

CHARAN INSURANCE PUBLIC COMPANY LIMITED

**AUDITOR'S REVIEW REPORT AND
INTERIM FINANCIAL INFORMATION**

(UNAUDITED)

30 SEPTEMBER 2025

Independent Auditor's Report on Review of Interim Financial Information**To the Board of Directors and Shareholders of Charan Insurance Public Company Limited**

I have reviewed the interim financial information of Charan Insurance Public Company Limited ("the Company"), which comprise the statement of financial position as at 30 September 2025, and the statements of income and comprehensive income for the three-month and nine-month periods then ended, changes in equity and cash flows for the nine-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on our review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting."

Emphasis of matter

I would like to draw attention to note 2 to the interim financial information describing the impact of the adoption of Thai Financial Reporting Standard No. 9 “Financial Instruments”, Thai Financial Reporting Standard No. 7 “Financial Instruments: Disclosures” and Thai Financial Reporting Standard No. 17 “Insurance Contracts”, including amendments to other standards from 1 January 2025. The statement of financial position as at 31 December 2024, presented for comparison, is part of the audited financial statements and after adjustments as described in note 2. Additionally, the statement of income and comprehensive income, for the three-month and nine-month period ended 30 September 2024 and changes in equity, and cash flows for the nine-month period then ended, presented for comparison, have been adjusted as described in Note 2.

However, I did not express a modified conclusion in respect of the matter described above.

Other matter

The statement of financial position of Charan Insurance Public Company Limited as at 1 January 2024, which was not impacted by the adoption of Thai Financial Reporting Standard No. 9 “Financial Instruments”, Thai Financial Reporting Standard No. 7 “Financial Instruments: Disclosures” and Thai Financial Reporting Standard No. 17 “Insurance Contracts”, and which is presented as comparative figures, was audited by another auditor who expressed an unmodified opinion on that statement in a report dated 21 February 2024.

**Tippawan Pumbansao**

Certified Public Accountant (Thailand) No. 9552

Forvis Mazars Ltd.

Bangkok

14 November 2025

Charan Insurance Public Company Limited

Statement of financial position

As at 30 September 2025

		In Baht		
		30 September 2025	31 December 2024	1 January 2024
		(Unaudited)	(Audited)	(Audited)
Assets	Note		(Restated)	(Restated)
Cash and cash equivalents	4	90,637,321	85,976,143	38,418,107
Accrued investment income		3,405,216	3,548,734	3,754,258
Reinsurance contract assets	2, 3	48,442,004	29,069,679	30,366,088
Financial assets - debt instruments	2, 5	519,665,336	510,732,158	490,744,735
Financial assets - equity instruments	2, 5	208,338,640	172,982,418	180,991,189
Loans and accrued interest	6	2,809,985	3,469,912	2,758,790
Investment property	7	16,000,001	16,000,001	-
Property plant and equipment	8	15,944,586	15,623,092	42,212,001
Intangible assets		5	5	5
Non-operating assets	9	12,000,001	12,009,701	-
Deferred tax assets	10	37,714,241	41,763,756	31,586,691
Other assets	2	5,918,014	13,023,777	10,247,249
Total assets		960,875,350	904,199,376	831,079,113

The accompanying notes are an integral part of the interim financial statements.

Charan Insurance Public Company Limited

Statement of financial position

As at 30 September 2025

Liabilities an shareholders' equity

		In Baht		
		30 September 2025	31 December 2024	1 January 2024
		(Unaudited)	(Audited)	(Audited)
Liabilities	Note		(Restated)	(Restated)
Insurance contract liabilities	2, 3	287,454,934	273,963,823	192,228,790
Reinsurance contract liabilities	2, 3	17,404,332	15,687,979	14,819,145
Income tax payables		211,552	2,942,277	2,079,266
Employee benefit obligations	11	8,719,219	8,308,202	8,124,552
Deferred tax liabilities	10	5,581,876	-	1,528,626
Other liabilities	2	19,182,362	21,364,139	13,773,395
Total liabilities		338,554,275	322,266,420	232,553,774
Equity				
Share capital				
- Authorised share capital				
12,000,000 ordinary shares of Baht 10 each		120,000,000	120,000,000	120,000,000
- Issued and paid-up share capital				
12,000,000 ordinary shares of Baht 10 each		120,000,000	120,000,000	120,000,000
Share premium on ordinary shares		258,000,000	258,000,000	258,000,000
Retained earnings				
- Appropriated				
Legal reserve	12	12,000,000	12,000,000	12,000,000
- Unappropriated				
	2	210,274,374	199,156,290	202,400,575
Other components of equity - net	2	22,046,701	(7,223,334)	6,124,764
Total equity		622,321,075	581,932,956	598,525,339
Total liabilities and equity		960,875,350	904,199,376	831,079,113

The accompanying notes are an integral part of the interim financial statements.

Charan Insurance Public Company Limited

Statement of income

For the three-month and nine-month period ended 30 September 2025 (Unaudited)

		In Baht			
		For the three-month period		For the nine-month period	
		ended 30 September 2025		ended 30 September 2025	
		2025	2024	2025	2024
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
			(Restated)		(Restated)
Revenue	Note				
Insurance revenue	2, 3	115,015,668	87,148,753	341,156,766	242,498,145
Insurance service expenses	2, 3	(89,423,778)	(92,084,483)	(309,828,388)	(213,885,152)
Net expenses from reinsurance contracts held	2, 3	(10,474,013)	(58,728)	(10,074,121)	(26,941,642)
Insurance service result		15,117,877	(4,994,458)	21,254,257	1,671,351
Investment income	13	4,916,588	5,160,302	16,704,743	16,573,059
Net investment income		4,916,588	5,160,302	16,704,743	16,573,059
Finance expense from insurance contracts issued	2	(939,105)	(780,152)	(2,502,335)	(2,354,900)
Finance income from reinsurance contracts held	2	187,560	141,254	632,793	593,836
Net insurance finance expenses		(751,545)	(638,898)	(1,869,542)	(1,761,064)
Net investment income and insurance finance expenses		4,165,043	4,521,404	14,835,201	14,811,995
Other operating expenses	2	(11,342,780)	(9,159,942)	(24,734,228)	(22,263,292)
Expected credit losses		(83,147)	(69,900)	(763,554)	(644,962)
Other income		526,446	719,966	1,864,712	1,663,374
Profit (loss) before income tax		8,383,439	(8,982,930)	12,456,388	(4,761,534)
Income tax (expenses) income	10	(2,583,693)	5,449,590	(3,148,604)	4,650,136
Profit (loss) for the period	2	5,799,746	(3,533,340)	9,307,784	(111,398)

The accompanying notes are an integral part of the interim financial statements.

Charan Insurance Public Company Limited

Statement of comprehensive income

For the three-month and nine-month period ended 30 September 2025 (Unaudited)

		In Baht			
		For the three-month period		For the nine-month period	
		ended 30 September 2025		ended 30 September 2025	
		2025	2024	2025	2024
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Note			(Restated)		(Restated)
Profit (loss) for the period	2	5,799,746	(3,533,340)	9,307,784	(111,398)
Other comprehensive income (loss)					
Items that will be reclassified subsequently to profit or loss					
Finance costs from insurance contracts issued	2	(65,561)	(75,250)	(294,658)	(92,244)
Finance income from reinsurance contracts held	2	73,989	14,487	78,025	25,651
Total items that will be reclassified subsequently to profit or loss		8,428	(60,763)	(216,633)	(66,593)
Items that will not be reclassified subsequently to profit or loss					
Gain (loss) on equity instruments designated to be measured at fair value					
through other comprehensive income		48,228,297	12,167,471	38,668,635	(5,649,215)
Income tax relating to items that will not be reclassified					
subsequently to profit or loss		(9,283,599)	(2,433,494)	(7,371,667)	1,129,843
Total items that will not be reclassified subsequently to profit or loss		38,944,698	9,733,977	31,296,968	(4,519,372)
Other comprehensive income (loss) for the period	2	38,953,126	9,673,214	31,080,335	(4,585,965)
Total comprehensive income (loss) for the period	2	44,752,872	6,139,874	40,388,119	(4,697,363)
Earnings (loss) per share					
Basic earnings (loss) per share	2	0.48	(0.29)	0.78	(0.01)

Charan Insurance Public Company Limited

Statement of changes in equity

For the nine-month period ended 30 September 2025 (Unaudited)

	In Baht	Other components of equity							
		Retained earnings				Equity instruments			
		Share premium on ordinary shares		Appropriated - Legal reserve		measured at fair value through other comprehensive income		Insurance and reinsurance financial reserve	
		Total		Total		of equity - net		Total equity	
Balance as at 1 January 2024 - as previously reported		120,000,000	258,000,000	12,000,000	166,277,552	6,114,504	-	6,114,504	562,392,056
Adjustment on initial application of TFRS 17, net of tax	2	-	-	-	36,123,023	-	10,260	10,260	36,133,283
Balance as at 1 January 2024 - as restated		120,000,000	258,000,000	12,000,000	202,400,575	6,114,504	10,260	6,124,764	598,525,339
Dividends paid	22	-	-	-	(15,000,000)	-	-	-	(15,000,000)
Loss for the period - as restated	2	-	-	-	(111,398)	-	-	-	(111,398)
Other comprehensive loss for the period - as restated	2	-	-	-	-	(4,519,372)	(66,593)	(4,585,965)	(4,585,965)
Total comprehensive loss for the period - as restated		-	-	-	(15,111,398)	(4,519,372)	(66,593)	(4,585,965)	(19,697,363)
Balance as at 30 September 2024 - as restated		120,000,000	258,000,000	12,000,000	187,289,177	1,595,132	(56,333)	1,538,799	578,827,976

The accompanying notes are an integral part of the interim financial statements.

Charan Insurance Public Company Limited

Statement of changes in equity

For the nine-month period ended 30 September 2025 (Unaudited)

	Note	In Baht									
		Issued and paid-up share capital		Share premium on ordinary shares		Retained earnings		Other components of equity			
								Equity instruments		Total	
								measured at fair value	Insurance and	reinsurance	other components
						Appropriated -	Unappropriated	through other	financial reserve	of equity - net	Total equity
						Legal reserve		comprehensive income			
Balance as at 31 December 2024 - as previously reported		120,000,000	258,000,000	12,000,000	143,960,994			(7,159,165)	-	(7,159,165)	526,801,829
Adjustment on initial application of TFRS 17, net of tax	2	-	-	-	55,195,296			-	(64,169)	(64,169)	55,131,127
Balance as at 31 December 2024 - as restated		120,000,000	258,000,000	12,000,000	199,156,290			(7,159,165)	(64,169)	(7,223,334)	581,932,956
Profit for the period		-	-	-	9,307,784	-	-	-	-	-	9,307,784
Other comprehensive income (loss) for the period		-	-	-	-	-	-	31,296,968	(216,633)	31,080,335	31,080,335
Total comprehensive income (loss) for the period		-	-	-	9,307,784	-	-	31,296,968	(216,633)	31,080,335	40,388,119
Transferred gain on derecognised equity instrument											
to retained earnings		-	-	-	1,810,300	-	-	(1,810,300)	-	(1,810,300)	-
Balance as at 30 September 2025		120,000,000	258,000,000	12,000,000	210,274,374			22,327,503	(280,802)	22,046,701	622,321,075

The accompanying notes are an integral part of the interim financial statements.

Charan Insurance Public Company Limited

Statement of cash flows

For the nine-month period ended 30 September 2025 (Unaudited)

	In Baht	
	2025	2024
Cash flows from operating activities		
Premiums received	309,336,257	295,306,923
Net insurance premium paid and other directly related expenses regarding reinsurance	(51,245,509)	(40,596,789)
Recoveries from reinsurance	24,226,235	13,637,936
Incurred claims and other directly attributable expenses paid	(117,850,863)	(78,404,228)
Insurance acquisition cash flows	(149,462,897)	(136,380,529)
Interest income and dividend received	16,845,979	16,905,763
Other income	3,681,158	1,663,374
Other operating expenses	(17,765,125)	(11,062,321)
Tax expense	(3,619,605)	(3,372,110)
Cash receipt for financial assets	300,145,409	207,969,112
Cash payments for financial assets	(308,981,087)	(193,800,000)
Net cash flows provided by operating activities	5,309,952	71,867,131
Cash flows from investing activities		
Acquisition of equipment	(648,774)	(1,628,484)
Net cash flows used in investing activities	(648,774)	(1,628,484)
Cash flows from financing activities		
Dividends paid	-	(15,000,000)
Net cash flows used in financing activities	-	(15,000,000)
Net increase in cash and cash equivalents	4,661,178	55,238,647
Cash and cash equivalents at 1 January	85,976,143	38,418,107
Cash and cash equivalents at 30 September	90,637,321	93,656,754

The accompanying notes are an integral part of the interim financial statements.

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

1. General information

1.1 Corporate information

Charan Insurance Public Company Limited (“the Company”) was incorporated as a public limited company on 15 March 1994. The registered office address of the Company is located at 408/1 Ratchadapisak Road, Samsennnok, Huaykwang, Bangkok, and the branch office is located at 377/1 - 3 Moo. 12, Mittraphap Road, Mueang Kao, Mueang Khon Kaen, Khon Kaen.

The principal business of the Company is the provision of non-life insurance.

1.2 Basis for preparation of the interim financial information

The interim financial information is prepared on a condensed basis in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting” with the Company present condensed interim financial statements. In addition, the interim financial information is prepared in accordance with the Notification of the Office of Insurance Commission entitled “Principle, methodology, condition and timing of preparation, submission and reporting of financial statements for non-life insurance company 2023” dated on 8 February 2023 and the letter no. 4122/wor.1064 “Guidelines relating to additional disclosures in notes to financial statements according to TFRS17 ‘Insurance contracts’ dated 23 April 2025”.

The interim financial information has been prepared for providing an update on the financial statements for the year ended 31 December 2024. They focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, this interim financial information should be read in conjunction with the financial statements for the year ended 31 December 2024.

Other than those specified in notes for the annual financial statements and interim financial information, all other balances presented in this interim financial information are prepared under the historical cost basis.

For the convenience of the readers, an English version of interim financial information has been translated from the Thai language interim financial information, which is issued solely for domestic financial reporting purpose.

1.3 Accounting policies

The accounting policies used in preparing this interim financial information are consistent with the accounting policies of the annual financial statements for the year ended 31 December 2024, except for accounting policies related to TFRS 17 “Insurance Contracts”, TFRS 9 “Financial Instruments” and TFRS 7 “Disclosure of Financial Instruments” that the Company has followed in preparing interim financial information. The impact of the adoption of these financial reporting standards is disclosed in Note 2 to the interim financial information.

The effects of adopting the TFRS 9 Financial Instrument at 31 December 2024 are presented as below.

	Original reclassification	New reclassification	Thousand Baht	
			Original carrying amount	New carrying amount under TFRS 9
Financial assets				
Cash and cash equivalents	Amortised cost	Amortised cost	85,976	85,976
Financial assets - debt instruments	Amortised cost	Amortised cost	510,732	510,732
Financial assets - equity instruments	FVOCI	FVOCI	172,982	172,982
Loans and accrued interest	Amortised cost	Amortised cost	3,470	3,470
Total			773,160	773,160

In addition, the change in carrying amount are presented as below.

		Thousand Baht		
	Original carrying	Change in carrying amount		New carrying amount
	amount	Reclassification	Remeasurement	under TFRS 9
Financial assets				
Amortised cost				
Cash and cash equivalents	85,976	-	-	85,976
Financial assets - debt instruments	510,732	-	-	510,732
Loans and accrued interest	3,470	-	-	3,470
Total	600,178	-	-	600,178
FVOCI				
Financial assets - equity				
instruments	172,982	-	-	172,982
Total	172,982	-	-	172,982

- 2.2 The impact of the significant changes in the Company's accounting policies resulting from the adoption of TFRS 17 "Insurance contracts" are as follow:

Measurement - Contracts measured under the PAA

Insurance contracts issued

The Company uses the PAA to simplify the measurement of groups of contracts when the following criteria are met at inception.

- The coverage period of each contract in the group is one year or less, including coverage arising from all premiums within the contract boundary; or

- For contracts longer than one year, the Company has conducted premium allocation approach eligibility testing where the results of the liability for remaining coverage (LRC) under premium allocation approach do not differ materially to that calculated under the general measurement model.

On initial recognition of each group of contracts, the carrying amount of the liability for remaining coverage is measured at the premiums received on initial recognition minus any insurance acquisition cash flows allocated to the group at that date, and adjusted for any amount arising from the derecognition of any assets or liabilities previously recognised for cash flows related to the group including assets for insurance acquisition cash flows. The Company has chosen not to expense insurance acquisition cash flows when they are incurred.

Subsequently, the carrying amount of the liability for remaining coverage is increased by any premiums received and the amortisation of insurance acquisition cash flows recognised as expenses and decreased by the amount recognised as insurance revenue for services provided and any additional insurance acquisition cash flows allocated after initial recognition. On initial recognition of each group of contracts, the Company expects that the time between providing each part of the services and the related premium due date is no more than a year. Accordingly, the Company has chosen not to adjust the liability for remaining coverage to reflect the time value of money and the effect of financial risk.

If at any time during the coverage period, facts and circumstances indicate that a group of contracts is onerous, the Company recognises a loss in profit or loss and increases the liability for remaining coverage to the extent that the current estimates of the fulfilment cash flows that relate to remaining coverage exceed the carrying amount of the liability for remaining coverage.

The Company recognises the liability for incurred claims of a group of insurance contracts at the amount of the fulfilment cash flows relating to incurred claims. The future cash flows are discounted (at current rates).

Reinsurance contracts

The Company uses the PAA to simplify the measurement of groups of reinsurance contracts when the following criteria are met at inception.

- Loss-occurring reinsurance contracts: The coverage period of each contract in the group can be less than or not greater than one year.
- Risk-attaching reinsurance contracts: The Company applies the same accounting policies as are applied to insurance contracts.

Presentation

Portfolios of insurance contracts that are assets and those that are liabilities, and portfolios of reinsurance contracts that are assets and those that are liabilities, are presented separately in the statement of financial position. Any assets or liabilities recognised for cash flows arising before the recognition of the related group of contracts are included in the carrying amount of the related portfolios of contracts.

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

The Company disaggregates amounts recognised in the statement of comprehensive income into:

- insurance service result, comprising insurance revenue and insurance service expenses; and
- insurance finance income or expenses.

Income and expenses from reinsurance contracts are presented separately from income and expenses from insurance contracts. Income and expenses from reinsurance contracts, other than insurance finance income or expenses, are presented on a net basis as 'net expenses from reinsurance contracts' in the insurance service result.

The Company does not disaggregate changes in the risk adjustment for non-financial risk between the insurance service result and insurance finance income or expenses.

Insurance revenue and insurance service expenses exclude any investment components and are recognised as follows:

Insurance revenue

The insurance revenue for each period is the amount of expected premium receipts for providing services in the period. The Company allocates the expected premium receipts to each period.

Loss components

The Company assumes that no contracts are onerous at initial recognition unless facts and circumstances indicate otherwise. Where this is not the case, and if at any time during the coverage period, the facts and circumstances indicate that a group of insurance contracts is onerous, the Company establishes a loss component as the excess of the fulfilment cash flows that relate to the remaining coverage of the group over the carrying amount of the liability for remaining coverage of the group as determined under PAA. Accordingly, by the end of the coverage period of the group of contracts the loss component will be zero.

Insurance service expenses

Insurance service expenses arising from insurance contracts are recognised in profit or loss generally as they are incurred. They exclude repayments of investment components and comprise the following items:

- Incurred claims and other insurance service expenses
- Amortisation of insurance acquisition cash flows
- Losses on onerous contracts and reversals of such losses
- Adjustments to the liabilities for incurred claims that do not arise from the effects of the time value of money, financial risk, and changes therein
- Impairment losses on assets for insurance acquisition cash flows and reversals of such impairment losses

Net expenses from reinsurance contracts

Net expenses from reinsurance contracts comprise an allocation of reinsurance premiums paid less amounts recovered from reinsurers.

The Company recognises an allocation of reinsurance premiums paid in profit or loss as it receives services under groups of reinsurance contracts. The allocation of reinsurance premiums paid for each period is the amount of expected premium payments for receiving services in the period.

For a group of reinsurance contracts covering onerous underlying contracts, the Company establishes a loss-recovery component of the asset for remaining coverage to depict the recovery of losses recognised:

- on recognition of onerous underlying contracts, if the reinsurance contract covering those contracts is entered into before or at the same time as those contracts are recognised; and
- when further onerous underlying insurance contracts are added to a group, the Company establishes a loss-recovery component of the asset for remaining coverage for a group of reinsurance contracts held depicting the expected recovery of the losses.

The loss-recovery component determines the amounts that are subsequently presented in profit or loss as reversals of recoveries of losses from the reinsurance contracts and are excluded from the allocation of reinsurance premiums paid. It is adjusted to reflect changes in the loss component of the onerous group of underlying contracts, but it cannot exceed the portion of the loss component of the onerous group of underlying contracts that the Company expects to recover from the reinsurance contracts.

Insurance finance income and expenses

Insurance finance income and expenses comprise of changes in the carrying amounts of groups of insurance and reinsurance contracts arising from the effects of the time value of money, financial risk and changes therein. The Company presents insurance finance income and expenses through profit or loss.

Fair value

Information about assumptions used in the measurement of insurance and reinsurance contracts is as follows:

Insurance contract liabilities

Insurance contract liabilities consist of liability for incurred claims and liability for remaining coverage. Liability for incurred claims consists of outstanding claims notified and outstanding claims incurred but not reported ("IBNR"), including risk adjustment while liability for remaining coverage consists of the unearned premium reserves, net of deferred acquisition costs, including any outstanding premium receivables.

Liability for incurred claims

The Company determines the claims incurred in accordance with the Company's claim experiences. The assumptions used in the estimation are intended to result in provisions which are sufficient to cover any liabilities arising out of insurance contracts to the extent that can be reasonably foreseen. However, because of the uncertainty of a provision for insurance claims, it is likely that the final outcome could prove to be different from the estimated liability.

Provision is estimated at the reporting date for the expected ultimate cost of settlement of all claims incurred in respect of events up to that date, whether reported or not, together with related claims handling expenses. The Company uses several statistical methods to incorporate the various assumptions made in order to estimate the ultimate cost of claims.

The Chain-Ladder technique involves the analysis of historical claims development factors and the selection of estimated development factors based on the historical claim development pattern. The selected development factors are then applied to cumulative claims data for each accident year.

The Bornhuetter-Ferguson method estimates the ultimate loss using a combination of actual reported losses and an estimate of loss developments for future losses which are based on the expected losses and the selected loss development factors of each accident year. The two estimates are combined using a formula that gives weight to the experience-based estimate as time passes.

Liability for remaining coverage

The best estimate of the liability for remaining coverage has been calculated by applying a future loss and expense ratio to the accounted unearned premium reserve. The future loss ratio is set with reference to observed loss ratios, adjusted for the effect of recent changes to premium rates, underwriting terms and policy terms where applicable.

Discount

All fulfilment cash flows relating to liability for incurred claims and liability for remaining coverage are discounted using selected yield curves. The Company uses the bottom-up approach for computing discount rate consistent with the position taken by the general insurance industry. The bottom-up discount rate comprises of a risk-free discount rate.

However, the Company has assessed that not applying discounts to the measurement of claims liabilities is appropriate given the nature of the business. The majority of claims are settled within 365 days, resulting in the effect of discounting being immaterial.

Risk adjustment

The Risk Adjustment is determined in accordance with actuarial methods in accordance with generally accepted actuarial methods including the Mack and bootstrapping methods. The risk adjustment takes into account the size and nature of the business.

Applying the confidence level technique at reserving class level, the Company estimates the probability distribution of the expected value of the future cash flows from insurance contracts at each reporting date and calculates the risk adjustment for non-financial risk at the 75th percentile (on both a gross and net of reinsurance basis) over the expected present value of future cash flows. A diversification factor is also applied to each class to allow for diversification benefits. The diversification factor will be selected on both a gross and net of reinsurance basis.

To determine the risk adjustments for non-financial risk for reinsurance contracts, the Company applies the confidence level technique on both gross and net of reinsurance and derives the amount of risk being transferred to the reinsurer as the difference between the two results.

2.3 Transition approach for the adoption of TFRS 17 “Insurance Contracts” for the first time

In adopting TFRS 17 Insurance Contracts, the transition date has been determined as 1 January 2024. The change in accounting policies resulting from the adoption of this standard is applied using the Full Retrospective Approach (FRA) for insurance contracts issued before the transition date, as if the standard had been applied since the inception of the insurance contracts.

The Company has restated the statement of financial position as at 1 January 2024 and 31 December 2024, as well as the statements of income and comprehensive income for the three-month and nine-month period ended 30 September 2024, to present comparative information.

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

The adjustments impact on the statement of financial position as at 1 January 2024 and 31 December 2024 are as follows:

	Thousand Baht			
	1 January 2024			
	As previously reported	Adjustments	Reclassifications	After adjusted and reclassifications
Statement of financial position				
Assets				
Premium due and uncollected	36,843	(36,843)	-	-
Reinsurance contract assets	-	30,366	-	30,366
Reinsurance assets	60,273	(60,273)	-	-
Due from reinsurers	15,422	(15,422)	-	-
Investments in securities	671,736	-	(671,736)	-
Financial assets - debt instruments	-	-	490,745	490,745
Financial assets - equity instruments	-	-	180,991	180,991
Other assets	15,718	(5,471)	-	10,247
Liabilities				
Insurance contract liabilities	268,261	(76,032)	-	192,229
Reinsurance contract liabilities	-	14,819	-	14,819
Due to reinsurers	46,854	(46,854)	-	-
Other liabilities - advance premium	9,549	(9,549)	-	-
Other liabilities - others	19,933	(6,160)	-	13,773
Equity				
Unappropriated retained earnings	166,278	36,123	-	202,401
Other components of equity - net	6,115	10	-	6,125

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

	Thousand Baht			
	31 December 2024			
	As previously			After adjusted and
	reported	Adjustments	Reclassifications	reclassifications
Statement of financial position				
Assets				
Premium due and uncollected	33,600	(33,600)	-	-
Reinsurance contract assets	-	29,070	-	29,070
Reinsurance assets	60,658	(60,658)	-	-
Due from reinsurers	25,577	(25,577)	-	-
Investments in securities	683,714	-	(683,714)	-
Financial assets - debt instruments	-	-	510,732	510,732
Financial assets - equity instruments	-	-	172,982	172,982
Other assets	16,589	(3,565)	-	13,024
Liabilities				
Insurance contract liabilities	363,822	(89,858)	-	273,964
Reinsurance contract liabilities	-	15,688	-	15,688
Due to reinsurers	62,278	(62,278)	-	-
Other liabilities - advance premium	8,078	(8,078)	-	-
Other liabilities - others	26,299	(4,935)	-	21,364
Equity				
Unappropriated retained earnings	143,961	55,195	-	199,156
Other components of equity - net	(7,159)	(64)	-	(7,223)

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

The adjustments impact to the statements of income and comprehensive income for the three-month period ended 30 September 2024

	Thousand Baht		
	For the three-month period ended 30 September 2024		
	As previously reported	Adjustments	After adjusted
Statements of income			
Insurance revenue	-	87,149	87,149
Insurance service expenses	-	(92,084)	(92,084)
Net expense from reinsurance contracts held	-	(59)	(59)
Finance expense from insurance contracts issued	-	(780)	(780)
Finance income from reinsurance contracts held	-	141	141
Gross written premiums	141,156	(141,156)	-
Premiums ceded to reinsurers	(22,783)	22,783	-
Unearned premium reserves increase from prior period	(51,261)	51,261	-
Fee and brokerage incomes	6,414	(6,414)	-
Insurance claims	(38,632)	38,632	-
Claims expenses from reinsurers	11,973	(11,973)	-
Commissions and brokerage expenses	(20,004)	20,004	-
Other underwriting expenses	(44,024)	44,024	-
Operating expenses	(13,958)	4,798	(9,160)
Loss for the period	(19,859)	16,326	(3,533)
Basic loss per share	(1.65)	1.36	(0.29)
Statement of comprehensive income			
Other comprehensive income (loss)			
Items that will be reclassified subsequently to profit or loss			
Finance costs from insurance contracts issued	-	(278)	(278)
Finance income from reinsurance contracts held	-	66	66
Other comprehensive income for the period	9,734	(212)	9,522
Total comprehensive income (loss) for the period	(10,125)	16,114	5,989

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

The adjustments impact to the statements of income and comprehensive income for the nine-month period ended 30 September 2024

	Thousand Baht		
	For the nine-month period ended 30 September 2024		
	As previously reported	Adjustments	After adjusted
Statements of income			
Insurance revenue	-	242,498	242,498
Insurance service expenses	-	(213,885)	(213,885)
Net expense from reinsurance contracts held	-	(26,942)	(26,942)
Finance expense from insurance contracts issued	-	(2,355)	(2,355)
Finance income from reinsurance contracts held	-	594	594
Gross written premiums	298,436	(298,436)	-
Premiums ceded to reinsurers	(62,627)	62,627	-
Unearned premium reserves decrease from prior period	(50,660)	50,660	-
Fee and brokerage incomes	20,211	(20,211)	-
Insurance claims	(92,417)	92,417	-
Claims recovered from reinsurers	12,151	(12,151)	-
Commissions and brokerage expenses	(45,427)	45,427	-
Other underwriting expenses	(78,500)	78,500	-
Operating expenses	(35,193)	12,930	(22,263)
Loss for the period	(11,784)	11,673	(111)
Basic loss per share	(0.98)	0.97	(0.01)
Statement of comprehensive income			
Other comprehensive income (loss)			
Items that will be reclassified subsequently to profit or loss			
Finance costs from insurance contracts issued	-	(92)	(92)
Finance income from reinsurance contracts held	-	26	26
Other comprehensive loss for the period	(4,519)	(67)	(4,586)
Total comprehensive loss for the period	(16,303)	11,606	(4,697)

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

3. Insurance contract liabilities and Insurance contract assets

3.1 Components of the statement of financial position

The analysis of the amounts presented in the statement of financial position relating to insurance contracts, based on engagement judgment, is shown in the table below:

Thousand Baht						
30 September 2025						
	Fire	Marine	Motor	Personal accident	Miscellaneous	Total
Insurance contract liabilities						
- Insurance contract liabilities excluding insurance acquisition cash flows assets and other pre-recognition cash flows	51,041	5,762	215,799	146	14,707	287,455
Reinsurance contract assets	19,998	1,556	15,224	-	11,664	48,442
Reinsurance contract liabilities	17,395	-	-	9	-	17,404

Thousand Baht						
31 December 2024						
	Fire	Marine	Motor	Personal accident	Miscellaneous	Total
Insurance contract liabilities						
- Insurance contract liabilities excluding insurance acquisition cash flows assets and other pre-recognition cash flows	44,031	2,110	223,342	163	4,318	273,964
Reinsurance contract assets	12,775	230	13,592	-	2,473	29,070
Reinsurance contract liabilities	15,616	-	-	72	-	15,688

3.2 Revenues and expenses from insurance service

3.2.1 Insurance service result

Insurance revenue, insurance service expenses, and net expenses from reinsurance contracts held along with additional details on amounts recognised in profit or loss and other comprehensive income, as well as the reconciliation of insurance contract balances for the three-month and nine month periods ended 30 September 2025 and 2024, are presented as follows:

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

Thousand Baht

	For the three-month period ended 30 September 2025					
	Fire	Marine	Motor	Personal accident	Miscellaneous	Total
Insurance revenue						
Insurance revenue from contracts measured under the PAA	30,959	2,848	80,269	140	799	115,015
Total insurance revenue	30,959	2,848	80,269	140	799	115,015
Insurance service expenses						
Incurred claims and other directly attributable expenses	4,249	(635)	(29,179)	(36)	9,258	(16,343)
Changes that relate to past service - changes in the FCF relating to the LIC	(1,058)	(3,050)	7,757	24	(9,643)	(5,970)
Losses on onerous contracts and reversal of those losses	(1,333)	-	(9,772)	-	(87)	(11,192)
Insurance acquisition cash flows amortisations	(17,047)	(1,159)	(37,252)	(75)	(386)	(55,919)
Total insurance service expenses	(15,189)	(4,844)	(68,446)	(87)	(858)	(89,424)
Net income (expenses) from reinsurance contracts held						
Reinsurance expenses - contracts measured under the PAA	(9,126)	(963)	(3,449)	(36)	(1,386)	(14,960)
Effect of changes in the risk of reinsurers non-performance	-	-	(1)	-	-	(1)
Incurred claims recovery	(8,252)	433	3,386	12	(8,291)	(12,712)
Changes that relate to past service – changes in the FCF relating to incurred claims recovery	7,721	1,624	(130)	(13)	8,324	17,526
Income on initial recognition of onerous underlying contracts	1,089	-	560	-	10	1,659
Reversals of a loss-recovery component other than changes in the FCF of reinsurance contracts held	(1,062)	-	(705)	-	(12)	(1,779)
Changes in the FCF of reinsurance contracts held from onerous underlying contracts	(200)	-	(57)	1	49	(207)
Total net expenses from reinsurance contracts held	(9,830)	1,094	(396)	(36)	(1,306)	(10,474)
Total insurance service result	5,940	(902)	11,427	17	(1,365)	15,117

Thousand Baht

	For the three-month period ended 30 September 2024					
	Fire	Marine	Motor	Personal accident	Miscellaneous	Total
Insurance revenue						
Insurance revenue from contracts measured under the PAA	30,562	2,381	53,225	141	840	87,149
Total insurance revenue	30,562	2,381	53,225	141	840	87,149
Insurance service expenses						
Incurred claims and other directly attributable expenses	(14,784)	78	(23,347)	(24)	(625)	(38,702)
Changes that relate to past service - changes in the FCF relating to the LIC	(8,899)	161	8,495	(28)	2,347	2,076
Losses on onerous contracts and reversal of those losses	-	-	(21,493)	-	(9)	(21,502)
Insurance acquisition cash flows amortisations	(15,095)	(1,088)	(17,466)	(47)	(260)	(33,956)
Total insurance service expenses	(38,778)	(849)	(53,811)	(99)	1,453	(92,084)

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

	Thousand Baht					
	For the three-month period ended 30 September 2024					
	Fire	Marine	Motor	Personal accident	Miscellaneous	Total
Net income (expenses) from reinsurance contracts held						
Reinsurance expenses - contracts measured under the PAA	(8,828)	(592)	(2,263)	(35)	(1,369)	(13,087)
Effect of changes in the risk of reinsurers non-performance	(1)	-	-	-	-	(1)
Incurred claims recovery	5,895	(1)	751	5	224	6,874
Changes that relate to past service – changes in the FCF relating to incurred claims recovery	8,246	1	(1,054)	16	(2,037)	5,172
Income on initial recognition of onerous underlying contracts	-	-	273	-	-	273
Reversals of a loss-recovery component other than changes in the FCF of reinsurance contracts held	-	-	(147)	-	-	(147)
Changes in the FCF of reinsurance contracts held from onerous underlying contracts	-	-	852	-	5	857
Total net expenses from reinsurance contracts held	5,312	(592)	(1,588)	(14)	(3,177)	(59)
Total insurance service result	(2,904)	940	(2,174)	28	(884)	(4,994)

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

Thousand Baht

	For the nine-month period ended 30 September 2025					
	Fire	Marine	Motor	Personal accident	Miscellaneous	Total
Insurance revenue						
Insurance revenue from contracts measured under the PAA	91,879	7,749	238,745	422	2,361	341,156
Total insurance revenue	91,879	7,749	238,745	422	2,361	341,156
Insurance service expenses						
Incurred claims and other directly attributable expenses	(25,372)	(1,756)	(90,783)	(164)	(2,125)	(120,250)
Changes that relate to past service - changes in the FCF relating to the LIC	(14,292)	(2,391)	37,310	94	(8,655)	12,066
Losses on onerous contracts and reversal of those losses	(5,251)	-	(32,196)	-	(134)	(37,581)
Insurance acquisition cash flows amortization	(49,104)	(3,491)	(110,193)	(211)	(1,115)	(164,114)
Total insurance service expenses	(94,019)	(7,638)	(195,862)	(281)	(12,029)	(309,829)
Net income (expenses) from reinsurance contracts held						
Reinsurance expenses - contracts measured under the PAA	(26,971)	(2,258)	(10,253)	(109)	(4,136)	(43,727)
Effect of changes in the risk of reinsurers non-performance	1	-	(1)	-	(1)	(1)
Incurred claims recovery	17,653	1,736	9,061	78	1,609	30,137
Changes that relate to past service – changes in the FCF relating to incurred claims recovery	(3,139)	734	(2,556)	(40)	7,749	2,748
Income on initial recognition of onerous underlying contracts	2,123	-	1,987	-	31	4,141
Reversals of a loss-recovery component other than changes in the FCF of reinsurance contracts held	(1,961)	-	(2,202)	-	(31)	(4,194)
Changes in the FCF of reinsurance contracts held from onerous underlying contracts	1,044	-	(274)	1	52	823
Total net expenses from reinsurance contracts held	(11,250)	212	(4,238)	(70)	5,273	(10,073)
Total insurance service result	(13,390)	323	38,645	71	(4,395)	21,254

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

Thousand Baht

	For the nine-month period ended 30 September 2024					
	Fire	Marine	Motor	Personal accident	Miscellaneous	Total
Insurance revenue						
Insurance revenue from contracts measured under the PAA	88,956	8,468	142,108	383	2,583	242,498
Total insurance revenue	88,956	8,468	142,108	383	2,583	242,498
Insurance service expenses						
Incurred claims and other directly attributable expenses	(23,819)	(1,079)	(77,182)	(57)	(692)	(102,829)
Changes that relate to past service - changes in the FCF relating to the LIC	(1,605)	555	21,029	-	2,297	22,276
Losses on onerous contracts and reversal of those losses	-	-	(25,244)	1	(9)	(25,252)
Insurance acquisition cash flows amortisations	(45,526)	(3,278)	(58,046)	(189)	(1,041)	(108,080)
Total insurance service expenses	(70,950)	(3,802)	(139,443)	(245)	555	(213,885)
Net income (expenses) from reinsurance contracts held						
Reinsurance expenses - contracts measured under the PAA	(25,585)	(2,770)	(6,022)	(99)	(4,174)	(38,650)
Effect of changes in the risk of reinsurers non-performance	-	-	-	-	-	-
Incurred claims recovery	14,121	689	3,082	7	293	18,192
Changes that relate to past service – changes in the FCF relating to incurred claims recovery	(1,651)	(584)	(3,068)	11	(1,960)	(7,252)
Income on initial recognition of onerous underlying contracts	-	-	689	1	-	690
Reversals of a loss-recovery component other than changes in the FCF of reinsurance contracts held	-	-	(563)	(1)	-	(564)
Changes in the FCF of reinsurance contracts held from onerous underlying contracts	-	-	638	(1)	5	642
Total net expenses from reinsurance contracts held	(13,115)	(2,665)	(5,244)	(82)	(5,836)	(26,942)
Total insurance service result	4,891	2,001	(2,579)	56	(2,698)	1,671

3.3 Contracts measured under the PAA

3.3.1 Insurance contracts

3.3.1.1 Reconciliation of liabilities for remaining coverage and incurred claims

Insurance contracts issued	Thousand Baht				
	30 September 2025				
	Liabilities for remaining coverage		Liability for incurred claims for the group of contracts under PAA		
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risk	Total
Opening insurance contract liabilities	94,630	34,127	128,496	16,711	273,964
Insurance revenue	(341,156)	-	-	-	(341,156)
Insurance service expenses					
Incurred claims and other directly attributable expenses	-	(45,656)	154,952	10,904	120,200
Changes that relate to past service – changes in the FCF relating to the LIC	-	-	(6,383)	(5,683)	(12,066)
Loss on onerous contracts and reversal of those losses	-	37,581	-	-	37,581
Insurance acquisition cash flows amortisation	164,114	-	-	-	164,114
Insurance service expenses	164,114	(8,075)	148,569	5,221	309,829
Insurance service result	(177,042)	(8,075)	148,569	5,221	(31,327)
Finance expenses from insurance contracts issued	-	-	2,460	338	2,798
Total amounts recognised in comprehensive income	(177,042)	(8,075)	151,029	5,559	(28,529)
Cash flows					
Premiums received	309,335	-	-	-	309,335
Claims and other directly attributable expenses paid	-	-	(117,852)	-	(117,852)
Insurance acquisition cash flows	(149,463)	-	-	-	(149,463)
Total cash flows	159,872	-	(117,852)	-	42,020
Closing insurance contract liabilities	77,460	26,052	161,673	22,270	287,455

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

Insurance contracts issued	Thousand Baht				
	31 December 2024				
	Liabilities for remaining coverage		Liability for incurred claims for the group of contracts under PAA		
	Excluding loss component	Loss component	Present value of future cash flows	Risk adjustment for non-financial risk	Total
Opening insurance contract liabilities	62,610	9,630	105,817	14,172	192,229
Insurance revenue	(344,114)	-	-	-	(344,114)
Insurance service expenses					
Incurred claims and other directly attributable expenses	-	(21,849)	158,931	11,720	148,802
Changes that relate to past service – changes in the FCF relating to the LIC	-	-	(37,092)	(9,567)	(46,659)
Loss on onerous contracts and reversal of those losses	-	46,346	-	-	46,346
Insurance acquisition cash flows amortisation	151,642	-	-	-	151,642
Insurance service expenses	151,642	24,497	121,839	2,153	300,131
Insurance service result	(192,472)	24,497	121,839	2,153	(43,983)
Finance expenses from insurance contracts issued	-	-	2,929	386	3,315
Total amounts recognised in comprehensive income	(192,472)	24,497	124,768	2,539	(40,668)
Cash flows					
Premiums received	422,047	-	-	-	422,047
Claims and other directly attributable expenses paid	-	-	(102,089)	-	(102,089)
Insurance acquisition cash flows	(197,555)	-	-	-	(197,555)
Total cash flows	224,492	-	(102,089)	-	122,403
Closing insurance contract liabilities	94,630	34,127	128,496	16,711	273,964

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

3.3.2 Reinsurance contracts

3.3.2.1 Reconciliation for remaining coverage and incurred claims

Thousand Baht					
30 September 2025					
Reinsurance contracts held	Remaining coverage		Incurred claims for the group of contracts under PAA		Total
	Excluding loss component recovery	Loss component recovery	Present value of future cash flows	Risk adjustment for non-financial risk	
Opening reinsurance contract assets	2,670	2,426	21,390	2,584	29,070
Opening reinsurance contract liabilities	(26,705)	-	10,431	586	(15,688)
Net opening balance	(24,035)	2,426	31,821	3,170	13,382
Net income (expenses) from reinsurance contracts held					
Reinsurance expenses	(43,727)	-	-	-	(43,727)
Effect of changes in the risk of reinsurers non-performance	-	-	(1)	-	(1)
Incurred claims recovery	-	-	28,066	2,071	30,137
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	-	-	2,536	212	2,748
Income on the initial recognition of the onerous underlying contract	-	4,141	-	-	4,141
Reversal of a loss recovery component other than changes in the FCF of reinsurance contracts held	-	(4,194)	-	-	(4,194)
Changes in the FCF of reinsurance contracts held relating to underlying onerous insurance contracts	-	823	-	-	823
Net income (expenses) from reinsurance contracts held	(43,727)	770	30,601	2,283	(10,073)
Finance income (expenses) from reinsurance contracts held	-	-	632	79	711
Total amounts recognised in comprehensive income	(43,727)	770	31,233	2,362	(9,362)
Cash flows					
Net insurance premium paid and other directly attributable expenses regarding reinsurance	51,244	-	-	-	51,244
Recoveries from reinsurance	-	-	(24,224)	-	(24,224)
Total cash flows	51,244	-	(24,224)	-	27,020
Closing reinsurance contract assets	5,092	3,196	34,857	5,297	48,442
Closing reinsurance contract liabilities	(21,610)	-	3,973	235	(17,402)
Net closing balance	(16,518)	3,196	38,830	5,532	31,040

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

Thousand Baht					
31 December 2024					
Reinsurance contracts held	Remaining coverage		Incurred claims for the group of contracts under PAA		
	Excluding loss component recovery	Loss component recovery	Present value of future cash flows	Risk adjustment for non-financial risk	Total
Opening reinsurance contract assets	5,314	483	20,928	3,641	30,366
Opening reinsurance contract liabilities	(23,930)	1	8,465	645	(14,819)
Net opening balance	(18,616)	484	29,393	4,286	15,547
Net income (expenses) from reinsurance contracts held					
Reinsurance expenses	(52,523)	-	-	-	(52,523)
Incurred claims recovery	-	-	25,102	2,265	27,367
Changes that relate to past service - changes in the FCF relating to incurred claims recovery	-	-	(7,552)	(3,485)	(11,037)
Income on the initial recognition of the onerous underlying contract	-	1,380	-	-	1,380
Reversal of a loss recovery component other than changes in the FCF of reinsurance contracts held	-	(1,123)	-	-	(1,123)
Changes in the FCF of reinsurance contracts held relating to underlying onerous insurance contracts	-	1,685	-	-	1,685
Net income (expenses) from reinsurance contracts held	(52,523)	1,942	17,550	(1,220)	(34,251)
Finance income (expenses) from reinsurance contracts held	-	-	736	104	840
Total amounts recognised in comprehensive income	(52,523)	1,942	18,286	(1,116)	(33,411)
Cash flows					
Net insurance premium paid and other directly attributable expenses regarding reinsurance	47,104	-	-	-	47,104
Recoveries from reinsurance	-	-	(15,858)	-	(15,858)
Total cash flows	47,104	-	(15,858)	-	31,246
Closing reinsurance contract assets	2,670	2,426	21,390	2,584	29,070
Closing reinsurance contract liabilities	(26,705)	-	10,431	586	(15,688)
Net closing balance	(24,035)	2,426	31,821	3,170	13,382

Charan Insurance Public Company Limited

Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

4. Cash and cash equivalents

	Thousand Baht	
	30 September 2025	31 December 2024
Cash on hand	281	186
Deposits at banks with no fixed maturity date	90,356	75,790
Deposits at banks with fixed maturity date	-	10,000
Total	90,637	85,976

5. Financial assets and liabilities

5.1 Classification of financial assets and liabilities

	Thousand Baht		
	30 September 2025		
	Equity instruments designed to be measured at FVOCI	Financial instruments measured at amortised cost	Total
Financial assets			
Cash and cash equivalents	-	90,637	90,637
Financial assets - debt instruments	-	265,775	265,775
Financial assets - equity instruments	208,339	-	208,339
Loans and accrued interest	-	2,810	2,810
Deposits at banks with maturity of more than 3 months	-	253,890	253,890
Total financial assets	208,339	613,112	821,451

	Thousand Baht		
	31 December 2024		
	Equity instruments	Financial instruments	Total
	designed to be measured at FVOCI	measured at amortised cost	
Financial assets			
Cash and cash equivalents	-	85,976	85,976
Financial assets - debt instruments	-	286,842	286,842
Financial assets - equity instruments	172,982	-	172,982
Loans and accrued interest	-	3,470	3,470
Deposits at banks with maturity of more than 3 months	-	223,890	223,890
Total financial assets	172,982	600,178	773,160

5.2 Classification of financial assets and liabilities

	Thousand Baht	
	30 September 2025	31 December 2024
Debt securities measured at amortised cost		
Government and state enterprise securities	6,200	11,200
Private enterprise debt securities	286,261	302,425
Total	292,461	313,625
Less allowance for expected credit losses	(26,686)	(26,783)
Net	265,775	286,842

5.3 Investments measured at amortised cost

	Thousand Baht		
	30 September 2025		
	Gross carrying value	Allowance for expected credit losses	Net carrying value
Debt securities which credit risk has not significantly increased (Stage 1)	519,926	(261)	519,665
Credit-impaired investments in debt securities (Stage 3)	26,425	(26,425)	-
Total	546,351	(26,686)	519,665

Charan Insurance Public Company Limited

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For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

	Thousand Baht		
	31 December 2024		
	Allowance for		
	Gross	expected credit	Net
	carrying value	losses	carrying value
Debt securities which credit risk			
has not significantly increased (Stage 1)	511,090	(358)	510,732
Credit-impaired investments in debt securities			
(Stage 3)	26,425	(26,425)	-
Total	537,515	(26,783)	510,732

5.4 Financial assets - Equity securities

	Thousand Baht	
	30 September 2025	31 December 2024
<i>Equity instruments designated to be measured at fair value through other comprehensive income</i>		
Government and state enterprise securities	7,852	7,458
Domestic equity securities	200,487	165,524
Total	208,339	172,982

6. Loans and interest receivables

As at 30 September 2025 and 31 December 2024, loans and interest receivables classified by stage of credit risk were as follows:

Classification	Thousand Baht		
	30 September 2025		
	Mortgage loans	Other loans	Total
Loans which credit risk has not significantly increased (Stage 1)	2,673	137	2,810
Total	2,673	137	2,810

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For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

Classification	Thousand Baht		
	31 December 2024		
	Mortgage loans	Other loans	Total
Loans which credit risk has not significantly increased (Stage 1)	3,242	228	3,470
Total	3,242	228	3,470

- 6.1 The mortgage loans are loan facilities provided to employees and other person as part of the credit welfare project for houses with interest rate at MLR - 1% and MLR - 1.5% per annum.
- 6.2 The loans with surety are loans provided to employees and another person as part of the welfare program with an interest rate at MLR - 1.5% per annum.

7. Investment property

As at 30 September 2025 and 31 December 2024, investment property is land and Building for rental.

	Thousand Baht		
	Land	Building	Total
Net book value as at 1 January 2025	16,000	-	16,000
Net book value as at 30 September 2025	16,000	-	16,000

8. Property, plant and equipment

	Thousand Baht					
	Land	Building	Fixture and office equipment	Vehicles	Assets under construction	Total
Net book value						
as at 1 January 2025	13,549	-	594	-	1,480	15,623
Additions	-	-	286	-	370	656
Transfer in (out)	-	1,850	-	-	(1,850)	-
Write-off	-	-	(6)	-	-	(6)
Depreciation for the period	-	(147)	(181)	-	-	(328)
Net book value						
as at 30 September 2025	13,549	1,703	693	-	-	15,945

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Condensed notes to interim financial information

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9. Non-operating assets

	Thousand Baht		
	Land	Building	Total
Net book value as at 1 January 2025	12,000	10	12,010
Depreciation for the period	-	(10)	(10)
Net book value as at 30 September 2025	12,000	-	12,000

10. Deferred tax asset / deferred tax liabilities / income tax expenses

As at 30 September 2025 and 31 December 2024, deferred tax assets and liabilities consist of the following items:

	Thousand Baht	
	30 September 2025	31 December 2024
Deferred tax assets		
Unearned premium reserves	4,360	11,208
Claim liabilities	18,415	15,399
Loss reserve for incurred but not reported claims	7,129	5,889
Allowance for expected credit losses	6,066	5,817
Employee benefits obligations	1,744	1,661
Unrealised loss on equity instruments designated to be measured at fair value through other comprehensive income	-	1,790
Total	37,714	41,764
Deferred tax liabilities		
Unrealised gain on equity instruments designated to be measured at fair value through other comprehensive income	5,582	-
Total	5,582	-
Net	32,132	41,764

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Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

Income tax expenses (income) for the three-month and nine-month periods ended 30 September 2025 and 2024 are as follows:

	Thousand Baht			
	For the three-month period		For the nine-month period	
	ended 30 September		ended 30 September	
	2025	2024	2025	2024
Current income tax	889	813	889	1,847
Deferred income tax	1,695	(6,262)	2,260	(6,497)
Income tax expenses (income)	2,584	(5,449)	3,149	(4,650)

Reconciliations between income tax expenses (income) and accounting profit (loss) multiplied by the applicable tax rate for the three-month and nine-month periods ended 30 September 2025 and 2024 are as follows:

	Thousand Baht			
	For the three-month period		For the nine-month period	
	ended 30 September		ended 30 September	
	2025	2024	2025	2024
Profit (loss) before income tax	8,383	(8,983)	12,456	(4,762)
Income tax rate at 20%	1,677	(1,797)	2,491	(952)
Tax effect of exempted income and non-deductible expense	545	(3,652)	296	(3,698)
Utilisation of deferred tax recognised in prior period	362	-	362	-
Income tax expenses	2,584	(5,449)	3,149	(4,650)

11. Employee benefit obligations

	Thousand Baht
Defined benefit obligations as at 1 January 2025	8,308
Current service cost	284
Interest cost	127
Defined benefit obligations as at 30 September 2025	8,719

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Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

Actuarial assumptions used for calculation:

	30 September 2025	31 December 2024
Retirement age	60 years old	60 years old
Discount rate	2.30% per annum	2.30% per annum
Salary increase rate	3.00% per annum	3.00% per annum
Turnover rate	1.91% - 22.92% per annum	1.91% - 22.92% per annum
Mortality rate	According to Thai Mortality Rate of 2017	According to Thai Mortality Rate of 2017

12. Legal reserve

Under Section 116 of the Public Companies Act B.E. 2535 (1992), the Company is required to set aside a legal reserve of at least 5% of annual net profit until the cumulative reserve reaches 10% of the authorised share capital. Such legal reserve is not available for dividend distribution.

13. Net investment income

Net investment income for the three-month and nine-month periods ended 30 September 2025 and 2024 are as follows:

	Thousand Baht			
	For the three-month period		For the nine-month period	
	ended 30 September		ended 30 September	
	2025	2024	2025	2024
Interest incomes	3,162	3,262	9,924	9,974
Dividend received	1,755	1,898	6,781	6,599
Total	4,917	5,160	16,705	16,573

14. Fair value measurement

Fair value refers to the price that would be received to sell an asset or the price that would be paid to transfer liability to another party in an orderly transaction between market participants at the measurement date. The Company uses quoted prices in active markets to measure the fair value of assets and liabilities for which the relevant financial reporting standards require fair value measurement, unless there is no active market for similar assets or liabilities, or the quoted prices are not available. In such cases, the Company will estimate fair value using valuation techniques appropriate to the circumstances and will make the best use of observable data relevant to the asset or liability being measured.

The fair value measurement for financial assets and liabilities is categorised into different levels in the fair value hierarchy based on the inputs to valuation techniques used. The different levels are defined as follows:

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Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

- Level 1: use of quoted market prices in an observable active market for such assets or liabilities
- Level 2: use of other observable inputs for such assets or liabilities, whether directly or indirectly
- Level 3: use of unobservable inputs such as estimates of future cash flows

At the end of each reporting period, the Company determines whether transfers have occurred between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

As at 30 September 2025 and 31 December 2024, the Company had the following assets that were measured at fair value using different levels of input as follows:

	Thousand Baht			
	30 September 2025			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through other comprehensive income				
- Government and state enterprise securities	7,852	-	-	7,852
- Equity securities	190,312	-	10,175	200,487
Total	198,164	-	10,175	208,339

	Thousand Baht			
	31 December 2024			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through other comprehensive income				
- Government and state enterprise securities	7,458	-	-	7,458
- Equity securities	138,969	-	26,555	165,524
Total	146,427	-	26,555	172,982

During the nine-month period ended 30 September 2025, the Company transferred equity instruments with a fair value of Baht 38.44 million at the transfer date from Level 3 to Level 1 due to changes in the issuer of the equity instruments, which enabled the Company to use observable inputs from an active market to measure the fair value of that equity instrument.

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Condensed notes to interim financial information

For the three-month and nine-month periods ended 30 September 2025 (Unaudited)

15. Related party transactions

For the purposes of this financial information, parties are considered to be related to the Company if the Company has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationships with key management personnel and related parties were as follows:

Name of entities	Nature of relationships
Charoenkit Brokers Co., Ltd.	Related company (Relationship terminated on 30 October 2024)

Significant transactions with related parties for the three-month and nine-month periods ended 30 September 2025 and 2024 are as follows:

		Thousand Baht			
		For the three-month period		For the nine-month period	
		ended 30 September		ended 30 September	
	Pricing policy	2025	2024	2025	2024
Related Company					
Commissions and brokerage expenses	Conditions in the contract	-	2,982	-	9,150

16. Benefits paid to directors and key management

Directors' remuneration is the benefit paid to the Company's directors in accordance with Section 90 of the Public Company Limited Act B.E. 2535 (1992) excluding salaries and related benefits to be paid to executive directors.

Benefit expenses paid to the chief executive officer, the next four executive levels immediately below that chief executive officer and all persons in positions comparable to these four executive levels consist of salaries, bonus, retirement benefit and meeting allowance.

Charan Insurance Public Company Limited**Condensed notes to interim financial information****For the three-month and nine-month periods ended 30 September 2025 (Unaudited)**

Directors' remuneration and management benefit expenses for the three-month and nine-month periods ended 30 September 2025 and 2024 are as follows:

	Thousand Baht			
	For the three-month period		For the nine-month period	
	ended 30 September		ended 30 September	
	2025	2024	2025	2024
Short-term benefits	3,936	3,691	11,415	11,147
Long-term benefits	112	106	345	320
Total	4,048	3,797	11,760	11,467

17. Capital fund management

The primary objectives of the Company's capital fund management are to ensure that it has an appropriate financial structure, presences the ability to continue its business as a going concern and to maintain capital reserve in accordance with Notifications of the Office of Insurance Commission.

18. Assets pledged with registrar

As at 30 September 2025 and 31 December 2024, the Company pledged bank deposit amounting to Baht 14 million as collateral with the registrar in accordance with Section 19 of Non-life Insurance Act B.E. 2535.

19. Assets reserve pledged with registrar

As at 30 September 2025 and 31 December 2024, bank deposits amounting to Baht 55 million are used as collateral against premium reserve with the registrar.

20. Restricted assets and commitment

As at 30 September 2025 and 31 December 2024, the Company pledged bank deposit amounting to Baht 89.89 million as follows:

	Thousand Baht	
	30 September 2025	31 December 2024
Bank overdraft	20,000	20,000
Assets pledged with registrar	14,000	14,000
Assets reserve pledged with registrar	55,000	55,000
Credit card usage	500	500
Electricity usage and others	390	390
Total	89,890	89,890

21. Provident fund

The Company and its employees have jointly registered a provident fund scheme under Provident Fund Act B.E. 2530 (1987). The fund is contributed to the Company and its employees at an equal monthly rate of 3 percent of the employees' basic salary, based on the length of employment and will be paid to the employees upon termination in accordance with the rules of the fund. The fund is managed by Kasikorn Asset Management Co., Ltd.

For the nine-month periods ended 30 September 2025 and 2024, the Company contributed to fund approximately Baht 0.31 million, equal.

22. Dividend payment

According to the resolution of annual general meeting held on 24 April 2024, the Company passed a resolution to pay dividend to the shareholders from result of its operation of the year 2023 at the rate of Baht 1.25 per share for 12 million shares with the total amount of Baht 15 million. The Company already paid dividend on 23 May 2024.

23. Contingent liabilities and commitment

Litigations

As at 30 September 2025 and 31 December 2024, the Company was sued from acting as an insurer with the prosecution value of Baht 35.90 million and Baht 35.75 million, respectively. However, the Company's contingent liabilities from prosecution cases are in value not more than the policy custody amounting to Baht 5.04 million and Baht 4.66 million, respectively. Those prosecution cases have been incompletely considered. Nevertheless, the Company recorded the provision for contingent loss amounting to Baht 8.61 million and Baht 4.57 million, respectively, in the financial statements.

Guarantees

As at 30 September 2025 and 31 December 2024, the Company has the unused letter of guarantee issued by the bank in the name of the Company for the amount of Baht 0.89 million relating to guarantee for credit card and electricity usage and others.

Operating lease commitments

As at 30 September 2025 and 31 December 2024, the Company has commitments to pay under the rental and service agreement as follows:

	Thousand Baht	
	30 September 2025	31 December 2024
Due within 1 year	2,010	3,331
Over 1 year but within 5 years	5,059	6,421
Over 5 years	259	-
Total	7,328	9,752

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Commitments to capital expenditure

As at 31 December 2024, the Company has commitments for assets installation with one company amounting to Baht 0.37 million.
(30 September 2025 : nil)

Service agreement commitments

On 23 August 2025, the Company entered into an agreement with a consulting firm for services related to TFRS 17 “Insurance Contracts” including related software, with a total contract value of Baht 5.77 million. Subsequently, on 24 October 2025, the Company entered into another contract relating to service as mentioned above with a total contract value Baht 1.09 million. As at 30 September 2025, the Company had an outstanding commitment of Bath 4.11 million.

24. Approval of interim financial information

This interim financial information has been approved to be issued by authorised directors on 14 November 2025.