

Bangkok Life Assurance Public Company Limited
Review report and interim financial statements
For the three-month period ended 31 March 2015

Independent Auditor's Report on Review of Interim Financial Information

To the shareholders of Bangkok Life Assurance Public Company Limited

I have reviewed the accompanying statement of financial position of Bangkok Life Assurance Public Company Limited as at 31 March 2015, and the statements of income, comprehensive income, changes in owners' equity, and cash flows for the three-month period then ended, as well as the condensed notes to the financial statements. 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.

Other Matter

The consolidated statement of financial position of Bangkok Life Assurance Public Company Limited and its subsidiary and the separate statement of financial position of Bangkok Life Assurance Public Company Limited as at 31 December 2014, presented as comparative information, were audited by another auditor, who expressed an unqualified opinion on those statements, under his report dated 25 February 2015. The statements of income, comprehensive income, changes in owners' equity, and cash flows of Bangkok Life Assurance Public Company Limited for the three-month period ended 31 March 2014, presented as comparative information, were also reviewed by the aforementioned auditor who concluded, under his report dated 9 May 2014, that nothing had come to his attention that caused him to believe that the interim financial information was not prepared, in all material respects, in accordance with Thai Accounting Standard 34: Interim Financial Reporting.

Nonglak Pumnoi
Certified Public Accountant (Thailand) No. 4172

EY Office Limited
Bangkok: 8 May 2015

Bangkok Life Assurance Public Company Limited

Statements of financial position

As at 31 March 2015 and 31 December 2014

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2015	31 December 2014	31 March 2015	31 December 2014
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Cash and cash equivalents	5, 27	1,405,305,151	5,707,563,957	1,401,383,584	5,703,471,620
Accrued investment income - net	10	3,118,770,588	2,344,008,443	3,118,770,588	2,344,008,443
Premium receivables	6	4,089,480,694	1,725,232,732	4,089,480,694	1,725,232,732
Reinsurance assets	7, 27	937,851,434	763,784,679	937,851,434	763,784,679
Investment assets					
Investments in securities	27				
Trading investments - net	8	16,887,725	17,070,295	16,887,725	17,070,295
Available-for-sale investments	8	22,050,738,943	22,012,881,057	22,050,738,943	22,012,881,057
Held-to-maturity investments	8, 28, 29	190,618,956,483	176,161,022,628	190,618,956,483	176,161,022,628
General investments	8	46,662,230	46,662,230	46,662,230	46,662,230
Investment in a subsidiary	9	-	-	3,960,000	3,960,000
Loans - net	10, 27	4,938,301,091	4,735,056,801	4,938,301,091	4,735,056,801
Premises and equipment - net	11	459,857,140	389,242,663	459,822,455	389,200,127
Goodwill		4,955,491	4,955,491	-	-
Intangible assets - net		12,371,293	12,819,227	12,371,293	12,819,227
Deferred tax assets	12.1	2,119,782,740	1,482,422,298	2,119,782,740	1,482,422,298
Other assets	13	240,992,797	186,867,026	245,315,683	190,501,644
Total assets		230,060,913,800	215,589,589,527	230,060,284,943	215,588,093,781

The accompanying notes are an integral part of the financial statements.

Bangkok Life Assurance Public Company Limited

Statements of financial position (Continued)

As at 31 March 2015 and 31 December 2014

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2015	31 December 2014	31 March 2015	31 December 2014
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and owners' equity					
Liabilities					
Securities sold under repurchase agreements		1,100,000,000	-	1,100,000,000	-
Income tax payable		1,086,855,098	499,591,781	1,086,855,098	499,591,781
Amounts due to reinsurers	14, 27	565,842,096	379,721,980	565,842,096	379,721,980
Insurance contract liabilities					
Life policy reserves	15	189,539,071,861	177,434,670,858	189,539,071,861	177,434,670,858
Unpaid policy benefits	16	125,595,357	117,066,846	125,595,357	117,066,846
Loss reserves and outstanding claims	17, 27	319,604,122	315,052,056	319,604,122	315,052,056
Premium reserves	18	1,245,111,041	1,056,888,385	1,245,111,041	1,056,888,385
Other insurance liabilities		7,776,376,495	7,642,205,834	7,776,376,495	7,642,205,834
Employee benefit payables	19	234,300,476	329,414,333	232,265,747	327,718,356
Other liabilities	20, 27	2,300,211,076	2,238,701,928	2,297,393,288	2,235,949,029
Total liabilities		204,292,967,622	190,013,314,001	204,288,115,105	190,008,865,125

The accompanying notes are an integral part of the financial statements.

Bangkok Life Assurance Public Company Limited

Statements of financial position (Continued)

As at 31 March 2015 and 31 December 2014

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2015	31 December 2014	31 March 2015	31 December 2014
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Owners' equity					
Share capital					
Registered					
1,708,000,000 ordinary shares of Baht 1 each		1,708,000,000	1,708,000,000	1,708,000,000	1,708,000,000
Issued and fully paid-up					
1,697,850,000 ordinary shares of Baht 1 each	21	1,697,850,000	1,697,850,000	1,697,850,000	1,697,850,000
Premium on share capital	21	2,987,540,018	2,987,540,018	2,987,540,018	2,987,540,018
Capital reserve on share-based payments	21, 22	113,260,763	103,822,366	113,260,763	103,822,366
Subscriptions received in advance from exercise of warrants	22	105,266,000	-	105,266,000	-
Retained earnings					
Appropriated					
Statutory reserve		170,800,000	170,800,000	170,800,000	170,800,000
General reserve		400,000,000	400,000,000	400,000,000	400,000,000
Unappropriated		15,442,926,730	14,677,674,816	15,447,177,685	14,680,638,015
Other component of owners' equity					
Revaluation surplus on available-for-sale investments					
- net of income taxes		4,850,275,372	5,538,578,257	4,850,275,372	5,538,578,257
Equity attributable to equity holders of the Company		25,767,918,883	25,576,265,457	25,772,169,838	25,579,228,656
Non-controlling interests of the subsidiary		27,295	10,069	-	-
Total owners' equity		25,767,946,178	25,576,275,526	25,772,169,838	25,579,228,656
Total liabilities and owners' equity		230,060,913,800	215,589,589,527	230,060,284,943	215,588,093,781

The accompanying notes are an integral part of the financial statements.

Directors

(Unaudited but reviewed)

Bangkok Life Assurance Public Company Limited**Statements of comprehensive income**

For the three-month periods ended 31 March 2015 and 2014

(Unit: Baht)

	Note	Consolidated		
		financial statements 2015	Separate financial statements 2015 2014	
Revenue				
Net premium written	23, 27	15,710,979,917	15,710,979,917	26,711,805,247
Net investment income		2,511,433,389	2,511,433,389	2,013,948,955
Total income		18,222,413,306	18,222,413,306	28,725,754,202
Expenses				
Underwriting				
Life policy reserves increased from prior period	23	12,104,401,003	12,104,401,003	22,414,755,719
Benefit payments under life policies and benefit adjustment expenses	23	4,440,451,028	4,440,451,028	3,028,635,651
Claims and losses adjustment expenses	23, 27	332,005,782	332,005,782	349,302,731
Commissions and brokerages expenses	23, 27	841,486,979	840,112,820	1,025,323,837
Sales promotional expenses	23	124,532,438	124,531,138	114,628,950
Other underwriting expenses	23, 27	7,340,777	7,340,777	6,902,774
Operating expenses	24	455,434,462	454,105,051	424,307,873
Total underwriting expenses		18,305,652,469	18,302,947,599	27,363,857,535
Profits (losses) from underwriting		(83,239,163)	(80,534,293)	1,361,896,667
Gains on investments	8.5	1,015,537,427	1,015,537,427	46,102,900
Losses on revaluation	25	(5,146,076)	(5,146,076)	(38,252,346)
Other income		15,367,285	13,932,945	8,650,242
Profits from operations		942,519,473	943,790,003	1,378,397,463
Contribution to the Office of Insurance Commission		26,540,937	26,540,937	44,787,760
Contribution to the Life Insurance Fund		16,021,607	16,021,607	26,997,333
Profits before income tax expense		899,956,929	901,227,459	1,306,612,370
Income tax expense	12.2	134,687,789	134,687,789	210,571,689
Profits for the periods		765,269,140	766,539,670	1,096,040,681
Profits for the periods attributable to:				
Equity holders of the Company		765,251,914	766,539,670	1,096,040,681
Non-controlling interests of the subsidiary		17,226		
		765,269,140		
Earnings per share				
	30			
Basic earnings per share				
Profits for the periods		0.45	0.45	0.65
Diluted earnings per share				
Profits for the periods		0.45	0.45	0.65

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Bangkok Life Assurance Public Company Limited
Statements of comprehensive income (Continued)
For the three-month periods ended 31 March 2015 and 2014

(Unit: Baht)

	Consolidated		
	financial statements	Separate financial statements	
	2015	2015	2014
Profits for the periods	<u>765,269,140</u>	<u>766,539,670</u>	<u>1,096,040,681</u>
Other comprehensive income			
Other comprehensive income to reclassified to profit or loss in subsequent periods			
Gains (losses) on valuation of available-for-sale investments	(860,378,607)	(860,378,607)	865,670,731
Add (less): Income taxes	<u>172,075,722</u>	<u>172,075,722</u>	<u>(173,134,146)</u>
Other comprehensive income to reclassified to profit or loss in subsequent periods - net of income tax	<u>(688,302,885)</u>	<u>(688,302,885)</u>	<u>692,536,585</u>
Other comprehensive income (loss) for the periods - net of income taxes	<u>(688,302,885)</u>	<u>(688,302,885)</u>	<u>692,536,585</u>
Total comprehensive income for the periods	<u><u>76,966,255</u></u>	<u><u>78,236,785</u></u>	<u><u>1,788,577,266</u></u>
Total comprehensive income for the periods attributable to:			
Equity holders of the Company	76,949,029	<u>78,236,785</u>	<u>1,788,577,266</u>
Non-controlling interests of the subsidiary	<u>17,226</u>		
	<u><u>76,966,255</u></u>		

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Bangkok Life Assurance Public Company Limited**Statements of cash flows****For the three-month periods ended 31 March 2015 and 2014**

(Unit: Baht)

	Consolidated		
	financial statements	Separate financial statements	
	2015	2015	2014
Cash flows from operating activities			
Net premium written	13,823,276,815	13,823,276,815	25,195,587,210
Interest income	1,606,584,771	1,606,584,771	1,250,529,256
Dividend income	130,086,474	130,086,474	127,677,138
Other investment income	764,521,079	764,521,079	28,196,088
Other income	11,233,547	11,233,547	8,676,224
Benefit payments under life policies during the periods	(4,654,712,022)	(4,654,712,022)	(3,271,970,075)
Commissions and brokerages	(849,625,902)	(849,625,902)	(855,415,267)
Other underwriting expenses	(137,704,625)	(137,704,625)	(128,138,289)
Operating expenses	(506,077,647)	(506,077,647)	(551,711,336)
Other expenses	(27,542,217)	(27,371,447)	(30,080,080)
Corporate income taxes	(12,709,191)	(12,709,191)	(10,475,812)
Net cash provided by operating activities	10,147,331,082	10,147,501,852	21,762,875,057
Cash flows from investing activities			
Cash flows from			
Investments in securities	5,360,993,664	5,360,993,664	18,792,878,600
Loans	401,460,098	401,460,098	249,062,211
Deposits at financial institutions	1,619,950,525	1,619,950,525	90,000,000
Premises and equipment	5,726,050	5,726,050	2,650
Cash from investing activities	7,388,130,337	7,388,130,337	19,131,943,461
Cash flows used in			
Investments in securities	(3,884,928,624)	(3,884,928,624)	(39,096,856,721)
Loans	(569,992,952)	(569,992,952)	(340,879,187)
Deposits at financial institutions	(18,498,899,625)	(18,498,899,625)	(10,000,000)
Premises and equipment	(89,165,024)	(89,165,024)	(25,471,044)
Cash used in investing activities	(23,042,986,225)	(23,042,986,225)	(39,473,206,952)
Net cash used in investing activities	(15,654,855,888)	(15,654,855,888)	(20,341,263,491)

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Bangkok Life Assurance Public Company Limited

Statements of cash flows (Continued)

For the three-month periods ended 31 March 2015 and 2014

(Unit: Baht)

	Consolidated		
	financial statements	Separate financial statements	
	2015	2015	2014
Cash flows from financing activities			
Subscriptions received from exercise of warrants	105,266,000	105,266,000	6,862,725
Proceeds from securities sold under repurchase agreements	1,100,000,000	1,100,000,000	-
Pay from securities sold under repurchase agreements	-	-	(950,000,000)
Net cash provided by (used in) financing activities	1,205,266,000	1,205,266,000	(943,137,275)
Net increase (decrease) in cash and cash equivalents	(4,302,258,806)	(4,302,088,036)	478,474,291
Cash and cash equivalents at beginning of periods	5,707,563,957	5,703,471,620	1,331,190,953
Cash and cash equivalents at ending of periods	1,405,305,151	1,401,383,584	1,809,665,244
	-	-	
Supplemental cash flows information			
Non-cash items			
Increase (decrease) in available-for-sale investments			
as a result of valuation	(860,378,607)	(860,378,607)	865,670,731
Increase in capital reserve on share-based payments	9,438,397	9,438,397	9,438,396

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Bangkok Life Assurance Public Company Limited
Statements of changes in owners' equity
For the three-month period ended 31 March 2015

(Unit: Baht)

Consolidated financial statement												
Equity attributable to equity holders of the Company												
	Note	Issued and fully paid-up share capital	Premium on share capital	Capital reserve for share-based payment transactions	Subscriptions received in advance from exercise of warrants	Retained earnings			Other component of owners' equity - valuation surplus on available-for-sale investments - net of income taxes	Total equity attributable to equity holders of the Company	Equity attributable to non-controlling interests of the subsidiary	Total
						Appropriated		Unappropriated				
						Statutory reserve	General reserve					
Balance as at 1 January 2015		1,697,850,000	2,987,540,018	103,822,366	-	170,800,000	400,000,000	14,677,674,816	5,538,578,257	25,576,265,457	10,069	25,576,275,526
Share-based payments	21, 22	-	-	9,438,397	-	-	-	-	-	9,438,397	-	9,438,397
Increase in share capital as a result of warrant exercise	21	-	-	-	-	-	-	-	-	-	-	-
Subscriptions received in advance from exercises of warrants	22	-	-	-	105,266,000	-	-	-	-	105,266,000	-	105,266,000
Profits for the period		-	-	-	-	-	-	765,251,914	-	765,251,914	17,226	765,269,140
Other comprehensive income		-	-	-	-	-	-	-	-	-	-	-
Losses on valuation of available-for-sale investments - net of income taxes		-	-	-	-	-	-	-	(688,302,885)	(688,302,885)	-	(688,302,885)
Total comprehensive income for the period		-	-	-	-	-	-	765,251,914	(688,302,885)	76,949,029	17,226	76,966,255
Balance as at 31 March 2015		<u>1,697,850,000</u>	<u>2,987,540,018</u>	<u>113,260,763</u>	<u>105,266,000</u>	<u>170,800,000</u>	<u>400,000,000</u>	<u>15,442,926,730</u>	<u>4,850,275,372</u>	<u>25,767,918,883</u>	<u>27,295</u>	<u>25,767,946,178</u>
		-	-	-	-	-	-	-	-	-	-	-

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Bangkok Life Assurance Public Company Limited

Statements of changes in owners' equity

For the three-month periods ended 31 March 2015 and 2014

(Unit: Baht)

	Separate financial statements									
	Note	Issued and fully paid-up share capital	Premium on share capital	Capital reserve for share-based payment transactions	Subscriptions received in advance from exercise of warrants	Retained earnings			Other component of owners' equity - valuation surplus on in value of available-for-sale investments	Total
						Appropriated		Unappropriated		
						Statutory reserve	General reserve			
Balance as at 1 January 2014		1,211,714,350	2,846,250,643	66,068,779	1,246,050	122,000,000	400,000,000	13,225,119,255	4,391,257,562	22,263,656,639
Share-based payments		-	-	9,438,396	-	-	-	-	-	9,438,396
Increase in share capital as a result of warrant exercise		92,300	1,153,750	-	(1,246,050)	-	-	-	-	-
Subscriptions received in advance from exercises of warrants		-	-	-	6,862,725	-	-	-	-	6,862,725
Profits for the period		-	-	-	-	-	-	1,096,040,681	-	1,096,040,681
Other comprehensive income										
Gains on valuation of available-for-sale investments - net of income taxes		-	-	-	-	-	-	-	692,536,585	692,536,585
Total comprehensive income for the period		-	-	-	-	-	-	1,096,040,681	692,536,585	1,788,577,266
Balance as at 31 March 2014		<u>1,211,806,650</u>	<u>2,847,404,393</u>	<u>75,507,175</u>	<u>6,862,725</u>	<u>122,000,000</u>	<u>400,000,000</u>	<u>14,321,159,936</u>	<u>5,083,794,147</u>	<u>24,068,535,026</u>
Balance as at 1 January 2015		1,697,850,000	2,987,540,018	103,822,366	-	170,800,000	400,000,000	14,680,638,015	5,538,578,257	25,579,228,656
Share-based payments	21, 22	-	-	9,438,397	-	-	-	-	-	9,438,397
Increase in share capital as a result of warrant exercise	21	-	-	-	-	-	-	-	-	-
Subscriptions received in advance from exercises of warrants	22	-	-	-	105,266,000	-	-	-	-	105,266,000
Profits for the period		-	-	-	-	-	-	766,539,670	-	766,539,670
Other comprehensive income										
Losses on valuation of available-for-sale investments - net of income taxes		-	-	-	-	-	-	-	(688,302,885)	(688,302,885)
Total comprehensive income for the period		-	-	-	-	-	-	766,539,670	(688,302,885)	78,236,785
Balance as at 31 March 2015		<u>1,697,850,000</u>	<u>2,987,540,018</u>	<u>113,260,763</u>	<u>105,266,000</u>	<u>170,800,000</u>	<u>400,000,000</u>	<u>15,447,177,685</u>	<u>4,850,275,372</u>	<u>25,772,169,838</u>

The accompanying notes are an integral part of the financial statements.

Bangkok Life Assurance Public Company Limited
Notes to interim financial statements
For the three-month period ended 31 March 2015

1. Corporate information

Bangkok Life Assurance Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. Its major shareholder is Nippon Life Insurance Company, which was incorporated in Japan. The Company is principally engaged in the provision of life insurance services. The registered office of the Company is at No. 23/115-121, Royal City Avenue, Rama 9 Road, Bangkok Sub-district, Huaykwang District, Bangkok.

2. Basis of preparation of financial statements

2.1 Basis of preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (revised 2014) “Interim Financial Reporting” and the requirements in the Declaration dated 27 May 2010 of the Office of the Insurance Commission, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, income, comprehensive income, changes in owners’ equity and cash flows in the same format as that used in its preparation of the annual financial statements.

These interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from these financial statements in Thai language.

2.2 Basis for consolidation

These interim consolidated financial statements include the financial statements of Bangkok Life Assurance Public Company Limited and BLA Insurance Broker Company Limited (“the subsidiary”) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2014, with no structural changes in the subsidiary occurring during the period. In addition, the Company obtained control of the subsidiary since 7 July 2014.

2.3 Separate financial statements

The separate financial statements, which present investment in a subsidiary under the cost method, have been prepared solely for the benefit of the public.

3. Revised and new financial reporting standards

During the period, the Company has adopted the revised and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after 1 January 2015. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company's financial statements. However, some of these standards involve changes to key principles, which are summarised below.

TAS 19 (revised 2014) Employee Benefits

This revised standard requires that the entity recognises actuarial gains and losses immediately in other comprehensive income while the existing standard allows the entity to recognise such gains and losses immediately in either profit or loss or other comprehensive income, or to recognise them gradually in profit or loss.

The Company and its subsidiary have changed the recognition of actuarial gains and losses in the current period from a gradual recognition in profit or loss to an immediate recognition in other comprehensive income and adjusted the current period's transactions and restated the prior period's financial statements, presented as comparative information, as if the Company had always applied this accounting policy. However, there is no effect of changes in these accounting policies on the statement of financial position as at 31 December 2014 and statement of comprehensive income for the three-month period ended 31 March 2014 because there are no actuarial gains or losses.

TFRS 10 Consolidated Financial Statements

TFRS 10 prescribes requirements for the preparation of consolidated financial statements and replaces the content of TAS 27 Consolidated and Separate Financial Statements dealing with consolidated financial statements. This standard changes the principles used in considering whether control exists. Under this standard, an investor is deemed to have control over an investee if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns, even if it holds less than half of the shares or voting rights. This important change requires the management to exercise a lot of judgment when reviewing whether the Company and its subsidiary have control over investees and determining which entities have to be included in preparation of the consolidated financial statements.

This standard does not have any impact on the financial statements of the Company and its subsidiary.

TFRS 12 Disclosure of Interests in Other Entities

This standard stipulates disclosures relating to an entity's interests in subsidiaries, joint arrangements and associates, including structured entities. This standard therefore has no financial impact on the financial statements of the Company and its subsidiary.

TFRS 13 Fair Value Measurement

This standard provides guidance on how to measure fair value and stipulates disclosures related to fair value measurement. Entities are to apply the guidance under this standard if they are required by other financial reporting standards to measure their assets or liabilities at fair value. The effects of the adoption of this standard are to be recognised prospectively.

This standard does not have any significant impact on the financial statements of the Company and its subsidiary.

4. Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2014, except for the changes in accounting policies as a result of the adoption of new and revised standards, as discussed in Note 3 to the financial statements.

5. Cash and cash equivalents

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March	31 December	31 March	31 December
	2015	2014	2015	2014
Cash on hand	3,199	4,224	3,199	4,223
Deposits at banks with no fixed maturity date	942,106	874,391	938,185	870,300
Deposits at banks with fixed maturity date	19,460,000	6,950,000	19,460,000	6,950,000
Total cash and deposits at financial institutions	20,405,305	7,828,615	20,401,384	7,824,523
Add: Investments in securities with original maturity period of less than 3 months	460,000	3,138,949	460,000	3,138,949
Less: Deposits at banks and financial institutions with an original maturity period of longer than 3 months	(19,460,000)	(5,260,000)	(19,460,000)	(5,260,000)
Cash and cash equivalents	1,405,305	5,707,564	1,401,384	5,703,472

As at 31 March 2015, interest rates on saving accounts, fixed deposits and promissory notes are in the range of 0.38% - 5.73% per annum (31 December 2014: 0.38% - 5.59% per annum).

6. Premium receivables

As at 31 March 2015 and 31 December 2014, the outstanding balances of premium receivables, classified by overdue period, counted from the due dates under the stipulated credit terms, are as follows:

(Unit: Thousand Baht)

	Consolidated and separate financial statements		
	31 March 2015		
	Due from agents		Total
Due from insured	and brokers		
Not yet due	3,738,793	194,958	3,933,751
Overdue			
Not over 30 days	93,047	60,273	153,320
Over 30 days to 60 days	-	899	899
Over 60 days to 90 days	-	4	4
Over 90 days to 1 year	23	385	408
Over 1 year	640	459	1,099
Total premium receivables	<u>3,832,503</u>	<u>256,978</u>	<u>4,089,481</u>

(Unit: Thousand Baht)

	Consolidated and separate financial statements		
	31 December 2014		
	Due from agents		Total
Due from insured	and brokers		
Not yet due	1,643,589	36,847	1,680,436
Overdue			
Not over 30 days	3,018	23,354	26,372
Over 30 days to 60 days	271	14,121	14,392
Over 60 days to 90 days	23	1,271	1,294
Over 90 days to 1 year	428	1,521	1,949
Over 1 year	331	459	790
Total premium receivables	<u>1,647,660</u>	<u>77,573</u>	<u>1,725,233</u>

(Unaudited but reviewed)

For premium receivables due from agents and brokers, the Company has determined criteria in collections from those debtors in order to be in compliance with the stipulated credit terms. For overdue premium receivables, the Company has taken legal process with agents and brokers on a case by case basis.

7. Reinsurance assets

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	31 March 2015	31 December 2014
Insurance reserve refundable from reinsurers	461,603	318,471
Amounts due from reinsurers	476,248	445,314
Reinsurance assets	<u>937,851</u>	<u>763,785</u>

As at 31 March 2015 and 31 December 2014, the outstanding balances of amounts due from reinsurers, classified by overdue period, are as follows:

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	31 March 2015	31 December 2014
Not yet due	476,248	445,314
Total amounts due from reinsurers	<u>476,248</u>	<u>445,314</u>

8. Investments in securities

8.1 Classified by investment types

(Unite: Thousand Baht)

	Consolidated and separate financial statements			
	31 March 2015		31 December 2014	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost	Fair value
Trading investments				
Domestic investment units	17,038	16,888	17,045	17,070
Add (less): Unrealised gains (losses)	(150)	-	25	-
Trading investments - net	16,888	16,888	17,070	17,070
Available-for-sale investments				
Government and state enterprise securities	481,423	519,883	691,616	742,183
Domestic equity securities	7,043,080	12,283,873	7,252,996	13,535,584
Domestic investment units	7,074,866	7,310,736	5,734,721	5,840,431
Foreign investment units	1,320,628	1,936,247	1,320,628	1,894,683
Total	15,919,997	22,050,739	14,999,961	22,012,881
Add: Unrealised gains	6,130,742	-	7,012,920	-
Total available-for-sale investments	22,050,739	22,050,739	22,012,881	22,012,881
Held-to-maturity investments				
Government and state enterprise securities	116,289,501		116,571,965	
Private enterprises debt securities	32,639,870		32,560,063	
Foreign debt securities	22,229,585		21,768,995	
Deposits at financial institutions with an original maturity of longer than 3 months	19,460,000		5,260,000	
Total held-to-maturity investments	190,618,956		176,161,023	
General investments				
Domestic equity securities	29,588		29,588	
Foreign equity securities	17,074		17,074	
Total general investments	46,662		46,662	

8.2 Classified by remaining periods to maturity

Investments in debt securities as at 31 March 2015 and 31 December 2014, classified by remaining periods to maturity, are as follows:

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	31 March 2015			
	Periods to maturity			
	Within 1 year	1 - 5 years	Over 5 years	Total
Available-for-sale investment				
Government and state enterprise securities	-	326,000	155,423	481,423
Add: Unrealised gains	-	25,518	12,942	38,460
Total available-for-sale investments	-	351,518	168,365	519,883
Held-to-maturity investments				
Government and state enterprise securities	2,380,429	8,341,068	105,568,004	116,289,501
Private enterprises debt securities	179,379	4,757,000	27,703,491	32,639,870
Foreign debt securities	806,828	3,564,897	17,857,860	22,229,585
Deposits at financial institutions with an original maturity of longer than 3 months	11,260,000	8,200,000	-	19,460,000
Total held-to-maturity investments	14,626,636	24,862,965	151,129,355	190,618,956

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	31 December 2014			
	Periods to maturity			
	Within 1 year	1 - 5 years	Over 5 years	Total
Available-for-sale investment				
Government and state enterprise securities	-	536,046	155,570	691,616
Add: Unrealised gains	-	38,481	12,086	50,567
Total available-for-sale investments	-	574,527	167,656	742,183
Held-to-maturity investments				
Government and state enterprise securities	2,361,386	9,677,751	104,532,828	116,571,965
Private enterprises debt securities	178,662	4,097,000	28,284,401	32,560,063
Foreign debt securities	979,540	2,624,542	18,164,913	21,768,995
Deposits at financial institutions with an original maturity of longer than 3 months	3,860,000	1,400,000	-	5,260,000
Total held-to-maturity investments	7,379,588	17,799,293	150,982,142	176,161,023

8.3 Investments in structured notes

Investments in structured notes, which are classified as held-to-maturity investments, consisted of the followings.

- (a) As at 31 March 2015 and 31 December 2014, the Company has investments of Baht 600 million and Baht 600 million, respectively, in promissory notes and bills of exchange, which were issued by local banks and branches of foreign commercial banks, have remaining lives of 5 - 14 years, and contain conditions whereby the issuer has call option or has rights to call for additional deposits.
- (b) As at 31 March 2015 and 31 December 2014, the Company has investments of Baht 2,110 million and Baht 2,050 million, respectively, in promissory notes and bills of exchange, which were issued by branches of foreign commercial banks, have remaining lives of 2 years, and contain conditions whereby the issuer has a call option and additional amounts can be deposited on a monthly basis and settlement of principal and interest is to be received on the maturity date per the agreement.
- (c) As at 31 March 2015 and 31 December 2014, the Company has investments of Baht 3,600 million and Baht 3,600 million, respectively, in promissory notes and bills of exchange, which were issued by branches of foreign commercial banks, have remaining lives of 4 - 7 years and 5 - 8 years, respectively, and bear interest that is reference to the yield rate on government bond (CMT Index).
- (d) As at 31 March 2015 and 31 December 2014, the Company has investments of Baht 2,823 million and Baht 2,805 million, respectively, in promissory notes and bills of exchange, which were issued by branches of foreign commercial banks, have remaining lives of 5 - 13 years and 6 - 14 years, respectively, and contain conditions whereby settlement of principal is based on the credit event of the reference assets.
- (e) As at 31 March 2015 and 31 December 2014, the Company has investments of Baht 768 million and Baht 758 million, respectively, in promissory notes and bills of exchange, which were issued by branches of foreign commercial banks, have remaining maturity periods of 19 years. The bank has placed government bonds equivalent to 70% - 80% of the face values of the issued promissory notes and bills of exchange as collateral and such issues contain conditions whereby the redemption of the notes and bills is based on the credit event of the reference assets.

The above promissory notes and bills of exchange contain embedded derivatives that are not closely related to the host contracts, except for investments in (b) above.

8.4 Investments subject to restriction

As at 31 March 2015 and 31 December 2014, the Company has placed government and state enterprise bonds with cost or amortised cost of Baht 42,521 million and Baht 41,461 million, respectively with the Registrar as securities and reserves as described in Notes 28 and 29 to the financial statements.

8.5 Gains on investments

Gains on investments for the three-month periods ended 31 March 2015 and 2014 consisted of:

	(Unit: Thousand Baht)	
	Consolidated and separate financial statements	
	For the three-month periods ended 31 March	
	2015	2014
Gains on sales of available-for-sale investments	928,693	46,103
Gains on sales of held-to-maturity investments	86,844	-
Total gains on investments	<u>1,015,537</u>	<u>46,103</u>

9. Investment in a subsidiary

As at 31 March 2015 and 31 December 2014, detail of investment in a subsidiary, as presented in the separate financial statements, is as follows:

Company's name	Issued and paid-up capital		Shareholding percentage		(Unit: Thousand Baht)	
					Cost	
	31 March 2015	31 December 2014	31 March 2015	31 December 2014	31 March 2015	31 December 2014
BLA Insurance Broker Company Limited	4,000	4,000	99	99	3,960	3,960

10. Loans and accrued interest receivables

As at 31 March 2015 and 31 December 2014, the balances of loans and accrued interest receivables, classified by overdue periods, are as follows:

(Unit: Thousand Baht)

Consolidated and separate financial statements									
31 March 2015									
Overdue periods	Policy loans		Mortgage loans		Other loans		Total		
	Accrued		Accrued		Accrued		Accrued		Total
	Principal	Interest ⁽¹⁾	Principal	Interest ⁽¹⁾	Principal	Interest ⁽¹⁾	Principal	Interest ⁽¹⁾	
Not yet due	4,444,223	317,125	464,115	665	15,249	-	4,923,587	317,790	5,241,377
Overdue:									
Less than 6 months	-	-	13,388	100	-	-	13,388	100	13,488
6 - 12 months	-	-	200	1	-	-	200	1	201
Over 12 months	-	-	1,139	80	53	2	1,192	82	1,274
Total	4,444,223	317,125	478,842	846	15,302	2	4,938,367	317,973	5,256,340
Less: Allowance for doubtful accounts	-	-	(66)	(80)	-	-	(66)	(80)	(146)
Loans and accrued interest receivables - net	4,444,223	317,125	478,776	766	15,302	2	4,938,301	317,893	5,256,194

⁽¹⁾ This amount included as a part of "Accrued investment income - net" in statements of financial position.

(Unit: Thousand Baht)

Consolidated and separate financial statements									
31 December 2014									
Overdue periods	Policy loans		Mortgage loans		Other loans		Total		
	Accrued		Accrued		Accrued		Accrued		Total
	Principal	Interest ⁽¹⁾	Principal	Interest ⁽¹⁾	Principal	Interest ⁽¹⁾	Principal	Interest ⁽¹⁾	
Not yet due	4,250,986	299,022	444,824	820	15,605	-	4,711,415	299,842	5,011,257
Overdue:									
Less than 6 months	-	-	22,295	97	-	-	22,295	97	22,392
6 - 12 months	-	-	211	-	-	-	211	-	211
Over 12 months	-	-	1,149	79	53	2	1,202	81	1,283
Total	4,250,986	299,022	468,479	996	15,658	2	4,735,123	300,020	5,035,143
Less: Allowance for doubtful accounts	-	-	(66)	(80)	-	-	(66)	(80)	(146)
Loans and accrued interest receivables - net	4,250,986	299,022	468,413	916	15,658	2	4,735,057	299,940	5,034,997

⁽¹⁾ This amount included as a part of "Accrued investment income - net" in statements 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 at not more than 4.50% - 8.00% per annum, as approved by the Office of Insurance Commission.

Loans to employees under the employee welfare scheme are set for credit limit of Baht 0.1 million for personal guarantee loans. The interest rates charged are at the rates of 6.00% per annum. As at 31 March 2015 and 31 December 2014, loans to employees amounted to Baht 15 million and Baht 16 million, respectively.

Loans to employees under the mortgage loans are not to exceed 50 times the employee's monthly salary to each employee for secured loans. The loans carry interest of 5.00% - 6.25% per annum. As at 31 March 2015 and 31 December 2014, loans to employees under the mortgage loans amounted to Baht 54 million and Baht 55 million, respectively.

(Unaudited but reviewed)

11. Premises and equipment

(Unit: Thousand Baht)

Consolidated financial statements							
	Land	Buildings and buildings improvements	Condominium	Office furniture, fixture and equipment	Motor vehicles	Construction in progress	Total
Net book value as at							
1 January 2015	169,411	83,460	16,179	64,633	13,014	42,546	389,243
Additions - at cost	54,815	1,898	-	7,716	1,349	23,387	89,165
Disposals - net book value	(2,600)	-	-	(2)	(423)	-	(3,025)
Transfer in (out)	-	-	-	350	-	(350)	-
Depreciation charges for the period	-	(4,939)	(306)	(9,403)	(878)	-	(15,526)
Net book value as at							
31 March 2015	<u>221,626</u>	<u>80,419</u>	<u>15,873</u>	<u>63,294</u>	<u>13,062</u>	<u>65,583</u>	<u>459,857</u>

(Unit: Thousand Baht)

Separate financial statements							
	Land	Buildings and buildings improvements	Condominium	Office furniture, fixture and equipment	Motor vehicles	Construction in progress	Total
Net book value as at							
1 January 2015	169,411	83,460	16,179	64,590	13,014	42,546	389,200
Additions - at cost	54,815	1,898	-	7,716	1,349	23,387	89,165
Disposals - net book value	(2,600)	-	-	(2)	(423)	-	(3,025)
Transfer in (out)	-	-	-	350	-	(350)	-
Depreciation charges for the period	-	(4,939)	(306)	(9,395)	(878)	-	(15,518)
Net book value as at							
31 March 2015	<u>221,626</u>	<u>80,419</u>	<u>15,873</u>	<u>63,259</u>	<u>13,062</u>	<u>65,583</u>	<u>459,822</u>

12. Deferred tax assets/liabilities and income tax expense

12.1 Deferred tax assets/liabilities

Deferred tax assets and liabilities consisted of tax effects as shown below.

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	31 March 2015	31 December 2014	Change in deferred tax assets/liabilities reported in the statements of comprehensive income for the three-month periods ended 31 March	
			2015	2014
Deferred tax assets				
Life policy reserves	3,275,813	2,814,190	461,623	1,090,154
Loss reserves and outstanding claims	21,486	19,309	2,177	4,124
Provisions for long-term employee benefits	35,027	33,548	1,479	889
Others	255	255	-	-
Total deferred tax assets	<u>3,332,581</u>	<u>2,867,302</u>	<u>465,279</u>	<u>1,095,167</u>
Deferred tax liabilities				
Trading investments	229	235	(6)	130
Available-for-sale investments	1,212,569	1,384,645	(172,076)	173,135
Total deferred tax liabilities	<u>1,212,798</u>	<u>1,384,880</u>	<u>(172,082)</u>	<u>173,265</u>
Deferred tax assets/liabilities - net	<u><u>2,119,783</u></u>	<u><u>1,482,422</u></u>	<u><u>637,361</u></u>	<u><u>921,902</u></u>

12.2 Income tax expenses

Income tax expenses for the three-month periods ended 31 March 2015 and 2014 are made up as follows:

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	For the three-month periods ended 31 March	
	2015	2014
Current income tax:		
Interim corporate income tax charge	599,973	1,305,609
Deferred tax:		
Relating to origination and reversal of temporary differences	(465,285)	(1,095,037)
Income tax expense reported in profits or losses	<u><u>134,688</u></u>	<u><u>210,572</u></u>

(Unaudited but reviewed)

Reconciliation between income tax expenses and the product of accounting profits and the applicable tax rates for the three-month periods ended 31 March 2015 and 2014 are as follows:

(Unit: Thousand Baht)

	Consolidated	Separate financial statements	
	financial statements	For the three-month periods ended	
	For the three-month period ended 31 March	31 March	
	2015	2015	2014
Accounting profit before income tax expenses	899,957	901,227	1,306,612
Applicable corporate income tax rates	15%, 20%	20%	20%
Income tax expenses at the applicable tax rates	179,991	180,245	261,322
Net tax effect on income or expenses that are not taxable or not deductible in determining taxable profits	(45,303)	(45,557)	(50,750)
Income tax expenses recognised in profits or losses	134,688	134,688	210,572

13. Other assets

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2015	31 December 2014	31 March 2015	31 December 2014
Prepaid rental expenses	66,875	69,824	66,875	69,824
Deposits	57,623	62,705	57,623	62,705
Forward and swap exchange contracts receivables	48,078	24,963	48,078	24,963
Receivable from sales of investments	35,872	10,344	35,872	10,344
Prepaid expenses	21,111	9,768	21,111	9,768
Others	11,434	9,263	15,757	12,898
Total other assets	240,993	186,867	245,316	190,502

(Unaudited but reviewed)

14. Due to reinsurers

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	31 March 2015	31 December 2014
Outward premium payable	565,842	379,722
Total due to reinsurers	565,842	379,722

15. Life policy reserves

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	For the three-month	For the year ended
	period ended	31 December 2014
	31 March 2015	
Balances - beginning of the period/year	177,434,671	136,616,421
Life policy reserves for premium received during the period and reserves for enforced policy benefits and other claims	16,439,325	51,630,019
Benefit paid for death, maturity, surrender, benefits and other claims	(4,334,924)	(10,811,769)
Balances - ending of the period/year	189,539,072	177,434,671

16. Unpaid policy benefits

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	31 March 2015	31 December 2014
Death benefit	105,680	100,173
Maturity payment	16,686	13,665
Surrender	3,229	3,229
Total unpaid policy benefits	125,595	117,067

(Unaudited but reviewed)

17. Loss reserves and outstanding claims

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	For the three-month	
	period ended 31 March 2015	For the year ended 31 December 2014
Balances - beginning of the period/year	315,052	299,680
Claims and losses adjustment expenses for the period/year	440,797	1,770,506
Claims and losses adjustment expenses paid during the period/year	(436,245)	(1,755,134)
Balances - ending of the period/year	319,604	315,052

18. Premium reserves

18.1 Unearned premium reserves

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	For the three-month	
	period ended 31 March 2015	For the year ended 31 December 2014
Beginning - beginning of the periods of the period/year	1,056,888	1,021,135
Premium written for the period/year	915,129	2,897,001
Premium earned for the current period/year	(726,906)	(2,861,248)
Balances - ending of the period/year	1,245,111	1,056,888

18.2 Unexpired risk reserves

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	For the three-month	
	period ended 31 March 2015	For the year ended 31 December 2014
Balances - beginning of the period/year	711,715	669,325
Increase during the period/year	200,244	42,390
Balances - ending of the period/year	911,959	711,715

As at 31 March 2015 and 31 December 2014, no additional reserve for unexpired risk had been established by the Company as the unexpired risk reserve was lower than the unearned premium reserve.

(Unaudited but reviewed)

19. Employee benefit payables

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2015	31 December 2014	31 March 2015	31 December 2014
Short-term employee benefits payables	58,219	160,794	57,133	159,984
Provisions for long-term employee benefits	176,081	168,620	175,133	167,734
Total employee benefit payables	<u>234,300</u>	<u>329,414</u>	<u>232,266</u>	<u>327,718</u>

20. Other liabilities

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2015	31 December 2014	31 March 2015	31 December 2014
Forward and swap exchange contracts payables	769,553	1,024,799	769,553	1,024,799
Accrued commission expenses	451,642	460,839	451,038	460,551
Accrued expenses	323,918	316,853	322,959	316,020
Premium received for policies not yet approved	266,321	101,961	266,321	101,961
Amounts received awaiting transfer	204,107	80,763	204,107	80,763
Specific Business Tax payable	104,190	117,728	104,190	117,728
Payable to policyholders on exempted premiums	96,712	93,757	96,712	93,757
Withholding tax payable	64,558	23,263	64,558	23,263
Others	19,210	18,739	17,955	17,107
Total other liabilities	<u>2,300,211</u>	<u>2,238,702</u>	<u>2,297,393</u>	<u>2,235,949</u>

21. Issued and fully paid-up share capital/share premium

Reconciliation for the three-month period ended 31 March 2015 is as follows:

	Consolidated and separate financial statements			
	Issued and fully paid-up share capital		Share premium	Capital reserve on share-based payments
	Number of shares			
	(Thousand shares)	Thousand Baht	Thousand Baht	Thousand Baht
Balances - beginning of the period	1,697,850	1,697,850	2,987,540	103,822
Expenses in respect of share-based payments - Warrant No. 2 (Note 22)	-	-	-	9,439
Balances - ending of the period	<u>1,697,850</u>	<u>1,697,850</u>	<u>2,987,540</u>	<u>113,261</u>

22. Share-based payments - warrants

On 23 November 2007, the Extraordinary General Meeting No. 2 of the Company's shareholders passed a resolution approving the issuance of 20 million units of registered and non-transferrable warrants (Warrant No. 1) to be allotted to employees. The Company already allocated 12.85 million units of Warrant No. 1 to employees, leaving 7.15 million units unallocated. On 26 April 2011, the Annual General Meeting of shareholders of the Company passed a resolution approving the cancellation of the unallocated 7.15 million units of Warrant No. 1 and the issuance of 7.15 million units of registered and non-transferrable warrants (Warrant No. 2) in place of the cancelled Warrant No. 1, which were already allocated to employee and the grant date is stipulated to be 1 April 2012.

The allocations of warrants to employees can be summarised as follows:

Approved by	Number of units of warrants		
	Warrant No.1	Warrant No.2	Total
The Executive Board of Directors of the Company, on 29 May 2008	11,500	-	11,500
The Executive Board of Directors of the Company, on 11 August 2009	1,350	-	1,350
The Executive Board of Directors of the Company, on 22 February 2012	-	7,150	7,150
Total	<u>12,850</u>	<u>7,150</u>	<u>20,000</u>

These warrants expire the earlier of 5 years from the issue date and the termination date of employment. The exercise ratio is 1 unit of warrant to 1 new ordinary share and the exercise price is equal to Baht 13.50 per share for Warrant No. 1 and Baht 35.00 per share for Warrant No. 2. The first exercise date is 3 years from the grant date.

The Company's Board of Director's meeting No.5/2557, held on 8 August 2014, passed a resolution to revise the exercise ratios of the warrants allotted to employees, as a result of the grant of a stock dividend. The exercise ratios were revised from 1 unit of warrant to 1 new ordinary share to 1 unit of warrant to 1.40 new ordinary shares and the exercise prices were adjusted from Baht 13.50 per share and Baht 35.00 per share to Baht 9.6429 per share and Baht 25.00 per share, for Warrant No. 1 and Warrant No. 2, respectively.

The issue of Warrant No. 2 was approved by the Annual General Meeting of shareholders held after 1 January 2011, during which Thai Financial Reporting Standard No. 2 "Share-Based Payment" (TFRS 2) became effective. The Company therefore calculated the average fair value of the warrants at the grant date, which is Baht 20.45 per unit, in order to record expenses in respect of share-based payments in accordance with such accounting standard.

The following information is used to determine fair value of the warrants.

Expected dividend yield	- 1.5%
Expected stock price volatility	- 39.9% (estimated with reference to historical price information of the Company)
Risk-free interest rate	- 3.51% - 3.64%
Expected life of warrants	- Not more than 5 years from the date of issuance or upon termination of an employee
Model used	- Black Schole - continuous model

Employee expenses in respect of share-based payments (Warrant No. 2) recognised for three-month periods ended 31 March 2015 and 2014 amounting to Baht 9.4 million and Baht 9.4 million, respectively.

(Unaudited but reviewed)

Movements of warrants during the three-month period ended 31 March 2015 are summarised below.

(Unit: Thousand units)

For the three-month period ended
31 March 2015

	Warrant No. 2
Number of unexercised warrants as at 1 January 2015	7,150
Exercised during the period	-
Number of unexercised warrants as at 31 March 2015	7,150

During the year-ended 31 December 2014, the Warrant No. 1 holders exercised 0.9 million warrants at an exercise price of Baht 13.50 each, totally Baht 12.7 million.

During the three-month period ended 31 March 2015, the Warrant No. 2 holders reserved rights to exercise 3.0 million units of warrants at an exercise price of Baht 25.00 each, or for a total of Baht 105.3 million. The Company recorded such amount received from the exercise of warrants under the caption of "Subscriptions received in advance from exercise of warrants", in the owners' equity. The details are summarized as below.

(Unit: Thousand Baht)

For the three-month period ended 31 March 2015

Exercise	Units of warrants (Thousand units)	Exercise price per share (Baht)	Proceeds from exercise	Issued and paid up share capital	Share Premium	Subscriptions	Share	Listing date
						received in advance from exercises of warrants	capital registration date	
Warrant No. 2								
The first exercise	3,008	25.00	105,266	-	-	105,266	10 April 2015	20 April 2015
Total	<u>3,008</u>		<u>105,266</u>	<u>-</u>	<u>-</u>	<u>105,266</u>		

23. Operating segment

The Company presented operating segment information in the same manner as that reported to the Office of the Insurance Commission (“OIC”) on the report of underwriting information reported by insurance categories since the management considered that the Company is operating its core business in a single segment (i.e. life insurance business) and in a single geographic area (i.e. Thailand) and has measured segment performance based on operating profit or loss on a basis consistent with that is used to prepare the report of underwriting information reported by insurance categories as reported to the OIC. Hence, all items as presented in these segment information are consistent to the Company’s internal reports that are regularly reviewed by the chief operating decision maker in order to make decision about allocation of resources to the segment and evaluate its performance. The chief operating decision maker has been identified as the Chief Executive Officer.

Underwriting information classified by insurance categories for the three-month periods ended 31 March 2015 and 2014 is as follows:

(Unit: Thousand Baht)

	Consolidated financial statements				
	For the three-month period ended 31 March 2015				
	Traditional products - no participating dividend	Life annuity products - no participating dividend	Personal accident	Others	Total
Underwriting income					
Premium written	15,940,498	71,817	9,292	-	16,021,607
Less: Premium ceded	(259,072)	-	-	-	(259,072)
Net premium written	15,681,426	71,817	9,292	-	15,762,535
Add (less): Unearned premium reserves	(51,917)	-	362	-	(51,555)
Total underwriting income	15,629,509	71,817	9,654	-	15,710,980
Underwriting expenses					
Life policy reserves increased from prior period	12,041,690	62,711	-	-	12,104,401
Benefit payments under life policies and benefit adjustment expenses	4,439,018	1,433	-	-	4,440,451
Losses and losses adjustment expenses	331,225	-	781	-	332,006
Commissions and brokerage expenses	832,166	7,651	296	1,374	841,487
Sales promotional expenses	123,886	569	76	1	124,532
Other underwriting expenses	7,303	34	4	-	7,341
Total underwriting expenses	17,775,288	72,398	1,157	1,375	17,850,218

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate financial statements			
	For the three-month period ended 31 March 2015			
	Traditional products - no participating dividend	Life annuity products - no participating dividend	Personal accident	Total
Underwriting income				
Premium written	15,940,498	71,817	9,292	16,021,607
Less: Premium ceded	(259,072)	-	-	(259,072)
Net premium written	15,681,426	71,817	9,292	15,762,535
Add: (less) Unearned premium reserves	(51,917)	-	362	(51,555)
Total underwriting income	15,629,509	71,817	9,654	15,710,980
Underwriting expenses				
Life policy reserves increased from prior period	12,041,690	62,711	-	12,104,401
Benefit payments under life policies and benefit adjustment expenses	4,439,018	1,433	-	4,440,451
Losses and losses adjustment expenses	331,225	-	781	332,006
Commissions and brokerage expenses	832,166	7,651	296	840,113
Sales promotional expenses	123,886	569	76	124,531
Other underwriting expenses	7,303	34	4	7,341
Total underwriting expenses	17,775,288	72,398	1,157	17,848,843

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate financial statements			
	For the three-month period ended 31 March 2014			
	Traditional products - no participating dividend	Life annuity products - no participating dividend	Personal accident	Total
Underwriting income				
Premium written	26,956,412	30,896	10,025	26,997,333
Less: Premium ceded	(268,352)	-	-	(268,352)
Net premium written	26,688,060	30,896	10,025	26,728,981
Add (less): Unearned premium reserves	(17,301)	-	125	(17,176)
Total underwriting income	26,670,759	30,896	10,150	26,711,805
Underwriting expenses				
Life policy reserves increased from prior period	22,384,824	29,932	-	22,414,756
Benefit payments under life policies and benefit adjustment expenses	3,027,381	1,255	-	3,028,636
Losses and losses adjustment expenses	348,708	-	594	349,302
Commissions and brokerage expenses	1,021,747	3,194	383	1,025,324
Sales promotional expenses	114,454	132	43	114,629
Other underwriting expenses	6,892	8	3	6,903
Total underwriting expenses	26,904,006	34,521	1,023	26,939,550

24. Operating expenses

(Unit: Thousand Baht)

	Consolidated		
	financial statements	Separate financial statements	
	For the three-month period ended 31 March 2015	For the three-month periods ended 31 March	
	2015	2015	2014
Personnel expenses which is not expenses for underwriting and claims	218,582	217,402	209,446
Premises and equipment expenses which is not expenses for underwriting	38,736	38,631	37,165
Taxes and duties	63,709	63,709	49,397
Other operating expenses	134,407	134,363	128,300
Total operating expenses	455,434	454,105	424,308

25. Gains (losses) on revaluation

(Unit: Thousand Baht)

	Consolidated and separate financial statements	
	For the three-month periods ended 31 March	
	2015	2014
Unrealised gains (losses) from trading securities	(170)	685
Unrealised gains on foreign exchange contracts	23,984	19,138
Losses on exchange rate	(28,960)	(58,075)
Total losses on revaluation	(5,146)	(38,252)

26. Fair value of financial instruments

The Company and its subsidiary use the market approach to measure their assets that are required to be measured at fair value by relevant financial reporting standards, except that the cost approach or income approach is used when there is no active market or when a quoted market price is not available.

Fair value hierarchy

In applying the above-mentioned valuation techniques, the Company and its subsidiary endeavor to use relevant observable inputs as much as possible. TFRS 13 "Fair Value Measurement" establishes a fair value hierarchy categorising such inputs into three levels as follows:

Level 1 - Use of quoted market prices in an observable active market for such assets

Level 2 - Use of other observable inputs for such assets whether directly or indirectly

Level 3 - Use of unobservable inputs such as estimates of future cash flows

(Unaudited but reviewed)

As at 31 March 2015, the Company and its subsidiary had the following assets that were measured at fair value using different levels of inputs as follows:

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Trading investments				
Equity instruments	16,888	-	-	16,888
Available-for-sale investments				
Equity instruments	19,196,772	2,334,084	-	21,530,856
Debt instruments	-	519,883	-	519,883

Valuation techniques and inputs to Level 2 and Level 3 valuations

- A) The fair value of investments in debt instruments has been determined by using the yield curve as announced by the Thai Bond Market Association or by other relevant bodies.
- B) The fair value of derivatives has been determined by using a discounted future cash flow model and a valuation model technique. Most of the inputs used for the valuation are observable in the relevant market, such as spot rates of foreign currencies, yield curves of the respective currencies, interest rate yield curves and commodity price yield curves.

During the current period, there were no transfers within the fair value hierarchy

27. Related party transactions

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

The relationship between the Company and its related parties are summarised below.

Name of related parties	Type of business	Relationship with the Company
Bangkok Bank Pcl.	Banking	Shareholding and related by way of common directors
Bangkok Insurance Pcl.	Insurance	Shareholding and related by way of common directors
Thai Reinsurance Pcl.	Insurance	Related by way of common directors
Sorachai Vivatn Co., Ltd.	Property development	Related by way of common directors
Bumrungrad Hospital Pcl.	Health care services	Related by way of common directors and shareholders
The Phyathai 1 Hospital Co., Ltd. ⁽¹⁾	Health care services	Related by way of common directors
The Phyathai 2 Hospital Co., Ltd. ⁽¹⁾	Health care services	Related by way of common directors
Rajburi Sugar Co., Ltd.	Industry	Related by way of common directors
Narai Ruamphiphat Co., Ltd.	Property development	Holding by an individual related to the major shareholder of the Company
Bangkok Business Building (1987) Co., Ltd.	Rental of assets	Related by way of common directors and shareholders
Tris Corporation Ltd.	Services	Related by way of common directors and shareholders
Union Textile Industries Pcl.	Industry	Related by way of common shareholders
Charoen Pokphand Foods Pcl.	Agriculture	Related by way of common directors
TICON Industrial Connection Pcl.	Property development	Holding by an individual related to the major shareholder of the Company
Indorama Polymers Pcl.	Petrochemical	Related by way of common directors
Asia warehouse Co., Ltd.	Rental of assets	Holding by the major shareholder of the Company
Ek-Chai Distribution System Co., Ltd.	Commercial	Related by way of common directors
BBL Asset Management Co., Ltd.	Asset management	Related by way of common directors and shareholders
Bualuang Securities Pcl.	Securities	Subsidiary of the major shareholder of the Company
Asia Insurance Company Limited	Insurance	Related by way of common directors
BLA Insurance Broker Co., Ltd	Insurance broker	Related by way of common directors are the management of the Company
Bangpain Golf Co., Ltd	Services	Related by way of common directors
Bangkok Mitsubishi UFJ Lease Co., Ltd.	Services	Related by way of common directors
Samitivij Pcl.	Health care service	Related by way of common directors
TM Design Co., Ltd.	Services	Holding by an individual related to the major shareholder of the Company

⁽¹⁾ It had been considered a related party until 7 May 2014 because the Company and its subsidiary have no common directors with the Phyathai 1 Hospital Co., Ltd. and Phyathai 2 Hospital Co., Ltd. since then.

(Unaudited but reviewed)

During the three-month periods ended 31 March 2015 and 2014, the Company and its subsidiary had significant business transactions with its related parties. Such transactions, which have been concluded on commercial terms and bases agreed upon in the ordinary course business between the Company and those parties are as follows:

(Unit: Thousand Baht)

	Consolidated	Separate		Pricing policy
	financial	financial statements		
	statements			
	For the	For the three-month periods		
	three-month	ended 31 March		
	period ended	ended 31 March		
	31 March	2015	2014	
	2015	2015	2014	
Transactions with related companies				
Premium written	1,954	1,954	2,247	Normal commercial terms for underwriting
Interest income - deposits at banks, promissory notes and debentures	166,478	166,478	119,613	Same rates as those offered by financial institutions and related companies to general customers
Interest income - mortgage loans	2,215	2,215	2,534	Same rates as the Company charged to general borrowers who mortgage assets as collateral
Dividend income	79,762	79,762	51,816	The declared amount
Rental and service income	1,546	-	97	Rate on agreements those charged by rental and service fees per square meter per month
Brokerage income from securities trading	7,220	7,220	3,827	Normal commercial terms for securities brokerage
Gain (loss) on forward and swap foreign exchange contracts	54,576	54,576	(17)	Normal commercial terms on contracts
Commission and brokerage	414,558	414,558	619,476	At a mutually agreed percentage of premium written
Claim payment and diagnose charge	24,631	24,631	10,039	Normal commercial terms for underwriting
Bank charges	27,058	27,039	27,169	Same rates as those charged by financial institutions and related companies to general customers
Insurance premium	96	96	156	Normal commercial terms for underwriting
Building space rental and services	18,106	18,106	16,019	Head office building: Rental fee of approximately Baht 90 per square meter per month and service fee of Baht 29 per square meter per month for long-term agreement and approximately Baht 44, Baht 138 per square meter per month and service fees approximately Baht 91, Baht 307 per square meter per month. Branch office buildings: Rental fees of approximately Baht 100, Baht 150, Baht 188 and Baht 315 per square meter per month and service fees of approximately Baht 342 and Baht 200 per square meter per month.
Other services	122	122	158	Normal commercial terms for services

(Unaudited but reviewed)

For the three-month periods ended 31 March 2015 and 2014, the premium generated from the Bancassurance distribution channel represented approximately 77% and 85% of total net premium written, respectively.

As at 31 March 2015 and 31 December 2014, the balance of the accounts between the Company and those related companies are as follows:

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2015	31 December 2014	31 March 2015	31 December 2014
Deposit at financial institution				
(included in cash and cash equivalents)	8,540,082	4,187,212	8,536,404	4,183,121
Reinsurance assets	-	107	-	107
Investments in securities				
Available-for-sale investments - cost				
Domestic equity securities	1,675,045	1,592,841	1,675,045	1,592,841
Domestic investment unit	2,285,773	1,944,408	2,285,773	1,944,408
Total available-for-sale investment - cost	3,960,818	3,537,249	3,960,818	3,537,249
Add: Unrealised gains	1,847,999	1,777,529	1,847,999	1,777,529
Total available-for-sale investments - fair value	5,808,817	5,314,778	5,808,817	5,314,778
Held-to-maturity investments - cost/amortised cost				
Private enterprise debt securities	4,105,000	4,105,000	4,105,000	4,105,000
Foreign debt securities	5,903,830	5,841,640	5,903,830	5,841,640
Total held-to-maturity investment - cost/amortised cost	10,008,830	9,946,640	10,008,830	9,946,640
General investments - foreign equity securities	11,167	11,167	11,167	11,167
Total investments in securities	15,828,814	15,272,585	15,828,814	15,272,585
Loans	134,945	140,077	134,945	140,077
Forward and swap foreign exchange contract receivable	4,184,033	4,120,176	4,184,033	4,120,176
Other assets				
Prepaid rental expense	324	465	324	465
Prepaid expense	68,027	70,924	67,496	70,505
Total other assets	68,351	71,389	67,820	70,970

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2015	31 December 2014	31 March 2015	31 December 2014
Outstanding claims	17,927	9,280	17,927	9,280
Forward and swap foreign exchange contract payable	4,265,683	4,253,699	4,265,683	4,253,699
Other liabilities				
Accrued commission	191,756	135,181	191,756	135,181
Accrued rental and service expense	3,278	2,640	279	224
Total other liabilities	195,034	137,821	192,035	135,405

Directors and management's benefits

During the three-month periods ended 31 March 2015 and 2014, the Company and its subsidiary had employee benefit expenses payable to their directors and management as below.

(Unit: Million Baht)

	Consolidated	Separate financial statements	
	financial statements	For the three-month periods	
	For the three-month period ended	ended 31 March	
	31 March	2015	2014
	2015	2015	2014
Short-term employee benefits	8.8	8.8	8.2
Long-term employee benefits	0.6	0.5	(0.7)
Share-based payment transactions (Note 22)	2.4	2.4	2.4
Total directors and management's benefits	11.8	11.7	9.9

The details of the warrants which allocated to the Company's employees are presented in Note 22 to the financial statements.

28. Assets placed with the Registrar

As at 31 March 2015 and 31 December 2014, the following assets have been placed as securities with the Registrar in accordance with the Life Insurance Act.

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	31 March 2015		31 December 2014	
	Cost/		Cost/	
	Amortised cost	Fair value	Amortised cost	Fair value
State enterprise bonds	20,000	20,551	20,000	20,626

29. Assets reserved with the Registrar

As at 31 March 2015 and 31 December 2014, the following assets have been placed as reserves with the Registrar in accordance with the Life Insurance Act.

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	31 March 2015		31 December 2014	
	Cost/		Cost/	
	Amortised cost	Fair value	Amortised cost	Fair value
Government bonds	36,301,825	40,142,530	35,241,617	38,323,342
State enterprise bonds	6,199,206	7,074,383	6,199,138	7,035,686
Total	42,501,031	47,216,913	41,440,755	45,359,028

30. Earnings per share

Basic earnings per share is calculated by dividing profit for the periods attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period. The number of ordinary shares for the prior period is adjusted in proportion to the change in the distribution of the stock dividend in accordance with the resolutions of the Extraordinary Meeting of the Company's shareholders held on 25 September 2014. The number of ordinary shares of the prior period used for the calculation, as presented for comparative purposes, has been adjusted in proportion to the change in the number of shares, as if the shares comprising such stock dividends had been issued at the beginning of the earliest period reported.

(Unaudited but reviewed)

Diluted earnings per share is calculated by dividing profit for the periods attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the periods plus the weighted average number of ordinary shares which would need to be issued to convert all dilutive potential ordinary shares into ordinary shares. The calculation assumes that the conversion took place either at the beginning of the period or on the date the potential ordinary shares were issued.

Basic and diluted earnings per share for the three-month periods ended 31 March 2015 and 2014 are as follows:

	Consolidated financial statements		
	Profits for the period (Thousand Baht)	Weighted average number of shares (Thousand shares)	Earnings per share (Baht)
	2015	2015	2015
Basic earnings per share			
Profits for the period	757,616	1,697,850	0.45
Effect of dilutive potential ordinary shares			
Warrant No. 2	-	3,758	
Diluted earnings per share			
Profits of ordinary shareholders assuming the conversion of warrants to ordinary shares	757,616	1,701,608	0.45

(Unaudited but reviewed)

	Separate financial statements					
	Profits for the periods (Thousand Baht)		Weighted average number of shares		Earnings per share	
			(Thousand shares)		(Baht)	
	2015	2014	2015	2014	2015	2014
		(Restated)		(Restated)		
Basic earnings per share						
Profits for the periods	766,540	1,096,041	1,697,850	1,211,813	0.45	0.65
Effect of stock dividend	-	-	-	482,325		
Effect of dilutive potential						
ordinary shares						
Warrant No. 1	-	-	-	750		
Warrant No. 2	-	-	3,758	556		
Diluted earnings per share						
Profits of ordinary shareholders assuming the conversion of warrants to ordinary shares	766,540	1,096,041	1,701,608	1,213,119	0.45	0.65

31. Commitments

31.1 The Company and its subsidiary have entered into several lease agreements in respect of the lease of office building space, motor vehicles and equipment. The terms of the agreements are generally between 3 and 24 years for leases of building space and are generally between 1 and 5 years for leases of motor vehicles and equipment. Such agreements are non-cancellable.

As at 31 March 2015 and 31 December 2014, future minimum lease payments required under these non-cancellable operating lease contracts were as follows:

(Unit: Million Baht)

	Consolidated and separate financial statements			
	31 March 2015			
	Pay within			
	1 year	1 - 5 years	Over 5 years	Total
Operating lease agreements	75.1	106.5	4.0	185.6
Service agreements	8.9	-	-	8.9
Total	84.0	106.5	4.0	194.5

(Unaudited but reviewed)

(Unit: Million Baht)

	Consolidated and separate financial statements			
	31 December 2014			
	Pay within			
	1 year	1 - 5 years	Over 5 years	Total
Operating lease agreements	74.0	110.0	5.3	189.3
Service agreements	0.4	-	-	0.4
Total	74.4	110.0	5.3	189.7

31.2 As at 31 March 2015 and 31 December 2014, the Company may need to deposit additional amounts in the future under the investment conditions as described in Note 8.3 (a) and Note 8.3 (b) to the financial statements, as summarised below.

(Unit: Thousand Baht)

Payable within	Consolidated and separate financial statements	
	31 March 2015	31 December 2014
1 year	1,140,000	1,140,000
2 - 5 years	950,000	1,010,000

32. Litigation

As at 31 March 2015 and 31 December 2014, the Company has been sued in litigation cases of compensation of claims totaling approximately Baht 53 million and Baht 47 million, respectively, for being the insurer and the cases have yet been finalised. The Company has yet provided for any provision for loss on such cases since there are still uncertainty with respect to the outcome of the cases.

33. Event after the reporting period

On 29 April 2015, the Annual General Meeting of shareholders approved the payment of dividend of Baht 0.46 per share to the Company's shareholders. Such dividend payment was also approved by the Office of Insurance Commission on 24 April 2015.

34. Approval of interim financial statements

These interim financial statements were authorised for issue by the Board of Directors on 8 May 2015.