

Ref. No. 087/2560

12 May 2017

SUBJECT : 1Q/2517 reviewed financial statements and related comments

ATTN : The President
Stock Exchange of Thailand

Attachment : The reviewed financial statements for the three-month period ended 31 March 2017

Enclosed herewith, please find the financial statements for the first quarter ended 31 March 2017 of Nam Seng Insurance Plc.

The Company realized profit for the period amounting to Baht 12.03 million, a decrease of Baht 3.05 million or equivalent to 20.24%, due to the following significant factors:

Net investment income, gains (losses) on investments, fair value gains (losses) and other income totally increased by 16.9 million Baht, net claim expenses (less claim recovery from reinsurers) however rose by 33.32 million Baht. The ratio of net claim expenses over net earned premium increased from 57.77% in the same quarter last year to 62.51%, as the terms and conditions of compulsory motor insurance had been adjusted in accordance with the notification of the registrar. The profit for the period therefore decreased as mentioned before.

The Company has set procedure to solve the mentioned problem and believes that the ratio of net claim expenses over earned premiums will tend to decline.

Yours sincerely,

(Mr. Somboon Fusriboon)
Managing Director