

Registrar Order No. 1/2552
Subject: Disclosure of Financial Standing and Operating Results of Life Insurance Companies

By the virtue of the provision of Section 46/1 of the Life Insurance Act, B.E.2535, amended by the Life Insurance Act (No.2), B.E.2551, combined with the Notification of Insurance Commission, Subject: Rules, Procedures and Conditions for Disclosure of Financial Standing and Operating Results of Life Insurance Companies B.E.2551, dated 9th December B.E.2551, the Registrar hereby orders as follows:

Clause 1: This Order is called “Registrar Order No. 1/2552 Subject: Disclosure of Financial Standing and Operating Results of Life Insurance Companies”

Clause 2: This Order shall come into force on 31st March B.E.2552 and onwards.

Clause 3: In this Order,

“Company” means a life insurance company under Life Insurance Law.

Clause 4: Companies shall disclose the information in accordance with form Por Phor Chor.1, attached to this Order. The information to be disclosed shall contain the followings:

4.1 Financial standing by disclosing annual financial standing, which was audited by an auditor, and comparison with the financial standing of the same period of the previous year, and by disclosing quarterly financial standing which was audit reviewed by an auditor, and comparison with the financial standing of the same period of the previous year.

In the period that the Company is not required to submit a quarterly financial statement, audit reviewed by an auditor, to the Insurance Commission under section 43 (1) of the Life Insurance Act, B.E. 2535, amended by the Life Insurance Act (No.2), B.E. 2551, the Company shall disclose report in relation to financial and operating performance of March, June, and September.

Disclosure of the financial standing shall include the followings:

4.1.1 Balance Sheet and Capital status

- (1) Asset
- (2) Liability
- (3) Equity
- (4) Capital
- (5) Required Capital
- (6) Available Capital to Required Capital ratio

4.1.2 Financial ratios, namely, Investment Asset to Insurance Reserve ratio

4.2 Annual operating results and quarterly operating accumulated results which contain the followings:

4.2.1 Profit and Loss Statement, comprising of

- (1) Income
- (2) Expenses
- (3) Net Profit (Loss)

4.2.2 Cash Flow Statement

- (1) Cash flows from (used) operating activities
- (2) Cash flows from (used) investing activities
- (3) Cash flows from (used) financing activities
- (4) Net cash increase (decrease)

4.2.3 Percentage of direct written premium by lines of business

4.3 Underwriting, claim payment, and the Company's contact

information which contain the followings:

4.3.1 Procedures, period of time, documents, and instruction for insurance application;

4.3.2 Procedures, period of time, documents, and instruction for receiving of claims or insurance policy benefit;

4.3.3 Instruction for contacting the Company and other relevant entities in case of dispute or complaint.

Clause 5: Companies shall disclose its information regarding quarterly financial standing and operating results within 45 days following the end of the quarter.

The Company shall disclose its information regarding annual financial standing and operating results within 5 months from the end of the accounting period.

In case that the Company's Available Capital to Required Capital ratio is less than 100% between quarters, the Company shall disclose information in accordance with the form Por Phor Chor.2, as attached to this Order, at all time as long as the Available Capital to Required Capital ratio is less than 100%, and shall update the information at the end of every month, as minimum.

Clause 6: An authorized director shall certify the correctness of the disclosed information.

Clause 7: The Company shall disclose the information via the Company's website and post a notice in the open place at the Company's head office and branches. The Company shall notify the present Universal Resource Locator (URL) of the disclosed information to the Office of Insurance Commission.

Ordered on the 16th January B.E.2552

(Signed) Chantra Purnariksha

(Mrs. Chantra Purnariksha)

Secretary General

The Registrar

Note: The purpose of this notification is that the Office of Insurance Commission recognizes the importance and necessity of public disclosure of credible and present information. Such disclosure is to lead the Thai insurance industry to attain the efficient competition and provides useful information in making a decision to purchase an insurance policy.