



A.C. 042/2021

11 November 2021

President

The Stock Exchange of Thailand

Re : Submission of Financial Statement as of September 30, 2021 and MD&A

Dear Sir,

We, SYN MUN KONG INSURANCE PUBLIC COMPANY LIMITED, would like to submit the company's financial statements for the third quarter ended 30 September 2021 that shows the net profit(loss) for the three-month period ended 30 September 2021 and 2020 amounted to Baht (3,662.39) million and 160.21 million respectively, which represent a decrease of 2,386.02% from 2020. The Company hereby clarifies Management Discussion and Analysis for the financial results of Q3/2021 as follows:-

1. The Company's total revenues for the Q3/2021 was Baht 3,148.02 million, an increase of Baht 745.89 million or 30.59% comparing with the same period previous year of Baht 2,438.18 million. This was mainly due to the following reasons:

1.1 The net premiums earned for the Q3/2021 was Baht 2,520.03 million, an increase of Baht 171.90 million or 7.32% increase. This was mainly due to a decrease in premium reserve compared with the same period previous year of Baht 96.30 million.

1.2 The investment income increased by Baht 572.77 million, or 998.10% increase compared to the same period last year. This was due to the increase in the investment gain by 11,503.61% amounting to Baht 437.63 million as a result of profit made from selling the securities investment in the third quarter of 2021. In addition, there was an increase of fair value gain of Baht 147.45 million (1,760.58% increase) as a result of gain on exchange rate from selling the investment in foreign securities.

2. The Company's total expense was Baht 7,552.61 million, an increase of Baht 5,309.89 million or 236.76% comparing with the same period previous year of Baht 2,242.72 million. This was mainly due to the following reasons:

2.1 Insurance claim expenses for the Q3/2021 was Baht 6,815.69 million, an increase of Baht 5,265.36 million (339.63% increase) which was composed of Baht 812.78 million Non COVID claim and Baht 6,002.91 million COVID claim brought about by the sharp increase of the infected covid-19 cases.

3. The underwriting loss of Baht 4,991.67 million was due to the COVID underwriting losses of Baht 5,827.24 million and the Non COVID's underwriting profit of Baht 835.57 million in Q3/2021.

In summary, the main factor causing the high amount of losses in Q3/2021 was the huge increase of COVID claim cost as compared with Q3/2020 of only Baht 0.08 million.

We would appreciate your acknowledgement of our stated-above clarification.

Yours sincerely,

(Mr. Reungdej Dusdeesurapoj)

Chief Executive Officer and Managing Director

