

CHUBB LIFE ASSURANCE PUBLIC COMPANY LIMITED

INTERIM FINANCIAL INFORMATION (UNAUDITED)

31 MARCH 2022



AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders of Chubb Life Assurance Public Company Limited

I have reviewed the interim financial information of Chubb Life Assurance Public Company Limited, which comprises the statement of financial position as at 31 March 2022, 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.

A handwritten signature in black ink, appearing to read 'Paiboon Tunkoon', written over a horizontal line.

Paiboon Tunkoon

Certified Public Accountant (Thailand) No. 4298

Bangkok

11 May 2022

Chubb Life Assurance Public Company Limited
Statement of Financial Position
As at 31 March 2022

		(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
	Notes		
Assets			
Cash and cash equivalents	6	621,565,107	853,220,570
Premium receivable	7	547,965,319	512,404,050
Accrued investment income		159,186,078	105,547,198
Amount due from reinsurance	8	5,507,881	12,239,177
Invested assets			
Investments in securities	5, 9, 24, 25	15,296,212,546	15,832,752,470
Loans and accrued interest receivables	10	400,789,362	397,698,045
Leasehold improvements and equipment	11	95,068,037	59,842,413
Intangible assets	12	245,931,800	224,667,107
Other assets	13, 22	573,243,321	588,261,911
Total assets		17,945,469,451	18,586,632,941




..... Directors
Mrs. Angela Julie Hunter Mr. Adrian Clive O'Brien


Chubb Life Assurance Public Company Limited
บริษัท ชับบ์ไลฟ์ แอสซิวรันซ์ จำกัด (มหาชน)

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

Chubb Life Assurance Public Company Limited
Statement of Financial Position (Cont'd)
As at 31 March 2022

		(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
	Notes		
Liabilities and equity			
Liabilities			
Insurance liabilities	14	14,498,090,984	14,197,912,673
Amount due to reinsurance	15, 22	96,512,325	97,150,396
Income tax payable		-	-
Employee benefit obligations	22	139,908,545	156,945,540
Deferred tax liabilities	16	61,727,271	231,603,045
Other liabilities	17, 22	334,937,570	338,606,259
Other creditors	22	169,598,829	187,786,308
Accrued commission expenses	22	228,046,155	215,220,514
Accrued expenses	22, 28	328,351,424	381,987,474
Total liabilities		<u>15,857,173,103</u>	<u>15,807,212,209</u>
Equity			
Share capital	18		
Registered			
187,625,000 ordinary shares of Baht 10 per share		<u>1,876,250,000</u>	<u>1,876,250,000</u>
Issued and fully paid-up			
187,625,000 ordinary shares of Baht 10 per share		1,876,250,000	1,876,250,000
Deficits		(94,722,102)	(105,352,321)
Other components of equity			
Remeasurements of investments measured at fair value through other comprehensive income - net of tax		269,810,066	975,400,014
Remeasurements of employee benefit obligations - net of tax		(4,760,954)	(4,760,954)
Other reserve	22	41,719,338	37,883,993
Total equity		<u>2,088,296,348</u>	<u>2,779,420,732</u>
Total liabilities and equity		<u>17,945,469,451</u>	<u>18,586,632,941</u>

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

Chubb Life Assurance Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the three-month period ended 31 March 2022

	Notes	2022 Baht	2021 Baht
Revenue			
Gross written premiums		1,571,730,032	1,496,078,708
<u>Less</u> premiums ceded to reinsurers	22	<u>(29,506,740)</u>	<u>(24,861,424)</u>
Net written premiums		1,542,223,292	1,471,217,284
<u>Less</u> net change in unearned premium reserve		<u>(45,322,649)</u>	<u>(14,661,387)</u>
Net earned premiums		1,496,900,643	1,456,555,897
Fee and commission income		6,454,242	3,202,199
Investment income		<u>134,562,599</u>	<u>122,716,392</u>
Total revenue		<u>1,637,917,484</u>	<u>1,582,474,488</u>
Expenses			
Change in long-term technical reserve		237,373,624	282,467,169
Gross benefits and claim paid		478,656,054	457,471,330
<u>Less</u> benefits and claim paid recovered from reinsurers		<u>(17,134,165)</u>	<u>(12,728,187)</u>
Commissions and brokerages	22	703,669,820	679,179,541
Other underwriting expenses		17,296,194	21,237,828
Operating expenses	19, 22	200,247,075	186,787,991
Other expenses		945,215	148,088
Finance cost	17.1	125,201	274,468
Expected credit loss	21	<u>(413,466)</u>	<u>(335,884)</u>
Total expenses		<u>1,620,765,552</u>	<u>1,614,502,344</u>
Profit (loss) before income tax expense		17,151,932	(32,027,856)
Income tax credited (expense)		<u>(6,521,713)</u>	<u>3,396,955</u>
Net profit (loss)		<u>10,630,219</u>	<u>(28,630,901)</u>

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

Chubb Life Assurance Public Company Limited
Statement of Comprehensive Income (Unaudited) (Cont'd)
For the three-month period ended 31 March 2022

	<u>2022</u> <u>Baht</u>	<u>2021</u> <u>Baht</u>
Other comprehensive income (loss)		
<u>Items that will be reclassified subsequently to profit or loss</u>		
Loss on remeasuring investments measured at fair value through other comprehensive income	(881,987,434)	(1,170,204,016)
Income tax relating to items that will be reclassified subsequently to profit or loss	<u>176,397,486</u>	<u>234,040,803</u>
Total items that will be reclassified subsequently to profit or loss	<u>(705,589,948)</u>	<u>(936,163,213)</u>
Other comprehensive loss for the period - net of tax	<u>(705,589,948)</u>	<u>(936,163,213)</u>
Total comprehensive loss for the period	<u><u>(694,959,729)</u></u>	<u><u>(964,794,114)</u></u>
Earnings (loss) per share		
Basic earnings (loss) per share	<u><u>0.06</u></u>	<u><u>(0.15)</u></u>

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

Chubb Life Assurance Public Company Limited
Statement of Changes in Equity (Unaudited)
For the three-month period ended 31 March 2022

	Note	Issued and fully paid-up share capital		Deficits		Remeasurements of investments measured at fair value through other comprehensive income, net of tax		Remeasurements of post-employment benefit obligations, net of tax		Other reserve		Total components of equity	
		Baht		Baht		Baht		Baht		Baht		Baht	
Beginning balance as at 1 January 2022		1,876,250,000	(105,352,321)	975,400,014	(4,760,954)	37,883,993	1,008,523,053	2,779,420,732					
Net profit		-	10,630,219	-	-	-	-	10,630,219					
Equity-settled share-based payment	22	-	-	-	-	-	-	3,835,345					
Loss on remeasuring investments measured at fair value through other comprehensive income		-	-	(705,589,948)	-	-	-	(705,589,948)					
Ending balance as at 31 March 2022		<u>1,876,250,000</u>	<u>(94,722,102)</u>	<u>269,810,066</u>	<u>(4,760,954)</u>	<u>41,719,338</u>	<u>306,768,450</u>	<u>2,088,296,348</u>					
Beginning balance as at 1 January 2021		1,390,250,000	(92,720,669)	2,036,346,773	(2,479,539)	16,473,035	2,050,340,269	3,347,869,600					
Net loss		-	(28,630,901)	-	-	-	-	(28,630,901)					
Proceeds from shares issued		486,000,000	-	-	-	-	-	486,000,000					
Equity-settled share-based payment		-	-	-	-	-	-	-					
Loss on remeasuring investments measured at fair value through other comprehensive income		-	-	(936,163,213)	-	-	-	(936,163,213)					
Ending balance as at 31 March 2021		<u>1,876,250,000</u>	<u>(121,351,570)</u>	<u>1,100,183,560</u>	<u>(2,479,539)</u>	<u>19,766,072</u>	<u>1,117,470,093</u>	<u>2,872,368,523</u>					

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

Chubb Life Assurance Public Company Limited
Statement of Cash Flows (Unaudited)
For the three-month period ended 31 March 2022

	Notes	2022 Baht	2021 Baht
Cash flows provided by (used in) operating activities			
Written premium received from direct insurance		1,514,070,019	1,529,651,583
Cash received (paid) to reinsurance		174,892	(5,901,434)
Investment income		83,525,188	82,451,882
Other expenses		(945,636)	(148,084)
Gross benefits and claim paid from direct insurance		(466,684,689)	(462,252,683)
Commissions and brokerages from direct insurance		(768,089,725)	(751,798,550)
Other underwriting expenses		(20,028,378)	(23,740,534)
Operating expenses		(170,159,466)	(136,418,756)
Income tax expense		(915,740)	(933,656)
Cash received for investment in securities		-	100,000,000
Cash paid for investment in securities		(352,278,992)	(865,357,159)
Cash received from loan repayments		53,074,089	67,211,465
Cash paid for loan drawdowns		(24,622,822)	(32,653,924)
Net cash used in operating activities		<u>(152,881,260)</u>	<u>(499,889,850)</u>
Cash flows provided by (used in) investing activities			
Cash received in relation to equipment		20,769	-
Cash paid in relation to equipment		(38,276,754)	(1,937,689)
Cash paid in relation to computer software	12	(31,583,342)	(28,409,592)
Net cash used in investing activities		<u>(69,839,327)</u>	<u>(30,347,281)</u>
Cash flows provided by (used in) financing activities			
Cash paid for lease liabilities		(8,934,876)	(10,287,665)
Cash received from issuance of ordinary shares	18	-	486,000,000
Net cash provided by (used in) financing activities		<u>(8,934,876)</u>	<u>475,712,335</u>
Net decrease in cash and cash equivalents			
Cash and cash equivalents at beginning of the period	6	853,220,570	1,118,641,635
Cash and cash equivalents at the end of the period		<u><u>621,565,107</u></u>	<u><u>1,064,116,839</u></u>

Non-cash transaction

The Company had the significant non-cash transaction as follows:

Payable from purchasing equipment	541,420	1,844,725
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The accompanying condensed notes to interim financial information are an integral part of this interim financial information.

1 General information

Chubb Life Assurance Public Company Limited (“the Company”) was registered as a limited company under the law of Thailand on 23 June 1997. The Company was converted to a public company limited and registered with the Ministry of Commerce on 16 October 2012.

The address of its registered office is as follows:

11th - 12th floor, 130 - 132 Sindhorn Tower 1, Wireless Road, Lumpini, Pathumwan, Bangkok 10330.

The principal business operation of the Company is to provide life insurance.

The major shareholder of the Company is Eksupsiri Company Limited, a local Thai affiliate of Chubb Limited, which is incorporated in Switzerland.

The interim financial information was authorised for issue by the Board of Directors on 11 May 2022.

The interim financial information has been reviewed, but 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 (No.2) B.E. 2563” dated on 4 April 2019 (“OIC Notification”). The notes to the interim financial information are prepared in a condensed format. Additional notes are presented as required by the aforementioned OIC Notification.

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

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

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.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

3 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 2021.

4 Estimates

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

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

5 Fair value

5.1 Fair value estimation

Financial assets carried at fair values are categorised into hierarchy based on inputs used as follows:

- Level 1: The fair value of financial instruments is based on the closing price by reference to the Stock Exchange of Thailand.
- Level 2: The fair value of financial instruments is determined using significant observable inputs and, as little as possible, entity-specific estimates.
- Level 3: The fair value of financial instruments is not based on observable market data.

The following table presents the Company's assets that are measured at fair value as at 31 March 2022 and 31 December 2021.

	31 March 2022 (Unaudited)			Total Baht
	Level 1 Baht	Level 2 Baht	Level 3 Baht	
Assets				
Investments measured at fair value through other comprehensive income				
- Government and state enterprise securities	-	10,331,428,447	-	10,331,428,447
- Private enterprise securities	19,250,000	4,945,534,099	-	4,964,784,099
Total assets	19,250,000	15,276,962,546	-	15,296,212,546

5 Fair value (Cont'd)

5.1 Fair value estimation (Cont'd)

The following table presents the Company's assets that are measured at fair value as at 31 March 2022 and 31 December 2021. (Cont'd)

	31 December 2021 (Audited)			Total Baht
	Level 1 Baht	Level 2 Baht	Level 3 Baht	
Assets				
Investments measured at fair value through other comprehensive income				
- Government and state enterprise securities	-	10,752,562,122	-	10,752,562,122
- Private enterprise securities	18,250,000	5,061,940,348	-	5,080,190,348
Total assets	18,250,000	15,814,502,470	-	15,832,752,470

There were no transfers between levels during the period.

5.2 Valuation techniques used to derive Level 1 fair values

The fair value of financial instruments in level one is based on the closing price at the statement of financial position date. The closing price used for financial assets held by the Company is obtained from the Stock Exchange of Thailand.

5.3 Valuation techniques used to derive Level 2 fair values

Level 2 debt investments of marketable securities are fair valued based on the yield curve of the Thai Bond Market Association at the close of business on the statements of financial position date.

6 Cash and cash equivalents

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Cash	238,500	195,100
Deposits held at call with bank	621,326,607	853,025,470
Total cash and cash equivalents	621,565,107	853,220,570

7 Premium receivable

As at 31 March 2022 and 31 December 2021, the balances of premium receivable are aged as follows:

	From direct insurance	
	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Current	547,965,319	512,404,050
Overdue not over 30 days	-	-
Overdue 31 - 60 days	-	-
Overdue 61 - 90 days	-	-
Overdue 91 days - 1 year	-	-
Overdue over 1 year	394,064	394,064
Total	548,359,383	512,798,114
<u>Less</u> Allowance for doubtful accounts	(394,064)	(394,064)
Total premium receivable	<u>547,965,319</u>	<u>512,404,050</u>

8 Amount due from reinsurance

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Due from reinsurers	5,507,881	12,239,177
Total amount due from reinsurance	<u>5,507,881</u>	<u>12,239,177</u>

9 Investments in securities

The details of investments in securities are as follows:

	(Unaudited) 31 March 2022		
	Cost Baht	Unrealised gain (loss) Baht	Fair value Baht
<u>Investments measured at fair value through other comprehensive income</u>			
Government and state enterprise securities			
- Government bonds	9,920,731,702	361,711,121	10,282,442,823
- Debentures	30,000,000	18,985,624	48,985,624
Private enterprise debt securities			
- Debentures	5,004,691,302	(59,157,203)	4,945,534,099
Equity securities	18,250,000	1,000,000	19,250,000
Total investments measured at fair value through other comprehensive income	<u>14,973,673,004</u>	<u>322,539,542</u>	<u>15,296,212,546</u>
	(Audited) 31 December 2021		
	Cost Baht	Unrealised gain (loss) Baht	Fair value Baht
<u>Investments measured at fair value through other comprehensive income</u>			
Government and state enterprise securities			
- Government bonds	9,572,704,266	1,131,042,638	10,703,746,904
- Debentures	30,000,000	18,815,218	48,815,218
Private enterprise debt securities			
- Debentures	5,007,684,694	54,255,654	5,061,940,348
Equity securities	18,250,000	-	18,250,000
Total investments measured at fair value through other comprehensive income	<u>14,628,638,960</u>	<u>1,204,113,510</u>	<u>15,832,752,470</u>

Chubb Life Assurance Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 31 March 2022

9 Investments in securities (Cont'd)

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

	(Unaudited) 31 March 2022		(Audited) 31 December 2021	
	Fair value Baht	Expected credit loss recognised in other comprehensive income Baht	Fair value Baht	Expected credit loss recognised in other comprehensive income Baht
Investments in debt securities which credit risk has not significantly increased (Stage 1)	14,437,460,222	3,256,305	14,967,560,153	3,267,322
Investment in debt securities which credit risk has significantly increased (Stage 2)	839,502,324	11,466,737	846,942,317	11,869,186
Credit-impaired investments in debt securities (Stage 3)	-	-	-	-
Total	15,276,962,546	14,723,042	15,814,502,470	15,136,508

The Company disclosed information regarding the restricted amount of investments in Notes 24 and 25.

During the period ended 31 March 2022, the Company recognised interest income amounted to Baht 136,596,063 (31 March 2021: Baht 124,180,373).

During the period ended 31 March 2022, the Company has no sales of investments measured at fair value through other comprehensive income (31 March 2021: Nil).

10 Loans and accrued interest receivables

The details of loans and accrued interest receivables are as follows:

	(Unaudited) 31 March 2022			(Audited) 31 December 2021		
	Principal Baht	Accrued interest income Baht	Total Baht	Principal Baht	Accrued interest income Baht	Total Baht
<u>Policy loans</u>						
Current	339,377,119	61,412,243	400,789,362	340,286,308	57,411,737	397,698,045
Overdue	-	-	-	-	-	-
Total	339,377,119	61,412,243	400,789,362	340,286,308	57,411,737	397,698,045
<u>Less</u> Allowance for doubtful accounts	-	-	-	-	-	-
Policy loans - net	<u>339,377,119</u>	<u>61,412,243</u>	<u>400,789,362</u>	<u>340,286,308</u>	<u>57,411,737</u>	<u>397,698,045</u>

Cash values of insurance policies were used as collateral of the policy loans.

Chubb Life Assurance Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 31 March 2022

11 Leasehold improvements and equipment

	31 March 2022 (Unaudited)										
	Cost					Accumulated depreciation					Net balance Baht
	Beginning balance Baht	Additions Baht	Disposal Baht	Transfer Baht	Ending balance Baht	Beginning balance Baht	Additions Baht	Disposal Baht	Ending balance Baht		
Leasehold improvements	37,192,822	-	-	-	37,192,822	36,530,588	179,557	-	36,710,145	482,677	
Leasehold in progress	35,935,031	33,550,239	-	-	69,485,270	-	-	-	-	69,485,270	
Office equipment	18,534,262	13,482	(24,790)	-	18,522,954	17,846,906	259,519	(4,442)	18,101,983	420,971	
Furniture & fixtures	6,535,181	65,800	-	-	6,600,981	5,601,122	329,326	-	5,930,448	670,533	
Computers	65,164,558	29,424	-	2,364,223	67,558,205	44,941,040	2,553,420	-	47,494,460	20,063,745	
Hardware in progress	1,400,215	4,908,849	-	(2,364,223)	3,944,841	-	-	-	-	3,944,841	
Total	164,762,069	38,567,794	(24,790)	-	203,305,073	104,919,656	3,321,822	(4,442)	108,237,036	95,068,037	

	31 December 2021 (Audited)										
	Cost					Accumulated depreciation					Net balance Baht
	Beginning balance Baht	Additions Baht	Write-off Baht	Transfer Baht	Ending balance Baht	Beginning balance Baht	Additions Baht	Write-off Baht	Ending balance Baht		
Leasehold improvements	41,725,889	144,450	(4,677,517)	-	37,192,822	35,558,168	5,649,937	(4,677,517)	36,530,588	662,234	
Leasehold in progress	-	35,935,031	-	-	35,935,031	-	-	-	-	35,935,031	
Office equipment	18,329,085	205,177	-	-	18,534,262	17,250,774	596,132	-	17,846,906	687,356	
Furniture & fixtures	6,381,111	154,070	-	-	6,535,181	4,880,122	721,000	-	5,601,122	934,059	
Computers	55,743,970	4,102,158	-	5,318,430	65,164,558	35,440,940	9,500,100	-	44,941,040	20,223,518	
Hardware in progress	5,839,468	879,177	-	(5,318,430)	1,400,215	-	-	-	-	1,400,215	
Total	128,019,523	41,420,063	(4,677,517)	-	164,762,069	93,130,004	16,467,169	(4,677,517)	104,919,656	59,842,413	

12 Intangible assets

Intangible assets as at 31 March 2022 and 31 December 2021 comprised:

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Computer software beginning balance	108,858,275	113,668,864
Additions	-	4,102,841
Transfer in	25,481,279	29,462,028
Amortisation charges	(10,318,649)	(38,375,458)
Computer software ending balance	<u>124,020,905</u>	<u>108,858,275</u>
Computer software in progress beginning balance	115,808,832	31,570,964
Additions	31,583,342	113,699,896
Transfer out	(25,481,279)	(29,462,028)
Computer software in progress ending balance	<u>121,910,895</u>	<u>115,808,832</u>
Total intangible assets	<u>245,931,800</u>	<u>224,667,107</u>

13 Other assets

Other assets as at 31 March 2022 and 31 December 2021 comprised:

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Security and deposits	13,777,158	13,467,158
Prepaid tax	6,487,695	5,571,956
Prepaid expense	249,982,739	266,467,185
Right-of-use assets	284,851,172	293,543,664
Others	18,144,557	9,211,948
Total other assets	<u>573,243,321</u>	<u>588,261,911</u>

Chubb Life Assurance Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 31 March 2022

13 Other assets (Cont'd)

13.1 Right-of-use assets

	31 March 2022 (Unaudited)									
	Cost					Accumulated amortisation				
	Beginning balance Baht	Addition Baht	Change in contract Baht	Ending balance Baht	Beginning balance Baht	Amortisation charge Baht	Change in contract Baht	Ending balance Baht	Right-of-use assets Baht	
Buildings	371,372,816	621,198	-	371,994,014	77,965,596	8,879,170	298,076	87,142,842	284,851,172	
Vehicle	1,773,778	-	-	1,773,778	1,637,334	136,444	-	1,773,778	-	
Total	373,146,594	621,198	-	373,767,792	79,602,930	9,015,614	298,076	88,916,620	284,851,172	

The related lease liabilities are disclosed in Note 17.1.

During the period ended 31 March 2022, the Company has low value leases from lease and service contracts which are not capitalised amounted to Baht 118,458 (31 March 2021: Baht 124,858).

During the period ended 31 March 2022, the Company has short-term leases from lease and service contracts which are not capitalised amounted to Baht 28,800 (31 March 2021: Baht 43,800).

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13 Other assets (Cont'd)

13.1 Right-of-use assets (Cont'd)

	31 December 2021 (Audited)								
	Cost			Accumulated amortisation					
	Beginning balance Baht	Addition Baht	Change in contract Baht	Ending balance Baht	Beginning balance Baht	Amortisation charge Baht	Change in contract Baht	Ending balance Baht	Right-of-use assets Baht
Buildings	79,210,851	292,161,965	-	371,372,816	38,980,712	38,389,210	595,674	77,965,596	293,407,220
Vehicle	1,773,778	-	-	1,773,778	818,667	818,667	-	1,637,334	136,444
Total	80,984,629	292,161,965	-	373,146,594	39,799,379	39,207,877	595,674	79,602,930	293,543,664

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14 Insurance liabilities

	31 March 2022 (Unaudited)		31 December 2021 (Audited)	
	Insurance liabilities Baht	Liabilities recovered from reinsurance Baht	Insurance liabilities Baht	Liabilities recovered from reinsurance Baht
Long-term technical reserves	13,251,607,349	-	13,014,233,725	-
Claim liability				
- Reported claim	164,232,073	(38,428,990)	151,348,395	(33,615,985)
- Claims incurred but not reported	95,452,498	-	92,471,389	-
Premium liability				
- Unearned premium reserve	650,892,611	-	605,569,962	-
Unpaid policy benefits	287,136,569	(82,804,531)	283,284,841	(84,060,369)
Due to insured	48,769,884	-	51,004,361	-
Total	14,498,090,984	(121,233,521)	14,197,912,673	(117,676,354)

The Company's unexpired risk reserve (URR) is lower than unearned premium reserve (UPR), so no disclosure for unexpired risk reserve required.

14 Insurance liabilities (Cont'd)

14.1 Long-term technical reserves

The movement of long-term technical reserves are as follows:

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Beginning balance for the period/year	13,014,233,725	11,681,138,106
Policy reserve movement for new policies and inforce policies during the period/year	452,970,331	2,049,636,063
Net movement in benefits payable to life policyholders for death, maturity, surrenders, other policyholders benefits and claims	<u>(215,596,707)</u>	<u>(716,540,444)</u>
Closing balance at the end of period/year	<u>13,251,607,349</u>	<u>13,014,233,725</u>

14.2 Short-term technical reserves

The movement of short-term technical reserves are as follows:

14.2.1 Claim liability

The movement of claim liability are as follows:

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Beginning balance for the period/year	243,819,784	262,473,545
Insurance claims and loss adjustment expenses incurred during the period/year	208,587,011	743,613,365
Change in claim reserve and assumptions	2,981,109	(18,823,833)
Insurance claims and loss adjustment expenses paid during the period/year	<u>(195,703,333)</u>	<u>(743,443,293)</u>
Closing balance at the end of period/year	<u>259,684,571</u>	<u>243,819,784</u>

14.2.2 Unearned premium reserve

The movement of unearned premium reserve are as follows:

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Beginning balance for the period/year	605,569,962	382,625,377
Premium written for the period/year	775,432,234	2,884,731,775
Premium earned in the period/year	<u>(730,109,585)</u>	<u>(2,661,787,190)</u>
Closing balance at the end of period/year	<u>650,892,611</u>	<u>605,569,962</u>

14 Insurance liabilities (Cont'd)

14.3 Unpaid policy benefits

The details of unpaid policy benefits are as follows:

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Death benefits	58,382,534	57,019,945
Coupon	200,926,125	197,901,864
Expired cheque	27,827,910	28,363,032
Total	<u>287,136,569</u>	<u>283,284,841</u>

15 Amount due to reinsurance

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Outward premium payable	96,512,325	97,150,396
Total amount due to reinsurance	<u>96,512,325</u>	<u>97,150,396</u>

16 Deferred income taxes

The analysis of deferred tax assets and deferred tax liabilities is as follows:

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Deferred tax assets:		
Deferred tax asset to be settled within 12 months	15,356,402	15,356,401
Deferred tax asset to be settled after 12 months	37,285,510	48,890,557
	<u>52,641,912</u>	<u>64,246,958</u>
Deferred tax liabilities:		
Deferred tax liability to be settled within 12 months	(21,961,929)	(21,081,904)
Deferred tax liability to be settled after 12 months	(92,407,254)	(274,768,099)
	<u>(114,369,183)</u>	<u>(295,850,003)</u>
Deferred tax assets (liabilities) - net	<u>(61,727,271)</u>	<u>(231,603,045)</u>

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16 Deferred income taxes (Cont'd)

The movement in deferred tax assets and deferred tax liabilities during the period/year is as follows:

	Employee benefit Baht	Accrued commission expenses Baht	IBNR Baht	Expected credit loss Baht	Lease liabilities Baht	Tax losses Baht	Total Baht
Deferred tax assets							
At 1 January 2022	9,155,159	-	15,356,401	-	-	39,735,398	64,246,958
Decrease to profit or loss	(114,146)	-	-	-	-	(11,490,900)	(11,605,046)
At 31 March 2022	<u>9,041,013</u>	<u>-</u>	<u>15,356,401</u>	<u>-</u>	<u>-</u>	<u>28,244,498</u>	<u>52,641,912</u>
At 1 January 2021	8,774,764	5,396,177	25,308,584	373,836	274,738	-	40,128,099
Increase (decrease) to profit and loss	1,000,280	(5,396,177)	(9,952,183)	(373,836)	(274,738)	39,735,398	24,738,744
Increase (decrease) to other comprehensive income (loss)	(619,885)	-	-	-	-	-	(619,885)
At 31 December 2021	<u>9,155,159</u>	<u>-</u>	<u>15,356,401</u>	<u>-</u>	<u>-</u>	<u>39,735,398</u>	<u>64,246,958</u>

	Unrealised gains on changes in fair value of investments Baht	Prepaid expense Baht	Total Baht
Deferred tax liabilities			
At 1 January 2022	243,850,003	52,000,000	295,850,003
Decrease to profit or loss	-	(5,083,333)	(5,083,333)
Decrease to other comprehensive income (loss)	(176,397,487)	-	(176,397,487)
At 31 March 2022	<u>67,452,516</u>	<u>46,916,667</u>	<u>114,369,183</u>
At 1 January 2021	509,086,693	6,666,667	515,753,360
Increase to profit or loss	-	45,333,333	45,333,333
Decrease to other comprehensive income (loss)	(265,236,690)	-	(265,236,690)
At 31 December 2021	<u>243,850,003</u>	<u>52,000,000</u>	<u>295,850,003</u>

17 Other liabilities

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Tax payable	31,663,607	25,943,897
Lease liabilities	284,744,939	293,243,714
Others	18,529,024	19,418,648
Total	<u>334,937,570</u>	<u>338,606,259</u>

17.1 Lease liabilities

The maturity analysis of lease liabilities is aged as follows:

Maturing	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Within 1 year	30,156,339	31,759,553
Between 1 to 2 years	28,798,964	28,551,507
Between 2 to 3 years	28,593,316	28,705,594
Between 3 to 4 years	28,742,507	28,493,607
Between 4 to 5 years	29,760,043	29,502,331
Later than 5 years	138,693,770	146,231,122
Total	<u>284,744,939</u>	<u>293,243,714</u>
<i>Including: - Principal</i>	<i>329,160,911</i>	<i>337,783,187</i>
<i>- Deferred interest expense</i>	<i>(44,415,972)</i>	<i>(44,539,473)</i>

During the period ended 31 March 2022, interest expense on lease liabilities amounted to Baht 125,201 is recorded as "Finance cost" in the statement of comprehensive income (31 March 2021: Bath 274,468).

During the period ended 31 March 2022, the Company received discounts in the lease payments from lessor due to the COVID-19 situation. The Company has reduced the lease liabilities, reversed depreciation charge on the right-of-use assets and interest expenses on the lease liabilities and recognised the difference in profit or loss according to TFRS 16 Leases.

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18 Share capital

	Ordinary shares	
	Number of shares	Baht
At 31 December 2020	139,025,000	1,390,250,000
Issue of shares	48,600,000	486,000,000
At 31 December 2021	187,625,000	1,876,250,000
Issue of shares	-	-
At 31 March 2022	<u>187,625,000</u>	<u>1,876,250,000</u>

19 Operating expenses

	(Unaudited)	
	31 March 2022 Baht	31 March 2021 Baht
Employee expenses not relating to underwriting expenses and claim management expenses	100,082,675	67,293,017
Property and equipment expenses not relating to underwriting expenses	37,757,222	35,103,631
Tax expenses	317,004	279,866
Selling and administrative expenses	34,900,130	72,400,603
Other operating expenses	27,190,044	11,710,874
Total operating expenses	<u>200,247,075</u>	<u>186,787,991</u>

20 Employee benefit expenses

	(Unaudited)	
	31 March 2022 Baht	31 March 2021 Baht
Salary	63,418,954	55,304,223
Social security fund	(119,239)	393,780
Contribution to employee benefit plan	3,289,069	2,290,105
Bonus	26,406,160	11,788,442
Other employee benefit expenses	17,109,070	13,906,151
Total employee benefit expenses	<u>110,104,014</u>	<u>83,682,701</u>

21 Expected credit loss

	(Unaudited)	
	31 March 2022 Baht	31 March 2021 Baht
Investments in securities	(413,466)	(335,884)
Total expected credit loss	(413,466)	(335,884)

22 Related party transactions

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Company and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

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

The related party transactions are mainly transacted with the Group companies of Chubb Limited as follows:

a) Statements of comprehensive income

	(Unaudited)	
	31 March 2022 Baht	31 March 2021 Baht
Affiliate Company		
Premium ceded to reinsurers	379,283	1,507,487
Commissions and brokerages	141,924	158,341
Operating expenses	8,233,248	3,731,149

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22 Related party transactions (Cont'd)

b) Statements of financial position

	(Unaudited) 31 March 2022 Baht	(Audited) 31 December 2021 Baht
Assets		
Affiliate Company		
Other assets	12,577,827	7,533,113
Liabilities		
Parent Company		
Employee benefit obligations	69,252,354	69,252,354
Affiliate Company		
Amount due to reinsurance	4,605,212	4,225,929
Other liabilities	18,238,455	19,063,159
Other creditors	73,044	73,044
Accrued commission expenses	589,856	583,412
Accrued expenses	11,828,590	12,520,817
Equity		
Parent Company		
Other reserve	41,399,274	37,883,993

23 Key management's compensation

Key management personnel are those persons having authorities and responsibilities for planning, directing and controlling the activities of the Company. Their compensations are as follows:

	(Unaudited)	
	31 March 2022 Baht	31 March 2021 Baht
Short-term employee benefits	52,825,889	35,834,238
Long-term employee benefits	308,759	235,800
Total	53,134,648	36,070,038

24 Assets deposited with Insurance Registrar

As at 31 March 2022 and 31 December 2021, the Company deposited certain assets with the Registrar of the Office of Insurance Commission in accordance with the Life Insurance Act (No.2) Section 20 B.E. 2551 as follows:

	Carrying value	
	(Unaudited)	(Audited)
	31 March	31 December
	2022	2021
	Baht	Baht
Government bonds	29,857,749	32,460,973

25 Assets pledged as reserve with registrar

As at 31 March 2022 and 31 December 2021, the following assets have been pledged as life assurance policy reserve with the Registrar of the Office of Insurance Commission in accordance with the Life Insurance Act (No. 2) Section 24 B.E. 2551 as follows:

	Carrying value	
	(Unaudited)	(Audited)
	31 March	31 December
	2022	2021
	Baht	Baht
Government bonds	3,013,604,872	3,291,903,622

26 Contribution to Life Insurance Fund

In compliance with the Life Insurance Act, for the period ended 31 March 2022, the Company had recognised the contribution to Life Insurance Fund amounting to Baht 1,571,730 (31 March 2021: Baht 1,423,029).

27 Commitments

As at 31 March 2022 and 31 December 2021, the Company had future aggregate minimum lease payments under non-cancellable low-value assets leases and other general service agreements not within the scope of TFRS 16 as follows:

	(Unaudited)		
	31 March 2022		
	Operating lease Baht	Service fee and others Baht	Total Baht
Due within 1 year	487,632	4,543,680	5,031,312
Due more than 1 year but no later than 5 years	56,916	-	56,916
	<u>544,548</u>	<u>4,543,680</u>	<u>5,088,228</u>
	(Audited)		
	31 December 2021		
	Operating lease Baht	Service fee and others Baht	Total Baht
Due within 1 year	502,632	6,890,453	7,393,085
Due more than 1 year but no later than 5 years	160,374	200,000	360,374
	<u>663,006</u>	<u>7,090,453</u>	<u>7,753,459</u>