

(Translation)

(COPY)

Notification of the Insurance Commission

re: Rules, Procedures and Conditions for Information Disclosure by Life Insurance Companies

B.E. 2561 (2018)

To ensure that the insureds, the public and stakeholders obtain sufficient, clear and full information relating to the business, operating results, risks, and financial standing of life insurance companies at a reasonable time to make their decisions in taking out insurance and interacting with life insurance companies that will enhance transparency and reliability of life insurance companies to meet international standards, by virtue of section 12 (1) of the Insurance Commission Act, B.E. 2550 (2007), section 46/1 of the Life Insurance Act, B.E. 2535 (1992) as amended by the Life Insurance Act (No. 2), B.E. 2551 (2008), in conjunction with a resolution passed at the Insurance Commission Meeting No. 4/2561 held on 27 April 2018, the Insurance Commission issues a notification as follows.

Clause 1. This Notification may be cited as the Notification of the Insurance Commission re: Rules, Procedures and Conditions for Information Disclosure by Life Insurance Companies, B.E. 2561 (2018).

Clause 2. This Notification comes into effect on 1 October 2018.

Clause 3. The Notification of the Insurance Commission re: Rules, Procedures and Conditions for Disclosure of Information relating to Financial Standing and Operating Results of Life Insurance Companies, B.E. 2551 (2008), dated 9 December 2008 is hereby repealed.

Clause 4. In this Notification:

"Office" means the Office of Insurance Commission;

"quantitative information" means information presented in descriptive statements that reflect numbers and quantities of that information;

"qualitative information" means information presented in descriptive statements that reflect qualities or characteristics, and the information collection approaches.

(Translation)

Chapter I

General provisions

Clause 5. Each company must disclose its quantitative information and qualitative information that reflects its financial standing and operating results, and covering business operation, corporate compliance, risk management, investments, business operations analysis, and financial statements based on information that the company is required to disclose under Chapter II: Information required to be disclosed. Each company must disclose its general information that does not affect its competitiveness in a form, items, conditions, time periods and details required by the Registrar; provided that such information must be certified by the company.

Clause 6. The information required to be disclosed by a company must be clear, reliable and available at all times for the purpose of comparing that information with the information of other companies in the same industry. The information must mirror the company's business outlook. Each company must cause the disclosed information to be updated at least once a year, and to be updated in accordance with actual standing within 30 days from the date such information materially changes.

Chapter II

Information required to be disclosed

Clause 7. Each company must disclose its profile, business policies, objectives and strategies and present information relating to its business description, details of its main products and services, contact information, process and time periods for claim handling, decision-making and payouts under life insurance contracts.

Clause 8. Each company must disclose its good governance and corporate compliance, along with the implementation thereof.

Clause 9. Each company must disclose its quantitative information and qualitative information relating to its enterprise risk management (ERM) and its asset liability management (ALM).

Clause 10. Each company must disclose its quantitative information and qualitative information relating to underwriting risks that are foreseeable and material and that may affect its financial standing, reinsurance management, linkage between funds and risk, and insurance concentration risk.

(Translation)

Clause 11. Each company must disclose its quantitative information and qualitative information relating to value, methods and hypotheses for assessing insurance liability from insurance contracts.

Clause 12. Each company must disclose its quantitative information and qualitative information relating to its policies, objectives and process, types of investment and other business carried out by presenting hypotheses and value assessment approaches used in the preparation of financial reports, as well as capital adequacy reporting.

Clause 13. Each company must disclose its quantitative information and qualitative information relating to its operating results, underwriting profit, gain from investment, statistics on claim payouts under life insurance contracts, premium adequacy, analysis results and relevant ratios.

Clause 14. Each company must disclose its quantitative information and qualitative information relating to its capital adequacy, its policies, objectives and capital management process, as well as capital adequacy assessment.

Clause 15. Each company must disclose its financial statements together with notes to financial statements as follows:

(1) financial statements for the preceding calendar year that have been audited, with auditor's opinions; and

(2) quarterly financial statements reviewed by an auditor.

Clause 16. The Registrar may instruct a company to disclose any other information that is related to the information that the company must disclose as required by this Notification and disclosure of which will enhance public awareness of that information or the disclosure is required by international standards.

Chapter III

Disclosure methods

Clause 17. Each company shall disclose its information via:

(1) its website; or

(2) other channels or format as determined by the Registrar.

(Translation)

Issued on 31 August 2018

(Mr. Prasong Poonthanet)

Permanent Secretary for the Ministry of Finance

Chairman of the Insurance Commission