

CHUBB LIFE ASSURANCE PUBLIC COMPANY LIMITED

INTERIM FINANCIAL INFORMATION (UNAUDITED)

30 JUNE 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 30 June 2022, the related statements of comprehensive income for the three-month and six-month periods then ended, changes in equity, and cash flows for the six-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
9 August 2022

Chubb Life Assurance Public Company Limited
Statement of Financial Position
As at 30 June 2022

	Notes	(Unaudited) 30 June 2022 Baht	(Audited) 31 December 2021 Baht
Assets			
Cash and cash equivalents	6	766,927,361	853,220,570
Premium receivable	7	756,602,677	512,404,050
Accrued investment income		105,647,873	105,547,198
Amount due from reinsurance	8	5,507,881	12,239,177
Invested assets			
Investments in securities	5, 9, 24, 25	14,310,822,197	15,832,752,470
Loans and accrued interest receivables	10	399,129,852	397,698,045
Leasehold improvements and equipment	11	142,243,079	59,842,413
Intangible assets	12	270,204,733	224,667,107
Deferred tax assets	16	214,620,287	-
Other assets	13, 22	547,373,082	588,261,911
Total assets		17,519,079,022	18,586,632,941



Mrs. Angela Julie Hunter



Mr. Adrian Clive O'Brien

Directors

CHUBB

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 30 June 2022

		(Unaudited) 30 June 2022 Baht	(Audited) 31 December 2021 Baht
	Notes		
Liabilities and equity			
Liabilities			
Insurance liabilities	14	14,859,629,066	14,197,912,673
Amount due to reinsurance	15, 22	110,732,816	97,150,396
Employee benefit obligations	22	159,914,955	156,945,540
Deferred tax liabilities	16	-	231,603,045
Other liabilities	17, 22	305,221,611	338,606,259
Other creditors	22	372,530,204	187,786,308
Accrued commission expenses	22	367,930,018	215,220,514
Accrued expenses	22	364,947,763	381,987,474
Total liabilities		<u>16,540,906,433</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		(140,220,506)	(105,352,321)
Other components of equity			
Remeasurements of investments measured at fair value through other comprehensive income - net of tax		(803,808,224)	975,400,014
Remeasurements of employee benefit obligations - net of tax		(4,760,954)	(4,760,954)
Other reserve	22	<u>50,712,273</u>	<u>37,883,993</u>
Total equity		<u>978,172,589</u>	<u>2,779,420,732</u>
Total liabilities and equity		<u>17,519,079,022</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 30 June 2022

	Notes	2022 Baht	2021 Baht
Revenue			
Gross written premiums		1,746,583,795	1,547,927,227
<u>Less</u> premiums ceded to reinsurers	22	<u>(35,857,965)</u>	<u>(26,354,721)</u>
Net written premiums		1,710,725,830	1,521,572,506
<u>Less</u> net change in unearned premium reserve		<u>(99,651,890)</u>	<u>(65,206,784)</u>
Net earned premiums		1,611,073,940	1,456,365,722
Fee and commission income		7,187,947	3,966,903
Investment income		134,605,549	123,727,354
Realised gain on investment	9.1	-	7,879
Other income		<u>4,865</u>	<u>-</u>
Total revenue		<u>1,752,872,301</u>	<u>1,584,067,858</u>
Expenses			
Change in long-term technical reserve		240,696,137	282,737,926
Gross benefits and claim paid		575,011,979	435,051,012
<u>Less</u> benefits and claim paid recovered from reinsurers		<u>(14,449,526)</u>	<u>(12,108,664)</u>
Commissions and brokerages	22	776,665,960	682,969,694
Other underwriting expenses		18,571,026	19,414,326
Operating expenses	19, 22	215,875,009	169,371,062
Other expenses		-	127,026
Finance cost		76,583	196,891
Expected credit loss	21	<u>(6,133,477)</u>	<u>5,319,480</u>
Total expenses		<u>1,806,313,691</u>	<u>1,583,078,753</u>
Profit (loss) before income tax expense		(53,441,390)	989,105
Income tax credited (expense)		<u>7,942,986</u>	<u>(34,054,310)</u>
Net loss		<u>(45,498,404)</u>	<u>(33,065,205)</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 30 June 2022

	<u>2022</u>	<u>2021</u>
	<u>Baht</u>	<u>Baht</u>
Other comprehensive income (loss)		
<u>Items that will be reclassified subsequently to profit or loss</u>		
Gain (loss) on remeasuring investments measured at fair value through other comprehensive income	(1,342,022,863)	229,862,449
Realised gain on investments measured at fair value through other comprehensive income transferred to profit or loss	-	(7,879)
Income tax relating to items that will be reclassified subsequently to profit or loss	<u>268,404,573</u>	<u>(45,970,914)</u>
Total items that will be reclassified subsequently to profit or loss	<u>(1,073,618,290)</u>	<u>183,883,656</u>
Other comprehensive income (loss) for the period, net of tax	<u>(1,073,618,290)</u>	<u>183,883,656</u>
Total comprehensive income (loss) for the period	<u><u>(1,119,116,694)</u></u>	<u><u>150,818,451</u></u>
Earnings (loss) per share		
Basic earnings (loss) per share	<u>(0.24)</u>	<u>(0.18)</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)
For the six-month period ended 30 June 2022

	Notes	2022 Baht	2021 Baht
Revenue			
Gross written premiums		3,318,313,827	3,044,005,935
<u>Less</u> premiums ceded to reinsurers	22	<u>(65,364,705)</u>	<u>(51,216,145)</u>
Net written premiums		3,252,949,122	2,992,789,790
<u>Less</u> net change in unearned premium reserve		<u>(144,974,539)</u>	<u>(79,868,171)</u>
Net earned premiums		3,107,974,583	2,912,921,619
Fee and commission income		13,642,189	7,169,102
Investment income		269,168,148	246,443,746
Realised gain on investment	9.1	<u>-</u>	<u>7,879</u>
Total revenue		<u>3,390,784,920</u>	<u>3,166,542,346</u>
Expenses			
Change in long-term technical reserve		478,069,761	565,205,095
Gross benefits and claim paid		1,053,668,033	892,522,342
<u>Less</u> benefits and claim paid recovered from reinsurers		<u>(31,583,691)</u>	<u>(24,836,851)</u>
Commissions and brokerages	22	1,480,335,780	1,362,149,235
Other underwriting expenses		35,867,220	40,652,154
Operating expenses	19, 22	416,122,084	356,159,053
Other expenses		940,350	275,114
Finance cost		201,784	471,359
Expected credit loss	21	<u>(6,546,943)</u>	<u>4,983,596</u>
Total expenses		<u>3,427,074,378</u>	<u>3,197,581,097</u>
Loss before income tax expense		<u>(36,289,458)</u>	<u>(31,038,751)</u>
Income tax credited (expense)		<u>1,421,273</u>	<u>(30,657,355)</u>
Net loss		<u>(34,868,185)</u>	<u>(61,696,106)</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 six-month period ended 30 June 2022

	<u>2022</u>	<u>2021</u>
	<u>Baht</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	(2,224,010,297)	(940,341,567)
Realised gain on investments measured at fair value through other comprehensive income transferred to profit or loss	-	(7,879)
Income tax relating to items that will be reclassified subsequently to profit or loss	<u>444,802,059</u>	<u>188,069,889</u>
Total items that will be reclassified subsequently to profit or loss	<u>(1,779,208,238)</u>	<u>(752,279,557)</u>
Other comprehensive loss for the period - net of tax	<u>(1,779,208,238)</u>	<u>(752,279,557)</u>
Total comprehensive income (loss) for the period	<u>(1,814,076,423)</u>	<u>(813,975,663)</u>
Earnings (loss) per share		
Basic earnings (loss) per share	<u>(0.19)</u>	<u>(0.33)</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 six-month period ended 30 June 2022

	Notes	Other components of equity									
		Other comprehensive income (loss)									
		Issued and fully paid-up share capital	Deficits	Investments measured at fair value through comprehensive income, net of tax	Remeasurements of post-employment benefit obligations, net of tax	Other reserve	Total other components of equity				
Baht	Baht	Baht	Baht	Baht	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 loss		-	(34,868,185)	-	-	-	-	(34,868,185)			
Equity-settled share-based payment	22	-	-	-	-	12,828,280	12,828,280	12,828,280			
Loss on remeasuring investments measured at fair value through other comprehensive income		-	-	(1,779,208,238)	-	-	(1,779,208,238)	(1,779,208,238)			
Ending balance as at 30 June 2022		1,876,250,000	(140,220,506)	(803,808,224)	(4,760,954)	50,712,273	(757,856,905)	978,172,589			
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		-	(61,696,106)	-	-	-	-	(61,696,106)			
Proceeds from shares issued	18	486,000,000	-	-	-	-	-	486,000,000			
Equity-settled share-based payment		-	-	-	-	8,229,172	8,229,172	8,229,172			
Loss on remeasuring investments measured at fair value through other comprehensive income		-	-	(752,273,254)	-	-	(752,273,254)	(752,273,254)			
Realised gain from investments measured at fair value through other comprehensive income transferred to profit or loss		-	-	(6,303)	-	-	(6,303)	(6,303)			
Ending balance as at 30 June 2021		1,876,250,000	(154,416,775)	1,284,067,216	(2,479,539)	24,702,207	1,306,289,884	3,028,123,109			

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 six-month period ended 30 June 2022

	Notes	2022 Baht	2021 Baht
Cash flows provided by (used in) operating activities			
Written premium received from direct insurance		3,032,515,820	3,042,600,937
Cash received (paid) to reinsurance		174,891	(12,879,695)
Investment income		281,651,354	254,779,592
Other expenses		(1,187,324)	(275,114)
Gross benefits and claim paid from direct insurance		(1,014,831,296)	(879,098,611)
Commissions and brokerages from direct insurance		(1,384,422,462)	(1,427,272,658)
Other underwriting expenses		(36,410,567)	(41,387,806)
Operating expenses		(350,428,379)	(311,598,329)
Income tax expense		(2,955,407)	(8,625,360)
Cash received for investment in securities		70,000,000	899,812,391
Cash paid for investment in securities		(549,398,616)	(2,344,400,271)
Cash received from loan repayments		90,964,142	136,199,313
Cash paid for loan drawdowns		(45,311,161)	(69,169,381)
Net cash provided by (used in) operating activities		<u>90,360,995</u>	<u>(761,314,992)</u>
Cash flows provided by (used in) investing activities			
Cash received in relation to equipment		75,269	-
Cash paid in relation to equipment		(91,519,900)	(6,426,936)
Cash paid in relation to computer software	12	(67,240,312)	(63,138,380)
Net cash used in investing activities		<u>(158,684,943)</u>	<u>(69,565,316)</u>
Cash flows provided by (used in) financing activities			
Cash paid for lease liabilities		(17,969,261)	(20,575,330)
Cash received from issue of ordinary shares	18	-	486,000,000
Net cash provided by (used in) financing activities		<u>(17,969,261)</u>	<u>465,424,670</u>
Net decrease in cash and cash equivalents		<u>(86,293,209)</u>	<u>(365,455,638)</u>
Cash and cash equivalents at beginning of the period	6	<u>853,220,570</u>	<u>1,118,641,635</u>
Cash and cash equivalents at the end of the period		<u><u>766,927,361</u></u>	<u><u>753,185,997</u></u>

Non-cash transaction

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

Payable from purchasing equipment	528,580	1,651,545
Payable from purchasing investment in securities	232,134,277	71,662,890

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.

During the period, the Company notified a change in address of its registered office as follows:

21st - 22nd floor, 130 - 132 Sindhorn Tower 3, Wireless Road, Lumpini, Pathumwan, Bangkok 10330.
(31 December 2021: 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 9 August 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 30 June 2022 and 31 December 2021.

	30 June 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	-	9,554,426,454	-	9,554,426,454
- Private enterprise securities	15,749,984	4,740,645,759	-	4,756,395,743
Total assets	15,749,984	14,295,072,213	-	14,310,822,197

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 30 June 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) 30 June 2022 Baht	(Audited) 31 December 2021 Baht
Cash	192,600	195,100
Deposits held at call with bank	766,734,761	853,025,470
Total cash and cash equivalents	766,927,361	853,220,570

7 Premium receivable

As at 30 June 2022 and 31 December 2021, the balances of premium receivable are aged as follows:

	From direct insurance	
	(Unaudited)	(Audited)
	30 June	31 December
	2022	2021
	Baht	Baht
Current	756,602,677	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	756,996,741	512,798,114
<u>Less</u> Allowance for doubtful accounts	<u>(394,064)</u>	<u>(394,064)</u>
Total premium receivable	<u>756,602,677</u>	<u>512,404,050</u>

8 Amount due from reinsurance

	(Unaudited)	(Audited)
	30 June	31 December
	2022	2021
	Baht	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>

Chubb Life Assurance Public Company Limited
Condensed Notes to the interim Financial information (Unaudited)
For the interim period ended 30 June 2022

9 Investments in securities

The details of investments in securities are as follows:

	(Unaudited) 30 June 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	10,344,600,042	(838,947,195)	9,505,652,847
- Debentures	30,000,000	18,773,607	48,773,607
Private enterprise debt securities			
- Debentures	4,931,321,999	(190,676,240)	4,740,645,759
Equity securities	18,250,000	(2,500,016)	15,749,984
Total investments measured at fair value through other comprehensive income	15,324,172,041	(1,013,349,844)	14,310,822,197
	(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	14,628,638,960	1,204,113,510	15,832,752,470

Chubb Life Assurance Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 30 June 2022

9 Investments in securities (Cont'd)

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

	(Unaudited) 30 June 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)	13,473,083,624	1,363,899	14,967,560,153	3,267,322
Investment in debt securities which credit risk has significantly increased (Stage 2)	821,988,589	7,225,666	846,942,317	11,869,186
Credit-impaired investments in debt securities (Stage 3)	-	-	-	-
Total	14,295,072,213	8,589,565	15,814,502,470	15,136,508

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

For the three-month and six-month periods ended 30 June 2022, the Company recognised interest income amounted to Baht 138,355,348 and Baht 274,951,411, respectively. (For the three-month and six-month periods ended 30 June 2021: Baht 127,472,575 and Baht 251,652,948, respectively)

For the three-month and six-months periods ended 30 June 2022, the Company has no sales of investments measured at fair value through other comprehensive income. (For the three-month and six-month periods ended 30 June 2021: Baht 300,000,000 and Baht 300,000,000 and gain from selling investment amounted to Baht 7,879 and Baht 7,879, respectively)

10 Loans and accrued interest receivables

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

	(Unaudited) 30 June 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	336,003,208	63,126,644	399,129,852	340,286,308	57,411,737	397,698,045
Overdue	-	-	-	-	-	-
Total	336,003,208	63,126,644	399,129,852	340,286,308	57,411,737	397,698,045
<u>Less</u> Allowance for doubtful accounts	-	-	-	-	-	-
Policy loans - net	<u>336,003,208</u>	<u>63,126,644</u>	<u>399,129,852</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
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11 Leasehold improvements and equipment

	30 June 2022 (Unaudited)											
	Cost					Accumulated depreciation					Net balance Baht	
	Beginning balance Baht	Additions Baht	Disposals Baht	Write-off Baht	Transfer Baht	Ending balance Baht	Beginning balance Baht	Additions Baht	Disposals Baht	Write-off Baht		Ending balance Baht
Leasehold improvements	37,192,822	-	-	(31,184,597)	83,875,923	89,884,148	36,530,588	3,039,182	-	(31,218,391)	8,351,379	81,532,769
Leasehold in progress	35,935,031	83,606,988	-	-	(107,897,980)	11,644,039	-	-	-	-	-	11,644,039
Office equipment	18,534,262	13,482	(623,957)	(15,630,725)	3,925,724	6,218,786	17,846,906	581,878	(603,500)	(15,789,098)	2,036,186	4,182,600
Furniture & fixtures	6,535,181	65,800	-	(5,428,427)	20,096,333	21,268,887	5,601,122	991,905	-	(5,428,421)	1,164,606	20,104,281
Computers	65,164,558	3,025,372	-	-	2,364,223	70,554,153	44,941,040	4,956,173	-	-	49,897,213	20,656,940
Hardware												
in progress	1,400,215	5,086,458	-	-	(2,364,223)	4,122,450	-	-	-	-	-	4,122,450
Total	164,762,069	91,798,100	(623,957)	(52,243,749)	-	203,692,463	104,919,656	9,569,138	(603,500)	(52,435,910)	61,449,384	142,243,079

31 December 2021 (Audited)

	31 December 2021 (Audited)											
	Cost					Accumulated depreciation					Net balance Baht	
	Beginning balance Baht	Additions Baht	Disposals Baht	Write-off Baht	Transfer Baht	Ending balance Baht	Beginning balance Baht	Additions Baht	Disposals 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 30 June 2022 and 31 December 2021 comprised:

	(Unaudited) 30 June 2022 Baht	(Audited) 31 December 2021 Baht
Computer software beginning balance	108,858,275	113,668,864
Additions	-	4,102,841
Transfer in	84,205,086	29,462,028
Amortisation charges	(21,702,686)	(38,375,458)
Computer software ending balance	<u>171,360,675</u>	<u>108,858,275</u>
Computer software in progress beginning balance	115,808,832	31,570,964
Additions	67,240,312	113,699,896
Transfer out	(84,205,086)	(29,462,028)
Computer software in progress ending balance	<u>98,844,058</u>	<u>115,808,832</u>
Total intangible assets	<u>270,204,733</u>	<u>224,667,107</u>

13 Other assets

Other assets as at 30 June 2022 and 31 December 2021 comprised:

	(Unaudited) 30 June 2022 Baht	(Audited) 31 December 2021 Baht
Security and deposits	13,827,158	13,467,158
Prepaid tax	8,527,363	5,571,956
Prepaid expense	222,077,014	266,467,185
Right-of-use assets	278,199,996	293,543,664
Others	24,741,551	9,211,948
Total other assets	<u>547,373,082</u>	<u>588,261,911</u>

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14 Insurance liabilities

	30 June 2022 (Unaudited)			31 December 2021 (Audited)		
	Insurance liabilities Baht	Liabilities recovered from reinsurance Baht	Net Baht	Insurance liabilities Baht	Liabilities recovered from reinsurance Baht	Net Baht
Long-term technical reserves	13,492,303,485	-	13,492,303,485	13,014,233,725	-	13,014,233,725
Claim liability						
- Reported claim	182,155,386	(51,093,667)	131,061,719	151,348,395	(33,615,985)	117,732,410
- Claims incurred but not reported	97,251,398	-	97,251,398	92,471,389	-	92,471,389
Premium liability						
- Unearned premium reserve	750,544,501	-	750,544,501	605,569,962	-	605,569,962
Unpaid policy benefits	286,201,550	(84,589,380)	201,612,170	283,284,841	(84,060,369)	199,224,472
Due to insured	51,172,746	-	51,172,746	51,004,361	-	51,004,361
Total	14,859,629,066	(135,683,047)	14,723,946,019	14,197,912,673	(117,676,354)	14,080,236,319

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) 30 June 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	938,452,849	2,049,636,063
Net movement in benefits payable to life policyholders for death, maturity, surrenders, other policyholders benefits and claims	<u>(460,383,089)</u>	<u>(716,540,444)</u>
Closing balance at the end of period/year	<u>13,492,303,485</u>	<u>13,014,233,725</u>

14.2 Short-term technical reserves

14.2.1 Claim liability

The movement of claim liability are as follows:

	(Unaudited) 30 June 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	439,225,447	743,613,365
Change in claim reserve and assumptions	4,780,009	(18,823,833)
Insurance claims and loss adjustment expenses paid during the period/year	<u>(408,418,456)</u>	<u>(743,443,293)</u>
Closing balance at the end of period/year	<u>279,406,784</u>	<u>243,819,784</u>

14.2.2 Unearned premium reserve

The movement of unearned premium reserve are as follows:

	(Unaudited) 30 June 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	1,662,230,151	2,884,731,775
Premium earned in the period/year	<u>(1,517,255,612)</u>	<u>(2,661,787,190)</u>
Closing balance at the end of period/year	<u>750,544,501</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) 30 June 2022 Baht	(Audited) 31 December 2021 Baht
Death benefits	64,337,259	57,019,945
Coupon	194,740,359	197,901,864
Expired cheque	27,123,932	28,363,032
Total	<u>286,201,550</u>	<u>283,284,841</u>

15 Amount due to reinsurance

	(Unaudited) 30 June 2022 Baht	(Audited) 31 December 2021 Baht
Outward premium payable	110,732,816	97,150,396
Total amount due to reinsurance	<u>110,732,816</u>	<u>97,150,396</u>

16 Deferred income taxes

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

	(Unaudited) 30 June 2022 Baht	(Audited) 31 December 2021 Baht
Deferred tax assets:		
Deferred tax asset to be settled within 12 months	14,300,711	15,356,401
Deferred tax asset to be settled after 12 months	243,870,821	48,890,557
	<u>258,171,532</u>	<u>64,246,958</u>
Deferred tax liabilities:		
Deferred tax liability to be settled within 12 months	(19,495,002)	(21,081,904)
Deferred tax liability to be settled after 12 months	(24,056,243)	(274,768,099)
	<u>(43,551,245)</u>	<u>(295,850,003)</u>
Deferred tax assets (liabilities) - net	<u>214,620,287</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:

	Unrealised losses on changes in fair value of investments Baht	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
Increase (decrease) to profit or loss	-	319,473	-	-	-	-	(9,064,867)	(8,745,394)
Increase to other comprehensive income (loss)	202,669,968	-	-	-	-	-	-	202,669,968
At 30 June 2022	202,669,968	9,474,632	-	15,356,401	-	-	30,670,531	258,171,532
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
Decrease to other comprehensive income (loss)	-	(619,885)	-	-	-	-	-	(619,885)
At 31 December 2021	-	9,155,159	-	15,356,401	-	-	39,735,398	64,246,958

	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	-	(10,166,667)	(10,166,667)
Decrease to other comprehensive income (loss)	(242,132,091)	-	(242,132,091)
At 30 June 2022	1,717,912	41,833,333	43,551,245
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	243,850,003	52,000,000	295,850,003

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17 Other liabilities

	(Unaudited) 30 June 2022 Baht	(Audited) 31 December 2021 Baht
Tax payable	14,835,259	25,943,897
Lease liabilities	278,231,788	293,243,714
Others	12,154,564	19,418,648
Total	305,221,611	338,606,259

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 30 June 2022	187,625,000	1,876,250,000

19 Operating expenses

	(Unaudited) For the three-month periods ended	
	30 June 2022 Baht	30 June 2021 Baht
Employee expenses not relating to underwriting expenses and claim management expenses	98,596,716	80,296,745
Property and equipment expenses not relating to underwriting expenses	41,297,051	34,899,158
Tax expenses	193,030	160,365
Selling and administrative expenses	48,373,565	42,437,797
Other operating expenses	27,414,647	11,576,997
Total operating expenses	215,875,009	169,371,062

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19 Operating expenses (Cont'd)

	(Unaudited)	
	For the six-month periods ended	
	30 June 2022 Baht	30 June 2021 Baht
Employee expenses not relating to underwriting expenses and claim management expenses	198,679,391	147,589,762
Property and equipment expenses not relating to underwriting expenses	79,054,273	70,002,789
Tax expenses	510,034	440,231
Selling and administrative expenses	83,273,695	114,838,400
Other operating expenses	54,604,691	23,287,871
Total operating expenses	416,122,084	356,159,053

20 Employee benefit expenses

	(Unaudited)	
	For the three-month periods ended	
	30 June 2022 Baht	30 June 2021 Baht
Salary	65,065,790	60,744,554
Social security fund	215,486	328,921
Contribution to employee benefit plan	3,152,028	2,401,887
Bonus	23,906,331	15,949,713
Other employee benefit expenses	17,856,489	14,477,540
Total employee benefit expenses	110,196,124	93,902,615

	(Unaudited)	
	For the six-month periods ended	
	30 June 2022 Baht	30 June 2021 Baht
Salary	128,484,744	116,048,777
Social security fund	96,247	722,701
Contribution to employee benefit plan	6,441,097	4,691,992
Bonus	50,312,491	27,738,155
Other employee benefit expenses	34,965,558	28,383,691
Total employee benefit expenses	220,300,137	177,585,316

21 Expected credit loss

	(Unaudited)	
	For the three-month periods ended	
	30 June 2022 Baht	30 June 2021 Baht
Investments in securities	(6,133,477)	5,319,480
Total expected credit loss	(6,133,477)	5,319,480

	(Unaudited)	
	For the six-month periods ended	
	30 June 2022 Baht	30 June 2021 Baht
Investments in securities	(6,546,943)	4,983,596
Total expected credit loss	(6,546,943)	4,983,596

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)		(Unaudited)	
	For the three-month periods ended		For the six-month periods ended	
	30 June 2022 Baht	30 June 2021 Baht	30 June 2022 Baht	30 June 2021 Baht
Affiliates Company				
Premium ceded to reinsurers	1,105,613	818,311	1,484,896	2,325,798
Commissions and brokerages	87,614	151,166	229,538	309,507
Operating expenses	3,169,060	3,513,214	11,402,308	7,244,363

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22 Related party transactions (Cont'd)

b) Statements of financial position

	(Unaudited) 30 June 2022 Baht	(Audited) 31 December 2021 Baht
Assets		
Affiliate Company		
Other assets	18,677,481	7,533,113
Liabilities		
Parent Company		
Employee benefit obligations	69,252,354	69,252,354
Affiliate Company		
Amount due to reinsurance	5,710,824	4,225,929
Other liabilities	11,800,819	19,063,159
Other creditors	73,044	73,044
Accrued commission expenses	587,455	583,412
Accrued expenses	12,665,675	12,520,817
Equity		
Parent Company		
Other reserve	50,712,273	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) For the three-month periods ended		(Unaudited) For the six-month periods ended	
	30 June 2022 Baht	30 June 2021 Baht	30 June 2022 Baht	30 June 2021 Baht
Short-term benefits	28,471,496	23,696,441	81,297,385	59,530,679
Retirement benefits	308,759	235,800	617,518	471,600
Total	28,780,255	23,932,241	81,914,903	60,002,279

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24 Assets deposited with Insurance Registrar

As at 30 June 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) 30 June 2022 Baht	(Audited) 31 December 2021 Baht
Government bonds	27,419,123	32,460,973

25 Assets pledged as reserve with registrar

As at 30 June 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) 30 June 2022 Baht	(Audited) 31 December 2021 Baht
Government bonds	2,664,371,725	3,291,903,622

26 Contribution to Life Insurance Fund

In compliance with the Life Insurance Act, for the three-month and six-month periods ended 30 June 2022, the Company had recognised the contribution to Life Insurance Fund amounting to Baht 1,746,584 and Baht 3,318,314, respectively. (For the three-month and six-month periods ended 30 June 2021 : Baht 1,547,927 and Baht 3,044,006, respectively)

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27 Commitments

As at 30 June 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) 30 June 2022		
	Operating lease Baht	Service fee and others Baht	Total Baht
Due within 1 year	397,632	7,138,681	7,536,313
Due more than 1 year but no later than 5 years	28,458	800,000	828,458
	<u>426,090</u>	<u>7,938,681</u>	<u>8,364,771</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>