

Tune Insurance Public Company Limited
Review report and financial information
For the three-month and nine-month periods ended
30 September 2024

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Tune Insurance Public Company Limited

I have reviewed the accompanying financial information of Tune Insurance Public Company Limited (the Company), which comprises the statement of financial position as at 30 September 2024, the related statements of comprehensive income for three-month and nine-month periods then ended, and the related statements of changes in owners' equity and cash flows for the nine-month period then ended, as well as the condensed notes to the interim financial statements (collectively "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.



Bongkot Kriangphanamorn
Certified Public Accountant (Thailand) No. 6777

EY Office Limited
Bangkok: 14 November 2024

Tune Insurance Public Company Limited**Statement of financial position****As at 30 September 2024**

		(Unit: Baht)	
	Note	30 September 2024	31 December 2023
		(Unaudited but reviewed)	(Audited)
Assets			
Cash and cash equivalents	4	119,728,832	42,752,500
Premium receivables	5	36,366,304	82,027,035
Accrued investment income		1,117,869	901,210
Reinsurance assets	6	37,859,845	69,444,878
Receivables on reinsurance contracts	7	35,871,685	206,883,801
Debt financial assets	8	174,083,910	209,737,412
Equity financial assets	9	70,254,481	70,254,481
Equipments		4,169,670	6,645,834
Right-of-use assets		3,063,925	5,110,590
Intangible assets		12,215,232	11,982,747
Deferred tax assets	10.1	16,245,349	41,382,926
Other assets	11	21,861,035	24,214,636
Total assets		532,838,137	771,338,050

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



Tune Insurance Public Company Limited
Statement of financial position (Continued)
As at 30 September 2024

(Unit: Baht)

	Note	30 September 2024 (Unaudited but reviewed)	31 December 2023 (Audited)
Liabilities and owners' equity			
Liabilities			
Insurance contract liabilities	12	155,939,778	190,468,045
Due to reinsurers	13	97,492,447	185,083,657
Employee benefit obligations		13,877,159	12,811,567
Premium received in advances		10,161,130	4,245,812
Lease liabilities		2,911,992	4,885,402
Other liabilities	14	81,110,496	102,041,025
Total liabilities		361,493,002	499,535,508
Owners' equity			
Share capital			
Registered, issued and fully paid-up			
30,000,000 ordinary shares of Baht 10 each		300,000,000	300,000,000
Retained earnings			
Appropriated - statutory reserve		16,997,780	16,997,780
Unappropriated		(160,889,330)	(60,431,923)
Other components of equity		15,236,685	15,236,685
Total owners' equity		171,345,135	271,802,542
Total liabilities and owner's equity		532,838,137	771,338,050

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

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A. Sorajsk


Directors



(Unaudited but reviewed)

Tune Insurance Public Company Limited**Statement of comprehensive income****For the three-month period ended 30 September 2024**

		(Unit: Baht)	
	Note	2024	2023
Profit or loss:			
Income			
Gross premium written		66,271,448	84,996,038
Less: Premium ceded to reinsurers		(27,845,583)	(43,604,899)
Net premium written		38,425,865	41,391,139
Add (Less): Unearned premium reserves decrease (increase) from prior period		27,310,984	(3,472,625)
Net earned premium		65,736,849	37,918,514
Fee and commission income		9,804,476	12,069,795
Net investment income	15	2,165,976	1,323,585
Net gain on financial instruments	16	-	47,356
Fair value gain (loss) from financial instruments	17	1,486,419	(2,254,947)
Other income		1,347	1,161,410
Total income		79,195,067	50,265,713
Expenses			
Claim expenses		15,779,541	12,298,302
Less: Claims recovery from reinsurers		(1,542,489)	(7,105,750)
Commission and brokerage expenses		11,178,552	15,898,577
Other underwriting expenses		26,825,685	13,930,107
Operating expenses	18	33,529,830	31,509,870
Finance costs		23,439	39,906
Expected credit loss (reversal)	19	4,203	(90,492)
Total expenses		85,798,761	66,480,520
Loss before income tax expenses		(6,603,694)	(16,214,807)
Less: Income tax expenses	10.2	(408,135)	(1,054,026)
Loss for the period		(7,011,829)	(17,268,833)

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

(Unaudited but reviewed)

Tune Insurance Public Company Limited

Statement of comprehensive income (continued)

For the three-month period ended 30 September 2024

		(Unit: Baht)	
	Note	2024	2023
Other comprehensive income:			
Other comprehensive income for the period		-	-
Total comprehensive income for the period (loss)		(7,011,829)	(17,268,833)
Loss per share :	20		
Basic loss per share			
Loss for the period		(0.23)	(0.58)

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

(Unaudited but reviewed)

Tune Insurance Public Company Limited

Statement of comprehensive income

For the nine-month period ended 30 September 2024

		(Unit: Baht)	
	Note	2024	2023
Profit or loss:			
Income			
Gross premium written		306,223,985	235,944,728
Less: Premium ceded to reinsurers		(105,720,532)	(122,686,724)
Net premium written		200,503,453	113,258,004
Add (less): Unearned premium reserves			
decrease (increase) from prior period		20,719,146	(4,781,480)
Net earned premium		221,222,599	108,476,524
Fee and commission income		41,313,624	35,883,282
Net investment income	15	4,398,411	4,203,265
Net gain (loss) on financial instruments	16	(26,713)	52,514
Fair value gain (loss) from financial instruments	17	2,045,698	(1,026,840)
Other income		1,036,310	4,361,417
Total income		269,989,929	151,950,162
Expenses			
Claim expenses		60,736,716	5,944,351
Less: Claims recovery from reinsurers		(8,988,289)	(4,670,479)
Commission and brokerage expenses		47,899,313	39,452,796
Other underwriting expenses		106,729,224	32,642,639
Operating expenses	18	138,966,545	92,449,919
Finance costs		82,253	131,575
Expected credit loss (reversal)	19	(116,003)	(595,159)
Total expenses		345,309,759	165,355,642
Loss before income tax expenses		(75,319,830)	(13,405,480)
Less: Income tax expenses	10.2	(25,137,577)	(6,010,575)
Loss for the period		(100,457,407)	(19,416,055)

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

(Unaudited but reviewed)

Tune Insurance Public Company Limited

Statement of comprehensive income (continued)

For the nine-month period ended 30 September 2024

		(Unit: Baht)	
	Note	2024	2023
Other comprehensive income:			
Other comprehensive income for the period		-	-
Total comprehensive income for the period (loss)		(100,457,407)	(19,416,055)
Loss per share :	20		
Basic loss per share			
Loss for the period		(3.35)	(0.65)

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

Tune Insurance Public Company Limited

Statement of changes in owners' equity

For the nine-month period ended 30 September 2024

(Unaudited but reviewed)

(Unit: Baht)

	Other component of owners' equity				
	Issued and fully paid-up share capital	Retained earnings		Revaluation surplus on investments in equity designated at fair value through other comprehensive income - net of income tax	Total
		Appropriated	Unappropriated		
Balance as at 1 January 2023	300,000,000	16,997,780	(13,078,207)	23,774,522	327,694,095
Loss for the period	-	-	(19,416,055)	-	(19,416,055)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period (loss)	-	-	(19,416,055)	-	(19,416,055)
Balance as at 30 September 2023	300,000,000	16,997,780	(32,494,262)	23,774,522	308,278,040
Balance as at 1 January 2024	300,000,000	16,997,780	(60,431,923)	15,236,685	271,802,542
Loss for the period	-	-	(100,457,407)	-	(100,457,407)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period (loss)	-	-	(100,457,407)	-	(100,457,407)
Balance as at 30 September 2024	300,000,000	16,997,780	(160,889,330)	15,236,685	171,345,135

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

(Unaudited but reviewed)

Tune Insurance Public Company Limited

Statement of cash flows

For the nine-month period ended 30 September 2024

	(Unit: Baht)	
	2024	2023
Cash flows from operating activities		
Direct premium written	353,706,745	237,389,990
Cash paid for reinsurance	157,378,658	(71,338,114)
Interest income	3,287,996	4,685,946
Dividend income	1,249,679	40,500
Other income	1,034,418	4,361,416
Loss incurred on direct insurance	(41,673,180)	(48,301,778)
Commissions and brokerages on direct insurance	(55,285,742)	(40,045,701)
Other underwriting expenses	(104,847,398)	(37,036,893)
Operating expenses	(272,470,600)	(89,131,884)
Income tax revenue (expense)	606,940	(1,840,785)
Cash received from debt and equity securities	223,800,008	194,300,000
Cash paid for debt and equity securities	(186,454,613)	(185,152,275)
Net cash from (used in) operating activities	80,332,911	(32,069,578)
Cash flows from investing activities		
Equipment	(653,347)	(195,000)
Intangible asset	(794,400)	-
Net cash used in investing activities	(1,447,747)	(195,000)
Cash flows from financing activities		
Repayment of lease liabilities	(1,902,528)	(2,246,328)
Cash flows used in financing activities	(1,902,528)	(2,246,328)
Net increase in cash and cash equivalents	76,982,636	(34,510,906)
Decrease in allowance for expected credit loss	6,304	2,442
Cash and cash equivalents at beginning of period	42,752,500	67,138,829
Cash and cash equivalents at end of period	119,741,440	32,630,365

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

Tune Insurance Public Company Limited

Condensed notes to interim financial statements

For the three-month and nine-month periods ended 30 September 2024

1. General information

Tune Insurance Public Company Limited ("the Company") is a public company incorporated and domiciled in Thailand. Tune Protect Group Berhad, a company is incorporated in Malaysia, is the major shareholder of the Company and holds 49 percent of total ordinary shares. The Company is principally engaged in providing non-life insurance. The registered address of the Company is at 3199 Maleenont Tower 14th Floor, Rama IV Road, Klongton Sub-district, Klongtoey District, Bangkok.

2. Basis for preparation of the financial statement

2.1 Basis for preparation of the interim financial statement

This interim financial statement is prepared in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting", with the Company presenting condensed interim financial statements. The Company has presented line items in the statements of financial position, comprehensive income, changes in owners' equity and cash flows in the same format as that used for annual financial statements, and in accordance with the format of financial statements specified in the Notification of the Office of Insurance Commission ("OIC") regarding criteria, procedures, conditions and terms for preparation and submission of financial statements of non-life insurance companies B.E. 2566 dated 8 February 2023. The Company has presented notes to the interim financial statements on a condensed basis.

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

The interim financial statement in Thai language is the official statutory financial statements of the Company. The interim financial statement in English language has been translated from the Thai language financial statement.

2.2 Accounting policies

The interim financial statement is prepared using the same accounting policies and methods of computation as those were used for the financial statements for the year ended 31 December 2023.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2024, do not have any significant impact on the Company's financial statements.

2.3 New financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2025

The Federation of Accounting Professions issued a number of revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2025. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users, except for TFRS 17 Insurance Contracts which will supersede TFRS 4 Insurance Contracts and establishes key principles for the recognition, measurement, presentation and disclosure of insurance contracts. An entity shall recognise a group of insurance contracts it issues from the earliest of the beginning of the coverage period of the group of contracts and the date when the first payment from a policyholder in the group becomes due. For a group of onerous contracts, these contracts will recognise loss at the date when the group becomes onerous.

Upon initial recognition, this standard requires the adoption of the General Measurement Model, the Variable Fee Approach, or Premium Allocation Approach if contracts meet certain requirements under this standard. In measuring value by the General Measurement Model, an entity shall measure a group of insurance contracts at the total of the fulfilment cash flows and the contractual service margin. The fulfilment cash flows represent the estimates of future cash flows, which arise from substantive rights and obligations that exist during the reporting period, and a risk adjustment for non-financial risk. The contractual service margin represents the unearned profit that the entity will recognise as it provides insurance contract services in the future. In addition, this standard requires the entity to present and disclose more information related both qualitative and quantitative information.

3. Classification of Financial assets and financial liabilities

As at 30 September 2024 and 31 December 2023, the carrying value of the financial assets and financial liabilities are classified as follows:

(Unit: Baht)

30 September 2024			
	Financial instruments measured at fair value through profit or loss	Equity instruments designated at fair value through other comprehensive income	Financial Instruments measured at amortised cost
			Total
Financial assets			
Cash and cash equivalents	-	-	119,728,832
Accrued investment income	-	-	1,117,869
Debt financial assets	117,771,555	-	56,312,355
Equity financial assets	-	70,254,481	-
Other assets - financial assets	-	-	8,061,633
Financial liabilities			
Other liabilities - financial liabilities	-	-	40,079,983
Lease liabilities	-	-	2,911,992

(Unit: Baht)

31 December 2023			
	Financial instruments measured at fair value through profit or loss	Equity instruments designated at fair value through other comprehensive income	Financial Instruments measured at amortised cost
			Total
Financial assets			
Cash and cash equivalents	-	-	42,752,500
Accrued investment income	-	-	901,210
Debt financial assets	133,498,966	-	76,238,446
Equity financial assets	-	70,254,481	-
Other assets - financial assets	-	-	8,463,957
Financial liabilities			
Other liabilities - financial liabilities	-	-	46,123,601
Lease liabilities	-	-	4,885,402

4. Cash and cash equivalents

	(Unit: Baht)	
	30 September 2024	31 December 2023
Cash	66,563	61,263
Deposits at banks with no fixed maturity date	119,342,646	42,367,661
Deposits at banks with fixed maturity date and certificates deposits at bank	329,638	327,287
Total	119,738,847	42,756,211
Less: Allowance for expected credit loss	(10,015)	(3,711)
Cash and cash equivalents	119,728,832	42,752,500

5. Premium receivables

As at 30 September 2024 and 31 December 2023, the balances of premium receivables from direct insurance are classified by overdue periods from the maturity date under the stipulated law of the premium collection as follows:

	(Unit: Baht)	
	30 September 2024	31 December 2023
Not yet due	5,272,156	34,487,525
Not over 30 days	8,699,300	23,880,248
Overdue 30 days to 60 days	7,690,281	5,727,732
Overdue 60 days to 90 days	1,273,112	9,048,256
Overdue longer than 90 days	22,321,790	24,790,438
Total	45,256,639	97,934,199
Less: Allowance for doubtful debt	(8,890,335)	(15,907,164)
Premium receivables, net	36,366,304	82,027,035

6. Reinsurance assets

	(Unit: Baht)	
	30 September 2024	31 December 2023
Insurance reserve refundable from reinsurers		
Loss reserves	12,427,984	16,033,651
Unearned premium reserves	25,431,861	53,411,227
Reinsurance assets	37,859,845	69,444,878

7. Receivables on reinsurance contracts

	(Unit: Baht)	
	30 September 2024	31 December 2023
Amounts due from reinsurers	35,871,685	336,480,140
Less: Allowance for doubtful accounts	-	(129,596,339)
Receivables on reinsurance contracts	35,871,685	206,883,801

As of 31 December 2023, the Company has receivables from reinsurance contracts amounting to Baht 259 million, respectively, which is the outstanding amount from entering into a reinsurance contract with a reinsurance broker. In November 2022, the Company filed a lawsuit with the Central Intellectual Property and International Trade Court against the reinsurance broker and its associate.

Then, in March 2023, reinsurance broker and its associate filed a statement of defense and counterclaim against the Company for damages amounting to Baht 111 million.

In December 2023, the Central Intellectual Property and International Trade Court ("the Court") ruled that the Company is entitled to receive a refund of reinsurance premiums of Baht 78 million plus interest from the date of filing the lawsuit. Furthermore, the Company is not obligated to be responsible for damage of the mentioned reinsurance broker and its associates from counterclaims. In addition, the Court ordered the reinsurance broker to pay Baht 1 million plus interest from the date of filing the lawsuit to the Company due to the breach of the reinsurance brokerage contract. However, the broker is not required to pay the claim recovery because it is not an agent of the reinsurer.

In May 2024, the Company, together with the reinsurance broker and its associate, engaged in negotiations to reach a compromise. They entered into an agreement in which the reinsurance broker and its associate agreed to make installment payments totaling Baht 92 million. The Company has received all payments from the reinsurance broker and its associates in July 2024.

8. Debt financial assets

8.1 Classified by type of financial assets

(Unit: Baht)				
	30 September 2024		31 December 2023	
	Cost/		Cost/	
	Amortised cost	Fair Value	Amortised cost	Fair Value
Debt instruments measured at fair value through profit or loss				
Government and state enterprise securities	63,280,899	65,511,498	78,919,515	80,283,413
Private enterprise	51,993,607	52,260,057	54,128,100	53,215,553
Total	115,274,506	117,771,555	133,047,615	133,498,966
Add: Unrealised gains	2,497,049	-	451,351	-
Total	117,771,555	117,771,555	133,498,966	133,498,966
Debt instruments measured at amortised cost				
Government and state enterprise securities	56,150,641		56,080,413	
Private enterprise debt securities	-		20,000,000	
Fixed deposits and certificates of deposits	162,463		161,022	
Total	56,313,104		76,241,435	
Less: Allowance for expected credit loss	(749)		(2,989)	
Total	56,312,355		76,238,446	
Total debt financial assets - net	174,083,910		209,737,412	

8.2 Classified by stage of credit risk

(Unit: Baht)						
	30 September 2024			31 December 2023		
	Allowance for			Allowance for		
	Carrying value - gross	expected credit loss	Carrying value - net	Carrying value - gross	expected credit loss	Carrying value - net
Debt instruments measured at amortised cost						
Stage 1 - Debt securities without a significant increase in credit risk	56,313,104	(749)	56,312,355	76,241,435	(2,989)	76,238,446
Total	56,313,104	(749)	56,312,355	76,241,435	(2,989)	76,238,446

8.3 Investments subject to restrictions

As at 30 September 2024 and 31 December 2023, the Company has placed government securities at amortised cost as securities and reserves with the Registrar of the Office of Insurance Commission under the Non-life Insurance Act as follows:

	(Unit: Baht)			
	30 September 2024		31 December 2023	
	Cost	Fair value	Cost	Fair value
Securities pledged				
Government bonds	17,085,398	17,313,912	17,009,298	16,663,632
Securities reserve				
Government bonds	29,064,703	28,351,811	29,071,115	27,714,754

9. Equity financial assets**9.1 Classified by type financial assets**

	(Unit: Baht)			
	30 September 2024		31 December 2023	
	Cost	Fair Value	Cost	Fair Value
Equity instruments designated at fair value through other comprehensive income				
Non-listed domestic equity instruments	728,830	12,973,898	728,830	12,973,898
Non-listed foreign equity instruments	50,479,792	57,280,583	50,479,792	57,280,583
Total	51,208,622	70,254,481	51,208,622	70,254,481
Add: Unrealised gains	19,045,859	-	19,045,859	-
Total equity financial assets - net	70,254,481	72,254,481	70,254,481	70,254,481

9.2 Derecognition of equity securities

During the period, the Company does not sell investments in equity instruments designated at fair value through other comprehensive income from account.

10. Deferred tax assets/liabilities and income tax expenses**10.1 Deferred tax assets/liabilities**

As at 30 September 2024 and 31 December 2023, the components of deferred tax assets and deferred tax liabilities are as follows:

		(Unit: Baht)	
		Change in Deferred tax assets and liabilities	
		For the nine-month periods ended 30 September	
	30 September 2024	31 December 2023	2024 2023
Deferred tax assets			
Provision for loss incurred but not yet reported	4,061,230	3,424,306	636,924 (4,685,322)
Loss reserves	6,091,576	3,173,318	2,918,258 (1,508,689)
Premium reserves	-	1,977,780	(1,977,780) -
Allowance for doubtful accounts	1,778,067	29,100,701	(27,322,634) (442,552)
Employee benefit obligations	2,775,432	2,562,313	213,119 539,651
Allowance for impairment of investments	2,772,042	2,772,042	- -
Allowance for expected credit losses	3,073,936	2,270,299	803,637 (119,031)
Unrealised loss on changes in value of financial assts designated at fair value through profit or loss	-	-	- 205,368
Total	20,552,283	45,280,759	
Deferred tax liabilities			
Unrealised gains on changes in value of financial assets designated at fair value through profit or loss	499,894	90,793	409,101 -
Unrealised gains on changes in value of equity instruments designated at fair value through other comprehensive income	3,807,040	3,807,040	- -
Total	4,306,934	3,897,833	
Deferred tax assets - net	16,245,349	41,382,926	
Total changes			(25,137,577) (6,010,575)
Changes were recognised in:			
- Profit or loss			(25,137,577) (6,010,575)
- Other comprehensive income			- -
			(25,137,577) (6,010,575)

10.2 Income tax expenses

Income tax expenses for the three-month and nine-month periods ended 30 September 2024 and 2023 are made up as follows:

	(Unit: Baht)			
	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2024	2023	2024	2023
Current income tax:				
Current income tax charge for the period	-	-	-	-
Deferred income tax:				
Deferred income tax relating to				
temporary differences and reversal of				
temporary differences	408,135	1,054,026	25,137,577	6,010,575
Income tax expenses reported in profit				
or loss	408,135	1,054,026	25,137,577	6,010,575

Reconciliation between income tax expenses and product of accounting losses multiplied by the applicable tax rate for the three-month and nine-month periods ended 30 September 2024 and 2023 are shown below.

	(Unit: Baht)			
	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2024	2023	2024	2023
Accounting loss before income tax	(6,603,694)	(16,214,807)	(75,319,830)	(13,405,480)
Applicable tax rate	20%	20%	20%	20%
Income tax at the applicable tax rate	(1,320,739)	(3,242,961)	(15,063,966)	(2,681,096)
Tax losses incurred during the period	1,641,545	4,210,002	39,696,529	8,435,838
Net effect of exempted income and non-deductible expenses	87,329	86,985	505,014	255,833
Income tax expenses reported in profit or loss	408,135	1,054,026	25,137,577	6,010,575

As at 30 September 2024, the Company has unused tax losses totaling Baht 545.32 million, which is expired by 2026 until 2029. The Company has not recognised as deferred tax asset since it believes future taxable profits may not be sufficient to allow utilization of unused tax losses.

11. Other assets

	(Unit: Baht)	
	30 September 2024	31 December 2023
Other assets - financial assets		
Other account receivables	19,802,718	16,237,282
Less: Allowance for expected credit loss	(15,358,793)	(11,344,606)
Other account receivables - net	4,443,925	4,892,676
Deposits	3,315,073	3,315,073
Advance payment	302,635	256,208
Total	8,061,633	8,463,957
Other assets - other		
Prepaid commission and brokerages expenses	1,679,824	528,060
Prepaid expenses	1,580,367	2,910,230
Prepaid reinsurance premium	1,494,923	122,408
Undued input tax	4,517,819	3,625,543
Other receivables - Revenue Department	224,371	4,675,770
Others	4,302,098	3,888,668
Total	13,799,402	15,750,679
Total other assets	21,861,035	24,214,636

12. Insurance contract liabilities

	(Unit: Baht)		
	30 September 2024		
	Insurance contract liabilities	Reinsurance on liabilities	Net
Loss reserves			
- Claims incurred and reported	36,859,187	(6,401,306)	30,457,881
- Claims incurred but not yet reported	26,332,830	(6,026,678)	20,306,152
Premium reserves			
- Unearned premium reserves	92,747,761	(25,431,861)	67,315,900
Total	155,939,778	(37,859,845)	118,079,933

(Unaudited but reviewed)

(Unit: Baht)

	31 December 2023		
	Insurance	Reinsurance on	
	contract liabilities	liabilities	Net
Loss reserves			
- Claims incurred and reported	22,787,765	(6,921,176)	15,866,589
- Claims incurred but not yet reported	26,234,006	(9,112,475)	17,121,531
Premium reserves			
- Unearned premium reserves	141,446,274	(53,411,227)	88,035,047
Total	190,468,045	(69,444,878)	121,023,167

12.1 Loss reserves

(Unit: Baht)

	For the nine-month period ended 30 September 2024	For the year ended 31 December 2023
Balance - beginning of the period/year	49,021,771	94,468,002
Claim expenses for the period/year	70,085,257	69,642,634
Change in loss reserves and assumptions	(14,459,861)	(59,112,124)
Claim expenses paid during the period/year	(41,455,150)	(55,976,741)
Balance - end of the period	63,192,017	49,021,771

As at 30 September 2024 and 31 December 2023, the Company had loss reserves under reinsurance contracts of Baht 3.1 million and Baht 3.2 million, respectively.

12.2 Unearned premium reserves

(Unit: Baht)

	For the nine-month period ended 30 September 2024	For the year ended 31 December 2023
Balance - beginning of the period/year	141,446,274	93,783,984
Premium written for the period/year	306,223,985	376,651,814
Premium earned for the current period/year	(354,922,498)	(328,989,524)
Balance of unearned premium reserves	92,747,761	141,446,274

13. Due to reinsurers

	(Unit: Baht)	
	30 September 2024	31 December 2023
Amounts withheld on reinsurance	14,202,194	17,031,994
Amounts due to reinsurers	83,290,253	168,051,663
Total	97,492,447	185,083,657

14. Other liabilities

	(Unit: Baht)	
	30 September 2024	31 December 2023
Other liabilities - financial liabilities		
Accrued expenses	36,037,911	38,644,200
Other account payables	4,042,072	7,479,401
Total	40,079,983	46,123,601
Other liabilities - other		
Accrued commission expenses	12,629,815	19,340,551
Accrued marketing expenses	2,472,824	2,425,810
Deposits for insurance premium	8,252,358	15,784,452
Other payables - Revenue department	4,088,943	3,979,590
Other payables	10,980,465	10,587,412
Others	2,606,108	3,799,609
Total	41,030,513	55,917,424
Total other liabilities	81,110,496	102,041,025

15. Net investment income

	(Unit: Baht)			
	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2024	2023	2024	2023
Interest income	1,106,087	1,509,549	3,601,896	4,714,366
Dividend income	1,209,179	-	1,249,679	40,500
Investment expenses	(149,290)	(185,964)	(453,164)	(551,601)
Total	2,165,976	1,323,585	4,398,411	4,203,265

16. Net gain (loss) on financial instruments

(Unit: Baht)

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2024	2023	2024	2023
Gain (loss) from disposal and derecognition				
Debt instruments measured at fair value through profit or loss	-	47,356	(26,713)	52,514
Total	-	47,356	(26,713)	52,514

17. Fair value gain (loss) from financial instruments

(Unit: Baht)

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2024	2023	2024	2023
Debt instruments measure at fair value through profit or loss	1,486,419	(2,254,947)	2,045,698	(1,026,840)
Total	1,486,419	(2,254,947)	2,045,698	(1,026,840)

18. Operating expenses

(Unit: Baht)

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2024	2023	2024	2023
Personnel expenses	18,587,211	23,643,547	63,675,881	63,425,780
Premises and equipment expenses	7,829,121	6,343,442	19,698,216	18,300,998
Bad debts and doubtful accounts (reversal)	1,823,186	(2,139,191)	39,359,983	(2,212,759)
Other operating expenses	5,290,312	3,662,072	16,232,465	12,935,900
Total operating expenses	33,529,830	31,509,870	138,966,545	92,449,919

19. Expected credit loss (reversal)

(Unit: Baht)

	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2024	2023	2024	2023
Cash and cash equivalents	4,214	680	6,304	(2,442)
Debt instruments measured				
at amortised cost	-	(31,270)	(2,240)	(292,590)
Accrued investment incomes	(11)	98	(67)	(127)
Other financial assets	-	(60,000)	(120,000)	(300,000)
Total	4,203	(90,492)	(116,003)	(595,159)

20. Loss per share

Basic loss per share is calculated by dividing loss for the period (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

21. Related party transactions

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

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

Name of related parties	Relationship with the Company
Tune Protect Group Berhad	Related by way of common directors and shareholding
Thai AirAsia Co., Ltd.	Related by way of common directors
Thai AirAsia X Co., Ltd.	Related by way of common directors

(Unaudited but reviewed)

During the periods, the Company had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties.

(Unit: Million Baht)

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September		
	2024	2023	2024	2023	Pricing policy
Transactions with related companies					
Premium written	12.9	13.1	39.8	39.4	According to term of underwriting agreements
Commission and brokerage expenses	2.3	2.3	7.1	6.6	As stated in the agreement upon normal commercial terms

As at 30 September 2024 and 31 December 2023, the balances of the accounts between the Company and its related parties are as follows:

(Unit: Baht)

	30 September 2024	31 December 2023
Premium receivables		
Thai AirAsia Co., Ltd.	8,828,820	9,247,427
Thai AirAsia X Co., Ltd.	1,638,629	3,089,244
Loss reserves		
Thai AirAsia Co., Ltd.	33,300	3,100
Thai AirAsia X Co., Ltd.	-	800

Directors and key management's remuneration

During the three-month and nine-month periods ended 30 September 2024 and 2023, the Company had employment benefit expenses in relation to its directors and key management as follows:

(Unit: Million Baht)

	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2024	2023	2024	2023
Short-term benefits	5.6	10.4	27.9	32.2
Post-employment benefits	0.4	0.4	1.1	1.3
Total	6.0	10.8	29.0	33.5

22. Financial Instrument

22.1 Fair value of financial instrument

Most of the Company's financial instruments are cash and cash equivalents and investments measured at amortised cost which are classified as short-term and/or have interest rates that are close to market rate. Therefore, the carrying amounts of these financial instruments is estimated to approximate their fair value.

22.2 Fair value hierarchy

As of 30 September 2024 and 31 December 2023, the Company had the following financial assets that were measured at fair value using different levels of inputs as follows:

(Unit: Million Baht)

	30 September 2024			
	Fair value			
	Total	Level 1	Level 2	Level 3
Financial assets measured at fair value				
Debt instruments measured at fair value through profit or loss				
Government and state enterprise securities	66	-	66	-
Private enterprises	52	-	52	-
Equity instruments designated at fair value through other comprehensive income				
Non-listed domestic equity instruments	13	-	-	13
Non-listed foreign equity instruments	57	-	-	57

(Unit: Million Baht)

	31 December 2023			
	Fair value			
	Total	Level 1	Level 2	Level 3
Financial assets measured at fair value				
Debt instruments measured at fair value through profit or loss				
Government and state enterprise securities	76	-	76	-
Private enterprises	57	-	57	-
Equity instruments designated at fair value through other comprehensive income				
Non-listed domestic equity instruments	13	-	-	13
Non-listed foreign equity instruments	57	-	-	57

During the current period, the Company does not change the valuation technique and assumptions used in the valuation of financial assets, and there were no transfers within the fair value hierarchy.

23. Commitments and contingent liabilities

23.1 Operating lease and service commitments

- As at 30 September 2024, the Company has entered into several lease agreements in respect of office equipment and other services. The lease agreements consist of short-term lease and leases of low-value assets, lease term 1 - 4 years. The future minimum payments required under these agreements were as follows:

	(Unit: Million Baht)
	30 September 2024
Payable within:	
Within 1 year	2.6
Over 1 to 3 years	0.9
Total	3.5

- The Company has entered into service agreement to obtain notification claims services for travel insurance policy at the rate 0.7% of insurance premium per month.

23.2 Litigation

As at 30 September 2024, the Company has been sued for damages as an insurer. The total exposure of a couple of litigation cases amounts to Baht 10.0 million (31 December 2023: Baht 64.8 million). However, the Company is only obligated under the insurance liabilities totaling Baht 4.1 million (31 December 2023: Baht 141.5 million). The outcomes of the cases have not yet been finalized, since the case is in the step of further appointment. Therefore, the Company has set aside provision for potential losses in the financial statement amounting to Baht 1.2 million (31 December 2023: Baht 4.2 million) and the Company's management believes that upon the conclusion from litigation, the remaining amount will not be material to the Company's financial positions and operating result.

23.3 Capital commitments

As at 30 September 2024 and 31 December 2023, the Company had capital commitments of approximately Baht 8.9 million, relating to computer software development.

24. Approval of interim financial statements

These interim financial information were authorised for issue by the Company's Board of Directors on 14 November 2024.