

AXA INSURANCE PUBLIC COMPANY LIMITED

INTERIM FINANCIAL INFORMATION (UNAUDITED)

30 JUNE 2019



AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of AXA Insurance Public Company Limited

I have reviewed the interim financial information of AXA Insurance Public Company Limited, which comprises the statement of financial position as at 30 June 2019, the statements of comprehensive income for the three-month and six-month period then ended, and the related statements of changes in shareholders' equity, and cash flows for the six-month period then ended, and condensed notes to interim financial information. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

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

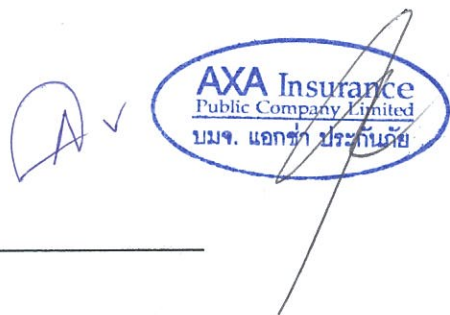
Sakuna Yamsakul
Certified Public Accountant (Thailand) No. 4906
Bangkok
8 August 2019

AXA Insurance Public Company Limited
Statement of Financial Position
As at 30 June 2019

		Unaudited 30 June 2019 Baht	Audited 31 December 2018 Baht
	Notes		
Assets			
Cash and cash equivalents	5	269,215,367	179,233,953
Premium receivable, net	6	290,845,223	414,614,804
Accrued investment income, net		16,280,977	19,771,011
Reinsurance assets, net	7, 19	808,870,193	679,974,920
Amounts due from reinsurance, net	8, 19	174,977,643	104,334,805
Investment assets			
Investment in securities, net	9	3,467,729,109	3,601,123,185
Property and equipment, net	10	33,748,363	40,226,634
Intangible assets, net	11	7,948,057	9,358,593
Deferred acquisition cost		141,457,557	145,742,612
Deferred tax assets, net	12	444,209,573	443,025,812
Other assets	13, 19	101,336,566	80,879,339
Total assets		5,756,618,628	5,718,285,668

Director _____

Date _____



 AXA Insurance
 Public Company Limited
 บมจ. แอ็กซ่า ประกันภัย

AXA Insurance Public Company Limited
Statement of Financial Position (Cont'd)
As at 30 June 2019

		Unaudited 30 June 2019 Baht	Audited 31 December 2018 Baht
	Notes		
Liabilities and equity			
Liabilities			
Insurance liabilities	14	3,227,037,917	3,207,056,146
Due to reinsurers	15, 19	243,332,655	212,731,023
Employee benefit obligations		86,214,677	95,253,921
Accrued expenses		120,735,944	61,026,466
Commission payable		41,575,507	43,731,530
Other liabilities	19	113,924,228	168,623,678
Total liabilities		3,832,820,928	3,788,422,764
Equity			
Share capital	16		
Registered			
36,726,421 ordinary shares			
of par Baht 100 each		<u>3,672,642,100</u>	<u>3,672,642,100</u>
Issued and paid-up			
36,726,421 ordinary shares			
of par Baht 100 each		3,672,642,100	3,672,642,100
Discount on paid-up capital		(1,068,106,516)	(1,068,106,516)
Retained (Deficits) earnings			
Appropriated			
Legal reserve		30,670,999	30,670,999
Unappropriated		(714,798,043)	(697,198,776)
Other components of equity		<u>3,389,160</u>	<u>(8,144,903)</u>
Total equity		1,923,797,700	1,929,862,904
Total liabilities and equity		5,756,618,628	5,718,285,668

A ✓

AXA Insurance
Public Company Limited
บมจ. แอกซ่า ประกันชีวิต

AXA Insurance Public Company Limited
Statement of Comprehensive Income
For the three-month period ended 30 June 2019

		Unaudited 30 June 2019 Baht	Unaudited 30 June 2018 Baht
	Notes		
Revenues			
Gross written premium	19	588,797,661	651,188,513
<u>Less</u> Reinsurance premium ceded	19	(98,125,128)	(110,722,065)
Net written premium		490,672,533	540,466,448
<u>Add</u> Change in unearned premium reserve		48,938,523	125,026,899
Net earned premium		539,611,056	665,493,347
Commission and brokerage fees	19	18,111,381	30,154,118
Net investment income		17,381,228	16,545,576
Gains on investments		6,056	191,295
Other income		912,318	76,884
Total revenues		576,022,039	712,461,220
Expenses			
Losses and loss adjustment expenses	19	484,933,007	640,256,789
<u>Less</u> Claim recovered from reinsurers	19	(192,095,969)	(94,017,436)
Commissions and brokerages expenses	19	84,239,067	107,716,114
Other underwriting expenses	19	103,368,219	92,825,962
Operating expenses	17, 19	95,744,057	82,874,682
Other expenses		(1,525)	1,584,827
Total expenses		576,186,856	831,240,938
Loss before income taxes		(164,817)	(118,779,718)
Income taxes credited		47,144	25,064,696
Loss for the period		(117,673)	(93,715,022)
Other comprehensive income			
Items that will be reclassified subsequently to profit or loss			
Changes in value of available-for-sale investments		10,875,777	(20,024,027)
Realised gain from sale of available-for-sale investments transferred to profit or loss		(6,056)	(191,295)
Income tax relating to items that will be reclassified		(2,173,944)	4,043,064
Total items that will be reclassified subsequently to profit or loss		8,695,777	(16,172,258)
Other comprehensive income (expense) for the period, net of tax		8,695,777	(16,172,258)
Total comprehensive expense for the period		8,578,104	(109,887,280)
Loss per share			
Basic loss per share (Baht)	18	(0.003)	(2.55)

AXA Insurance Public Company Limited
Statement of Comprehensive Income
For the six-month period ended 30 June 2019

		Unaudited 30 June 2019 Baht	Unaudited 30 June 2018 Baht
	Notes		
Revenues			
Gross written premium	19	1,272,333,796	1,461,028,066
<u>Less</u> Reinsurance premium ceded	19	<u>(245,072,270)</u>	<u>(284,482,540)</u>
Net written premium		1,027,261,526	1,176,545,526
<u>Add</u> Change in unearned premium reserve		<u>39,284,264</u>	<u>150,912,688</u>
Net earned premium		1,066,545,790	1,327,458,214
Commission and brokerage fees	19	39,796,425	64,501,811
Net investment income		34,618,354	33,113,128
Gains on investments		176,258	267,607
Other income		<u>2,250,561</u>	<u>442,266</u>
Total revenues		<u>1,143,387,388</u>	<u>1,425,783,026</u>
Expenses			
Losses and loss adjustment expenses	19	891,934,044	1,352,319,496
<u>Less</u> Claim recovered from reinsurers	19	<u>(273,369,675)</u>	<u>(317,541,727)</u>
Commissions and brokerages expenses	19	168,735,830	218,213,305
Other underwriting expenses	19	190,978,478	191,339,461
Operating expenses	17, 19	186,775,257	202,919,318
Other expenses		<u>-</u>	<u>1,644,664</u>
Total expenses		<u>1,165,053,934</u>	<u>1,648,894,517</u>
Loss before income taxes		<u>(21,666,546)</u>	<u>(223,111,491)</u>
Income taxes credited		<u>4,067,279</u>	<u>45,844,979</u>
Loss for the period		<u>(17,599,267)</u>	<u>(177,266,512)</u>
Other comprehensive income			
Items that will be reclassified subsequently to profit or loss			
Changes in value of available-for-sale investments		18,048,043	(14,470,653)
Realised gain from sale of available-for-sale investments transferred to profit or loss		(176,258)	(267,607)
Income tax relating to items that will be reclassified		<u>(3,574,357)</u>	<u>2,947,652</u>
Total items that will be reclassified subsequently to profit or loss		<u>14,297,428</u>	<u>(11,790,608)</u>
Other comprehensive income (expense) for the period, net of tax		<u>14,297,428</u>	<u>(11,790,608)</u>
Total comprehensive expense for the period		<u>(3,301,839)</u>	<u>(189,057,120)</u>
Loss per share			
Basic loss per share (Baht)	18	(0.48)	(4.83)

2019 (Unaudited)

	Other components of equity									
	Other comprehensive income					Unrealised				
	Issued and paid-up share capital	Discount on paid-up capital	Retained earnings	Remeasurements of post-employment benefit obligations	gain(loss) on the change in value of investment	Legal reserve	Unappropriated	Other reserve	Total other component of equity	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
ing balance as at 1 January 2019	3,672,642,100	(1,068,106,516)	30,670,999	5,522,163	(3,841,413)	(697,198,776)	(17,599,267)	(9,825,653)	(8,144,903)	1,929,862,904
or the period	-	-	-	-	-	-	-	-	-	(17,599,267)
r-settled share-based payment	-	-	-	-	-	-	-	-	-	-
-based payment reclassified to liabilities	-	-	-	-	-	-	-	2,498,063	2,498,063	2,498,063
je in value of available-for-sale investment	-	-	-	-	-	-	-	(5,261,428)	(5,261,428)	(5,261,428)
ied gain from sale of available-for-sale	-	-	-	-	14,438,434	-	-	-	14,438,434	14,438,434
stments transferred to profit or loss	-	-	-	-	(141,006)	-	-	-	(141,006)	(141,006)
ng balance as at 30 June 2019	3,672,642,100	(1,068,106,516)	30,670,999	5,522,163	10,456,015	(714,798,043)	-	(12,589,018)	3,389,160	1,923,797,700

2018 (Unaudited)

	Other components of equity									
	Other comprehensive income					Unrealised				
	Issued and paid-up share capital	Discount on paid-up capital	Retained earnings	Remeasurements of post-employment benefit obligations	gain(loss) on the change in value of investment	Legal reserve	Unappropriated	Other reserve	Total other component of equity	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
ing balance as at 1 January 2018	3,672,642,100	(1,068,106,516)	30,670,999	2,268,442	11,934,721	(456,072,945)	(177,266,512)	(11,743,594)	2,459,569	2,181,593,207
or the period	-	-	-	-	-	-	-	-	-	(177,266,512)
r-settled share-based payment	-	-	-	-	-	-	-	-	-	-
-based payment reclassified to liabilities	-	-	-	-	-	-	-	3,510,893	3,510,893	3,510,893
je in value of available-for-sale investment	-	-	-	-	-	-	-	(3,317,985)	(3,317,985)	(3,317,985)
ied gain from sale of available-for-sale	-	-	-	-	(11,576,522)	-	-	-	(11,576,522)	(11,576,522)
stments transferred to profit or loss	-	-	-	-	(214,086)	-	-	-	(214,086)	(214,086)
ng balance as at 30 June 2018	3,672,642,100	(1,068,106,516)	30,670,999	2,268,442	144,113	(633,339,457)	-	(11,550,686)	(9,138,131)	1,992,728,995

AXA Insurance
Public Company Limited
บริษัท อก้า จำกัด

AXA Insurance Public Company Limited
Statement of Cash Flows
For the six-month period ended 30 June 2019

	Unaudited 30 June 2019 Baht	Unaudited 30 June 2018 Baht
Cash flows from operating activities		
Written premium received from direct insurance	1,377,486,285	1,597,089,471
Cash paid for reinsurance	(113,349,515)	(182,848,186)
Interest income received	3,767,206	11,321,170
Investment income received	37,642,364	33,370,514
Other income received	2,224,162	442,265
Losses paid from direct insurance	(778,943,392)	(1,046,908,912)
Commission and brokerage paid from direct insurance	(165,345,886)	(198,234,445)
Other underwriting expenses	(168,648,130)	(189,429,666)
Operating expenses	(244,977,630)	(169,243,956)
Other expenses	-	(55,073)
Income tax paid	(6,762,306)	(8,268,576)
Cash received from investment in securities	698,659,987	470,045,095
Cash paid for investment in securities	(703,645,228)	(426,642,348)
Cash received from investment in deposits at financial Institutions	241,467,017	765,711,955
Cash paid for investment in deposits at financial Institutions	(88,340,841)	(395,825,362)
Net cash received from operating activities	91,234,093	260,523,946
Cash flows from investing activities		
Proceeds from disposal of equipment	27,991	20,561
Purchase of equipment and computer software	(1,280,670)	(5,064,094)
Net cash used in investing activities	(1,252,679)	(5,043,533)
Net increase in cash and cash equivalents	89,981,414	255,480,413
Cash and cash equivalents at beginning of the period	179,233,953	227,257,196
Cash and cash equivalents at end of the period	269,215,367	482,737,609



AXA Insurance
 Public Company Limited
 บมจ. แอกซ่า ประกันภัย

1 General information

AXA Insurance Public Company Limited ("the Company") is a public limited company incorporated and domiciled in Thailand. The address of its registered office is as follows:

23rd Floor, Lumpini Tower, 1168/67 Rama 4 Road, Sathorn, Bangkok.

The principal business operation of the Company is general insurance. The Company operates only in Thailand.

These interim financial information was authorised for issue by the Company's management on 8 August 2019.

This interim financial information has been reviewed, not audited.

2 Accounting policies

2.1 Basis of preparation

The interim financial information has been prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting. The primary financial information (statement of financial position, statement of comprehensive income, statement of changes in shareholders' equity and cash flows) is presented in a format consistent with the annual financial statements complying with Thai Accounting Standard 1 Presentation of Financial Statements. In addition, the interim financial information presentation are based on the formats of 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 non-life insurance company dated on 4 March 2016. The notes to the interim financial information are prepared in a condensed format and additional notes are presented as required by the aforementioned OIC notification.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2018.

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

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2018.

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

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

The block contains a handwritten signature in blue ink and a blue circular official stamp. The stamp contains the text "AXA Insurance Public Company Limited" in English and Thai, followed by "บมจ. แอ็กซา ประกันภัย" (Public Company Limited by Guarantee).

2 Accounting policies (Cont'd)

2.2 Financial reporting standards are effective for annual periods beginning on or after 1 January 2019.

TFRS 2 (revised 2018)	Share-based Payment
TFRS 4 (revised 2018)	Insurance Contracts

TFRS 2 clarifies;

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

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

The management has assessed and considered that the above standards do not have significant impact on the Company.

2.3 Financial reporting standards are effective for annual periods beginning on or after 1 January 2020 which are relevant to the Company. The Company has not yet adopted these revised standards.

2.3.1 Financial instruments

The new financial reporting standards relate to financial instruments are:

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

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

2.3.2 TFRS 16 Leases

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

The Company's management is currently assessing the impacts from these standards.



AXA Insurance Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2019

3 Estimates

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

In preparing this interim financial information, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2018.

4 Fair value

4.1 Fair value estimation

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The following table presents the financial assets that are measured at fair value at 30 June 2019 and 31 December 2018.

30 June 2019 (Unaudited)				
	Level 1 Baht	Level 2 Baht	Level 3 Baht	Total Baht
Asset				
Available-for-sale financial assets				
Government securities	-	2,672,518,930	-	2,672,518,930
Private enterprises securities	-	582,617,977	-	582,617,977
Total assets	-	3,255,136,907	-	3,255,136,907
31 December 2018 (Audited)				
	Level 1 Baht	Level 2 Baht	Level 3 Baht	Total Baht
Asset				
Available-for-sale financial assets				
Government securities	-	2,763,882,832	-	2,763,882,832
Private enterprises securities	-	471,520,459	-	471,520,459
Total assets	-	3,235,403,291	-	3,235,403,291

There were no transfers between Levels 1 and 2 during the period/year.

There were no change in valuation techniques during the period/year.

4.2 Valuation techniques used to derive level 2 fair value

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

AXA Insurance
Public Company Limited
บริษัท อก้าประกันภัย จำกัด

AXA Insurance Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2019

5 Cash and cash equivalents

	Unaudited 30 June 2019 Baht	Audited 31 December 2018 Baht
Cash on hand	351,086	351,086
Cheque on hand	22,137	30,119
Bank deposits held at call	268,739,155	121,769,147
Short-term investment	102,989	57,083,601
Total cash and cash equivalents	<u>269,215,367</u>	<u>179,233,953</u>

6 Premium receivable, net

The balances of premium receivable were aged as follows:

	From direct channel	
	Unaudited 30 June 2019 Baht	Audited 31 December 2018 Baht
Undue	185,928,138	362,444,937
Less than 30 days	54,749,112	22,338,509
30 - 60 days	9,302,579	9,349,462
60 - 90 days	1,999,702	5,024,623
90 days - 1 year	38,895,826	17,376,296
More than 1 year	13,368,279	10,414,975
Total premium receivable	304,243,636	426,948,802
<u>Less</u> Allowance for doubtful accounts	<u>(13,398,413)</u>	<u>(12,333,998)</u>
Premium receivable, net	<u>290,845,223</u>	<u>414,614,804</u>

7 Reinsurance assets, net

	Unaudited 30 June 2019 Baht	Audited 31 December 2018 Baht
Reinsurance recoveries on technical reserve (Note 14)		
Claim reserve	665,340,514	540,956,753
Premium reserve		
- Unearned premium reserve (UPR)	143,529,679	139,018,167
Reinsurance assets, net	<u>808,870,193</u>	<u>679,974,920</u>



AXA Insurance
 Public Company Limited
 บมจ. แอกซ่า ประกันภัย

AXA Insurance Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2019

8 Amounts due from reinsurance, net

	Unaudited 30 June 2019 Baht	Audited 31 December 2018 Baht
Reinsurance premium receivable	175,119,802	104,447,200
<u>Less</u> Allowance for doubtful account	(142,159)	(112,395)
Amounts due from reinsurance, net	<u>174,977,643</u>	<u>104,334,805</u>

9 Investment in securities, net

Investment in securities as at 30 June 2019 and 31 December 2018 are as follows:

	Unaudited 30 June 2019		Audited 31 December 2018	
	Cost / Amortise cost Baht	Fair value Baht	Cost / Amortise cost Baht	Fair value Baht
<u>Available-for-sale investments</u>				
Government securities	2,663,350,276	2,672,518,930	2,767,845,850	2,763,882,832
Private enterprises securities	578,716,592	582,617,977	472,359,848	471,520,459
Total	3,242,066,868	3,255,136,907	3,240,205,698	3,235,403,291
<u>Add / (less)</u> Unrealised gains (losses)	13,070,039	-	(4,802,407)	-
Total available-for-sale Investments	<u>3,255,136,907</u>	<u>3,255,136,907</u>	<u>3,235,403,291</u>	<u>3,235,403,291</u>
<u>Held-to-maturity investments</u>				
Private enterprises securities	17,519,400		17,519,400	
Deposits at financial Institutions with maturity over 3 months from the acquisition	212,310,385		365,438,077	
Total	229,829,785		382,957,477	
<u>Less</u> Impairment charge	(17,519,400)		(17,519,400)	
Total held-to-maturity investments	<u>212,310,385</u>		<u>365,438,077</u>	
<u>General investments</u>				
Non-marketable equity securities	891,069		891,069	
<u>Less</u> Impairment charge	(609,252)		(609,252)	
Total general investments	<u>281,817</u>		<u>281,817</u>	
Total investment in securities	<u>3,467,729,109</u>		<u>3,601,123,185</u>	

As at 30 June 2019, the deposits at financial institutions with maturity over 3 months from issuance at par value amounting to Baht 1,080,113 were placed as bail bonds (31 December 2018: Baht 1,068,477).


AXA Insurance
 Public Company Limited
 บมจ. แอกซ่า ประกันภัย

9 Investment in securities, net (Cont'd)

For the three-month periods ended 30 June 2019 and 2018, the Company has revenues relating to investment as follows:

- Interest income from available-for-sale investments with amounting to Baht 16.8 million (2018: Baht 12.6 million).
- Interest income from held-to-maturity investments with amounting to Baht 1.1 million (2018: Baht 4.2 million).
- Amount received from selling available-for-sale investments with totaling amounting to Baht 701.7 million (2018: Baht 441.3 million) and gain from selling available-for-sale investments with totaling amounting to 0.006 million Baht (2018: Baht 0.1 million).

For the six-month periods ended 30 June 2019 and 2018, the Company has revenues relating to investment as follows:

- Interest income from available-for-sale investments with amounting to Baht 33.2 million (2018: Baht 25 million).
- Interest income from held-to-maturity investments with amounting to Baht 2.4 million (2018: Baht 8.9 million).
- Amount received from selling available-for-sale investments with totaling amounting to Baht 1,694 million (2018: Baht 828.9 million) and gain from selling available-for-sale investments with totaling amounting to Baht 0.2 million (2018: Baht 0.3 million).

KA Insurance Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
for the six-month period ended 30 June 2019

) Property and equipment, net

	30 June 2019 (Unaudited)									
	Cost				Accumulated depreciation					
	For the six-month period				For the six-month period					
	Opening Baht	Addition/ Transfer Baht	Disposal/ Transfer out/ Write off Baht	Ending Baht	Opening Baht	Depreciation Baht	Disposal/ Transfer out/ Write off Baht	Ending Baht	Net property and equipment Baht	
Condo - office	54,347,560	-	-	54,347,560	(34,125,132)	-	-	(34,125,132)	20,222,428	
Office furniture and equipment	213,414,017	90,649	(638,769)	212,865,897	(196,469,325)	(6,095,013)	637,177	(201,927,161)	10,938,736	
Motor vehicles	5,441,299	-	-	5,441,299	(2,381,785)	(472,315)	-	(2,854,100)	2,587,199	
Total	273,202,876	90,649	(638,769)	272,654,756	(232,976,242)	(6,567,328)	637,177	(238,906,393)	33,748,363	

	31 December 2018 (Audited)								
	Cost			Accumulated depreciation					
	For the year			For the year				Net property and equipment Baht	
	Opening Baht	Addition/ Transfer Baht	Disposal/ Transfer out/ Write off Baht	Ending Baht	Opening Baht	Depreciation Baht	Disposal/ Transfer out/ Write off Baht		Ending Baht
Condo - office	54,347,560	-	-	54,347,560	(34,125,132)	-	-	(34,125,132)	20,222,428
Office furniture and equipment	229,369,428	998,782	(16,954,193)	213,414,017	(191,689,212)	(18,498,764)	13,718,651	(196,469,325)	16,944,692
Motor vehicles	5,367,000	74,299	-	5,441,299	(1,434,577)	(947,208)	-	(2,381,785)	3,059,514
Assets under installation	182,000	-	(182,000)	-	-	-	-	-	-
Total	289,265,988	1,073,081	(17,136,193)	273,202,876	(227,248,921)	(19,445,972)	13,718,651	(232,976,242)	40,226,634



 Public Insurance
 Public Company Limited
 บมจ. แอชัวรันซ์ ปับลิค

XA Insurance Public Company Limited

Intangible assets, net

	30 June 2019 (Unaudited)								
	Cost			Accumulated depreciation					
	For the six-month period			For the six-month period					
	Opening Baht	Addition/ Transfer Baht	Disposal/ Transfer out/ Write off Baht	Ending Baht	Opening Baht	Depreciation Baht	Disposal/ Transfer out/ Write off Baht	Ending Baht	Net property and equipment Baht
Computer software Assets under installation	117,043,747	468,974	-	117,512,721	(108,125,328)	(2,600,557)	-	(110,725,885)	6,786,836
	440,174	1,161,221	(440,174)	1,161,221	-	-	-	-	1,161,221
Total	117,483,921	1,630,195	(440,174)	118,673,942	(108,125,328)	(2,600,557)	-	(110,725,885)	7,948,057
	31 December 2018 (Audited)								
	Cost			Accumulated depreciation					
	For the year			For the year					
	Opening Baht	Addition/ Transfer Baht	Disposal/ Transfer out/ Write off Baht	Ending Baht	Opening Baht	Depreciation Baht	Disposal/ Transfer out/ Write off Baht	Ending Baht	Net property and equipment Baht
Computer software Assets under installation	112,275,864	4,767,883	-	117,043,747	(102,382,122)	(5,743,206)	-	(108,125,328)	8,918,419
	6,499,999	440,174	(6,499,999)	440,174	-	-	-	-	440,174
Total	118,775,863	5,208,057	(6,499,999)	117,483,921	(102,382,122)	(5,743,206)	-	(108,125,328)	9,358,593

AXA Insurance
Public Company Limited
นาย. เอกคำ ประกันภัย

AXA Insurance Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2019

12 Deferred income tax

Deferred tax assets and liabilities presented in statements of financial position and changes in deferred tax for the six-month period ended 30 June 2019 arises from the following items:

	Audited 31 December 2018 Baht	Transaction in profit or loss Baht	Transaction in other comprehensive income Baht	Transaction in other reserve Baht	Unaudited 30 June 2019 Baht
Deferred tax assets					
- Allowance for doubtful accounts	2,489,279	218,835	-	-	2,708,114
- Unearned premium reserve	62,973,247	1,496,933	-	-	64,470,180
- Loss reserve and outstanding claims	266,197,083	(13,925,847)	-	-	252,271,236
- Provision for impairment of investments	3,625,731	-	-	-	3,625,731
- Depreciation for computers	2,546,117	(482,764)	-	-	2,063,353
- Provision for retirement benefits	7,023,438	427,431	-	-	7,450,869
- Accrued expenses	3,462,861	514,188	-	690,839	4,667,888
- Unrealised losses on investments	960,354	-	(960,354)	-	-
- Loss carry forward	130,693,851	15,818,503	-	-	146,512,354
	<u>479,971,961</u>	<u>4,067,279</u>	<u>(960,354)</u>	<u>690,839</u>	<u>483,769,725</u>
Deferred tax liabilities					
- Deferred acquisition cost	36,946,149	-	-	-	36,946,149
- Unrealised gains on Investments	-	-	2,614,003	-	2,614,003
	<u>36,946,149</u>	<u>-</u>	<u>2,614,003</u>	<u>-</u>	<u>39,560,152</u>
Deferred income tax, net	<u>443,025,812</u>				<u>444,209,573</u>

Deferred income tax assets are recognised for tax loss and carry forwards only to the extent that realisation of the related tax benefit through the future taxable profits is probable. As at 30 June 2019, the Company did not recognise deferred income tax assets of Baht 28.2 million (31 December 2018: Baht 28.2 million) in respect of loss amounting to Baht 141.1 million (31 December 2018: Baht 141.1 million) that can be carried forward against future taxable income. Loss amounting to Baht 141.1 million expires in 2019.

13 Other assets

	Unaudited 30 June 2019 Baht	Audited 31 December 2018 Baht
Income tax receivable and undue valued added tax	62,175,700	48,089,102
Prepaid expenses and refundable deposits	16,169,739	18,973,148
Reserve withheld for claims	6,182,033	2,832,104
Amount due from related companies (Note 19)	969,157	2,184,754
Others	15,839,937	8,800,231
Total other assets	<u>101,336,566</u>	<u>80,879,339</u>

Reserve withheld for claims is cash withheld from premiums received on Thai Rice Insurance Scheme which is the Government's Scheme co-operating with Thai General Insurance Association for payments for losses and other expenses which the Company will receive this cash when the coverage period in the insurance contracts is over.

AXA Insurance Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2019

14 Insurance liabilities

	Unaudited 30 June 2019			Audited 31 December 2018		
	Insurance liabilities Baht	Liabilities recovered from reinsurance Baht	Net Baht	Insurance liabilities Baht	Liabilities recovered from reinsurance Baht	Net Baht
Claims reserve						
- Reported claim	1,233,746,057	(480,946,840)	752,799,217	1,182,867,371	(332,216,626)	850,650,745
- Claim incurred but not reported	692,950,635	(184,393,674)	508,556,961	689,074,798	(208,740,127)	480,334,671
Total claims reserve	1,926,696,692	(665,340,514)	1,261,356,178	1,871,942,169	(540,956,753)	1,330,985,416
Premium reserve						
- Unearned premium reserve (UPR)	1,300,341,225	(143,529,679)	1,156,811,546	1,335,113,977	(139,018,167)	1,196,095,810
Total	3,227,037,917	(808,870,193)	2,418,167,724	3,207,056,146	(679,974,920)	2,527,081,226

14.1 Insurance reserve for short-term insurance contract

14.1.1 Claims reserve

	Unaudited 30 June 2019 Baht	Audited 31 December 2018 Baht
Beginning balance	1,871,942,169	1,739,853,184
Claims incurred during the period/year	856,981,248	1,971,127,050
Changes in claims reserve and assumptions method on claims reserve	9,997,060	243,738,040
Claims paid during the period/year	(812,223,785)	(2,082,776,105)
Closing balance	1,926,696,692	1,871,942,169

14.1.2 Unearned premium reserve

	Unaudited 30 June 2019 Baht	Audited 31 December 2018 Baht
Beginning balance	1,335,113,977	1,714,270,215
Premium written for the period/year	1,272,333,796	2,777,239,700
Premium earned for the period/year	(1,307,106,548)	(3,156,395,938)
Closing balance	1,300,341,225	1,335,113,977

15 Due to reinsurers

	Unaudited 30 June 2019 Baht	Audited 31 December 2018 Baht
Reinsurance premium payable	129,122,181	99,544,559
Fund withheld from reinsurance	95,345,892	110,332,934
Reinsurance payable - others	18,864,582	2,853,530
Total due to reinsurers	243,332,655	212,731,023

AXA Insurance Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2019

16 Share capital

For the six-month period ended 30 June 2019 and for the year ended 31 December 2018.

	Number of Ordinary shares Shares	Ordinary Shares Baht	Share discount Baht	Total Baht
At 1 January 2018	36,726,421	3,672,642,100	(1,068,106,516)	2,604,535,584
Issue of shares	-	-	-	-
At 31 December 2018	36,726,421	3,672,642,100	(1,068,106,516)	2,604,535,584
At 1 January 2019	36,726,421	3,672,642,100	(1,068,106,516)	2,604,535,584
Issue of shares	-	-	-	-
At 30 June 2019	36,726,421	3,672,642,100	(1,068,106,516)	2,604,535,584

17 Operating expenses

	For the three-month period ended	
	Unaudited 30 June 2019 Baht	Unaudited 30 June 2018 Baht
Employee expenses not relating to underwriting and claim expenses	42,617,414	39,770,659
Property and equipment expenses not relating to underwriting expenses	25,138,763	22,546,285
Tax expenses	204,774	185,534
(Reversal of)Bad debt and doubtful accounts	1,645,344	(548,896)
Other operating expenses	26,137,762	20,921,100
Total operating expenses	95,744,057	82,874,682

	For the six-month period ended	
	Unaudited 30 June 2019 Baht	Unaudited 30 June 2018 Baht
Employee expenses not relating to underwriting and claim expenses	86,189,125	91,396,065
Property and equipment expenses not relating to underwriting expenses	44,248,108	53,096,415
Tax expenses	403,605	380,560
Bad debt and doubtful accounts	1,094,179	1,226,209
Other operating expenses	54,840,240	56,820,069
Total operating expenses	186,775,257	202,919,318

AXA Insurance Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2019

18 Basic loss per share

Basic loss per share is calculated by dividing the net loss for the period attributable to ordinary shareholders by the weighted average number of ordinary shares in issue during the period.

	For the three-month period ended	
	Unaudited 30 June 2019	Unaudited 30 June 2018
Net loss for the period attributable to ordinary shareholders (Baht)	(117,673)	(93,715,022)
Weighted average number of ordinary shares in issue during the period (Shares)	36,726,421	36,726,421
Basic loss per share (Baht)	(0.003)	(2.55)
	For the six-month period ended	
	Unaudited 30 June 2019	Unaudited 30 June 2018
Net loss for the period attributable to ordinary shareholders (Baht)	(17,599,267)	(177,266,512)
Weighted average number of ordinary shares in issue during the period (Shares)	36,726,421	36,726,421
Basic loss per share (Baht)	(0.48)	(4.83)

There are no potential dilutive ordinary shares in issue for the six-month periods ended 30 June 2019 and 2018.

19 Related parties 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 Company is a subsidiary company of AXA SA whose incorporated and domiciled in France.



AXA Insurance Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2019

19 Related parties transactions (Cont'd)

The Company had the significant transactions with entities under the same group as follows:

	For the three-month period ended	
	Unaudited 30 June 2019 Baht	Unaudited 30 June 2018 Baht
Statement of comprehensive income		
Revenues		
Gross written premium	70,912,258	86,589,079
Reinsurance premium ceded	(80,238,141)	(101,017,538)
Commission and brokerage fees	9,975,261	16,700,037
Expenses		
Losses and loss adjustment expenses	8,558,266	1,561,560
Claim recovered from reinsurers	(108,798,241)	57,929,915
Commission and brokerage expenses	11,337,226	14,663,964
Other underwriting expenses	2,183,263	-
Operating expenses		
Other expenses recoveries	(5,367,697)	(2,396,439)
Management and service fees	20,325,544	15,443,828
For the six-month period ended		
	Unaudited 30 June 2019 Baht	Unaudited 30 June 2018 Baht
Statement of comprehensive income		
Revenues		
Gross written premium	157,436,226	191,114,095
Reinsurance premium ceded	(194,943,158)	(234,683,730)
Commission and brokerage fees	26,977,454	39,487,613
Expenses		
Losses and loss adjustment expenses	10,119,826	3,123,121
Claim recovered from reinsurers	(213,700,747)	(117,132,276)
Commission and brokerage expenses	25,171,463	30,803,285
Other underwriting expenses	2,372,653	1,079,865
Operating expenses		
Other expenses recoveries	(6,175,500)	(4,361,178)
Management and service fees	40,415,759	39,168,619

AXA Insurance Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2019

19 Related parties transactions (Cont'd)

Outstanding balances are as follows:

	Unaudited 30 June 2019 Baht	Audited 31 December 2018 Baht
Statement of financial position		
Assets		
Reinsurance assets, net	413,209,528	282,776,343
Amount due from reinsurance, net	140,567,330	61,992,356
Other assets		
Amount due from related companies	969,157	2,184,754
Liabilities		
Due to reinsurers	110,470,041	79,689,121
Other liabilities	16,061,959	55,946,280

Key management compensation

The compensation paid or payable to key management for employee service for the three-month and six-month periods ended 30 June 2019 and 2018 are shown below:

	For the three-month period ended	
	Unaudited 30 June 2019 Baht	Unaudited 30 June 2018 Baht
Short-term employee benefits	16,470,020	16,816,485
Post-employee benefits	254,311	267,375
Total	16,724,331	17,083,860
	For the six-month period ended	
	Unaudited 30 June 2019 Baht	Unaudited 30 June 2018 Baht
Short-term employee benefits	36,359,658	34,234,162
Post-employment benefits	508,622	534,750
Total	36,868,280	34,768,912

20 Deposits with Registrar

In compliance with the Non-Life Insurance Act (No. 2) B.E. 2551, government bonds amounting to Baht 330,000,000 (31 December 2018: Baht 330,000,000) have been placed at the Office of Insurance Commission.

The image shows a handwritten signature in blue ink over a blue circular stamp. The stamp contains the text "AXA Insurance Public Company Limited" and Thai text "นาง. แอฉรา ประทีป" (Ms. Aechra Prateep).

AXA Insurance Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2019

21 Contribution to Non-life guarantee fund

In compliance with the Non-Life Insurance Act (No. 2) B.E. 2551, For the three-month periods ended 30 June 2019 and 30 June 2018 the Company contributes to Non-life guarantee fund amounting to 1,453,112 Baht (2018: 1,529,036 Baht).

In compliance with the Non-Life Insurance Act (No. 2) B.E. 2551, For the six-month periods ended 30 June 2019 and 30 June 2018 the Company contributes to Non-life guarantee fund amounting to 3,136,953 Baht (2018: 3,489,771 Baht).

22 Operating lease commitments

The future minimum lease payments under operating leases are as follows:

	Unaudited 30 June 2019 Baht	Audited 31 December 2018 Baht
Not later than 1 year	17,462,425	17,123,938
Later than 1 year but not later than 5 years	10,729,104	12,157,887
More than 5 years	-	-
Total operating lease commitments	28,191,529	29,281,825