

# **Pacific Cross Health Insurance 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



KPMG Phoomchai Audit Ltd.  
50<sup>th</sup> Floor, Empire Tower  
1 South Sathorn Road, Yannawa  
Sathorn, Bangkok 10120, Thailand  
Tel +66 2677 2000  
Fax +66 2677 2222  
Website home.kpmg/th

บริษัท เคพีเอ็มจี ภูมิภาค ไทย สอบบัญชี จำกัด  
ชั้น 50 เอ็มไพร์ทาวเวอร์  
1 ถนนสาทรใต้ แขวงยานนาวา  
เขตสาทร กรุงเทพฯ 10120  
โทร +66 2677 2000  
แฟกซ์ +66 2677 2222  
เว็บไซต์ home.kpmg/th

## Independent auditor's report on review of interim financial information

### To the Board of Directors of Pacific Cross Health Insurance Public Company Limited

I have reviewed the accompanying statement of financial position of Pacific Cross Health Insurance Public Company Limited as at 30 September 2021; the statements of comprehensive income for the three-month and nine-month periods ended 30 September 2021; the statements of changes in equity and cash flows for the nine-month period ended 30 September 2021; and the condensed notes ("interim financial information"). Management is responsible for the preparation and fair 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".

(Pantip Gulsantithamrong)  
Certified Public Accountant  
Registration No. 4208

KPMG Phoomchai Audit Ltd.  
Bangkok  
12 November 2021

# Pacific Cross Health Insurance Public Company Limited

## Statement of financial position

Assets	Note	30 September	31 December
		2021	2020
		(Unaudited)	
		(in Baht)	
Cash and cash equivalents	3	209,203,655	161,843,351
Premiums due and uncollected, net	4	49,171,284	50,780,613
Accrued investment income		1,488,799	1,321,669
Reinsurers' share of insurance contract liabilities	9	146,161,561	161,041,184
Reinsurance receivables	5	19,177,021	23,827,266
Financial assets	6, 17	349,480,823	301,050,828
Equipment	7	2,086,272	1,479,374
Right-of-use-assets	7	7,897,915	12,101,111
Intangible assets		133,269	305,997
Deferred tax assets	13	29,840,825	14,514,032
Other assets	8, 15	5,594,952	4,214,845
<b>Total assets</b>		<b>820,236,376</b>	<b>732,480,270</b>

The accompanying notes form an integral part of the interim financial statements.

# Pacific Cross Health Insurance Public Company Limited

## Statement of financial position

Liabilities and equity	Note	30 September 2021 (Unaudited)	31 December 2020
		<i>(in Baht)</i>	
<b>Liabilities</b>			
Insurance contract liabilities	9	438,220,824	381,300,495
Reinsurance payable	10	110,379,768	122,020,014
Income tax payable		20,641,437	1,324,014
Provisions for employee benefits		2,028,859	1,863,353
Lease liabilities		8,253,054	12,374,931
Other liabilities	11, 15	40,316,149	45,734,802
<b>Total liabilities</b>		<b>619,840,091</b>	<b>564,617,609</b>
<b>Equity</b>			
Share capital			
Authorised share capital <i>(20,000,000 ordinary shares, par value at Baht 25 per share)</i>		<u>500,000,000</u>	<u>500,000,000</u>
Issued and paid share capital <i>(20,000,000 ordinary shares, par value at Baht 25 per share)</i>		500,000,000	500,000,000
Deficit			
Deficit		<u>(299,603,715)</u>	<u>(332,137,339)</u>
<b>Total equity</b>		<b>200,396,285</b>	<b>167,862,661</b>
<b>Total liabilities and equity</b>		<b>820,236,376</b>	<b>732,480,270</b>

The accompanying notes form an integral part of the interim financial statements.

**Pacific Cross Health Insurance Public Company Limited**  
**Statement of comprehensive income (Unaudited)**

	Note	Three-month period ended	
		30 September	
		2021	2020
		<i>(in Baht)</i>	
<b>Revenues</b>			
Gross premium written		164,767,895	148,652,738
Less premium ceded		<u>(49,137,774)</u>	<u>(58,495,778)</u>
Net premiums written		115,630,121	90,156,960
Add (less) unearned premium reserve decrease (increase) from previous period		2,959,924	(19,068,857)
(Less) add reinsurers' share of (increase) decrease in unearned premium reserve from previous period		<u>(3,817,802)</u>	<u>10,429,699</u>
Net premiums earned		114,772,243	81,517,802
Fee and commission income		19,857,200	22,921,520
Net investment income		626,519	1,023,982
Other income	15	<u>1,055,863</u>	<u>1,021,151</u>
<b>Total income</b>		<b><u>136,311,825</u></b>	<b><u>106,484,455</u></b>
<b>Expenses</b>			
Insurance claim expenses	15	79,313,070	51,736,912
Less insurance claim expenses recovered from reinsurers		<u>(24,258,362)</u>	<u>(19,406,278)</u>
Net insurance claim expenses		55,054,708	32,330,634
Commission and brokerage expenses		21,293,030	19,861,881
Other underwriting expenses	15	12,571,095	15,300,074
Operating expenses	15	24,547,211	22,754,566
Expected credit loss	12	<u>88,314</u>	<u>25,587</u>
<b>Total expenses</b>		<b><u>113,554,358</u></b>	<b><u>90,272,742</u></b>
<b>Profit before income tax</b>		<b>22,757,467</b>	<b>16,211,713</b>
Income tax expense	13	<u>5,209,386</u>	<u>1,667,480</u>
<b>Profit for the period</b>		<b><u>17,548,081</u></b>	<b><u>14,544,233</u></b>
<b>Total comprehensive income for the period</b>		<b><u>17,548,081</u></b>	<b><u>14,544,233</u></b>
<b>Basic earnings per share</b>	14	<b><u>0.88</u></b>	<b><u>0.73</u></b>

The accompanying notes form an integral part of the interim financial statements.

**Pacific Cross Health Insurance Public Company Limited**  
**Statement of comprehensive income (Unaudited)**

		Nine-month period ended	
		30 September	
	<i>Note</i>	2021	2020
		<i>(in Baht)</i>	
<b>Revenues</b>			
Gross premium written		507,481,377	419,871,545
<i>Less</i> premium ceded		<u>(142,655,762)</u>	<u>(155,191,086)</u>
Net premiums written		364,825,615	264,680,459
<i>Less</i> unearned premium reserve increase from previous period		(32,013,796)	(56,992,274)
<i>(Less) add</i> reinsurers' share of (increase) decrease in unearned premium reserve from previous period		<u>(20,552,115)</u>	<u>20,169,257</u>
Net premiums earned		312,259,704	227,857,442
Fee and commission income		57,484,061	60,477,667
Net investment income		2,066,501	3,121,038
Other income	15	<u>3,348,893</u>	<u>3,189,284</u>
<b>Total income</b>		<b><u>375,159,159</u></b>	<b><u>294,645,431</u></b>
<b>Expenses</b>			
Insurance claim expenses	15	225,542,586	164,144,862
<i>Less</i> insurance claim expenses recovered from reinsurers		<u>(74,384,243)</u>	<u>(61,416,468)</u>
Net insurance claim expenses		151,158,343	102,728,394
Commission and brokerage expenses		63,329,202	57,236,343
Other underwriting expenses	15	43,593,725	43,199,000
Operating expenses	15	74,287,077	66,455,696
Expected credit loss	12	<u>100,855</u>	<u>32,365</u>
<b>Total expenses</b>		<b><u>332,469,202</u></b>	<b><u>269,651,798</u></b>
<b>Profit before income tax</b>		<b>42,689,957</b>	<b>24,993,633</b>
Income tax expense	13	<u>10,156,333</u>	<u>1,667,480</u>
<b>Profit for the period</b>		<b><u>32,533,624</u></b>	<b><u>23,326,153</u></b>
<b>Total comprehensive income for the period</b>		<b><u>32,533,624</u></b>	<b><u>23,326,153</u></b>
<b>Basic earnings per share</b>	14	<b><u>1.63</u></b>	<b><u>1.17</u></b>

The accompanying notes form an integral part of the interim financial statements.

**Pacific Cross Health Insurance Public Company Limited**  
**Statement of changes in equity (Unaudited)**

	Issued and paid-up share capital	Deficit <i>(in Baht)</i>	Total equity
<b>Nine-month period ended 30 September 2020</b>			
<b>Balance at 1 January 2020</b>	<b>500,000,000</b>	<b>(380,539,264)</b>	<b>119,460,736</b>
<b>Comprehensive income for the period</b>			
Profit for the period	-	23,326,153	23,326,153
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>23,326,153</b>	<b>23,326,153</b>
<b>Balance at 30 September 2020</b>	<b>500,000,000</b>	<b>(357,213,111)</b>	<b>142,786,889</b>
<b>Nine-month period ended 30 September 2021</b>			
<b>Balance at 1 January 2021</b>	<b>500,000,000</b>	<b>(332,137,339)</b>	<b>167,862,661</b>
<b>Comprehensive income for the period</b>			
Profit for the period	-	32,533,624	32,533,624
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>32,533,624</b>	<b>32,533,624</b>
<b>Balance at 30 September 2021</b>	<b>500,000,000</b>	<b>(299,603,715)</b>	<b>200,396,285</b>

The accompanying notes form an integral part of the interim financial statements.

# Pacific Cross Health Insurance Public Company Limited

## Statement of cash flows (Unaudited)

	<i>Note</i>	Nine-month period ended	
		2021	2020
		30 September	
		<i>(in Baht)</i>	
<b><i>Cash flows from operating activities</i></b>			
Premiums written		492,268,210	412,648,504
Cash paid to reinsurers		(16,934,231)	(4,458,870)
Interest received		1,870,958	3,240,418
Other income		3,348,893	3,189,284
Insurance claims expenses		(195,244,056)	(178,584,267)
Commission and brokerage expenses		(61,281,316)	(53,158,362)
Other underwriting expenses		(43,551,667)	(43,385,422)
Operating expenses		(72,794,465)	(57,914,919)
Income tax expense		(6,165,704)	-
Cash received - financial assets		173,831,831	-
Cash payment - financial assets		(222,362,681)	(51,677,770)
<b>Net cash provided by operating activities</b>		<b><u>52,985,772</u></b>	<b><u>29,898,596</u></b>
<b><i>Cash flows from investing activities</i></b>			
<b>Cash flows used in:</b>			
Acquisition of equipment	7	(1,028,470)	(446,891)
<b>Net cash used in investing activities</b>		<b><u>(1,028,470)</u></b>	<b><u>(446,891)</u></b>
<b><i>Cash flows from financing activities</i></b>			
<b>Cash flows used in:</b>			
Payment of lease liabilities		(4,596,998)	(3,314,648)
<b>Cash used in financing activities</b>		<b><u>(4,596,998)</u></b>	<b><u>(3,314,648)</u></b>
<b>Net increase in cash and cash equivalents</b>		<b>47,360,304</b>	<b>26,137,057</b>
Cash and cash equivalents at 1 January		161,843,351	84,461,933
<b>Cash and cash equivalents at 30 September</b>	3	<b><u>209,203,655</u></b>	<b><u>110,598,990</u></b>

The accompanying notes form an integral part of the interim financial statements.



**Pacific Cross Health Insurance Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2021 (Unaudited)**

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**Pacific Cross Health Insurance Public Company Limited**  
**Notes to the condensed 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 regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language financial statements and were approved and authorised for issuance by Company's Board of Directors on 12 November 2021.

**1 General information**

Pacific Cross Health Insurance Public Company Limited, the "Company", is incorporated in Thailand and has its registered office at 152 Chartered Square Building, 21<sup>st</sup> floor, North Sathorn Road, Silom, Bangrak, Bangkok.

The Company's major shareholders during the period were Med-Sure Services Company Limited (69.15% shareholding) which is incorporated in Thailand.

The principal activities of the Company are to operate in non-life insurance.

**2 Basis of preparation of the interim financial statements**

**(a) Statement of compliance**

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2019) Interim Financial Reporting and guidelines promulgated by the Federation of Accounting Professions. 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 Non-Life Insurance Companies" B.E. 2562 (No. 2), dated 4 April 2019, which is effective for periods beginning on or after 1 January 2020.

The interim financial statements do not include all of the financial information required for full annual financial statements but 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 the 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 in the period of initial application.

**(b) Use of judgements, estimates and accounting policies**

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 the key sources of estimation uncertainty were the same as those that described in the financial statements for the year ended 31 December 2020.

**Pacific Cross Health Insurance Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2021 (Unaudited)**

**3 Cash and cash equivalents**

	30 September 2021	31 December 2020
	<i>(in Baht)</i>	
Cash	26,088	29,523
Deposits at banks - call deposits	209,177,567	161,813,828
<b>Cash and cash equivalents</b>	<b><u>209,203,655</u></b>	<b><u>161,843,351</u></b>

**4 Premiums due and uncollected, net**

As at 30 September 2021 and 31 December 2020, premiums due and uncollected and their aging are as follows:

	30 September 2021	31 December 2020
	<i>(in Baht)</i>	
Not yet overdue	12,951,858	15,575,581
Overdue		
Less than 30 days	17,353,747	12,851,451
30 - 60 days	10,879,280	11,017,357
60 - 90 days	4,320,198	5,475,597
90 days - 1 year	3,666,201	5,860,627
Over 1 year	774,905	427,364
Total premium due and uncollected	49,946,189	51,207,977
Less allowance for doubtful accounts	(774,905)	(427,364)
<b>Premiums due and uncollected, net</b>	<b><u>49,171,284</u></b>	<b><u>50,780,613</u></b>

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 which had original grace period expired during 1 January 2021 to 31 December 2021.

**5 Reinsurance receivables**

	30 September 2021	31 December 2020
	<i>(in Baht)</i>	
Due from reinsurers	19,177,021	23,827,266
<b>Reinsurance receivables</b>	<b><u>19,177,021</u></b>	<b><u>23,827,266</u></b>

As at 30 September 2021 and 31 December 2020, aging analyses for due from reinsurers were as follows:

	30 September 2021	31 December 2020
	<i>(in Baht)</i>	
Within credit terms	19,177,021	23,827,266
Overdue:		
Not over 1 year	-	-
<b>Total due from reinsurer</b>	<b><u>19,177,021</u></b>	<b><u>23,827,266</u></b>

# Pacific Cross Health Insurance Public Company Limited

## Notes to the condensed interim financial statements

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

### 6 Financial assets

#### 6.1 Financial assets by measurement are as follows:

	30 September 2021		31 December 2020	
	Cost/ Amortised cost	Fair value	Cost/ Amortised cost <i>(in Baht)</i>	Fair value
<i>Financial assets measured at amortised cost</i>				
Deposits at banks with original maturity over 3 months	349,677,167	349,677,167	301,146,317	301,146,317
Total	349,677,167	349,677,167	301,146,317	301,146,317
Less allowance for ECL	(196,344)	-	(95,489)	-
<b>Total</b>	<b>349,480,823</b>	<b>349,677,167</b>	<b>301,050,828</b>	<b>301,146,317</b>

#### 6.2 Financial assets measured at amortised cost

	30 September 2021		
	Carrying value	Allowance for ECL <i>(in Baht)</i>	Net carrying value
Debt securities - no significant increase in credit risk (stage 1)	349,677,167	(196,344)	349,480,823
	<u>349,677,167</u>	<u>(196,344)</u>	<u>349,480,823</u>
	31 December 2020		
	Carrying value	Allowance for ECL <i>(in Baht)</i>	Net carrying value
Debt securities - no significant increase in credit risk (stage 1)	301,146,317	(95,489)	301,050,828
<b>Total</b>	<u>301,146,317</u>	<u>(95,489)</u>	<u>301,050,828</u>

### 7 Equipment

Acquisitions of equipment (excluding right-of-use assets) during the nine-month period ended 30 September 2021 were as follows:

	Furniture and fixtures	Office equipment <i>(in Baht)</i>	Total
Net book value as at 1 January 2021	288,442	1,190,932	1,479,374
Addition - cost	22,250	1,139,646	1,161,896
Depreciation for the period	(56,947)	(498,051)	(554,998)
<b>Net book value as at 30 September 2021</b>	<u>253,745</u>	<u>1,832,527</u>	<u>2,086,272</u>

Carrying amounts of the Company's right-of-use assets at 30 September 2021 are Baht 7.89 million and the Company recognised depreciation of right-of-use assets for the nine-month period ended 30 September 2021, amounting to Baht 4.2 million.

**Pacific Cross Health Insurance Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2021 (Unaudited)**

Movement of right-of-use assets recognised as premises and vehicle is as follows:

<i>Right-of-use assets</i>	Building and leasehold	Vehicle <i>(in Baht)</i>	Total
Net book value as at 1 January 2021	9,485,375	2,615,736	12,101,111
Addition	-	-	-
Depreciation for the period	<u>(3,392,081)</u>	<u>(811,115)</u>	<u>(4,203,196)</u>
<b>As at 30 September 2021</b>	<b><u>6,093,294</u></b>	<b><u>1,804,621</u></b>	<b><u>7,897,915</u></b>

**8 Other assets**

	30 September 2021	31 December 2020
	<i>(in Baht)</i>	
Deposits	1,615,922	1,590,130
Prepaid expense	1,508,205	545,752
Others	<u>2,470,825</u>	<u>2,078,963</u>
<b>Total</b>	<b><u>5,594,952</u></b>	<b><u>4,214,845</u></b>

**Pacific Cross Health Insurance Public Company Limited**  
**Notes to the condensed interim financial statements**  
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	30 September 2021		31 December 2020	
	Gross	Reinsurer's share	Gross	Reinsurer's share
	<i>(in Baht)</i>			
		Net		Net
<b>9 Insurance contract liabilities</b>				
<b>Short-term technical reserves</b>				
Loss reserves and outstanding claims				
- Case reserves	53,703,528	12,770,433	41,443,430	5,502,764
- Incurred but not reported	35,893,795	28,591,157	23,247,360	16,624,785
Total loss reserves and outstanding claims	89,597,323	41,361,590	64,690,790	22,127,549
Unearned premium reserves	348,623,501	250,697,673	316,609,705	198,131,762
<b>Total</b>	<b>438,220,824</b>	<b>292,059,263</b>	<b>381,300,495</b>	<b>220,259,311</b>
<b>9.1 Loss reserves and outstanding claims</b>				
At 1 January	64,690,790	22,127,549	71,933,888	24,621,267
Insurance claim expense incurred during the period / year	213,576,213	139,191,971	223,746,405	137,495,774
Change in estimation and assumption	12,646,435	11,966,372	7,030,018	5,816,295
Insurance claim expense paid during the period / year	(201,316,115)	(131,924,302)	(238,019,521)	(145,805,787)
<b>At 30 September 2021 / 31 December 2020</b>	<b>89,597,323</b>	<b>41,361,590</b>	<b>64,690,790</b>	<b>22,127,549</b>
<b>9.2 Unearned premium reserves</b>				
At 1 January	316,609,705	198,131,762	227,520,012	140,285,355
Premium written during the period / year	507,481,377	364,825,615	593,913,075	375,188,392
Earned premium in the period / year	(475,467,581)	(312,259,704)	(504,823,382)	(317,341,985)
<b>At 30 September 2021 / 31 December 2020</b>	<b>348,623,501</b>	<b>250,697,673</b>	<b>316,609,705</b>	<b>198,131,762</b>
Unexpired risk reserves	196,982,257	142,329,653	178,824,674	116,613,907

As at 30 September 2021 and 31 December 2020, no additional reserve for unexpired risk reserves has been established as the unexpired risk reserves estimated by the Company amounting to Baht 196.98 million (31 December 2020: Baht 178.82 million) are lower than the unearned premium reserves.

**Pacific Cross Health Insurance Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2021 (Unaudited)**

**10 Reinsurance payable**

	30 September 2021	31 December 2020
	<i>(in Baht)</i>	
Amounts withheld on reinsurance	61,971,415	65,676,001
Due to reinsurers	48,408,353	56,344,013
<b>Total</b>	<b><u>110,379,768</u></b>	<b><u>122,020,014</u></b>

**11 Other liabilities**

	30 September 2021	31 December 2020
	<i>(in Baht)</i>	
Other accrued expenses	21,491,959	23,445,982
Commission and brokerage payable	10,761,332	11,812,976
Premium received in advance	6,066,880	7,913,278
Others	1,995,978	2,562,566
<b>Total</b>	<b><u>40,316,149</u></b>	<b><u>45,734,802</u></b>

**12 Expected credit loss**

<i>Nine-month period ended 30 September</i>	2021	2020
	<i>(in Baht)</i>	
<i>Financial assets</i>		
Financial assets measured at amortised cost	100,855	32,365
<b>Total</b>	<b><u>100,855</u></b>	<b><u>32,365</u></b>

**13 Income tax expense**

*Income tax recognised in profit or loss*

<i>Nine-month period ended 30 September</i>	2021	2020
	<i>(in Baht)</i>	
<i>Current tax</i>		
Current period	25,483,126	1,667,480
<i>Deferred tax</i>		
Movements in temporary differences	(15,326,793)	-
<b>Total</b>	<b><u>10,156,333</u></b>	<b><u>1,667,480</u></b>

**Pacific Cross Health Insurance Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2021 (Unaudited)**

*Reconciliation of effective tax rate*

<i>Nine-month period ended 30 September</i>	2021		2020	
	Rate (%)	(in Baht)	Rate (%)	(in Baht)
Profit before income tax		<u>42,689,957</u>		<u>24,993,633</u>
Income tax using the Thai corporation tax rate	20	8,537,991	20	4,998,727
Expenses not deductible for tax purposes		16,945,135		-
Expense (income) not subject to tax		(15,326,793)		7,739,757
Loss carry forward not recognised as deferred tax assets		-		(11,071,004)
<b>Total</b>	<b>24</b>	<u><b>10,156,333</b></u>	<b>7</b>	<u><b>1,667,480</b></u>

*Deferred tax assets*

	30 September 2021	31 December 2020
	<i>(in Baht)</i>	
<b>Deferred tax assets</b>	<u><b>29,840,825</b></u>	<u><b>14,514,032</b></u>

Movements in total deferred tax assets for the nine-month period ended 30 September 2021 and 2020 are as follow:

	At 1 January 2021	(Charged) / credited to:		At 30 September 2021
		Profit or loss	Other comprehensive income	
		<i>(in Baht)</i>		
<b>Deferred tax assets</b>				
Allowance for doubtful accounts	85,473	69,508	-	154,981
Allowance of impairment	19,098	20,171	-	39,269
Premium reserve	9,611,281	11,342,205	-	20,953,486
Loss reserve	4,425,510	3,846,808	-	8,272,318
Employee benefits obligation	372,670	48,101	-	420,771
<b>Total</b>	<u><b>14,514,032</b></u>	<u><b>15,326,793</b></u>	<u><b>-</b></u>	<u><b>29,840,825</b></u>

	At 1 January 2020	(Charged) / credited to:		At 30 September 2020
		Profit or loss	Other comprehensive income	
		<i>(in Baht)</i>		
<b>Deferred tax assets</b>				
Allowance for doubtful accounts	-	-	-	-
Allowance of impairment	-	-	-	-
Premium reserve	-	-	-	-
Loss reserve	-	-	-	-
Employee benefits obligation	-	-	-	-
<b>Total</b>	<u><b>-</b></u>	<u><b>-</b></u>	<u><b>-</b></u>	<u><b>-</b></u>



**Pacific Cross Health Insurance Public Company Limited**  
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**14 Basic earnings per share**

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

<i>Nine-month period ended 30 September</i>	2021	2020
Profit for the period attributable to ordinary shareholders ( <i>in Baht</i> )	<u>32,533,624</u>	<u>23,326,153</u>
Number of ordinary shares outstanding ( <i>in shares</i> )	<u>20,000,000</u>	<u>20,000,000</u>
<b>Basic earnings per share (<i>Baht</i>)</b>	<b><u>1.63</u></b>	<b><u>1.17</u></b>

**15 Related parties**

For the purposes of these financial statements, parties are considered to be related to the Company if the Company has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

**(a) Relationship with key management and related parties were as follows:**

<b>Name of entities</b>	<b>Nature of relationships</b>
Key management personnel	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Company.
Med-Sure Services Limited	Major shareholder (69.15% shareholding)
Legal Concept Company Limited	Related company

The pricing policies for significant types of transactions with are explained further below:

<b>Significant transactions type</b>	<b>Pricing policies</b>
Rental and service income (other income)	At contractually agreed prices
Underwriting and loss adjustment expense (other underwriting expenses and insurance claim expenses)	At contractually agreed prices
Legal consulting fee (operating expenses)	At contractually agreed prices

**Pacific Cross Health Insurance Public Company Limited**  
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**For the three-month and nine-month periods ended 30 September 2021 (Unaudited)**

**(b) Transactions with related parties and key management were as follows:**

<i>Nine-month period ended 30 September</i>	2021	2020
	<i>(in Baht)</i>	
<i>Med-Sure Services Limited</i>		
Rental and Service income	2,880,000	2,880,000
Underwriting and loss adjustment expense	30,334,731	25,626,371
<i>Legal Concept Company Limited</i>		
Legal consulting fee	48,500	40,870
<i>Key management personnel compensation</i>		
Short-term employee benefits	13,403,125	13,649,376
Directors remuneration	290,000	230,000
Post-employment benefits	137,527	51,092
<b>Total</b>	<b><u>13,830,652</u></b>	<b><u>13,930,468</u></b>

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

	30 September 2021	31 December 2020
	<i>(in Baht)</i>	
<i>Med-Sure Services Limited</i>		
Underwriting and loss adjustment payable	3,798,236	4,055,467

**16 Financial instruments**

**Financial instruments not measured at fair value**

The carrying amounts of the following financial assets are considered to be approximate to their fair values: cash and cash equivalents, accrued investment income, premiums due and uncollected, reinsurance receivables, other receivables, reinsurance payables, and other payables.

**17 Securities and assets pledged with the Registrar**

17.1 As at 30 September 2021 and 31 December 2020, deposits at bank had been pledged with the Registrar in accordance with the Non-Life Insurance Act (No. 2) B.E. 2551 as follows:

	30 September 2021	31 December 2020
	<i>(in Baht)</i>	
	Book value	Book value
Deposits at bank	<u>3,500,000</u>	<u>3,500,000</u>

# Pacific Cross Health Insurance Public Company Limited

## Notes to the condensed interim financial statements

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

17.2 As at 30 September 2021 and 31 December 2020, deposits at bank had been pledged with the Registrar as the reserve fund in accordance with the Notification of the Office of Insurance Commission regarding “Rates, Rules and Procedures for Unearned Premium Reserve of Non - Life Insurance Companies B.E. 2557” as follows:

	30 September 2021	31 December 2020
	Book value	Book value
	<i>(in Baht)</i>	
Deposits at bank	<u>65,857,816</u>	<u>60,261,662</u>

### 18 Commitments with non-related parties

*Future minimum lease payment under non-cancellable operating leases*

	30 September 2021	31 December 2020
	<i>(in Baht)</i>	
Within 1 year	375,000	342,000
1 - 5 years	<u>156,500</u>	<u>363,500</u>
<b>Total</b>	<u><b>531,500</b></u>	<u><b>705,500</b></u>