



A.C. 011/2022

18 February 2022

President

The Stock Exchange of Thailand

Re : Submission of Financial Statement as of December 31, 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 year 2021 that shows the net profit(loss) for the years ended 31 December 2021 and 2020 amounted to Baht (4,753.81) million and 757.36 million respectively, which represent a decrease of 727.68% from 2020. The Company hereby clarifies Management Discussion and Analysis for the financial results of year 2021 as follows:-

1. The Company's total revenues was Baht 10,898.76 million, an increase of Baht 484.80 million or 4.66% from year 2020. This was mainly due to the following reasons:

1.1 The net premiums earned was Baht 9,850.45 million, a decrease of Baht 220.93 million or 2.19% increase. This was mainly due to an increase in premium reserve compared with the year 2020 of Baht 743.46 million.

1.2 The investment income increased by Baht 705.73 million, or 206.01% increase from year 2020. This was due to the increase in the investment gain by 501.10% amounting to Baht 724.27 million as a result of profit made from selling the securities investment. In addition, there was an increase of fair value gain of Baht 86.36 million (1,555.62% increase) as a result of gain on exchange rate from selling the investment in foreign securities.

2. The Company's total expense was increased by 72.91% from Baht 9,488.13 million in year 2020 to Baht 16,405.99 million in year 2021. This was mainly due to the following reasons:

2.1 Insurance claim expenses was Baht 13,332.96 million, an increase of Baht 7,009.68 million (110.85% increase) which was composed of Baht 5,191.66 million Non COVID claim and Baht 8,141.32 million COVID claim brought about by the sharp increase of the infected covid-19 cases.

3. The underwriting loss of Baht 6,406.51 million was due to the COVID underwriting losses of Baht 7,632.56 million and the Non COVID's underwriting profit of Baht 1,226.06 million.

In summary, the main factor causing the high amount of losses was the huge increase of COVID claim cost in year 2021 as compared with only Baht 11.56 million COVID claim cost last year.

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

Yours sincerely,

(Mr. Reungdej Dusdeesurapoj)

Chief Executive Officer and Managing Director