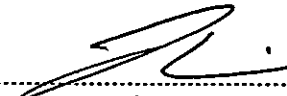


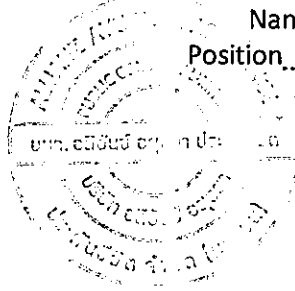
Information Disclosure Allianz Ayudhya Assurance Public Company Limited

The Company has cautiously reviewed the disclosed information and has verified that the information is completed, accurate and is not misleading or lack of essence .

This is to certify the accuracy of all disclosed information reported by the Company.

Sign 
Name Mr. Thomas Charles Wilson
Position Director

Sign 
Name Mr. Kitti Pintavirooj
Position Director



Disclosed on 14 November 2023
Quarterly 3 Year 2023

1. Adequacy of Capital

Allianz Ayudhya Assurance Public Company Limited holds a strong RBC Solvency Ratio. At the end of third quarter in 2023, the Company's capital adequacy ratio is at the 319 percent which is significant high comparing to the minimum ratio required by the OIC at the 140 percent. The Company also conducts the regular tests of its financial status under crisis at every quarter end to ensure that the Company is capable of confronting and coping with any economic change in the event of uncontrollable or undesired situation.

Disclosed on 14 November 2023

Unit: million baht

Item	Quarter 1		Quarter 2		Quarter 3	
	2023	2022	2023	2022	2023	2022
Common Equity Tier 1 (%)	326%	334%	298%	312%	319%	336%
Tier 1 Capital Ratio (%)	326%	334%	298%	312%	319%	336%
Capital Adequacy Ratio (%)	326%	334%	298%	312%	319%	336%
Total Capital Availability	29,750.33	32,289.09	27,065.47	27,297.43	27,681.73	27,729.46
Total Capital Requirement	9,122.67	9,657.99	9,079.80	8,740.31	8,669.80	8,243.63

- Remark**
- Notification of the Office of Insurance Commission (OIC): Specification of Type and Category of the Capital including Rules, Procedures and Conditions of the Capital Calculation in Life Insurance Companies. For legal requirement, the Capital adequacy ratio (supervisory CAR):
 - Capital is based on appraisal value aligned with the announcement of OIC regarding the Life Insurance Company's asset and liability assessment; the announcement of OIC regarding the Type and Category of the Capital including Rules, Procedures and Conditions of the Capital Calculation in Life Insurance Companies
 - The second quarter is the six-months operating results while the third quarter is the nine-months operating results

2. Financial Statement

ALLIANZ AYUDHYA ASSURANCE PUBLIC COMPANY LIMITED

INTERIM FINANCIAL INFORMATION (UNAUDITED)

30 SEPTEMBER 2023



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

To the Board of Directors of Allianz Ayudhya Assurance Public Company Limited

I have reviewed the interim financial information of Allianz Ayudhya Assurance Public Company Limited, which comprises the statement of financial position as at 30 September 2023, the statements of comprehensive income for the three-month and nine-month periods then ended, the related statement of 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 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".

PricewaterhouseCoopers ABAS Ltd.

A handwritten signature in blue ink, appearing to read 'Sakuna Yamsakul', with a stylized flourish at the end.

Sakuna Yamsakul
Certified Public Accountant (Thailand) No. 4906
Bangkok
10 November 2023

Allianz Ayudhya Assurance Public Company Limited
Statement of Financial Position
As at 30 September 2023

		(Unaudited) 30 September 2023	(Audited) 31 December 2022
	Notes	Thousand Baht	Thousand Baht
Assets			
Cash and cash equivalents, net	6, 27	7,035,230	18,447,961
Premiums receivable, net	7	1,697,626	1,433,441
Accrued investment income		1,906,803	1,354,777
Reinsurance assets	8, 27	80,047	81,282
Amount due from reinsurance	9, 27	764,274	486,518
Investment receivables		352,151	20,873
Derivative assets	10	87,963	432,455
Investment assets			
Investments in securities, net	11, 27, 28, 29	185,741,691	176,878,416
Loans and accrued interest receivable, net	12	9,741,440	9,763,748
Assets held to cover linked liabilities	13	1,328,905	1,220,612
Premises and equipment, net	14	498,525	552,740
Right-of-use assets, net	15	296,139	402,996
Intangible assets, net	16	561,727	684,931
Deferred tax assets, net	17	2,056,449	913,479
Other assets, net	27	1,963,819	1,809,507
Total assets		214,112,789	214,483,736

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

Allianz Ayudhya Assurance Public Company Limited

Statement of Financial Position (Cont'd)

As at 30 September 2023

		(Unaudited) 30 September 2023	(Audited) 31 December 2022
	Notes	Thousand Baht	Thousand Baht
Liabilities and equity			
Liabilities			
Insurance contract liabilities	18	193,523,668	190,701,955
Investment contract liabilities	19	4,382,359	4,452,962
Amount due to reinsurance	20, 27	731,350	496,292
Investment payables		703	29
Derivative liabilities	10	2,044,343	611,590
Income tax payable		309,652	-
Accrued expenses	21, 27	2,201,720	2,317,216
Employee benefit obligations		683,022	671,739
Provisions	22	152,903	228,265
Other liabilities	27	761,473	954,282
Total liabilities		204,791,193	200,434,330
Equity			
Share capital			
Authorised share capital			
400,000,000 ordinary shares of 10 Baht each			
		4,000,000	4,000,000
Issued and paid-up share capital			
295,000,000 ordinary shares of 10 Baht each			
		2,950,000	2,950,000
Retained earnings			
Appropriated			
Legal reserve			
		400,000	400,000
Unappropriated			
		10,489,408	11,860,573
Other components of equity		(4,517,812)	(1,161,167)
Total equity		9,321,596	14,049,406
Total liabilities and equity		214,112,789	214,483,736

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

Allianz Ayudhya Assurance Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the three-month period ended 30 September 2023

		2023	(Reclassified) 2022
	Notes	Thousand Baht	Thousand Baht
Revenues			
Gross written premiums	27	8,191,875	7,867,161
<u>Less</u> Premiums ceded	27	(279,976)	(224,422)
Net written premiums		7,911,899	7,642,739
<u>Add (Less)</u> Net change in unearned permium reserve		3,537	(38,967)
Net earned premiums		7,915,436	7,603,772
Fees and commission income	27	46,606	68,339
Net investment income	3.4, 27	1,835,651	1,863,820
Losses on investment	3.4, 27	(124,409)	(235,797)
Fair value losses	3.4	(161,304)	(44,504)
Other income	27	45,201	15,479
Total revenues		9,557,181	9,271,109
Expenses			
Change in long-term technical reserve		135,567	660,217
Gross benefits and claim paid	27	6,116,574	5,932,345
<u>Less</u> Benefits and claim paid recovered from reinsurers	27	(235,040)	(150,978)
Net benefits and claim paid		5,881,534	5,781,367
Commissions and brokerages		1,162,213	1,075,499
Other underwriting expenses	27	472,990	411,754
Operating expenses	24, 27	508,825	696,416
Finance costs		3,320	3,475
Impairment loss on investment in securities		1,222,204	244,568
Expected credit loss (reversal)	25	(34)	283
Total expenses		9,386,619	8,873,579
Profit before income tax		170,562	397,530
Income tax		25,218	68,804
Net profit		145,344	328,726

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

Allianz Ayudhya Assurance Public Company Limited
Statement of Comprehensive Income (Unaudited) (Cont'd)
For the three-month period ended 30 September 2023

		(Reclassified)	
		2023	2022
	Notes	Thousand Baht	Thousand Baht
Other comprehensive income (losses)			
Items that will be subsequently reclassified to profit or loss			
Losses from change in fair value of investments measured at fair value through other comprehensive income		(5,488,138)	(2,909,465)
Gains (losses) on fair value of cash flow hedges		(888,942)	401,925
Gains on deferred cost of hedging		130,113	650,927
Items in other comprehensive income transferred to profit or loss		652,993	239,827
Change in long-term technical reserve under shadow accounting basis		173,900	7,836
Income tax on items that will be subsequently reclassified to profit or loss		<u>1,084,014</u>	<u>321,790</u>
Total items that will be subsequently reclassified to profit or loss		<u>(4,336,060)</u>	<u>(1,287,160)</u>
Other comprehensive losses for the period, net of income tax		<u>(4,336,060)</u>	<u>(1,287,160)</u>
Total comprehensive losses for the period		<u>(4,190,716)</u>	<u>(958,434)</u>
Basic earnings per share (Baht)	26	<u>0.49</u>	<u>1.11</u>

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

Allianz Ayudhya Assurance Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the nine-month period ended 30 September 2023

		(Reclassified)
	2023	2022
	Notes	Thousand Baht
		Thousand Baht
Revenues		
Gross written premiums	27	25,341,648
<u>Less</u> Premiums ceded	27	<u>(861,045)</u>
Net written premiums		24,480,603
<u>Less</u> Net change in unearned premium reserve		<u>(362,181)</u>
Net earned premiums		24,118,422
Fees and commission income	27	157,441
Net investment income	3.4, 27	5,558,813
Gains (losses) on investment	3.4, 27	(594,814)
Fair value losses	3.4	(588,328)
Other income	27	<u>116,534</u>
Total revenues		<u>28,768,068</u>
Expenses		
Change in long-term technical reserve		1,998,623
Gross benefits and claim paid	27	17,970,797
<u>Less</u> Benefits and claim paid recovered from reinsurers	27	<u>(580,641)</u>
Net benefits and claim paid		17,390,156
Commissions and brokerages		3,434,090
Other underwriting expenses	27	1,390,538
Operating expenses	24, 27	1,688,337
Finance costs		11,706
Impairment loss on investment in securities		1,519,420
Expected credit loss (reversal)	25	<u>1,720</u>
Total expenses		<u>27,434,590</u>
Profit before income tax		1,333,478
Income tax		<u>256,143</u>
Net profit		<u><u>1,077,335</u></u>
		<u><u>2,073,540</u></u>

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

Allianz Ayudhya Assurance Public Company Limited
Statement of Comprehensive Income (Unaudited) (Cont'd)
For the nine-month period ended 30 September 2023

		(Reclassified)
	2023	2022
Notes	Thousand Baht	Thousand Baht
Other comprehensive income (losses)		
Items that will be subsequently reclassified to profit or loss		
Losses from change in fair value of investments measured at fair value through other comprehensive income	(4,688,237)	(19,840,314)
Gains (losses) on fair value of cash flow hedges	(1,332,473)	172,344
Gains (losses) on deferred cost of hedging	(59,496)	833,168
Items in other comprehensive income transferred to profit or loss	1,634,069	(220,255)
Change in long-term technical reserve under shadow accounting basis	250,331	51,042
Income tax on items that will be subsequently reclassified to profit or loss	17 839,161	3,800,802
Total items that will be subsequently reclassified to profit or loss	<u>(3,356,645)</u>	<u>(15,203,213)</u>
Other comprehensive losses for the period, net of income tax	<u>(3,356,645)</u>	<u>(15,203,213)</u>
Total comprehensive losses for the period	<u><u>(2,279,310)</u></u>	<u><u>(13,129,673)</u></u>
Basic earnings per share (Baht)	26 <u><u>3.65</u></u>	<u><u>7.03</u></u>

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

Allianz Ayudhya Assurance Public Company Limited
Statement of Changes in Equity (Unaudited)
For the nine-month period ended 30 September 2023

	Retained earnings		Other components of equity								
	Issued and paid-up share capital Thousand Baht	Legal reserve Thousand Baht	Unappropriated Thousand Baht	Gains (losses) from change in value of investments measured at fair value through other comprehensive income, net of tax		Gains (losses) on fair value of cash flow hedges, net of tax		Change in long-term technical reserve under shadow accounting basis, net of tax		Total other components of equity Thousand Baht	Total equity Thousand Baht
				Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht		
Balance as at 1 January 2023	2,950,000	400,000	11,860,573	(2,325,888)	939,035	177,448	49,238	(1,161,167)	14,049,406		
Transaction with shareholders, recorded directly in equity	-	-	(2,448,500)	-	-	-	-	-	(2,448,500)		
Dividends to shareholders of the Company (Note 23)	-	-	(2,448,500)	-	-	-	-	-	(2,448,500)		
Total transaction with shareholders, recorded directly in equity	-	-	(2,448,500)	-	-	-	-	-	(2,448,500)		
Comprehensive income (losses) for the period											
Net profit	-	-	1,077,335	-	-	-	-	-	1,077,335		
Other comprehensive income (losses)											
Losses from change in value of investments measured at fair value through other comprehensive income, net of tax	-	-	-	(3,750,590)	-	-	-	-	(3,750,590)		(3,750,590)
Losses on fair value of cash flow hedges, net of tax	-	-	-	-	(1,065,978)	-	-	-	(1,065,978)		(1,065,978)
Losses on deferred cost of hedging, net of tax	-	-	-	-	-	(47,597)	-	-	(47,597)		(47,597)
Items in other comprehensive income transferred to profit or loss, net of tax	-	-	-	475,851	831,404	-	-	-	1,307,255		1,307,255
Change in the long-term technical reserve under shadow accounting basis, net of tax	-	-	-	-	-	-	200,265	-	200,265		200,265
Total comprehensive income (losses) for the period	-	-	1,077,335	(3,274,739)	(234,574)	(47,597)	200,265	(3,356,645)	(2,279,310)		
Balance as at 30 September 2023	2,950,000	400,000	10,489,408	(5,601,627)	704,461	129,851	249,503	(4,517,812)	9,321,596		

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

Allianz Ayudhya Assurance Public Company Limited
Statement of Changes in Equity (Unaudited) (Cont'd)
For the nine-month period ended 30 September 2023

	Retained earnings		Other components of equity				Total equity Thousand Baht			
	Issued and paid-up share capital Thousand Baht	Legal reserve Thousand Baht	Unappropriated Thousand Baht	Gains (losses) from change in value of investments measured at fair value through other comprehensive income, net of tax Thousand Baht	Gains (losses) on fair value of cash flow hedges, net of tax Thousand Baht	Gains (losses) on deferred cost of hedging, net of tax Thousand Baht		Change in long-term technical reserve under shadow accounting basis, net of tax Thousand Baht		
Balance as at 1 January 2022	2,950,000	400,000	11,279,937	8,853,781	(148,984)	21,019	113,840	8,839,656	23,469,593	
Transaction with shareholders, recorded directly in equity	-	-	(2,534,400)	-	-	-	-	-	-	(2,534,400)
Dividends to shareholders of the Company (Note 23)	-	-	(2,534,400)	-	-	-	-	-	-	(2,534,400)
Total transaction with shareholders, recorded directly in equity	-	-	(2,534,400)	-	-	-	-	-	-	(2,534,400)
Comprehensive income (losses) for the period	-	-	2,073,540	-	-	-	-	-	-	2,073,540
Net profit	-	-	2,073,540	-	-	-	-	-	-	2,073,540
Other comprehensive income (losses)	-	-	-	(15,872,251)	-	-	-	-	(15,872,251)	(15,872,251)
Losses from change in value of investments measured at fair value through other comprehensive income, net of tax	-	-	-	(15,872,251)	-	-	-	-	(15,872,251)	(15,872,251)
Gains on fair value of cash flow hedges, net of tax	-	-	-	-	137,874	-	-	-	137,874	137,874
Gains on deferred cost of hedging, net of tax	-	-	-	-	-	666,534	-	-	666,534	666,534
Items in other comprehensive income transferred to profit or loss, net of tax	-	-	-	(176,204)	-	-	-	-	(176,204)	(176,204)
Change in the long-term technical reserve under shadow accounting basis, net of tax	-	-	-	-	-	-	40,834	-	40,834	40,834
Total comprehensive income (losses) for the period	-	-	2,073,540	(16,048,455)	137,874	666,534	40,834	(15,203,213)	(13,129,673)	
Balance as at 30 September 2022	2,950,000	400,000	10,819,077	(7,194,674)	(11,110)	687,553	154,674	(6,363,557)	7,805,520	

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

Allianz Ayudhya Assurance Public Company Limited
Statement of Cash Flows (Unaudited)
For the nine-month period ended 30 September 2023

		2023	(Reclassified) 2022
	Notes	Thousand Baht	Thousand Baht
Cash flows from operating activities			
Premiums written from direct insurance		25,174,590	23,826,462
Cash paid relating to reinsurance		(164,426)	(149,798)
Interest received	3.4	3,216,247	6,609,338
Dividends received		849,313	732,073
Other income		62,411	60,473
Gross benefits and claim paid from direct insurance	3.4	(17,432,120)	(14,966,443)
Commissions and brokerages from direct insurance		(3,566,658)	(3,433,726)
Other underwriting expenses		(1,300,538)	(1,206,593)
Operating expenses		(1,666,346)	(1,456,704)
Income tax expense		(282,561)	(1,110,234)
Cash received from selling and redeeming investment in securities	3.4	18,313,399	26,866,621
Cash paid for purchasing investment in securities		(32,122,972)	(33,096,144)
Cash paid for loans		(8,866)	(42,279)
Deposits		(226)	(1,196)
Net cash flow provided from (used in) operating activities		<u>(8,928,753)</u>	<u>2,631,850</u>
Cash flows from investing activities			
<u>Cash flows provided</u>			
Cash received from selling premises and equipment		54,004	122,631
<u>Cash flows used</u>			
Cash paid for purchasing premises and equipment	14	(1,411)	(1,076)
Cash paid for purchasing/developing intangible assets	16	(44,581)	(42,816)
Net cash flow provided from investing activities		<u>8,012</u>	<u>78,739</u>
Cash flows from financing activities			
<u>Cash flows used</u>			
Cash paid for lease liabilities		(32,010)	(46,249)
Cash paid for finance cost		(11,482)	(10,729)
Dividend paid	23	(2,448,500)	(2,534,400)
Net cash flow used in financing activities		<u>(2,491,992)</u>	<u>(2,591,378)</u>
Net increase (decrease) in cash and cash equivalents		(11,412,733)	119,211
Cash and cash equivalents as at 1 January		18,448,040	6,489,670
Cash and cash equivalents as at 30 September		7,035,307	6,608,881
<u>Less</u> Allowance for expected credit losses		(77)	(42)
Cash and cash equivalents, net as at 30 September	6	<u>7,035,230</u>	<u>6,608,839</u>
Supplemental cash flows information			
Significant non-cash items			
Receivables from selling investments		352,151	342,135
Payables from purchasing investments		703	157,924
Lease liability write-off		1,219	10,744

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

1 General information

Allianz Ayudhya Assurance Public Company Limited, (“the Company”), was first incorporated in Thailand under the name of Sri Ayudhya Life Assurance Company Limited on 11 April 1951 and the Company was granted its license to operate as a life insurance company on 20 April 1951.

Its registered office is located at 898 Ploenchit Tower, Ploenchit Road, Lumpini, Pathumwan, Bangkok.

The immediate parent companies are CPRN (Thailand) Limited and Allianz Ayudhya Capital Public Company Limited which were incorporated in Thailand and the ultimate parent company is Allianz SE which was incorporated in Germany.

The principal business of the Company is the provision of life insurance business.

This interim financial information was approved by the Board of Directors on 10 November 2023.

This interim financial information has been reviewed, not audited.

2 Basis of preparation

The interim financial information has been prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting. The primary financial information statement of financial position, statement of comprehensive income, statement of changes in equity and cash flows) is presented in a format consistent with the annual financial statements complying with Thai Accounting Standard 1 Presentation of Financial Statements. In addition, the interim financial information presentation is based on the formats of 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 life insurance company B.E. 2566” dated 8 February 2023 (“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 2022.

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.

3 Accounting policies, adoption of new and amended financial reporting standards and reclassification

3.1 Accounting policies

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 2022.

New and amended Thai Financial Reporting Standards effective for the accounting periods beginning on or after 1 January 2023 do not have material impact on the Company.

3 Accounting policies, new and amended financial reporting standards and reclassification (Cont'd)

3.2 Amended financial reporting standards that are effective for the accounting period beginning on or after 1 January 2024 and relevant to the Company.

The following amended TFRSs were not mandatory for the current reporting period and the Company has not early adopted them.

Amendment to IAS 1 - Presentation of financial statements revised the disclosure from '*significant* accounting policies' to '*material* accounting policies'. The amendment also provides guidelines on identifying when the accounting policy information is material. Consequently, immaterial accounting policy information does not need to be disclosed. If it is disclosed, it should not obscure material accounting information.

Amendment to IAS 8 - Accounting policies, changes in accounting estimates and errors revised the definition of 'accounting estimates' to clarify how companies should distinguish between changes in accounting policies and changes in accounting estimates. The distinction is important because changes in accounting estimates are applied prospectively to transactions, other events and conditions from the date of that change. Whereas changes in accounting policies are generally applied retrospectively to past transactions and other past events as well as the current period as if the new accounting policy had always been applied.

The Company's management is currently assessing the impact on the amendments of these standards.

3.3 Amended financial reporting standard that is effective for the accounting period beginning on or after 1 January 2024 but does not have significant impact on the Company.

Amendments to IAS 12 - Income taxes require companies to recognise deferred tax related to assets and liabilities arising from a single transaction that, on initial recognition, gives rise to equal amounts of taxable and deductible temporary differences. Example transactions are leases and decommissioning obligations.

The amendment should be applied to transactions on or after the beginning of the earliest comparative period presented. In addition, entities should recognise deferred tax assets (to the extent that they can probably be utilised) and deferred tax liabilities at the beginning of the earliest comparative period for all deductible and taxable temporary differences associated with:

- right-of-use assets and lease liabilities, and
- decommissioning, restoration and similar liabilities, and the corresponding amounts recognised as part of the cost of the related assets.

The cumulative effect of recognising these adjustments is recognised at the beginning of retained earnings or another component of equity, as appropriate.

3 Accounting policies, new and amended financial reporting standards and reclassification
(Cont'd)

3.4 Reclassification

The comparative amounts have been reclassified to conform to the current period presentation of the statement of comprehensive income for the current period as follows:

	(Unaudited) For the three-month period ended 30 September 2022		
	As previously reported Thousand Baht	Reclassification Thousand Baht	Reclassified Thousand Baht
Statement of comprehensive income			
Revenues			
Net investment income	1,799,324	64,496	1,863,820
Losses on investment	(233,630)	(2,167)	(235,797)
Fair value gains (losses)	17,825	(62,329)	(44,504)

	(Unaudited) For the nine-month period ended 30 September 2022		
	As previously reported Thousand Baht	Reclassification Thousand Baht	Reclassified Thousand Baht
Statement of comprehensive income			
Revenues			
Net investment income	5,330,833	150,050	5,480,883
Gains on investment	276,397	34,390	310,787
Fair value gains (losses)	86,788	(184,440)	(97,652)
Statement of cash flows			
Interest received	6,459,288	150,050	6,609,338
Gross benefits and claim paid from direct insurance	(14,932,053)	(34,390)	(14,966,443)
Cash received from selling and redeeming investment in securities	26,982,281	(115,660)	26,866,621

4 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 and liabilities, incomes and expenses. Actual results may differ from these estimates.

In preparing this 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 2022.

5 Fair value

5.1 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 and liabilities that were measured at fair value by level on the interim financial information as at 30 September 2023 and 31 December 2022, excluding those with the carrying amount approximates fair value.

	(Unaudited)			Total Thousand Baht
	Level 1 Thousand Baht	Level 2 Thousand Baht	Level 3 Thousand Baht	
30 September 2023				
Financial assets				
Derivative assets	-	87,963	-	87,963
Investment in securities				
Investment measured at fair value through other comprehensive income				
Debt securities	9,006,683	151,751,187	-	160,757,870
Equity securities	9,393,262	-	13,226	9,406,488
Investments designated at fair value through profit or loss				
Debt securities	131,192	-	-	131,192
Assets held to cover linked liabilities	4,359	1,324,546	-	1,328,905
Total	18,535,496	153,163,696	13,226	171,712,418
Financial liabilities				
Investment contract liabilities	4,359	1,324,546	-	1,328,905
Derivative liabilities	-	2,044,343	-	2,044,343
Total	4,359	3,368,889	-	3,373,248

5 Fair value (Cont'd)

5.1 Fair value estimation (Cont'd)

The following table presents the Company's financial assets and liabilities that were measured at fair value by level on the interim financial information as at 30 September 2023 and 31 December 2022, excluding those with the carrying amount approximates fair value. (Cont'd)

	(Audited)			Total Thousand Baht
	31 December 2022			
	Level 1 Thousand Baht	Level 2 Thousand Baht	Level 3 Thousand Baht	
Financial assets				
Derivative assets	-	432,455	-	432,455
Investment in securities				
Investment measured at fair value through other comprehensive income				
Debt securities	-	150,005,478	-	150,005,478
Equity securities	7,758,519	-	8,409	7,766,928
Investments designated at fair value through profit or loss				
Debt securities	118,090	-	-	118,090
Assets held to cover linked liabilities	8,878	1,211,734	-	1,220,612
Total	<u>7,885,487</u>	<u>151,649,667</u>	<u>8,409</u>	<u>159,543,563</u>
Financial liabilities				
Investment contract liabilities	8,878	1,211,734	-	1,220,612
Derivative liabilities	-	611,590	-	611,590
Total	<u>8,878</u>	<u>1,823,324</u>	<u>-</u>	<u>1,832,202</u>

5.2 Valuation techniques used to derive Level 1 fair values

The Company determines Level 1 for fair value of financial instruments traded in active markets is based on the latest bid price on the last business day of the reporting period as quoted on the Stock Exchange.

5 Fair value (Cont'd)

5.3 Valuation techniques used to derive Level 2 fair values

The Company determines Level 2 fair values for debt securities using the prices on the last business day of the period provided by the Thai Bond Market Association which using a discounted cash flow approach, which discounts the contractual cash flows using discount rates derived from observable market prices of other quoted debt instruments of the counterparties.

The Company determines Level 2 fair values for unit trusts using the net asset value (NAV) on the last business day of the period provided by assets management companies.

The Company determines Level 2 for simple over-the-counter hedging derivatives which comprise cross currency swap, bond forward contracts and foreign exchange forward contracts based on broker quotes. The cross currency swap have been fair valued based on interest rates and exchange rates that are quoted in an active market. The bond forward contracts have been fair valued based on forward interest rates extracted from observable yield curves. The foreign exchange forward contracts have been fair valued based on forward foreign exchange rates that are observable in publicly available source. The effects of discounting are generally insignificant for Level 2 derivatives.

5.4 Valuation techniques used to derive Level 3 fair values

The fair value of Level 3 equity securities are based on dividend discount model technique using the net present value of dividends and terminal value expected to be received in the future.

There was no transfer between Levels during the period.

There was no change in valuation techniques during the period.

6 Cash and cash equivalents, net

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Cash on hand	479	479
Deposits at banks - call deposits (Note 27)	4,648,505	15,540,995
Short-term investments	2,386,323	2,906,566
<u>Less</u> Allowance for expected credit losses	(77)	(79)
Total cash and cash equivalents, net	7,035,230	18,447,961

As at 30 September 2023, cash and cash equivalents were denominated in foreign currencies amounting to Baht 308.40 million (31 December 2022: Baht 26.06 million).

7 Premiums receivable, net

As at 30 September 2023 and 31 December 2022, the balances of premiums receivable were aged as follows:

	From direct insurance	
	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Within credit terms	1,526,061	1,407,304
Overdue:		
Less than 30 days	162,708	167,975
31 - 60 days	22,260	15,289
61 - 90 days	88,847	14,554
91 days - 1 year	85,776	16,019
Over 1 year	5,363	4,707
Total	1,891,015	1,625,848
<u>Less</u> Allowance for doubtful accounts	(193,389)	(192,407)
Premiums receivable, net	<u>1,697,626</u>	<u>1,433,441</u>

In case of individual policies, premiums receivable represent those amounts that are within the grace period, which is 45 days. For policies with cash values having amounts overdue longer than the grace period, the premiums receivable will be settled by granting automatic policy loans. For policies without cash values and overdue longer than the grace period, the policies are lapsed.

In case of group policies, the credit term is 90 days. For overdue premiums receivable, the Company is processing the collection in accordance with the Company's policy.

8 Reinsurance assets

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Loss reserves (Note 27)	80,047	81,282
Total reinsurance assets	<u>80,047</u>	<u>81,282</u>

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9 Amount due from reinsurance

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Due from reinsurance (Note 27)	764,274	486,518
Total amount due from reinsurance	764,274	486,518

10 Derivative assets and liabilities

All derivatives are for the purpose of hedging activities.

The details of derivative assets are as follows:

(Unaudited) 30 September 2023					(Unaudited) Change in fair value for the nine-month period ended 30 September 2023 Thousand Baht
Type of contract	Purpose	Number of contracts	Notional value Thousand Baht	Derivative book value Thousand Baht	
Cross currency swap	To hedge foreign currency risk of investment in foreign currency	7	2,002,320	85,865	(301,547)
Bond forward	To hedge reinvestment risk	3	535,000	2,098	(42,945)
Total		10	2,537,320	87,963	(344,492)

(Audited) 31 December 2022					(Audited) Change in fair value for the year ended 31 December 2022 Thousand Baht
Type of contract	Purpose	Number of contracts	Notional value Thousand Baht	Derivative book value Thousand Baht	
Cross currency swap	To hedge foreign currency risk of investment in foreign currency	60	9,131,653	387,412	284,962
Bond forward	To hedge reinvestment risk	16	2,985,000	45,043	(115,414)
Total		76	12,116,653	432,455	169,548

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10 Derivative assets and liabilities (Cont'd)

The details of derivative liabilities are as follows:

(Unaudited) 30 September 2023					(Unaudited) Change in fair value for the nine-month period ended 30 September 2023
Type of contract	Purpose	Number of contracts	Notional value Thousand Baht	Derivative book value Thousand Baht	Thousand Baht
Cross currency swap	To hedge foreign currency risk of investment in foreign currency	124	16,252,478	1,385,167	(885,926)
Bond forward	To hedge reinvestment risk	39	3,945,000	167,396	(55,047)
Foreign currency forward	To hedge fair value risk	4	7,771,157	491,780	(491,780)
Total		167	27,968,635	2,044,343	(1,432,753)

(Audited) 31 December 2022					(Audited) Change in fair value for the year ended 31 December 2022
Type of contract	Purpose	Number of contracts	Notional value Thousand Baht	Derivative book value Thousand Baht	Thousand Baht
Cross currency swap	To hedge foreign currency risk of investment in foreign currency	76	10,065,728	499,241	766,752
Bond forward	To hedge reinvestment risk	29	3,050,000	112,349	(53,328)
Total		105	13,115,728	611,590	713,424

As at 30 September 2023, the Company has hedged the risk on foreign currency offshore bonds and debentures by entering into cross currency swap contracts with local banks. The notional value of these hedges is U.S. Dollar 549.15 million, EUR Dollar 15 million and SGD 2.25 million (31 December 2022: U.S. Dollar 580.95 million, EUR Dollar 13 million and SGD Dollar 2.25 million).

The notional value is the amount used as a reference for calculation of the settlements made on the derivatives.

11 Investments in securities, net

The details of investments in securities as at 30 September 2023 and 31 December 2022 are as follows:

	(Unaudited) 30 September 2023	
	Cost / Amortised cost Thousand Baht	Fair value Thousand Baht
Investments measured at fair value through other comprehensive income		
Government and state enterprise debt securities	103,652,908	100,130,956
Private debt securities	33,353,236	32,658,785
Foreign debt securities	31,055,657	27,968,129
Equity securities	10,824,388	9,111,115
Foreign equity securities	290,739	295,373
Total	179,176,928	170,164,358
<u>Less</u> Unrealised losses	(6,694,492)	-
<u>Less</u> Allowance for impairment loss	(2,318,078)	-
Total investments measured at fair value through other comprehensive income	<u>170,164,358</u>	<u>170,164,358</u>
Investments measured at amortised cost		
Government and state enterprise debt securities	12,483,037	
Private debt securities	1,963,342	
Deposits at financial institutions with original maturities more than 3 months	1,000,000	
Total	15,446,379	
<u>Less</u> Allowance for expected credit losses	(238)	
Total investments measured at amortised cost	<u>15,446,141</u>	
Investments designated at fair value through profit or loss		
Foreign debt securities	94,179	131,192
<u>Add</u> Unrealised gains	37,013	-
Total investments designated at fair value through profit or loss	<u>131,192</u>	<u>131,192</u>
Total investments in securities, net	<u>185,741,691</u>	

11 Investments in securities, net (Cont'd)

	(Audited) 31 December 2022	
	Cost / Amortised cost Thousand Baht	Fair value Thousand Baht
Investments measured at fair value through other comprehensive income		
Government and state enterprise debt securities	102,133,377	101,102,525
Private debt securities	30,244,548	29,828,005
Foreign debt securities	21,037,787	19,074,948
Equity securities	7,819,164	7,540,582
Foreign equity securities	255,978	226,346
Total	161,490,854	157,772,406
<u>Less</u> Unrealised losses	(2,917,565)	-
<u>Less</u> Allowance for impairment loss	(800,883)	-
Total investments measured at fair value through other comprehensive income	<u>157,772,406</u>	<u>157,772,406</u>
Investments measured at amortised cost		
Government and state enterprise debt securities	16,023,931	
Private debt securities	1,964,431	
Deposits at financial institutions with original maturities more than 3 months	1,000,000	
Total	18,988,362	
<u>Less</u> Allowance for expected credit losses	(442)	
Total investments measured at amortised cost	<u>18,987,920</u>	
Investments designated at fair value through profit or loss		
Foreign debt securities	90,140	118,090
<u>Add</u> Unrealised gains	27,950	-
Total investments designated at fair value through profit or loss	<u>118,090</u>	<u>118,090</u>
Total investments in securities, net	<u>176,878,416</u>	

11 Investments in securities, net (Cont'd)

During the three-month period ended 30 September 2023, the Company recognised interest income and dividend income amounting to Baht 1,615.30 million and Baht 266.81 million, respectively (2022: Baht 1,595.68 million and Baht 310.74 million, respectively).

During the nine-month period ended 30 September 2023, the Company recognised interest income and dividend income amounting to Baht 4,823.79 million and Baht 862.29 million, respectively (2022: Baht 4,704.88 million and Baht 906.83 million, respectively).

During the three-month period ended 30 September 2023, the Company received consideration from selling investments measured at fair value through other comprehensive income amounting to Baht 640.65 million (2022: Baht 2,896.15 million).

During the nine-month period ended 30 September 2023, the Company received consideration from selling investments measured at fair value through other comprehensive income amounting to Baht 2,855.64 million (2022: Baht 9,097.16 million).

As at 30 September 2023, the Company had investment in securities deposited with the Office of Insurance Commission in order to comply with Section 20 of the Life Assurance Act B.E. 2535 with a book value amounting to Baht 22.87 million (31 December 2022: Baht 23.87 million) (Note 28.1).

As at 30 September 2023, the Company had investment in securities deposited with the Office of Insurance Commission in order to comply with Section 24 of the Life Assurance Act B.E. 2535 and amendment Act (No. 2) B.E. 2551 with a book value amounting to Baht 41,384.18 million (31 December 2022: Baht 41,963.42 million) (Note 28.2).

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11 Investments in securities, net (Cont'd)

11.1 Debt securities that are measured at fair value through other comprehensive income

	(Unaudited) 30 September 2023	Allowance for expected credit losses recognised in other comprehensive income Thousand Baht
	Fair value Thousand Baht	Thousand Baht
Investments in debt securities which credit risk has not significantly increased (Stage 1)	160,757,870	(11,249)
Investment in debt securities which credit risk has significantly increased (Stage 2)	-	-
Credit-impaired investments in debt securities (Stage 3)	-	-
Total	160,757,870	(11,249)
	(Audited) 31 December 2022	
	Fair value Thousand Baht	Allowance for expected credit losses recognised in other comprehensive income Thousand Baht
	Thousand Baht	Thousand Baht
Investments in debt securities which credit risk has not significantly increased (Stage 1)	150,005,478	(9,334)
Investment in debt securities which credit risk has significantly increased (Stage 2)	-	-
Credit-impaired investments in debt securities (Stage 3)	-	-
Total	150,005,478	(9,334)

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11 Investments in securities, net (Cont'd)

11.2 Debt securities that are measured at amortised cost

	(Unaudited) 30 September 2023		
	Gross carrying value Thousand Baht	Allowance for expected credit losses Thousand Baht	Carrying value Thousand Baht
Investments in debt securities which credit risk has not significantly increased (Stage 1)	15,446,379	(238)	15,446,141
Investment in debt securities which credit risk has significantly increased (Stage 2)	-	-	-
Credit-impaired investments in debt securities (Stage 3)	-	-	-
Total	15,446,379	(238)	15,446,141
	(Audited) 31 December 2022		
	Gross carrying value Thousand Baht	Allowance for expected credit losses Thousand Baht	Carrying value Thousand Baht
Investments in debt securities which credit risk has not significantly increased (Stage 1)	18,988,362	(442)	18,987,920
Investment in debt securities which credit risk has significantly increased (Stage 2)	-	-	-
Credit-impaired investments in debt securities (Stage 3)	-	-	-
Total	18,988,362	(442)	18,987,920

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12 Loans and accrued interest receivable, net

As at 30 September 2023 and 31 December 2022, the details of loans and accrued interest receivable are aged by outstanding period as follows:

Outstanding periods	(Unaudited) 30 September 2023								
	Policy loans			Mortgage loans			Total		
	Principle Thousand Baht	Accrued interest Thousand Baht		Principle Thousand Baht	Accrued interest Thousand Baht		Principle Thousand Baht	Accrued interest Thousand Baht	Total Thousand Baht
Within credit terms	8,290,566	1,449,990		893	-		8,291,459	1,449,990	9,741,449
Overdue	-	-		-	-		-	-	-
Less than 3 months	-	-		-	-		-	-	-
Over 3 - 6 months	-	-		-	-		-	-	-
Over 6 - 12 months	-	-		-	-		-	-	-
Over 12 months	-	-		43,128	3,966		43,128	3,966	47,094
Total	8,290,566	1,449,990		44,021	3,966		8,334,587	1,453,956	9,788,543
Less Allowance for expected credit losses	-	-		(43,137)	(3,966)		(43,137)	(3,966)	(47,103)
Loans and accrued interests, net	8,290,566	1,449,990		884	-		8,291,450	1,449,990	9,741,440

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12 Loans and accrued interest receivable, net (Cont'd)

As at 30 September 2023 and 31 December 2022, the balance of loans and accrued interest receivable are aged as follows: (Cont'd)

Outstanding periods	(Audited) 31 December 2022					
	Policy loans		Mortgage loans		Total	
	Principle Thousand Baht	Accrued interest Thousand Baht	Principle Thousand Baht	Accrued interest Thousand Baht	Principle Thousand Baht	Accrued interest Thousand Baht
Within credit terms	8,318,549	1,443,247	1,973	1	8,320,522	1,443,248
Overdue	-	-	-	-	-	-
Less than 3 months	-	-	-	-	-	-
Over 3 - 6 months	-	-	-	-	-	-
Over 6 - 12 months	-	-	-	-	-	-
Over 12 months	-	-	43,128	3,966	43,128	3,966
Total	8,318,549	1,443,247	45,101	3,967	8,363,650	1,447,214
Less Allowance for expected credit losses	-	-	(43,150)	(3,966)	(43,150)	(3,966)
Loans and accrued interests, net	8,318,549	1,443,247	1,951	1	8,320,500	1,443,248

Policy loans represent loans granted to the policyholders in an amount not exceeding the cash value of the policy. The loans carry interest rate that are not more than 8% per annum, as approved by the Office of Insurance Commission.

Mortgage loans are loans secured by real estates. The Company had stopped providing new mortgage loans since 2010.

As at 30 September 2023, the Company had no mortgage loans to staffs (31 December 2022: Baht 0.04 million with interest rates at 5% per annum in accordance with the Company's welfare policy).

13 Assets held to cover linked liabilities

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Investment in mutual funds - debt securities that are measured at fair value through profit or loss	308,366	273,890
Investment in mutual funds - equity securities that are measured at fair value through profit or loss	1,016,180	937,844
Cash at bank for purchasing investment	4,359	8,878
Total assets held to cover linked liabilities	1,328,905	1,220,612

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14 Premises and equipment, net

	(Unaudited) 30 September 2023										
	Cost					Accumulated depreciation					Premises and equipment, net ending balance Thousand Baht
	Beginning balance Thousand Baht	Additions Thousand Baht	Disposal / Write off Thousand Baht	Transfer in (out) Thousand Baht	Ending balance Thousand Baht	Beginning balance Thousand Baht	Depreciation charges Thousand Baht	Disposal / Write off Thousand Baht	Ending balance Thousand Baht	Premises and equipment, net beginning balance Thousand Baht	
Land	243,116	-	-	-	243,116	-	-	-	-	243,116	243,116
Building	404,761	-	(36,305)	-	368,456	325,141	13,094	(30,401)	307,834	79,620	60,622
Computer	275,556	708	(1,097)	-	275,167	231,627	9,694	(1,097)	240,224	43,929	34,943
Office equipment	164,008	703	(1,506)	140	163,345	127,363	9,932	(1,485)	135,810	36,645	27,535
Furniture	3,688	-	(1)	-	3,687	2,635	279	(1)	2,913	1,053	774
Fitting	408,745	-	(270)	-	408,475	260,508	16,702	(270)	276,940	148,237	131,535
Vehicles	553	-	-	-	553	553	-	-	553	-	-
Assets under installation	140	-	-	(140)	-	-	-	-	-	140	-
Total	1,500,567	1,411	(39,179)	-	1,462,799	947,827	49,701	(33,254)	964,274	552,740	498,525

	(Audited) 31 December 2022										
	Cost					Accumulated depreciation					Premises and equipment, net ending balance Thousand Baht
	Beginning balance Thousand Baht	Additions Thousand Baht	Disposal / Write off Thousand Baht	Ending balance Thousand Baht	Beginning balance Thousand Baht	Depreciation charges Thousand Baht	Disposal / Write off Thousand Baht	Ending balance Thousand Baht	Premises and equipment, net beginning balance Thousand Baht		
Land	247,916	-	(4,800)	243,116	-	-	-	-	-	247,916	243,116
Building	504,546	-	(99,785)	404,761	382,922	19,784	(77,565)	325,141	121,624	79,620	79,620
Computer	276,508	29,356	(30,308)	275,556	247,656	14,278	(30,307)	231,627	28,852	43,929	43,929
Office equipment	169,184	4,853	(10,029)	164,008	123,237	14,095	(9,969)	127,363	45,947	36,645	36,645
Furniture	3,925	117	(354)	3,688	2,621	368	(354)	2,635	1,304	1,053	1,053
Fitting	411,872	12,189	(15,316)	408,745	252,350	23,468	(15,310)	260,508	159,522	148,237	148,237
Vehicles	553	-	-	553	553	-	-	553	-	-	-
Assets under installation	-	140	-	140	-	-	-	-	-	-	140
Total	1,614,504	46,655	(160,592)	1,500,567	1,009,339	71,993	(133,505)	947,827	605,165	552,740	552,740

15 Right-of-use assets, net

	Building and improvement Thousand Baht	Others Thousand Baht	Total Thousand Baht
At 1 January 2023 (Audited)			
Cost	644,648	12,157	656,805
<u>Less</u> Accumulated amortisation	(246,896)	(6,913)	(253,809)
Net book amount	<u>397,752</u>	<u>5,244</u>	<u>402,996</u>
For the nine-month period ended 30 September 2023 (Unaudited)			
Beginning net book amount	397,752	5,244	402,996
Additions	3,847	-	3,847
Write-off	(1,180)	-	(1,180)
Lease modifications and reassessments	(59,052)	-	(59,052)
Amortisation charges	(48,357)	(2,115)	(50,472)
Closing net book amount	<u>293,010</u>	<u>3,129</u>	<u>296,139</u>
At 30 September 2023 (Unaudited)			
Cost	546,519	12,157	558,676
<u>Less</u> Accumulated amortisation	(253,509)	(9,028)	(262,537)
Net book amount	<u>293,010</u>	<u>3,129</u>	<u>296,139</u>

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16 Intangible assets, net

	(Unaudited) 30 September 2023											
	Cost						Accumulated amortisation					
	Beginning balance Thousand Baht	Additions Thousand Baht	Disposal / Write off Thousand Baht	Transfer in (out) Thousand Baht	Adjustment Thousand Baht	Ending balance Thousand Baht	Beginning balance Thousand Baht	Amortisation charges Thousand Baht	Disposal / Write off Thousand Baht	Ending balance Thousand Baht	Intangible assets, net beginning balance Thousand Baht	Intangible assets, net ending balance Thousand Baht
Developed in-house Computer software	696,857	41,002	-	3,375	-	741,234	482,237	64,034	-	546,271	214,620	194,963
Work-in-process	18,019	-	-	(3,375)	(1,172)	13,472	-	-	-	-	18,019	13,472
Total	714,876	41,002	-	-	(1,172)	754,706	482,237	64,034	-	546,271	232,639	208,435
<u>Purchased</u> Computer software	256,637	3,579	(3,439)	-	-	256,777	164,345	12,579	(3,439)	173,485	92,292	83,292
Total	256,637	3,579	(3,439)	-	-	256,777	164,345	12,579	(3,439)	173,485	92,292	83,292
Right to utilise benefits	600,000	-	-	-	-	600,000	240,000	90,000	-	330,000	360,000	270,000
Grand total	1,571,513	44,581	(3,439)	-	(1,172)	1,611,483	886,582	166,613	(3,439)	1,049,756	684,931	561,727
(Audited) 31 December 2022												
	Cost						Accumulated amortisation					
	Beginning balance Thousand Baht	Additions Thousand Baht	Disposal / Write off Thousand Baht	Transfer in (out) Thousand Baht	Ending balance Thousand Baht	Beginning balance Thousand Baht	Amortisation charges Thousand Baht	Disposal / Write off Thousand Baht	Ending balance Thousand Baht	Intangible assets, net beginning balance Thousand Baht	Intangible assets, net ending balance Thousand Baht	
	Developed in-house Computer software	626,052	65,790	-	5,015	696,857	383,162	99,075	-	482,237	242,890	214,620
Work-in-process	9,442	13,592	-	(5,015)	18,019	-	-	-	-	9,442	18,019	
Total	635,494	79,382	-	-	714,876	383,162	99,075	-	482,237	252,332	232,639	
<u>Purchased</u> Computer software	240,064	16,573	-	-	256,637	147,759	16,586	-	164,345	92,305	92,292	
Total	240,064	16,573	-	-	256,637	147,759	16,586	-	164,345	92,305	92,292	
Right to utilise benefits	970,000	-	(370,000)	-	600,000	490,000	120,000	(370,000)	240,000	480,000	360,000	
Grand total	1,845,558	95,955	(370,000)	-	1,571,513	1,020,921	235,661	(370,000)	886,582	824,637	684,931	

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17 Deferred tax

As at 30 September 2023 and 31 December 2022, deferred tax assets and liabilities were as follows:

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Deferred tax assets	3,152,384	2,384,063
Deferred tax liabilities	(1,095,935)	(1,470,584)
Deferred tax assets, net	2,056,449	913,479

Movements in deferred tax assets and liabilities were as follows:

	(Unaudited) 30 September 2023			
	As at 1 January 2023 Thousand Baht	Increase (decrease) in profit or loss Thousand Baht	Increase (decrease) in other comprehensive income Thousand Baht	As at 30 September 2023 Thousand Baht
Deferred tax assets				
Allowance for doubtful accounts	85,274	212	-	85,486
Provisions	227,000	(1,664)	-	225,336
Insurance reserves	337,746	(7,060)	-	330,686
Employee benefit obligations	118,469	1,078	-	119,547
Unrealised loss on derivative instruments	26,755	-	55,544	82,299
Deferred cost of hedging	-	-	11,457	11,457
Unrealised loss on investments measured at FVOCI	1,340,070	-	425,529	1,765,599
Allowance for impairment loss	160,177	303,439	-	463,616
Allowance for expected credit losses	116	344	(383)	77
Lease liabilities	88,456	(20,175)	-	68,281
Total	2,384,063	276,174	492,147	3,152,384
Deferred tax liabilities				
Unrealised gain on derivative instruments	(261,405)	-	2,991	(258,414)
Deferred cost of hedging	(44,471)	-	551	(43,920)
Unrealised gain on investments measured at FVOCI	(756,482)	-	393,539	(362,943)
Premiums receivable	(277,430)	11,723	-	(265,707)
Right of use assets	(80,599)	21,371	-	(59,228)
Long-term technical reserve under shadow accounting basis	(12,309)	-	(50,067)	(62,376)
Insurance reserves	(32,284)	(3,802)	-	(36,086)
Others	(5,604)	(1,657)	-	(7,261)
Total	(1,470,584)	27,635	347,014	(1,095,935)
Deferred tax, net	913,479	303,809	839,161	2,056,449

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18 Insurance contract liabilities

	(Unaudited) 30 September 2023			(Audited) 31 December 2022		
	Insurance contract liabilities Thousand Baht	Liabilities recovered from reinsurance Thousand Baht	Net Thousand Baht	Insurance contract liabilities Thousand Baht	Liabilities recovered from reinsurance Thousand Baht	Net Thousand Baht
Long-term technical reserves	180,406,201	-	180,406,201	178,479,013	-	178,479,013
Short-term technical reserves:						
Loss reserves and outstanding claims						
- Reported claims	875,243	(100,380)	774,863	800,129	(80,136)	719,993
- Claims incurred but not reported	403,137	(80,047)	323,090	312,923	(81,282)	231,641
Total loss reserves and outstanding claims	1,278,380	(180,427)	1,097,953	1,113,052	(161,418)	951,634
Unearned premium reserves	4,198,399	-	4,198,399	3,836,218	-	3,836,218
Total short-term technical reserves	5,476,779	(180,427)	5,296,352	4,949,270	(161,418)	4,787,852
Unpaid policy benefits	5,856,024	-	5,856,024	5,657,343	-	5,657,343
Due to insured	1,784,664	-	1,784,664	1,616,329	-	1,616,329
Total insurance contract liabilities	193,523,668	(180,427)	193,343,241	190,701,955	(161,418)	190,540,537

18.1 Long-term technical reserves

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Beginning balances for the period/year	178,479,013	172,611,811
Reserves increased from new and in-force policies in the period/year	14,981,930	20,452,669
Reserves released for benefits payment under insurance policies, lapse and cancelled policies in the period/year	(13,054,742)	(14,585,467)
Closing balances at the end of period/year	180,406,201	178,479,013

18.2 Short-term technical reserves

18.2.1 Loss reserves and outstanding claims

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Beginning balances for the period/year	1,113,052	828,651
Claims incurred during the period/year	5,398,879	6,228,506
Claims paid during the period/year	(5,233,551)	(5,944,105)
Closing balances at the end of period/year	1,278,380	1,113,052

18 Insurance contract liabilities (Cont'd)

18.2 Short-term technical reserves (Cont'd)

18.2.2 Unearned premium reserves

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Beginning balances for the period/year	3,836,218	3,561,853
Premiums written for the period/year	8,679,325	10,215,214
Premiums earned in the period/year	(8,317,144)	(9,940,849)
Closing balances at the end of period/year	<u>4,198,399</u>	<u>3,836,218</u>

18.2.3 Unexpired risk reserve

No reserve for unexpired risks was established as at 30 September 2023 as the unexpired risk reserve estimated by the Company was lower than the unearned premium reserve.

18.3 Unpaid policy benefits

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Death benefits	165,721	137,588
Dividend	4,371,396	4,261,902
Others	1,318,907	1,257,853
Total	<u>5,856,024</u>	<u>5,657,343</u>

18.4 Due to insured

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Uncashed cheques	1,229,711	1,102,165
Premiums received during underwriting	554,784	514,000
Others	169	164
Total	<u>1,784,664</u>	<u>1,616,329</u>

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19 Investment contract liabilities

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Investment contract liabilities with discretionary participation features	3,053,454	3,232,350
Unit-linked contract liabilities (Note 13)	1,328,905	1,220,612
Total investment contract liabilities	4,382,359	4,452,962

Investment contract liabilities with discretionary participation features

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Beginning balance for the period/year	3,232,350	3,362,975
Reserves increased from in-force policies in the period/year	130,480	183,086
Reserves released for benefits payment, lapse, and cancelled policies in the period/year	(309,376)	(313,711)
Closing balance at the end of period/year	<u>3,053,454</u>	<u>3,232,350</u>

20 Amount due to reinsurance

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Due to reinsurers (Note 27)	731,350	496,292
Total amount due to reinsurance	731,350	496,292

21 Accrued expenses

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Accrued commission expenses	339,489	396,936
Accrued selling expenses	873,613	960,062
Accrued agency overhead	527,844	535,214
Accrued administration expenses	343,832	310,104
Others	116,942	114,900
Total accrued expenses	2,201,720	2,317,216

22 Provisions

As at 30 September 2023, the Company set up the provision for lawsuits as the insurer and normal business operation. The lawsuits were brought against the Company as the insurer with the estimated amount of Baht 152.90 million (31 December 2022: Baht 148.37 million). The Company's management believes that the amount of provision recorded in the financial information for the potential losses in respect of lawsuits is adequate.

23 Dividend

At the annual general meeting of the shareholders of the Company held on 20 April 2023, the shareholders approved the appropriation of dividend payment from the Company's performance for the year 2022 of Baht 9.09 per share, on 295 million shares, totaling to the amount of Baht 2,683 million. On 23 June 2023, the Office of Insurance Commission endorsed for distribution of profit for the year 2022 for dividend payments with the maximum amount of Baht 2,450 million. The dividend payment was made at Baht 8.30 per share, on 295 million shares, totaling to the amount of Baht 2,448.50 million on 13 July 2023. (2022: At the annual general meeting of the shareholders of the Company held on 21 April 2022, the shareholders approved the appropriation of dividend payment from the Company's performance for the year 2021 of Baht 10 per share, on 295 million shares, totaling to the amount of Baht 2,950 million. On 1 June 2022, the Office of Insurance Commission endorsed for distribution of profit for the year 2021 for dividend payments within an amount of Baht 2,534.40 million, on 295 million shares or Baht 8.59 per share. The dividend payment was made on 23 June 2022.)

24 Operating expenses

	(Unaudited) For the three-month period ended 30 September	
	2023	2022
	Thousand Baht	Thousand Baht
Employee expenses not relating to underwriting expenses, and loss adjustment expenses	269,646	294,989
Property and equipment expenses not relating to underwriting expenses, and loss adjustment expenses	78,071	76,709
Tax expenses	34,769	45,254
Bad debt and doubtful debt expenses (reversal)	(2,343)	(5,841)
Other operating expenses	128,682	285,305
Total operating expenses	508,825	696,416

	(Unaudited) For the nine-month period ended 30 September	
	2023	2022
	Thousand Baht	Thousand Baht
Employee expenses not relating to underwriting expenses, and loss adjustment expenses	855,885	818,225
Property and equipment expenses not relating to underwriting expenses, and loss adjustment expenses	223,845	260,981
Tax expenses	134,402	141,917
Bad debt and doubtful debt expenses (reversal)	1,064	(17,730)
Other operating expenses	473,141	580,485
Total operating expenses	1,688,337	1,783,878

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25 Expected credit losses (reversal)

	(Unaudited)			
	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2023 Thousand Baht	2022 Thousand Baht	2023 Thousand Baht	2022 Thousand Baht
Cash and cash equivalents (reversal)	(132)	(4)	(2)	7
Investment in securities (reversal)	106	293	1,711	(16,080)
Loans (reversal)	(7)	(2)	(13)	(460)
Other receivable (reversal)	(1)	(4)	24	(16)
Total expected credit losses (reversal)	(34)	283	1,720	(16,549)

26 Basic earnings per share

The calculations of basic earnings per share for the three-month and nine-month periods ended 30 September 2023 and 2022 were based on the profit for the period attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the periods as follows:

	(Unaudited)	
	2023	2022
For the three-month period ended 30 September		
Profit for the period attributable to ordinary shareholders of the Company (Thousand Baht)	145,344	328,726
Number of ordinary shares outstanding (Thousand shares)	295,000	295,000
Basic earnings per share (Baht per share)	0.49	1.11
For the nine-month period ended 30 September		
Profit for the period attributable to ordinary shareholders of the Company (Thousand Baht)	1,077,335	2,073,540
Number of ordinary shares outstanding (Thousand shares)	295,000	295,000
Basic earnings per share (Baht per share)	3.65	7.03

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27 Related parties

For the purposes of these financial statements, parties are considered to be related to the Company if the Company has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

27.1) Significant transactions for the three-month and nine-month periods ended 30 September 2023 and 2022 with related parties were as follows:

	(Unaudited)			
	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2023 Thousand Baht	2022 Thousand Baht	2023 Thousand Baht	2022 Thousand Baht
Gross written premiums				
Other related parties	2,821	973	283,357	324,949
Premiums ceded				
Ultimate parent	20,137	5,096	144,048	116,488
Other related parties	210,714	164,236	587,934	503,324
Fees and commission income				
Ultimate parent	199	1,965	22,624	23,457
Other related parties	38,878	57,553	108,053	158,088
Net investment income				
Other related parties	-	9,025	2,902	15,700
Gains on investment				
Other related parties	-	-	-	18,571
Other income				
Other related parties	6,747	2,161	19,916	8,763
Gross benefits and claim paid				
Other related parties	92,072	76,670	270,977	215,113
Benefit and claim paid recovered from reinsurers				
Ultimate parent	37,090	18,444	85,818	53,040
Other related parties	177,934	104,180	431,151	305,296
Other underwriting expenses				
Other related parties	30,000	30,000	90,000	90,000
Operating expenses				
Ultimate parent	39,850	20,934	87,150	58,250
Other related parties	167,063	248,001	410,466	581,081
Key management personnel compensation				
Short-term benefits	34,651	38,085	111,933	114,683
Long-term benefits	5,979	4,985	17,254	11,621
Post-employment benefits	3,054	2,898	9,240	8,261
Total key management personnel compensation	<u>43,684</u>	<u>45,968</u>	<u>138,427</u>	<u>134,565</u>
Finance costs				
Other related parties	2,692	3,150	8,553	9,705

27 Related parties (Cont'd)

27.2) Significant balances with related parties as at 30 September 2023 and 31 December 2022 were as follows:

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Cash and cash equivalents, net		
Other related parties	1,731,162	12,284,256
Reinsurance assets		
Ultimate parent	5,635	3,745
Other related parties	49,750	35,214
Amount due from reinsurance		
Ultimate parent	73,244	55,353
Other related parties	635,499	395,135
Investments in debt securities		
Ultimate parent	131,192	118,090
Right-of-use assets, net		
Other related parties	255,632	353,781
Other assets, net		
Other related parties	15,559	15,556
Amount due to reinsurance		
Ultimate parent	11,674	-
Other related parties	660,286	450,137
Accrued expenses		
Ultimate parent	45,439	36,367
Other related parties	180,500	102,781
Other liabilities		
Ultimate parent	21,011	3,124
Other related parties	301,333	392,866

Investments in related parties

Investments in related parties as at 30 September 2023 and 31 December 2022 and dividends received for the three-month and nine-month periods ended 30 September 2023 and 2022 were as follows:

	Fair value		Dividend income			
			For the three-month period ended		For the nine-month period ended	
	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht	(Unaudited) 30 September 2023 Thousand Baht	(Unaudited) 30 September 2022 Thousand Baht	(Unaudited) 30 September 2023 Thousand Baht	(Unaudited) 30 September 2022 Thousand Baht
Investments						
- equity securities	-	-	-	9,025	-	15,035
Total	-	-	-	9,025	-	15,035

During the nine-month period ended 30 September 2023, the Company did not sell the investment in related parties. (During the nine-month period ended 30 September 2022, the Company sold the investment in related parties amounting to Baht 79.90 million and received gain on sale of investment amounting to Baht 18.57 million).

27 Related parties (Cont'd)

27.2) Significant balances with related parties as at 30 September 2023 and 31 December 2022 were as follows: (Cont'd)

Significant agreements with related parties

- (a) The Company entered into an agreement with a related company whereby the related company will provide the support services to the Company. The Company was charged a service fee of SGD 0.66 million (31 December 2022: SGD 0.70 million). The term of the agreement is for 1 year from 1 January 2023 to 31 December 2023. The payments are made on quarterly basis. Either party may terminate this agreement at any time by giving six-month prior written notice to another party.
- (b) The Company entered into an agreement with ultimate parent whereby ultimate parent will provide the support services to the Company. The Company set up the provision for the service fee amounting to EUR 1.53 million (31 December 2022: EUR 0.99 million). The agreement is continuous contract from 1 January 2019 subject to six-month notice of cancellation by either party.
- (c) The Company has entered into lease and service agreements for offices and equipment with a related company from 1 July 2023 to 30 June 2026 with monthly rental and service fees of Baht 4.38 million (excluding VAT) 31 December 2022: Baht 4.87 million).

28 Securities and assets pledged with the Registrar

28.1) The Company pledged investments in debt securities with the Registrar in accordance with Section 20 of the Life Assurance Act B.E. 2535 were as follows:

	(Unaudited)		(Audited)	
	30 September 2023		31 December 2022	
	Book value	Face value	Book value	Face value
	Thousand	Thousand	Thousand	Thousand
	Baht	Baht	Baht	Baht
Investments measured at fair value through other comprehensive income				
Government bonds	22,867	20,000	23,867	20,000

28 Securities and assets pledged with the Registrar (Cont'd)

28.2) The Company placed investments in debt securities for life policy reserve with the Registrar in accordance with Section 24 of the Life Assurance Act B.E. 2535 and amendment Act (No. 2) B.E. 2551 were as follows:

	(Unaudited) 30 September 2023		(Audited) 31 December 2022	
	Book value Thousand Baht	Face value Thousand Baht	Book value Thousand Baht	Face value Thousand Baht
Investments measured at fair value through other comprehensive income				
Government bonds	34,029,690	32,140,000	34,584,891	32,140,000
Total	34,029,690	32,140,000	34,584,891	32,140,000
Investments measured at amortised cost				
Government bonds	6,054,485	5,912,000	6,078,533	5,912,000
State enterprise bonds	1,300,000	1,300,000	1,300,000	1,300,000
Total	7,354,485	7,212,000	7,378,533	7,212,000

29 Asset-backed

As of 30 September 2023 and 31 December 2022, the Company pledged investments in restricted securities with the Bank and Registrar as asset-backed in accordance with Section 27/4 of the Life Assurance Act B.E. 2535 and amendment Act (No.2) B.E. 2551 were as follows:

	(Unaudited) 30 September 2023		(Audited) 31 December 2022	
	Book value Thousand Baht	Appraisal value Thousand Baht	Book value Thousand Baht	Appraisal value Thousand Baht
Deposits with financial institutions	3,328,146	3,328,146	3,515,303	3,515,303
Equity securities	9,406,488	9,406,488	7,766,928	7,766,928
Debt securities	177,567,705	178,239,967	170,900,406	171,880,670
Total	190,302,339	190,974,601	182,182,637	183,162,901

30 Commitments with non-related parties

30.1 Commitments from operating lease and service agreements

The Company has payment obligations of operating leases for offices and vehicles and service agreements as follows:

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Due within 1 year	49,495	58,973
Due more than 1 year but not later than 5 years	33,748	37,395
Due later than 5 years	5,650	8,828
Total	<u>88,893</u>	<u>105,196</u>

The Company has entered into several lease agreements in respect of office space and service agreements. The maximum period of the agreements remains up to 2029.

30.2 Investment commitments

As at 30 September 2023, the Company had commitments to invest in several series of bills of exchange issued by banks amounting to Baht 13 million (31 December 2022: Baht 13 million). These investments have a duration up to 2023 (31 December 2022: up to 2023) and are payable based on the contract terms. The timing of the commitments are as follows:

	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Due within 1 year	13,000	13,000
Total	<u>13,000</u>	<u>13,000</u>

31 Event after the statement of financial position date

During 14 September 2023 to 4 October 2023, the Company had arranged Employee Stock Purchase Plan (ESPP) and Free Share registration period to offer the Allianz SE shares to entitled Company staff. The ESPP 2023 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 Free Share provides one share for free to Allianz employees who sign up for free share during the registration period. Both ESPP and Free Share have a three-year restriction period for not transferring or selling. The ultimate parent company approved the share allocation under this ESPP and Free Share on 3 November 2023 with the total Company's contribution amounting to Baht 5.32 million and Baht 5.12 million, respectively.