

Muang Thai Life Assurance Public Company Limited

Condensed interim financial statements
for the three-month and nine-month periods ended
30 September 2021
and
Independent auditor's review report



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Independent auditor's report on review of interim financial information

To the Board of Directors of Muang Thai Life Assurance Public Company Limited

I have reviewed the accompanying statement of financial position in which the equity method is applied and separate statement of financial position of Muang Thai Life Assurance Public Company Limited as at 30 September 2021; the related statements of comprehensive income for three-month and nine-month periods ended 30 September 2021; the statements of changes in equity and cash flows in which the equity method is applied and separate financial statements for the nine-month period ended 30 September 2021; and condensed notes ("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".

(Orawan Chotiwiiriyakul)
Certified Public Accountant
Registration No. 10566

KPMG Phoomchai Audit Ltd.
Bangkok
8 November 2021

Muang Thai Life Assurance Public Company Limited
Statement of financial position

		Financial statements			
		in which the equity method is applied		Separate financial statements	
		30 September	31 December	30 September	31 December
		2021	2020	2021	2020
Assets	Note	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		(in thousand Baht)			
Cash and cash equivalents	3, 14	1,391,586	7,298,202	1,391,586	7,298,202
Premiums due and uncollected, net	4	4,211,667	3,668,997	4,211,667	3,668,997
Accrued investment income		4,609,146	2,861,180	4,609,146	2,861,180
Reinsurers' share of insurance					
contract liabilities	8	1,081,625	805,507	1,081,625	805,507
Due from reinsurers		7,818	1,738	7,818	1,738
Derivative assets	5, 13, 14	1,402,273	5,197,162	1,402,273	5,197,162
Investment assets					
Investments in securities	6, 13, 14, 15	535,261,718	499,900,396	535,261,718	499,900,396
Loans and accrued interest, net	7	24,262,004	22,837,414	24,262,004	22,837,414
Investment properties		4,729,785	4,338,260	4,729,785	4,338,260
Investment in subsidiary	14	10,000	10,000	10,000	10,000
Investment in associates	14	286,079	222,815	382,553	345,717
Premises and equipment	14	3,906,807	4,232,532	3,906,807	4,232,532
Intangible assets		2,024,894	1,937,541	2,024,894	1,937,541
Deferred tax assets, net		1,931,251	2,409,827	1,931,251	2,409,827
Other assets		3,246,222	557,580	3,246,222	557,580
Total assets		588,362,875	556,279,151	588,459,349	556,402,053

The accompanying notes are an integral part of these interim financial statements.

Muang Thai Life Assurance Public Company Limited
Statement of financial position

		Financial statements			
		in which the equity method is applied		Separate financial statements	
		30 September	31 December	30 September	31 December
		2021	2020	2021	2020
Liabilities and equity	<i>Note</i>	(Unaudited)		(Unaudited)	
<i>(in thousand Baht)</i>					
Liabilities					
Insurance contract liabilities	8	492,278,946	472,016,125	492,278,946	472,016,125
Due to reinsurers		196,978	629,720	196,978	629,720
Derivative liabilities	5, 13, 14	3,333,978	348,223	3,333,978	348,223
Income tax payable		847,512	1,156,239	847,512	1,156,239
Employee benefit obligations		1,287,024	1,240,209	1,287,024	1,240,209
Other liabilities	9, 14	7,913,105	8,048,027	7,913,105	8,048,027
Total liabilities		505,857,543	483,438,543	505,857,543	483,438,543
Equity					
Share capital					
Authorised share capital					
(10,000,000 ordinary shares, par value at Baht 100 per share)		1,000,000	1,000,000	1,000,000	1,000,000
Issued and paid-up share capital					
(10,000,000 ordinary shares, par value at Baht 100 per share)		1,000,000	1,000,000	1,000,000	1,000,000
Share premium		2,358,938	2,358,938	2,358,938	2,358,938
Retained earnings					
Appropriated					
Legal reserve		100,000	100,000	100,000	100,000
Other reserve		284,504	284,504	284,504	284,504
Unappropriated		70,184,919	64,262,872	70,276,220	64,360,804
Other components of equity		8,576,971	4,834,294	8,582,144	4,859,264
Total equity		82,505,332	72,840,608	82,601,806	72,963,510
Total liabilities and equity		588,362,875	556,279,151	588,459,349	556,402,053

The accompanying notes are an integral part of these interim financial statements.

Muang Thai Life Assurance Public Company Limited
Statement of comprehensive income (Unaudited)

	<i>Note</i>	Financial statements		Separate financial statements	
		in which the equity method is applied			
		Three-month period ended		Three-month period ended	
		30 September		30 September	
		2021	2020	2021	2020
<i>(in thousand Baht)</i>					
Revenues					
Gross premiums written	14	18,012,355	18,549,412	18,012,355	18,549,412
Less premiums ceded		(489,247)	(715,449)	(489,247)	(715,449)
Net premiums written		17,523,108	17,833,963	17,523,108	17,833,963
Add (less) unearned premium reserves (increase) decrease from previous period		(230,302)	90,281	(230,302)	90,281
Less reinsurers' share of unearned premium reserves decrease from previous period		(35,253)	(38,511)	(35,253)	(38,511)
Net premiums earned		17,257,553	17,885,733	17,257,553	17,885,733
Commission and brokerage income		4,526	8,808	4,526	8,808
Net investment income	14	5,120,443	4,692,161	5,120,443	4,692,161
Gain on investments		390,642	791,914	390,642	791,914
Gain on hedges		89,429	214,764	89,429	214,764
Loss on fair value changes	14	(206,453)	(261,137)	(206,453)	(261,137)
Other income	14	11,482	21,954	11,482	21,954
Total revenues		22,667,622	23,354,197	22,667,622	23,354,197
Expenses					
Long-term technical reserves increase from previous period		6,392,544	7,460,085	6,392,544	7,460,085
Benefit payments and insurance claims		11,011,769	10,175,911	11,011,769	10,175,911
Less benefit payments and insurance claims recovered from reinsurers		(615,630)	(523,421)	(615,630)	(523,421)
Net benefit payments and insurance claims		10,396,139	9,652,490	10,396,139	9,652,490
Commissions and brokerage expenses	14	2,139,572	2,321,037	2,139,572	2,321,037
Other underwriting expenses		167,526	138,239	167,526	138,239
Operating expenses	14	1,172,849	1,145,980	1,172,849	1,145,980
Expected credit loss and impairment losses on investment	10	30,131	299,462	30,131	299,462
Total expenses		20,298,761	21,017,293	20,298,761	21,017,293
Net share of gain (loss) from investment in associates		6,333	(3,670)	-	-
Profit before income tax		2,375,194	2,333,234	2,368,861	2,336,904
Income tax		433,817	452,800	433,817	452,800
Net profit		1,941,377	1,880,434	1,935,044	1,884,104
Other comprehensive income (loss)					
<i>Components of other comprehensive income that will be reclassified subsequently to profit or loss</i>					
Gain (loss) on investments measured at fair value through other comprehensive income		357,193	(2,639,486)	357,193	(2,639,486)
Loss on remeasurements of derivative for cash flow hedges		(962,610)	(609,602)	(962,610)	(609,602)
Share of other comprehensive income from investment in associates		13,338	2,066	-	-
Income tax relating to components of other comprehensive income that will be reclassified subsequently to profit or loss		120,231	649,172	120,231	649,172
Other comprehensive income (loss) for the period, net of income tax		(471,848)	(2,597,850)	(485,186)	(2,599,916)
Total comprehensive income (loss) for the period		1,469,529	(717,416)	1,449,858	(715,812)
Basic earnings per share (in Baht)	11	194.14	188.04	193.50	188.41

The accompanying notes are an integral part of these interim financial statements.

Muang Thai Life Assurance Public Company Limited
Statement of comprehensive income (Unaudited)

	<i>Note</i>	Financial statements		Separate financial statements	
		in which the equity method is applied			
		Nine-month period ended		Nine-month period ended	
		30 September		30 September	
		2021	2020	2021	2020
<i>(in thousand Baht)</i>					
Revenues					
Gross premiums written	14	53,989,698	54,492,435	53,989,698	54,492,435
Less premiums ceded		(2,078,730)	(2,444,221)	(2,078,730)	(2,444,221)
Net premiums written		51,910,968	52,048,214	51,910,968	52,048,214
Less unearned premium reserves increase from previous period		(814,376)	(441,751)	(814,376)	(441,751)
Add reinsurers' share of unearned premium reserves increase from previous period		185,528	199,478	185,528	199,478
Net premiums earned		51,282,120	51,805,941	51,282,120	51,805,941
Commission and brokerage income		20,535	39,651	20,535	39,651
Net investment income	14	15,088,662	14,407,627	15,088,662	14,407,627
Gain on investments		1,637,656	1,027,912	1,637,656	1,027,912
Gain on hedges		137,265	328,613	137,265	328,613
Loss on fair value changes	14	(6,014)	(670,658)	(6,014)	(670,658)
Other income	14	50,584	51,817	50,584	51,817
Total revenues		68,210,808	66,990,903	68,210,808	66,990,903
Expenses					
Long-term technical reserves increase from previous period		18,890,663	15,410,172	18,890,663	15,410,172
Benefit payments and insurance claims		32,395,225	35,068,019	32,395,225	35,068,019
Less benefit payments and insurance claims recovered from reinsurers		(1,692,518)	(1,341,117)	(1,692,518)	(1,341,117)
Net benefit payments and insurance claims		30,702,707	33,726,902	30,702,707	33,726,902
Commissions and brokerage expenses	14	6,519,712	6,630,515	6,519,712	6,630,515
Other underwriting expenses		461,578	419,555	461,578	419,555
Operating expenses	14	3,435,559	3,323,928	3,435,559	3,323,928
Expected credit loss and impairment losses on investment (Reversal)	10	(28,819)	325,545	(28,819)	325,545
Total expenses		59,981,400	59,836,617	59,981,400	59,836,617
Net share of gain (loss) from investment in associates		6,631	(9,683)	-	-
Profit before income tax		8,236,039	7,144,603	8,229,408	7,154,286
Income tax		1,525,992	1,339,328	1,525,992	1,339,328
Net profit		6,710,047	5,805,275	6,703,416	5,814,958
Other comprehensive income (loss)					
<i>Components of other comprehensive income that will be reclassified subsequently to profit or loss</i>					
Gain (loss) on investments measured at fair value through other comprehensive income		6,051,909	(9,907,258)	6,051,909	(9,907,258)
Loss on remeasurements of derivative for cash flow hedges		(1,402,010)	(4,085,660)	(1,402,010)	(4,085,660)
Share of other comprehensive income from investment in associates		19,797	5,007	-	-
Income tax relating to components of other comprehensive income that will be reclassified subsequently to profit or loss		(927,019)	2,803,262	(927,019)	2,803,262
Other comprehensive income (loss) for the period, net of income tax		3,742,677	(11,184,649)	3,722,880	(11,189,656)
Total comprehensive income (loss) for the period		10,452,724	(5,379,374)	10,426,296	(5,374,698)
Basic earnings per share (in Baht)	11	671.00	580.53	670.34	581.50

The accompanying notes are an integral part of these interim financial statements.

Muang Thai Life Assurance Public Company Limited
Statement of changes in equity (Unaudited)

Financial statements in which the equity method is applied										
		Retained earnings				Other components of equity				
		Issued and paid-up share capital	Share premium	Legal reserve	Other reserve	Unappropriated	Gain (loss) on investments measured at fair value through other comprehensive income <i>(in thousand Baht)</i>	Gain (loss) on remeasurements of derivative for cash flow hedges	Share of other comprehensive income (loss) from investments in associate	Total equity
	Note									
Nine-month period ended 30 September 2020										
Balance at 1 January 2020		1,000,000	2,358,938	100,000	284,504	57,155,695	8,348,690	3,759,371	(18,146)	72,989,052
Transaction with shareholders, recorded directly in equity										
Distributions to shareholders										
Dividends to shareholders of the company	12	-	-	-	-	(774,000)	-	-	-	(774,000)
Total distributions to shareholders		-	-	-	-	(774,000)	-	-	-	(774,000)
Comprehensive income (loss) for the period										
Net profit		-	-	-	-	5,805,275	-	-	-	5,805,275
Other comprehensive income (loss)		-	-	-	-	-	(7,925,806)	(3,263,850)	5,007	(11,184,649)
Total comprehensive income (loss) for the period		-	-	-	-	5,805,275	(7,925,806)	(3,263,850)	5,007	(5,379,374)
Balance at 30 September 2020		1,000,000	2,358,938	100,000	284,504	62,186,970	422,884	495,521	(13,139)	66,835,678

The accompanying notes are an integral part of these interim financial statements.

Muang Thai Life Assurance Public Company Limited
Statement of changes in equity (Unaudited)

Financial statements in which the equity method is applied									
		Retained earnings				Other components of equity			
	Issued and paid-up	Share	Legal	Other		Gain on investments	Gain (loss) on	Share of other	
Note	share capital	premium	reserve	reserve	Unappropriated	measured at fair value through other comprehensive income	remeasurement of derivative for cash flow hedges	comprehensive income (loss) from investments in associate	Total equity
(in thousand Baht)									
Nine-month period ended 30 September 2021									
Balance at 1 January 2021	1,000,000	2,358,938	100,000	284,504	64,262,872	4,087,998	771,266	(24,970)	72,840,608
Transaction with shareholders, recorded directly in equity									
Distributions to shareholders									
Dividends to shareholders of the company	12	-	-	-	(788,000)	-	-	-	(788,000)
Total distributions to shareholders		-	-	-	(788,000)	-	-	-	(788,000)
Comprehensive income (loss) for the period									
Net profit	-	-	-	-	6,710,047	-	-	-	6,710,047
Other comprehensive income (loss)	-	-	-	-	-	5,408,253	(1,685,373)	19,797	3,742,677
Total comprehensive income (loss) for the period	-	-	-	-	6,710,047	5,408,253	(1,685,373)	19,797	10,452,724
Balance at 30 September 2021	1,000,000	2,358,938	100,000	284,504	70,184,919	9,496,251	(914,107)	(5,173)	82,505,332

The accompanying notes are an integral part of these interim financial statements.

Muang Thai Life Assurance Public Company Limited
Statement of changes in equity (Unaudited)

Separate financial statements									
		Retained earnings				Other components of equity			
	Note	Issued and paid-up share capital	Share premium	Legal reserve	Other reserve	Unappropriated	Gain (loss) on investments measured at fair value through other comprehensive income	Gain (loss) on remeasurements of derivative for cash flow hedges	Total equity
(in thousand Baht)									
Nine-month period ended 30 September 2020									
Balance at 1 January 2020		1,000,000	2,358,938	100,000	284,504	57,247,032	8,348,690	3,759,371	73,098,535
Transaction with shareholders, recorded directly in equity									
Distributions to shareholders									
Dividends to shareholders of the company	12	-	-	-	-	(774,000)	-	-	(774,000)
Total distributions to shareholders		-	-	-	-	(774,000)	-	-	(774,000)
Comprehensive income (loss) for the period									
Net profit		-	-	-	-	5,814,958	-	-	5,814,958
Other comprehensive income (loss)		-	-	-	-	-	(7,925,806)	(3,263,850)	(11,189,656)
Total comprehensive income (loss) for the period		-	-	-	-	5,814,958	(7,925,806)	(3,263,850)	(5,374,698)
Balance at 30 September 2020		1,000,000	2,358,938	100,000	284,504	62,287,990	422,884	495,521	66,949,837

The accompanying notes are an integral part of these interim financial statements.

Muang Thai Life Assurance Public Company Limited
Statement of changes in equity (Unaudited)

Separate financial statements								
		Retained earnings				Other components of equity		
						Gain on investments measured at fair value through other comprehensive income	Gain (loss) on remeasurements of derivative designated at fair value for cash flow hedges	Total equity
Note	Issued and paid-up share capital	Share premium	Legal reserve	Other reserve	Unappropriated			

The accompanying notes are an integral part of these interim financial statements.

Muang Thai Life Assurance Public Company Limited
Statement of cash flows (Unaudited)

	Financial statements in which the equity method is applied and separate financial statements	
	Nine-month period ended	
	30 September	
<i>Note</i>	2021	2020
	<i>(in thousand Baht)</i>	
<i>Cash flows from operating activities</i>		
Gross premiums written	53,529,616	53,285,735
Cash paid to reinsurers	(895,088)	(434,430)
Interest received	11,059,796	10,775,836
Dividend received	1,979,354	1,701,915
Investment expenses	(733,444)	(725,886)
Other investment income	105,264	163,413
Other income	50,584	51,817
Benefit payments and insurance claims	(31,895,980)	(35,485,053)
Commissions and brokerage expenses	(6,652,098)	(6,743,588)
Other underwriting expenses	(458,205)	(416,576)
Operating expenses	(4,207,158)	(3,028,534)
Income tax paid	(2,283,161)	(1,983,604)
Investments in securities	(26,329,144)	(21,911,295)
Loans	(95,952)	1,932,135
Deposits at financial institutions	30,000	(18,000)
Borrowing from repurchase agreements	2,470,000	-
Net cash flows used in operating activities	(4,325,616)	(2,836,115)
<i>Cash flows from investing activities</i>		
Cash flows provided by		
Premises and equipment	11,007	19,174
Cash flows provided by investing activities	11,007	19,174

The accompanying notes are an integral part of these interim financial statements.

Muang Thai Life Assurance Public Company Limited
Statement of cash flows (Unaudited)

		Financial statements in which the equity method is applied and separate financial statements	
		Nine-month period ended	
		30 September	
	<i>Note</i>	2021	2020
		<i>(in thousand Baht)</i>	
Cash flows used in			
Investment properties		(442,284)	(582,992)
Premises and equipment		(141,168)	(395,786)
Intangible assets		(220,555)	(200,384)
Cash flows used in investing activities		(804,007)	(1,179,162)
Net cash flows used in investing activities		(793,000)	(1,159,988)
<i>Cash flows from financing activity</i>			
Dividend paid	12	(788,000)	(774,000)
Net cash flows used in financing activity		(788,000)	(774,000)
Net decrease in cash and cash equivalents		(5,906,616)	(4,770,103)
Cash and cash equivalents at 1 January		7,298,202	9,147,618
Cash and cash equivalents at 30 September	3	1,391,586	4,377,515

The accompanying notes are an integral part of these interim financial statements.

Muang Thai Life Assurance Public Company Limited
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2021 (Unaudited)

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Muang Thai Life Assurance Public Company Limited
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2021 (Unaudited)

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai statutory and regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised for issue by the Company's authorised directors on 8 November 2021.

1 General information

Muang Thai Life Assurance Public Company Limited, (the "Company"), was incorporated in Thailand and has its registered head office at 250 Ratchadaphisek Road, Huaykwang, Bangkok and has 125 branches as at 30 September 2021 (*31 December 2020: 126 branches*).

The ultimate parent company is Kasikornbank Public Company Limited and the intermediate parent company is Muang Thai Group Holding Company Limited (75% shareholding).

The principal business of the Company is the provision of life insurance business. Details of the Company's subsidiary and associate as at 30 September 2021 and 31 December 2020 are given in note 14.

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The interim financial statements are presented in the same format as the annual financial statements together with notes to the interim financial statements on a condensed basis ("interim financial statements") in accordance with Thai Accounting Standard (TAS) No. 34 *Interim Financial Reporting*, guidelines promulgated by the Federation of Accounting Professions (TFAC). In addition, the interim financial statements are prepared in accordance with the Notification of the Office of Insurance Commission regarding "Rules, Procedures, Conditions and Timing for the Preparation and Submission of the Financial Statements and Reporting of the Operations of Life Insurance Companies" B.E. 2562 (no. 2), dated 4 April 2019, which are effective for periods beginning on or after 1 January 2020. The interim financial statements focus on new activities events, and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with financial statements of the Company for the year ended 31 December 2020.

The Company has initially applied revised TFRS that are effective for annual periods beginning on or after 1 January 2021 and has not early adopted TFRS which are not yet effective. The application has no material impact on the financial statements.

(b) Exemption from consolidation

The Company has not presented consolidated financial statements in accordance with the exemptions in TFRS 10 Consolidated Financial Statements which state that a parent need not present consolidated financial statements if it meets all criteria. Management believes that the Company meets all the required criteria, therefore the Company has not presented consolidated financial statements and presents only financial statements in which the equity method is applied and separate financial statements. The Company has informed all its common shareholders, and no objections were raised.

Muang Thai Life Assurance Public Company Limited
Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2021 (Unaudited)

Kasikornbank Public Company Limited, which is the ultimate parent of the Company and incorporated in Thailand, has produced consolidated financial statements that are available for public use and comply with TFRSs. The registered head office of Kasikornbank Public Company Limited is at 400/22 Phahon Yothin Road, Sam Sen Nai Sub-district, Phaya Thai District, Bangkok

(c) Judgements and estimates

In preparing these interim financial statements, judgements and estimates are made by management in applying the Company's accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and key sources of estimation uncertainty were the same as those that were described in the financial statements for the year ended 31 December 2020.

Judgements made in applying accounting policies that have significant effects on the amounts recognised in the financial statements include consideration of whether the Company has a significant influence in the associated companies or not, according to the investments on which equity method is applied, by considering whether the investments result in non-significant influence over a Real Estate Investment Trust and a Mutual Fund. The Trust and the Fund are structured entities that have been designed so that voting or similar rights are not the dominant factor in deciding who controls or has influence over the entities. In addition, the financial and operating policies of these entities are directed by means of their trust deeds and managed by their respective fund managers. Therefore, management believes that the Company does not have significant influence over these entities. As of 30 September 2021, the Company has the investments in the unit trust and the fund amounting to Baht 3.6 billion (*31 December 2020: Baht 4.5 billion*).

3 Cash and cash equivalents

	Financial statements in which the equity method is applied and separate financial statements	
	30 September 2021	31 December 2020
	<i>(in thousand Baht)</i>	
Cash	90	82
Deposits at banks-call deposits	1,054,516	5,127,167
Highly liquid short-term investments	336,980	2,170,953
Total	1,391,586	7,298,202

As at 30 September 2021 and 31 December 2020, the currency denomination of cash and cash equivalents was entirely in Baht.

As at 30 September 2021, the Company has pledged fixed deposits amounting to Baht 6.6 million (*31 December 2020: Baht 6.6 million*) as a collateral for electricity.

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4 Premiums due and uncollected, net

As at 30 September 2021 and 31 December 2020, the balance of premiums due and uncollected were aged as follows:

	Financial statements in which the equity method is applied and separate financial statements	
	30 September 2021	31 December 2020
	<i>(in thousand Baht)</i>	
Within due	3,959,234	3,500,388
Overdue:		
Less than or equal to 30 days	71,391	80,732
31 - 60 days	32,288	63,761
61 - 90 days	27,691	22,044
91 days - 1 year	126,588	5,442
Over 1 year	1,540	1,228
Total	4,218,732	3,673,595
Less allowance for doubtful accounts	(7,065)	(4,598)
Net	4,211,667	3,668,997

During the period ended 30 September 2021, the Office of Insurance Commission, through several announcements for relief program under COVID 19 situation, has extended the grace period by 60 days for all policies. The Company has extended the grace period from 31 days to 91 days for policies which have original due date on 1 January 2021 to 31 December 2021.

5 Derivatives

As at 30 September 2021 and 31 December 2020, derivative assets and liabilities were as follows:

Derivatives for which hedge accounting has not been applied:

		Financial statements in which the equity method is applied and separate financial statements			
		30 September 2021			
Type of contract	Objectives	Notional value	Fair value		Gain (loss) on remeasurement of derivatives at fair value
			Assets	Liabilities	
(in thousand Baht)					
Index option contract	To hedge against the risk of changes in fair value of an underlying index	2,174,415	191,937	-	(20,347)
Warrants	To invest	202,435	46,488	-	32,778
Foreign exchange forward	To hedge against the risk of changes in fair value of a foreign exchange forward	3,068,986	-	88,555	(88,555)
Total		5,445,836	238,425	88,555	(76,124)

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Derivatives for which hedge accounting has been applied:

Financial statements in which the equity method is applied and separate financial statements 30 September 2021					
Type of contract	Objectives	Notional value	Fair value Assets Liabilities (in thousand Baht)		Gain (loss) on remeasurement of derivatives at fair value
Cross currency swap contract	To hedge against exchange rate risk from investments in a foreign currency	46,896,753	880,331	2,959,384	(1,214,199)
Interest rate swap contract	To hedge against interest rate risk	493,750	5,374	-	(6,737)
Bond forward contract	To hedge against reinvestment risk	1,362,674	278,143	-	(181,074)
Foreign exchange forward	To hedge against the risk of changes in fair value of a foreign exchange forward	8,878,905	-	286,039	(12,109)
Total		57,632,082	1,163,848	3,245,423	(1,414,119)
Net		63,077,918	1,402,273	3,333,978	(1,490,243)

Derivatives for which hedge accounting has not been elected:

Financial statements in which the equity method is applied and separate financial statements 31 December 2020					
Type of contract	Objectives	Notional value	Fair value Assets Liabilities (in thousand Baht)		Gain (loss) on remeasurement of derivatives at fair value
Index option contract	To hedge against the risk of changes in fair value of an underlying index	1,621,169	131,455	-	(22,341)
Warrants	To invest	49,414	5,881	-	2,989
Total		1,670,583	137,336	-	(19,352)

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Derivatives for which hedge accounting has been applied:

		Financial statements in which the equity method is applied and separate financial statements			
		31 December 2020			
Type of contract	Objectives	Notional value	Assets Fair value <i>(in thousand Baht)</i>	Liabilities	Gain (loss) on remeasurement of derivatives at fair value
Cross currency swap contract	To hedge against exchange rate risk from investments in a foreign currency	44,752,342	4,573,670	348,223	(3,664,712)
Interest rate swap contract	To hedge against interest rate risk	493,750	12,136	-	(3,344)
Bond forward contract	To hedge against reinvestment risk	1,603,523	474,020	-	(72,116)
Total		46,849,615	5,059,826	348,223	(3,740,172)
Net		48,520,198	5,197,162	348,223	(3,759,524)

6 Investments in securities

6.1 Investments in securities by measurement of accounting guidelines are as follows:

	Financial statements in which the equity method is applied and separate financial statements 30 September 2021	
	Cost/ Amortised cost	Fair value
	(in thousand Baht)	
Trading securities measured at fair value through profit and loss		
Government bond and state enterprise debt securities	153,859	151,893
Private debt securities	11,417,110	10,674,571
Equity securities	3,717,482	3,740,839
Total	15,288,451	14,567,303
Less Unrealized losses	(721,148)	-
Total trading securities measured at fair value through profit and loss	14,567,303	14,567,303
Available-for-sale securities measured at fair value through other comprehensive income		
Government bond and state enterprise debt securities	1,380,907	1,604,976
Private debt securities	10,760,398	11,033,519
Foreign debt securities	4,496,768	5,110,207
Equity securities	42,625,164	46,073,800
Foreign equity securities	21,979,047	28,683,586
Total	81,242,284	92,506,088
Add Unrealized gains	11,263,804	-
Total available-for-sale securities measured at fair value through other comprehensive income	92,506,088	92,506,088

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Financial statements in which the equity method is applied and separate financial statements 30 September 2021		
	Cost/ Amortised cost (in thousand Baht)	Fair value
<i>Held-to-maturity measured at amortised cost</i>		
Government bond and state enterprise debt securities	250,882,674	295,649,628
Private debt securities	135,723,892	141,306,107
Foreign debt securities	41,900,055	44,756,405
Deposits at bank with original maturities over 3 months	292,645	292,645
Total	428,799,266	482,004,785
Less Allowance for expected credit loss	(610,939)	-
Total held-to-maturity measured at amortised cost	428,188,327	482,004,785
Total investments in securities	535,261,718	589,078,176
Financial statements in which the equity method is applied and separate financial statements 31 December 2020		
	Cost/ Amortised cost (in thousand Baht)	Fair value
<i>Trading securities measured at fair value through profit and loss</i>		
Government bond and state enterprise debt securities	143,506	146,799
Private debt securities	9,851,080	9,892,496
Equity securities	3,347,444	3,180,867
Total	13,342,030	13,220,162
Less Unrealized losses	(121,868)	-
Total trading securities measured at fair value through profit and loss	13,220,162	13,220,162
<i>Available-for-sale securities measured at fair value through other comprehensive income</i>		
Government bond and state enterprise debt securities	1,297,036	1,589,388
Private debt securities	11,537,009	11,420,971
Foreign debt securities	4,000,969	4,387,830
Equity securities	40,820,518	41,829,482
Foreign equity securities	19,160,577	22,391,910
Total	76,816,109	81,619,581
Add Unrealized gains	4,803,472	-
Total available-for-sale securities measured at fair value through other comprehensive income	81,619,581	81,619,581

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Financial statements in which the equity method is applied and separate financial statements 31 December 2020		
	Cost/ Amortised cost (in thousand Baht)	Fair value
<i>Held-to-maturity securities measured at amortised cost</i>		
Government bond and state enterprise debt securities	244,355,730	322,141,751
Private debt securities	124,930,088	132,669,633
Foreign debt securities	36,117,249	40,260,188
Deposits at bank with original maturities over 3 months	322,645	322,645
Total	405,725,712	495,394,217
Less Allowance for expected credit loss	(665,059)	-
Total held-to-maturity securities measured at amortised cost	405,060,653	495,394,217
Total investment in securities	499,900,396	590,233,960

As at 30 September 2021, the Company has pledged saving tickets of Baht 10.0 million (31 December 2020: Baht 10.0 million) as a collateral with a Bank for selling of life insurance policies through banking channel.

As at 30 September 2021, the Company has pledged government bond amounting to Baht 9.7 million (31 December 2020: Baht 9.7 million) as a collateral for loan protection group life insurance.

6.2 Available-for-sale securities measured at fair value through other comprehensive income

Financial statements in which the equity method is applied and separate financial statements 30 September 2021		
	Fair value (in thousand Baht)	Allowance for expected credit loss/ impairment
Debt securities - no significant increase in credit risk (Stage 1)	17,746,783	(11,962)
Debt securities - significant increase in credit risk (Stage 2)	1,920	(88)
Equity securities	74,757,387	(263,218)
Total	92,506,090	(275,268)

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Financial statements in which the equity method is applied and separate financial statements

31 December 2020

	Fair value (in thousand Baht)	Allowance for expected credit loss/ impairment
Debt securities - no significant increase in credit risk (Stage 1)	17,396,177	(9,893)
Debt securities - significant increase in credit risk (Stage 2)	2,012	(155)
Equity securities	64,221,392	(291,129)
Total	81,619,581	(301,177)

6.3 Held-to-maturity measured at amortised cost

Financial statements in which the equity method is applied and separate financial statements

30 September 2021

	Book value	Allowance for expected credit loss (in thousand Baht)	Net Book value
Debt securities - no significant increase in credit risk (Stage 1)	422,502,637	(268,885)	422,233,752
Debt securities - significant increase in credit risk (Stage 2)	6,281,058	(326,483)	5,954,575
Debt securities - default / credit - impaired (Stage 3)	15,571	(15,571)	-
Total	428,799,266	(610,939)	428,188,327

Financial statements in which the equity method is applied and separate financial statements

31 December 2020

	Book value	Allowance for expected credit loss (in thousand Baht)	Net Book value
Debt securities - no significant increase in credit risk (Stage 1)	399,778,106	(162,081)	399,616,025
Debt securities - significant increase in credit risk (Stage 2)	5,932,035	(487,407)	5,444,628
Debt securities - default / credit - impaired (Stage 3)	15,571	(15,571)	-
Total	405,725,712	(665,059)	405,060,653

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7 Loans and accrued interest, net

As at 30 September 2021 and 31 December 2020 loans and accrued interest were classified as follows:

Stage	Financial statements in which the equity method is applied and separate financial statements 30 September 2021		
	Mortgage loans	Other (in thousand Baht)	Total
Loans - no significant increase in credit risk (Stage 1)	3,258,372	121	3,258,493
Loans - significant increase in credit risk (Stage 2)	78,020	-	78,020
Loans - default / with credit impairment (Stage 3)	295,435	-	295,435
Less Allowance for expected credit loss	(307,751)	-	(307,751)
Total	3,324,076	121	3,324,197
Policy loans			20,937,807
Net loans and accrued interest			24,262,004

Stage	Financial statements in which the equity method is applied and separate financial statements 31 December 2020		
	Mortgage loans	Other (in thousand Baht)	Total
Loans - no significant increase in credit risk (Stage 1)	1,843,629	390	1,844,019
Loans - significant increase in credit risk (Stage 2)	77,162	-	77,162
Loans - default / with credit impairment (Stage 3)	293,051	-	293,051
Less Allowance for expected credit loss	(252,890)	-	(252,890)
Total	1,960,952	390	1,961,342
Policy loans			20,876,072
Net loans and accrued interest			22,837,414

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8 Insurance contract liabilities

	Financial statements in which the equity method is applied and separate financial statements					
	30 September 2021			31 December 2020		
	Insurance contract liabilities	Reinsurers' share of insurance contract liabilities	Net	Insurance contract liabilities	Reinsurers' share of insurance contract liabilities	Net
	<i>(in thousand Baht)</i>					
Long-term technical reserves	485,920,909	-	485,920,909	467,030,246	-	467,030,246
Short-term technical reserves						
Loss reserves and outstanding claims						
- Case reserves	484,401	128,680	355,721	340,414	84,738	255,676
- Incurred but not reported	533,110	149,596	383,514	343,490	102,948	240,542
Total loss reserves and outstanding claims	1,017,511	278,276	739,235	683,904	187,686	496,218
Unearned premium reserves	3,982,752	803,349	3,179,403	3,168,376	617,821	2,550,555
Total short-term technical reserves	5,000,263	1,081,625	3,918,638	3,852,280	805,507	3,046,773
Unpaid policy benefits	761,578	-	761,578	681,006	-	681,006
Due to insured	596,196	-	596,196	452,593	-	452,593
Total	492,278,946	1,081,625	491,197,321	472,016,125	805,507	471,210,618

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	Financial statements in which the equity method is applied and separate financial statements					
	30 September 2021			31 December 2020		
	Insurance contract liabilities	Reinsurers' share of insurance contract liabilities	Net	Insurance contract liabilities	Reinsurers' share of insurance contract liabilities	Net
	<i>(in thousand Baht)</i>					
Long-term technical reserves						
At 1 January 2021 / 2020	467,030,246	-	467,030,246	441,079,232	-	441,079,232
Reserves increase from new and inforce policies in the period / year	45,334,738	-	45,334,738	64,330,504	-	64,330,504
Reserves released for benefit payments, lapse and cancellation in the period / year	(26,444,075)	-	(26,444,075)	(38,379,490)	-	(38,379,490)
At 30 September 2021 / 31 December 2020	485,920,909	-	485,920,909	467,030,246	-	467,030,246
Loss reserves and outstanding claims						
At 1 January 2021 / 2020	683,904	187,686	496,218	755,719	193,802	561,917
Insurance claims during the period / year	4,513,342	1,199,630	3,313,712	5,060,074	1,310,125	3,749,949
Insurance claims paid during the period / year	(4,179,735)	(1,109,040)	(3,070,695)	(5,131,889)	(1,316,241)	(3,815,648)
At 30 September 2021 / 31 December 2020	1,017,511	278,276	739,235	683,904	187,686	496,218
Unearned premium reserves						
At 1 January 2021 / 2020	3,168,376	617,821	2,550,555	3,004,980	582,694	2,422,286
Premiums written during the period / year	8,355,619	1,787,377	6,568,242	9,822,580	1,949,867	7,872,713
Earned premiums in the period / year	(7,541,243)	(1,601,849)	(5,939,394)	(9,659,184)	(1,914,740)	(7,744,444)
At 30 September 2021 / 31 December 2020	3,982,752	803,349	3,179,403	3,168,376	617,821	2,550,555

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9 Other liabilities

	Financial statements in which the equity method is applied and separate financial statements	
	30 September 2021	31 December 2020
	<i>(in thousand Baht)</i>	
Accrued expenses	1,727,784	1,426,403
Accrued commission and brokerage expenses	502,073	643,000
Premiums received under underwriting process	444,258	185,783
Collateral for credit support annex contracts	741,000	4,702,000
Accounts payable for purchasing securities	186,599	149,730
Borrowing from repurchase agreement	2,470,000	-
Accounts payable for securities borrowing	1,123,648	-
Lease liabilities	177,903	188,510
Others	539,840	752,601
Total	7,913,105	8,048,027

10 Expected credit loss and impairment losses on investments (Reversal)

	Financial statements in which the equity method is applied and separate financial statements	
	2021	2020
	<i>(in thousand Baht)</i>	
<i>Three-month period ended 30 September</i>		
Debt securities measured at amortised cost	18,958	319,240
Debt securities measured at FVOCI	1,172	357
Equity securities measured at FVOCI	853	(19,806)
Loans and accrued interest	9,400	(3,791)
Other assets	(252)	3,462
Total	30,131	299,462

	Financial statements in which the equity method is applied and separate financial statements	
	2021	2020
	<i>(in thousand Baht)</i>	
<i>Nine-month period ended 30 September</i>		
Debt securities measured at amortised cost	(54,120)	337,236
Debt securities measured at FVOCI	2,002	(1,084)
Equity securities measured at FVOCI	(27,911)	(329)
Loans and accrued interest	54,861	(13,829)
Other assets	(3,651)	3,551
Total	(28,819)	325,545

11 Basic earnings per share

The calculations of basic earnings per share for the three-month and nine-month periods ended 30 September 2021 and 2020 were based on the profit for the periods attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the periods as follows:

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<i>Three-month period ended 30 September</i>	Financial statements in which the equity method is applied		Separate financial statements	
	2021	2020	2021	2020
Profit attributable to ordinary shareholders of the Company (basic) <i>(in thousand Baht)</i>	<u>1,941,377</u>	<u>1,880,434</u>	<u>1,935,044</u>	<u>1,884,104</u>
Number of ordinary shares outstanding <i>(in thousand shares)</i>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>
Basic earnings per share <i>(in Baht)</i>	<u>194.14</u>	<u>188.04</u>	<u>193.50</u>	<u>188.41</u>

<i>Nine-month period ended 30 September</i>	Financial statements in which the equity method is applied		Separate financial statements	
	2021	2020	2021	2020
Profit attributable to ordinary shareholders of the Company (basic) <i>(in thousand Baht)</i>	<u>6,710,047</u>	<u>5,805,275</u>	<u>6,703,416</u>	<u>5,814,958</u>
Number of ordinary shares outstanding <i>(in thousand shares)</i>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>
Basic earnings per share <i>(in Baht)</i>	<u>671.00</u>	<u>580.53</u>	<u>670.34</u>	<u>581.50</u>

12 Dividend

- (a) At the annual general meeting of shareholders of the company held on 23 April 2021, the shareholders approve the appropriation of dividend of Baht 78.8 per share, amounting to Baht 788 million. The dividend was paid to shareholders in May 2021.
- (b) At the annual general meeting of shareholders of the company held on 24 April 2020, the shareholders approve the appropriation of dividend of Baht 77.4 per share, amounting to Baht 774 million. The dividend was paid to shareholders in May 2020.

13 Fair value

Carrying amounts and fair value

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at recurring fair value. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

<i>At 30 September 2021</i>	Fair value			Total
	Level 1	Level 2	Level 3	
	<i>(in thousand Baht)</i>			
Financial assets				
Derivative assets	31,188	1,371,085	-	1,402,273
Investment in securities	<u>76,538,343</u>	<u>30,286,634</u>	<u>248,414</u>	<u>107,073,391</u>
Total	<u>76,569,531</u>	<u>31,657,719</u>	<u>248,414</u>	<u>108,475,664</u>
Financial liabilities				
Derivative liabilities	-	(3,333,978)	-	(3,333,978)
Total	<u>-</u>	<u>(3,333,978)</u>	<u>-</u>	<u>(3,333,978)</u>

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<i>At 31 December 2020</i>	Fair value			Total
	Level 1	Level 2	Level 3	
	<i>(in thousand Baht)</i>			
Financial assets				
Derivative assets	5,881	5,191,281	-	5,197,162
Investment in securities	63,677,234	30,937,292	225,217	94,839,743
Total	63,683,115	36,128,573	225,217	100,036,905
Financial liabilities				
Derivative liabilities	-	(348,223)	-	(348,223)
Total	-	(348,223)	-	(348,223)

Most of the company's investment assets are marketable securities that have high liquidity or can be traded in short period of time at a price close to the fair value with the value of investment assets well sufficiency for support liquidity needs.

The Company determines Level 2 fair values for marketable debt securities, by using the last bid price from Thai Bond Market Association or a reliable institution at the reporting date.

The Company determines Level 2 fair values for listed equity securities which are inactive in markets but they have trading transactions within 30 working days, by using the last bid price from Stock Exchanges of each country where securities are listed at reporting date. For non-listed unit trusts, fair value is calculated by using net asset value at reporting date. The Company does not adjust the last bid price or net asset value since the difference is not significant.

The Company determines Level 2 fair values for derivative. The fair value for over-the-counter derivatives are based on counter party quotes.

The Company determines Level 3 fair value for unquoted equity investment by using adjusted net asset method.

14 Related parties

Relationships with key management and related parties were as follows:

Name of entities/person	Country of incorporation/ nationality	Nature of relationships
Key management personnel	Thai/ Foreigners	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any directors (whether executive or otherwise) of the Company
Kasikornbank Public Company Limited	Thailand	Ultimate parent of companies in Kasikornbank Group
Muang Thai Group Holding Co., Ltd.	Thailand	Parent company and holds 75.00% shareholding in the Company
Ageas Insurance International N.V.	Belgium	Major shareholder
MT Insure Broker Co., Ltd.	Thailand	Subsidiary of the Company, and the Company has 99.99% shareholding
Sovannaphum Life Assurance Public Company Limited	Cambodia	Associate of the Company, and the Company has 49.00% shareholding
Dara Insurance Public Company Limited	Cambodia	Associate of the Company, and the Company has 25.00% shareholding, since 25 September 2020

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Name of entities/person	Country of incorporation/ nationality	Nature of relationships
ST-MuangThai Insurance Company Limited	Laos	Associate of the Company, and the Company has 22.50% shareholding
Companies in Kasikornbank Group	Thailand	Subsidiaries and associates of the ultimate parent company
Other related parties	Thai/Foreigners	Some common directors or related parties of the Company hold its shares

Significant transactions for the nine-month periods ended 30 September 2021 and 2020 with related parties were as follows:

<i>Nine-month period ended 30 September</i>	Financial statements in which the equity method is applied and separate financial statements	
	2021	2020
	<i>(in thousand Baht)</i>	
<i>Revenues from related parties (Including gains (losses) from cross currency swap contracts)</i>		
Parent	(712,275)	(291,072)
Subsidiary	170	256
Companies in Kasikornbank Group	136,332	100,338
Other related parties	56,391	64,508
Key management personnel	17,389	14,916
<i>Expenses with related parties</i>		
Parent	4,369,030	4,538,705
Companies in Kasikornbank Group	507,324	579,647
Other related parties	75,317	60,942
Key management personnel	16,269	32,897
<i>Key management and director compensation</i>		
Short-term employee benefits and directors' remuneration	227,209	185,996
Post-employment benefit	7,442	8,120
Total	234,651	194,116

Significant balances as at 30 September 2021 and 31 December 2020 with related parties were as follows:

	Financial statements in which the equity method is applied and separate financial statements	
	30 September 2021	31 December 2020
	<i>(in thousand Baht)</i>	
<i>Parent</i>		
Deposits at bank	760,986	4,728,427
Derivative assets	362,639	875,036
Derivative liabilities	383,211	-
Other liabilities	912,009	1,383,278
Other comprehensive income	(56,501)	141,612

Muang Thai Life Assurance Public Company Limited

Notes to the interim financial statements

For the three-month and nine-month periods ended 30 September 2021 (Unaudited)

	Financial statements in which the equity method is applied and separate financial statements	
	30 September 2021	31 December 2020
	(in thousand Baht)	
<i>Subsidiary and associate</i>		
Investment in subsidiary	10,000	10,000
Investment in associate		
- Equity method	286,079	222,815
- Cost method	382,553	345,717
<i>Companies in Kasikornbank Group</i>		
Other liabilities	207,677	76,886
<i>Other related parties</i>		
Investments in securities - equity securities	440,963	424,723
Investments in securities - debt securities	400,056	400,043
Premises and equipment	71,241	61,779
Other liabilities	70,943	61,377
<i>Key management personnel</i>		
Premises and equipment	22,708	24,531
Other liabilities	23,247	24,857

On 25 September 2020, the Company paid for new capital amounting to USD 2.0 million or Baht 65.4 million in respect of its shareholding of 25.0% to Dara Insurance Public Limited Company. The capital injection was approved by the company's Board of Directors on 31 May 2019 and by the Office of Insurance Commission on 11 September 2019.

On 25 January 2021, the Company paid an additional capital amounting to USD 1.2 million or Baht 36.8 million in respect of its shareholding of 49.0% to Sovannaphum Life Assurance Public Company Limited. The capital injection was within limit of Baht 320.0 million approved by the Company's Board of Directors on 27 November 2020 and by the Office of Insurance Commission on 24 June 2019.

Commitments with related parties

	Financial statements in which the equity method is applied and separate financial statements	
	30 September 2021	31 December 2020
	(in thousand Baht)	
<i>(a) Operating lease commitments</i>		
Within one year	4,838	3,354
After one year but within five years	-	710
Total	4,838	4,064

Included only operating lease contracts which are not required to record as lease liabilities.

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(b) Bancassurance agreement

On 2 July 2021, the Company entered into the Bancassurance Agreement with Kasikornbank PCL (“KBANK”) for the exclusive offering and/or distribution of life insurance products of the Company via distribution channels of KBANK, its five subsidiaries, and other wholly owned subsidiaries that may be established in the future, for an initial period of 10 years. The duration of the contract may be amended, depending upon the achievement of certain target business performance metrics. The Agreement is expected to come into effect from 1 January 2022. The Company will pay the Exclusivity Fee of Baht 12,700 million plus other performance-related fees and expenses as set out in the agreement.

15 Securities and assets pledged with registrar

- 15.1 The Company has pledged investments in debt securities with the Registrar in accordance with Section 20 of the Life Assurance Act B.E. 2535 as follows:

	Financial statements in which the equity method is applied and separate financial statements	
	30 September 2021	31 December 2020
	<i>(in thousand Baht)</i>	
Government bonds	19,563	19,550

- 15.2 The Company has pledged investments in debt securities with the Registrar as life assurance policy reserve in accordance with Section 24 of the Life Assurance Act B.E. 2535 and amendment Act (No. 2) B.E. 2551 as follows:

	Financial statements in which the equity method is applied and separate financial statements	
	30 September 2021	31 December 2020
	<i>(in thousand Baht)</i>	
Government bonds	103,573,681	103,650,167

16 Commitments with non-related parties

	Financial statements in which the equity method is applied and separate financial statements	
	30 September 2021	31 December 2020
	<i>(in thousand Baht)</i>	
(a) Capital commitments		
Contracted but not provided for:		
Building improvement, furniture, fixtures, office equipment and investment properties	95,330	371,194
Equipments and computer systems	86,561	159,410
Total	181,891	530,604

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Notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2021 (Unaudited)

	Financial statements in which the equity method is applied and separate financial statements	
	30 September 2021	31 December 2020
	<i>(in thousand Baht)</i>	
(b) Operating lease commitments and service agreement commitments		
Within one year	87,692	13,463
After one year but within five years	19,206	11,710
Total	106,898	25,173

Included only operating lease contracts which are not required to record as lease liabilities.

(c) Commitments for letter of guarantee contracts

As at 30 September 2021, the Company has infrastructure commitments for letter of guarantee contracts amounting to Baht 85.3 million (31 December 2020: Baht 73.5 million).

(d) Commitments for investment in unquoted equity securities

As at 30 September 2021, the Company has commitments for investment in unquoted equity securities amounting to USD 33.6 million or equivalent to Baht 1,144.8 million (31 December 2020: USD 9.8 million or equivalent to Baht 295.1 million).

17 Contingent liabilities

As at 30 September 2021, the Company has been sued as insurer for approximately Baht 88.6 million (31 December 2020: Baht 81.7 million). Judgement has yet to be handed down in these cases; however, the Company expects the verdict to be favorable. Therefore, no provision for potential losses has been made in the financial statements.

18 Events after the reporting period

On 27 October 2021, the Company issued Subordinated Notes due 2037 (the “instruments”), in the amount of USD 400 million. The instruments bear interest of 3.552 percent per annum, payable semi-annually, and it will reset on 27 January 2027. These instruments will be treated as Tier 2 capital of the Company. The instruments have maturity of 15 years and 3 months, with a right of early redemption at the option of the Company, during the period from 27 October 2026 till 27 January 2027. The foreign currency risk is fully hedged, with commercial banks, including a portion with a notional exposure of USD 250 million hedged with the KBANK.