

Notification of the Insurance Commission

Re: Criteria, Procedures, Conditions, and Periods for Non-Life Insurance Companies'

Preparation and Submission of Financial Statements

B.E. 2566 (2023)

To improve the form of non-life insurance companies' financial statements required to be submitted by Companies to the Office of Insurance Commission, in line with Thai Financial Reporting Standards No. 17 Re: Insurance Contracts (TFRS 17) and other relevant standards,

by virtue of Section 47 (1) and (2) of the Non-Life Insurance Act B.E. 2535 (1992), as amended by the Non-Life Insurance Act (No. 2) B.E. 2551 (2008), together with the resolutions of the Insurance Commission's Meeting No. 10/2022 on 23 September 2022 and No. 11/2022 on 28 October 2022, the Insurance Commission prescribes this Notification as follows:

Clause 1 This Notification shall be called the "Notification of the Insurance Commission Re: Criteria, Procedures, Conditions, and Periods for Non-Life Insurance Companies' Preparation and Submission of Financial Statements."

Clause 2 This Notification shall take effect as from 1 January 2023 onwards.

Clause 3 The following notifications shall be repealed:

(1) Notification of the Insurance Commission Re: Criteria, Procedures, Conditions, and Periods for Preparation and Submission of Financial Statements and Annual Reports of Non-Life Insurance Companies B.E. 2559 (2006);

(2) Notification of the Insurance Commission Re: Criteria, Procedures, Conditions, and Periods for Preparation and Submission of Financial Statements and Annual Reports of Non-Life Insurance Companies (No. 2) B.E. 2562 (2019); and

(3) Notification of the Insurance Commission Re: Criteria, Procedures, Conditions, and Periods for Preparation and Submission of Financial Statements and Annual Reports of Non-Life Insurance Companies (No. 3) B.E. 2563 (2020).

Clause 4 In this Notification,

"Financial Statements" means the statement of the financial position, the statement of comprehensive income, the statement of changes in the owner's or head office's equity, the statement of cash flow, and the notes to financial statements;

“Company” means a company that has been licensed to undertake the non-life insurance business under the law on non-life insurance, and shall also include a branch of any foreign non-life insurance company that has been licensed to undertake the non-life insurance business in the Kingdom of Thailand, under the law on non-life insurance;

“Commission” means the Insurance Commission;

“Registrar” means the Secretary-General of the Insurance Commission or any person assigned by the Secretary-General of the Insurance Commission;

“Office” means the Office of the Insurance Commission.

Clause 5 The financial statements shall be prepared in compliance with the relevant notifications of the Federation of Accounting Professions of Thailand on accounting standards and financial reporting standards, as well as the relevant guidelines on accounting and the interpretation of accounting standards and financial reporting standards.

Clause 6 The Company shall prepare the Financial Statements in accordance with the following specified form:

(1) For the calendar years 2023 and 2024, the Company shall prepare the Financial Statements in any of the following forms:

(a) In a case where the Company has been unable to comply with the Thai Financial Reporting Standards No. 9 Re: Financial Instruments (TFRS 9), and the Thai Financial Reporting Standards No. 17 Re: Insurance Contracts (TFRS 17), the Company shall prepare the Financial Statements in the form as attached to this Notification in Chapter 1.

(b) In a case where the Company has chosen to comply with the Thai Financial Reporting Standards No. 9 Re: Financial Instruments (TFRS 9) but has been unable to comply with the Thai Financial Reporting Standards No. 17 Re: Insurance Contracts (TFRS 17), the Company shall prepare the Financial Statements in the form as attached to this Notification in Chapter 2.

(c) In a case where the Company has chosen to comply with the Thai Financial Reporting Standards No. 9 Re: Financial Instruments (TFRS 9), and the Thai Financial Reporting Standards No. 17 Re: Insurance Contracts (TFRS 17), the Company shall prepare the Financial Statements in the form as attached to this Notification in Chapter 3.

(2) For the calendar years 2025 onwards, the Company shall prepare the Financial Statements in the form as attached to this Notification in Chapter 3.

Clause 7 If the Company prepares the Financial Statements in the form as attached to this Notification in Chapter 3, and chooses to recognize the cumulative amounts of changes as of the transition period pursuant to the Thai Financial Reporting Standards No. 17, Appendix C on local transition option, C4.3.2, the Company shall disclose its choice of this option and disclose the unrecognized cumulative amount of changes and the recognised cumulative amount in equity for the current period for the owners' equity, and the adjustments amount in the insurance contract liabilities at the end of the reporting period, on the notes to the Financial Statements for every past quarter and calendar year, by presenting as the first item of part 3 "Additional Information" and entitling the item as: "Cumulative Amounts of changes as of the transition period". In this regard, once chosen, this option cannot be cancelled.

Clause 8 The Financial Statements to be prepared by the Company pursuant to Clause 6 shall be in an electronic form prescribed by the Office.

Clause 9 The Company shall submit the Financial Statements pursuant to Clause 8 via the channels specified by the Office in accordance with the following period:

(1) The Company shall submit the Financial Statements for the previous year that have been audited with the opinion of the auditor within four months from the last day of each calendar year.

(2) The Company shall submit the quarterly Financial Statements reviewed by the auditor within forty five days from the last day of each quarter (March, June, and September).

In a case where the Financial Statements submitted by the Company is incorrect or incomplete, the Registrar is empowered to order the Company to rectify or complete the same within the period to be prescribed by the Registrar.

Clause 10 In a case of an urgent necessity caused by a national disaster or an event severely affecting the public in any area, which has prevented the Company from submitting the Financial Statements within the relevant period specified in Clause 9, the Registrar is empowered to extend the deadline as is necessary and subsequently report such extension to the Commission.

Clause 11 The Financial Statements pursuant to Clause 6 shall neither contain any misrepresentation nor conceal any material facts that must be disclosed.

[Translation]

Clause 12 In a case where the Company's operating results under the statement of comprehensive income pertaining to either the profit and loss for quarter-to-date or year-to-date, reflect a change of more than twenty percent when compared with the same period of the previous year, the Company shall prepare a report to clarify the causes of such change and submit it to the Commission via the Office, as an attachment to the Financial Statements required to be submitted by the Company pursuant to this Notification.

Notified on this 8th day of February B.E.2566 (2023).

Permanent Secretary, Ministry of Finance
Chairman of the Insurance Commission