Company No.

200801013654 (814942-M)

MANULIFE INSURANCE BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2026

Company No.

200801013654 (814942-M)

MANULIFE INSURANCE BERHAD
(Incorporated in Malaysia)

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Company No.

200801013654 (814942-M)

MANULIFE INSURANCE BERHAD
(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026

	Note	As at 30.06.2026 RM'000	As at 31.12.2025 RM'000
Assets			
Property and equipment		20,516	20,815
Investment property		48,142	48,142
Intangible assets	12	128,407	130,786
Financial assets at fair value through other comprehensive income	13(a)	3,849,320	3,671,843
Financial assets at fair value through profit or loss	13(b)	1,364,720	1,401,506
Financial assets at amortised cost		69,209	64,840
Insurance contract assets	14(a)	19,179	5,058
Right-of-use assets		1,572	1,424
Reinsurance contract assets	14(b)	22,537	19,344
Other assets		13,684	14,161
Cash and cash equivalents		165,018	199,071
Segregated funds net asset		1,763,645	1,674,502
Total Assets		7,465,949	7,251,492
Liabilities and Equity			
Liabilities			
Insurance contract liabilities		4,109,854	4,044,602
Segregated funds insurance net liabilities		1,763,645	1,674,502
Total insurance and segregated funds contract liabilities	14(a)	5,873,499	5,719,104
Reinsurance contract liabilities	14(b)	9,438	8,691
Financial liability at fair value through profit or loss	15	2,742	—
Deferred tax liabilities		159,821	159,016
Lease liabilities		1,601	1,446
Current tax liabilities		2,476	156
Other liabilities		314,034	291,050
Total Liabilities		6,363,611	6,179,463
Equity			
Share capital		200,000	200,000
Retained earnings	16	908,497	870,455
Other reserves	16	(6,159)	1,574
Total Equity		1,102,338	1,072,029
Total Liabilities and Equity		7,465,949	7,251,492

Company No.

200801013654 (814942-M)

MANULIFE INSURANCE BERHAD
(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

	Note	Cumulative 6 months ended 30.06.2026 RM'000	30.06.2025 RM'000
Insurance service result			
Insurance revenue		247,655	223,896
Insurance service expenses		(202,260)	(177,184)
Net expenses from reinsurance contracts held		(3,658)	(8,095)
Total insurance service results		41,737	38,617
Investment result			
Investment income		98,763	94,507
Realised and unrealised gains/(losses) on assets supporting insurance contract liabilities		19,688	(38,201)
Investment expenses		(4,555)	(3,245)
Net investment income		113,896	53,061
Insurance finance expense		(98,651)	(46,253)
Reinsurance finance (expense)/income		(827)	596
Segregated fund related investment result			
Investment income/(expense) related to segregated fund net assets		82,829	(73,600)
Financial changes related to segregated fund net liabilities		(82,829)	73,600
Net segregated fund investment result		-	-
Total investment results		14,418	7,404
General expenses		(1,253)	3,663
Interest expense		(36)	(19)
Profit before taxation		54,866	49,665
Taxation		(16,824)	(12,691)
Net profit for the financial period		38,042	36,974
Basic and diluted earnings per share (sen)	17	10.63	10.06

Company No.

200801013654 (814942-M)

MANULIFE INSURANCE BERHAD
(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENT OF TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

	Cumulative 6 months ended	
	30.06.2026	**30.06.2025**
	RM'000	**RM'000**
Net profit for the financial period	38,042	36,974
Other comprehensive income, net of tax:		
Other comprehensive (loss)/income to be reclassified to profit or loss in subsequent periods:-		
Fair value through OCI investments:		
Net (losses)/gains on fair value changes	(32,237)	63,713
Realised gains transferred to income statements	(2,158)	(4,299)
Deferred tax	10,096	(17,502)
Fair value through OCI investments, net of deferred tax	(24,299)	41,912
Insurance finance income/(expense)	21,750	(58,565)
Deferred tax	(5,220)	14,056
Insurance finance income/(expense), net of deferred tax	16,530	(44,509)
Reinsurance finance income/(expense)	47	(197)
Deferred tax	(11)	47
Reinsurance finance income/(expense), net of deferred tax	36	(150)
Net other comprehensive loss to be reclassified to profit or loss in subsequent periods	(7,733)	(2,747)
Other comprehensive loss for the financial period	(7,733)	(2,747)
Total comprehensive income for the financial period	30,309	34,227

Company No.

200801013654 (814942-M)

MANULIFE INSURANCE BERHAD
(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

		<==============Non-distributable	===============	===============	>		
	Share Capital	Insurance Finance Reserve	Reinsurance Finance Reserve	Fair Value Reserve	Asset Valuation Reserve	Retained Earnings*	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2026	200,000	(86,219)	103	85,241	2,449	870,455	1,072,029
Net profit for the financial period	-	-	-	-	-	38,042	38,042
Other comprehensive income/(loss) for the financial period	-	16,530	36	(24,299)	-	-	(7,733)
Total comprehensive income/(loss) for the financial period	-	16,530	36	(24,299)	-	38,042	30,309
At 30 June 2026	200,000	(69,689)	139	60,942	2,449	908,497	1,102,338

Company No.

200801013654 (814942-M)

MANULIFE INSURANCE BERHAD
(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026 (CONTINUED)

		<==============Non-distributable===============>					
	Share Capital	Insurance Finance Reserve	Reinsurance Finance Reserve	Fair Value Reserve	Asset Valuation Reserve	Retained Earnings*	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2025	200,000	(48,587)	229	54,260	1,965	789,298	997,165
Net profit for the financial period	-	-	-	-	-	36,974	36,974
Other comprehensive (loss)/income for the financial period	-	(44,509)	(150)	41,912	-	-	(2,747)
Total comprehensive (loss)/income for the financial period	-	(44,509)	(150)	41,912	-	36,974	34,227
At 30 June 2025	200,000	(93,096)	79	96,172	1,965	826,272	1,031,392

* The Company's retained earnings comprise both distributable and non-distributable earnings. Surpluses from the life insurance funds become distributable only upon the actual transfer to the Shareholders' Fund, as recommended by the Appointed Actuary.

Company No.

200801013654 (814942-M)

MANULIFE INSURANCE BERHAD
(Incorporated in Malaysia)

UNAUDITED CONDENSED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2026

	6 months ended 30.06.2026 RM'000	6 months ended 30.06.2025 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit for the financial period	38,042	36,974
Adjustments for non-cash items	(96,825)	(39,048)
Operating loss before changes in operating assets and liabilities	(58,783)	(2,074)
Purchase of investments	(1,266,975)	(1,302,064)
Proceeds from disposal and maturity of investments	1,111,828	1,316,484
Interest income received	79,987	75,174
Dividend income received	19,549	19,867
Rental income received	1,591	1,507
Changes in other receivables	(4,358)	(7,909)
Changes in loans receivables	1,645	(29,603)
Changes in insurance contract assets	(14,121)	—
Changes in reinsurance contract assets	(3,193)	(6,122)
Changes in insurance contract liabilities	87,002	31,162
Changes in reinsurance contract liabilities	794	(2,760)
Changes in other liabilities	23,575	(31,448)
Cash (used in)/generated from operations	(21,459)	62,214
Interest paid	(32)	(16)
Income taxes paid	(10,552)	(14,036)
Net cash (outflow)/inflow from operating activities	(32,043)	48,162
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(767)	(1,146)
Purchase of intangible assets	(808)	(315)
Proceeds from disposal of property and equipments	-	1
Net cash outflow from investing activities	(1,575)	(1,460)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of principal portion of lease liabilities	(435)	(542)
Net cash outflow from financing activities	(435)	(542)
Net (decrease)/increase during the financial period	(34,053)	46,160
Cash and cash equivalents at 1 January	199,071	83,978
Cash and cash equivalents at 30 June	165,018	130,138

CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the unaudited condensed statement of cash flows comprise the following:

	As at 30.06.2026 RM'000	As at 30.06.2025 RM'000
Cash and bank balances	157,669	130,124
Short-term deposits	7,349	14
Cash and cash equivalents	165,018	130,138

The accompanying notes form an integrated part of these unaudited interim financial statements.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

1. BASIS OF PREPARATION

The condensed interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting and International Accounting Standard ("IAS") 34: Interim Financial Reporting and should be read in conjunction with the Company's audited financial statements for the financial year ended 31 December 2025, which were prepared in accordance with the MFRS Accounting Standards and IFRS Accounting Standards.

The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to gain an understanding of the changes in the financial position and performance of the Company since the financial year ended 31 December 2025.

2. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies adopted by the Company in the unaudited condensed interim financial statements are consistent with those adopted in the Company's audited financial statements for the financial year ended 31 December 2025, except for the adoption of the following amendments to MFRSs:

Description	Effective Date
Contracts Referencing Nature-dependent Electricity (Amendments to MFRS 9 *Financial Instruments and* MFRS 7 *Financial Instruments: Disclosures*)	1 January 2026
Amendments to the Classification and Measurement of Financial Instruments (Amendments to MFRS 9 and MFRS 7)	1 January 2026
Amendments that are part of Annual Improvements-Volume 11: • Amendments to MFRS 1 *First-time Adoption of Malaysian Financial Reporting Standards* • Amendments to MFRS 7 *Financial Instruments: Disclosures* • Amendments to MFRS 9 *Financial Instruments* • Amendments to MFRS 10 *Consolidated Financial Statements* • Amendments to MFRS 107 *Statement of Cash Flows*	1 January 2026

The adoption of the above new pronouncements in the current financial year do not have any material impact to the financial statements of the Company.

3. SEASONAL/CYCLICAL FACTORS

The business operations of the Company are subject to the sales cycle of the life insurance business.

4. UNUSUAL ITEMS

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the financial period ended 30 June 2026.

5. CHANGE IN ESTIMATES

The Company measures policy liabilities using a prospective actuarial valuation. The expected future liabilities are determined using best estimate assumptions with the appropriate risk adjustment to reflect the uncertainty of adverse deviation from expected experience. Valuation assumptions used includes mortality, morbidity, lapse, expense, risk-free interest rate plus illiquidity premium, and participating life funds' yield derived based on asset liability method. For calculating the contractual service margin ("CSM"), the fair value approach is used for all in-force policies sold before 2021, and the full retrospective approach is used for all policies sold in 2021 onwards.

There were no material changes in the basis used for accounting estimates for the current financial period ended 30 June 2026.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

6. DEBT AND EQUITY SECURITIES

There were no issuances, cancellation, repurchases, resale and repayment of debt and equity securities during the current financial period ended 30 June 2026.

7. DIVIDENDS

No dividend has been paid or declared by the Company since the end of the previous financial year.

8. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL PERIOD

There is no material event subsequent to the end of the financial period under review that has not been reported in the interim financial statements for the current financial period to date.

9. CHANGES IN COMPOSITION OF THE COMPANY

There is no change in the Company’s composition for the current financial period to date.

10. CONTINGENT LIABILITIES

There were no contingent liabilities as at the date of this report since the last annual statement of financial position date.

11. SIGNIFICANT EVENTS

There is no significant event during the financial period to date.

12. INTANGIBLE ASSETS

	Exclusive right RM'000	Computer software RM'000	Computer software in progress RM'000	Distribution agreement RM'000	Total RM'000
Cost					
At 1 January 2025	149,637	21,901	2,878	28,739	203,155
Additions	-	337	422	-	759
Transfer to computer software	-	2,140	(2,140)	-	-
Write-off	-	(34)	-	-	(34)
At 31 December 2025/1 January 2026	149,637	24,344	1,160	28,739	203,880
Additions	-	-	808	-	808
At 30 June 2026	149,637	24,344	1,968	28,739	204,688
Accumulated amortisation					
At 1 January 2025	47,765	16,245	-	670	64,680
Amortisation during the financial year	3,511	3,001	-	1,936	8,448
Write-off	-	(34)	-	-	(34)
At 31 December 2025/1 January 2026	51,276	19,212	-	2,606	73,094
Amortisation during the financial period	1,370	849	-	968	3,187
At 30 June 2026	52,646	20,061	-	3,574	76,281
Net carrying amount					
At 30 June 2026	96,991	4,283	1,968	25,165	128,407
At 31 December 2025	98,361	5,132	1,160	26,133	130,786

The Exclusive Right is a definite life intangible asset and relates to a 10-year exclusive bancassurance agreement entered between the Company and Alliance Bank Malaysia Berhad ("ABMB") on 13 June 2013. The Exclusive right was extended for a further 15 years on 28 July 2023. The Exclusive Right is amortised over the duration of the agreement and the annual amortisation amount is calculated with reference to the benefits generated from the partnership (which is defined as the annualized premium equivalent) in which the Company expects to recognise the related revenue.

The Distribution Agreement relates to a 20-year distribution right entered between the Company and an agency leadership corporation on 23 September 2019. The distribution agreement is amortised based on the straight-line time apportionment basis over the remaining duration of the agreement.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

13. FINANCIAL ASSETS

(a) Fair value through other comprehensive income

	As at 30.06.2026 RM'000	As at 31.12.2025 RM'000
Malaysian Government Securities	723,116	691,204
Government Investment Issues	637,338	559,563
Corporate debt securities		
- Unquoted	2,447,944	2,381,305
Accrued interest	40,922	39,771
	3,849,320	3,671,843
Current	240,785	202,408
Non-current	3,608,535	3,469,435
	3,849,320	3,671,843

(b) Fair value through profit or loss

		As at 30.06.2026 RM'000	As at 31.12.2025 RM'000
Equity securities			
- Quoted in Malaysia		474,961	467,262
- Quoted outside Malaysia		24,569	21,890
- Unquoted in Malaysia		17,325	17,325
- Unquoted outside Malaysia		20,345	20,290
Private equity funds			
- Unquoted outside Malaysia		84,704	76,602
Structured product		234,813	235,840
Real estate investment trusts		12,830	12,932
Unit trust funds - Investment in subsidiaries*	(i)	495,173	546,519
Forward foreign exchange contract		-	2,846
		1,364,720	1,401,506
Current		1,364,720	1,401,506

* Being investment in unit trust funds managed by a related company.

13. FINANCIAL ASSETS (continued)

(b) Fair value through profit or loss (continued)

(i) Unit trust funds – investment in subsidiaries

	As at 30.06.2026 RM'000	As at 31.12.2025 RM'000
At fair value	495,173	546,519

Details of the Company's unit trust funds – investment in subsidiaries in Malaysia are as follows:

Name of wholesale unit trust fund	Principal activities	% of ownership held by the Company 30.06.2026	% of ownership held by the Company 31.12.2025
Manulife Cash Management Fund	Investment in money market fund	78.8	70.3
Manulife Wholesale Corporate Bond Fund	Investment in corporate bonds	76.4	80.8
Manulife Wholesale Government Bond Fund	Investment in sovereign bonds	78.0	84.0

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

14. INSURANCE AND REINSURANCE CONTRACT LIABILITIES

(a) Insurance contract liabilities

	Liabilities for remaining coverage		Liabilities for incurred claims		
	Exclude loss component RM'000	Loss component RM'000	Products not under PAA RM'000	PAA estimates of PV of future cash flows and risk adjustment for non-financial risk RM'000	Total RM'000
At 1 January 2026					
Insurance contract assets	(12,702)	7,331	313	-	(5,058)
Insurance contract liabilities	3,707,943	65,148	269,859	1,652	4,044,602
Segregated fund insurance net liabilities	1,674,502	-	-	-	1,674,502
	5,369,743	72,479	270,172	1,652	5,714,046
Insurance revenue					
Expected incurred claims and other insurance service expenses	(146,642)	-	-	-	(146,642)
Change in risk adjustment for non-financial risk expired	(15,890)	-	-	-	(15,890)
CSM recognised for service provided	(29,684)	-	-	-	(29,684)
Recovery of insurance acquisition cashflows	(50,800)	-	-	-	(50,800)
Contracts under PAA	(4,639)	-	-	-	(4,639)
	(247,655)	-	-	-	(247,655)
Insurance service expense					
Incurred claims and other insurance service expenses	-	-	142,683	8,226	150,909
Losses and reversal of losses on onerous contracts (future service)	-	106	-	-	106
Amortisation of insurance acquisition cashflow	51,245	-	-	-	51,245
	51,245	106	142,683	8,226	202,260
Investment components and premium refunds	(151,208)	-	151,208	-	-
Insurance service results	(347,618)	106	293,891	8,226	(45,395)
Insurance finance expenses	75,491	460	943	7	76,901
Total changes in the statements of profit or loss and other comprehensive income	(272,127)	566	294,834	8,233	31,506
Cash flows and other movements					
Premiums and premium tax received	436,840	-	-	-	436,840
Claims and other insurance service expenses paid, including investment components	-	-	(289,088)	(3,233)	(292,321)
Insurance acquisition cash flows	(124,894)	-	-	-	(124,894)
Total cash flows and other movements	311,946	-	(289,088)	(3,233)	19,625
Movements related to segregated fund insurance net liabilities	89,143	-	-	-	89,143
At 30 June 2026					
Insurance contract assets	(37,892)	16,847	1,866	-	(19,179)
Insurance contract liabilities	3,772,952	56,198	274,052	6,652	4,109,854
Segregated fund insurance net liabilities	1,763,645	-	-	-	1,763,645
	5,498,705	73,045	275,918	6,652	5,854,320

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

14. INSURANCE AND REINSURANCE CONTRACT LIABILITIES (continued)

(a) Insurance contract liabilities (continued)

	Liabilities for remaining coverage		Liabilities for incurred claims		
	Exclude loss component	Loss component	Products not under PAA	PAA estimates of PV of future cash flows and risk adjustment for non-financial risk	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2025					
Insurance contract liabilities	3,556,880	51,966	221,209	5,651	3,835,706
Segregated fund insurance net liabilities	1,631,232	-	-	-	1,631,232
	5,188,112	51,966	221,209	5,651	5,466,938
Insurance revenue					
Expected incurred claims and other insurance service expenses	(274,911)	-	-	-	(274,911)
Change in risk adjustment for non-financial risk expired	(31,655)	-	-	-	(31,655)
CSM recognised for service provided	(64,270)	-	-	-	(64,270)
Recovery of insurance acquisition cashflows	(86,294)	-	-	-	(86,294)
Contracts under PAA	(9,241)	-	-	-	(9,241)
	(466,371)	-	-	-	(466,371)
Insurance service expense					
Incurred claims and other insurance service expenses	-	-	292,055	(3,417)	288,638
Losses and reversal of losses on onerous contracts (future service)	-	20,060	-	-	20,060
Amortisation of insurance acquisition cashflow	87,755	-	-	-	87,755
	87,755	20,060	292,055	(3,417)	396,453
Investment components and premium refunds	(334,468)	-	334,468	-	-
Insurance service results	(713,084)	20,060	626,523	(3,417)	(69,918)
Insurance finance expenses	221,174	453	9,850	3	231,480
Total changes in the statements of profit or loss and other comprehensive income	(491,910)	20,513	636,373	(3,414)	161,562
Cash flows and other movements					
Premiums and premium tax received	893,165	-	-	-	893,165
Claims and other insurance service expenses paid, including investment components	-	-	(587,410)	(585)	(587,995)
Insurance acquisition cash flows	(262,894)	-	-	-	(262,894)
Total cash flows and other movements	630,271	-	(587,410)	(585)	42,276
Movements related to segregated fund insurance net liabilities	43,270	-	-	-	43,270
At 31 December 2025					
Insurance contract assets	(12,702)	7,331	313	-	(5,058)
Insurance contract liabilities	3,707,943	65,148	269,859	1,652	4,044,602
Segregated fund insurance net liabilities	1,674,502	-	-	-	1,674,502
	5,369,743	72,479	270,172	1,652	5,714,046

MANULIFE INSURANCE BERHAD
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

14. INSURANCE AND REINSURANCE CONTRACT LIABILITIES (continued)

(b) Reinsurance contract liabilities

	Liabilities for remaining coverage			
	Excluding loss recovery component RM'000	Loss recovery component RM'000	Amount recoverable: incurred claims RM'000	Total RM'000
At 1 January 2026				
Reinsurance contract assets	15,919	-	(35,263)	(19,344)
Reinsurance contract liabilities	15,586	(2,563)	(4,332)	8,691
	31,505	(2,563)	(39,595)	(10,653)
Allocation of reinsurance premiums paid				
Expected recovery for claims and other expenses	23,713	-	-	23,713
Change in risk adjustment for non-financial risk expired	1,594	-	-	1,594
Net cost/gain recognised	3,988	-	-	3,988
Experience refunds	251	-	-	251
	29,546	-	-	29,546
Amounts recoverable from reinsurers				
Recoveries of incurred claims and expenses	-	93	(26,230)	(26,137)
Change in risk adjustment for non-financial risk expired	-	7	-	7
Recoveries of losses and reversal of loss recovery on onerous contracts (future service)	-	242	-	242
	-	342	(26,230)	(25,888)
Net expenses from reinsurance contracts	29,546	342	(26,230)	3,658
Reinsurance finance income	820	(45)	-	775
Effect of changes in non-performance risk of reinsurers	5	-	-	5
Total changes in the statements of profit or loss and other comprehensive income	30,371	297	(26,230)	4,438
Cash flows				
Premiums paid	(21,907)	-	-	(21,907)
Amounts received	-	-	15,023	15,023
Total cash flows	(21,907)	-	15,023	(6,884)
At 30 June 2026				
Reinsurance contract assets	16,890	-	(39,427)	(22,537)
Reinsurance contract liabilities	23,079	(2,266)	(11,375)	9,438
	39,969	(2,266)	(50,802)	(13,099)

MANULIFE INSURANCE BERHAD
(Incorporated in Malaysia)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

14. INSURANCE AND REINSURANCE CONTRACT LIABILITIES (continued)

(b) Reinsurance contract liabilities (continued)

	Liabilities for remaining coverage			
	Excluding loss recovery component	Loss recovery component	Amount recoverable: incurred claims	Total
	RM'000	RM'000	RM'000	RM'000
At 1 January 2025				
Reinsurance contract assets	1,555	-	(3,670)	(2,115)
Reinsurance contract liabilities	59,581	(2,330)	(40,334)	16,917
	61,136	(2,330)	(44,004)	14,802
Allocation of reinsurance premiums paid				
Expected recovery for claims and other expenses	48,372	-	-	48,372
Change in risk adjustment for non-financial risk expired	2,354	-	-	2,354
Net cost/gain recognised	2,763	-	-	2,763
Experience refunds	(3,126)	-	-	(3,126)
	50,363	-	-	50,363
Amounts recoverable from reinsurers				
Recoveries of incurred claims and expenses	-	202	(44,684)	(44,482)
Change in risk adjustment for non-financial risk expired	-	14	-	14
Recoveries of losses and reversal of loss recovery on onerous contracts (future service)	-	(365)	-	(365)
	-	(149)	(44,684)	(44,833)
Net expenses from reinsurance contracts	50,363	(149)	(44,684)	5,530
Reinsurance finance income	1,319	(84)	-	1,235
Effect of changes in non-performance risk of reinsurers	3	-	-	3
Total changes in the statements of profit or loss and other comprehensive income	51,685	(233)	(44,684)	6,768
Cash flows				
Premiums paid	(81,316)	-	-	(81,316)
Amounts received	-	-	49,093	49,093
Total cash flows	(81,316)	-	49,093	(32,223)
At 31 December 2025				
Reinsurance contract assets	15,919	-	(35,263)	(19,344)
Reinsurance contract liabilities	15,586	(2,563)	(4,332)	8,691
	31,505	(2,563)	(39,595)	(10,653)

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

15. FINANCIAL ASSET AT FAIR VALUE THROUGH PROFIT OR LOSS

Derivatives

The table below shows the fair value of derivative financial instruments, recorded as financial asset at fair value through profit or loss or financial liability at fair value through profit or loss, together with their notional amounts. The notional amount, recorded at gross, is the amount of the derivative's underlying asset and is the basis upon which changes in the value of derivatives are measured. Derivative financial instruments held by the Company are forward foreign exchange contracts to hedge its currency risk, any fair value gains/losses on this financial instrument are recognised as financial asset/liability.

		Fair value gain/(loss) recognised as		
	Notional amount RM'000	**Financial asset RM'000**	**Financial liability RM'000**	**Net carrying amount RM'000**
30 June 2026				
Hedging derivative:				
Forward foreign exchange contract				
- Less than 1 year	79,364		(2,742)	(2,742)
31 December 2025				
Hedging derivative:				
Forward foreign exchange contract				
- Less than 1 year	77,926	2,846	-	2,846

There is no change in risks and policies associated with the derivatives and its related accounting policies since the financial year ended 31 December 2025.

16. RETAINED EARNINGS AND OTHER RESERVES

The retained earnings are classified as distributable and non-distributable as follows:

30 June 2026	**Note**	**Shareholder and Non-participating life funds RM'000**	**Participating life funds RM'000**	**Total RM'000**
Retained earnings				
Distributable	(i)	369,121	-	369,121
Non-distributable	(ii)	528,026	11,350	539,376
		897,147	11,350	908,497
Other reserves				
Non-distributable:				
Insurance finance reserve		(30,153)	(39,536)	(69,689)
Reinsurance finance reserve		139	-	139
Fair value reserve		23,774	37,168	60,942
Asset revaluation reserve		-	2,449	2,449
		(6,240)	81	(6,159)

31 December 2025	**Note**	**Shareholder and Non-participating life funds RM'000**	**Participating life funds RM'000**	**Total RM'000**
Retained earnings				
Distributable	(i)	373,551	-	373,551
Non-distributable	(ii)	486,400	10,504	496,904
		859,951	10,504	870,455
Other reserves				
Non-distributable:				
Insurance finance reserve		(31,771)	(54,448)	(86,219)
Reinsurance finance reserve		103	-	103
Fair value reserve		33,161	52,080	85,241
Asset revaluation reserve		-	2,449	2,449
		1,493	81	1,574

(i) Under the single tier system, the Company is able to frank the payment of dividends out of its entire distributable retained earnings as at the date of the statement of financial position, subject to the approval by Bank Negara Malaysia under section 51 of the Financial Services Act 2013.

Additionally, under the Risk-Based Capital ("RBC") Framework for Insurers, the Company is prohibited from distributing dividends if its Capital Adequacy Ratio ("CAR") falls below its internal target level or if the dividend payment would reduce its CAR below this threshold.

(ii) Non-distributable retained earnings are cumulative surplus arising from life insurance funds, net of deferred tax which have yet to be recommended for transfer to the Shareholders' fund. These amounts are only distributable upon actual recommended transfer to the Shareholders' fund by the Appointed Actuary.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

17. BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share of the Company is calculated by dividing the net profit attributable to ordinary equity holder of the Company for the financial year over the number of ordinary shares in issue during the financial year.

		Cumulative 6 months ended	
		30.06.2026	**30.06.2025**
		RM'000	**RM'000**
Net profit for the company		38,042	36,974
Current year unallocated surplus from participating life funds		(846)	(1,782)
Net profit attributable to ordinary equity holder		37,196	35,192
Number of shares in issue ('000)	('000)	350,000	350,000
Basic and diluted earnings per share	(Sen)	10.63	10.06

The Company has no potential dilutive ordinary shares in issue as at the date of the statement of financial position and therefore, diluted earnings per share have not been presented.

18. SIGNIFICANT RELATED PARTY TRANSACTIONS

Related party transactions have been entered into in the normal course of business under negotiated terms with the respective parties. The significant related party transactions during the financial period between the Company and their related parties are set out as below:

	Cumulative 6 months ended	
	30.06.2026	**30.06.2025**
	RM'000	**RM'000**
Expenses/(income):		
Intermediate holding company		
Reimbursement of personnel expenses	2,295	3,269
Reimbursement of software maintenance expenses	3,637	3,949
Reimbursement of consultation fee	16	8
Reimbursement of overhead expense	(354)	(168)
Reimbursement of meeting and conference	2	-
Reimbursement of education and training expenses	4	16
Reimbursement of travelling expense	22	39
Regional office overhead expense	1,097	1,054
Provision of IT infrastructure support and maintenance services	6,758	8,609
Provision of finance support	409	422
Provision of HR support	324	335
Provision of staff claims system	15	16
Provision of compliance support	100	81
	14,325	17,630
Subsidiaries of ultimate holding company		
Provision of IT infrastructure support and maintenance services	(20)	260
Provision of operational support	495	439
Investment consulting services	1,090	330
	1,565	1,029
Subsidiaries of immediate holding company		
Outsourcing fee income	(2,571)	(2,245)
Outsourcing fee expense	41	227
Fund management expenses	8,582	8,008
Rental of office premises	(366)	(358)
Management fees and maintenance charges	50	50
	5,736	5,682
Immediate holding company		
Outsourcing fee income	(863)	(730)
Outsourcing fee expense	999	681
Rental income	(41)	(41)
Rental expenses	677	694
	772	604

19. FINANCIAL INSTRUMENTS

Categories of financial instruments

The table below provides an analysis of financial instruments categorised as follows:

(i) Fair value through profit or loss ("FVTPL");
(ii) Fair value through other comprehensive income ("FVOCI");
(iii) Amortised cost ("AC")

	FVTPL	FVOCI	AC	Total
Group	**RM'000**	**RM'000**	**RM'000**	**RM'000**
30 June 2026				
Financial assets				
Financial assets at FVOCI	-	3,849,320	-	3,849,320
Financial assets at FVTPL	1,364,720	-	-	1,364,720
Financial assets at amortised cost	-	-	69,209	69,209
Cash and cash equivalents	-	-	165,018	165,018
	1,364,720	3,849,320	234,227	5,448,267
Financial liabilities				
Financial liabilities at FVTPL	2,742	-	-	2,742
Lease liabilities	-	-	1,601	1,601
Other liabilities	-	-	314,034	314,034
	2,742	-	315,635	318,377
31 December 2025				
Financial assets				
Financial assets at FVOCI	-	3,671,843	-	3,671,843
Financial assets at FVTPL	1,401,506	-	-	1,401,506
Financial assets at amortised cost	-	-	64,840	64,840
Cash and cash equivalents	-	-	199,071	199,071
	1,401,506	3,671,843	263,911	5,337,260
Financial liabilities				
Lease liabilities	-	-	1,446	1,446
Other liabilities	-	-	291,050	291,050
	-	-	292,496	292,496

20. DETERMINATION OF FAIR VALUES AND FAIR VALUE HIERARCHY

(a) Freehold property and investment property

The fair value of the Company's freehold property and investment property is determined based on the income method conducted by an independent qualified valuer.

Under the income approach by discounted cash flow method, the market value of the property is determined based on estimation of future annual cash flows over an investment horizon from valuation date by reference to expected revenue growth rates, operating expenses and terminal value. The present value of future cash flow is then determined by the application of an appropriate discount rate to derive a net present value of the property as at the valuation date.

Fair value hierarchy

A level is assigned to each fair value measurement based on the lowest level input significant to the fair value measurement in its entirety. The three-level hierarchy is defined as follows:-

Level 1 – Fair value is derived from unadjusted quoted price in active markets for identical properties that the entity can access at the measurement date.

Level 2 – Fair value is estimated using inputs that are observable for the properties, either directly or indirectly.

Level 3 – Fair value is estimated using unobservable inputs for the properties.

The fair value of freehold property and investment property is classified within Level 3 of the fair value hierarchy. The fair value of the property is as follows:

	Freehold property		**Investment property**	
	As at 30.06.2026	**As at 31.12.2025**	**As at 30.06.2026**	**As at 31.12.2025**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Carrying amount	10,474	10,600	48,142	48,142
Fair value as stated in valuation report*	10,600	10,600	48,142	48,142

* Based on the valuation conducted by an independent qualified valuer on 31 December 2025.

20. DETERMINATION OF FAIR VALUES AND FAIR VALUE HIERARCHY (continued)

(a) Freehold property and investment property (continued)

Description of valuation techniques used and significant unobservable inputs to valuation of freehold property and investment property:

	Valuation technique	Significant unobservable inputs	Range
2025			
Freehold/ investment property	Income approach DCF method	Projected period	10 years
		Projected occupancy	90.35% to 95.35%
		Projected gross revenue (office and retail)	RM4.76 psf to RM6.35 psf
		Compounded annual growth rate ("CAGR") on revenue	2.86%
		Projected outgoings (office and retail)	RM2.05 psf to RM2.31 psf
		CAGR on outgoings (office and retail)	1.33%
		Discount rate	8.00%

A significant increase or decrease in each of the unobservable inputs used in the valuation would result in a correspondingly higher or lower fair value of the properties.

The reconciliation from beginning to ending balances for the freehold property and investment property are as follows:

	Freehold property		Investment property	
	2026	2025	2026	2025
	RM'000	RM'000	RM'000	RM'000
At 1 January	10,600	10,200	48,142	47,942
Depreciation charge for the period/year	(126)	-	-	-
Fair value gain	-	400	-	200
At 30 June /31 December	10,474	10,600	48,142	48,142

20. DETERMINATION OF FAIR VALUES AND FAIR VALUE HIERARCHY (continued)

(b) Financial assets and financial liabilities

(i) Determination of fair values

The fair values of the Group's financial assets and financial liabilities are determined as follows:

(i) The carrying amounts of financial assets and financial liabilities, such as loans and other receivables, cash and bank balances, and other payables (other than the amount payable under Distribution Agreement), are reasonable approximations of their fair values due to the relatively short-term maturity of these balances and the immaterial impact of discounting;

(ii) The carrying amount of amount payable under Distribution Agreement which is the remaining present value of the expected future cash flow discounted using the discount rate that reflects the current market assessment of the time value of money, are reasonable approximations of their fair values;

(iii) The fair values of quoted equities and investments in real estate investment trusts are based on quoted market prices as at the reporting date;

(iv) The fair values of unquoted equities are determined with reference to market comparable inputs (price to book ratio of publicly-listed benchmarks) which are adjusted against the net assets of the investee and takes into consideration discount for lack of marketability;

(v) The fair values of Malaysian Government Securities, Government Investment Issues and both quoted and unquoted corporate debt securities are based on indicative market prices;

(vi) The fair values of investments in mutual funds and unit trust funds are valued based on the net asset values of the underlying funds as at the reporting date;

(vii) The fair values of foreign exchange forward contracts are based on valuations provided by the financial institutions making reference to quoted market prices; and

(viii) The fair values of private equity funds are measured based on the private equity funds' net asset value or fair values reported in investees' financial statements as a measure of fair value.

(ix) The fair value of structure product is based on the mark-to-market value of the principal amount and fixed coupon which is calculated by discounting these amounts at the prevailing funding rate of the counterparty bank. The funding rate of the counterparty bank is typically a market observable input such as the swap rate or or benchmark rates (MYOR/KLIBOR).

20. DETERMINATION OF FAIR VALUES AND FAIR VALUE HIERARCHY (continued)

(b) Financial assets and financial liabilities

(ii) Fair value hierarchy

The Company categorises its fair value measurements according to a three-level hierarchy. The hierarchy prioritises the inputs used by the Company's valuation techniques for determining the fair value of the financial instruments.

A level is assigned to each fair value measurement based on the lowest level input significant to the fair value measurement in its entirety. The three-level hierarchy is defined as follows:

Level 1 – Fair value measurements that reflect unadjusted, quoted prices in active markets for identical assets and liabilities that the Company has the ability to access at the measurement date. Valuations are based on quoted prices reflecting market transactions involving assets or liabilities identical to those being measured.

Level 2 –Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets and liabilities in active markets, quoted prices for identical or similar assets and liabilities in inactive markets, inputs that are observable that are not prices (such as interest rates, credit risks, etc) and inputs that are derived from or corroborated by observable market data.

Level 3 –Fair value measurements using significant non-market observable inputs. These include valuations for assets and liabilities that are derived using data, some or all of which is not market observable, including assumptions about risk.

In determining the fair value of its financial instruments, the Company uses observable market data, when available, and minimises the use of unobservable inputs to the extent possible when determining fair value.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

20. DETERMINATION OF FAIR VALUES AND FAIR VALUE HIERARCHY (continued)

(b) Financial assets and financial liabilities (continued)

(ii) Fair value hierarchy (continued)

The following table presents the Group's financial assets and financial liabilities that are carried at fair value as at reporting date.

	Carrying amount RM'000	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000
30 June 2026				
Financial assets at FVOCI				
Malaysian Government Securities	723,116	-	723,116	-
Government Investment Issues	637,338	-	637,338	-
Corporate debt securities				
- Unquoted	2,447,944	-	2,447,944	-
Accrued interest	40,922	-	40,922	-
	3,849,320	-	3,849,320	-
Financial assets at FVTPL				
Equity securities				
- Quoted in Malaysia	474,961	474,961	-	-
- Quoted outside Malaysia	24,569	24,569	-	-
- Unquoted in Malaysia	17,325	-	-	17,325
- Unquoted outside Malaysia	20,345	-	-	20,345
Private equity funds				
- Unquoted outside Malaysia	84,704	-	-	84,704
Structured product	234,813	-	234,813	-
Real estate investment trusts	12,830	12,830	-	-
Unit trust funds	495,173	495,173	-	-
	1,364,720	1,007,533	234,813	122,374
	5,214,040	1,007,533	4,084,133	122,374

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS (CONTINUED)

20. DETERMINATION OF FAIR VALUES AND FAIR VALUE HIERARCHY (continued)

(b) Financial assets and financial liabilities (continued)

(ii) Fair value hierarchy (continued)

	Carrying amount RM'000	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000
31 December 2025				
Financial assets at FVOCI				
Malaysian Government Securities	691,204	-	691,204	-
Government Investment Issues	559,563	-	559,563	-
Corporate debt securities				
- Unquoted	2,381,305	-	2,381,305	-
Accrued interest	39,771	-	39,771	-
	3,671,843	-	3,671,843	-
Financial assets at FVTPL				
Equity securities				
- Quoted in Malaysia	467,262	467,262	-	-
- Quoted outside Malaysia	21,890	21,890	-	-
- Unquoted in Malaysia	17,325	-	-	17,325
- Unquoted outside Malaysia	20,290			20,290
Private equity funds				
- Unquoted outside Malaysia	76,602	-	-	76,602
Structured product	235,840	-	235,840	-
Real estate investment trusts	12,932	12,932	-	-
Unit trust funds	546,519	546,519	-	-
Forward foreign exchange contract	2,846	-	2,846	-
	1,401,506	1,048,603	238,686	114,217
	5,073,349	1,048,603	3,910,529	114,217

There were no transfers between Level 1, Level 2 and Level 3 of the fair value hierarchy during the current and previous financial periods.

20. DETERMINATION OF FAIR VALUES AND FAIR VALUE HIERARCHY (continued)

(b) Financial assets and financial liabilities (continued)

(iii) Financial assets which are measured at fair value using significant unobservable inputs (Level 3)

The reconciliation from beginning to ending balance for the investments classified in Level 3 fair value hierarchy:

Private Equity Funds - Unquoted outside Malaysia	**2026 RM'000**	**2025 RM'000**
At 1 January	76,602	73,179
Capital contributions	9,953	14,082
Capital returns	(5,141)	(7,139)
Fair value gain recognised in profit or loss	2,668	3,907
Currency movement	622	(7,427)
At 30 June /31 December	84,704	76,602

Equity securities – Unquoted in Malaysia	**2026 RM'000**	**2025 RM'000**
At 1 January	17,325	18,025
Fair value loss recognised in profit or loss	-	(700)
At 30 June /31 December	17,325	17,325

Equity securities – Unquoted outside Malaysia	**2026 RM'000**	**2025 RM'000**
At 1 January	20,290	-
Additions	-	20,290
Fair value loss recognised in profit or loss	(43)	-
Currency movement	98	-
At 30 June /31 December	20,345	20,290

Description of valuation methodology and significant unobservable inputs to valuation of private equities:

	Fair Value	**Valuation Methodology**	**Unobservable Input**	**Input Values**
30 June 2026	**RM'000**			
Private equity funds				
- Unquoted outside Malaysia	84,704	NAV	NAV	NAV
Equity securities				
- Unquoted in Malaysia	17,325	Market comparables	P/B ratio	RM 0.13 – RM 2.64
- Unquoted outside Malaysia	20,345	Net asset value ("NAV")	NAV	NAV
31 December 2025				
Private equity funds				
- Unquoted outside Malaysia	76,602	NAV	NAV	NAV
Equity securities				
- Unquoted in Malaysia	17,325	Market comparables	P/B ratio	RM 0.14 – RM 2.59
- Unquoted outside Malaysia	20,290	Net asset value ("NAV")	NAV	NAV

* Net asset value ("NAV")
** Price/book ratio ("P/B ratio")

21. TOTAL CAPITAL ASSETS

	As at 30.06.2026 RM'000	As at 31.12.2025 RM'000
Eligible Tier 1 Capital		
Share capital (paid-up)	200,000	200,000
Retained earnings of the Company*	369,121	373,551
Eligible contract liabilities	558,949	537,238
	1,128,070	1,110,789
Eligible Tier 2 Capital		
Eligible reserves	83,241	115,213
Amounts deducted from capital	(128,411)	(130,777)
Total Capital Available	1,082,900	1,095,225

22. CAPITAL AND OTHER COMMITMENTS

	As at 30.06.2026 RM'000	As at 31.12.2025 RM'000
Other commitments		
Distributors agreement		
- Authorised but not provided for	56,000	56,000
Investment in Private Equity Funds		
As at 1 January	83,456	59,565
Capital committed	-	40,580
Capital called	(9,953)	(14,082)
Capital return	5,141	7,139
Expenses incurred	(102)	(390)
Currency movement	(170)	(9,356)
At 30 June /31 December	78,372	83,456

(i) The Company is committed to pay annual fees under the terms of the distributors agreement. The annual fees will be expensed off to the profit or loss in the year as incurred.

(ii) The Company is committed to deliver the capital contributions pursuant to the terms of the Limited Partnership Agreements.