



**Disclosure Form (Attached to the OIC Commissioner Order No.71/2563)
Information Disclosure of Life Insurance Companies**

Part 1: To certify correctness of disclosure

The Company has reviewed the information disclosure with caution and certifies that it is complete, true, and not misleading or lack of significant information. The Company certifies the correctness of all information disclosure.

Signature.....

Name.....Nikhil Ashvani Advani.....

Position.....Chief Executive Officer.....

Disclosure on...30...May...2024.....

Information for the Quarter..1..Year 2024.....



Capital Adequacy

The Company monitors the solvency capital in compliance with the requirements from the OIC.

Thailand has implemented RBC regulation since September 2011. In December 2019 the RBC regulation was updated with the implementation of RBC II, which updates and enhances the capital standards to be more comprehensive.

The key metric used by the regulator is the Capital Adequacy Ratio ("CAR"), defined as Total Capital Available ("TCA") divided by Total Capital Required ("TCR"), which needs to remain above the supervisory CAR to maintain financial strength and avoid potential regulatory intervention.

The Company holds additional capital in excess of the TCR to comply with its internal capital requirements. This ensures that the Company's CAR will remain higher than 140% even after a shock that is expected to occur once in 10 years.

The table below illustrates that throughout the year, the Company has a strong capital position that is significantly above the supervisory CAR of 140%.

Unit: Million Baht

Description	Quarter 1		Quarter 2		Quarter 3	
	2024	2023	2024	2023	2024	2023
Common Equity Tier 1 Ratio (%)	404	404	XXX	384	XXX	362
Tier 1 Ratio (%)	404	404	XXX	384	XXX	362
Capital Adequacy Ratio (%)	404	404	XXX	384	XXX	362
Total Capital Available	170,679	170,827	XXX	166,541	XXX	157,140
Total Capital Required	42,216	42,246	XXX	43,407	XXX	43,402

Remarks:

- According to the OIC's RBC capital valuation of Life Insurance Companies, the Registrar may determine the necessary procedures to manage companies with a CAR below the supervisory CAR.
- The above items use a Fair Value approach according to the OIC's Notification on the Valuation of Assets and Liabilities of Life Insurance Companies and RBC capital is valued according to the OIC's Notification on the Valuation of Assets and Liabilities of Life Insurance Companies.
- Quarter 2 is 6-month accumulated operating results and Quarter 3 is 9-month accumulated operating results.

AIA COMPANY LIMITED

INTERIM FINANCIAL INFORMATION (UNAUDITED)

31 MARCH 2024



AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Executive Committee of AIA Company Limited

I have reviewed the interim financial information of AIA Company Limited which comprises the statement of financial position as at 31 March 2024, the related statements of comprehensive income, for the three-month period then ended, changes in Head Office's equity, and cash flows for the three-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

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

Conclusion

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

PricewaterhouseCoopers ABAS Ltd.

A handwritten signature in black ink, appearing to read "Paiboon Tunkoon", with a horizontal line underneath.

Paiboon Tunkoon
Certified Public Accountant (Thailand) No. 4298
Bangkok
13 May 2024

AIA Company Limited
Statement of Financial Position
As at 31 March 2024

		(Unaudited) 31 March 2024 Baht	(Audited) 31 December 2023 Baht
	Notes		
Assets			
Cash and cash equivalents	5	9,884,635,898	17,364,823,430
Premium receivables	6	8,958,255,007	7,578,663,058
Accrued income on investments		7,588,379,056	3,535,442,356
Reinsurance assets	7, 19, 26	385,496,921	470,102,101
Amount due from reinsurance	8, 26	5,746,609	4,126,016
Deferred acquisition costs	9	84,794,126,005	83,378,284,826
Derivative assets	10	8,111,843,358	6,682,979,180
Invested assets			
Investment in securities	11, 26	763,190,001,383	751,334,939,998
Loans and accrued interest receivables	13	35,979,519,276	35,249,114,148
Investment property	14	27,002,833,251	26,894,190,720
Investment in associates	12, 26	171,500,000	171,500,000
Assets held to cover linked liabilities	15	78,034,534,101	73,921,113,633
Property, plant and equipment	16	1,322,924,913	1,339,299,368
Intangible assets	17	4,115,781,568	4,114,622,422
Other assets	18, 26	11,445,360,655	14,263,871,585
Total assets		1,040,990,938,001	1,026,303,072,841

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Date _____

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

AIA Company Limited
Statement of Financial Position (Cont'd)
As at 31 March 2024

		(Unaudited) 31 March 2024 Baht	(Audited) 31 December 2023 Baht
	Notes		
Liabilities and Head Office's Equity			
Liabilities			
Insurance liabilities	19	775,889,166,710	765,526,606,239
Amount due to reinsurance	20, 26	838,626,386	749,858,103
Derivative liabilities	10	12,707,449,096	9,105,472,926
Income tax payable		2,648,119,853	1,829,423,664
Provisions for employee benefits		3,960,693,764	4,476,585,136
Deferred tax liabilities		23,599,604,573	22,304,889,154
Other liabilities	21, 26	26,228,810,432	35,769,795,411
Total liabilities		845,872,470,814	839,762,630,633
Head Office's Equity			
Remeasurements of investments measured at fair value through other comprehensive income, net of tax		27,101,683,153	23,026,131,738
Remeasurements of derivative instruments used in cash flow hedge, net of tax		3,419,682,488	1,882,585,732
Remeasurements of deferred cost of hedge, net of tax		(1,236,796,649)	(1,054,658,819)
Remeasurements of post-employment benefit obligations, net of tax		(1,436,916,398)	(1,431,881,794)
Gains on land and building revaluation, net of tax		1,527,494,308	1,527,494,308
Other reserve		140,215,295	124,725,809
Branch's retained earnings Unappropriated		165,603,104,990	162,466,045,234
Total Head Office's Equity		195,118,467,187	186,540,442,208
Total liabilities and Head Office's Equity		1,040,990,938,001	1,026,303,072,841

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

AIA Company Limited
Statement of Comprehensive Income (Unaudited)
For the three-month period ended 31 March 2024

	Notes	2024 Baht	2023 Baht
Revenues			
Gross written premiums		35,940,966,805	33,463,576,843
<u>Less</u> premiums ceded to reinsurers	26	(4,539,249,641)	(3,470,582,975)
Net written premiums		31,401,717,164	29,992,993,868
<u>Less</u> net change in unearned premium reserve		(696,999,657)	(394,480,951)
Net earned premiums		30,704,717,507	29,598,512,917
Fee and commission income	26	211,408,491	188,684,606
Net investment income	26	6,933,161,230	6,590,480,530
Gains (losses) on investment	11	(1,192,607,034)	893,006,176
Fair value gains (losses)		1,826,356,930	(74,312,694)
Other income	26	92,381,060	47,363,162
Total revenues		38,575,418,184	37,243,734,697
Expenses			
Change in long-term technical reserves		5,637,777,161	(5,195,486,082)
Gross benefits and claim paid	22	22,627,937,266	30,969,669,996
<u>Less</u> benefits and claim paid recovered from reinsurers	26	(3,424,757,209)	(2,628,535,697)
Net benefits and claim paid		19,203,180,057	28,341,134,299
Commissions and brokerages		2,541,980,012	2,437,010,810
Other underwriting expenses		4,710,761,953	4,398,889,068
Operating expenses	23, 26	2,338,345,109	2,179,881,208
Finance cost	21, 26	4,736,407	4,581,636
(Reversal of) expected credit loss	24	211,265,521	(130,060,175)
Total expenses		34,648,046,220	32,035,950,764
Profit before income tax		3,927,371,964	5,207,783,933
Income tax expenses	25	790,312,208	1,052,708,672
Net profit for the period		3,137,059,756	4,155,075,261

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

AIA Company Limited
Statement of Comprehensive Income (Unaudited) (Cont'd)
For the three-month period ended 31 March 2024

	2024	2023
	Baht	Baht
Other comprehensive income (loss)		
<u>Items that will not be reclassified subsequently to profit or loss</u>		
Remeasurements of post-employment benefit obligations	(6,293,255)	-
Income tax on items that will not be reclassified subsequently to profit or loss	1,258,651	-
Total items that will not be reclassified subsequently to profit or loss	(5,034,604)	-
<u>Items that will be reclassified subsequently to profit or loss</u>		
Gains on remeasuring investments measured at fair value through other comprehensive income	4,114,498,328	13,022,641,548
Gains on remeasuring derivative instruments used in cash flow hedge	1,921,370,945	169,770,291
Losses on remeasuring deferred cost of hedge	(227,672,288)	(119,541,580)
Items in other comprehensive income transferred to profit or loss	979,940,941	(790,433,385)
Income tax relating to items that will be reclassified subsequently to profit or loss	(1,357,627,585)	(2,456,487,375)
Total items that will be reclassified subsequently to profit or loss	5,430,510,341	9,825,949,499
Other comprehensive income for the period, net of tax	5,425,475,737	9,825,949,499
Total comprehensive income for the period	8,562,535,493	13,981,024,760

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

AIA Company Limited
Statement of Changes in Head Office's Equity (Unaudited)
For the three-month period ended 31 March 2024

	Remeasurements of investments measured at fair value through other comprehensive income, net of tax Baht	Remeasurements of derivative instruments used in cash flow hedge, net of tax Baht	Remeasurements of deferred cost of hedge, net of tax Baht	Remeasurements of post-employment benefit obligations, net of tax Baht	Gains on land and building revaluation, net of tax Baht	Other reserve Baht	Unappropriated Branch's retained earnings Baht	Total Head Office's Equity Baht
Beginning balance as at 1 January 2024	23,026,131,738	1,882,585,732	(1,054,658,819)	(1,431,881,794)	1,527,494,308	124,725,809	162,466,045,234	186,540,442,208
Employee benefits on share-based payment	-	-	-	-	-	15,489,486	-	15,489,486
Net profit for the period	-	-	-	-	-	-	3,137,059,756	3,137,059,756
Remeasurements of post-employment benefit obligations	-	-	-	(5,034,604)	-	-	-	(5,034,604)
Gains on remeasuring investments measured at fair value through other comprehensive income	3,291,598,662	-	-	-	-	-	-	3,291,598,662
Gains on remeasuring derivative instruments used in cash flow hedge	-	1,537,096,756	-	-	-	-	-	1,537,096,756
Losses on remeasuring deferred cost of hedge	-	-	(182,137,830)	-	-	-	-	(182,137,830)
Items in other comprehensive income transferred to profit or loss	783,952,753	-	-	-	-	-	-	783,952,753
Ending balance as at 31 March 2024	<u>27,101,683,153</u>	<u>3,419,682,488</u>	<u>(1,236,796,649)</u>	<u>(1,436,916,398)</u>	<u>1,527,494,308</u>	<u>140,215,295</u>	<u>165,603,104,990</u>	<u>195,118,467,187</u>
Beginning balance as at 1 January 2023 after adjustment	25,650,652,850	1,616,241,795	(352,329,395)	(1,271,256,784)	1,432,367,278	115,902,803	168,300,187,959	195,491,766,506
Employee benefits on share-based payment	-	-	-	-	-	16,525,684	-	16,525,684
Net profit for the period	-	-	-	-	-	-	4,155,075,261	4,155,075,261
Gains on remeasuring investments measured at fair value through other comprehensive income	10,418,113,238	-	-	-	-	-	-	10,418,113,238
Gains on remeasuring derivative instruments used in cash flow hedge	-	135,816,233	-	-	-	-	-	135,816,233
Losses on remeasuring deferred cost of hedge	-	-	(95,633,264)	-	-	-	-	(95,633,264)
Items in other comprehensive income transferred to profit or loss	(632,346,708)	-	-	-	-	-	-	(632,346,708)
Ending balance as at 31 March 2023	<u>35,436,419,380</u>	<u>1,752,058,028</u>	<u>(447,962,659)</u>	<u>(1,271,256,784)</u>	<u>1,432,367,278</u>	<u>132,428,487</u>	<u>172,455,263,220</u>	<u>209,489,316,950</u>

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

AIA Company Limited
Statement of Cash Flows (Unaudited)
For the three-month period ended 31 March 2024

		2024	2023
	Notes	Baht	Baht
Cash flows provided by (used in) operating activities			
Written premium received from direct insurance		35,799,641,663	34,006,377,237
Fee income		117,866,581	101,130,670
Cash paid for reinsurance		(894,912,459)	(630,991,084)
Interest income		3,286,137,523	3,070,746,614
Dividend income		34,653,061	71,678,637
Investment expenses		(741,967,001)	(712,921,126)
Cash received (paid) from settlement of derivatives		(344,745,364)	57,466,407
Rental income		280,257,214	255,286,216
Other income		93,293,201	72,525,016
Gross benefits and claim paid from direct insurance		(22,360,443,023)	(33,693,350,420)
Commissions and brokerages from direct insurance		(3,328,734,349)	(3,295,244,121)
Other underwriting expenses		(9,369,091,435)	(8,273,315,262)
Operating expenses		(2,144,646,645)	(2,897,440,925)
Income tax expense		(33,269,535)	(30,432,572)
Cash received from investment in securities		21,710,716,211	34,551,537,477
Cash paid for investment in securities		(26,542,007,682)	(24,967,736,914)
Cash paid for investment property	14	(108,642,531)	(117,014,877)
Cash received from loans repayment		1,277,185,076	1,351,831,538
Cash paid for loans drawdown		(1,942,480,418)	(1,718,538,827)
Cash received from assets held to cover linked liabilities		5,547,208,966	3,946,167,148
Cash paid for assets held to cover linked liabilities		(7,569,313,213)	(5,982,949,483)
Net cash used in operating activities		(7,233,294,159)	(4,835,188,651)
Cash flows provided by (used in) investing activities			
<u>Cash flows provided by:</u>			
Properties and equipment		-	261,265,141
Net cash provided by investing activities		-	261,265,141
<u>Cash flows used in:</u>			
Properties and equipment	16	(20,821,471)	(7,014,301)
Intangible assets		(201,358,101)	(254,051,258)
Net cash used in investing activities		(222,179,572)	(261,065,559)
Net cash provided by (used in) investing activities		(222,179,572)	199,582

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

AIA Company Limited
Statement of Cash Flows (Unaudited) (Cont'd)
For the three-month period ended 31 March 2024

	2024	2023
	Baht	Baht
Cash flows used in financing activities		
<u>Cash flows used in:</u>		
Lease liabilities	(24,713,801)	(37,684,140)
Finance cost	-	(720,740)
	<u>(24,713,801)</u>	<u>(38,404,880)</u>
Net cash used in financing activities	<u>(24,713,801)</u>	<u>(38,404,880)</u>
Net cash used in financing activities	<u>(24,713,801)</u>	<u>(38,404,880)</u>
Net decrease in cash and cash equivalents	(7,480,187,532)	(4,873,393,949)
Cash and cash equivalents at beginning of period	<u>17,364,823,430</u>	<u>7,431,273,132</u>
Cash and cash equivalents at end of period	<u><u>9,884,635,898</u></u>	<u><u>2,557,879,183</u></u>

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

1. General information

AIA Company Limited (“the Branch”) is a branch in Thailand of AIA Company Limited (“AIA”) whose ultimate holding company is AIA Group Limited (“AIA Group”), a company incorporated in Hong Kong and listed on the Stock Exchange of Hong Kong Limited.

The Branch received its life insurance license under the laws of Thailand on 1 October 1938. The address of the Branch’s registered office is as follows:

181 Surawongse Road, Bangrak, Bangkok 10500.

The principal business operations of the Branch are to provide life insurance, personal accident and health insurance.

This interim financial information has been approved by the Branch’s management on 13 May 2024.

This interim financial information has been reviewed, not audited.

2. Significant 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 Head Office’s equity and statement of cash flows) is presented in a format consistent with the annual financial statements complying with Thai Accounting Standard 1 Presentation of Financial Statements. In addition, the interim financial information presentation is based on the formats of life insurance interim financial information attached in an Office of Insurance Commission’s notification “Principle, methodology, condition and timing for preparation and submission of financial statements for life insurance company B.E.2566” dated on 8 February 2023 (“OIC Notification”). The notes to the interim financial information are prepared in a condensed format. Additional notes are presented as required by the aforementioned OIC Notification.

The interim financial information should be read together with the annual financial statements for the year ended 31 December 2023.

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.

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

2. Significant accounting policies (Cont'd)

2.2 Accounting policies

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2023. Since 2020, the Branch passes criteria of temporary exemption from TFRS 9 Financial Instruments and TFRS 7 Financial Instruments: Disclosures under TFRS 4 Insurance Contracts. The Branch is eligible to apply the 'financial instruments and disclosures for insurance companies' accounting guidance' ('the Accounting Guidance') as the Branch has not previously applied any version of TFRS 9 Financial Instruments and the Branch's activities are predominantly connected with insurance business.

2.3 New and amended financial reporting standards

a) Amended financial reporting standards that are effective for accounting period beginning on or after 1 January 2024 and might have impacts to the Branch.

- **Amendment to TAS 1 - Presentation of financial statements** revised the disclosure from 'significant accounting policies' to 'material accounting policies'. The amendment also provides guidelines on identifying when the accounting policy information is material. Consequently, immaterial accounting policy information does not need to be disclosed. If it is disclosed, it should not obscure material accounting information.
- **Amendment to TAS 8 - Accounting policies, changes in accounting estimates and errors** revised the definition of 'accounting estimates' to clarify how companies should distinguish between 'changes in accounting policies' and 'changes in accounting estimates'. The distinction is important because changes in accounting estimates are applied prospectively to transactions, other events and conditions from the date of that change. Whereas changes in accounting policies are generally applied retrospectively to past transactions and other past events as well as the current period as if the new accounting policy had always been applied.
- **Amendments to TAS 12 - Income taxes**

- 1) The Branch must recognise any deferred tax related to assets and liabilities arising from a single transaction that, on initial recognition, gives rise to equal amounts of taxable and deductible temporary differences. Example transactions are leases and decommissioning obligations.

The amendment should be applied to transactions on or after the beginning of the earliest comparative period presented. In addition, entities should recognise deferred tax assets (to the extent that they can probably be utilised) and deferred tax liabilities at the beginning of the earliest comparative period for all deductible and taxable temporary differences associated with:

- right-of-use assets and lease liabilities, and
- decommissioning, restoration and similar liabilities, and the corresponding amounts recognised as part of the cost of the related assets.

The cumulative effect of recognising these adjustments is recognised at the beginning of retained earnings or any other component of equity, as appropriate.

2. Significant accounting policies (Cont'd)

2.3 New and amended financial reporting standards (Cont'd)

- a) Amended financial reporting standards that are effective for accounting period beginning on or after 1 January 2024 and might have impacts to the Branch. (Cont'd)

- **Amendments to TAS 12 – Income taxes** (Cont'd)

- 2) The Branch must apply all income taxes arising from the tax law enacted or substantively enacted to implement the Pillar Two model rules published by the Organisation for Economic Co-operation and Development (OECD), an international organisation.

In December 2021, the OECD released the Pillar Two model rules to apply the Global Anti-Base Erosion Proposal, or 'GloBE', to reform international corporate taxation. Large multinational enterprises within the rules' scope must calculate the GloBE effective tax rates for each territory in which they operate and pay a top-up tax for the differences between these and the 15% minimum effective tax rate.

In December 2023, the amendments to TAS 12 provide a temporary relief from the requirement to recognise and disclose deferred taxes arising from enacted or substantively enacted tax law that implements the Pillar Two model rules, including tax law that implements qualified domestic minimum top-up taxes described in those rules. The amendments also require affected companies to disclose:

- the fact that they have applied the exception to recognising and disclosing information about deferred tax assets and liabilities related to Pillar Two income taxes;
- their current tax expense (if any) related to the Pillar Two income taxes; and
- during the period between the legislation being enacted or substantially enacted and the legislation becoming effective, known or reasonably estimable information that would help users of financial statements to understand an entity's exposure to Pillar Two income taxes arising from that legislation. If this information is not known or reasonably estimable, entities are instead required to disclose a statement to that effect and information about their progress in assessing the exposure.

Nevertheless, the Pillar Two model rules have no impact to the Branch since they have not become effective yet.

- **Amendment to Accounting Guidance related to financial instruments and disclosures applicable to insurance business** revised the disclosures in 'material accounting policies' to align with Amendment to TAS 1 – Presentation of financial statements.

2. Significant accounting policies (Cont'd)

2.3 New and amended financial reporting standards (Cont'd)

b) New financial reporting standard that is effective for accounting period beginning on or after 1 January 2025 and has significant impacts to the Branch. However, the following new TFRS was not mandatory for the current reporting period and the Branch has not early adopted it.

- **TFRS 17 Insurance Contracts** TFRS 17 has replaced TFRS 4 Insurance Contracts. It requires a current measurement model where estimates are remeasured in each reporting period. Contracts are measured using general measurement model which comprise of:
 - discounted probability-weighted cash flows
 - an explicit risk adjustment, and
 - a contractual service margin (CSM) representing the unearned profit of the contract which is recognised as revenue over the coverage period.

The standard allows a choice between recognising changes in discount rates either in the statement of profit or loss or directly in other comprehensive income. The choice is likely to reflect how insurers account for their financial assets under TFRS 9.

An optional, simplified premium allocation approach is permitted for the liability for the remaining coverage for eligible groups of insurance contracts.

There is a modification of the general measurement model called the 'variable fee approach' for certain contracts written by life insurers where policyholders share in the returns from underlying items. When applying the variable fee approach, the entity's share of the fair value changes of the underlying items is included in the CSM. The results of insurers using this model are therefore likely to be less volatile than under the general model.

Adopting TFRS 17, the Branch can choose to recognise any cumulative negative impacts from insurance contract liabilities in retained earnings by applying the straight-line method, using no more than a three-year period from the transition date.

The new rules will affect the financial statements and key performance indicators of all entities that issue insurance contracts or investment contracts with discretionary participation features.

3. Estimates

The preparation of interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies lead to 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 Branch'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 2023.

AIA Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the three-month period ended 31 March 2024

4. Fair value

4.1 Fair value estimation

The following table presents the Branch's assets and liabilities that are measured and recognised at fair value as at 31 March 2024 and 31 December 2023.

	Level 1 Thousand Baht	Level 2 Thousand Baht	Level 3 Thousand Baht	Total Thousand Baht
As at 31 March 2024 (Unaudited)				
Assets				
Derivative assets	4,662	8,107,181	-	8,111,843
Investment in securities				
Investments measured at fair value through profit or loss				
Mutual funds	601	-	-	601
Investments measured at fair value through other comprehensive income				
Debt securities	-	355,057,422	6,617,038	361,674,460
Equity securities	78,082,635	-	6,047	78,088,682
Investments designated at fair value through profit or loss				
Mutual funds	7,047,280	-	-	7,047,280
Investment property	-	-	27,002,833	27,002,833
Assets held to cover linked liabilities	78,034,534	-	-	78,034,534
Land and buildings	-	-	1,149,763	1,149,763
Total assets	163,169,712	363,164,603	34,775,681	561,109,996
Liabilities				
Derivative liabilities	-	12,707,449	-	12,707,449
Total liabilities	-	12,707,449	-	12,707,449
As at 31 December 2023 (Audited)				
Assets				
Derivative assets	25,384	6,657,595	-	6,682,979
Investment in securities				
Investments measured at fair value through profit or loss				
Mutual funds	575	-	-	575
Investments measured at fair value through other comprehensive income				
Debt securities	-	351,986,774	6,167,351	358,154,125
Equity securities	80,212,470	-	6,047	80,218,517
Investments designated at fair value through profit or loss				
Mutual funds	3,389,949	-	-	3,389,949
Investment property	-	-	26,894,191	26,894,191
Assets held to cover linked liabilities	73,921,114	-	-	73,921,114
Land and buildings	-	-	1,168,000	1,168,000
Total assets	157,549,492	358,644,369	34,235,589	550,429,450
Liabilities				
Derivative liabilities	-	9,105,473	-	9,105,473
Total liabilities	-	9,105,473	-	9,105,473

In 2024, The Branch has no significant transfer between levels during the period.

In 2023, the Branch has transferred fair value level of financial instrument from Level 2 into Level 3 during the year. The change in Level 3 financial instruments is disclosed in Note 4.4.

4. Fair value (Cont'd)

4.2 Valuation techniques used to derive Level 1 fair values

The fair value of financial instruments traded in active markets is based on quoted market prices at the statement of financial position date. The quoted market price used for financial assets held by the Branch is obtained from exchange markets and asset management companies. These instruments are included in Level 1.

4.3 Valuation techniques used to derive Level 2 fair values

Level 2 marketable debt securities are fair valued using a discounted cash flow approach, which discounts the contractual cash flows using discount rates derived from observable market prices of other quoted debt instruments.

Level 2 marketable equity securities are fair valued based on closed price provided by an asset management company.

Level 2 derivative assets and liabilities are fair valued using a discounted cash flow approach, which discounts the contractual cash flows using discount rates derived from observable interest rate and foreign currency exchange rate.

There were no changes in valuation techniques during the period.

4.4 Valuation techniques used to derive Level 3 fair values

The changes in investment property, and land and buildings are disclosed in Notes 14 and 16, respectively. The Branch engaged an external independent and qualified appraiser to determine the fair value of the investment property, and land and buildings. Different valuation techniques may be adopted to reach the fair value of the properties. Under the Market Data Approach, records of recent sales and offerings of similar property are analysed and comparisons are made for factors such as size, location, quality and prospective use. The Discounted Cash Flow Approach may be used by reference to net rental income allowing for reversionary income potential to estimate the fair value of the properties. On some occasions, the Cost Approach is used as well to calculate the fair value which reflects the cost that would be required to replace the service capacity of the property.

4. Fair value (Cont'd)

4.4 Valuation techniques used to derive Level 3 fair values (Cont'd)

The following table presents the changes in Level 3 financial instruments for the period ended 31 March 2024 and for the year ended 31 December 2023.

	(Unaudited) Investment in securities 31 March 2024 Thousand Baht	(Audited) Investment in securities 31 December 2023 Thousand Baht
Beginning balance as at 1 January	6,173,398	5,736,838
<u>Add</u> Addition		
- Book value	-	281
<u>Add</u> Transfer into Level 3		
- Book value	-	1,738,207
- Unrealised gains recognised in other comprehensive income	-	13,758
<u>Less</u> Disposal		
- Book value	-	(636,698)
- Gains recognised in profit or loss	-	394,215
Net carrying value	6,173,398	7,246,601
Gains (losses) on remeasuring investments measured at fair value through other comprehensive income	449,687	(1,073,203)
Closing balance at the end of period/year	<u>6,623,085</u>	<u>6,173,398</u>

The Branch's policy is to recognise transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer.

There were no changes in valuation techniques during the period.

4. Fair value (Cont'd)

4.4 Valuation techniques used to derive Level 3 fair values (Cont'd)

Valuation process

Management has put a process of performing the valuations of financial assets required for financial reporting purposes, including Level 3 fair values. Appropriate valuation techniques and unobservable inputs are selectively used based on the characteristic of financial assets. The valuation of Level 3 fair value is reviewed and approved by management for financial reporting purposes.

The Branch engaged an external independent and qualified appraiser to determine the fair value of the investment property, and land and buildings on the basis of the highest and best use of the properties that is physically possible, legally permissible and financially feasible, which will be revised every 6 months, and 12 months, respectively.

Changes in level (if any) are analysed at the reporting date by management.

5. Cash and cash equivalents

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Cash on hand	4,631	5,396
Deposits with banks and financial institutions without fixed maturity date	4,514,005	6,953,121
Short-term investments	5,366,000	10,406,306
Total cash and cash equivalents	<u>9,884,636</u>	<u>17,364,823</u>

6. Premium receivables

The balances of premium receivables are aged as follows:

	From direct insurance (Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Current	8,120,183	6,577,049
Overdue		
Not over 30 days	814,010	969,809
31 - 60 days	6,488	14,672
61 - 90 days	5,403	4,960
Over 90 days	12,171	12,173
Total premium receivables	<u>8,958,255</u>	<u>7,578,663</u>

The premium receivables are aged by legal grace period or credit terms.

7. Reinsurance assets

The details of reinsurance assets are as follows:

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Claim incurred but not reported	310,912	393,075
Unearned premium reserve	72,099	72,374
Others (Note 26 (b))	2,486	4,653
Total reinsurance assets	<u>385,497</u>	<u>470,102</u>

8. Amount due from reinsurance

The details of amount due from reinsurance are as follows:

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Due from reinsurance (Note 26 (b))	5,747	4,126
Total amount due from reinsurance	<u>5,747</u>	<u>4,126</u>

9. Deferred acquisition costs

The movements details are below:

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Beginning balance for the period/year	83,378,285	76,770,760
Deferral of acquisition costs	5,275,364	21,968,383
Amortisation of acquisition costs	<u>(3,859,523)</u>	<u>(15,360,858)</u>
Closing balance at the end of period/year	<u>84,794,126</u>	<u>83,378,285</u>

10. Derivative assets and liabilities

	(Unaudited)	
	31 March 2024	
	Fair value	
	Assets	Liabilities
	Thousand	Thousand
	Baht	Baht
Held for hedge derivatives		
- Applied hedge accounting	5,534,121	9,288,288
- Not applied hedge accounting	2,577,722	3,419,161
Total derivatives	8,111,843	12,707,449

	(Audited)	
	31 December 2023	
	Fair value	
	Assets	Liabilities
	Thousand	Thousand
	Baht	Baht
Held for hedge derivatives		
- Applied hedge accounting	4,574,522	6,960,596
- Not applied hedge accounting	2,108,457	2,144,877
Total derivatives	6,682,979	9,105,473

10. Derivative assets and liabilities (Cont'd)

Derivative assets and liabilities which applied hedge accounting are as follows:

31 March 2024 (Unaudited)							
Type of contract	Purpose	Number of contracts	Face value		Fair value		Fair value gains (losses) on derivatives Thousand Baht
			Assets Thousand Baht	Liabilities Thousand Baht	Assets Thousand Baht	Liabilities Thousand Baht	
Cross currency swap and forward contracts	Closing financial position of investment in foreign currency	123	1,635,879	48,291,707	95,468	7,683,436	(2,719,441)
Interest rate swap contracts	Closing position of floating interest rate	176	-	-	5,438,653	1,604,852	1,351,348
Total		299	1,635,879	48,291,707	5,534,121	9,288,288	(1,368,093)
31 December 2023 (Audited)							
Type of contract	Purpose	Number of contracts	Face value		Fair value		Fair value gains (losses) on derivatives Thousand Baht
			Assets Thousand Baht	Liabilities Thousand Baht	Assets Thousand Baht	Liabilities Thousand Baht	
Cross currency swap and forward contracts	Closing financial position of investment in foreign currency	128	2,559,489	48,945,480	118,043	4,986,570	(247,971)
Interest rate swap contracts	Closing position of floating interest rate	192	-	-	4,456,479	1,974,026	362,626
Total		320	2,559,489	48,945,480	4,574,522	6,960,596	114,655

10. Derivative assets and liabilities (Cont'd)

Derivative assets and liabilities which are not applied hedge accounting are as follows:

31 March 2024 (Unaudited)							
Type of contract	Purpose	Number of contracts	Face value		Fair value		Fair value gains (losses) on derivatives Thousand Baht
			Assets Thousand Baht	Liabilities Thousand Baht	Assets Thousand Baht	Liabilities Thousand Baht	
Cross currency swap and forward contracts	Closing financial position of investment in foreign currency	73	1,034,460	23,624,200	65,369	2,351,035	(1,539,047)
Interest rate swap contracts	Closing position of floating interest rate	64	-	-	2,507,690	1,068,126	754,749
Warrants		-	-	-	4,663	-	(20,721)
Total		137	1,034,460	23,624,200	2,577,722	3,419,161	(805,019)

31 December 2023 (Audited)							
Type of contract	Purpose	Number of contracts	Face value		Fair value		Fair value gains (losses) on derivatives Thousand Baht
			Assets Thousand Baht	Liabilities Thousand Baht	Assets Thousand Baht	Liabilities Thousand Baht	
Cross currency swap and forward contracts	Closing financial position of investment in foreign currency	57	7,741,549	11,655,114	270,281	1,016,900	(251,014)
Interest rate swap contracts	Closing position of floating interest rate	50	-	-	1,812,792	1,127,977	486,461
Warrants		-	-	-	25,384	-	(2,000)
Total		107	7,741,549	11,655,114	2,108,457	2,144,877	233,447

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11. Investment in securities

The details of investment in securities are as follows:

	(Unaudited) 31 March 2024		(Audited) 31 December 2023	
	Cost/ Amortised cost Thousand Baht	Fair value Thousand Baht	Cost/ Amortised cost Thousand Baht	Fair value Thousand Baht
<u>Investments measured at fair value through profit or loss</u>				
Mutual funds	619	601	616	575
Total	619	601	616	575
<u>Less</u> Unrealised losses	(18)	-	(41)	-
Total investments measured at fair value through profit or loss	601	601	575	575
<u>Investments measured at fair value through other comprehensive income</u>				
Government and state enterprise securities	236,015,957	243,364,545	241,091,320	242,377,092
Private enterprise debt securities	49,665,041	48,461,695	49,520,347	48,109,221
Foreign debt securities	78,464,927	69,848,220	76,302,402	67,667,812
Equity securities	69,668,815	78,088,682	70,577,495	80,218,517
Total	433,814,740	439,763,142	437,491,564	438,372,642
<u>Add</u> Unrealised gains	6,065,052	-	997,728	-
<u>Less</u> Provision for impairment on equity securities	(116,650)	-	(116,650)	-
Total investments measured at fair value through other comprehensive income	439,763,142	439,763,142	438,372,642	438,372,642
<u>Investments measured at amortised cost</u>				
Government and state enterprise securities	316,378,978	305,717,290	309,571,774	282,879,413
Total investments measured at amortised cost	316,378,978	305,717,290	309,571,774	282,879,413
<u>Investments designated at fair value through profit or loss</u>				
Mutual funds	6,203,940	7,047,280	3,196,807	3,389,949
Total	6,203,940	7,047,280	3,196,807	3,389,949
<u>Add</u> Unrealised gains	843,340	-	193,142	-
Total investments designated at fair value through profit or loss	7,047,280	7,047,280	3,389,949	3,389,949
Total investment in securities	763,190,001	752,528,313	751,334,940	724,642,579

11. Investment in securities (Cont'd)

For the three-month periods ended 31 March 2024 and 2023, the Branch had revenue recognised relating to investment as follows:

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 March 2023 Thousand Baht
Interest income and dividend income from investments	6,852,111	6,532,779
Consideration received from selling investments	18,082,811	32,029,897
Gains (losses) from selling investments	(1,192,607)	893,006

As at 31 March 2024, the Branch had government bonds and promissory notes deposited with the Office of Insurance Commission in order to comply with the Life Insurance Act with a fair value amounting to Baht 200,086 million (31 December 2023: Baht 189,164 million).

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

	(Unaudited) 31 March 2024	
Fair value Thousand Baht	Expected credit loss recognised in other comprehensive income Thousand Baht	
Investment in debt securities which credit risk has not significantly increased (Stage 1)	361,432,808	343,178
Credit-impaired investment in debt securities (Stage 3)	241,652	2,857,259
Total	361,674,460	3,200,437

11. Investment in securities (Cont'd)

11.1 Debt securities that are measured at fair value through other comprehensive income (Cont'd)

	(Audited) 31 December 2023	
	Fair value	Expected credit loss
	Thousand	recognised in other
	Baht	comprehensive income
		Thousand
		Baht
Investment in debt securities which credit risk has not significantly increased (Stage 1)	357,906,326	242,537
Credit-impaired investment in debt securities (Stage 3)	247,799	2,744,631
Total	358,154,125	2,987,168

11.2 Debt securities that are measured at amortised cost

	(Unaudited) 31 March 2024		
	Gross carrying value	Expected credit loss	Carrying value
	Thousand	Thousand	Thousand
	Baht	Baht	Baht
Investment in debt securities which credit risk has not significantly increased (Stage 1)	316,379,075	97	316,378,978
Total	316,379,075	97	316,378,978

	(Audited) 31 December 2023		
	Gross carrying value	Expected credit loss	Carrying value
	Thousand	Thousand	Thousand
	Baht	Baht	Baht
Investment in debt securities which credit risk has not significantly increased (Stage 1)	309,571,871	97	309,571,774
Total	309,571,871	97	309,571,774

12. Investment in associates

The Branch has interests in an immaterial associate.

Investment in associates is accounted by using the cost method as follows:

Associates	Type of business	Ownership interest		Cost method	
		(Unaudited) 31 March 2024 %	(Audited) 31 December 2023 %	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
AIA Wellness Company Limited	Real estate and services	49	49	171,500	171,500
Total				171,500	171,500

The Branch has got an approval to hold 49% ownership interest in AIA Wellness Company Limited from Department of Insurance, currently known as Office of Insurance Commission, in 1991. The Branch has not presented financial statements in which investment in associates is accounted for using the equity method because the ultimate holding company (AIA Group) uses the equity method in the consolidated financial statements which are made available for public use. This is permitted under TAS 28 "Investment in Associates and Joint Ventures".

13. Loans and accrued interest receivables

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

	(Unaudited) 31 March 2024		(Audited) 31 December 2023	
	Principal Thousand Baht	Accrued interest Thousand Baht	Principal Thousand Baht	Accrued interest Thousand Baht
<u>Policy loans</u>				
Outstanding period				
Current	34,946,235	1,012,750	34,300,754	922,914
Overdue				
Less than 3 months	-	-	-	-
3 - 6 months	-	-	-	-
6 - 12 months	-	-	-	-
More than 12 months	-	-	-	-
Policy loans, net	34,946,235	1,012,750	34,300,754	922,914
<u>Mortgage loans</u>				
Loans which credit risk has not significantly increased (Stage 1)	10,860	59	15,834	83
Credit-impaired loans (Stage 3)	14,157	5	16,501	-
Total	25,017	64	32,335	83
Less expected credit loss	(4,547)	-	(6,972)	-
Mortgage loans, net	20,470	64	25,363	83
Loans and accrued interest receivables	34,966,705	1,012,814	34,326,117	922,997

14. Investment property

31 March 2024 (Unaudited)						
Cost/Fair value						
For the period						
Beginning balance 1 January 2024 Thousand Baht	Additions from acquisition and capitalised subsequent expenditures Thousand Baht	Write-off Thousand Baht	Transfer Thousand Baht	Fair value gains (losses) Thousand Baht	Ending balance 31 March 2024 Thousand Baht	
Land	15,334,270	-	-	-	15,334,270	
Buildings and improvements	11,559,921	108,642	-	-	11,668,563	
Total	26,894,191	108,642	-	-	27,002,833	

31 December 2023 (Audited)						
Cost/Fair value						
For the year						
Beginning balance 1 January 2023 Thousand Baht	Additions from acquisition and capitalised subsequent expenditures Thousand Baht	Write-off Thousand Baht	Transfer Thousand Baht	Fair value gains (losses) Thousand Baht	Ending balance 31 December 2023 Thousand Baht	
Land	15,072,700	165,191	-	96,379	15,334,270	
Buildings and improvements	10,557,692	1,264,079	-	(261,850)	11,559,921	
Total	25,630,392	1,429,270	-	(165,471)	26,894,191	

In 2023, the Branch engaged an external independent and qualified appraiser to determine the fair value of the investment property. The valuation techniques and valuation process of investment property are disclosed in Note 4.4.

For the three-month period ended 31 March 2024, the investment property generated rental income amounting to Baht 266 million (31 March 2023: Baht 251 million) and its direct operating expenses (including repair and maintenance) arise from investment property that generated rental income amounting to Baht 73 million (31 March 2023: Baht 70 million).

14. Investment property (Cont'd)

14.1 Lease revenue arising from operating lease contracts

A maturity analysis of undiscounted lease revenue arising from operating lease contracts of investment properties is as follows:

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Maturing		
Within 1 year	775,098	807,195
Between 1 to 2 years	511,058	485,891
Between 2 to 3 years	270,923	287,071
Between 3 to 4 years	61,941	66,158
Between 4 to 5 years	44,114	46,708
Later than 5 years	171,042	181,041
Total	<u>1,834,176</u>	<u>1,874,064</u>

15. Assets held to cover linked liabilities

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Investment in mutual funds that are measured at fair value through profit or loss	<u>78,034,534</u>	<u>73,921,114</u>
Total	<u>78,034,534</u>	<u>73,921,114</u>

16. Property, plant and equipment

	31 March 2024 (Unaudited)													
	Cost/Revaluation							Accumulated depreciation						
	For the period						Ending balance 31 March 2024 Thousand Baht	For the period						Property, plant and equipment Thousand Baht
	Beginning balance 1 January 2024 Thousand Baht	Addition Thousand Baht	Write-off Thousand Baht	Disposal Thousand Baht	Transfer Thousand Baht	Gain on revaluation Thousand Baht		Beginning balance 1 January 2024 Thousand Baht	Depreciation charge Thousand Baht	Write-off Thousand Baht	Disposal Thousand Baht	Revaluation adjustment Thousand Baht	Ending Balance 31 March 2024 Thousand Baht	
Land	467,000	-	-	-	-	-	467,000	-	-	-	-	-	-	467,000
Buildings and improvements	701,000	-	-	-	-	-	701,000	-	18,237	-	-	-	18,237	682,763
Furniture, fixtures and equipment	1,443,270	616	(56)	-	-	-	1,443,830	1,355,916	9,979	(48)	-	-	1,365,847	77,983
Computer hardware	1,036,621	2,077	(471)	-	-	-	1,038,227	983,357	8,470	(471)	-	-	991,356	46,871
Motor vehicles	34,041	-	-	-	-	-	34,041	30,136	502	-	-	-	30,638	3,403
Construction in progress	26,776	18,129	-	-	-	-	44,905	-	-	-	-	-	-	44,905
Total	3,708,708	20,822	(527)	-	-	-	3,729,003	2,369,409	37,188	(519)	-	-	2,406,078	1,322,925

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16. Property, plant and equipment (Cont'd)

	31 December 2023 (Audited)																
	Cost/Revaluation							Accumulated depreciation							Accumulated impairment		
	For the year						Ending balance 31 December 2023 Thousand Baht	For the year					Ending balance 31 December 2023 Thousand Baht	Beginning balance 1 January 2023 Thousand Baht	For the year (Reversal of) Impairment loss Thousand Baht	Ending balance 31 December 2023 Thousand Baht	Property, plant and equipment Thousand Baht
	Beginning balance 1 January 2023 Thousand Baht	Addition Thousand Baht	Write-off Thousand Baht	Disposal Thousand Baht	Transfer Thousand Baht	Gain (loss) on revaluation Thousand Baht		Beginning balance 1 January 2023 Thousand Baht	Depreciation charge Thousand Baht	Write-off Thousand Baht	Disposal Thousand Baht	Revaluation adjustment Thousand Baht					
Land	463,000	-	-	-	-	4,000	467,000	-	-	-	-	-	-	-	-	-	467,000
Buildings and improvements	733,000	-	-	-	-	(32,000)	701,000	-	65,259	-	-	(65,259)	-	-	-	-	701,000
Furniture, fixtures and equipment	2,220,814	9,180	(763,999)	(42,394)	19,669	-	1,443,270	1,808,914	59,733	(473,438)	(39,293)	-	1,355,916	302,875	(302,875)	-	87,354
Computer hardware	1,054,513	30,630	(6,806)	(41,716)	-	-	1,036,621	990,918	41,079	(6,928)	(41,712)	-	983,357	-	-	-	53,264
Motor vehicles	34,924	-	-	(883)	-	-	34,041	27,082	3,937	-	(883)	-	30,136	-	-	-	3,905
Construction in progress	10,965	35,480	-	-	(19,669)	-	26,776	-	-	-	-	-	-	-	-	-	26,776
Total	4,517,216	75,290	(770,805)	(84,993)	-	(28,000)	3,708,708	2,826,914	170,008	(480,366)	(81,888)	(65,259)	2,369,409	302,875	(302,875)	-	1,339,299

In 2023, the Branch engaged an external independent and qualified appraiser to determine the fair value of the land and buildings. The valuation techniques and valuation process of land and buildings are disclosed in Note 4.4.

If the land and buildings are stated under the cost model, as at 31 March 2024, the carrying value would be Baht 53 million and Baht 50 million, respectively (31 December 2023: Baht 53 million and Baht 51 million, respectively).

17. Intangible assets

Intangible assets consist of computer software, distribution rights, copyrights and access rights as follows:

31 March 2024 (Unaudited)									
	Cost				Accumulated amortisation				
	Beginning balance 1 January 2024 Thousand Baht	For the period			Ending balance 31 March 2024 Thousand Baht	Beginning balance 1 January 2024 Thousand Baht	For the period		Ending balance 31 March 2024 Thousand Baht
		Addition Thousand Baht	Write-off Thousand Baht	Transfer Thousand Baht			Amortisation charge Thousand Baht	Write-off Thousand Baht	Intangible assets Thousand Baht
Computer software	4,010,427	-	-	108,234	4,118,661	1,793,030	91,513	-	2,234,118
Others	1,162,564	30,000	-	-	1,192,564	58,672	18,685	-	1,115,207
Work in progress	793,333	81,358	-	(108,234)	766,457	-	-	-	766,457
Total	5,966,324	111,358	-	-	6,077,682	1,851,702	110,198	-	4,115,782

31 December 2023 (Audited)									
	Cost				Accumulated amortisation				
	Beginning balance 1 January 2023 Thousand Baht	For the year			Ending balance 31 December 2023 Thousand Baht	Beginning balance 1 January 2023 Thousand Baht	For the year		Ending balance 31 December 2023 Thousand Baht
		Addition Thousand Baht	Write-off Thousand Baht	Transfer Thousand Baht			Amortisation charge Thousand Baht	Write-off Thousand Baht	Intangible assets Thousand Baht
Computer software	3,385,564	128,052	(89,543)	586,354	4,010,427	1,573,962	301,034	(81,966)	2,217,397
Others	368,964	843,600	(50,000)	-	1,162,564	73,929	34,743	(50,000)	1,103,892
Work in progress	1,000,736	378,951	-	(586,354)	793,333	-	-	-	793,333
Total	4,755,264	1,350,603	(139,543)	-	5,966,324	1,647,891	335,777	(131,966)	4,114,622

18. Other assets

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Deposits (Note 26 (b))	62,080	62,130
Amounts due from a related party (Note 26 (b))	43,341	39,767
Receivables from sale of investments	2,059,291	6,144,833
Cash collateral from derivative contracts	7,843,670	6,548,987
Right-of-use assets (Note 26 (b))	1,215,429	1,244,067
Others (Note 26 (b))	221,550	224,088
Total	<u>11,445,361</u>	<u>14,263,872</u>

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

18. Other assets (Cont'd)

18.1 Right-of-use assets

	31 March 2024 (Unaudited)													Right-of-use assets Thousand Baht
	Cost				Accumulated amortisation					Accumulated impairment				
	For the period				For the period					For the period				
	Beginning balance 1 January 2024 Thousand Baht	Addition Thousand Baht	Change in contract Thousand Baht	Gain on revaluation Thousand Baht	Ending balance 31 March 2024 Thousand Baht	Beginning balance 1 January 2024 Thousand Baht	Amortisation charge Thousand Baht	Change in contract Thousand Baht	Revaluation adjustment Thousand Baht	Ending balance 31 March 2024 Thousand Baht	Beginning balance 1 January 2024 Thousand Baht	Impairment loss Thousand Baht	Ending balance 31 March 2024 Thousand Baht	
Land	790,100	-	-	-	790,100	-	5,358	-	-	5,358	-	-	-	784,742
Buildings and improvements	881,291	5,779	(9,523)	-	877,547	362,982	23,435	(3,966)	-	382,451	65,550	-	65,550	429,546
Others	1,342	-	-	-	1,342	134	67	-	-	201	-	-	-	1,141
Total	1,672,733	5,779	(9,523)	-	1,668,989	363,116	28,860	(3,966)	-	388,010	65,550	-	65,550	1,215,429
	31 December 2023 (Audited)													Right-of-use assets Thousand Baht
	Cost				Accumulated amortisation					Accumulated impairment				
	For the year				For the year					For the year				
	Beginning balance 1 January 2023 Thousand Baht	Addition Thousand Baht	Change in contract Thousand Baht	Gain on revaluation Thousand Baht	Ending balance 31 December 2023 Thousand Baht	Beginning balance 1 January 2023 Thousand Baht	Amortisation charge Thousand Baht	Change in contract Thousand Baht	Revaluation adjustment Thousand Baht	Ending balance 31 December 2023 Thousand Baht	Beginning balance 1 January 2023 Thousand Baht	Impairment loss Thousand Baht	Ending balance 31 December 2023 Thousand Baht	
Land	728,000	-	-	62,100	790,100	-	19,549	-	(19,549)	-	-	-	-	790,100
Buildings and improvements	758,525	261,750	(138,984)	-	881,291	336,410	95,348	(68,776)	-	362,982	65,550	-	65,550	452,759
Others	-	1,342	-	-	1,342	-	134	-	-	134	-	-	-	1,208
Total	1,486,525	263,092	(138,984)	62,100	1,672,733	336,410	115,031	(68,776)	(19,549)	363,116	65,550	-	65,550	1,244,067

The related lease liabilities are disclosed in Note 21.1.

For the three-month period ended 31 March 2024, the lease payments resulting from lease and service contracts which are not capitalised comprised of short-term leases and low-value leases. These lease payments are not material.

19. Insurance liabilities

	31 March 2024 (Unaudited)			31 December 2023 (Audited)		
	Insurance contract liabilities Thousand Baht	Liabilities recovered from reinsurance Thousand Baht	Net Thousand Baht	Insurance contract liabilities Thousand Baht	Liabilities recovered from reinsurance Thousand Baht	Net Thousand Baht
Long-term technical reserves	574,582,398	-	574,582,398	568,944,621	-	568,944,621
Claim liability						
- Reported claim	2,420,703	(2,486)	2,418,217	2,266,355	(4,653)	2,261,702
- Claim incurred but not reported	718,028	(310,912)	407,116	840,029	(393,075)	446,954
Premium liability						
- Unearned premium reserve	22,925,516	(72,099)	22,853,417	22,228,516	(72,374)	22,156,142
Unpaid policy benefits	516,279	-	516,279	463,644	-	463,644
Due to insured	174,726,243	-	174,726,243	170,783,441	-	170,783,441
Total	775,889,167	(385,497)	775,503,670	765,526,606	(470,102)	765,056,504

19. Insurance liabilities (Cont'd)

19.1 Long-term technical reserves

The movement details are below:

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Beginning balance for the period/year	568,944,621	558,120,775
Policy reserve movement for new policies and inforce policies during the period/year	16,702,726	68,964,564
Net movement in benefits payable to life policyholders for death, maturities, surrenders, other policyholders benefits and claims	(10,894,687)	(56,873,552)
Others	(170,262)	(1,267,166)
Closing balance at the end of period/year	<u>574,582,398</u>	<u>568,944,621</u>

19.2 Short-term technical reserves

19.2.1 Claim liability

The movement details are below:

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Beginning balance for the period/year	3,106,384	2,777,622
Insurance claims and loss adjustment expenses incurred during the period/year	8,692,698	31,488,020
Changes in claim reserve from change in assumption during the period/year	(122,001)	69,648
Insurance claims and loss adjustment expenses paid during the period/year	(8,538,350)	(31,228,906)
Closing balance at the end of period/year	<u>3,138,731</u>	<u>3,106,384</u>

19.2.2 Unearned premium reserve

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Beginning balance for the period/year	22,228,516	21,004,533
Premium written for the period/year	12,684,103	51,967,070
Premium earned in the period/year	(11,987,103)	(50,743,087)
Closing balance at the end of period/year	<u>22,925,516</u>	<u>22,228,516</u>

19. Insurance liabilities (Cont'd)

19.3 Unpaid policy benefits

The details are as below:

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Death benefits	516,279	463,644
Total	<u>516,279</u>	<u>463,644</u>

19.4 Due to insured

The details of due to insured are presented below:

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Deposits from insurance contracts	86,903,198	86,944,773
Account value of universal life insurance contracts	9,788,511	9,917,554
Account value of unit linked insurance contracts	78,034,534	73,921,114
Total	<u>174,726,243</u>	<u>170,783,441</u>

20. Amount due to reinsurance

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Fund reserve	15,572	15,592
Outward premium payables and other (Note 26 (b))	823,054	734,266
Total amount due to reinsurance	<u>838,626</u>	<u>749,858</u>

21. Other liabilities

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Accrued expenses	10,817,063	11,068,655
Payable for purchase of investments	255,422	6,103,909
Unpresented cheques payable	938,996	1,279,014
Expired cheques payable	3,026,487	3,037,966
Due commissions and expenses	799,312	731,097
Payable to related parties (Note 26 (b))	481,495	663,946
Agents payable	2,342,695	6,313,583
Cash collateral from derivative contracts	3,245,375	2,835,078
Other accounts payable	716,514	922,268
Lease liabilities (Note 26 (b))	493,235	513,187
Others (Note 26 (b))	3,112,216	2,301,092
Total	26,228,810	35,769,795

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

21.1 Lease liabilities

The maturity analysis of lease liabilities is aged as follows:

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
Maturing		
Within 1 year	84,950	84,123
Between 1 to 5 years	322,967	332,249
Later than 5 years	85,318	96,815
Total	493,235	513,187
Including: - Principal	606,254	630,942
- Interest	(113,019)	(117,755)

For the three-month period ended 31 March 2024, interest expense on lease liabilities amounted to Baht 4.7 million (31 March 2023: Baht 3.9 million), is recorded as "Finance cost" in the statement of comprehensive income.

22. Gross benefits and claim paid

	(Unaudited) 31 March 2024 Thousand Baht	(Unaudited) 31 March 2023 Thousand Baht
Insurance contract benefits	22,627,937	30,969,670
Total	22,627,937	30,969,670

23. Operating expenses

	(Unaudited) 31 March 2024 Thousand Baht	(Unaudited) 31 March 2023 Thousand Baht
Employee expenses not relating to underwriting expenses, and loss adjusting expenses	1,078,870	1,118,002
Property and equipment expenses not relating to underwriting expenses, and loss adjusting expenses	545,627	572,753
Tax expenses	3,490	2,941
Other operating expenses	710,358	486,185
Total	2,338,345	2,179,881

24. Expected credit loss

	(Unaudited) 31 March 2024 Thousand Baht	(Unaudited) 31 March 2023 Thousand Baht
Investment in securities	213,269	(130,035)
Loans and accrued interest receivables	(2,003)	(25)
Total	211,266	(130,060)

25. Income tax expenses

The interim income tax expense is recognised based on the management's best estimate of the weighted average income tax rate expected for the interim period applied to the pre-tax income of the interim period.

26. Related party transactions

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Branch, including holding companies and fellow subsidiaries are related parties of the Branch. Key management personnel including officers of the Branch and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

The following significant transactions were carried out with related parties and affiliated companies within AIA Group.

(a) Statements of comprehensive income

	(Unaudited) 31 March 2024 Thousand Baht	(Unaudited) 31 March 2023 Thousand Baht
<u>Head office</u>		
Operating expenses	457,602	397,286
Capitalised expenses	18,015	31,034
<u>Affiliated companies</u>		
Premiums ceded to reinsurers	3,755,947	2,793,069
Fee and commission income	102,419	87,052
Net investment income (expense)	(417,752)	(399,033)
Other income	9,617	7,912
Benefits and claim paid recovered from reinsurers	2,935,767	2,133,105
Operating expenses	188,299	232,065
Finance cost	1,264	1,416

(b) Statement of financial position

	(Unaudited) 31 March 2024 Thousand Baht	(Audited) 31 December 2023 Thousand Baht
<u>Head office</u>		
Other assets	-	304
Profit remittances to Head Office	-	15,029,000
Other liabilities	228,962	332,465
<u>Affiliated companies</u>		
Reinsurance assets	2,239	2,073
Amount due from reinsurance	5,747	3,911
Investment in securities	6,852,466	3,192,092
Investment in associates	171,500	171,500
Other assets	954,119	961,407
Amount due to reinsurance	465,959	425,037
Other liabilities	413,876	488,467

26. Related party transactions (Cont'd)

The following significant transactions were carried out with related parties and affiliated companies within AIA Group. (Cont'd)

(c) Key management compensations

Key management compensations are as follows:

	(Unaudited) 31 March 2024 Thousand Baht	(Unaudited) 31 March 2023 Thousand Baht
Salary and other short-term employee benefits	43,329	45,083
Post-employment benefits	3,391	3,105
Share-based payment	9,035	9,046
Total	<u>55,755</u>	<u>57,234</u>

27. Contingent liabilities and commitments

As at 31 March 2024, the Branch had contractual commitment from contracts for investment property projects with the amount at the maximum of Baht 3,809 million (31 December 2023: the amount at the maximum of Baht 3,958 million). Commitments arising from short-term leases and low-value leases are not material to the interim financial information.