



A.C. 065/2022

10 August 2022

President

The Stock Exchange of Thailand

Re : Submission of Financial Statement as of June 30, 2022 and MD&A

Dear Sir,

We, SYN MUN KONG INSURANCE PUBLIC COMPANY LIMITED, would like to submit the company's financial statements for the second quarter ended 30 June 2022 that shows the net loss for the three-month period ended 30 June 2022 and 2021 amounted to Baht 3,132.18 million and 359.43 million respectively, which represent an increase of 771.42% from 2021. The Company hereby clarifies Management Discussion and Analysis for the financial results of Q2/2022 as follows:-

1. The Company's total revenues for the Q2/2022 was Baht 2,154.03 million which decreased by 19.51% comparing with the same period last year of Baht 2,675.99 million. This was mainly due to the following reasons:

1.1 The net premiums earned for the Q2/2022 was Baht 2,137.55 million, a decrease of Baht 348.90 million or 14.03% decrease. This was mainly due to Baht 1,317.76 million reduction in the net premium or 47.11% decrease comparing with the same period last year.

1.2 The investment income decreased by Baht 160.73 million, or 99.48% decrease compared to the same period last year due to the reduction in interest and dividend income by 90.63% amounting to Baht 69.54 million as well as a decrease of gains on investment of Baht 98.01 million, or 106.93% decrease as compared with the same period last year

2. The Company's total expense was Baht 5,348.13 million, an increase of Baht 2,216.99 million or 70.80% comparing with the same period previous year of Baht 3,131.14 million. This was mainly due to the following reasons:

2.1 Unexpired risk reserve for the Q2/2022 was Baht (6,374.52) million, an decrease of 100.00% due to the adequate provision of unearned premium reserve. The company is no longer required to increase an additional unexpired risks reserve in order to cover the Covid-19 claims.

2.2 Insurance claim expenses for the Q2/2022 were Baht 11,055.55 million, an increase of Baht 8,771.05 million, or 383.94% increase. This was composed of Baht 1,498.72 million Non-COVID claim and Baht 9,556.83 million COVID claim brought about by the increase of the infected Covid-19 cases.

3. The underwriting loss for the Q2/2022 of Baht 3,187.81 million was due to the COVID underwriting losses of Baht 3,155.47 million and Non-COVID's underwriting loss of Baht 32.34 million.

In summary, the main factor causing the high amount of losses of Baht 3,132.18 million was the huge increase of COVID claim cost in Q2/2022 as compared with only Baht 717.45 million COVID claim cost in Q2/2021.

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

Yours sincerely,

(Mr. Reungdej Dusdeesurapoj)

Chief Executive Officer and Managing Director