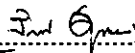


Information Disclosure Allianz Ayudhya Assurance Public Company Limited

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. Bryan James Smith
Position Director

Sign 
Name Mr. Titiwut Soukpornchaikul
Position Director

Disclosed on 29 May 2019
Quarterly 1 Year 2019



1. Adequacy of Capital

Allianz Ayudhya Assurance Public Company Limited holds a strong RBC Solvency Ratio. At the end of first quarter in 2019, the Company's capital adequacy ratio is at the 282 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 29 May 2019

Unit: million baht

Item	Quarter 1		Quarter 2		Quarter 3	
	2019	2018	2019	2018	2019	2018
Capital Adequacy Ratio (%)	282%	376%		340%		299%
Total Capital Availability	26,492.35	26,475.29		25,383.28		25,888.95
Total Capital Requirement	9,394.63	7,040.89		7,462.86		8,669.39

- 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 shall not be lower than 140 percent.
 - Capital is based on appraisal value aligned with the announcement of OIC regarding the Life Insurance Company's asset and liability assessment
 - 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)

31 MARCH 2019



AUDITOR'S REPORT ON REVIEW OF 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 31 March 2019, and the related statements of comprehensive income, changes in equity, and cash flows for the three-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.

Anothai Leekitwattana
Certified Public Accountant (Thailand) No. 3442
Bangkok
14 May 2019

Allianz Ayudhya Assurance Public Company Limited
Statement of Financial Position
As at 31 March 2019

		(Unaudited) 31 March 2019	(Audited) 31 December 2018
	<u>Notes</u>	<u>Thousand Baht</u>	<u>Thousand Baht</u>
Assets			
Cash and cash equivalents	5, 23	6,069,128	5,916,023
Premiums due and uncollected	6	1,897,294	1,834,464
Accrued investment income		3,430,828	3,325,727
Reinsurance receivables	7, 23	287,034	410,098
Investment receivables		209,435	42,695
Derivative assets	8	682,652	454,869
Investment assets			
Investments in securities, net	9, 23, 24	173,192,871	167,110,712
Loans, net	10	8,249,996	8,266,485
Investment assets held to cover linked liabilities		337,930	303,126
Premises and equipment, net	11	555,835	573,693
Intangible assets, net	12	586,035	604,073
Other assets	13	212,609	282,280
Total assets		<u>195,711,647</u>	<u>189,124,245</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 Financial Position (Cont'd)

As at 31 March 2019

		(Unaudited) 31 March 2019	(Audited) 31 December 2018
	Notes	Thousand Baht	Thousand Baht
Liabilities and equity			
Liabilities			
Insurance contract liabilities	14	169,907,873	165,966,837
Investment contract liabilities	15	3,544,210	3,478,037
Reinsurance payables	16, 23	415,482	528,717
Investment payables		5,008	445,901
Derivative liabilities	8	70,629	113,680
Income tax payable		492,907	386,269
Accrued expenses	17, 23	1,944,025	2,015,660
Employee benefit obligations		362,990	486,183
Provisions		83,591	106,378
Deferred tax liabilities	18	959,734	485,738
Other liabilities	19	976,530	589,108
Total liabilities		<u>178,762,979</u>	<u>174,602,508</u>
Equity			
Share capital			
Authorised share capital			
400,000,000 ordinary shares of 10 Baht each		<u>4,000,000</u>	<u>4,000,000</u>
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		7,885,189	7,335,792
Other components of equity		5,713,479	3,835,945
Total equity		<u>16,948,668</u>	<u>14,521,737</u>
Total liabilities and equity		<u>195,711,647</u>	<u>189,124,245</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 three-month period ended 31 March 2019

		2019	2018
	Notes	Thousand Baht	Thousand Baht
Revenues			
Gross premiums written	23	8,044,158	8,200,794
<u>Less</u> premiums ceded	23	<u>(258,517)</u>	<u>(225,175)</u>
Net premiums written		7,785,641	7,975,619
<u>Less</u> unearned premium reserve increased from previous period		<u>(711,236)</u>	<u>(630,631)</u>
Net premiums earned		7,074,405	7,344,988
Fees and commission income	23	69,972	50,277
Net investment income	23	1,721,971	1,609,726
Gains on investment		237,513	208,118
Gains (losses) on fair value		64,178	(7,521)
Other income		16,244	10,239
Total revenues		<u>9,184,283</u>	<u>9,215,827</u>
Expenses			
Long-term technical reserve increased from previous period		2,801,614	3,174,918
Benefits payments and insurance claims expenses	23	3,792,122	3,597,399
<u>Less</u> benefits payments and insurance claims expenses recovered from reinsurers	23	<u>(97,451)</u>	<u>(103,892)</u>
Net benefits payment and insurance claims expenses		3,694,671	3,493,507
Commissions and brokerages		862,525	824,465
Other underwriting expenses		392,426	396,255
Operating expenses	20	<u>743,021</u>	<u>648,675</u>
Total expenses		<u>8,494,257</u>	<u>8,537,820</u>
Profit before income tax		690,026	678,007
Income tax	21	<u>134,060</u>	<u>132,409</u>
Net profit		<u>555,966</u>	<u>545,598</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 three-month period ended 31 March 2019

		(Reclassified)	
		2019	2018
	Notes	Thousand Baht	Thousand Baht
Other comprehensive income (loss)			
Items that will not be reclassified to profit or loss			
Losses on remeasurements of post-employment benefit obligations		(8,210)	(1,022)
Income tax on items that will not be reclassified to profit or loss		1,641	205
Total items that will not be reclassified to profit or loss		<u>(6,569)</u>	<u>(817)</u>
Items that will be reclassified subsequently to profit or loss			
Change in fair value of available-for-sale investments	2	2,539,883	(1,211,546)
Change in fair value of cash flow hedges		47,952	(11,301)
Items in other comprehensive income transferred to profit or loss	2	(240,918)	(195,639)
Income tax on items that will be reclassified subsequently to profit or loss		<u>(469,383)</u>	<u>257,483</u>
Total items that will be reclassified subsequently to profit or loss		<u>1,877,534</u>	<u>(1,161,003)</u>
Other comprehensive income (loss) for the period, net of income tax		<u>1,870,965</u>	<u>(1,161,820)</u>
Total comprehensive income (loss) for the period		<u>2,426,931</u>	<u>(616,222)</u>
Basic earnings per share (Baht)	22	<u>1.88</u>	<u>1.85</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) (Cont'd)
For the three-month period ended 31 March 2019

	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	Change in		Total other components of equity Thousand Baht	
				fair value of available-for-sale investments Thousand Baht	Change in fair value of cash flow hedges Thousand Baht		
Three-month period ended 31 March 2018							
Balance as at 1 January 2018	2,950,000	400,000	6,253,505	6,786,316	4,208	6,790,524	16,394,029
Comprehensive income (loss) for the period							
Net profit	-	-	545,598	-	-	-	545,598
Other comprehensive income (loss)							
Change in fair value of cash flow hedges	-	-	-	-	(35,255)	(35,255)	(35,255)
Change in fair value of available-for-sale investments	-	-	-	(969,237)	-	(969,237)	(969,237)
Items in other comprehensive income transferred to profit or loss	-	-	-	(156,511)	-	(156,511)	(156,511)
Losses from remeasurements of post-employment benefit obligations	-	-	(817)	-	-	-	(817)
Total comprehensive income (loss) for the period	-	-	544,781	(1,125,748)	(35,255)	(1,161,003)	(616,222)
Balance as at 31 March 2018	<u>2,950,000</u>	<u>400,000</u>	<u>6,798,286</u>	<u>5,660,568</u>	<u>(31,047)</u>	<u>5,629,521</u>	<u>15,777,807</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) (Cont'd)
For the three-month period ended 31 March 2019

	Retained earnings		Other components of equity				Total equity
	Issued and paid-up share capital	Legal reserve	Unappropriated reserve	Change in fair value of available-for-sale investments	Change in fair value of cash flow hedges	Total other components of equity	
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Three-month period ended 31 March 2019							
Balance as at 1 January 2019	2,950,000	400,000	7,335,792	3,653,892	182,053	3,835,945	14,521,737
Comprehensive income (loss) for the period							
Net profit	-	-	555,966	-	-	-	555,966
Other comprehensive income (loss)							
Change in fair value of cash flow hedges	-	-	-	-	38,362	38,362	38,362
Change in fair value of available-for-sale investments	-	-	-	2,031,906	-	2,031,906	2,031,906
Items in other comprehensive income transferred to profit or loss	-	-	-	(192,734)	-	(192,734)	(192,734)
Losses from remeasurements of post-employment benefit obligations	-	-	(6,569)	-	-	-	(6,569)
Total comprehensive income (loss) for the period	-	-	549,397	1,839,172	38,362	1,877,534	2,426,931
Balance as at 31 March 2019	2,950,000	400,000	7,885,189	5,493,064	220,415	5,713,479	16,948,668

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 three-month period ended 31 March 2019

		(Reclassified)	
		2019	2018
	Notes	Thousand Baht	Thousand Baht
Cash flows from operating activities			
Premiums written	2	8,229,076	7,883,879
Cash paid relating to reinsurance		(81,266)	(53,723)
Interest received		1,452,047	1,245,808
Dividends received		145,194	127,602
Other income		16,608	10,334
Benefits payments and insurance claims expenses		(3,068,744)	(3,518,060)
Commissions and brokerages		(982,228)	(1,017,560)
Other underwriting expenses	2	(310,028)	(365,422)
Operating expenses	2	(1,042,692)	(676,108)
Income tax paid		(21,167)	(15,188)
Cash received from selling and redeeming investments in securities		15,716,722	5,631,477
Cash paid for purchasing investments in securities		(19,835,763)	(6,296,008)
Cash received from loans		1,610	1,887
Cash paid for loans	2	(35,476)	(114,735)
Deposits	2	508	(6)
Net cash flow provided from (used in) operating activities		<u>184,401</u>	<u>2,844,177</u>
Cash flows from investing activities			
Cash paid for purchasing premises and equipment		(842)	(3,754)
Cash paid for purchasing intangible assets	2	(30,454)	(388,365)
Net cash flow provided from (used in) investing activities		<u>(31,296)</u>	<u>(392,119)</u>
Net increase (decrease) in cash and cash equivalents		153,105	2,452,058
Cash and cash equivalents as at 1 January		<u>5,916,023</u>	<u>5,181,609</u>
Cash and cash equivalents as at 31 March	5	<u><u>6,069,128</u></u>	<u><u>7,633,667</u></u>
Supplemental cash flows information			
Non-cash items			
Receivables from selling investments		209,435	197,956
Payables from purchasing investments		5,008	5,082

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 Ploenchit Tower, 1st floor Zone B, 2nd floor Zone B (Mezzanine), 5th floor Zone B, 6th floor, 14th floor and 17th floor, 898 Ploenchit Road, Lumpini, Pathumwan, Bangkok.

The immediate and ultimate parent companies during the financial period were CPRN (Thailand) Limited and Allianz SE, respectively. The immediate parent company was incorporated in Thailand and the ultimate parent company 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 14 May 2019.

This interim financial information has been reviewed, not audited.

2 Basis of preparation and accounting policies

2.1 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, statements of comprehensive income, 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 are 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. 2559" dated on 4 March 2016 ("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 2018.

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 2018.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

Income taxes in the interim periods are accrued by using the expected income taxes in the interim period.

2.2 Reclassification

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

	31 March 2018		
	As previously reported Thousand Baht	Reclassification Thousand Baht	Reclassified Thousand Baht
Other comprehensive income (loss) items that will be reclassified subsequently to profit or loss			
Change in fair value of available-for-sale investments	(1,407,185)	195,639	(1,211,546)
Items in other comprehensive income transferred to profit or loss	-	(195,639)	(195,639)

The comparative amounts have reclassified to conform to the current period presentation of the statement of cash flow for the current period as follow:

	31 March 2018		
	As previously reported Thousand Baht	Reclassification Thousand Baht	Reclassified Thousand Baht
Statement of cash flow			
Premiums written	7,939,651	(55,772)	7,883,879
Other underwriting expenses	(396,255)	30,833	(365,422)
Operating expenses	(1,015,275)	339,167	(676,108)
Cash paid for loans	(170,507)	55,772	(114,735)
Deposits	-	(6)	(6)
Cash paid for purchasing intangible assets	(18,365)	(370,000)	(388,365)

2.3 New financial reporting standards and revised financial reporting standard which are effective for periods beginning on or after 1 January 2019 which relevant to the Company

TFRS 2 (revised 2018)	Share-based Payment
TFRS 4 (revised 2018)	Insurance Contracts
TFRS 15	Revenue from contracts with customers
TFRIC 22	Foreign Currency Transactions and Advance Consideration

TFRS 2 clarifies;

- The measurement basis for cash-settled share-based payments
- Where an employer is obliged to withhold an amount for the employee's tax obligation associated with a share-based payment and pay that amount to the tax authority, the award is treated as if it is wholly equity-settled.
- The accounting for modifications from cash-settled awards to equity-settled awards.

2.3 New financial reporting standards and revised financial reporting standard which are effective for periods beginning on or after 1 January 2019 which have significant changes and are relevant to the Company (Cont'd)

TFRS 4 provides insurance companies an optional exemption from compliance with TFRS 9 and TFRS 7. The exemption is temporarily effective and not mandatory. Entities who choose to use the exemption must follow the 'financial instruments and disclosure for insurance companies' accounting guidelines to be issued by the Federation of Accounting Professions until TFRS 17 becomes effective.

TFRS 15 provide the requirements for the recognition of revenue. This standard will supersede the following standards:

TAS 11 (revised 2017)	Construction contracts
TAS 18 (revised 2017)	Revenue
TFRIC 13 (revised 2017)	Customer loyalty programs
TFRIC 15 (revised 2017)	Agreements for the construction of real estate
TFRIC 18 (revised 2017)	Transfers of assets from customers
TSIC 31 (revised 2017)	Revenue - barter transactions involving advertising services

The new standard is based on the principle that

- revenue is recognised when control of a good or service transfers to a customer - so the notion of control replaces the existing notion of risks and rewards
- an entity recognises revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

An entity recognises revenue in accordance with that core principle by applying the following steps:

- Step 1: Identify the contract(s) with a customer
- Step 2: Identify the performance obligations in the contract
- Step 3: Determine the transaction price
- Step 4: Allocate the transaction price to the performance obligations in the contract
- Step 5: Recognise revenue when (or as) the entity satisfies a performance obligation

TFRIC 22 clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income when an entity has received or paid advance consideration in a foreign currency.

The Company has adopted the above standards and considered that these standards does not have significant impact on the Company, except TFRS 4 which the Company's management is currently assessing the impact to make decision whether the option will be applied.

2.4 Financial reporting standards are effective for annual periods beginning on or after 1 January 2020 which are relevant to the Company.

2.4.1 Financial instruments

The new financial reporting standards relate to financial instruments are:

TAS 32	Financial instruments: Presentation
TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments
TFRIC 16	Hedges of a Net Investment in a Foreign Operation
TFRIC 19	Extinguishing Financial Liabilities with Equity Instruments

These new standards address the classification, measurement and derecognition of financial assets and financial liabilities, impairment of financial assets, hedge accounting, and presentation and disclosure of financial instruments.

2.4.2 TFRS 16 Leases

TFRS 16 will result in almost all leases where the Group is a lessee being recognised on the balance sheet as the distinction between operating and finance lease is removed. An asset (the right to use the leased item) and financial liability to pay rentals are recognised, with exception on short-term and low-value leases.

Management is currently assessing the impact from initial application of these standards in detail.

3 Estimates

The preparation of interim financial statements in conformity with TFRSs 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 these interim financial statements, 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 2018.

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.

Allianz Ayudhya Assurance Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 31 March 2019

4 Fair value (Cont'd)

4.1 Fair value estimation (Cont'd)

The following table presents the Company's financial assets and liabilities that are measured and recognised at fair value on the interim financial information as at 31 March 2019.

	(Unaudited) 31 March 2019			
	Level 1 Thousand Baht	Level 2 Thousand Baht	Level 3 Thousand Baht	Total Thousand Baht
Financial assets				
Derivative assets	-	682,652	-	682,652
Investment in securities				
Held for trading				
Equity securities	3,477	-	-	3,477
Available-for-sale investments				
Debt securities	-	105,760,668	-	105,760,668
Equity securities	13,948,685	-	-	13,948,685
Foreign equity securities	7,144,526	-	-	7,144,526
Investment assets held to cover linked liabilities	-	337,930	-	337,930
Total	21,096,688	106,781,250	-	127,877,938
Financial liabilities				
Derivative liabilities	-	70,629	-	70,629
Total	-	70,629	-	70,629

The following table presents the fair values of the Company's financial assets that are not measured at fair value on the interim financial information as at 31 March 2019.

	(Unaudited) 31 March 2019			
	Level 1 Thousand Baht	Level 2 Thousand Baht	Level 3 Thousand Baht	Total Thousand Baht
Financial assets				
Investment in securities				
Held-to-maturity investments				
Debt securities	-	44,539,092	-	44,539,092
Deposit at financial institutions with maturities over 3 months from acquisition date	4,900,000	-	-	4,900,000
Total	4,900,000	44,539,092	-	49,439,092

Allianz Ayudhya Assurance Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 31 March 2019

4 Fair value (Cont'd)

4.1 Fair value estimation (Cont'd)

The following table presents the Company's financial assets and liabilities that are measured and recognised at fair value on the financial statements as at 31 December 2018.

	(Audited)			Total Thousand Baht
	31 December 2018			
	Level 1 Thousand Baht	Level 2 Thousand Baht	Level 3 Thousand Baht	
Financial assets				
Derivative assets	-	454,869	-	454,869
Investment in securities				
Held for trading				
Equity securities	2,074	-	-	2,074
Available-for-sale investments				
Debt securities	-	100,356,499	-	100,356,499
Equity securities	13,360,666	-	-	13,360,666
Foreign equity securities	6,539,010	-	-	6,539,010
Investment assets held to cover linked liabilities	-	303,126	-	303,126
Total	19,901,750	101,114,494	-	121,016,244
Financial liabilities				
Derivative liabilities	-	113,680	-	113,680
Total	-	113,680	-	113,680

The following table presents the fair values of the Company's financial assets that are not measured at fair value on the financial statement as at 31 December 2018.

	(Audited)			Total Thousand Baht
	31 December 2018			
	Level 1 Thousand Baht	Level 2 Thousand Baht	Level 3 Thousand Baht	
Financial assets				
Investment in securities				
Held-to-maturity investments				
Debt securities	-	45,165,412	-	45,165,412
Deposit at financial institutions with maturities over 3 months from acquisition date	4,900,000	-	-	4,900,000
Total	4,900,000	45,165,412	-	50,065,412

There was no transfer between Levels 1 and 2 during the period.

There was no change in valuation techniques during the periods.

4 Fair value (Cont'd)

4.2 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 and bond forward contracts based on broker quotes. The cross currency swap have been fair valued based on 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 effects of discounting are generally insignificant for Level 2 derivatives.

5 Cash and cash equivalents

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Cash on hand	1	61
Deposits at banks - call deposits	1,894,644	1,854,357
Short-term investments	4,174,483	4,061,605
Total	6,069,128	5,916,023

As at 31 March 2019, cash and cash equivalents were denominated in foreign currencies amounting to Baht 81 million (31 December 2018: Baht 115 million).

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6 Premiums due and uncollected

As at 31 March 2019 and 31 December 2018, the balances of premiums due and uncollected were aged as follows:

	<u>From direct insurance</u>	
	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Within credit terms	1,801,591	1,790,196
Overdue:		
Less than 30 days	202,435	190,927
31 - 60 days	3,777	7,181
61 - 90 days	18,133	3,064
91 days - 1 year	3,759	7,864
Over 1 year	10,810	10,696
Total	2,040,505	2,009,928
Less Allowance for doubtful accounts	(143,211)	(175,464)
Net premiums due and uncollected	<u>1,897,294</u>	<u>1,834,464</u>

In case of individual policies, premiums due and uncollected represent those amounts that are within the grace period, which is 30 days. For policies with cash values having amounts overdue longer than the grace period, the premiums due and uncollected 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 premium due and uncollected, the Company is processing the collection in accordance with the Company's policy.

7 Reinsurance receivables

The details of reinsurance assets are as follows:

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Due from reinsurance (Note 23)	287,034	410,098
Total reinsurance receivable	<u>287,034</u>	<u>410,098</u>

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8 Derivative assets and liabilities

All derivatives are for the purpose of hedging activities.

The details of derivative assets are as follow:

(Unaudited) 31 March 2019					(Unaudited) Change in fair value for the three-month period ended 31 March 2019 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	49	8,353,957	426,025	111,438
Bond forward	To hedge reinvestment risk	42	11,540,000	256,627	126,208
Total		91	19,893,957	682,652	237,646

(Audited) 31 December 2018					(Audited) Change in fair value for the year ended 31 December 2018 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	40	6,691,070	319,390	103,864
Bond forward	To hedge reinvestment risk	29	7,540,000	135,479	136,215
Total		69	14,231,070	454,869	240,079

The details of derivative liabilities are as follow:

(Unaudited) 31 March 2019					(Unaudited) Change in fair value for the three-month period ended 31 March 2019 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	21	3,549,103	67,516	36,302
Bond forward	To hedge reinvestment risk	2	720,000	3,113	(3,113)
Total		23	4,269,103	70,629	33,189

(Audited) 31 December 2018					(Audited) Change in fair value for the three- month period- ended 31 December 2018 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	27	4,410,237	108,620	108,620
Bond forward	To hedge reinvestment risk	3	1,300,000	5,060	(5,090)
Total		30	5,710,237	113,680	103,530

As at 31 March 2019, 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 360 million (31 December 2018: U.S. Dollar 335 million).

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

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9 Investments in securities, net

The details of investments in securities as at 31 March 2019 and 31 December 2018 are as follows:

	(Unaudited) 31 March 2019		(Audited) 31 December 2018	
	Cost/ Amortised cost Thousand Baht	Fair value Thousand Baht	Cost/ Amortised cost Thousand Baht	Fair value Thousand Baht
Trading securities				
Equity securities	5,447	3,477	5,447	2,074
Add Unrealised loss	(1,970)	-	(3,373)	-
Total Trading securities, net	3,477	3,477	2,074	2,074
Available-for-sale investments				
Government and state enterprise debt securities	80,940,922	84,501,623	77,613,712	80,596,762
Private debt securities	8,868,438	9,078,171	8,856,667	9,066,154
Foreign debt securities	11,820,770	12,180,874	11,013,665	10,693,583
Equity securities	11,385,452	13,948,685	11,489,480	13,360,666
Foreign equity securities	7,004,430	7,144,526	6,974,214	6,539,010
Total	120,020,012	126,853,879	115,947,738	120,256,175
Add Unrealised gain	8,866,236		4,340,806	
Less Allowance for impairment	(32,369)		(32,369)	
Total available-for-sale investments, net	126,853,879	126,853,879	120,256,175	120,256,175
Held-to-maturity Investments				
Government and state enterprise debt securities	38,527,130		39,051,963	
Private debt securities	2,866,533		2,856,648	
Deposits at financial institutions with original maturities more than 3 months	4,900,000		4,900,000	
Total held-to-maturity Investments	46,293,663		46,810,611	
General investments				
Equity securities	41,852		41,852	
Total general investments	41,852		41,852	
Total investments in securities	173,192,871		167,110,712	

During the three-month period ended 31 March 2019, the Company recognised interest income and dividend income amounting to Baht 1,522 million and Baht 234 million, respectively (2018: Baht 1,485 million and Baht 139 million, respectively).

During the three-month period ended 31 March 2019, the Company received consideration from selling available-for-sale investments amounting to Baht 1,505 million (2018: Baht 888 million).

As at 31 March 2019, the Company had investment in securities deposited with the Office of Insurance Commission in order to comply with the Life Insurance Act with a fair value amounting to Baht 38,171 million (31 December 2018: Baht 35,875 million) (Note 24).

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10 Loans, net

As at 31 March 2019 and 31 December 2018, the details of loans and accrued interests are aged by outstanding period as follows:

Outstanding periods	(Unaudited) 31 March 2019							
	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	8,229,869	1,410,881	15,689	20	8,245,558	1,410,901	9,656,459	
Overdue	-	-	4,438	34	4,438	34	4,472	
Less than 3 months	-	-	-	-	-	-	-	
Over 3 - 6 months	-	-	-	-	-	-	-	
Over 6 - 12 months	-	-	-	-	-	-	-	
Over 12 months	-	-	46,929	4,394	46,929	4,394	51,323	
Total	8,229,869	1,410,881	67,056	4,448	8,296,925	1,415,329	9,712,254	
Less: Allowance for doubtful accounts	-	-	(46,929)	(4,394)	(46,929)	(4,394)	(51,323)	
Loans and accrued interests, net	8,229,869	1,410,881	20,127	54	8,249,996	1,410,935	9,660,931	

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10 Loans, net (Cont'd)

Outstanding periods	(Audited) 31 December 2018					
	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	8,244,747	1,376,393	20,054	37	8,264,801	1,376,430
Overdue	-	-	-	-	-	-
Less than 3 months	-	-	1,683	12	1,683	12
Over 3 - 6 months	-	-	-	-	-	-
Over 6 - 12 months	-	-	-	-	-	-
Over 12 months	-	-	46,929	4,394	46,929	4,394
Total	8,244,747	1,376,393	68,666	4,443	8,313,413	1,380,836
<u>Less: Allowance for doubtful accounts</u>	-	-	(46,928)	(4,394)	(46,928)	(4,394)
Loans and accrued interests, net	8,244,747	1,376,393	21,738	49	8,266,485	1,376,442

Accrued interests are presented under "Accrued income on investments" on the statement of financial position.

Policy loans represent loans granted to the policyholders in an amount not exceeding the cash value of the policy. The loans carry interest rate 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 31 March 2019, the Company had mortgage loans to staffs amounting to Baht 2 million (31 December 2018: Baht 3 million) with interest rates at 5% per annum (2018: 5% per annum). The mortgage loans were provided in accordance with the Company's welfare policy.

11 Premises and equipment, net

As at 31 March 2019, the Company had cost for premises and equipment amounting to Baht 1,563 million (31 December 2018: Baht 1,564 million) and had accumulated depreciation amounting to Baht 1,007 million (31 December 2018: Baht 990 million).

For the three-month period ended 31 March 2019, the Company had depreciation for premises and equipment amounting to Baht 19 million, and purchases amounting to Baht 0.8 million.

As at 31 March 2019, the gross carrying amount of the fully depreciated assets still in use were Baht 609 million (31 December 2018: Baht 602 million).

12 Intangible assets, net

As at 31 March 2019, the Company had cost for intangible assets which consist of computer software and right amounting to Baht 1,008 million (31 December 2018: Baht 977 million) and had accumulated amortisation for Intangible assets amounting to Baht 422 million (31 December 2018: Baht 373 million).

For the three-month period ended 31 March 2019, the Company had amortization for intangible assets from computer software and right amounting to Baht 18 million and Baht 31 million, respectively, and increase in intangible assets from computer software amounting to Baht 31 million.

13 Other assets

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Cash collateral from derivative contracts	-	51,000
Other account receivables	61,506	69,491
Prepaid expenses	61,116	77,061
Others	89,987	84,728
Total	<u>212,609</u>	<u>282,280</u>

Cash collateral from derivative contracts is cash collateral which the Company has pledged under the derivative contracts with financial institutions.

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14 Insurance contract liabilities

	(Unaudited) 31 March 2019			(Audited) 31 December 2018		
	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	159,853,804	-	159,853,804	157,083,560	-	157,083,560
Short-term technical reserves:						
Loss reserves and outstanding claims						
- Reported claims	295,608	-	295,608	209,812	-	209,812
- Claims incurred but not reported	280,358	-	280,358	285,134	-	285,134
Total Loss reserves and outstanding claims	575,966	-	575,966	494,946	-	494,946
Unearned premium reserves	3,529,817	-	3,529,817	2,818,581	-	2,818,581
Total short-term technical reserves	4,105,783	-	4,105,783	3,313,527	-	3,313,527
Unpaid policy benefits	4,735,534	-	4,735,534	4,649,219	-	4,649,219
Due to insured	1,212,752	-	1,212,752	920,531	-	920,531
Total	169,907,873	-	169,907,873	165,966,837	-	165,966,837

14.1 Long-term technical reserves

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Beginning balances for the period/year	157,083,560	143,920,680
Reserves increased from new and inforce policies in the period/year	4,750,875	21,319,057
Reserves released for benefits payment under insurance policies, lapse and cancelled policies in the period/year	(1,980,631)	(8,761,452)
Change in assumption	-	605,275
Closing balances at the end of period/year	159,853,804	157,083,560

14 Insurance contract liabilities (Cont'd)

14.2 Short-term technical reserves

14.2.1 Loss reserves and outstanding claims

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Beginning balances for the period/year	494,946	533,432
Claims incurred during the period/year	1,261,512	4,749,431
Claims paid during the period/year	(1,180,492)	(4,787,917)
Closing balances at the end of period/year	<u>575,966</u>	<u>494,946</u>

14.2.2 Unearned premium reserves

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Beginning balances for the period/year	2,818,581	2,540,027
Premiums written for the period/year	3,184,223	8,440,872
Premiums earned in the period/year	(2,472,987)	(8,162,318)
Closing balances at the end of period/year	<u>3,529,817</u>	<u>2,818,581</u>

14.2.3 Unexpired risk reserve

No reserve for unexpired risks was established as at 31 March 2019 as the unexpired risk reserve estimated by the Company of Baht 2,621 million (31 December 2018: Baht 1,991 million) was lower than the unearned premium reserve.

14.3 Unpaid policy benefits

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Death benefits	119,848	82,738
Dividend	3,956,293	3,897,964
Others	659,393	668,517
Total	<u>4,735,534</u>	<u>4,649,219</u>

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14 Insurance contract liabilities (Cont'd)

14.4 Due to insured

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Uncashed cheques	576,471	589,580
Premiums received during underwriting	636,105	330,760
Others	176	191
Total	1,212,752	920,531

15 Investment contract liabilities

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Investment contract liabilities with discretionary participation features	3,206,280	3,174,910
Unit-linked contract liabilities	337,930	303,127
Total	3,544,210	3,478,037

Investment contract liabilities with discretionary participation features

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Beginning balance for the period/year	3,174,910	3,767,971
Reserves increased from inforce policies in the period/year	51,455	244,133
Reserves released for benefits payment, lapse, and cancelled policies in the period/year	(20,085)	(837,194)
Closing balance at the end of period/year	3,206,280	3,174,910

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16 Reinsurance payables

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Due to reinsurers	415,482	528,717
Total reinsurance payables	<u>415,482</u>	<u>528,717</u>

17 Accrued expenses

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Accrued commission expenses	330,964	376,753
Accrued production cost	481,190	596,001
Accrued agency overhead	371,988	504,577
Accrued administration expenses	759,883	538,329
Total	<u>1,944,025</u>	<u>2,015,660</u>

18 Deferred tax

As at 31 March 2019 and 31 December 2018, deferred tax assets and liabilities were as follows:

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Deferred tax assets	767,541	1,122,906
Deferred tax liabilities	(1,727,275)	(1,608,644)
Deferred tax liabilities, net	<u>(959,734)</u>	<u>(485,738)</u>

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18 Deferred tax (Cont'd)

Movements in deferred tax assets and liabilities during the three-month periods ended 31 March 2019 and 2018 were as follows:

	(Unaudited) 31 March 2019			
	As at 1 January 2019 Thousand Baht	Increase (decrease) in profit (loss) Thousand Baht	Increase (decrease) in other comprehensive income Thousand Baht	As at 31 March 2019 Thousand Baht
Deferred tax assets				
Allowance for doubtful accounts	91,903	(6,204)	-	85,699
Provisions	279,098	4,404	-	283,502
Insurance reserves	429,343	(101,279)	-	328,064
Employee benefit obligations	46,420	1,901	1,641	49,962
Unrealised loss on derivative instruments	3,855	-	6,369	10,224
Unrealised loss on available-for-sale investments	272,287	-	(262,197)	10,090
Total	1,122,906	(101,178)	(254,187)	767,541
Deferred tax liabilities				
Unrealised gain on derivative instruments	(49,367)	-	(15,960)	(65,327)
Unrealised gain on available-for-sale investments	(1,185,760)	-	(197,595)	(1,383,355)
Premium due and uncollected	(365,446)	95,525	-	(269,921)
Others	(8,071)	(601)	-	(8,672)
Total	(1,608,644)	94,924	(213,555)	(1,727,275)
Net	(485,738)	(6,254)	(467,742)	(959,734)
	(Unaudited) 31 March 2018			
	As at 1 January 2018 Thousand Baht	Increase (decrease) in profit (loss) Thousand Baht	Increase (decrease) in other comprehensive income Thousand Baht	As at 31 March 2018 Thousand Baht
Deferred tax assets				
Allowance for doubtful accounts	83,883	(6,181)	-	77,702
Provisions	310,070	(43,459)	-	266,611
Insurance reserves	387,988	(100,257)	-	287,731
Employee benefit obligations	42,070	2,813	205	45,088
Unrealised loss on derivative instruments	6,699	-	12,723	19,422
Unrealised loss on available-for-sale investments	142,978	-	90,962	233,940
Total	973,688	(147,084)	103,890	930,494
Deferred tax liabilities				
Unrealised gain on derivative instruments	(43,584)	-	(36,678)	(80,262)
Unrealised gain on available-for-sale investments	(1,839,557)	-	190,475	(1,649,082)
Premium due and uncollected	(332,096)	44,248	-	(287,848)
Total	(2,215,237)	44,248	153,797	(2,017,192)
Net	(1,241,549)	(102,836)	257,687	(1,086,698)

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19 Other liabilities

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Cash collateral from derivative contract	610,000	167,400
Other creditors	148,004	199,778
Others	218,526	221,930
Total	976,530	589,108

Cash collateral from derivative contracts is cash collateral which financial institutions have pledged under the derivative contracts with the Company.

20 Operating expenses

	(Unaudited) 31 March 2019 Thousand Baht	(Unaudited) 31 March 2018 Thousand Baht
Employee expenses not relating to underwriting expenses, and loss adjusting expenses	317,330	248,512
Property and equipment expenses not relating to underwriting expenses, and loss adjusting expenses	106,093	74,866
Tax expenses	42,984	43,603
Bad debt and doubtful debt expenses	128,932	134,007
Other operating expenses	147,682	147,687
Total	743,021	648,675

21 Income tax

Income tax recognised in profit or loss

	(Unaudited) 31 March 2019 Thousand Baht	(Unaudited) 31 March 2018 Thousand Baht
Current tax		
Current period	127,806	29,573
Deferred tax		
Movements in temporary differences	6,254	102,836
Total	134,060	132,409

22 Basic earnings per share

The calculations of basic earnings per share for the three-month periods ended 31 March 2019 and 2018 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) 2019	(Unaudited) 2018
Profit for the period attributable to ordinary shareholders of the Company (Thousand Baht)	555,966	545,598
Number of ordinary shares outstanding (Thousand shares)	295,000	295,000
Basic earnings per share (Baht per share)	1.88	1.85

23 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.

Relationships with key management and related parties were as follows:

Name of entities	Country of incorporation/ nationality	Nature of relationships
Key management personnel	Thai/foreigners	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Company
Allianz SE	Germany	Ultimate parent, 24.99% shareholding
Allianz SE, Singapore Branch	Singapore	Related company of ultimate parent
Allianz Technology SE	Germany	Related company of ultimate parent
Allianz Investment Management Singapore Pte. Ltd.	Singapore	Related company of ultimate parent
Allianz Global Investors Singapore Limited	Singapore	Related company of ultimate parent
Allianz Technology (Thailand) Company Limited	Thailand	Related company of ultimate parent
CPRN (Thailand) Limited	Thailand	Immediate parent, 37.66% shareholding
Sri Ayudhya Capital Public Company Limited	Thailand	Major shareholder, 20.17% shareholding and common director
Bangkok Broadcasting & Television Company Limited	Thailand	Shareholders, 2.79% shareholding and common director

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23 Related parties (Cont'd)

Relationships with key management and related parties were as follows: (Cont'd)

<u>Name of entities</u>	<u>Country of incorporation/ nationality</u>	<u>Nature of relationships</u>
Bank of Ayudhya Public Company Limited	Thailand	Related company of major shareholders
Krungsri Asset Management Company Limited	Thailand	Related company of major shareholders and common director
Krungsri Securities Public Company Limited	Thailand	Related company of major shareholders
Ayudhya Development Leasing Company Limited	Thailand	Related company of major shareholders
Ayudhya Capital Auto Lease Public Company Limited	Thailand	Related company of major shareholders
BBTV Equity Company Limited	Thailand	Related company of major shareholders
Siam City Cement Public Company Limited	Thailand	Related company of major shareholders and common director
Eastern Star Real Estate Public Company Limited	Thailand	Related company of major shareholders and common director
Allianz General Insurance Public Company Limited	Thailand	Related company of ultimate parent and common director
Sri Ayudhya General Insurance Public Company Limited	Thailand	Related company of major shareholders and common director

23.1) Significant transactions for the three-month periods ended 31 March 2019 and 2018 with key management and related parties were as follows:

	(Unaudited) 31 March 2019 Thousand Baht	(Unaudited) 31 March 2018 Thousand Baht
Gross premiums written		
Major shareholder	51	34
Other related parties	246,965	243,775
Premiums ceded to reinsurers		
Ultimate parent	87,672	85,174
Other related parties	120,221	91,941
Fees and commission income		
Ultimate parent	12,585	17,035
Other related parties	48,988	26,358
Insurance claim expenses		
Other related parties	76,576	73,116
Insurance claims expenses recovered from reinsurers		
Ultimate parent	19,856	27,571
Other related parties	56,161	63,383
Operating expenses		
Ultimate parent	5,808	6,099
Other related parties	135,494	126,156
Key management personnel compensation		
Short-term benefits	57,936	44,312
Post-employment benefits	1,307	1,561
Total	59,243	45,873

23 Related parties (Cont'd)

23.2) Significant balances with related parties as at 31 March 2019 and 31 December 2018 were as follows:

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Cash and cash equivalents		
Other related party	1,171,038	496,224
Reinsurance receivables		
Ultimate parent	21,050	41,800
Other related parties	210,340	278,112
Other assets		
Ultimate parent	43,360	48,805
Other related parties	18,500	18,500
Reinsurance payables		
Ultimate parent	96,918	38,915
Other related parties	258,995	346,186
Accrued expenses		
Ultimate parent	5,808	4,624
Other related parties	218,919	208,644

Investments in related parties

Investments in related parties as at 31 March 2019 and 31 December 2018 and dividends received for the three-month periods ended 31 March 2019 and 2018 were as follows:

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht	Dividend income For the three-month period ended 31 March	
			2019 Thousand Baht	2018 Thousand Baht
Investments				
- equity securities	219,792	88,447	-	-
Total	219,792	88,447	-	-

23 Related parties (Cont'd)

23.3) 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 2.65 million. The term of the agreement is for 1 year from 1 January 2019 to 31 December 2019. The payments are made on quarterly basis. Either party may terminate this agreement at any time by giving 6 months 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 was charged a service fee of EUR 0.60 million (2018: EUR 0.96 million). The term of the agreement is for 1 year from 1 January 2019 to 31 December 2019. Either party may terminate this agreement at any time by giving 6 months prior written notice to another party.
- (c) The Company has entered into lease and service agreements for offices and equipment with a related company from July 2018 to July 2021, from March 2019 to March 2022 and from November 2017 to November 2020 with monthly rental and service fees of Baht 0.20 million (excluding VAT), Baht 3.62 million (excluding VAT) and Baht 0.15 million (excluding VAT), respectively.
- (d) As at 31 March 2019 and 31 December 2018, the Company had commitments from entering into long-term agreements for rental and services with related parties as follows:

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Operating lease commitments		
Within one year	47,593	10,739
After one year but within five years	91,041	5,301
Total	<u>138,634</u>	<u>16,040</u>

24 Securities and assets pledged with the Registrar

- 24.1 The Company pledged investments in debt securities with the Registrar in accordance with Section 20 of the Life Assurance Act B.E. 2535 and amendment Act (No.2) B.E. 2551 were as follows:

	(Unaudited) 31 March 2019		(Audited) 31 December 2018	
	Book value Thousand Baht	Face value Thousand Baht	Book value Thousand Baht	Face value Thousand Baht
Held-to-maturity investments				
Government bonds	<u>20,165</u>	<u>20,000</u>	<u>20,183</u>	<u>20,000</u>

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

24.2 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) 31 March 2019		(Audited) 31 December 2018	
	Book value Thousand Baht	Face value Thousand Baht	Book value Thousand Baht	Face value Thousand Baht
Available-for-sale investments				
Government bonds	21,022,772	17,840,000	19,437,439	16,640,000
State enterprise bonds	6,950,697	6,420,000	6,231,629	5,800,000
Total	27,973,469	24,260,000	25,669,068	22,440,000
Held-to-maturity investments				
Government bonds	7,495,230	7,147,000	7,503,091	7,147,000
State enterprise bonds	2,703,013	2,700,000	2,703,013	2,700,000
Total	10,198,243	9,847,000	10,206,104	9,847,000

25 Asset-backed

As of 31 March 2019 and 31 December 2018, 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) 31 March 2019		(Audited) 31 December 2018	
	Book value Thousand Baht	Appraisal value Thousand Baht	Book value Thousand Baht	Appraisal value Thousand Baht
Deposits with financial institutions	5,632,095	5,632,095	5,897,325	5,897,325
Equity securities	21,138,540	21,526,662	19,943,603	20,331,724
Debt securities	151,328,814	153,853,426	146,308,531	148,978,360
Total	178,099,449	181,012,183	172,149,459	175,207,409

26 Commitments with non-related parties

26.1 Commitments from operating lease and service agreements

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Within one year	19,465	15,570
After one year but within five years	25,141	20,732
Total	<u>44,606</u>	<u>36,302</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 2022.

26.2 Investment commitments

As at 31 March 2019, the Company had commitments to invest in several series of bills of exchange issued by banks amounting to Baht 1,467 million (31 December 2018: Baht 1,467 million). These investments have a duration up to 2023 (31 December 2018: up to 2023) and are payable based on the contract terms. The timing of the commitments are as follows:

	(Unaudited) 31 March 2019 Thousand Baht	(Audited) 31 December 2018 Thousand Baht
Within one year	828,752	828,752
After one year but within five years	638,004	638,004
Total	<u>1,466,756</u>	<u>1,466,756</u>

27 Event after the date of statement of financial information

On 5 April 2019, an amendment bill to the Labour Protection Law was published in the Government Gazette. The amended law will become effective 30 days after its publication. The main amendment is that the compensation for employees who will be retired and have more than or equal to 20 years of service will be changed from 300 days to 400 days of the last wage rate. The Company's management has assessed the effects of the amendment on the Company's financial statements and expects the impact to increase employee benefit obligations amounting to Baht 45 million at the effective date.