-month and nine-month periods ended 30 September 2022 and 2021 were as follows:

	(Unaudited)		(Unaudited)	
	For the three-month periods ended 30 September 2022	30 September 2021	For the nine-month periods ended 30 September 2022	30 September 2021
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Employee expenses not relating to underwriting or claim administrative expense	89,025	73,501	256,487	208,787
Premise and equipment expense not relating to underwriting expense	39,820	85,427	119,870	204,681
Stamp and tax duty	306	14	1,331	721
Bad debt and doubtful debt (Reversal)	1,823	(1,102)	792	7,268
Director's remuneration	474	(5,731)	1,423	(3,781)
Management fee	23,624	26,785	64,094	72,197
Advertising and sales promotion expenses	613	1,921	2,743	2,260
Professional fee	1,256	2,870	6,933	5,022
Other operating expenses	14,390	47,573	43,646	63,460
<b>Total operating expenses</b>	<b>171,331</b>	<b>231,258</b>	<b>497,319</b>	<b>560,615</b>

**19 Expected credit loss**

	(Unaudited)		(Unaudited)	
	For the three-month period ended 30 September 2022	30 September 2021	For the three-month period ended 30 September 2022	30 September 2021
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Cash and cash equivalent (Reversal)</b>				
<b>Investment in securities</b>	(4)		(4)	1
Investments measured at fair value through other comprehensive income	21		21	8
Investments measured at amortised cost	8		8	28
<b>Total expected credit loss</b>	<b>25</b>		<b>25</b>	<b>37</b>

	(Unaudited)		(Unaudited)	
	For the nine-month period ended 30 September 2022	30 September 2021	For the nine-month period ended 30 September 2022	30 September 2021
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Cash and cash equivalent (Reversal)</b>				
<b>Investment in securities (Reversal)</b>	5		5	(559)
Investments measured at fair value through other comprehensive income	(431)		(431)	334
Investments measured at amortised cost	(16)		(16)	14
<b>Total expected credit loss (Reversal)</b>	<b>(442)</b>		<b>(442)</b>	<b>(211)</b>



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**20 Basic earnings per share**

Basic earnings per share for the three-month and nine-month periods ended 30 September 2022 and 2021 calculated from net income for the period of the Company's shareholders and the number of issued share capital. The calculations were as follows:

	(Unaudited)		(Unaudited)	
	For the three-month periods ended 30 September 2022	30 September 2021	30 September 2022	30 September 2021
Net profit (loss) (Thousand Baht)	20,297	(45,365)	115,671	(11,435)
Number of weighted averages share capital (Thousand shares)	254,880	254,880	254,880	254,880
Basic earnings (loss) per shares (Baht per share)	0.08	(0.18)	0.45	(0.04)

**21 Related parties**

A portion of the Company's assets, liabilities, revenues and expenses arose from transactions with related parties. The relationship may be by shareholding or the companies may have the same group of shareholders or directors. The Company's management believes that the Company has no significant influence over the related parties. The accompanying financial statements reflect the effects of these transactions determined on the basis of commitments and conditions as in the normal course of business. Transactions with the related parties are mainly as follows:

Significant balances with related parties As at 30 September 2022 and 31 December 2021 were as follows:

	(Unaudited)	(Audited)
	30 September 2022	31 December 2021
	Thousand Baht	Thousand Baht
<b>Receivables</b>		
Related company of ultimate parent	183,210	229,768
Amounts due from reinsurers	27,863	30,419
Investments in securities, net	16,557	15,293
Other assets		
Immediate parent company	600	300
Other assets		
Related company of immediate parent	253,838	291,865
Deposits at financial institutions	16,426	10,778
Premium receivable	5,170	5,170
Other assets		
<b>Payables</b>		
Related company of ultimate parent	189,361	458,067
Amounts withheld on reinsurance	541,419	246,108
Due to reinsurers	39,514	11,017
Other liabilities		
Immediate parent company	200,000	200,000
Long term loan	3,158	117
Other liabilities		
Related company of immediate parent	16,067	15,578
Commission and brokerage payable	58,990	47,740
Accrued underwriting expenses	131,180	146,688
Lease liabilities	8,708	8,715
Other liabilities		

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Significant transactions for the three-month and nine-month periods ended 30 September 2022 and 2021 with related parties were as follows:

	(Unaudited)	
	For the three-month period ended	
	30 September 2022 Thousand Baht	30 September 2021 Thousand Baht
<b>Revenues</b>		
Related company of ultimate parent	29,456	27,755
Claim recovered from reinsurers	43,327	28,764
Fee and commission income	8,168	6,554
Other income		
Immediate parent company	348	348
Other income		
Related company of immediate parent		
Premium written	72,313	73,938
<b>Expenses</b>		
Related company of ultimate parent		
Premiums ceded to reinsurers	196,885	120,803
Commission and brokerage expenses	8,419	6,372
Operating expenses	65,013	63,812
Immediate parent company		
Other expenses	3,075	2,106
Related company of immediate parent		
Commission and brokerage expenses	48,463	44,821
Underwriting expenses	34,210	25,356
Operating expenses	5,170	5,170
<b>Revenues</b>		
Related company of ultimate parent	117,620	150,360
Claim recovered from reinsurers	128,897	76,886
Fee and commission income	9,429	27,003
Other income		
Immediate parent company		
Other income	1,044	1,044
Related company of immediate parent		
Premium written	93,594	96,734

(Unaudited)	
For the nine-month period ended	
30 September 2022 Thousand Baht	30 September 2021 Thousand Baht



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	(Unaudited)	
	For the nine-month period ended	
	30 September 2022	30 September 2021
Thousand Baht	Thousand Baht	Thousand Baht
<b>Expenses</b>		
Related company of ultimate parent		
Premiums ceded to reinsurers	577,149	436,370
Commission and brokerage expenses	11,706	8,266
Operating expenses	192,135	150,201
Immediate parent company		
Other expenses	9,125	2,106
Related company of immediate parent		
Commission and brokerage expenses	151,467	137,266
Underwriting expenses	92,939	77,621
Operating expenses	15,510	15,852

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

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

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

The Company paid commissions and brokerages and other underwriting expenses as specified in the Bancassurance Agreement made between the Company 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 Company has offered to other insurance broker companies.

Custodian fee and commission were paid at the same rates and conditions as the related parties charged other customers.

The Company has 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.

**Directors and key management personnel's remuneration**

During the three-month and nine-month periods ended 30 September 2022 and 2021, the Company paid salaries, bonuses, directors allowances and other benefits of its directors and key management personnel as follows:

	(Unaudited)		(Unaudited)	
	For the three-month periods ended		For the nine-month periods ended	
	30 September 2022	30 September 2021	30 September 2022	30 September 2021
Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	
<b>Directors and key management personnel's remuneration</b>				
Short-term benefits	29,064	25,872	93,749	86,066
Post-employment benefits	1,729	1,608	5,130	4,849
Directors' remuneration	643	518	1,928	1,553
<b>Total</b>	<b>31,436</b>	<b>27,998</b>	<b>100,807</b>	<b>92,468</b>

Directors' remunerations for the years of 2022 and 2021 were approved by the ordinary shareholders' meeting of the Company held on 21 April 2022 and 27 April 2021, respectively.

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**22 Securities and assets pledged with the Registrar**

As at 30 September 2022 and 31 December 2021, certain investments in securities of the Company were pledged and used for assets reserved with the Registrar in accordance with the Insurance Act and according to the announcement of the Office of Insurance Commission regarding "Rates, Rules and Procedures for pledge of unearned premium reserve of Non-Life Insurance Company B.E. 2557", respectively as follows:

22.1 The investments in debt securities which the company placed for policy reserve with the Registrar in accordance with the announcement of the Office of Insurance Commission regarding "Rates, Rules and Procedures for pledge of unearned premium reserve of Non-Life Insurance Company B.E. 2557" were as follows:

	(Unaudited)		(Audited)	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	Book value Thousand Baht	Face value Thousand Baht	Book value Thousand Baht	Face value Thousand Baht
Government and state enterprise securities	479,703	470,000	545,885	520,000

22.2 The investments in debt securities which the company pledged with the Registrar in accordance with the Insurance Act (No.2) B.E. 2551 were as follows:

	(Unaudited)		(Audited)	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	Book value Thousand Baht	Face value Thousand Baht	Book value Thousand Baht	Face value Thousand Baht
Deposits at banks more than 3 months	-	-	14,000	14,000
Government and state enterprise securities	15,735	15,000	-	-

**23 Restricted assets and commitment**

As at 30 September 2022, the Company has no premium saving certificates used as collateral in case where the insured drivers are the alleged offenders (31 December 2021 : Baht 0.35 million).

As at 30 September 2022 and 31 December 2021, the Company has undrawn committed credit facilities amounting to Baht 20 million, with fixed deposit at banks amounting to Baht 20 million pledged as collateral.



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**24 Contribution to non-life guarantee fund**

The Company has accumulated funding amount which was paid into contribution to non-life guarantee fund as at 30 September 2022 and 31 December 2021 amounting to Baht 144.61 million and Baht 124.05 million, respectively.

**25 Contingent liabilities**

As at 30 September 2022 and 31 December 2021, lawsuits have been brought against the Company, as insurer, from which the Company estimates losses totalling Baht 241.26 million and Baht 314.90 million, respectively. The Company's management believes that such estimation is adequate to losses and does not expect the outcome of the litigation to result in losses that differ from the recorded liability by amounts that would be material to the Company's operating results.

**26 Event after the statement of financial position date**

- 26.1 During 15 September - 5 October 2022, the Company had arranged Employee Stock Purchase Plan (ESPP) to offer the Allianz SE shares to entitled Company staff. The ESPP 2022 was offered to entitled Allianz employees all across the world, in 42 countries. The offer provides additional €1 on top for every €3 that had been invested by the employees. The shares have a three-year restriction period for not transferring or selling. The ultimate parent company approved the share allocation under this ESPP on 2 November 2022 with the total Company's contribution amounting to Baht 2.44 million.
- 26.2 On 29 April 2022, Allianz Ayudhya Capital Public Company Limited, which is the parent company of Allianz Ayudhya General Insurance Public Company Limited has agreed to purchase the personal accident and health business of certain operating and holding companies in Thailand (the Aetna Thai Companies). The acquisition has been completed on 6 May 2022.
- 26.3 On 22 July 2022, Allianz Ayudhya General Insurance Public Company Limited has submitted a request to Office of Insurance Commission for approval of the amalgamation between the Company and Aetna Health Insurance (Thailand) Public Company Limited and the completion of the amalgamation plan is expected to be early January 2023.